

GOVERNMENT OF THE DISTRICT OF COLUMBIA
OFFICE OF THE CHIEF FINANCIAL OFFICER



Glen Lee
Chief Financial Officer

January 23, 2026

The Honorable Muriel Bowser
Mayor of the District of Columbia
1350 Pennsylvania Avenue, NW
Washington, DC 20004

Dear Mayor Bowser:

I am pleased to present the District of Columbia's Annual Comprehensive Financial Report (ACFR) for the fiscal year (FY) ended September 30, 2025. In the face of unprecedented challenges in FY 2025, the District successfully closed its books, timely completed the financial audit, and reliably reported on its financial position and operating results.

CliftonLarsonAllen, LLP, independent certified public accountants, audited the FY 2025 ACFR, with the assistance of F.S. Taylor & Associates, PC (the Auditors). FY 2025 was the first year in which this combined team of independent auditing professionals conducted the District's annual financial audit.

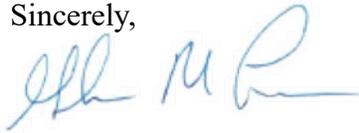
Based on the results of the audit procedures performed, the Auditors issued an unmodified (clean) opinion on the District's FY 2025 financial statements. Such an opinion indicates that the Auditors found no material misstatements or errors in the District's FY 2025 financial statements. This opinion is the 29th consecutive clean audit opinion the District has earned.

The core of the District's financial strength is its ability to properly execute millions of financial transactions annually and record those transactions appropriately. As with the past 28 years, District stakeholders and other users of these financial statements can be assured that the District's accounting practices are sound, and the information presented in the ACFR is reliable.

The District's reserve levels also provide insight into the health and stability of the city's finances. As of September 30, 2025, the District's liquidity funds (federally and locally mandated reserves) totaled \$2.2 billion. At this level, the District has the necessary resources to meet its routine obligations and continue operations for a period of at least 60 days during times of emergency or other unexpected events.

I would like to express my sincere gratitude to District financial staff, managers of District programs, and other stakeholders who partnered with us to ensure successful outcomes for the District. Using prudent financial management practices and sound decision-making, we worked collaboratively to achieve a clean audit opinion while successfully navigating the challenges faced in FY 2025.

Sincerely,

A handwritten signature in blue ink, appearing to read "Glen Lee". The signature is fluid and cursive, with the first name "Glen" and last name "Lee" clearly distinguishable.

Glen Lee