

**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: OCT 30 2006

SUBJECT: Fiscal Impact Statement: "Nonprofit Organizations Oversight Improvement Act of 2006"

REFERENCE: Bill 16-759 As Introduced

Conclusion

Funds are sufficient in the FY 2007 through FY 2010 budget and financial plan submitted to Congress to implement the provisions of the proposed legislation. No additional staff or resources will be required.

Background

The proposed legislation amends Titles 29 (Corporations), 44 (Charitable and Curative Institutions), and 28 (Commercial Instruments and Transactions) of the District of Columbia Official Code to facilitate investigations by the District of Columbia Office of the Attorney General of possible violations of laws governing nonprofit corporations. Specifically, the proposed legislation would provide alternatives to dissolution, such as receivership, in cases involving nonprofit organizations acting contrary to established nonprofit purposes, would permit the Office of the Attorney General to issue subpoenas in the investigation of nonprofit organizations, and would eliminate the exemption of nonprofit organizations from the Consumer Protection Procedures Act.

Financial Plan Impact

Funds are sufficient in the FY 2007 budget and financial plan to implement the proposed legislation. Any costs resulting from enactment of the legislation can be absorbed by agency appropriations.