

FY 2013

Government of the District of Columbia

Vincent C. Gray, Mayor

Allen Lew, City Administrator

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Director



FY13 PROPOSED SUPPLEMENTAL BUDGET PLAN

March 28, 2013

The following tables summarize the Mayor's proposed FY13 supplemental budget plan:

REVENUE	
New Revenue	
Increase in Revenue Projected by the OCFO	\$190,013,000
Reduction Related to 31-35 K Street NE Not Being Suitable for Sale	(\$20,000,000)
Subtotal New Revenue	\$170,013,000
Revenue – Mayor's Policy Decisions	
Fund Land Acquisition for Housing Development Opportunities Program Amendment Act of 2010	(\$1,779,000)
Fund the UNCF Tax Abatement and Relocation to the District Assistance Act of 2010	(\$340,000)
Fund Carver 2000 Low-Income and Senior Housing Project Act of 2011	(\$338,000)
Fund The Elizabeth Ministry, Inc. Affordable Housing Initiative Real Property Tax Relief Act of 2012	(\$104,000)
Fund King Towers Residential Housing Real Property Tax Exemption Clarification Act of 2012	(\$649,000)
Fund 8th Street Plaza Condominium Association, Inc. Clarification Act of 2012	(\$33,000)
Fund First Congregational United Church of Christ Tax Relief Amendment Act of 2013	(\$12,000)
Fund Israel Senior Residences Tax Exemption Act of 2012	(\$14,000)
Fund GALA Hispanic Theatre Real Property Tax Abatement Act of 2013	(\$115,000)
Repeal Tax on Out of State Bonds	(\$1,100,000)
Refund from Mandarin Bond Trustee	\$2,700,000
US DOT PILOT Funds	\$8,000,000
Subtotal Mayor's Policy Decisions	\$6,216,000
Total Revenue and Mayor's Policy Decisions	\$176,229,000

EXPENDITURES	
New Spending Initiatives	
Office of the Chief Technology Officer (\$100M Housing Initiative)	\$500,000
Housing Production Trust Fund (\$100M Housing Initiative)	\$66,931,000
Deputy Mayor for Planning and Economic Development (\$100M Housing Initiative)	\$100,000
Workforce Investments	\$24,200,000
US DOT PILOT Funds to Pay-As-You-Go Capital Fund	\$8,000,000
Subtotal New Spending Initiatives	\$99,731,000
Budget Adjustment Required to Meet Projected Revenue	
Housing Production Trust Fund Reduction Related to 31-35 K Street NE Not Being Suitable for Sale	(\$15,000,000)
Non-Departmental Reduction Related to 31-35 K Street NE Not Being Suitable for Sale	(\$5,000,000)
Subtotal Budget Adjustment Required to Meet Projected Revenue	(\$20,000,000)
Total Expenditures	\$79,731,000

Totals	
Total Revenue	\$176,229,000
Total Expenditures	(\$79,731,000)
Remaining Unspent Balance Carried Into FY 2014	\$96,498,000

Budget Authority Issues*	
Local Funds:	
DME - Public Education Finance Reform Commission	\$450,000
DCHR – Comp/Class Reform	\$569,000
DOES- Adult Training	\$6,104,000
DOES – Youth Programs	\$4,368,000
OSSE – Pre-k for All	\$1,452,000
UDC – Debt Forgiveness	\$9,850,000
O-Type Funds:	
DGS – Eastern Market	\$92,000
MLCIA – Captive Insurance	\$135,000
OCT – Cable Franchise Fees	\$1,100,000
DCPS – ROTC	\$1,262,000
DCPS – DHHS Afterschool Program	\$320,000
DCPS – E-rate Education	\$10,157,000
HEBA - Health Exchange Board	\$26,581,000
DCTC – Agency operations	\$700,000
WMATA – Operations	\$4,209,000
DPW - Supercan	\$99,000
DPW – Solid Waste Disposal Fee	\$197,000
DPW – Clean City	\$504,000
DDOT - Tree Fund	\$93,000
DDOT - DDOT Enterprise Fund – Non Tax Revenues	\$2,000,000
DDOT - Pedestrian & Bicycle Safety	\$501,000
Capital O-Type Funds:	
DDOT – Anacostia Riverwalk Trail	\$1,500,000
Dedicated Tax Funds:	
DHCF - Healthy DC	\$5,000,000
Total Budget Authority Issues	\$77,243,000

*The revised Budget Request Act included with this package has items for agencies which have the funds but not the authority to spend those funds. Those agencies are listed above. Since they are only securing budget authority, they are not added to the funding lists above.

Agency Supplemental Budget Details

Fund Legislation Passed Subject to Appropriations Proposed FY 2013 Supplemental Budget Narrative

Supplemental Revenue Decrease Description:

(\$3,384,000) Decrease to Prior Request: As part of the Mayor's FY 2013 Supplemental Budget Plan, nine bills, which were previously passed subject to the availability of funding, will now be funded. These bills cost a total of \$3,384,000 and are listed above.

Repeal Tax on Out-of-State Municipal Bonds Proposed FY 2013 Supplemental Budget Narrative

Supplemental Revenue Decrease Description:

(\$1,100,000) Decrease to Prior Request: As part of the Mayor's FY 2013 Supplemental Budget Plan, funding has been included for the repeal of the income tax assessed on out-of-state municipal bonds held by individuals, estates and trusts, whether owned directly or beneficially through a mutual fund or otherwise. This action costs the District \$1,100,000 in revenue.

Refund from Mandarin Bond Trustee Proposed FY 2013 Supplemental Budget Narrative

Supplemental Revenue Increase Description:

\$2,700,000 Increase to Prior Request: The Mayor's proposed FY 2013 Supplemental Budget Plan includes \$2,700,000 of additional revenue related to the Mandarin Hotel. The Mandarin Oriental Hotel TIF project is generating revenue in excess of the amounts necessary to fund reserves and service the debt. The excess revenues will be used to fund the expenditures on affordable housing and workforce pay increases.

US DOT PILOT Funds Proposed FY 2013 Supplemental Budget Narrative

Supplemental Revenue Increase Description:

\$8,000,000 Increase to Prior Request: The US DOT PILOT project is generating revenue in excess of the amounts necessary to fund reserves and service the debt. In this instance, the excess revenues will be used to fund the 11th Street Bridge capital improvements project, which is the only eligible capital project that can use this funding in FY 2013.

Office of the Chief Technology Officer (TOO) Proposed FY 2013 Supplemental Budget Narrative

Supplemental Budget Increase Description:

\$500,000 Increase to Prior Request: As part of the Mayor's \$100 million affordable housing initiative over the next two fiscal years, \$67,500,000 will be allocated in FY 2013. Of that amount, the Office of

the Chief Technology Officer (OCTO) will receive \$500,000. These funds will be used for a data base which will help track, monitor, and guide the strategic affordable housing investments. These funds will be matched with \$3,400,000 in FY 2014.

**Housing Production Trust Fund Subsidy (HP0)
Proposed FY 2013 Supplemental Budget Narrative**

Supplemental Budget Increase Description:

\$51,930,952 Increase to Prior Request: The mission of the Housing Production Trust Fund (HPTF) is to provide financial assistance to a variety of affordable housing programs and opportunities across the District of Columbia. The subsidy account for this entity shows the annual transfer of local funds to the HPTF. Given the importance of affordable housing policy, \$66,930,952 in new FY 2013 revenues is being allocated to the agency. The original Fiscal Year 2013 budget submission for the agency included authority for an anticipated \$15,000,000 in additional subsidy as a result of a proposed sale of real property at 31-35 K Street NE; however, as the District cannot dispose of the property at this time; the authority for these funds is being stricken. The net impact of the two actions yields an additional request of \$51,930,952.

**Deputy Mayor for Planning and Economic Development (EB0)
Proposed FY 2013 Supplemental Budget Narrative**

Supplemental Budget Increase Description:

\$100,000 Increase to Prior Request: As part of the Mayor's \$100 million affordable housing initiative over the next two fiscal years, \$67,500,000 will be allocated in FY 2013. Of that amount, the Office of the Deputy Mayor for Planning and Economic Development (DMPED) will receive \$100,000. These funds will be used for a citywide housing needs assessment which will form the basis for how the \$100 million is spent.

**Workforce Investments (UP0)
Proposed FY 2013 Supplemental Budget Narrative**

Supplemental Budget Increase Description:

\$24,200,000 Increase to Prior Request: As part of the Mayor's State of the District address, he emphasized the importance of the government workforce and the significant contributions they make to this city every day. Many of those employees have not received pay raises in five years and this funding will be allocated to pay raises for the entire government workforce.

**Housing Production Trust Fund (UZ0)
Proposed FY 2013 Supplemental Budget Narrative**

Supplemental Budget Increase Description:

\$51,930,952 Increase to Prior Request: The mission of the Housing Production Trust Fund (HPTF) is to provide financial assistance to a variety of affordable housing programs and opportunities across the District of Columbia. Given the importance of affordable housing policy, \$66,930,952 in new FY 2013 revenues is being allocated to the agency. The original Fiscal Year 2013 budget submission for the agency included authority for an anticipated \$15,000,000 in additional subsidy as a result of a proposed

sale of real property at 31-35 K Street NE; however, as the District cannot dispose of the property at this time the authority for these funds is being stricken. The net impact of the two actions yields an additional request of \$51,930,952.

Non-Departmental (DO0)
Proposed FY 2013 Supplemental Budget Narrative

Supplemental Budget Decrease Description:

(\$5,000,000) Decrease to Prior Request: The original Fiscal Year 2013 budget submission for the agency included authority for an anticipated \$5,000,000 in additional funds as a result of a proposed sale of real property at 31-35 K Street NE; however, as the District cannot dispose of the property at this time; the authority for these funds is being stricken.