

Finance Committee

Budget Reprogrammings
Quarter Ended December 31, 2011

February 2012

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 is zero.
- For the Quarter ended December 31, 2011, reprogrammings occurred within one of the Airports Authority's Budget programs, the Aviation Capital, Operating, Maintenance, and Investment Program.



Budget Reprogrammings Quarter Ended December 31, 2011

- **Aviation Capital, Operating and Maintenance Investment Program**

Reprogrammed From:

- “Environmental Compliance Program, DCA”	(\$100,000)
- “Vital Records Protection System Study, DCA”	(157,740)
- “Vital Records Protection System Study, IAD”	(158,750)
- “Air Service Domestic Incentive Program, IAD”	<u>(565,659)</u>
Total Reprogrammed	<u>(\$982,149)</u>

Reprogrammed To:

- “Environmental Compliance Program, IAD”	<u>\$982,149</u>
Funds were required to mitigate the Hydrant Fuel Line leak at IAD, for inspections of above-ground storage tanks, AeroTrain safety oversight, and miscellaneous hazardous clean up.	

**INFORMATION PAPER FOR THE
FINANCE COMMITTEE
BUDGET REPROGRAMMINGS FOR THE FOURTH QUARTER OF 2011
FEBRUARY 2012**

PURPOSE

This report is presented to the Finance Committee to report on budget reprogramming actions that occurred in the fourth quarter ended December 31, 2011. A summary of all the previous reported reprogrammings that met the reportable criteria in 2011 are 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, strategic initiatives, 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.

2011 FOURTH QUARTER REPROGRAMMING SUMMARY

The table below identifies reprogrammings that occurred in the fourth quarter ended December 31, 2011 which met the reporting criteria. Fourth quarter reprogrammings occurred in the Aviation Capital, Operating and Maintenance Investment Program totaling \$982,149 with a net change of zero.

No reprogrammings occurred in other Budget Programs that met the reporting criteria. No reprogrammings were proposed during the quarter ended December 2011 which met the criteria for Finance Committee advance approval.

Fourth Quarter 2011 Reprogramming							
October - December							
Aviation Capital, Operating & Maintenance Investment Program							
PROGRAM	PROJECT/SERVICE	LOCATION	AUTHORIZATION	REPROGRAMMING AMOUNT	TOTAL REVISED AMOUNT	EXPLANATION	
From	COMIP	Environmental Compliance Program	DCA	\$237,000	(\$100,000)	\$137,000	A portion of these funds were available to be used for reprogramming.
From	COMIP	Vital Records Protection System Study	DCA	\$159,000	(\$157,740)	\$1,260	The project is complete and the remaining funds in the budget were available to be used for reprogramming.
From	COMIP	Vital Records Protection System Study	IAD	\$159,000	(\$158,750)	\$250	The project is complete and the remaining funds in the budget were available to be used for reprogramming.
From	COMIP	Air Service Domestic Incentive Program	IAD	\$5,000,000	(\$565,659)	\$4,434,341	A portion of these funds were available to be used for reprogramming.
To	COMIP	Environmental Compliance Program	IAD	\$695,000	\$982,149	\$1,677,149	Additional funds were required for inspections of above-ground storage tanks, AeroTrain safety oversight, and miscellaneous hazardous clean up.
TOTAL				\$0			

2011 FIRST-THIRD QUARTER REPROGRAMMING SUMMARY

The tables below identify the reprogrammings which met the reporting criteria and occurred in the: first quarter ended March 2011; third quarter ended September 2011; and fourth quarter ended December 2011. There were no reprogrammings that met the reporting criteria in the second quarter ended June 2011.

First Quarter 2011 Reprogramming
January - March

Aviation Capital, Operating & Maintenance Investment Program

	PROGRAM	PROJECT/SERVICE	LOCATION	AUTHORIZATION	REPROGRAMMING AMOUNT	TOTAL REVISED AMOUNT	EXPLANATION
From	COMIP	Boat House Dredging	DCA	\$26,000	(\$20,000)	\$6,000	The project has been completed. A portion of the budget balance was reprogrammed.
To	COMIP	Electric Vehicle Charging Stations	DCA	\$0	\$20,000	\$20,000	This is a new project for the installation of Electric Vehicle Recharging Stations at Reagan National.
From	COMIP	ARFF* Station 303 Access Improvements	IAD	\$388,000	(\$23,000)	\$365,000	The project has been completed. A portion of the budget balance was reprogrammed.
To	COMIP	Electric Vehicle Charging Stations	IAD	\$0	\$23,000	\$23,000	This is a new project for the installation of Electric Vehicle Recharging Stations at Dulles International.
TOTAL					<u><u>\$0</u></u>		

*Airport Rescue and Fire Fighting (ARFF)

Second Quarter 2011 Reprogramming
April - June

There were no reprogrammings that met the reporting criteria in the second quarter ended June 2011.

Third Quarter 2011 Reprogramming
July - September

Renewal and Replacement Program

	PROGRAM	PROJECT/SERVICE	LOCATION	AUTHORIZATION	REPROGRAMMING AMOUNT	TOTAL REVISED AMOUNT	EXPLANATION
From	R&R	Bridge, Structures & Canopy Repairs	DTR	\$558,000	(\$500,000)	\$58,000	Funds were reprogrammed from this general project specifically for the New Bridge Pier for Beulah Rd.
From	R&R	Repair of Sound Walls	DTR	\$550,000	(\$200,000)	\$350,000	Funds were reprogrammed from this project for the urgent reconstruction of the New Bridge Pier for Beulah Rd.
To	R&R	New Bridge Pier for Beulah Road	DTR	\$0	\$700,000	\$700,000	This project was established for the emergency reconstruction of the bridge pier for Beulah Rd.
TOTAL					<u><u>\$0</u></u>		

Aviation Capital, Operating & Maintenance Investment Program

	PROGRAM	PROJECT/SERVICE	LOCATION	AUTHORIZATION	REPROGRAMMING AMOUNT	TOTAL REVISED AMOUNT	EXPLANATION
From	COMIP	ARFF* Station 303 Access Improvements	IAD	\$388,000	(\$250,000)	\$138,000	The remaining funds in the budget were available to be used for reprogramming.
To	COMIP	Hourly Parking Lot Bldg	IAD	\$0	\$250,000	\$250,000	This new project funds a portion of the construction of the replacement of the Hourly Parking Lot Building at IAD.
From	COMIP	Security Study & Infrastructure Improvements	DCA	\$745,000	(\$250,000)	\$495,000	This project has been completed. The remaining funds were reprogrammed to fund the design and construction of an additional lane at the South Pier Security Checkpoint.
To	COMIP	South Pier 7th Lane	DCA	\$0	\$250,000	\$250,000	The construction of a 7th lane at the South Pier Security Checkpoint will allow for a more efficient screening of passengers.
TOTAL					<u><u>\$0</u></u>		

*Airport Rescue and Fire Fighting (ARFF)

CONCLUSION

From January through December 2011 reprogrammings that met the reporting criteria occurred in the Dulles Corridor Renewal and Replacement Program and the Aviation Capital, Operating, and Maintenance Investment Program.

The cumulative reprogramming for the Dulles Corridor Renewal and Replacement Program was \$700,000 with a net change of zero.

In the Aviation Capital, Operating, and Maintenance Investment Program, the cumulative reprogramming total was \$1,525,149 with a net change of zero.

Prepared by:
Office of Finance
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