



Board Document

| OVERVIEW | | | |
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| PRESENTATION NAME | Approval of the WMATA FY2025 & FY2026 Amended Virginia State Operating Funding Agreement | DOCUMENT NO. | 300036 |
| ACTION OR INFORMATION | Action | | |
| STRATEGIC TRANSFORMATION PLAN GOAL | Regional opportunity and partnership; | | |
| RESOLUTION | Yes | | |
| EXECUTIVE OWNER | | | |
| EXECUTIVE TEAM OWNER | Olumide, Yetunde; | | |
| ORGANIZATION | Finance | | |
| DOCUMENT INITIATOR | Cheryl L. Bridges | | |
| OTHER INFORMATION | | | |
| COMMITTEE | Board Meeting (Consent) | COMMITTEE DATE | 5/15/2025 |
| PURPOSE/KEY HIGHLIGHTS | Staff will seek approval of a consent agenda item to modify the WMATA FY2025 & FY2026 Virginia State Operating Funding Agreement. The existing agreement with the Virginia Department of Rail and Public Transportation (DRPT) contains budget amounts based on the Proposed FY2026 Budget. Staff is requesting to modify the agreement to reflect \$76.7 million for FY2026 to ensure consistency with Approved FY2026 Operating Budget. The total contribution is \$136.4 million in general funds that will now all be provided in FY2025 but includes the DRPT obligation for FY2026. As referenced in the amended agreement, Virginia is also providing \$500,000 to WMATA as a reimbursable cost for a consultant for an operating budget efficiencies analysis. | | |



Board Document

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| DISCUSSION | Metro will coordinate with DRPT on amending the existing agreement to reflect the Approved FY2026 Operating Budget approved on April 10, 2025. |
| INTERESTED PARTIES | Virginia Department of Rail and Public Transportation (DRPT) |
| RECOMMENDATION/NEXT STEPS | Board approval to modify the WMATA FY2025 & FY2026 Virginia State Operating Funding Agreement. |
| FUNDING IMPACT | The original agreement was based on Metro's Proposed FY2026 Operating Budget, and this amendment aligns the agreement with the Approved FY2026 Operating Budget. |

PRESENTED AND ADOPTED: May 15, 2025

**SUBJECT: APPROVAL OF AMENDMENTS TO THE WMATA FY 2025 & FY 2026
VIRGINIA STATE OPERATING FUNDING AGREEMENT**

2025-16

**RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
WASHINGTON METROPOLITAN AREA TRANSIT AUTHORITY**

WHEREAS, Section 24 of the WMATA Compact requires the Board of Directors to adopt an annual operating budget; and

WHEREAS, The Virginia Department of Rail and Public Transportation ("DRPT") requires an agreement, the WMATA FY 2025 & FY 2026 Virginia State Operating Funding Agreement (the "Operating Funding Agreement"), for WMATA to receive additional operating subsidy funds provided in the Virginia state budget; and

WHEREAS, The Board approved the Operating Funding Agreement on November 21, 2024, with FY 2026 amounts based on the Proposed FY 2026 Operating Budget (Res. 2024-34); and

WHEREAS, DRPT has requested amendments to the Operating Funding Agreement based on WMATA's approved FY2026 Operating Budget and the Commonwealth's FY 2025-2026 Biennial budget which will require the application of funds received in FY 2025 to be applied to DRPT's obligation for WMATA's FY 2026 Operating Budget; and

WHEREAS, Staff recommends amending the Operating Funding Agreement to align with the approved FY 2026 Operating Budget;

NOW, THEREFORE, be it

RESOLVED, That the Board of Directors authorizes the General Manager and Chief Executive Officer or the Executive Vice President and Chief Financial Officer to amend the WMATA FY 2025 & FY 2026 Virginia State Operating Funding Agreement with the Virginia Department of Rail and Public Transportation from \$84.5 million to \$76.7 million for the FY 2026 payment obligation; and be it further

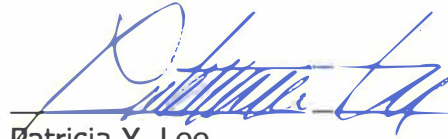
RESOLVED, That the Board of Directors directs staff to apply the \$76.7 million Virginia payment received in FY 2025 to Virginia's FY 2026 obligation; and be it finally

Motioned by Mr. Smedberg, seconded by Dr. Hadden Loh

Ayes: 8- Ms. Worth, Mr. Smedberg, Mr. McAndrew, Ms. Kline, Dr. Hadden Loh, Mr. Letourneau, Mr. Drummer and Ms. Martin-Proctor

RESOLVED, That in order to timely draw the funds provided for the WMATA FY 2025 & FY 2026 Operating Budget, this Resolution shall be effective immediately.

Reviewed as to form and legal sufficiency,



Patricia Y. Lee

Executive Vice President, Chief Legal Officer
and General Counsel

WMATA File Structure No.:

4.3.2. Jurisdictional Funding Agreements