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

Natwar M. Gandhi Chief Financial Officer



2006 NOV 22 AM 10: 31

CHAIRMAN CROPP

MEMORANDUM

TO:

The Honorable Linda W. Cropp

Chairman, Council of the District of Columbia

FROM:

Natwar M. Gandhi

Chief Financial Office

DATE:

NOV 22 2006

SUBJECT:

Fiscal Impact Statement: "Anti-Deficiency Act Clarification Act of

2006"

REFERENCE:

Bill 16-988 As Introduced

Conclusion

Funds are sufficient in the FY 2007 through FY 2010 budget and financial plan submitted to Congress to implement the provisions of the proposed legislation. No additional staff or resources will be required.

Background

The proposed legislation would amend the District's Anti-Deficiency Act enacted in 2002 to clarify the meaning of its provisions and to make it more effective in preventing actual anti-deficiency violations. Under the current law, agencies are required to report any budget overspending regardless of the dollar amount, resulting in an excessive number of immaterial, potential anti-deficiency violations that must investigated. The proposed changes are intended to focus investigations and resources on more significant, serious violations.

Financial Plan Impact

Funds are sufficient in the FY 2007 budget to implement the proposed legislation.