



**THE COUNCIL OF THE CITY OF NEW YORK
FINANCE DIVISION**

LATONIA MCKINNEY, DIRECTOR

FISCAL IMPACT STATEMENT

INTRO. NO: 681

COMMITTEE: Finance

TITLE: A Local Law to amend the administrative code of the city of New York, in relation to the establishment of the Meatpacking Area business improvement district.

Sponsors: Council Members Ferreras, Johnson and Rose (by request of the Mayor)

SUMMARY OF LEGISLATION: This legislation would amend Chapter 5 of title 25 of the administrative code of the city of New York by adding a new section 25-488 to establish a business improvement district (“BID”) in the borough of Manhattan to be known as the Meatpacking Area Business Improvement District (the “District”).

EFFECTIVE DATE: This local law would take effect upon compliance with section 25-408 of chapter 4 of title 25 of the administrative code of the city of New York, which requires that the New York State Comptroller conduct a review to determine that the relevant tax and debt limitations will not be exceeded by the establishment of the District.

FISCAL YEAR IN WHICH FULL FISCAL IMPACT ANTICIPATED: 2016

FISCAL IMPACT STATEMENT:

	Effective FY15	FY Succeeding Effective FY16	Full Fiscal Impact FY16
Revenues (+)	\$0	\$0	\$0
Expenditures (-)	\$0	\$0	\$0
Net	\$0	\$0	\$0

IMPACT ON REVENUES AND EXPENDITURES: This local law would result in no fiscal impact upon the City's revenues or expenditures. Under the administrative code of the city of New York, proceeds authorized to be assessed by the District are collected by the City on behalf of the District. None of these proceeds are those of the City and they may not be used for any purpose other than those set forth in the BID's District Plan. The Meatpacking Area BID will be funded through a self-assessment by property owners within the district. The anticipated revenues from this self-assessment in Fiscal 2015 will be \$1,600,000. This amount will cover the BID's expenses, as proposed by its first year budget. Subsequent budgets will be determined on a yearly basis with a maximum annual expenditure thereafter to operate the BID of \$32,000,000.

SOURCE OF FUNDS TO COVER ESTIMATED COSTS: N/A

SOURCE OF INFORMATION: New York City Council Finance Division
Department of Small Business Services

ESTIMATE PREPARED BY: Rebecca Chasan, Assistant Counsel, Finance Division

ESTIMATE REVIEWED BY: Tanisha Edwards, Chief Counsel, Finance Division

LEGISLATIVE HISTORY: This legislation was introduced as Intro. No. 681 by the Council on February 26, 2015 and referred to the Committee on Finance. A hearing was held by the Committee on March 11, 2015 and the legislation was laid over to allow for the statutory 30-day objection period. Intro. No. 681 will be considered again by the Committee on Finance on April 16, 2015 and, upon a successful vote by the Committee, Intro. No. 681 will be submitted to the full Council for a vote on April 16, 2015.

DATE PREPARED: April 13, 2015