
Discussion of Right-sizing Measures in Commonwealth Fiscal Plan

August 4, 2017



Right-sizing is among the most strategic goals of the Fiscal Plan



The new normal



What are you not going to do?



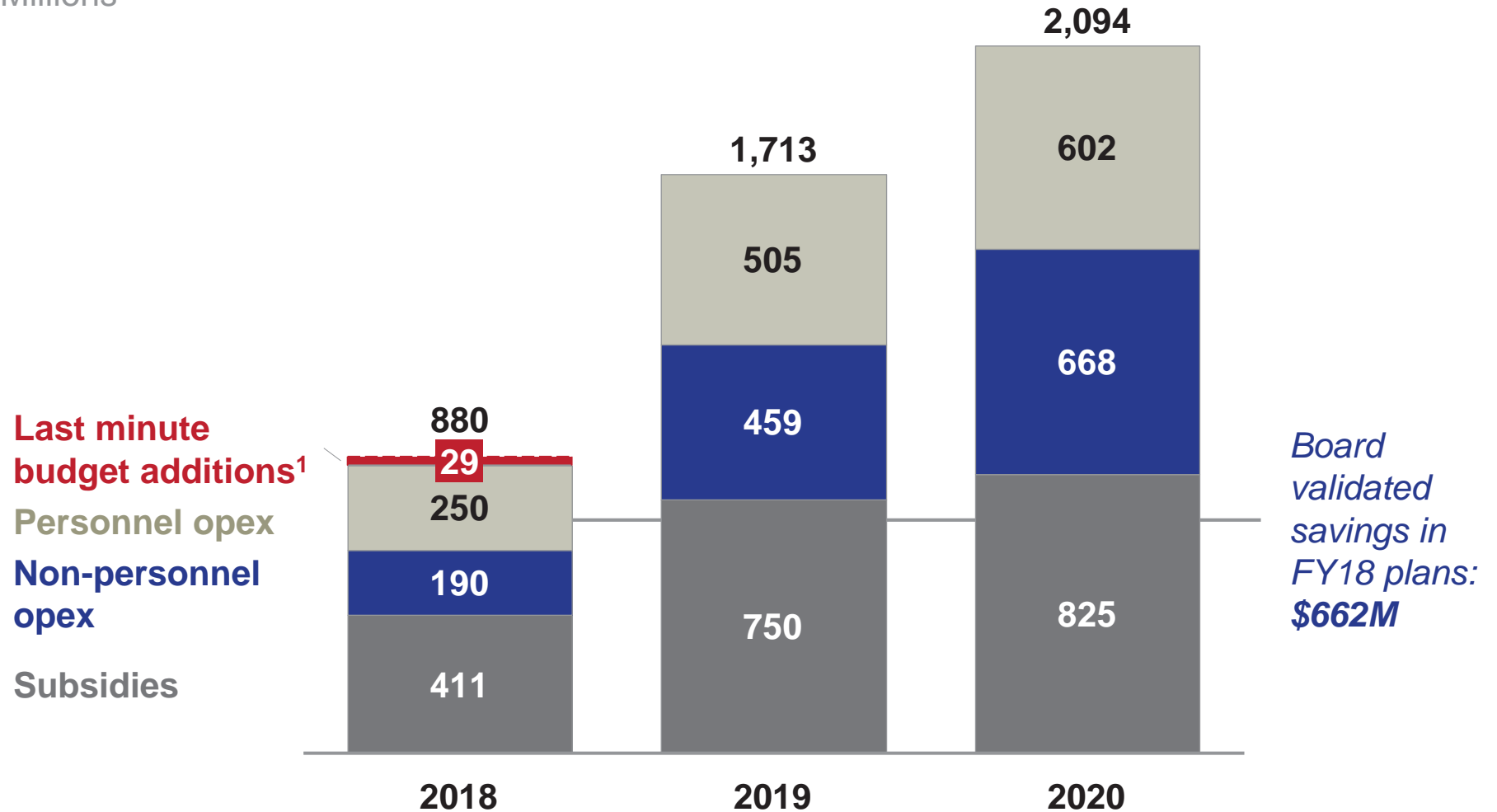
What are you going to do differently?



How does that decision lead to savings?

Right-sizing targets in Fiscal Plan over next three years

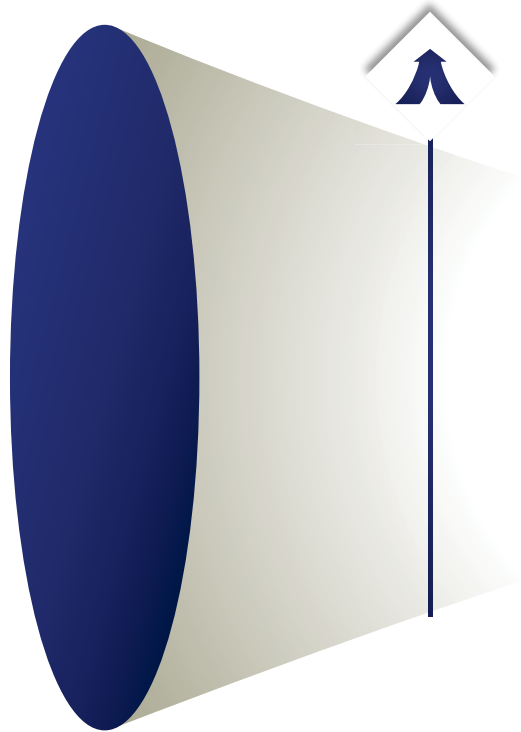
\$Millions



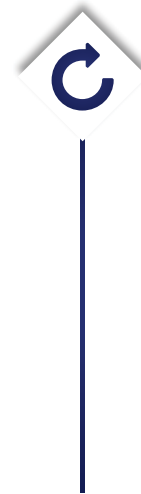
¹ As agreed upon with Government, FY18 right-sizing target adjusted to recover last-minute reallocations of reserve funds to fund additional program operating expenditures in FY18 budget process

Right-sizing measures must...

...Have a clear and reasonable path to implementation



...Be recurring and permanent

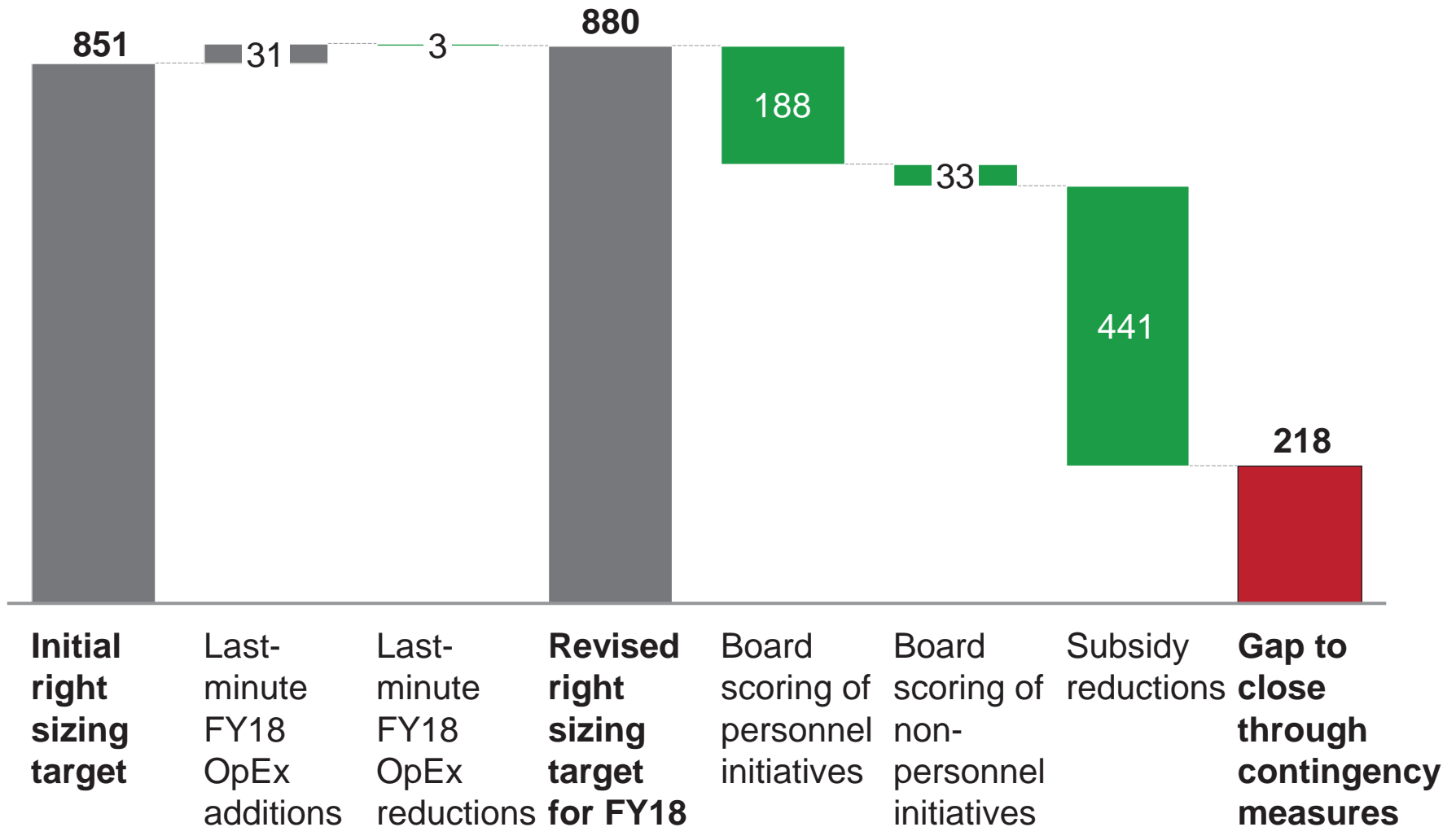


...Stem from structural response to changing nature of Govt services provided



Board assessment of progress against fiscal plan target

\$MM



Government right-sizing initiatives have reduced furlough impacts

**Post-submission
FY18 furloughs**

**Fiscal Plan
FY18 furloughs**

*48 days per
employee*

*<20 days
per
employee*

***The average impact to any
single employee has been
decreased by 30 days due to
Government's identification of
critical right sizing initiatives***