



Finance Committee

Item II

March 23, 2017

Minutes of March 9, 2017

**Minutes
Finance Committee
March 9, 2017**



Mr. Goldman called the meeting to order at 10:32 a.m. Present were:

Committee Members

Mr. Michael Goldman, Chair	Mr. Malcolm Augustine
Mr. Tom Bulger, Vice-Chair	Mr. Christian Dorsey
Ms. Keturah Harley	Mr. Robert Lauby
Mr. Jim Corcoran	Mr. Leif Dormsjo
Mr. Corbett Price (via phone)	Ms. Kathryn Porter
Mrs. Catherine Hudgins	Mr. Paul Smedberg
Ms. Carol Carmody	

Mr. Goldman moved, seconded by Mrs. Hudgins, to amend the agenda to make the approval of the Capital Budget, the extension of the Capital Funding Agreement, and the authorization for debt issuance information items to be heard after the approval of the FY2018 Operating Budget. The agenda, as amended, was approved unanimously.

The minutes of the February 23, 2017, meeting were approved as submitted.

Action Items

A. Approval of FY2018 Operating Budget

Mr. Bulger moved, seconded by Mr. Augustine, for approval of the GM/CEO's revised FY2018 operating budget. A series of amendments to the revised proposal were then proposed. The amendments restored service on selected bus routes in each jurisdiction that had been identified for reduction or elimination and increased the proposed airport bus route fare:

- District of Columbia: Mr. Bulger moved, seconded by Mr. Dorsey, to strike the proposed elimination of Routes B8 and B9 (Ft. Lincoln Shuttle) and the modification of Route H6 (Ft. Lincoln Line). The amendment was approved unanimously.
- Virginia: Ms. Hudgins moved, seconded by Mr. Smedberg, to fully restore service on Routes 3T (Pimmit Hills) and 1C (Fair Oaks); to fully restore proposed reductions on Routes 16G, H, K (Columbia Pike Line) and Route 16X MetroExtra service; to partially restore or maintain service on Routes 18P (Burke Center), 28A (Leesburg Pike), 7W (Lincolnia-Pentagon), and 17B and 17M (Kings Park); and to increase the proposed airport bus route (5A and B30) fare to \$7.50 (\$3.75 for senior/disabled). The motion also indicated that once the financial impact of these proposed service restorations and fare changes has been determined, that the expense, revenue and subsidy implications be reflected in an updated budget, along

**Washington
Metropolitan Area
Transit Authority**

600 Fifth Street, NW
Washington, DC 20001
202/962-1234

By Metrorail:
Judiciary Square—Red
Line
Gallery Place-Chinatown—
Red, Green and
Yellow Lines
By Metrobus:
Routes D1, D3, D6, P6,
70, 71, 80, X2

*A District of Columbia,
Maryland and Virginia
Transit Partnership*

with an updated Title VI equity analysis for the Board's approval at the Board of Directors meeting on March 23, 2017. The amendment was approved unanimously.

- Maryland: Ms. Harley moved, seconded by Mr. Augustine, to fully restore service on Routes T14 (Rhode Island Ave-New Carrollton), F1 and F2 (Chillum Road), C8 (College Park-White Flint), and J1, 2, 3 (Bethesda-Silver Spring), and to continue to operate Routes J7 and J9 (I-270 Express) until October 2017. The amendment was approved unanimously.

All members voted aye on the amended main motion with the exception of Mr. Augustine, who voted no. The motion was approved as amended.

Information Items

A. Approval of FY2018-2023 CIP and CFA Extension

The Committee received information from staff on updates to the proposed FY2018-2023 capital program and the proposed one-year extension of the Capital Funding Agreement (CFA). The Committee deferred action on these items to the March 23, 2017, meeting.

B. Authorization for Debt Issuance

The Committee received information from staff on the request for authorization for Metro to:

- Refund up to \$220.5 million of outstanding 2009A and 2009B bonds to reduce interest cost, subject to market conditions;
- Issue Series 2017 Bonds in an amount not to exceed \$575.2 million in principal, 5 percent true interest cost, and up to 25 years final maturity; and
- Increase existing Lines of Credit (LOCs) from \$250 to \$350 million to ensure interim funding for accelerated capital costs and operating needs.

The Committee deferred action on this item to the March 23, 2017 meeting.

The meeting was adjourned at 11:55 a.m.