

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. 1332-A / Wrongful deactivation of app-based contracted delivery workers*

Sponsors: Brannan, Nurse, Abreu, Restler, Cabán, Banks, Marte, Brewer, Hanif, Krishnan, Gutiérrez, Joseph, Feliz, Ayala, Hudson, Ossé, Avilés, Sanchez, Salaam, De La Rosa, Farías, Williams, Stevens, Brooks-Powers, Powers, Lee, Louis, Public Advocate Williams

Committee: Consumer and Worker Protection

Summary of Legislation: This legislation establishes that covered contracted delivery workers may dispute any wrongful deactivation from an app-based service, defines egregious misconduct when a deactivation may be legal, and requires that a delivery service must notify the impacted worker with details on how to dispute such deactivation.

Effective Date: 1 year after enactment

First Fiscal Year Legislation Takes Effect: Fiscal Year 2027

First Fiscal Year with Full Impact: Fiscal Year 2028

Agencies Impacted: Department of Consumer and Worker Protection

Fiscal Impact Analysis

A. Total Impact (Expense and Revenue)

	Fiscal Year 1	Fiscal Year 2	Fiscal Year 3	Fiscal Year 4	Total
Expense	(\$1,280,240)	(\$5,030,000)	(\$5,030,000)	(\$5,030,000)	(\$16,370,240)
Revenue	0	0	0	0	0
Total	(\$1,280,240)	(\$5,030,000)	(\$5,030,000)	(\$5,030,000)	(\$16,370,240)

B. Expense

	Fiscal Year 1	Fiscal Year 2	Fiscal Year 3	Fiscal Year 4	Total
Expenditures	(\$1,280,000)	(\$5,030,000)	(\$5,030,000)	(\$5,030,000)	(\$16,370,000)

Impact on Expenditures (Expense):

It is anticipated that the Department of Consumer and Worker Protection (DCWP) would require \$4,980,000 in annual Personal Service (PS) resources, including fringe, for 34 staff, which would be prorated in the first year for 23 of said staff. The titles are broken down as follows:

- 5 Executive Agency Counsel
- 10 Agency Attorneys, Level 2
- 12 Inspectors, Level 2
- 6 computer systems managers and specialists
- 1 Community Relations Specialist

It is also anticipated that DCWP would require \$50,000 in annual Other Than Personal Service (OTPS) resources for software fees and maintenance.

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.