

MURIEL BOWSER
MAYOR

MAR 1 0 2020

The Honorable Phil Mendelson, Chairman Council of the District of Columbia 1350 Pennsylvania Avenue, NW, Suite 504 Washington, DC 20004

#### Dear Chairman Mendelson:

Enclosed for consideration by the Council is the "Streetscape Business Development Relief Expansion Emergency Amendment Act of 2020," the "Streetscape Business Development Relief Expansion Temporary Amendment Act of 2020," and the "Streetscape Business Development Relief Expansion Emergency Declaration Resolution of 2020." This legislation will allow Main Streets Program organizations to be recipients of funds available in the Streetscape Business Development Relief Fund. Emergency legislation is necessary to ensure that businesses currently affected by development projects in their neighborhoods are able to receive funds as soon as possible.

The District's 24 independent, nonprofit neighborhood Main Street programs revitalize communities by retaining and recruiting businesses, improving commercial properties and streetscapes, and attracting consumers. Leaders in these neighborhood organizations assist businesses and coordinate sustainable community-driven revitalization efforts in their neighborhoods.

The Streetscape Fund currently only provides financial relief, in the form of interest-free loans and grants, directly to local for-profit businesses impacted by adjoining District streetscape construction, capital infrastructure, or rehabilitation projects. Including Main Streets non-profit programs as eligible Streetscape Fund recipients would afford them the ability to then receive grants and disburse Streetscape funds for eligible for-profit businesses thereby streamlining the process by which Main Streets distressed businesses can quickly receive much-needed assistance.

I urge the Council to take prompt and favorable action on the enclosed legislation.

Sincerely.

Enclosures

This Muse 1 2 3 Chairman Phil Mendelson 4 5 At the request of the Mayor 6 7 8 A BILL 9 10 IN THE COUNCIL OF THE DISTRICT OF COLUMBIA 11 12 13 To amend, on a temporary basis, the Streetscape Fund Amendment Act of 2010 to allow nonprofit neighborhood District Main Streets Program organizations, in addition to local 14 15 business owners, to be recipients of Streetscape Business Development funding in the form of interest-free loans or grants. 16 17 18 BE IT ENACTED BY THE COUNCIL OF THE DISTRICT OF COLUMBIA, That this 19 act may be cited as the "Streetscape Business Development Relief Expansion Temporary 20 Amendment Act of 2020". 21 Sec. 2. Section 603 of Streetscape Fund Amendment Act of 2010, effective April 8, 2011 22 (D.C. Law 18-370; D.C. Code § 1–325.191), is amended as follows: 23 (a) Subsection (c) is amended to read as follows: 24 "(c) If the District undertakes a streetscape construction, capital infrastructure or 25 rehabilitation project, the Mayor, in his or her sole discretion, may make interest-free loans or 26 issue grants from the Fund to any District Main Streets Program organization, or individual or 27 entity that operates a retail business within project boundaries inside or adjoining the streetscape 28 construction, capital infrastructure or rehabilitation project. To obtain a loan or grant, a District 29 Main Streets Program organization, or individual or entity operating a retail business that 30 operates within or adjoining streetscape, capital infrastructure or rehabilitation project

boundaries shall submit an application in the form, and with the information, that the Mayor shall require. The Mayor shall determine the terms and conditions of each loan or grant based upon the application submitted by the District Main Streets Program organization, or individual or entity operating a retail business within or adjoining project boundaries; provided, that the term of a loan or grant issued pursuant to this section shall not exceed five (5) years after the termination of the streetscape construction, capital infrastructure, or rehabilitation project.".

## Sec. 3. Fiscal Impact Statement

The Council adopts the fiscal impact statement in the committee report as the fiscal impact statement required by section 4a of the General Legislative Procedures Act of 1975, approved October 16, 2006 (120 Stat. 2038; D.C. Official Code § 1-301.47a).

## Sec. 4. Effective Date

- (a) The act shall take effect following approval by the Mayor (or in the event of veto by the Mayor, action by the Council to override the veto), a 30-day period of congressional review as provided in section 602(c)(1) the District of Columbia Home Rule Act, approved December 24, 1973, (87 Stat. 813; D.C. Official Code § 1-206.02(c)(1)), and publication in the District of Columbia Register.
  - (b) This act shall expire after 225 days of its having taken effect.

# Government of the District of Columbia Office of the Chief Financial Officer



Jeffrey S. DeWitt Chief Financial Officer

### **MEMORANDUM**

TO:

The Honorable Phil Mendelson

Chairman, Council of the District of Columbia Heey Sawith

FROM:

**Ieffrey S. DeWitt** 

Chief Financial Officer

DATE:

March 4, 2020

SUBJECT:

Fiscal Impact Statement - Streetscape Business Development Relief

**Expansion Emergency Amendment Act of 2020** 

REFERENCE:

Draft Bill as provided to the Office of Revenue Analysis on February 19,

2020

#### Conclusion

Funds are sufficient in the fiscal year 2020 through fiscal year 2023 budget and financial plan to implement the bill.1

## **Background**

The Streetscape Business Development Relief Fund (Fund)<sup>2</sup> is managed by the Department of Small and Local Business Development (DSLBD). DSLBD is authorized to issue loans and grants out of the Fund to businesses whose operations are disrupted by District streetscape construction, rehabilitation projects, and other capital infrastructure projects and who are located adjacent to, or within, the project area.

The bill expands the eligible recipients of loans and grants to include District Main Streets organizations.3

<sup>&</sup>lt;sup>1</sup> A permanent version of this bill was introduced on November 22, 2019 (Bill 23-557) and is currently under consideration by the Council.

<sup>&</sup>lt;sup>2</sup> Streetscape Fund Amendment Act of 2010, effective April 8, 2011 (D.C. Law 18-370; D.C. Official Code § 1-325.191).

<sup>3</sup> https://dslbd.dc.gov/service/DCMS

The Honorable Phil Mendelson

FIS: "Streetscape Business Development Relief Expansion Emergency Amendment Act of 2019," Draft Bill as provided to the Office of Revenue Analysis on February 19, 2020

## **Financial Plan Impact**

Funds are sufficient in the fiscal year 2020 through fiscal year 2023 budget and financial plan to implement the bill. Including District Main Streets organizations as eligible recipients of grants and loans does not have a cost. Total grants and loans that can be made will be limited to resources available in the Fund, however.

The Fund has approximately \$48,000 in available resources that were not certified in the fiscal year 2020 budget. The Mayor must initiate a budget action to expend these and any future revenues received into the Fund from loan repayments.

# GOVERNMENT OF THE DISTRICT OF COLUMBIA Office of the Attorney General



ATTORNEY GENERAL KARL A. RACINE

**Legal Counsel Division** 

# **MEMORANDUM**

TO:

Ronan Gulstone

**Director** 

Office of Policy & Legislative Affairs

FROM:

Brian K. Flowers

Deputy Attorney General Legal Counsel Division

DATE:

February 21, 2020

SUBJECT:

Legal Sufficiency Review of Draft Bills, "Streetscape Business Development Relief Expansion Temporary Amendment Act of 2020," "Streetscape Business Development Relief Expansion Emergency Amendment Act of 2020," and the Accompanying Emergency Declaration Resolution

(AE-20-103)

This is to Certify that this Office has reviewed the above-referenced draft bills and found them to be legally sufficient. If you have any questions in this regard, please do not hesitate to call me at 724-5524.

Brian K Flowers