

# 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. 394 /Altering the timeline of initial façade examinations for new construction and coordinating all façade examinations on each city block*

**Sponsors:** Powers, Bottcher, Abreu, Restler, Brewer, Hanif, Hudson, Schulman, Krishnan, Rivera, Salaam, Banks, Louis, Marte, Dinowitz, Ung, Menin, Williams, Narcisse, De La Rosa, Brooks-Powers, Ayala, and Ariola (in conjunction with the Manhattan Borough President)

**Committee:** Housing and Buildings

**Summary of Legislation:** The legislation mandates a study by the Department of Buildings to evaluate the appropriate intervals for inspections of exterior walls, with recommendations due to the City Council by December 31, 2025. The bill additionally modifies the frequency of inspections of exterior walls from a fixed five-year cycle to a flexible 6 to 12-year range—and shifts the first inspection for new buildings to the eighth year following erection instead of the fifth.

**Effective Date:** Section 1 takes effect immediately upon enactment, Section 2 takes effect October 1, 2026

**First Fiscal Year Legislation Takes Effect:** Fiscal Year 2027

**First Fiscal Year with Full Impact:** Fiscal Year 2027

**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	(\$885,000)	0	0	0	(\$885,000)
Revenue	0	0	0	0	0
Total	(\$885,000)	0	0	0	(\$885,000)

Date Prepared:

March 23, 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	(\$885,000)	0	0	0	(\$885,000)

**Impact on Expenditures (Expense):**

In year one, it is anticipated that \$885,000 in one-time OTPS resources would be required to perform updates to the DOBNOW Public Portal to reflect changes in inspection timeframes and to assist in the study completion. This includes \$500,000 for development; \$165,000 for technical analysis; and \$220,000 for testing.

**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:**

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

**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.