

Presented and Adopted: July 7, 2011
Subject: Approval of Fiscal Year 2012 Revised Operating Budget

#11-76
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
DISTRICT OF COLUMBIA WATER AND SEWER AUTHORITY

The Board of Directors (the "Board") of the District of Columbia Water and Sewer Authority, (the "Authority") at its meeting on July 7, 2011, upon consideration of a joint-use matter, decided by a vote of ten (10) in favor and none (0) opposed, to take the following action with respect to the Fiscal Year 2012 Revised Operating Budget:

WHEREAS, on February 3, 2011, the Board approved and adopted the District of Columbia Water and Sewer Authority's Fiscal Year 2012 Operating Budget totaling \$422,357,000; and

WHEREAS, based on updated financial assumptions, on June 23 2011, the General Manager presented a revised FY 2012 budget that totaled \$416,520,000, or \$5,837,000 lower than the approved budget; and

WHEREAS, on June 23 2011, after a detailed review and discussion of the budget drivers, budget assumptions, customer and operational impacts, the Finance and Budget Committee recommended that the Board adopt the revised FY 2012 Operating Budget as presented by the General Manager, subject to adjustments as may be needed from any recommendation from the DC Retail Rates Committee; and

WHEREAS, on June 28 2011, the DC Retail Rates Committee rejected management's proposal to increase the retail rate that recovers the Payment In Lieu of Taxes (PILOT) paid to the District of Columbia, thereby capping the PILOT payment at the FY 2011 level; and

WHEREAS, the DC Retail Rates Committee's action effectively further lowered the revised FY 2012 budget to \$415,360,000, which is \$6,997,000 lower than the approved budget.

NOW THEREFORE BE IT RESOLVED THAT:

The Board hereby approves and adopts the District of Columbia Water and Sewer Authority's Fiscal Year 2012 Revised Operating Budget totaling \$415,360,000 as further detailed in materials presented by the General Manager.

This resolution is effective immediately.


Secretary to the Board of Directors