

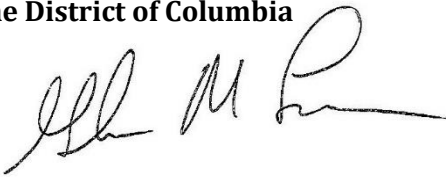
Government of the District of Columbia
Office of the Chief Financial Officer



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: October 14, 2022

SUBJECT: Fiscal Impact Statement – 206 Elm St. N.W. Real Property Tax
Abatement Amendment Act of 2022

REFERENCE: Bill 24-823, Committee Print as provided to the Office of Revenue
Analysis on October 11, 2022

Conclusion

Funds are sufficient in the fiscal year 2023 through fiscal year 2026 budget and financial plan to implement the bill. The bill will reduce real property tax collections by \$30,000 in fiscal year 2023, but the reduction is already funded in the budget and financial plan.

Background

The bill provides a real property tax abatement on the property at 206 Elm Street, N.W.¹ in fiscal year 2023, not to exceed \$30,000. The building was damaged in a fire in 2017 and has been uninhabited since then. Due to delays in reconstruction of the property, the property's exemption from vacant property taxes had expired, and depending on the classification of the property during fiscal year 2023, the 2023 tax due could be between \$13,163 and \$77,432.

Please refer to the separate Tax Abatement Financial Analysis² for findings and a review of the proposed exemption.

Financial Plan Impact

¹ Known for tax and assessment purposes as Square 3087, Lot 805.

² [TAFI 206 Elm Street NW.pdf \(dc.gov\)](#)

The Honorable Phil Mendelson

FIS: Bill 24-823, "206 Elm St. N.W. Real Property Tax Abatement Amendment Act of 2022," Draft Committee
Print as provided to the Office of Revenue Analysis on October 11, 2022

Funds are sufficient in the fiscal year 2023 through fiscal year 2026 budget and financial plan to implement the bill. The bill will reduce real property tax collections by a maximum of \$30,000 in fiscal year 2023, but \$30,000 of reduced property tax revenue due to the bill is already funded in the budget and financial plan.³

³ Please see Table 3-12, Policy Proposals Impacting General Fund Revenues, Volume 1 of the FY2023 Approved Budget and Financial Plan, [DC OCFO Budget Vol 1.pdf](#) | Powered by Box