

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



Jacques Jiha, PhD, Budget Director

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. 661 / Penalties for failure to apply for corresponding work permits after installing a sidewalk shed*

Sponsors: Bottcher, Sanchez, Powers, Hanif, Brewer, Restler, Hudson, Marte, Ung, Schulman, Rivera, Menin and Ayala

Committee: Housing and Buildings

Summary of Legislation: This legislation imposes fines ranging from \$5,000 to \$20,000 if owners do not submit façade repair plans within five months of the initial issuance of the permit for erection of a sidewalk shed, fail to obtain a permit within eight months, or do not complete repairs within two years of installing a sidewalk shed. The bill allows delineates requirements for requesting and receiving an extension.

Effective Date: 270 days after enactment

First Fiscal Year Legislation Takes Effect: Fiscal Year 2026

First Fiscal Year with Full Impact: Fiscal Year 2026

Agencies Impacted: Department of Buildings

Fiscal Impact Analysis

A. Total Impact (Expense and Revenue)

	Fiscal Year 1	Fiscal Year 2	Fiscal Year 3	Fiscal Year 4	Total
Expense	(\$8,080,000)	(\$6,430,000)	(\$6,430,000)	(\$6,430,000)	(\$27,370,000)
Revenue	0	0	0	0	0
Total	(\$8,080,000)	(\$6,430,000)	(\$6,430,000)	(\$6,430,000)	(\$27,370,000)

B. Expense

	Fiscal Year 1	Fiscal Year 2	Fiscal Year 3	Fiscal Year 4	Total
Expenditures	(\$8,080,000)	(\$6,430,000)	(\$6,430,000)	(\$6,430,000)	(\$27,370,000)

Impact on Expenditures (Expense):

It is anticipated DOB would require \$5,935,000 in annual Personnel Services resources for 45 staff; broken down into \$4,340,000 in total salary costs and \$1,595,000 in total fringe benefit costs. The staff include inspectors, administrative and customer service personnel, plan examiners, data analyst, and attorneys to support the increase in permit application processing, plan examinations, inspections, and penalty processing.

In year one, it is anticipated \$2,145,000 in one-time OTPS resources would be required. This includes \$555,000 for updates to the DOB NOW Public Portal to reflect changes in inspection timeframes, comprised of \$335,000 for development; \$110,000 for technical analysis; and \$110,000 for testing. An additional \$1,590,000 is required for administrative OTPS including vehicles, per capita expenses, lease costs, and lease space renovation—with \$495,000 in administrative OTPS being required annually thereafter.

C. Revenue

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

Impact on Revenue:

An increase in revenue is anticipated from implementation of the legislation, however, the amount of increased revenues is presently unquantifiable.

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.