

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



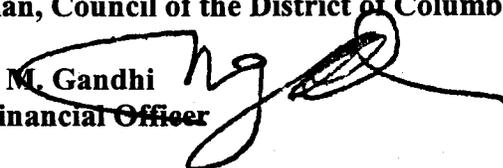
2007 MAR 22 PM 2:42

Natwar M. Gandhi  
Chief Financial Officer

CHAIRMAN GRAY

**MEMORANDUM**

**TO:** The Honorable Vincent C. Gray  
Chairman, Council of the District of Columbia

**FROM:** Natwar M. Gandhi   
Chief Financial Officer

**DATE:** MAR 22 2007

**SUBJECT:** Fiscal Impact Statement: "Solid Waste Disposal Fee  
Amendment Act of 2007"

**REFERENCE:** Bill Number 17-103 as Introduced

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**Conclusion**

The proposed legislation will have no impact on the District's budget and financial plan. Implementing the provisions of the proposed legislation will require no additional staff or resources.

**Background**

The proposed legislation establishes the Solid Waste Disposal Fee Special Account which will be a non-lapsing, non-reverting, non-tax revenue account for the purpose of collecting solid waste disposal and solid waste transfer fees. Monies collected by the account will be used to defray the expenses for operating, maintaining and improving the District's solid waste transfer facilities. In addition, monies collected will be used to dispose of the solid waste delivered to the facility.

The proposed legislation also authorizes that changes in fees due to fuel costs, or other reasons, under contracts that have been approved by the Council may be made without additional review by the Council and upon publication in the D.C. Register.

### **Financial Plan Impact**

Funds are sufficient in the FY 2007 through FY 2010 budget and financial plan to implement the provisions of the proposed legislation. The proposed legislation will have no negative impact on the District's budget and financial plan.

Actual revenue collected in FY 2004 was approximately \$1.36 million and in FY 2005 it was approximately \$1.40 million. However, because of closed or displaced privately-owned transfer stations, District haulers are now bringing their matter to government operated facilities. Current collections have exceeded \$3.9 million and may achieve \$5.4 million before the end of the fiscal year. This is the first full year reflecting the increase in both collections and operational burdens.

The FY 2008 budget and financial plan was developed reflecting \$7.1 million. The table in figure 1 indicates \$7.1 million in collections each year with the understanding that government operated waste transfer business has not stabilized at the time of the execution of this document and the figures are the agency's best estimates.

*Figure 1.*

<b>Estimated Revenue Impact to the Financial Plan</b>				
<b>FY 2008</b>	<b>FY 2009</b>	<b>FY 2010</b>	<b>FY 2011</b>	<b>4-Year Total</b>
\$7.1	\$7.1	\$7.1	\$7.1	\$28.4