CONCRETE THOUGHTS

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Fingerprinting and Real Estate Taxes ...

What could they possibly have to do with each other?

It is very obvious that we are approaching election season in New York, as the fund-raisers and calls from local politicians are starting to come with greater frequency.

Given the budget deficits that both the city and the state of New York are facing,

one of the questions I always ask politicians looking for donations is what three specific line items in the city budget do they believe could withstand cutbacks. I have never received a straightforward answer to this question and most of the time the default position from the politician is, "We must work hard to eliminate waste, fraud and abuse."

This is simply the nature of politics because candidates cringe at Robert Knakal the thought of alienating any voter group, notwithstanding how they

may actually feel about a particular issue. I find it interesting that the "waste, fraud and abuse" cop-out is relied on so heavily (after all, who wouldn't agree to eliminating these things?) but when politicians finally get the chance to address waste, fraud and abuse, they rarely take advantage of the opportunity.

A case in point is the recent turmoil over the fingerprinting of food stamp recipients. Many elected officials have demonized this practice as stigmatizing recipients. Recently, City Council Speaker Christine Quinn said, "Fingerprinting food-stamp applications is an unnecessary, time-consuming, stigmatizing process that I believe criminalizes poverty." So, should we surmise from this that the only people getting fingerprinted are criminals?

This is far from the fact. Nearly every city government employee is fingerprinted. If you want a job in the school system, you need to be fingerprinted. This includes teachers, clerical staff, janitorial staff, hall monitors, cafeteria employees, sports officials, bus aides, bus drivers and employees of contract service providers who are placed within a school.

Additionally, holders of taxi medallions must go through this process. Many who work on Wall Street are fingerprinted, as are employees of the FBI, the CIA and the military. I assume this elected official believes that all of these people are stigmatized.

Clearly, this process has not stigmatized those folks, and it's not as if food stamp recipients who are fingerprinted will walk around with an ink-stained thumb for the rest of their lives. If elected officials are serious about eliminating waste, fraud and abuse, the time-tested method of fingerprinting recipients of public assistance should be continued.

The mayor and the governor disagree on this issue. Recently, Mayor Bloomberg

defended the policy saying, "There's just no reason I know of why you shouldn't do fingerprinting on food stamps as a prophylactic measure to ensure the public that the only people who are getting benefits that the public is paying for are those that deserve it.'

It is apparent that this issue is more about getting votes than being fiscally responsible. In New York City, 1.8 million residents receive the benefit.

That's a lot of votes, and a lot of room for waste, fraud and abuse if not administered properly.

You may be asking why I am concerned about the elimination of waste, fraud and abuse from the city and state budgets. From a state perspective, I am concerned because the less money the state has to give to the city, the less money the city gets from the state.

And from the city's perspective, squandering more money will lead to ever increasing budget deficits, which will lead to inevitably ever-increasing real estate taxes, which have reached all-time highs as a percentage of gross revenue. This is notwithstanding the supposed correlation between real estate tax assessments and market value. We have seen this relationship abandoned when the city needs money. The city needs money, so real estate taxes go up.

We must implore all elected officials to be fiscally responsible. True line item budget cuts are unlikely so we must attempt to implement strategies to truly eliminate waste, fraud and abuse. Pension reform is another huge area impacting our finances, but this is another topic for another day. Presently, we must try to keep the deficits to a minimum, which will reduce the upward pressure that is continually placed on our real estate tax obligations.

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