



**DISTRICT OF COLUMBIA  
WATER AND SEWER AUTHORITY**

**Board of Directors**

**Finance and Budget Committee**

**Tuesday, November 15, 2016**

**11:00 a.m.**

**MEETING MINUTES**

**Committee Members**

Timothy L. Firestine, Committee Chairperson  
Matthew Brown, District of Columbia

**DC Water Staff**

Mark Kim, Chief Financial Officer  
Henderson Brown, General Counsel  
Linda Manley, Board Secretary

**Call to Order**

Chairperson Timothy L. Firestine called the meeting to order at 12:11 pm.

**October 2016 Financial Report**

Mr. Mark Kim, CFO, reported that with 8.3 percent of the fiscal year completed, revenues, operating expenditures and capital disbursements are on track with budgetary expectations. Cash balances at the end of October were \$145 million, slightly above management's goal of \$140 million but lower than the levels in FY 2016. Investment portfolio returns an average of 78 basis points in annualized performance during October.

**Capital Improvement Program Quarterly Update**

At the conclusion of FY 2016, capital project disbursements totaled \$520 million, which is 4% above the baseline disbursement projection of \$499 million. The overspending occurred in the service areas of combined sewer overflow, stormwater, sanitary sewer, and water, offset by underspending in non-process facilities and wastewater treatment service areas. Drivers of the overspending includes project acceleration, emergency response, and underestimated condition of sewer and water distribution systems.

**FY 2017 Plan of Finance Update**

Mr. Kim apprised the committee that management anticipates a bond deal of \$300 million in January 2017. This will comprise of \$200 million in traditional debt and \$100 million in green bonds. The senior managing syndicate will underwrite the transaction. Financing terms and documentations will be presented for committee review during its meeting in December 2016.

**Adjournment**

Hearing no further business, Chairperson Firestine adjourned the meeting at 12:15 pm.