



Chairman Phil Mendelson

AMENDMENT #4
Bill 26-659, “Fiscal Year 2027 Local Budget Act of 2026”
(Amendment in the Nature of a Substitute)
June 23, 2026

Amendment: Add a new section to the Local Budget Act to read as follows:

“Appropriation of Additional Resources

“(a) Fiscal Year 2026 and Fiscal Year 2027 Additional Revenues.

“(1) To the extent that the Fiscal Year 2026 local revenues certified in the June 2026, September 2026, or December 2026 quarterly revenue estimates exceed the local revenue estimate of the Chief Financial Officer dated February 27, 2026, together with revenue generated from the Fiscal Year 2027 Budget Support Act and transfers authorized by the Fiscal Year 2026 Revised Local Budget Adjustment Emergency Act, the first \$150 million of excess local funds shall be deposited in the Fiscal Stabilization Reserve Account established pursuant to section 47-392.02(j-1) of the District of Columbia Official Code (“Account”) to restore funds transferred to the General Fund pursuant to section 5 of the Fiscal Year 2026 Revised Local Budget Adjustment Emergency Act of 2026, passed on an emergency basis on June 23, 2026 (Enrolled version of Bill 26-662).

“(2) If the Fiscal Year 2026 excess local funds described in paragraph (1) of this subsection equal less than \$150 million, then, to the extent that the Fiscal Year 2027 local revenues certified in the June 2026, September 2026, or December 2026 quarterly revenue estimates exceed the resources otherwise appropriated in this act for Fiscal Year 2027, the excess

local funds shall be deposited in the Account in the amount necessary, when combined with the amount deposited pursuant to paragraph (1) of this subsection, to equal \$150 million.

“(b)(1) After satisfaction of the conditions specified in subsection (a) of this section, the amount appropriated as local funds under this act shall be increased by up to \$50,000,000, which amount shall be authorized for obligation and expenditure pursuant to paragraphs (2) and (3) of this subsection, if and to the extent that the Fiscal Year 2027 local revenues certified in the June 2026, September 2026, or December 2026 quarterly revenue estimates exceed amounts otherwise appropriated under this act.

(2) Fiscal Year 2027 excess local funds certified in the June 2026 and September 2026 quarterly revenue estimates shall be allocated as follows no later than October 1, 2026:

“(A) The first \$9,000,000 in one-time funds to Non-Departmental for transfer to the District of Columbia Housing Authority for use in the event the federal emergency housing voucher program expires;

“(B) The next \$3,000,000 in one-time funds to the Department of Human Services for the Emergency Rental Assistance Program;

“(C) The next \$2,000,000, in one-time funds to the Department of Youth Rehabilitative Services for the Credible Messengers program; and

“(D) The next \$36,000,000 in one-time funds to the Workforce Investment Account.

“(3) Fiscal Year 2027 excess local funds certified in the December 2026 quarterly revenue estimate shall be allocated, no later than January 1, 2027, to any agency, program, or account, in the order of priority identified in paragraph (2) of this subsection, that was not fully funded pursuant to paragraph (2) of this subsection.”.

Rationale: This amendment would appropriate funds and authorize spending based on increased local revenues.

It would direct the first \$150 million in Fiscal Year 2026 excess local funds, as reflected in the June 2026, September 2026, or December 2026 quarterly revenue estimates, to the Fiscal Stabilization Reserve Account to restore funds transferred from that account to the General Fund in Fiscal Year 2026 for use in Fiscal Year 2027. If Fiscal Year 2026 excess local funds are not sufficient to fund the Fiscal Stabilization Reserve Account up to \$150 million, Fiscal Year 2027 excess local revenue, as reflected in the June 2026, September 2026, or December 2026 quarterly revenue estimates shall then be used, together with any Fiscal Year 2026 excess local revenues, to replenish the Fiscal Stabilization Reserve Account up to \$150 million.

After the Fiscal Stabilization Reserve Account receives \$150 million, any Fiscal Year 2027 excess local funds, as reflected in the June 2026 and September 2026 quarterly revenue estimates, would be allocated no later than October 1, 2026 for, in order of priority: use in the event the federal emergency housing voucher program expires, the Emergency Rental Assistance Program, the Credible Messengers program, and the Workforce Investment Account. If excess Fiscal Year 2027 revenues from the June and September revenue estimates are insufficient to fully fund the listed programs, Fiscal Year 2027 excess local funds as reflected in the December 2026 quarterly revenue estimate would be allocated to the programs in the same order of priority, no later than January 1, 2027.