



**Finance, Administration and Oversight Committee**

**Information Item III-A**

**April 10, 2008**

**Fiscal End-of-Year Operating Expenditures  
Trend**

**Washington Metropolitan Area Transportation Authority  
Board Action/Information Summary**

<input type="checkbox"/> Action <input checked="" type="checkbox"/> Information	MEAD Number:	Resolution: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
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**PURPOSE**

To present the Board of Directors a review of spending trends since FY04, with particular emphasis on spending patterns towards the end of the fiscal year.

**DESCRIPTION**

Quarterly spending trends since FY04 are examined and trends presented by account. End-of-year operating expenditures more pronounced in non-personnel categories, but trends have improved over the years, and FY07 shows considerable improvement over previous years.

**NEXT STEPS**

Continue to monitor spending to maintain discipline in this area.



# Fiscal End-of-Year Operating Expenditures Trend

*Presented to the Board of Directors:*

**Finance, Administration and Oversight  
Committee**

April 10, 2008





# Spending Trends

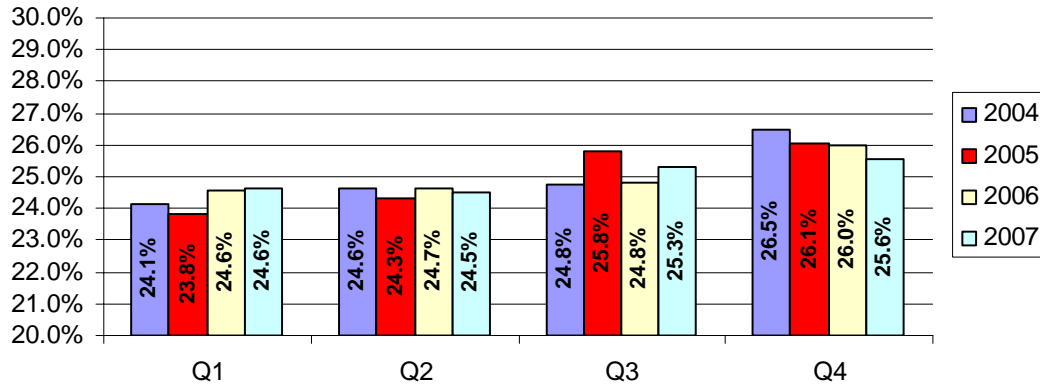
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- As part of the FY09 budget review, the Committee requested review of fiscal spending trends, specifically towards the end of the fiscal year.



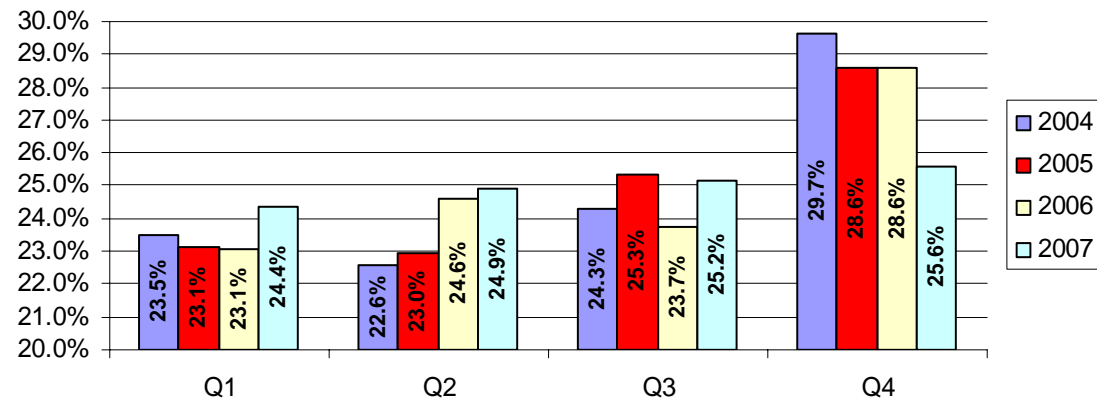
# Quarterly Spending Trends

Expense History  
All Accounts



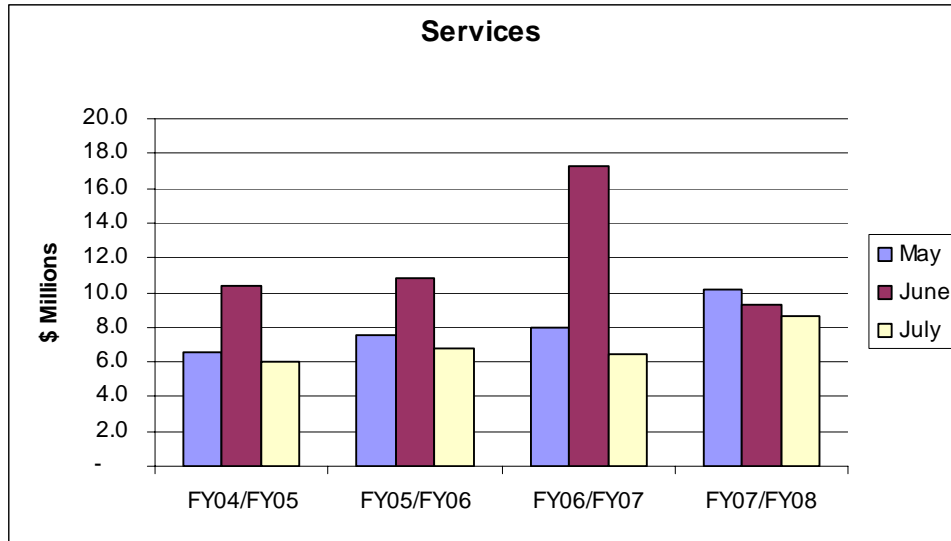
- The trend is more pronounced in non-personnel.
- Trend is improving over time, and shows marked improvement on FY07.

Expense History  
Non-Personnel Only



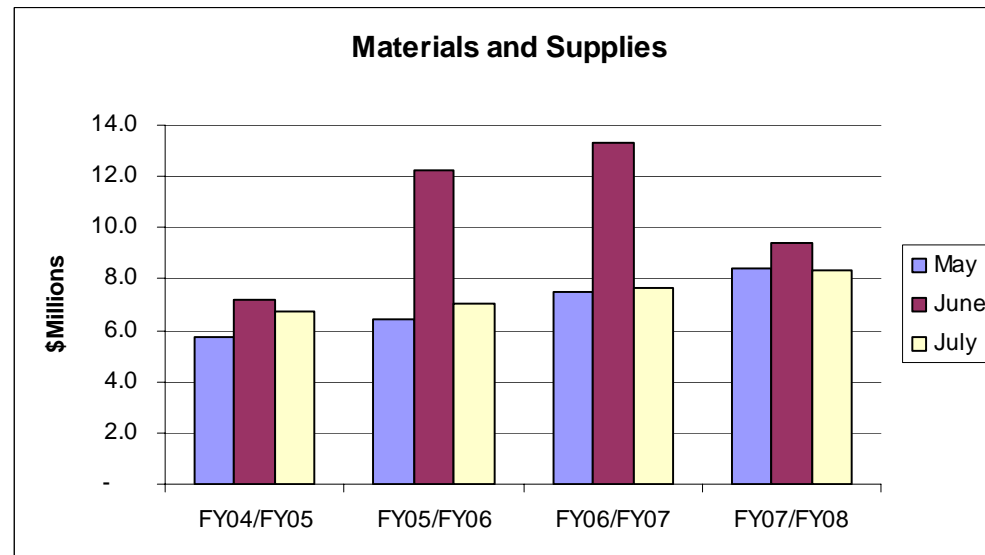


# Three Month Spending Trends



- **Note: June 05 and June 06 include inventory write offs of \$3M and \$1M respectively.**

- **Approval and selection process for P&T contracts very time consuming**
- **Delayed or late invoices**
- **Note: June 06 services total included a \$4M year-end accounting adjustment in ADA contract.**





# Conclusions

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- The trend is flattening out – more than anything due to better accounting and better discipline in the field
- No evidence of end-of-year spending spree