

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. 199-A / Establishing an office of algorithmic data integrity*

Sponsors: Gutiérrez, Hanif, Hudson, Restler, Williams, Ossé, Nurse, Louis, Cabán, De La Rosa, Sanchez and Farias (by request of the Queens Borough President)

Committee: Technology

Summary of Legislation: This bill would require the Department of Information Technology and Telecommunications (DOITT) to establish an office of algorithmic accountability headed by a director. The office will be responsible for collaborating with agencies on algorithmic tools by analyzing risks of discriminatory decision-making, assisting on compliance with laws and regulations, conducting pre-deployment assessments of risks, establishing a protocol for receiving public comments, and promulgating rules for basic compliance standards for the city's use of algorithmic tools. Additionally, the office of algorithmic accountability would implement public engagement and education regarding the city's use of algorithmic tools. Annually, each agency shall submit a report on the algorithmic tools utilized by the agency.

Effective Date: 180 days after enactment

First Fiscal Year Legislation Takes Effect: Fiscal Year 2027

First Fiscal Year with Full Impact: Fiscal Year 2027

Agencies Impacted: Department of Information Technology Telecommunications

Fiscal Impact Analysis

A. Total Impact (Expense and Revenue)

	Fiscal Year 1	Fiscal Year 2	Fiscal Year 3	Fiscal Year 4	Total
Expense	(\$3,375,000)	(\$3,375,000)	(\$3,375,000)	(\$3,375,000)	(\$13,500,000)
Revenue	0	0	0	0	0
Total	(\$3,375,000)	(\$3,375,000)	(\$3,375,000)	(\$3,375,000)	(\$13,500,000)

B. Expense

	Fiscal Year 1	Fiscal Year 2	Fiscal Year 3	Fiscal Year 4	Total
Expenditures	(\$3,375,000)	(\$3,375,000)	(\$3,375,000)	(\$3,375,000)	(\$13,500,000)

Impact on Expenditures (Expense):

Combined with Int. 926-A and 1024-A (all of which relate to the proposed Office of Algorithmic Accountability), to implement the three bills it is anticipated that DOITT would require a total \$2,400,000 in annual Personal Service (PS) resources, including fringe, for the following nine positions: Executive Director, Associate Project Manager, Government and Public Engagement Director, IT Project Specialist, Algorithms Reporting Manager, AI Risk Director, AI Risk Analyst, Data Engineer and Data Scientist.

Additionally, it is anticipated that DOITT would require \$975,000 in total annual Other Than Personal Service (OTPS) resources for public education and awareness campaigns, computational resources, and consultant support costs.

C. Revenue

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

Impact on Revenue:

There is no anticipated impact on revenue.

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.