



**Budget Committee**

**Board Information Item III-C**

**December 7, 2006**

**Reserve Remainder of Fiscal 2006  
Operating Budget Surplus to Operating  
Reserve**

PRESENTED AND ADOPTED:

SUBJECT: Add FY2006 Operating Surplus to Operating Reserve

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

WHEREAS, In Resolution 2003-50, the Board of Directors has previously established an Operating Budget Reserve equal to one percent (1%) of the current year Operating Budget; and

WHEREAS, That reserve is currently fully funded; and

WHEREAS, There is \$2.7 million surplus from FY2006 after taking into consideration the funding of the Metro Memorial Initiative; and

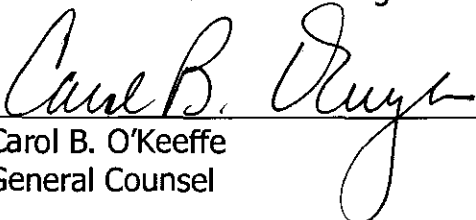
WHEREAS, That FY2006 surplus would be refunded to the local jurisdictions in accordance with the standard year end audit adjustment procedures; and

WHEREAS, It is currently forecast that the FY2007 Operating Budget will need to fully draw down the existing operating reserve for funding; now, therefore be it

*RESOLVED*, That the Board of Directors approves adding the FY2006 year end surplus to the operating reserve for use as an offset against the expected FY2007 Operating Budget deficit; and be it finally

*RESOLVED*, That this Resolution shall be effective immediately.

Reviewed as to form and legal sufficiency,

  
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Carol B. O'Keeffe  
General Counsel