

Fiscal Impact Statement Prepared By New York City Mayor's Office of Management and Budget



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Disclaimer: This fiscal impact statement is a preliminary estimate and subject to change based upon further data analysis or changes in bill text. This legislation is summarized as understood by the administration as of the date this statement was prepared and does not include or consider subsequent text changes. This fiscal impact statement is not legally binding on the administration. "Total" columns represent the respective sum over a four-year period; note that fiscal impacts continue after year four. Unless otherwise stated, information used in the preparation of this Fiscal Impact Statement is sourced from the agencies impacted and the NYC Mayor's Office of Management and Budget.

Proposed Intro No. / Title: *Int. 551 / Establishing a day-fines pilot program in the office of administrative trials and hearings*

Sponsors: Brannan, Restler, Won, Hanif, Hudson and Williams

Committee: Governmental Operations, State & Federal Legislation

Summary of Legislation: This legislation would require the establishment of a pilot program for the use of an income-based penalty assessment system, also known as day-fines. The pilot program shall be operated by the Office of Administrative Trials and Hearings (OATH), in conjunction with two additional enforcement agencies to be designated by the mayor. Such program must provide for the use of day-fines in lieu of fixed-fines for at least 10 different violations and shall operate for at least 12 months. At the conclusion of the pilot program, OATH is required to report on the results of such pilot program.

Effective Date: Immediately upon enactment

First Fiscal Year Legislation Takes Effect: Fiscal Year 2026

First Fiscal Year with Full Impact: Fiscal Year 2026

Agencies Impacted: Office of Administrative Trials and Hearings

Fiscal Impact Analysis

A. Total Impact (Expense and Revenue)

	Fiscal Year 1	Fiscal Year 2	Fiscal Year 3	Fiscal Year 4	Total
Expense	0	0	0	0	0
Revenue	0	0	0	0	0
Total	0	0	0	0	0

Date Prepared:

October 24, 2025

B. Expense

	Fiscal Year 1	Fiscal Year 2	Fiscal Year 3	Fiscal Year 4	Total
Expenditures	0	0	0	0	0

Impact on Expenditures (Expense):

It is anticipated that there would be significant Personal Service (PS) and Other Than Personal Service (OTPS) costs associated with the legislation. A projected impact cannot, however, be ascertained at this time due to the model of eventual implementation not being known. The implementation model would have to be determined based on the eventual specifics of the pilot that the legislation reserves to the agencies' discretion. Regardless of the eventual model, it is anticipated that PS resources would be needed to process the new category of cases and to administer a likely increase in the volume of hearings. OTPS resources would be needed to undertake comprehensive IT system updates to incorporate the day fine category and process.

C. Revenue

	Fiscal Year 1	Fiscal Year 2	Fiscal Year 3	Fiscal Year 4	Total
Revenue	0	0	0	0	0

Impact on Revenue:

Revenue impacts due to the legislation cannot be projected at this time as the specific violations comprising the pilot are not yet determined and the eventual impact on compliance is likewise presently unknown.

D. Capital

	Fiscal Year 1	Fiscal Year 2	Fiscal Year 3	Fiscal Year 4	Total
Expenditures	0	0	0	0	0

Impact on Expenditures (Capital):

There is no anticipated impact on capital expenditures.