

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



Natwar M. Gandhi
Chief Financial Officer

MEMORANDUM

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

FROM: Natwar M. Gandhi
Chief Financial Officer

DATE: SEP 14 2007

SUBJECT: Fiscal Impact Statement: "Extension of Time to Dispose of Certain Real Property in Wards 1, 2, and 6 Amendment Act of 2007"

REFERENCE: Draft Legislation to be Introduced – No Number Available

Conclusion

Funds are sufficient in the FY 2007 budget and the proposed FY 2008 through FY 2011 budget and financial plan to implement the proposed legislation.

Background

On November 5, 2005, the Council approved the real property disposition of 18 small and sliver parcels located in Wards 1, 2 and 6 owned by the RLA Revitalization Corporation (RLARC). The proposed legislation gives authority to the Mayor to dispose of these 18 parcels and sets an expiration date of November 5, 2008 for the disposition of the parcels.

Pursuant to the National Capital Revitalization Corporation and Anacostia Waterfront Corporation Reorganization Clarification Emergency Act of 2007 (D.C. Law 17-71), the National Revitalization Corporation Act of 1998 (D.C. Code §§2-1219 *et.seq.*), as amended will be repealed. Legal and equitable title to all real property of NCRC/RLARC is required to be transferred to the District, effective October 1, 2007.

The 2008 assessed value of the 18 parcels totals \$10,784,880. The proposed legislation does not include any information regarding land disposition agreements for the parcels, including the

amount that the District expects to be paid for the dispositions. If the District disposes of the parcels for less than the appraised value, there would be a negative impact on the value of the total assets held by the District. The value of District assets is not in the budget and financial plan, so a reduction does not directly impact the budget financial plan.

Financial Plan Impact

Funds are sufficient in the FY 2007 budget and the proposed FY 2008 through FY 2011 budget and financial plan to implement the proposed legislation.