

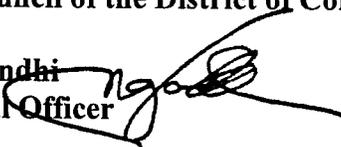
**Government of the District of Columbia
Office of the Chief Financial Officer**



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: June 4, 2008

SUBJECT: Fiscal Impact Statement: "New Communities Initiative Bond Issuance Approval Resolution of 2008" (Revised to Make a Technical Correction)

REFERENCE: Draft Legislation – Bill Number Not Available

Conclusion

Funds are sufficient in the FY 2008 budget and the proposed FY 2009 through FY 2012 budget and financial plan to implement the proposed legislation. The proposed legislation has no net fiscal impact.

Background

The proposed resolution would approve the Barry Farm/Park Chester/Wade Road Redevelopment Plan, Lincoln Heights/Richardson Dwellings Redevelopment Plan, and the Park Morton Redevelopment Plan and the areas covered by the Redevelopment Plans as part of the New Communities Initiative.

The proposed resolution would also approve the issuance of bonds in support of the New Communities Initiative, pursuant to the Housing Production Trust Fund Act of 1988, provided the annual debt service on the bonds does not exceed \$10,000,000 and provided the annual debt service on the aggregate principal amount of the bonds issued pursuant to the proposed resolution and the annual debt service on the bonds issued pursuant to the Northwest One/Sursum Corda Cooperative Approval Resolution of 2006 will not exceed \$16,000,000. This bond issuance would be used to aid in the implementation of the

Barry Farm/Park Chester/Wade Road Redevelopment Plan, Lincoln Heights/Richardson Dwellings Redevelopment Plan, and the Park Morton Redevelopment Plan.

The District's FY 2008 Budget Support Act of 2007 authorized the amendment of the Housing Production Trust Fund Act of 1988 to approve the issuance of bonds in support of New Communities projects, provided that annual debt service does not exceed \$16,000,000.

Financial Plan Impact

Because funds to pay debt service are included in the FY 2008 Budget and the proposed FY 2009 through FY 2012 budget and financial plan, funds are sufficient to approve the legislation.