

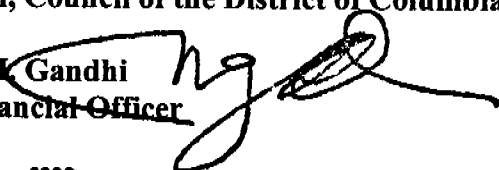
**Government of the District of Columbia
Office of the Chief Financial Officer**



Natwar M. Gandhi
Chief Financial Officer

MEMORANDUM

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

FROM: Natwar M. Gandhi 
Chief Financial Officer

DATE: MAY 22 2006

SUBJECT: Fiscal Impact Statement: "Northwest One/Sursum Corda
Protection, Preservation and Production Act of 2006"

REFERENCE: Draft Legislation

Conclusion

Funds are sufficient in the FY 2006 budget and the Mayor's proposed FY 2007 – 2010 budget and financial plan to enact the "Northwest One/Sursum Corda Cooperative Approval Resolution of 2006". Funding for specific activities to implement the Northwest One Redevelopment Plan referenced in the resolution will require separate Council action and approval.

Background

The proposed legislation would approve the Mayor's Northwest One Redevelopment Plan, as described in separate planning documents, that will create over 1,000 new units of affordable housing for low- and moderate-income families in the District, coordinate housing redevelopment activities with the construction of new public facilities, and integrate supportive human capital services with the new housing units, attract businesses that are desired by the citizens of the Northwest One New Communities Project Area, and improve the safety and quality of life for the current residents of the project area.

Because the plan hinges on the assemblage of properties by the District and the construction of a substantial number of new units, the proposed legislation also gives the Mayor eminent domain authority in the project area.

Funds will be made available to implement this redevelopment plan through securitization of funds available from the Housing Production Trust Fund.

Financial Plan Impact

Funds are sufficient in the FY 2006 and FY 2007 budgets, and in the FY 2007-2010 financial plan to implement the proposed resolution. Funding for specific activities to implement the Master plan will require separate Council action and approval. Any activities related to the plan and undertaken by District agencies must be budgeted in order not to have a negative impact on the District's budget and financial plan.