

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

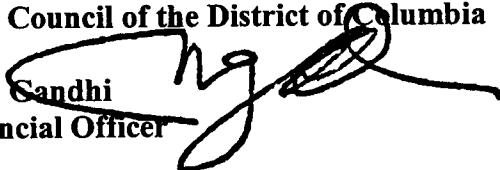


Natwar M. Gandhi
Chief Financial Officer

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MEMORANDUM

TO: The Honorable Linda W. Cropp
Chairman, Council of the District of Columbia

FROM: Natwar M. Gandhi 
Chief Financial Officer

DATE: SEP 20 2005

SUBJECT: Fiscal Impact Statement: "Use of Pay-Go (Pay-As-You-Go) Funds for the Department of Corrections Health Services Contract Emergency Approval Resolution of 2005"

REFERENCE: Draft Resolution to be Introduced – No Number Available

Conclusion

Funds are sufficient in the FY 2006 through FY 2009 budget and financial plan to implement the provisions of the proposed resolution. No additional staff or resources will be required.

Background

The District's FY 2006 budget¹ established criteria for spending a portion of the District's \$12.46 million FY 2006 Contingency Funding. Notification by the Mayor, certification by the District's Chief Financial Officer, and disclosure of the purpose for expending these funds are required. The Chairman of the Council will circulate the request. The request is deemed approved after 14 calendar days barring no objection or disapproval. Objections or disapprovals may be made through written notice to the Secretary of the Council or orally during a meeting of the Council during the 14-day circulation period. Only specific agencies or District operations are eligible, and there are statutory funding level limitations.

¹ Bill 16-200, Act 16-166 "Fiscal Year 2006 Budget Support Act of 2005," Title I, Subtitle C; enacted July 26, 2005.

The proposed resolution would approve on an emergency basis the use of \$2,027,940 for a contract for health services administered and overseen by the Department of Corrections (DoC). The statutory limitation for DoC is \$5,964,801.

Financial Plan Impact

Funds are sufficient in the FY 2006 through FY 2009 budget and financial plan. The funding request is within statutory limitations and \$3,936,861 would remain available for DoC for future Pay-As-You-Go eligible purposes.