

BEFORE THE  
WASHINGTON METROPOLITAN AREA TRANSIT COMMISSION

WASHINGTON, D. C.

ORDER NO. 714

IN THE MATTER OF:

Determination of D. C. Real Estate )	Served June 2, 1967
Tax Exemption for D. C. Transit )	
System, Inc., as Required by Public)	
Law 84-757, for the Real Estate )	
Taxes Assessed July 1, 1966. )	

Public Law 84-757, approved July 24, 1956, which granted a franchise to D. C. Transit System, Inc., provides in Sec. 9(g)(1):

. . . the Corporation shall not be required to pay real estate taxes upon any real estate owned by it in the District of Columbia and used and useful for the conduct of its public transportation operations to the extent that the Commission has determined under such rules and regulations as it may issue that the Corporation's net operating income in the previous year was insufficient, after giving effect to the tax relief provided in the preceding subsections /D. C. Motor Vehicle Fuel Tax Exemption/ to afford it a 6-1/2 per centum rate of return.

In compliance with the above, the Commission has made a determination regarding the exemption of D. C. Transit System, Inc., from D. C. real estate taxes. The pertinent calculations and detailed supporting schedules of real estate taxes appear in Exhibits A and B attached.

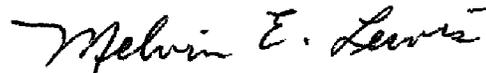
Findings and Notification to the Commissioners  
of the District of Columbia

The Washington Metropolitan Area Transit Commission in its Order No. 713 served June 2, 1967, certified to the Commissioners of the District of Columbia that the net operating revenue for the twelve-month period ended August 31, 1965 ("the previous year"), after giving

effect to the D. C. Motor Vehicle Fuel Tax exemption certified in such Order, was \$1,870,185.81. This is "insufficient . . . to afford . . . a 6-1/2 per centum rate of return," by \$214,616.63.

D. C. Transit System, Inc., accordingly, qualifies for exemption from real estate taxes assessed July 1, 1966, on "real estate owned by it in the District of Columbia and used and useful for the conduct of its public transportation operations," per Exhibits A and B, attached, in the amount of \$160,065.08.

FOR THE COMMISSION:



MELVIN E. LEWIS  
Executive Director

DETERMINATION OF EXEMPTION OF D. C. TRANSIT SYSTEM, INC.,  
 FROM D. C. REAL ESTATE TAXES ASSESSED JULY 1, 1966,  
 BASED ON FINANCIAL RESULTS OF THE CORPORATION'S  
 FISCAL YEAR ENDED AUGUST 31, 1965

Gross Operating Revenues, as certified in WMATC Order No. 713, Public Law 84-757, Section 9(b)(1).	\$32,073,883.70
Gross Operating Revenues multiplied by 6-1/2 percent. Public Law 84-757, Section 9(b)(1).	\$2,084,802.44
Net Operating Revenues, after giving effect to the D. C. Motor Vehicle Fuel Tax exemption certified in WMATC Order No. 713, Public Law 84-757, Section 9(g)(1).	\$1,870,185.81
Amount by which Net Operating Revenues are "insufficient . . . to afford . . . a 6-1/2 per centum rate of return."	\$214,616.63
D. C. Real Estate Tax exemption for which D. C. Transit System, Inc., qualifies. Per Exhibit B, Sheet 2.	\$160,065.08

D. C. TRANSIT SYSTEM, INC.

Property on Books at June 30, 1966 <u>Location</u>	<u>Original Cost</u>		<u>D. C. Real Estate Taxes Assessed July 1, 1966</u>	
	<u>Land</u>	<u>Buildings</u>	<u>Exempt</u>	<u>Non-Exempt</u>
<u>Operating Property</u>				
<u>in D. C.:</u>				
6th & Bladensburg Road	\$ 823,167.90	\$2,715,545.02	\$ 49,753.10	
New Bladensburg Division	1,220,665.30	-0-	14,143.14	
Eastern Garage	74,866.84	326,640.59	14,115.68	
Trinidad Garage	40,730.28	234,557.54	8,791.74	
Western Garage	10,793.98	352,172.17	21,112.38	
Northern Garage	54,416.50	890,514.31	23,149.52	
Southeastern Garage	83,586.76	349,938.21	10,172.20	
Brookland Garage	103,659.48	397,974.92	12,571.78	
Platforms and Stop Signs		17,573.22		
Heavy Chase Terminal	26,201.79	33,431.71	2,933.78	
Rock Creek Loop	12,729.66	8,878.25	1,018.38	
Marney Circle Terminal		19,684.13		
14th and Monroe Terminal	21,034.10		452.74	
4th and Colorado Terminal	18,393.75	15,388.16	1,182.62	
2th and Quincy Terminal	20,599.13	7,075.96	389.88	
2nd and Dix Terminal	6,692.59		278.14	
Work in Process		450,940.99		
<u>Outside D. C.:</u>				
Wisconsin Avenue Terminal	24,797.90	27,411.09		
W. Rainier Terminal	31,541.21	15,499.76		
Wosslyn Loop		4,963.09		
East Pleasant Loop		8,104.92		
Silver Spring Transit Center		33,517.85		
Lightseeing Sales Offices		15,064.02		
Total Operating Property	<u>2,573,877.17</u>	<u>5,924,875.91</u>		
<u>Non-Operating Property</u>				
<u>in D. C.:</u>				
Race Street Shop	11,294.39	152,903.15		\$10,234.00
Lights of Way, Benning	175.06			5.32
3th and D Streets, N. E.	976.32			73.52
Kingston Place Rights of Way	4,300.85			267.78
Robin John Rights of Way	80,146.42			6,075.00
4th and V Streets, N. W.	9,038.23	16,835.55		722.96

D. C. TRANSIT SYSTEM, INC.

Property on Books at June 30, 1966 <u>Location</u>	Original Cost		D. C. Real Estate Taxes Assessed July 1, 1966	
	<u>Land</u>	<u>Buildings</u>	<u>Exempt</u>	<u>Non-Exempt</u>
<u>Non-Operating Property</u>				
In D. C.: (cont'd.)				
General Office Building	\$ 44,126.91	\$1,593,141.43		\$29,211.30
Parking Area - 36th and M	579.48			911.26
Miscellaneous Non-Operating Equipment and Work in Process		62,092.97		
<u>Outside D. C.:</u>				
Land, Miscellaneous Parcels	23,190.08			
Miscellaneous Equipment and Roadway		31,912.18		
Total Non-Operating Property	173,827.74	1,856,885.28		
TOTAL OPERATING AND NON- OPERATING PROPERTY (as reconciled with books, below)				
	<u>\$2,747,704.91</u>	<u>\$7,781,761.19</u>		
TOTAL D. C. REAL ESTATE TAXES			<u>\$160,065.08</u>	<u>\$47,501.14</u>
<u>Reconciliation with Books:</u>				
Balances per Books at June 30, 1966:				
Land: a/c 502-Operating	\$2,573,877.17			
a/c 504-01-Non-Operating	173,827.74			
Building: a/c 504-01-02-03-04- 05-06-07-08, 505-00		\$5,473,934.92		
a/c 401-02-Work in Process-Operating		450,940.99		
a/c 404-01-Non- Operating		1,826,538.46		
a/c 404-02-Work in Process-Non- Operating		30,346.82		
TOTALS, Per Books June 30, 1966	<u>\$2,747,704.91</u>	<u>\$7,781,761.19</u>		