

# 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. 340 / Automatic waiver of certain additional penalties for a parking violation if a vehicle owner responds to a notice of violation between forty-five and ninety days of its issuance*

**Sponsors:** Narcisse, Won, Rivera, Williams, Brewer, Gennaro, Menin, Ossé, Schulman, Avilés, Nurse, Cabán, Abreu, Brooks-Powers, Hudson, Ayala, Banks, Salaam, Feliz, Fariás, Dinowitz, Riley, Moya, Louis, Stevens, Holden, De La Rosa, Sanchez, Salamanca, Joseph, Marmorato, Vernikov, Ariola and Paladino

**Committee:** Transportation and Infrastructure

**Summary of Legislation:** This bill would automatically waive the additional penalties for failure to respond to a notice of parking violation within 45 days, if the vehicle owner makes a plea or appears between 45 and 90 days after the issuance of the notice. Any additional penalties associated with failure to respond within 75 days would similarly be waived if the the vehicle owner appears within 90 days of the issuance of the notice.

**Effective Date:** 120 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 Finance, Department of Transportation

## Fiscal Impact Analysis

### **A. Total Impact (Expense and Revenue)**

	<b>Fiscal Year 1</b>	<b>Fiscal Year 2</b>	<b>Fiscal Year 3</b>	<b>Fiscal Year 4</b>	<b>Total</b>
Expense	0	0	0	0	0
Revenue	0	0	0	0	0
Total	0	0	0	0	0

**Date Prepared:**

April 18, 2025

**B. Expense**

	<b>Fiscal Year 1</b>	<b>Fiscal Year 2</b>	<b>Fiscal Year 3</b>	<b>Fiscal Year 4</b>	<b>Total</b>
Expenditures	0	0	0	0	0

**Impact on Expenditures (Expense):**

It is anticipated that the Department of Finance would incur significant, though currently unquantifiable, costs associated with the operationalization of the legislation. The number of hearing requests is expected to increase, leading to higher adjudication costs due to increased demand on Administrative Law Judges and related hearing operations. Additionally, DOF's violation tracking and payment processing systems, built on aging technology, would require development work to support the proposed changes. The full scope of these modifications is currently unknown and would require a technical assessment to determine feasibility and cost, which could be extensive and resource-intensive. The legislation would also necessitate updates to the design, content, and frequency of mailed notifications. These changes would result in additional costs for printing, postage, and staff time, though specific cost estimates are not available at this time.

**C. Revenue**

	<b>Fiscal Year 1</b>	<b>Fiscal Year 2</b>	<b>Fiscal Year 3</b>	<b>Fiscal Year 4</b>	<b>Total</b>
Revenue	(\$26,500,000)	(\$26,500,000)	(\$26,500,000)	(\$26,500,000)	(\$106,000,000)

**Impact on Revenue:**

It is estimated that there would be annual revenue decrease of \$26,500,000. The estimate is based on the 1.2 million parking summonses paid in FY24 between 45 and 90 days after issuance. A \$20 penalty is applied after 45 days and \$30 penalty after 75 days. It is assumed that any penalties paid during the 45-90 day period will not be collected, as all respondents pleading or contesting would have these penalties waived. The respondents would not need to attend a hearing, they can contest via mobile app, online, or by mail.

**D. Capital**

	<b>Fiscal Year 1</b>	<b>Fiscal Year 2</b>	<b>Fiscal Year 3</b>	<b>Fiscal Year 4</b>	<b>Total</b>
Expenditures	0	0	0	0	0

**Impact on Expenditures (Capital):**

There is no anticipated impact on capital expenditures.