

GOVERNMENT OF THE DISTRICT OF COLUMBIA
Office of the Chief Financial Officer

Natwar M. Gandhi
Chief Financial Officer



MEMORANDUM

TO: The Honorable Linda W. Cropp
Chairman, Council of the District of Columbia

FROM: Natwar M. Gandhi
Chief Financial Officer

DATE: March 17, 2003

SUBJECT: Fiscal Impact Statement: "DCRA Notice of Proposed
Rulemaking- Chapter 4, Title 16 DCMR, Licensing Fees"

REFERENCE: Draft Legislation - No Resolution Number Available

Conclusion

Funds are sufficient in the proposed FY 2003 through FY 2006 budget and financial plan to implement the proposed regulations. **Implementing the proposed regulations would generate an estimated \$100,375 per year that will be deposited into the Department of Consumer and Regulatory Affairs' licensing fund, which is an existing non-lapsing O-type fund.**

Background

The "DCRA Notice of Proposed Rulemaking- Chapter 4, Title 16 DCMR, Licensing Fees" establishes, by regulation, new licensing fees, including: \$163 per year for a towing vehicle license; \$150 per year for a towing service storage lot license; and \$775 per year for a towing business license. In addition, the proposed regulation establishes a \$25 fee for replacing a lost or damaged license. The purpose of the new fees is to raise revenues needed for implementation of the new towing regulations proposed by the Department of Consumer and Regulatory Affairs (DCRA). (A fiscal impact statement on PR15-0053 dated March 3, 2003 addresses the implementation of the towing regulations.)

Financial Plan Impact

According to DCRA estimates, the new fees proposed in the "DCRA Notice of Proposed Rulemaking- Chapter 4, Title 16 DCMR, Licensing Fees" will generate approximately \$100,375 annually. These revenues will be used to offset the cost of implementing the new towing regulations, estimated at \$100,000 per year by DCRA.

FY 2003	FY 2004	FY 2005	FY 2006	TOTAL
\$100,375	\$100,375	\$100,375	\$100,375	\$401,500