

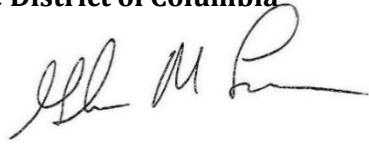
Government of the District of Columbia
Office of the Chief Financial Officer



Glen Lee
Chief Financial Officer

MEMORANDUM

TO: The Honorable Phil Mendelson
Chairman, Council of the District of Columbia

FROM: Glen Lee
Chief Financial Officer 

DATE: August 31, 2026

SUBJECT: Fiscal Impact Statement – Fiscal Year 2027 Income Tax Secured Revenue Bond, General Obligation Bond and General Obligation and Income Tax Secured Bond Anticipation Note Issuance Authorization Emergency Approval Resolution of 2026

REFERENCE: Draft resolution as provided to the Office of Revenue Analysis on August 27, 2026

Conclusion

Funds are sufficient in the revised fiscal year 2026 budget and the fiscal year 2027 through fiscal year 2030 budget and financial plan to implement the resolution.

Background

The resolution authorizes the District to issue and sell tax-exempt and taxable income tax secured revenue bonds, general obligation bonds, and general obligation bond anticipation notes in the combined amount of approximately \$2.03 billion in fiscal year 2027. The District will use proceeds of the bonds to fund the capital projects outlined in the resolution, as well as the costs and expenses associated with the bond issuance and sales, to the extent allowable under District laws.

The District's proposed fiscal year 2027 through fiscal year 2032 Capital Improvements Plan (CIP) includes \$5.46 billion in planned borrowing from general obligation bonds and income tax secured revenue bonds.¹ The Chief Financial Officer decides to issue various types of bonds depending on

¹ See Table CA-3 in the District of Columbia FY 2027 – FY 2032 Capital Improvements Plan (budget book Volume 5) for a breakdown of capital funding sources. (<https://cfo.dc.gov/page/annual-operating-budget-and-capital-plan>).

The Honorable Phil Mendelson

FIS: "Fiscal Year 2027 Income Tax Secured Revenue Bond, General Obligation Bond and General Obligation and Income Tax Secured Bond Anticipation Note Issuance Authorization Emergency Approval Resolution of 2026," Draft Resolution as provided to the Office of Revenue Analysis on August 27, 2026.

market conditions at the time of issuance. The resolution will authorize funding towards the fiscal year 2027 portion of the CIP.

The District of Columbia Home Rule Act² permits proceeds from notes or bonds issued by the District of Columbia to be used for:

- Payment of the cost of acquiring, undertaking, or refinancing capital projects;
- The reimbursement of capital project funding temporarily advanced from the General Fund , any enterprise fund, or other fund or account of the District;
- The refunding of outstanding debt, including, but not limited to, any Treasury advances and any notes issued pursuant to section 475 of the Home Rule Act; and
- The payment of the costs and expenses of preparation, execution, issuance, sale, or delivery of, or security for, the bonds and notes, including the payments of contracts or agreements necessary and appropriate for issuing and delivering the bonds.

Financial Plan Impact

Funds are sufficient in the revised fiscal year 2026 budget and the fiscal year 2027 through fiscal year 2030 budget and financial plan to implement the resolution. The \$2.03 billion additional borrowing authorized by the resolution is consistent with the planned capital expenditures in the District's proposed fiscal year 2027 through fiscal year 2031 CIP.

² Approved December 24, 1973 (87 Stat. 774; D.C. Official Code § 1-201.01 et seq.).