

Pankosky, Valerie

From: Dennies, Sandy
Sent: Friday, May 08, 2009 5:29 PM
To: Starr, Joshua
Cc: Scott A. Bassett (scott.bassett@rsmi.com); Skigen, Randall; Skigen, Randall; Cassone, Thomas; Siladi, Mara; Murphy, Hugh; Gilden, Lorraine C; Martin, David; Martin, David; Pankosky, Valerie
Subject: ECS

Dr. Starr –

Thank you and the members of your Board for taking sufficient time to address the ECS funding issue as was evidenced in your proposal dated May 7, 2009. I have taken the liberty of discussing the issue with the City's auditors, McGladrey & Pullen, specifically with Scott Bassett, Partner. Following a very lengthy discussion in which the needs of both entities were fairly represented, the recommendation was made that the final resolution conform to GAAP and the City's budgetary procedures as set forth in the City Charter. Therefore, it was determined with Scott Bassett, that a reduction is required in both the 09/10 BOE's budget and the City's revenues by the amount in question (\$1,1082,972.28). Then, should the funds come directly to the City, the City would submit a supplemental appropriation for the funds to be provided to the Board of Education for their expenditure. However, should the BOE receive the funds directly, then they would need to address them similar to their other prepaid grants.

I hope that you will find this acceptable.

Please see that members of your Board receive this communication. By copy of this to the Board of Finance and Board of Representatives Office, it is my intent that they will see that the members of their respective Boards are provided copies of this as well.

Sandy Dennies