



Report to the Finance Committee

Budget Reprogrammings
Quarter Ended December 31, 2014

February 2015

Budget Reprogramming Guidelines

- Budget reprogrammings within the delegated authority to the President and CEO are reported to the Finance Committee on a quarterly basis.
- The net impact of all budget reprogramming actions for the quarter ended December 31, 2014 is zero.
- For the quarter ended December 31, 2014, reprogrammings occurred within:
 - Aviation Operating & Maintenance.
 - Aviation Capital Construction Program

Budget Reprogrammings Quarter Ended December 31, 2014

Aviation Capital Construction Program

Reprogrammed from Accounts:

IAD High Temperature Hot Water Generator Replacement	(\$ 2,065,000)
Maintenance Equipment Storage Building	(\$ 637,000)
Historic Air Traffic Control Tower Exterior Preservation	(\$ 1,052,000)
Runway 4-22 and 15-33 Safety Area Improvement	(\$ 588,521)

Total Reprogrammed **(\$ 4,342,521)**

Reprogrammed to Account:

Cargo Buildings Rehabilitation – Phase 2	\$ 1,877,000
Domestic Water Distribution System Integration	\$ 188,000
Cargo Buildings Rehabilitation – Phase 1	\$ 1,689,000
Runway 1 Runway Safety Area and Hold Apron Modification	\$ 588,521

Total Reprogrammed **\$ 4,342,521**

Budget Reprogrammings

Quarter Ended December 31, 2014

Aviation Operating and Maintenance

Reprogrammed from Accounts:

Rental and Lease	(\$ 1,065)
Services	(\$ 245,020)
Non-capitalized Equipment	<u>(\$ 16,000)</u>
Total Reprogrammed	<u>(\$ 262,085)</u>

Reprogrammed to Account:

Supplies – To fund asphalt, electrical, shop, administrative and utility supplies.	<u>\$ 262,085</u>
Total Reprogrammed	<u>\$ 262,085</u>



Ronald Reagan Washington National Airport



Dulles Corridor Metrorail Project



Dulles Toll Road



Washington Dulles International Airport



METROPOLITAN WASHINGTON
AIRPORTS AUTHORITY

**INFORMATION PAPER FOR THE
FINANCE COMMITTEE
BUDGET REPROGRAMMINGS FOR THE FOURTH QUARTER OF 2014
FEBRUARY 2015**

PURPOSE

This report is presented to the Finance Committee to report on budget reprogramming actions that occurred in the fourth quarter ended December 31, 2014. A summary of all the previous reported reprogrammings that met the reportable criteria in 2014 is also included.

BACKGROUND

The President and Chief Executive Officer is authorized by the Board of Directors to modify or adjust expenditures within each of the Airports Authority's six program budgets, so long as the total expenditures within any such program do not exceed the level authorized for the program. Such modification or adjustment of expenditures is referred to as a budget reprogramming. A reprogramming represents a deduction from one budget line item and an addition to another budget line item within the defined budget program area. Generally, a budget reprogramming may be required to facilitate the Airports Authority's current mission, emergency response, business plan, action plan items, or to accommodate newly mandated initiatives not originally funded in the approved annual budget.

In April 2010 the Finance Committee adopted guidelines, which stated that all material budget reprogrammings would be reported to the Finance Committee on a quarterly basis and would include any year-to-date cumulative budget reprogramming equal to or greater than the following:

1. Aviation Operation and Maintenance (\$250,000);
2. Aviation Capital, Operating and Maintenance Investment Program (\$500,000 or any new project, regardless of dollar amount);
3. Aviation Capital Construction Program (\$500,000 or any new project, regardless of dollar amount);
4. Dulles Corridor Operation and Maintenance (\$250,000);
5. Dulles Corridor Renewal and Replacement (\$500,000 or any new project, regardless of dollar amount); and
6. Dulles Corridor Capital Improvement Program (\$500,000 or any new project, regardless of dollar amount).

Additionally, certain guidelines were adopted requiring advance approval by the Finance Committee for material reprogramming requests. The criteria for budget reprogramming reporting are included as a part of the annual budget resolution.

2014 FOURTH QUARTER REPROGRAMMING SUMMARY

The table below identifies reprogrammings that occurred in the fourth quarter ended December 31, 2014 which met the reporting criteria.

Fourth Quarter 2014 Reprogramming October - December

	PROGRA M	Project	PROJECT/SERVICE	LOCATION	Q4 BEGINNING BALANCE	REPROGRAMMI NG AMOUNT	TOTAL REVISED AMOUNT	Explanation
From	CCP	3920	IAD High Temperature Hot Water Generator Replacement	IAD	\$ 13,174,895	\$ (2,065,000)	\$ 11,109,895	This project has available funding.
To	CCP	10230	Cargo Buildings Rehabilitation - Phase 2	IAD	\$ 3,292,000	\$ 1,877,000	\$ 5,169,000	Forecast completion cost is \$1,877,000 over budget.
To	CCP	10092	Domestic Water Distribution System Integration	IAD	\$ 763,000	\$ 188,000	\$ 951,000	Forecast completion cost is \$1,877,000 over budget.
From	CCP	3841	Maintenance Equipment Storage Building	IAD	\$ 8,166,650	\$ (637,000)	\$ 7,529,650	This project has available funding.
	CCP	3914	Historic ATCT Exterior Preservation	IAD	\$ 6,773,000	\$ (1,052,000)	\$ 5,721,000	This project has available funding.
To	CCP	3919	Cargo Buildings Rehabilitation - Phase 1	IAD	\$ 3,643,000	\$ 1,689,000	\$ 5,332,000	Forecast completion cost is \$1,689,000 over budget.
From	CCP	3222	Runway 4-22 and 15-33 Safety Area Improvements	DCA	\$ 72,660,000	\$ (588,521)	\$ 72,071,479	This project has available funding.
To	CCP	3104	Runway 1 Runway Safety Area and Hold Apron Modification	DCA	\$ 43,261,686	\$ 588,521	\$ 43,850,207	Forecast completion cost is \$588,521 over budget.
From	Aviation		Rental and Lease	DCA	\$ 73,800	\$ (1,065)	\$ 72,735	This line item has available funding.
From	Aviation		Services	DCA	\$ 21,546,136	\$ (245,020)	\$ 21,301,116	Funding is available.
From	Aviation		Noncapitalized Equipment	DCA	\$ 160,385	\$ (16,000)	\$ 144,385	This line item has available funding.
To	Aviation		Supplies	DCA	\$ 4,127,097	\$ 262,085	\$ 4,389,182	To fund asphalt, electrical, shop, administrative and utility supplies.
Total					\$	-		

2014 FIRST-THIRD QUARTER REPROGRAMMING SUMMARY

The tables below identify the reprogrammings previously reported which met the reporting criteria and occurred in the second quarter ended June 2014 and third quarter ended September 2014. There were no reprogrammings to report for the first quarter ended March 2014.

Second Quarter 2014 Reprogramming

April - June

PROGRAM	Project	PROJECT/SERVICE	LOCATION	ORIGINAL BUDGET	REPROGRAMMING AMOUNT	TOTAL REVISED AMOUNT	Explanation
From	COMIP	10105	Outbound Baggage Handling System Refurbishment	DCA	\$ 200,000	\$ (200,000)	\$ - This project has available funding.
To	COMIP	10328	Terminal B-C Consolidation	DCA	\$ -	\$ 200,000	\$ 200,000 This will start the design development service for the long-term re-development of Terminal B/C.
From	COMIP	3878	Air Service Incentive Program	IAD	\$ 4,434,000	\$ (700,000)	\$ 3,734,000 This project has available funding.
To	COMIP	10321	Automated Passport Control System	IAD	\$ 1,250,000	\$ 700,000	\$ 1,950,000 Increase number of APC from 32 to 36.
From	Aviation	Noncapitalized Projects	DCA	\$ 957,472	\$ (403,072)	\$ 554,400	Transfer funds for tile work for Terminal A and Airport Communication System (ACS) Services.
From	Aviation	Supplies	DCA	\$ 4,195,388	\$ (3,390)	\$ 4,191,998	Increase funds for interior decorations and transfer funds for snow removal services, smart TVs and landscape trailer.
To	Aviation	Noncapitalized Equipment	DCA	\$ 137,500	\$ 26,216	\$ 163,716	Increase funds for smart TVs and landscape trailer.
To	Aviation	Services	DCA	\$ 20,612,657	\$ 334,828	\$ 20,947,485	Increase funds for Terminal A tile work, Airport Communication System (ACS) Services and snow removal services. transfer funds for interior decorations.
To	Aviation	Rental and Lease	DCA	\$ 28,382	\$ 45,418	\$ 73,800	Temporary boiler rental.
				Total	\$	-	

Third Quarter 2014 Reprogramming

July - September

PROGRAM	Project	PROJECT/SERVICE	LOCATION	Q3 BEGINNING BALANCE	REPROGRAMMING AMOUNT	TOTAL REVISED AMOUNT	Explanation
From	COMIP	10131	Bus Audio Equipment Replacement	DCA	\$ 80,000	\$ (80,000)	\$ - Current equipment is still functional, and no replacement is needed.
	COMIP	10135	Curbside Signage Taxi Dispatch	DCA	\$ 100,000	\$ (20,000)	\$ 80,000 Available for reprogramming.
To	COMIP	10329	Bus Wash Facility Equipment	DCA	\$ -	\$ 100,000	\$ 100,000 Modifications to accommodate new 40 ft long buses.
				Total	\$	-	
From	Aviation	Noncapitalized Projects	DCA	\$ 554,400	\$ (530,421)	\$ 23,979	To fund various passenger enhancement projects in Terminal A and Terminal B/C, and passengers security enhancement projects in Terminal A, snow removal services, and Hanger 5 break room renovation.
From	Aviation	Supplies	DCA	\$ 4,191,998	\$ (64,900)	\$ 4,127,098	To fund aviation business intelligence and data contracts, and snow removal services.
From	Aviation	Noncapitalized Equipment	DCA	\$ 163,716	\$ (3,331)	\$ 160,385	To fund aviation business intelligence and Multi-User Flight Information Display (MUFID) professional services and software support.
To	Aviation	Services	DCA	\$ 20,947,485	\$ 598,651	\$ 21,546,136	To fund above described Aviation items at DCA
				Total	\$	-	

CONCLUSION

From January through December 2014 budget reprogrammings that met the reporting criteria occurred in the Aviation Operation and Maintenance Program, Aviation Capital Construction Program, and Aviation Capital, Operating, and Maintenance Investment Program.

The cumulative reprogramming totals are \$1,000,000 for the Aviation Capital, Operating, and Maintenance Investment Program with a net budget change of zero; \$4,342,521 for the Aviation Capital Construction Program with a net budget change of zero; and \$1,267,198 for the Aviation Operation and Maintenance Program with a net budget change of zero.

Prepared by:
Office of Finance
February 2015