

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

CHAIRMAN GRAY

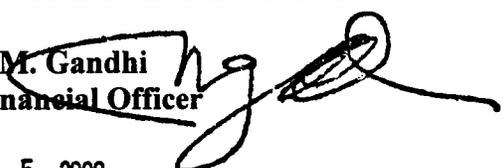
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Natwar M. Gandhi  
Chief Financial Officer

MEMORANDUM

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

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

**DATE:** MAY 5 2008

**SUBJECT:** Fiscal Impact Statement: "Energy-Efficient Appliance Tax Holiday Act of 2008"

**REFERENCE:** Bill Number 17-701

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**Conclusion**

The costs of the proposed legislation have not been incorporated into the FY 2009 through FY 2012 budget and financial plan. The proposed legislation would reduce revenue to the District of Columbia by \$14,000 in FY 2009 and \$63,000 in the FY 2009 through FY 2012 budget and financial plan period.

**Background**

The proposed legislation would amend D.C. Official Code § 47-2005 to establish a Friday-through-Monday sales tax holiday in the District for sales of energy-efficient appliances, for fiscal years 2009 through 2018. The period of sales tax exemption for qualified purchases would begin on the last Friday in September and end on the following Monday.<sup>1</sup> Qualifying appliances would have to meet the energy star efficiency standards established by the U.S. Environmental Protection Agency and the U.S. Department of Energy.

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<sup>1</sup> The holiday would be four full days, starting at 12:01 a.m. on Friday and ending at 11:59 p.m. on the following Monday.

### **Financial Plan Impact**

The proposed legislation would result in reduced revenue to the District of Columbia of \$14,000 in FY 2009 and \$63,000 in the FY 2009 through FY 2012 budget and financial plan period. These revenue reductions have not been incorporated into the FY 2009 through FY 2012 budget and financial plan.

<b>Estimated Impact to the Financial Plan of B17-701 Energy-Efficient Appliance Tax Holiday Act of 2008</b>					
<b>(\$ in 000s)</b>					
<b>Item</b>	<b>FY 2009</b>	<b>FY 2010</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>4 – Year Total</b>
Reduced Revenue Collections	-\$14	-\$15	-\$16	-\$17	-\$63