

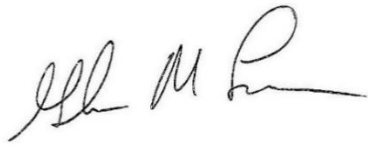
Government of the District of Columbia  
Office of the Chief Financial Officer



**Glen Lee**  
Chief Financial Officer

**MEMORANDUM**

**TO:** The Honorable Phil Mendelson  
Chairman, Council of the District of Columbia

**FROM:** Glen Lee  
Chief Financial Officer 

**DATE:** July 28, 2025

**SUBJECT:** Fiscal Impact Statement –Fiscal Year 2025 Revised Local Budget  
Adjustment Emergency Act of 2025 (and accompanying temporary  
version)

**REFERENCE:** Bill 26-263, Amendment in the Nature of a Substitute as circulated July  
27, 2025

---

**Conclusion**

Funds are sufficient in the revised fiscal year 2025 budget and the fiscal year 2026 through fiscal year 2029 budget and financial plan.

**Background**

The bill makes adjustments to the Fiscal Year 2025 Local Budget Act of 2024<sup>1</sup>. With these adjustments, the District has authorized a total of approximately \$11.7 billion in fiscal year 2025 expenditures and transfers from Local funds, as well as other amounts in dedicated taxes and special purpose revenue funds.

The bill also includes provisions from the proposed Fiscal Year 2026 Budget Support Act of 2025 that apply to fiscal year 2025, including:

Universal Paid Leave Implementation Fund transfer amendment - This section cancels a \$6.5 million transfer out of the Paid Leave Fund to the general fund in fiscal year 2025.

---

<sup>1</sup> D.C. Law 25-218.

The Honorable Phil Mendelson

FIS: "Fiscal Year 2025 Revised Local Budget Adjustment Emergency Act of 2025," (and accompanying temporary version), Bill 26-263, Amendment in the Nature of a Substitute as circulated July 27, 2025

Healthy DC and Health Care Expansion Fund – This section eliminates<sup>2</sup> a required \$5.57 million transfer from the Healthy DC and Health Care Expansion Fund to Local Funds in fiscal year 2025

Sustainable Energy Trust Fund amendments – This section reduces a required transfer to the Green Finance Authority from \$7 million to \$3.5 million and increases the allowed use of the fund for the purchase of energy for the District government to approximately \$34.4 million.

National, Lincoln, and Howard Theaters grants - This section requires the Commission on Arts and Humanities to provide three different capital grants in fiscal year 2025: \$4 million to the National Theater for acquisition and repairs, \$500,000 to the Howard Theater for debts service payments related to renovations, and \$285,000 to the Lincoln Theater for repairs and renovations.

The bill also provides for certain amounts of fund balance and other revenue in certain special funds (including 8 non-lapsing Local funds, 11 Dedicated Tax funds, and 105 Special Purpose Revenue funds) be made available for general purposes, and provides for two transfers of Local revenue to two Special Purpose Revenue funds.

Finally, the bill provides for capital project funding rescissions and increases in capital projects.

### **Financial Plan Impact**

Funds are sufficient in the revised fiscal year 2025 budget and the fiscal year 2026 through fiscal year 2029 budget and financial plan.

---

<sup>2</sup> By amending Section 15b(d) of the Hospital and Medical Services Corporation Regulatory Act of 1996, effective March 2, 2007 (D.C. Law 16-192; D.C. Official Code § 31-3514.02(d)).