

# ICANN FY19 Planning

**Overview of Draft FY19 Operating Plan and Budget Documents for Public Comment**

Planning Team

Webinar  
January 2018



# INTRODUCTION



**Göran Marby**  
CEO & President



**Xavier Calvez**  
CFO



**Becky Nash**  
VP Finance

# Agenda

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# 1. CEO Introduction

# Introduction

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- ⦿ Slowing growth of our funding
- ⦿ Cost containment approach: helps to focus on the right thing to do.
- ⦿ New approach in proposed FY19 Operating Plan & Budget published
- ⦿ Many in the community are ready for prioritization and cost containment.
- ⦿ Plan/Budget achievable but takes everyone's participation and contribution.

## 2. Current Status



# 3. FY19 Documents Structure Overview



# FY19 Documents Structure

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## ICANN Draft FY19 Operating Plan and Budget and Five-Year Operating Plan Update

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### Open Date

19 Jan 2018 23:59 UTC

### Close Date

8 Mar 2018 23:59 UTC

### Staff Report Due

12 Apr 2018 23:59 UTC



Comments close in **43** Days

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## Brief Overview

### **Purpose:**

Focusing on ICANN's commitment to the multistakeholder model, ICANN's Draft FY19 Operating Plan and Budget and the current year update to the Five-Year Operating Plan are provided for community discussion and public comment. ICANN seeks structured feedback on the plans described in these documents. The documents incorporate improvements on previous years based on regular interaction with the ICANN community and reflect FY19's planned



<https://www.icann.org/public-comments/fy19-budget-2018-01-19-en>



# Planning Document Structure

Document Number	Document Name	Description of Contents
1	FY19 Budget Introduction & Highlights	Overview of the key elements of the draft FY19 plans
2	FY19 Total ICANN Budget	High-level review of the draft FY19 budget
3	FY19 Key Projects & Activities	Information on key cross-functional projects and activities planned for FY19
4	FY19 Operating Plan	Section 1: Summary of 6 modules of work planned for FY19 Section 2: Breakdown of the operating plan with the budget by strategic goal
5	FY19 Five-Year Operating Plan Update	High-level five-year perspective on the operations ICANN undertakes to implement its strategic plan
6	FY19 Excel Spreadsheet	Detailed breakdown of the budget for each project

- New series of six documents that form the ICANN annual update to the fiscal Operating Plan and Budget.
  - Introduction and Highlights document recommended to read first
  - Each document is standalone and can be reviewed separately in no specific order, dependent on interest.
  - Key Projects and Operating Plan Modules provide more information on planned projects and activities

# 5. Five-Year Operating Plan Update

# 5YOPU FY18 → FY19 Types of Changes

1

## Strategic Plan

Objectives and Goals are defined in the Strategic Plan and remain unchanged

4

## Dependencies

Dependencies updated to reflect completed work, events that have happened, and arising situations

2

## Portfolios

Portfolios updated to reflect work that will be completed in FY18, work to be started in FY19, and refinements to work that will continue. This includes moving portfolios between goals following organizational changes.

5

## Phasing

Phasing updated based on planned progress for FY18 and to give additional detail in FY19 and beyond

3

## Accountability Indicators

Accountability Indicators launched as a replacement for the KPI Dashboard early in FY18. We are now focusing on measuring our accountability to the community and many measurements are redesigned

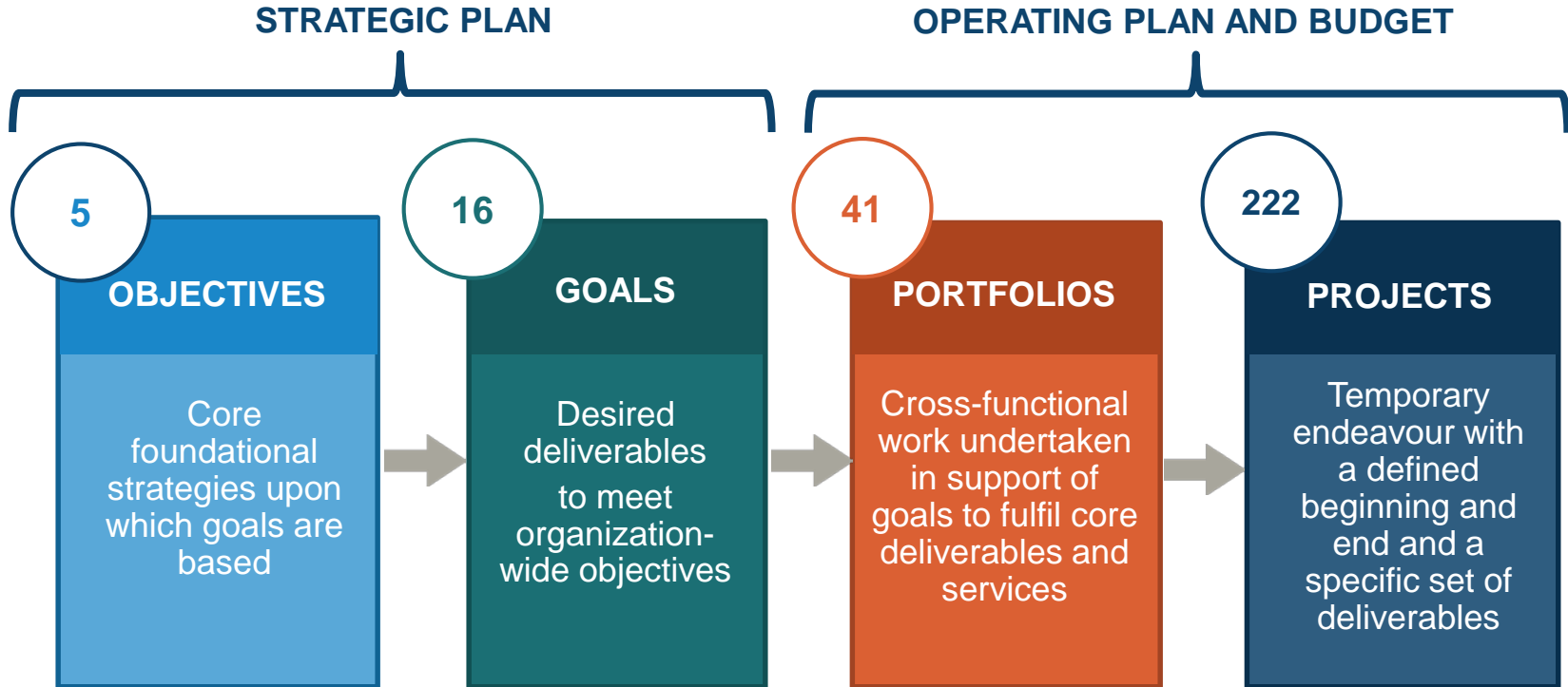
# Five-Year Operating Plan Updates

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- ⦿ **This is year 4 of the Updates to the 5-year Operating Plan:**
  - Small differences in timing or deliverables, most notably in
    - WS2 implementation now funded by operations
    - Reviews associated with the Affirmation of Commitments that have now been incorporated into the Bylaws are called Specific Reviews.

## 4. FY19 Operating Plan Highlights

# Strategic / Operating plan overview



# Document 4: FY19 Operating Plan

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# FY19 Budget Highlights

Agenda Item #4

# Draft FY19 Budget Summary

ICANN Operations	FY17 Actuals	FY18 Adopted Budget <sup>1</sup>	FY18 Forecast <sup>2</sup>	Draft FY19 Budget
<b>Funding</b>	\$135	\$143	\$135	\$138
<b>Cash Expenses</b>	\$128	\$143	\$137	\$138
<b>Funding from FY17 Savings (Approved by Board)</b>	\$0	\$0	\$2	\$0
<b>Excess/(Deficit)</b>	\$6	\$0	\$0	\$0

\$ in USD Millions

<sup>1</sup> FY18 Adopted Budget June 2017

<sup>2</sup> FY18 Forecast is the most recent data on FY18

# FY19 Budget Highlights

1

## FY19 Budget balanced

- Funding = Operations expenses = \$138M
- Significant shift in budgeting only for defined requirements, and not including tentative and unapproved potential work.
- Draft budget include \$6m of cost reductions to offset inflation and necessary increases.

2

## Funding increases at a slower rate

- Funding of \$138M, 2.6% above the FY18 forecast \$135M.
- Slower growth in funding as all new gTLDs are now delegated.

3

## ICANN Operations expenses

- Operations expenses are stable year on year.
- Personnel expenses increase offset by cost reductions (FY19 \$133.5M vs. FY18 Forecast \$133.3M, both excluding contingency).

4

## Headcount Trends

- Total ICANN headcount in FY19 is growing at a slower pace.
- End of Period headcount for FY19 is 425 or 1% higher than the expected headcount of 421 for the end of FY18.

# Next Steps

# FY19 Planning Timeline – Key Dates

Step	Target Dates	Note
ICANN Public Comment	19 Jan – 8 Mar	49 Days (7 weeks)
Clarifying Questions on Documents	30 Jan 2018	Community submits clarifying questions to <a href="mailto:planning@icann.org">planning@icann.org</a>
Responses to Clarifying Questions Published	12 Feb 2018	Approximately 4 weeks before end of public comment
SO/AC Additional Budget Request Submission Due Date	30 January	Process timing similar to last year
ICANN 61 Community Forum	10 Mar – 15 Mar	2 Public Sessions to discuss comments received on ICANN OP&B. Attend SO/AC/SG Meetings to discuss comments as needed.
ICANN.org Report on Public Comment	12 April	Report on Responses to Public Comment Published
ICANN Proposed OP&B Submitted to ICANN Board	11 May	At Least 45 Days Before Next Fiscal Year (Per Bylaws)
ICANN Board to Approve ICANN OP&B	31 May	Target to allow for EC Review Period before 1 July

# Q&A

# Engage with ICANN



## Thank You and Questions

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