

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



Fitzroy Lee
Chief Financial Officer

February 22, 2022

The Honorable Muriel Bowser
Mayor of the District of Columbia
1350 Pennsylvania Avenue, NW, Suite 306
Washington, DC 20004

The Honorable Phil Mendelson
Chairman
Council of the District of Columbia
1350 Pennsylvania Avenue, NW, Suite 504
Washington, DC 20004

SUBJECT: Report of Variances between Actual Agency Expenditures and Obligations and Approved Spending Plans through the First Quarter of FY 2022

Dear Mayor Bowser and Chairman Mendelson:

Pursuant to D.C. Code §47-355.05(a), I am providing this summary report on the variances between actual agency expenditures and obligations and their approved spending plans through the first quarter of Fiscal Year 2022. This summary report is divided into two sections: the Operating Budget and the Capital Improvements Program. Each section includes observations of the Chief Financial Officer and Agency Fiscal Officers, jointly reported as “OCFO Observations.” The enclosed data reports similarly cover the Operating Budget and the Capital Improvements Program, and agencies in each report are grouped by Council committee, to comport with §47-355.05 (a-1).

A. Operating Budget

The enclosed report entitled First Quarter Planned Spending Compared to Actual Spending – Operating Budget includes a detailed comparison of each agency’s actual expenditures, obligations and commitments to their approved spending plan, by appropriated fund.

There are two types of anti-deficiency violations:

Type 1

Year-to-date expenditures, obligations, and commitments exceed their spending plans by more than the thresholds:

- a. Variance is greater than 5 percent, and/or
- b. Variance is greater than \$1 million.

The thresholds are defined in the Anti-Deficiency Act for determining possible anti-deficiency violations that the Chief Financial Officer refers to the Board of Review for Anti-Deficiency Violations (BRADV).

Type 2

The total spending plan is not aligned with the revised budget in SOAR, the District's system of record.

The enclosed report shows a "1" on rows in the next-to-last column labeled "Deficiency" for those agency appropriated funds that were considered a type 1 violation. The last column of the enclosed report labeled "SPIN" shows a "2" on rows of those agency appropriated funds that were considered a type 2 violation.

OCFO Observations

These observations are of spending and obligation patterns and steps being taken to assure spending remains within the approved budget.

The report covered 144 agencies; however, eight agencies are excluded because either SOAR is not their system of record, or it is not a budgetary agency. A total of 17 agencies had violations involving one or more funds each, as follows:

- The 17 agencies' actual expenditures, obligations, and commitments exceeded their spending plan by more than the threshold of \$1 million or 5 percent for one or more funds, a type 1 violation.
- There were no type 2 violation this quarter.

In all cases of violation, the OCFO reviewed corrective actions and confirmed that the actions were completed or in the process of being completed. All agencies expect their spending to remain within the approved budget by year-end.

The OCFO notified the BRADV of these findings and the corrective actions taken by the agencies.

B. Capital Improvements Program

The enclosed report entitled First Quarter FY 2022 Planned Capital Spending Compared to Actual Spending, by Agency and Project includes a detailed comparison of each agency's actual expenditures compared to their approved spending plan, by project rather than by appropriated fund. Otherwise, the format of the report and the variance calculations follow those of the Operating Budget.

OCFO Observations

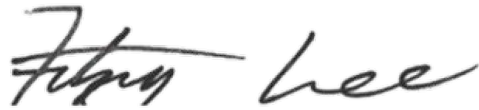
The report on the Capital Improvements Program covers 497 of the District's capital projects (which includes Highway Trust fund) across 32 agencies that had expenditures in the first quarter of FY 2022. The actual year-to-date expenditures, obligations, and commitments of 496 of the 497 projects were within their year-to-date approved spending plan or exceeded the spending plan by less than the threshold amounts.

For one capital project, the District Department of Transportation's South Capitol Street Garvee (SCG01A), the actual expenditures exceeded the spending plan amount by more than the 5 percent threshold at the end of the quarter. The project had not however, exceeded its life-to-date allotment budget at the end of the quarter.

The OCFO notified the BRADV of these findings and the corrective actions taken by the agencies.

Members of my staff are available to assist you with any questions about this report. For further information, please contact Eric M. Cannady, Deputy Chief Financial Officer for Budget and Planning, at 727-1239.

Sincerely,



Fitzroy Lee
Acting Chief Financial Officer

Enclosures

cc: Kevin Donahue, City Administrator
Jennifer Reed, Director, Office of Budget and Performance Management, Office of the City Administrator
Jennifer Budoff, Budget Director, Council of the District of Columbia
Angell Jacobs, Deputy Chief Financial Officer and Chief of Staff, Office of the Chief Financial Officer
David Tseng, General Counsel, Office of the Chief Financial Officer
Eric M. Cannady, Deputy Chief Financial Officer, Office of Budget and Planning
Carmen Pigler, Deputy Chief Financial Officer and Treasurer
Kimberly Williams, Deputy Chief Financial Officer, Office of Financial Operations and Systems
Associate Chief Financial Officers

Operating Budget:
1st Qtr Planned Spending
Compared to Actual Spending
(as of December 31, 2021)

****Unaudited and Unadjusted****

Capital Budget:

1st Qtr Planned Spending Compared to Actual Spending by Agency & Project

(as of December 31, 2021)

First Quarter FY 2022 Planned Capital Spending Compared to Actual Spending, by Agency and Project
Total Projects: 497

Committee	Owner Agency	Project No	Name	(YTD) Approved Spending Plan	(YTD) Actual Activity	Variance	Percent Variance	1= Reportable Variance
Committee on Transportation and the Envir	KA0	ZU066A	DISTRICT GODCGO	2,958,525	245,688	2,712,837	91.7%	
Committee on Transportation and the Envir	KA0	ZU069A	SIDEWALK CONSTRUCTION	1,316,566	304,126	1,012,440	76.9%	
Committee on Transportation and the Envir	KA0	ZU070A	SCHOOL AREA PLANNING ASSISTANCE	128,244	597	127,647	99.5%	
Committee on Transportation and the Envir	KA0	ZU071A	ROCK CREEK PARK TRAIL	18,245,166	2,411,197	15,833,969	86.8%	
Committee on Transportation and the Envir	KA0	ZU072A	BICYCLE AND PEDESTRIAN EDUCATION	419,680	68,801	350,879	83.6%	
Committee on Transportation and the Envir	KA0	ZU073A	FRIENDS OF KENILWORTH AQUATIC GARDENS	3,897	74	3,823	98.1%	
Committee on Transportation and the Envir	KA0	ZU074A	COMMUTER CONNECTIONS PROGRAM	102,732	267	102,465	99.7%	
Committee on Transportation and the Envir	KA0	ZU075A	STUDENT CONSERVATION ASSOCOATION	44,410	8,053	36,357	81.9%	
Committee on Transportation and the Envir	KA0	ZU076A	DC FLAP DOT STUDY	55,040	0	55,040	100.0%	
Committee on Transportation and the Envir	KA0	ZU077A	LIVING CLASSROOMS OF THE NATIONAL CAPITA	300,255	57,885	242,370	80.7%	
Committee on Transportation and the Envir	KA0	ZU078A	2020(025) SCHOOL AREA PLANNING ASSITANCE	296,978	82,955	214,023	72.1%	
Committee on Transportation and the Envir	KA0	ZU079A	2021(003) COMMUTER CONNECTIONS PROGRAM	312,470	0	312,470	100.0%	
Committee on Transportation and the Envir	KA0	ZU080A	CMAQ - 2022(001) COMMUTER CONNECTIONS PR	89,286	60,534	28,752	32.2%	
Committee on Transportation and the Envir	KA0	ZUT10A	CM-8888(271)SOUTH CAPITOL STREET TRAIL	211,294	5,536	205,758	97.4%	
KT0-DEPARTMENT OF PUBLIC WORKS								
Committee on Transportation and the Envir	KT0	CNGFSC	CNG FUELING SITE UPGRADE	1,269,432	201,752	1,067,680	84.1%	
Committee on Transportation and the Envir	KT0	FLW02C	DPW - FLEET VEHICLES > \$100K	17,351,153	197,256	17,153,897	98.9%	
Committee on Transportation and the Envir	KT0	FLW03C	DPW - FLEET VEHICLES > \$50K	2,068,453	62,915	2,005,538	97.0%	
Committee on Transportation and the Envir	KT0	FLW04C	DPW - FLEET VEHICLES < \$50K	2,597,436	0	2,597,436	100.0%	
Committee on Transportation and the Envir	KT0	FM605C	MECHANICS SHOP	1,072,392	277,157	795,235	74.2%	
Committee on Transportation and the Environment								
KG0-DEPARTMENT OF ENERGY AND ENVIRONMENT								
Committee on Transportation and the Envir	KG0	BAG04C	WATERWAY RESTORATION	250,000	0	250,000	100.0%	
Committee on Transportation and the Envir	KG0	CHB01C	CHESAPEAKE BAY IMPLEMENTATION - CAPITAL	50,000	0	50,000	100.0%	
Committee on Transportation and the Envir	KG0	CWC01C	CLEAN WATER CONSTRUCTION MANAGEMENT	1,556,013	192,105	1,363,908	87.7%	
Committee on Transportation and the Envir	KG0	ENV01C	NONPOINT SOURCE EPA - CAPITAL	167,183	0	167,183	100.0%	
Committee on Transportation and the Envir	KG0	HMRHMC	HAZARDOUS MATERIAL REMEDIATION - DOE	4,674,069	526,292	4,147,777	88.7%	
Committee on Transportation and the Envir	KG0	SAWRNC	STREAM AND WETLAND RESTORATION	460,000	20,078	439,922	95.6%	
Committee on Transportation and the Envir	KG0	SWM05C	STORMWATER RETROFIT IMPLEMENTATION	4,334,145	462,738	3,871,407	89.3%	