Presented and Adopted: July 2, 2026
SUBJECT: Approval to Execute Change Order No. 2 of Contract No. 230050, Emergency Sewer IR&R Contract for FY24-FY27, Anchor Construction Corporation

#26-39
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority, ("DC Water") at its meeting held on July 2, 2026, upon consideration of a joint-use matter, decided by a vote of eleven (11) in favor and none (0) opposed to approve the execution of Change Order No. 2 of Contract No. 230050, Anchor Construction Corporation.

Be it resolved that:

The Board of Directors hereby authorizes the CEO and General Manager to execute Change Order No. 2 of Contract No. 230050, Anchor Construction Corporation. The purpose of this contract is to provide an on-call mechanism to address emergency and urgent sewer infrastructure rehabilitation and replacement services in various public spaces locations in Washington, D.C., and other areas served by the Authority. It enables DC Water to respond quickly to routine citywide sewer emergencies using pre-negotiated unit and time-and-materials pricing. The total value of this change order is $62,500,000.00.

This Resolution is effective immediately.

Acting Secretary to the Board of Directors

Presented and Adopted: July 2, 2026
SUBJECT: Approval to Execute Change Order No. 2 of Contract No. 250030, On Call Structural Rehabilitation, Structural Preservation Systems, LLC

#26-40
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority, ("DC Water") at its meeting held on July 2, 2026, upon consideration of a joint-use matter, decided by a vote of eleven (11) in favor and none (0) opposed to approve the execution of Change Order No. 2 of Contract No. 250030, Structural Preservation Systems, LLC.

Be it resolved that:

The Board of Directors hereby authorizes the CEO and General Manager to execute Change Order No. 2 of Contract No. 250030, Structural Preservation Systems, LLC. This contract provides emergency and high-priority structural design and rehabilitation services on linear and vertical assets that are at high risk of failure, using a collaborative design-build approach, targeted investigations by subject matter experts, and customized design and construction to mitigate potential asset failures and strengthen DC Water's resiliency. The value of this change order is $32,508,276.00.

This Resolution is effective immediately.

Acting Secretary to the Board of Directors

Presented and Adopted: July 2, 2026
SUBJECT: Approval to Execute Construction Manager at Risk (CMAR) Amendment No. 1 of Contract No. 250040, Headworks and Primary Upgrades CMAR Portfolio, Ulliman Schutte Construction

#26-41
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority, ("DC Water") at its meeting held on July 2, 2026, upon consideration of a joint-use matter, decided by a vote of eleven (11) in favor and none (0) opposed to approve the execution of Construction Manager at Risk (CMAR) Amendment No. 1 of Contract No. 250040, Ulliman Schutte Construction.

Be it resolved that:

The Board of Directors hereby authorizes the CEO and General Manager to execute Construction Manager at Risk (CMAR) Amendment No. 1 of Contract No. 250040, Ulliman Schutte Construction. This amendment funds additional Construction Manager at Risk (CMAR) preconstruction and construction services for Blue Plains improvements, including the Headworks Electrical Upgrade and PST 20-year Rebuild projects. Work includes scope refinement, commissioning of electrical and HVAC equipment purchase and installation, constructability reviews of designs developed by the Project Design Engineer, supporting further condition assessments of the PSTs, and installing pumps for a scum pump demonstration that will evaluate the effectiveness of various pumps in breaking hardened scum. The total value of this amendment is $145,500,447.00.

This Resolution is effective immediately.

Debra L. Mathis

Acting Secretary to the Board of Directors

Presented and Adopted: July 2, 2026

SUBJECT: Approval to Execute and Fund Option Year Eight (8) and Option Year Nine (9) of Contract No. 19-PR-DET-22, Capital Project Contract Management Software, Oracle American, Inc.

#26-42
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority, ("DC Water") at its meeting held on July 2, 2026, upon consideration of a joint-use matter, decided by a vote of eleven (11) in favor and none (0) opposed to approve the execution and funding of Option Year Eight (8) and Option Year Nine (9) of Contract No. 19-PR-DET-22, Oracle American, Inc.

Be it resolved that:

The Board of Directors hereby authorizes the CEO and General Manager to execute and fund Option Year Eight (8) and Option Year Nine (9) of Contract No. 19-PR-DET-22, Oracle American, Inc. The purpose of executing option years eight and nine is to extend the subscription for Oracle Primavera P6 and Unifier software through September 30, 2028. The total value of this extension is $1,183,792.37.

This Resolution is effective immediately.

Debra A Matthews

Acting Secretary to the Board of Directors

Presented and Adopted: July 2, 2026
Subject: Approval of Revised Procurement Procedures and Direction to the General Manager

#26-43
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
DISTRICT OF COLUMBIA WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("DC Water") at the Board meeting held on July 2, 2026, upon consideration of a joint-use matter, decided by a vote of eleven (11) in favor and none (0) opposed, to take the following action with respect to the revised procurement procedures and direction to the General Manager.

WHEREAS, pursuant to Sections 203 and 205 of the Water and Sewer Authority Establishment and Department of Public Works Reorganization Act of 1996, effective April 18, 1996 ("Act"), the Council of the District of Columbia ("Council") granted powers to the Authority and duties to the Board of Directors to carry out its functions; and

WHEREAS, pursuant to Section 206(a) of the Act, the General Manager is the "chief administrative officer of the Authority" who serves at the pleasure of the Board and required to "perform duties as determined by the Board;" and

WHEREAS, through multiple resolutions including Resolution #97-89 and #97-91 #25-15, the Board delegated contracting authority to the General Manager that had been granted to the Board pursuant to D.C. Official Code § 34-2202.03(10); and

WHEREAS, on June 18, 2026*,* the Environmental Quality and Operations Committee met to discuss procurement procedure revisions and related direction to the General Manager, and provided recommendations to the Governance Committee; and

WHEREAS, on June 25, 2026*,* the Budget and Finance Committee met to discuss procurement procedure revisions and related direction to the General Manager, and provided recommendations to the Governance Committee; and

WHEREAS, on June 29, 2026, the Governance Committee met to discuss procurement procedure revisions and related direction to the General Manager, consider the recommendations from the Environmental Quality and Operations Committee, consider the recommendations from the Budget and Finance Committee, and now recommends Board approval of revised procurement procedures and direction to the General Manager.

NOW THEREFORE BE IT RESOLVED THAT:

1. The Board of Directors (Board) directs the General Manager to notify the full Board in writing when a contract or agreement or renewal authorized by the Board is not executed within 45 days of the date when the Board approved the General Manager to execute, or negotiate and execute, that contract or agreement. The notification must include the associated contract or agreement fact sheet presented to the Board, explain why the contract or agreement has not been executed or negotiations have not been completed, identify the corrective action to be taken, and provide a timeline for the corrective action to be taken.

2. The Board directs the General Manager to prepare and maintain a list of contracts and agreements approved by the Board for execution, or negotiation and execution, that describes the date of Board approval, the status of the contract or agreement action, and the date on which the contract or agreement was executed. The list of approved contracts and agreements must include all contracts or agreements approved by the Board since January 1, 2026, and be maintained on an on-going basis. The list of contracts and agreements shall be presented at least once every three months to the Budget and Finance Committee.

3. The Board directs the General Manager to require a legal sufficiency review of all contract fact sheets and associated contract or agreement documents. This legal sufficiency review must be conducted prior to presentation by staff of any fact sheet for recommendation by any Board Committee. The legal sufficiency review must be documented on the contract or agreement fact sheet presented to the Board to identify the qualified attorney who approved legal sufficiency for the contracting action. The legal sufficiency review must also document on the fact sheet, or be communicated to the Board in Closed Session, any legal issues or material risks associated with the proposed contracting action. The legal sufficiency review must be performed for all contract or agreement fact sheets beginning July 2, 2026.

4. The Board directs the General Manager to develop and utilize a standardized set of descriptive text to consistently appear on all contract or agreement fact sheets being presented to the Board for recommendation or approval. The standardized descriptions must identify the authorization being provided to the General Manager including clearly identifying if the requested Board approval is to award, fund, negotiate, or execute the contract or agreement. The standardized set of descriptive text must be used consistently on all fact sheets beginning July 2, 2026.

5. This resolution shall be effective immediately.

Debra A. Matthes

Acting Secretary to the Board of Directors

Presented and Adopted: July 2, 2026
SUBJECT: Approval to Award Contract No. 10632 and Execute Rolling Owner Controlled Insurance Program 7 (ROCIP7), Alliant Insurance Services, Inc.

#26-44
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority, ("DC Water") at its meeting held on July 2, 2026, upon consideration of a joint-use matter, decided by a vote of eleven (11) in favor and none (0) opposed to approve the Award of Contract No. 10632 and Execute Rolling Owner Controlled Insurance Program (ROCIP7), Alliant Insurance Services, Inc.

Be it resolved that:

The Board of Directors hereby authorizes the CEO and General Manager to Award Contract No. 10632 and Execute Rolling Owner Controlled Insurance Program (ROCIP7), Alliant Insurance Services, Inc. This contract provides insurance brokerage and administrative services for DC Water's Rolling Owner Controlled Insurance Program, which supports Capital Improvement Program construction projects. The total contract amount for the base year and four option years shall not exceed $1,253,000.00.

This Resolution is effective immediately.

Debra A. Matthews

Acting Secretary to the Board of Directors

Presented and Adopted: July 2, 2026

SUBJECT: Approval to Transfer the Projected FY 2026 Net Cash Surplus of $22,084,546 to PAYGO, Rate Stabilization Fund and Ending Cash Balance for Permit Refunds, DC Insurance Reserve, Payment Plan Incentive Program, and to Increase Days of Cash on Hand in FY 2027

#26-45
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
DISTRICT OF COLUMBIA WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at the Board meeting held on July 2, 2026, upon consideration of a joint-use matter decided by a vote of eleven (11) in favor and none (0) opposed, to approve the following action with respect to the transfer of the FY 2026 Net Projected Cash Surplus of $22,084,546 to PAYGO, Rate Stabilization Fund and Ending Cash Balance for Permit Refunds, DC Insurance Reserve, Payment Plan Incentive Program, and to Increase Days of Cash on Hand.

WHEREAS, on December 4, 1997, the Board, in Resolution #97-121, approved establishing the Financial Policies for the Authority, which were subsequently amended in Resolutions #98-08, dated March, 1998, Resolution #04-30, dated April 2, 2004, Resolution #09-86, dated July 2, 2009; Resolution #13-57, dated May 2, 2013 to establish strong levels of cash reserves, strong debt service coverage, set the level of debt service coverage, and set operating and renewal & replacement reserve levels; and

WHEREAS, on October 7, 2021, the Board, through Resolution #21-84, further revised the Statement of Financial Policies, rescinding the PAYGO (pay-as-you-go) Policy and incorporating it into the Statement of Financial Policies, making other revision including establishing a minimum cash balance of 250 days of operating expenses and coverage of 160%, and conforming the debt service coverage requirements in the Debt Policy and Guidelines with those in the proposed Statement of Financial Policies; and

WHEREAS, the Statement of Financial Policies includes a requirement for the CEO and General Manager to report a forecast of expenditures and revenues and a recommendation for use of any projected surplus; and

WHEREAS, on October 5, 2023, the Board, through Resolution #23-58, revised the Statement of Financial Policies to amend the current operating cash reserve requirement of 250 days to be the minimum required reserve requirement and set a goal to achieve an operating cash reserve requirement of 350 days by 2032 by prioritizing the allocation of year-end surplus to achieve this goal; and

WHEREAS, on June 25, 2026, the Finance and Budget Committee met and the General Manager presented the FY 2026 projected net cash surplus of $22,084,546; and

WHEREAS, on June 25, 2026, the General Manager recommended the Finance and Budget Committee recommend to the Board transferring: $12,200,000 to Ending Cash Balance to increase Days of Cash on Hand from 282 to 292 days; $5,000,000 to Rate Stabilization Fund (RSF) to reach target of 5% of Retail Revenue as per the Board Policy; $2,000,000 to Ending Cash Balance to carryover to FY 2027 for permit refunds; $1,000,000 to Ending Cash Balance for Extending Payment Incentive Plan for FY 2027; $1,000,000 to Ending Cash Balance for DC Insurance Reserve; and $884,546 of the net projected cash surplus to PAYGO to reduce future borrowing; and

WHEREAS, on June 25, 2026, upon further discussion and consideration of the General Manager's recommendation, some members of the Finance and Budget Committee suggested to include as an option to the $12,200,000 to increase the days of Cash, to transfer the $12,200,000 to the Rate Stabilization Fund to offset the Public Inconvenience Fee (PIF) in FY 2027 and keep average monthly household bill increase below 6%; and

WHEREAS, after consideration of the recommendations of the Finance and Budget Committee and the General Manager, the Board of Directors, upon further consideration and discussion, agreed to transfer the $12,200,000 to Ending Cash Balance to increase Days of Cash on Hand or to the Rate Stabilization Fund to offset the Public Inconvenience Fee in FY 2027 and keep average monthly household bill increase below 6%.

NOW THEREFORE BE IT RESOLVED THAT:

1. The Board approves the transfer of $22,084,546 from the Authority's projected FY 2026 net cash surplus to (i) $12,200,000 to Ending Cash Balance to increase Days of Cash on Hand or to the Rate Stabilization Fund to offset the Public Inconvenience Fee in FY 2027; (ii) $5,000,000 to Rate Stabilization Fund (RSF) to reach target of 5% of Retail Revenue as per the Board Policy; (iii) $2,000,000 to Ending Cash Balance to carryover to FY 2027 for permit refunds; (iv) $1,000,000 to Ending Cash Balance for Extending Payment Incentive Plan for FY 2027; (v) $1,000,000 to Ending Cash Balance for DC Insurance Reserve; and (vi) $884,546 of the net projected cash surplus to PAYGO to reduce future borrowing.

2. This resolution is effective immediately.

Debra A. Matthews
____
Acting Secretary to the Board of Directors

Presented and Adopted: July 2, 2026

SUBJECT: Approval to Award Three Base Years and Two Option Years of Contract No. 260060, Water Infrastructure Rehabilitation and Replacement Contract FY27-FY29, Capitol Paving of DC Inc

#26-46
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority, ("DC Water") at its meeting held on July 2, 2026, upon consideration of a non-joint use matter, decided by a vote of six (6) in favor and none (0) opposed to approve the Award of Three Base Years and Two Option Years of Contract No. 260060, Capitol Paving of DC Inc.

The Board of Directors hereby authorizes the CEO and General Manager to execute the Award of Three Base Years and Two Option Years of Contract No. 260060, Capitol Paving of DC Inc. The purpose of this contract is to provide Indefinite Delivery and Indefinite Quantity (IDIQ) emergency rehabilitation and replacement of water mains and related service assets across Washington, DC. It also supports large, complex engineering projects requiring specialized expertise and equipment, with work assigned through task orders as needed by DC Water. The total contract value is not to exceed $71,985,746.00.

This Resolution is effective immediately.

Debra A. Mathis

Acting Secretary to the Board of Directors

Presented and Adopted: July 2, 2026

SUBJECT: Approval to Participate in District of Columbia Department of Transportation I-695 Ramp D4 and 11th Street, SE Improvements Under the Terms of the 2002 Memorandum of Agreement with DC Water

#26-47
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority, ("DC Water") at its meeting held on June 4, 2026, upon consideration of a non-joint use matter, decided by a vote of six (6) in favor and none (0) opposed to approve Participation in District of Columbia Department of Transportation I-695 Ramp D4 and 11th Street, SE Improvements Under the Terms of the 2002 Memorandum of Agreement with DC Water.

The Board of Directors hereby authorizes the CEO and General Manager to execute the approval to Participate in District of Columbia Department of Transportation I-695 Ramp D4 and 11th Street, SE Improvements Under the Terms of the 2002 Memorandum of Agreement with DC Water. The purpose of this contract is to replace small-diameter water mains in the District of Columbia with documented history of failures, low water pressure, or water quality issues, and also includes replacement of a 30-inch valve. The total funding for this project is not to exceed $1,473,000.00.

This Resolution is effective immediately.

Debra A. Matthews

Acting Secretary to the Board of Directors

Presented and Adopted: July 2, 2026
Subject: Adopt and Approve Publication of Notice of Final Rulemaking to Amend System Availability Fee Regulations

#26-48
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
DISTRICT OF COLUMBIA WATER AND SEWER AUTHORITY

The District members of the Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the DC Water") at the Board meeting held on July 2, 2026 decided, in a non-joint use matter, by a vote of six (6) in favor and none (0) opposed, to take the following action with respect to adopt and approve publication of Notice of Final to Amend System Availability Fee Regulations.

WHEREAS, DC Water establishes rates, fees and charges in accordance with its Rate Setting Policy (Board Resolution #11-10), including the recovery of current costs to provide service; and

WHEREAS, on May 18, 2018, DC Water published a Notice of Final Rulemaking in the *District of Columbia Register* (DCR) at 65 DCR 5674, effective June 1, 2018, to amend the System Availability Fee (SAF) regulations, revising the guidance document to determine the SAF meter size and add procedures to receive affordable housing unit credits; and

WHEREAS, on March 18, 2026, the DC Retail Water and Sewer Rates Committee met to consider the Cost of Service Update Study to amend the System Availability Fee (SAF) prepared by Rafetelis and recommended the Board approve the publication of the amended SAF for public comment and consideration, effective October 1, 2026, to:

- Adjust the SAF based on the 2026 Cost of Services Study;
- Increase affordable housing unit (AHU) credit amount from $3,944 to $5,790 for each AHU unit in a metered residential in a mastered metered residential structure of 3 or less units;
- Add an additional type of document from the Department of Housing and Community Development to qualify for AHU credits and other documents issued by the District government as approved by DC Water that prescribes or sets forth the number of AHU units on a property;
- Delete grandfathered provisions in Section 112.11(p) for permits submitted prior to May 18, 2018; and
- Delete payment plan rules in Section 112.11(r).

;

WHEREAS, on April 7, 2026, the Board approved the publication of the Notice of Proposed Rulemaking seek public comment on the amendments to the SAF rules, effective October 1, 2026; and

WHEREAS, on April 24, 2026, DC Water published a Notice of Proposed Rulemaking in the *District of Columbia Register* at 73 DCR 006283, to amend the System Availability Fee (SAF) as noted above; and

WHEREAS, on June 23, 2026, the DC Retail Water and Sewer Rates Committee met to consider the comments received during the public comment period; and

WHEREAS, the General Manager reported that one comment was received stating, “Projects submitted before October 1, 2026, should not be subject to the new SAF fees”; and

WHEREAS, the General Manager reported that SAF fees are assessed when the System Availability Fees and Construction Inspection Fees Invoice is generated, which is after the plan review has been completed, and not based on when the plans are submitted. Further, that Invoice will expire if a valid payment is not received by April 1, 2027 or the DOB permit application is revoked, the earlier of either event will require the resubmittal of the plans for review; and

WHEREAS, after consideration of the recommendations of the DC Retail Water and Sewer Rates Committee and the General Manager, the District members of the Board of Directors, upon further consideration and discussion, agreed to amend the System Availability Fee regulations as proposed.

NOW THEREFORE BE IT RESOLVED THAT:

1. The District members of the Board of Directors hereby adopts and approves the amendments to the SAF regulations as proposed in the NOPR, published on April 24, 2026.

2. The Board directs the General Manager to amend the Authority’s Water Supply regulations at 21 DCMR § 112.11 as provided in Attachment A, and to take all steps necessary in his judgment and as otherwise required, to publish the Notice Final Rulemaking in the *District of Columbia Register*, effective October 1, 2026.

This resolution shall be effective immediately.

Debra A. Matthews

Acting Secretary to the Board of Directors

Attachment A

Chapter 1, WATER SUPPLY, of Title 21 DCMR, WATER AND SANITATION, is amended as follows:

Subsection 112.11, and Paragraphs 112.11(a), (b), (h), (k), (o), (p), (r), (s) of Section 112, FEES, are amended to read as follows:

112.11 Effective October 1, 2026, District of Columbia Department of Buildings (DOB) Construction Permit Applicants and federal facilities shall be assessed a System Availability Fee (SAF) for new water and sewer connections and renovation or redevelopment projects for existing connections to the District's potable water and sanitary sewer systems based on the SAF meter size in accordance with the following fee schedule and requirements:

(a) Residential customers shall be charged a System Availability Fee based on the SAF meter size as listed below:

SAF Meter Size (inches)	Water System Availability Fee	Sewer System Availability Fee	Total System Availability Fee
5/8"	$1,966	$3,824	$5,790
3/4"	$1,966	$3,824	$5,790
1"	$1,966	$3,824	$5,790
1" x 1.25"	$4,215	$6,297	$10,512
1.5"	$11,309	$16,892	$28,201
2"	$22,913	$34,225	$57,138
3"	$66,938	$99,983	$166,921

(b) Multi-Family and Non-Residential customers shall be charged a System Availability Fee based on the SAF meter size as listed below:

SAF Meter Size (inches)	Water System Availability Fee	Sewer System Availability Fee	Total System Availability Fee
5/8"	$2,640	$3,944	$6,584
3/4"	$2,640	$3,944	$6,584
1"	$2,640	$3,944	$6,584
1" x 1.25"	$4,215	$6,297	$10,512
1.5"	$11,309	$16,892	$28,201
2"	$22,913	$34,225	$57,138
3"	$66,938	$99,983	$166,921
4"	$171,747	$256,534	$428,281
6"	$472,157	$705,247	$1,177,404

SAF Meter Size (inches)	Water System Availability Fee	Sewer System Availability Fee	Total System Availability Fee
8"	$472,157	$705,247	$1,177,404
8" x 2"	$472,157	$705,247	$1,177,404
8" x 4" x 1"	$472,157	$705,247	$1,177,404
10"	$472,157	$705,247	$1,177,404
12"	$472,157	$705,247	$1,177,404
16"	$472,157	$705,247	$1,177,404

(c) The SAF meter size shall be computed for the peak water demand, excluding fire demand in accordance with D.C. Construction Codes Supplement, as amended, Chapter 3 (Water Meters) of this title, and DC Water's Meter Sizing Instructions and Worksheets.

(d) The SAF shall be assessed for any premise, building or structure that requires a new metered water service connection to the District's potable water and/or sanitary sewer systems.

(e) The Net SAF shall be assessed for renovation or redevelopment projects for any premise, building or structure that uses an existing metered water service connection to the District's potable water and/or sanitary sewer systems.

(f) For a renovation or redevelopment project on a property that already had/has a DC Water meter(s) and account(s), DC Water shall determine the Net SAF based on the difference between the property's new System Availability Fee determined by the SAF meter size(s) (SAF) and the SAF Credit determined by the old meter size(s) for the meters(s) being removed from the system:

Net SAF = SAF – SAF Credit

(g) Properties under renovation or redevelopment shall not receive a SAF Credit for the DC Water account(s) that have been inactive for more than twenty-four (24) months prior to DC Water's issuance of the Certificate of Approval.

(h) For any new premise, building or structure that includes one or more affordable housing unit (AHU), DC Water shall also provide an AHU Credit equal to:

(1) AHU Credit - Five Thousand Seven Hundred Ninety dollars ($5,790) for each AHU in a metered residential structure of three (3) or less units (e.g., single-family structure, townhouse, condominium, cooperative housing association unit, or apartment).

(2) % AHU Credit or % Net AHU Credit - The percentage of affordable housing units credit (% AHU credit) or percentage of additional AHU credit (% Net AHU Credit) in a metered multi-family residential structure of four or more housing units (condominium, cooperative housing association, or apartment) determined as follows: % AHU (or % Net AHU) equals the number of AHUs (or Net AHU) divided by total number of residential units (RU) times one hundred (100) times the SAF:

% AHU = (AHU ÷ RU) x 100

AHU Credit = % AHU x SAF

(i) For a renovation or redevelopment project that includes replacing existing affordable housing units and/or the construction of additional affordable housing units, DC Water shall provide a Net AHU Credit as provided in Section 112.11(h) based on the percentage of additional affordable housing units (% Net AHU) determined as follows: % Net AHU equals the number of additional AHUs (Net AHU) divided by the total number of residential units times one hundred (100):

% Net AHU = ((Net AHU) ÷ RU) x 100

Net AHU Credit = (% Net AHU) x SAF

(j) The Net AHU shall be determined based on the difference between the total number of affordable housing units constructed after completing the renovation/redevelopment project (aAHU) and the total number of affordable housing units existing prior to the renovation/redevelopment project (bAHU). If aAHU is less than bAHU (less than zero), no Net AHU Credit will be provided:

Net AHU = (aAHU – bAHU)

(k) Projects that request AHU or Net AHU Credits shall submit one or more of the following documents:

(1) Land Disposition Development Agreement;
(2) Zoning Commission Order;
(3) Planned Unit Development Covenant;
(4) Certificate of Inclusionary Zoning;
(5) Letter from the District financing agency that establishes the number of AHU in the property;
(6) A Letter from Department of Housing and Community Development (DHCD) indicating the aggregate principal amount of the loan and number of AHU in the property; or

(7) Other documents issued by the District government or body and approved by DC Water that prescribes or sets forth the number of AHU on a property.

(l) If the Net System Availability Fee (less AHU Credit or Net AHU Credit) is zero or less, no System Availability Fee shall be charged.

(m) If the Net System Availability Fee (less AHU Credit or Net AHU Credit) is greater than zero, DC Water shall assess the System Availability Fee.

(n) DC Water may request documentation to confirm the number of proposed affordable housing units that were actually constructed. If the number of constructed AHUs is less than the proposed AHUs, DC Water shall bill the property owner the amount of the AHU Credit or Net AHU Credit for the unconstructed AHUs.

(o) For DOB Construction Permit applicants, payment of the System Availability Fee shall be a condition for DC Water's issuance of the Certificate of Approval.

(p) [RESERVED]

(q) For federal facilities, payment of the System Availability Fee shall be a condition of DC Water's issuance of the Certificate of Approval.

(r) [RESERVED]

(s) In the case that the DOB Construction Permit is not issued or is revoked or the project is not constructed, upon written request from the property owner, DC Water shall issue the property owner a refund of the System Availability Fee.

Rulemaking Schedule:

- April 7, 2026 – Board Approved Publication of Proposed SAF for public comments
- April 24, 2026 – Published NOPR in *D.C. Register* to Amended SAF Regulations
- April 24 - May 25, 2026 – Outreach and Public Comment Period
- June 23, 2026 – DC Retail Water and Sewer Rates Committee Recommends Board to adopt and approve Amended SAF Regulations
- July 2, 2026 - Board Adopts and Approves Amended SAF Regulations
- July 24, 2026 – Publish NOFR in D.C. Register to Amended SAF Regulations
- October 1, 2026 – Amened SAF Go-Live

Presented and Adopted: July 2, 2026
SUBJECT: Approval to Transfer One Million from the Cash Surplus to the Authority General Fund in FY2027 to Extend the Payment Plan Incentive Program

#26-49
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
DISTRICT OF COLUMBIA WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("DC Water") at the Board meeting held on July 2, 2026, upon consideration of a non-joint use matter decided by a vote of vote of six (6) in favor and none (0) opposed, to take the following action with respect to transfer One Million from the Cash Surplus to the Authority General Fund in FY2027 to Fund and Extend Payment Plan Incentive Program for FY 2027.

WHEREAS, the Board, through Resolutions #11-10, dated January 6, 2011, and #23-58, dated October 5, 2023, adopted a series of financial policies in the areas of capital financing, long-term financial planning, and rate-setting to assure the short-term and long-term financial health of DC Water; and

WHEREAS, the Board, through Resolution #23-61, dated October 5, 2023, adopted and approved the Revised Rate Stabilization Fund Policy; and

WHEREAS, on May 22, 2025 and May 27, 2025, the Finance and Budget Committee and the DC Retail Water and Sewer Rate Committee, respectively, met to review and discuss the General Manager's proposal to extend the Payment Plan Incentive Program through September 30, 2026; and

WHEREAS, the General Manager presented the proposal to transfer $1 Million from the Cash Surplus in FY 2026 to fund the extension of the Payment Plan Incentive Program to FY 2027, which will assist residential customers with a balance of $500 for 60 days or more would receive credits to pay their outstanding arrears by providing credit calculated based on 50% of the monthly payment of monthly charges and payment plan installment payment; and

The details of transfer from Cash Surplus for FY 2027 are listed below:

Cash Surplus Transfer in FY 2026:

FY 2026 Cash Surplus	$22,084,546
Cash Surplus Transfer to FY 2027 Authority General Fund	$1,000,000
FY 2026 Cash Surplus Balance	$ 21,084,546

WHEREAS, on June 23, 2026, the DC Retail Water and Sewer Rates Committee considered the General Manager's proposed extension of the Payment Plan Incentive Program through September 30, 20276 and recommended Board approval to transfer $1 million from Cash Surplus to the Authority General Fund in FY 2026 to extend the Program in FY 2027; and

WHEREAS, on June 25, 2026, the Finance and Budget Committee considered the General Manager's proposed extension of the Payment Plan Incentive Program through September 30, 2027, and recommended Board approval to transfer $1 million from Cash Surplus to the Authority General Fund in FY 2026 to extend the Program in FY 2027; and

NOW THEREFORE BE IT RESOLVED THAT:

1. The District members of the Board hereby approve and adopt the proposed transfer of $1 Million from the Cash Surplus to the Authority General Fund in FY 2026 for the extension of the Payment Plan Incentive Program for the period of October 1, 2026 to September 30, 2027.

2. This resolution is effective immediately.

Debra A. Mathis

Acting Secretary to the Board of Directors

Presented and Adopted: July 2, 2026
Subject: Appointment of Interim CEO & General Manager

#26-50
RESOLUTION OF THE
BOARD OF DIRECTORS OF THE
DISTRICT OF COLUMBIA WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority, ("DC Water") at its meeting held on July 2, 2026, 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 to appoint Interim CEO & General Manager of DC Water.

WHEREAS, the Board of Directors is currently conducting a nationwide search to fill the CEO & General Manager position; and

WHEREAS, it is necessary for the Board to appoint an Interim CEO & General Manager to assume the duties and responsibilities exercised by David Gadis, CEO & General Manager until a new CEO & General Manager is appointed.

NOW THEREFORE BE IT RESOLVED THAT:

1. The Board of Directors of the District of Columbia Water and Sewer Authority hereby appoints Matthew Brown to serve as the Interim CEO & General Manager for DC Water until the appointment of a CEO & General Manager for DC Water; and

2. The Interim CEO and General Manager shall exercise all the duties and responsibilities of the position of CEO & General Manager of DC Water, including but not limited to, those set out in DC Water's enabling statue, codified in §§ 34-2202.01 et seq. of the District of Columbia Official Code, the District of Columbia Municipal Regulations, Board Resolutions, including but not limited to Board Resolution #25-15, attached hereto, Board policies and such other authority as exercised by the CEO & General Manager.

Acting Secretary to the Board of Directors