

# **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. 925-A / Requiring the inspection of steam radiators in multiple dwellings*

**Sponsors:** Louis, Cabán, Brannan, Schulman, Marte, Sanchez, Joseph, Hanif, Krishnan, Gutiérrez, Abreu, Dinowitz, Avilés, De La Rosa, Salaam, Hanks, Bottcher, Banks, Ayala, Hudson, Rivera, Brewer, Williams, Ung, Nurse, Zhuang, Feliz, Salamanca, Ossé, Narcisse, Riley, Won, Stevens, Menin, Brooks-Powers and Public Advocate Williams.

**Committee:** Housing and Buildings

**Summary of Legislation:** The bill requires owners of multiple dwellings to conduct an inspection of all steam radiator areas every two years. Inspectors must be a licensed master plumber, heat plant technician or maintenance worker employed by the New York City Housing Authority (NYCHA), or another qualified individual. If damage is discovered, the owner must correct within 14 days of the inspection.

**Effective Date:** 180 days after enactment

**First Fiscal Year Legislation Takes Effect:** Fiscal Year 2026

**First Fiscal Year with Full Impact:** Fiscal Year 2026

**Agencies / Authorities Impacted:** Housing Preservation and Development, New York City Housing Authority, Department of Buildings

## **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	(\$29,620,000)	(\$30,750,000)	(\$30,950,000)	(\$31,150,000)	(\$122,470,000)
Revenue	\$0	\$0	\$0	\$0	\$0
Total	(\$29,620,000)	(\$30,750,000)	(\$30,950,000)	(\$31,150,000)	(\$122,470,000)

### **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	(\$29,620,000)	(\$30,750,000)	(\$30,950,000)	(\$31,150,000)	(\$122,470,000)

#### **Impact on Expenditures (Expense):**

It is anticipated that NYCHA would require \$9,310,000 in annual Personal Service (PS) resources, including fringe, to hire additional heat plant technicians and maintenance workers.

Additionally, it is anticipated that NYCHA would require \$20,060,000 in annual Other Than Personal Service (OTPS) resources for repair and replacement materials associated with the over 420,000 radiators within NYCHA developments.

It is anticipated that HPD would require \$1,015,000 in total OTPS costs over the course of the financial plan for equipment, training, certifications, printing, translation, litigation-related process service, technology system development and maintenance, and administrative costs.

Beginning in year two, it is anticipated that HPD will require \$1,325,000 in annual PS resources, excluding fringe, to hire 11 staff. This includes four housing inspectors, an associate housing development specialist, two community coordinators, a level two staff analyst, a level two agency attorney, and a level two paralegal aide.

### **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	\$0	\$0	\$0	\$0	\$0

#### **Impact on Revenue:**

There is no anticipated impact on revenue.

### **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	(\$1,800,000)	\$0	\$0

#### **Impact on Expenditures (Capital):**

HPD expects 90% of the technology system development costs for year three to be capitally eligible – amounting to \$1,800,000 (out of the total \$2,000,000).