

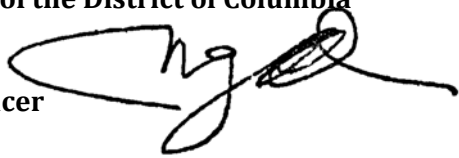
Government of the District of Columbia  
Office of the Chief Financial Officer



**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:** November 30, 2010

**SUBJECT:** Fiscal Impact Statement – “Alternative Equity Payment Allocation Amendment Emergency Act of 2010”

**REFERENCE:** Bill Number 18-1047, As Introduced

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**Conclusion**

Funds are sufficient in the FY 2011 through FY 2014 budget and financial plan to implement the proposed legislation.

**Background**

The proposed legislation would amend the Small, Local, and Disadvantaged Business Enterprise Development and Assistance Act of 2005<sup>1</sup> (Act) to require any developer fees paid in lieu of meeting the 20 percent equity participation requirement under the Act to be deposited into the Small Business Micro Loan Fund (“Loan Fund”) administered by the Department of Small and Local Business Development (DSLBD). Current law does not specify a fund in which the fees should be deposited. The legislation would also transfer the responsibilities for using the funds to implement vocational training programs from the Office of the Deputy Mayor for Planning and Economic Development to DSLBD.

**Financial Plan Impact**

Funds are sufficient in the FY 2011 through FY 2014 budget and financial plan to implement the proposed legislation. Requiring fee revenue to be deposited in DSLBD’s Loan Fund and transferring responsibilities for implementing the programs, along with the fee revenue, would have no effect on the District’s budget and financial plan. To date, only one payment totaling \$5,457 has been

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<sup>1</sup> Effective October 20, 2005 (D.C. Law 16-33; D.C. Official Code § 2-218.49a(a-1))

The Honorable Vincent C. Gray

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collected. Finally, any costs incurred by DSLBD as a result of implementing the requirements of the Act would be paid for from the fees collected.<sup>2</sup>

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<sup>2</sup> D.C. Official Code 2-218.49a(a-1)(4)