



The City of New York  
**Mayor's Office of Management and Budget**  
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**Melanie Hartzog**  
Director

February 7, 2019

## TO THE FINANCIAL CONTROL BOARD

Pursuant to Section 8.3 of the Financial Emergency Act (the "Act"), the City hereby submits for review by the Financial Control Board, Modification No. 19-2 to the Financial Plan for the City and Covered Organizations for fiscal years 2019-2023 (the "Modification"). The Modification as it relates to the City is attached hereto as Exhibit A. The Plan for the Covered Organization which requires modification will be forwarded to you under separate cover.

The Five Year Financial Plan has been prepared in accordance with generally accepted accounting principles ("GAAP") except for the application of Statement No. 49 of the Government Accounting Standards Board ("GASB 49"), and with the exception of that portion of the plan related to certain Covered Organizations, which are prepared on a cash basis.

The City hereby certifies that, in its judgment, the Modification is complete and complies with the standards set forth in Section 8.1 of the Act.

Yours truly,

A handwritten signature in black ink, appearing to read 'Melanie Hartzog', written over the printed name.

Melanie Hartzog

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### **EXHIBIT A**

### **CITY OF NEW YORK - FINANCIAL PLAN**

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**Five Year Financial Plan Revenues and Expenditures**  
**(\$ in millions)**

<b>REVENUES</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>FY 2021</b>	<b>FY 2022</b>	<b>FY 2023</b>
<b>Taxes</b>					
General Property Tax	\$ 27,865	\$ 29,529	\$ 30,909	\$ 32,150	\$ 33,110
Other Taxes	31,759	32,389	33,138	34,059	35,064
Tax Audit Revenue	1,057	998	721	721	721
Subtotal: Taxes	\$ 60,681	\$ 62,916	\$ 64,768	\$ 66,930	\$ 68,895
Miscellaneous Revenues	7,633	6,799	6,772	6,747	6,735
Unrestricted Intergovernmental Aid	151	-	-	-	-
Less: Intra-City Revenue	(2,154)	(1,794)	(1,796)	(1,794)	(1,792)
Disallowances Against Categorical Grants	91	(15)	(15)	(15)	(15)
Subtotal: City Funds	\$ 66,402	\$ 67,906	\$ 69,729	\$ 71,868	\$ 73,823
Other Categorical Grants	1,198	926	868	862	862
Inter-Fund Revenues	690	661	662	661	661
Federal Categorical Grants	8,471	7,327	7,205	7,133	7,120
State Categorical Grants	15,258	15,390	15,837	16,305	16,353
<b>Total Revenues</b>	<b>\$ 92,019</b>	<b>\$ 92,210</b>	<b>\$ 94,301</b>	<b>\$ 96,829</b>	<b>\$ 98,819</b>
<b>EXPENDITURES</b>					
<b>Personal Service</b>					
Salaries and Wages	\$ 29,016	\$ 30,240	\$ 31,258	\$ 31,115	\$ 31,642
Pensions	9,850	9,951	10,418	10,864	11,070
Fringe Benefits <sup>1</sup>	10,643	11,536	12,028	12,705	13,385
Subtotal: Personal Service	\$ 49,509	\$ 51,727	\$ 53,704	\$ 54,684	\$ 56,097
<b>Other Than Personal Service</b>					
Medical Assistance	5,915	5,915	5,915	5,915	5,915
Public Assistance	1,595	1,617	1,617	1,617	1,617
All Other <sup>1</sup>	31,524	29,319	29,469	29,759	29,942
Subtotal: Other Than Personal Service	\$ 39,034	\$ 36,851	\$ 37,001	\$ 37,291	\$ 37,474
Debt Service <sup>1,2</sup>	6,737	7,345	7,658	8,337	9,086
FY 2018 Budget Stabilization & Discretionary Transfers <sup>1</sup>	(4,576)	-	-	-	-
FY 2019 Budget Stabilization <sup>2</sup>	3,169	(3,169)	-	-	-
Capital Stabilization Reserve	-	250	250	250	250
General Reserve	300	1,000	1,000	1,000	1,000
Less: Intra-City Expenses	(2,154)	(1,794)	(1,796)	(1,794)	(1,792)
<b>Total Expenditures</b>	<b>\$ 92,019</b>	<b>\$ 92,210</b>	<b>\$ 97,817</b>	<b>\$ 99,768</b>	<b>\$ 102,115</b>
<b>Gap To Be Closed</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (3,516)</b>	<b>\$ (2,939)</b>	<b>\$ (3,296)</b>

<sup>1</sup> Fiscal Year 2018 Budget Stabilization and Discretionary Transfers total \$4.576 billion, including GO of \$1.902 billion, TFA-FTS of \$2.174 billion, Retiree Health Benefits of \$300 million and subsidies of \$200 million.

<sup>2</sup> Fiscal Year 2019 Budget Stabilization totals \$3.169 billion, including GO of \$850 million and TFA-FTS of \$2.319 billion.

**New York City Financial Plan**  
**Five Year Projections of Cash Sources and Uses**  
**(\$ in millions)**

<b>Sources of Cash</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>FY 2021</b>	<b>FY 2022</b>	<b>FY 2023</b>
Funds Provided/(Used) from Operations	\$ 651	\$ -	\$ -	\$ -	\$ -
Proceeds from Seasonal Borrowings	-	-	-	-	-
Capital Plan Funding Sources (see Exhibit A-3)	9,866	11,405	12,935	13,989	14,312
<b>Total Sources of Cash</b>	<b>\$ 10,517</b>	<b>\$ 11,405</b>	<b>\$ 12,935</b>	<b>\$ 13,989</b>	<b>\$ 14,312</b>
<b>Uses of Cash</b>					
Capital Disbursements	\$ 9,866	\$ 11,405	\$ 12,935	\$ 13,989	\$ 14,312
Repayment of Seasonal Borrowings	-	-	-	-	-
<b>Total Uses of Cash</b>	<b>\$ 9,866</b>	<b>\$ 11,405</b>	<b>\$ 12,935</b>	<b>\$ 13,989</b>	<b>\$ 14,312</b>
<b>Net Sources/(Uses) of Cash</b>	<b>\$ 651</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Cash Balance - Beginning of Period	\$ 9,394	\$ 10,045	\$ 10,045	\$ 10,045	\$ 10,045
Cash Balance - End of Period	\$ 10,045	\$ 10,045	\$ 10,045	\$ 10,045	\$ 10,045

**New York City Financial Plan  
Five Year Capital Plan Funding Sources  
(\$ in millions)**

<b>Sources of Capital Cash</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>FY 2021</b>	<b>FY 2022</b>	<b>FY 2023</b>
New York City General Obligation Bonds	\$ 2,300	\$ 4,040	\$ 4,650	\$ 5,280	\$ 5,500
Other Long-Term Sources:					
TFA-FTS	\$ 3,900	\$ 4,040	\$ 4,650	\$ 5,280	\$ 5,500
Water Authority	1,701	1,652	1,667	1,752	1,993
Subtotal Long-Term Sources	\$ 7,901	\$ 9,732	\$ 10,967	\$ 12,312	\$ 12,993
Five Year Education Capital Plan					
TFA - Building Aid Revenue Bonds	500	103	31	78	25
Other State Funded Financing	4	209	203	104	65
Change in Non-City Cash	203	(103)	-	-	-
Other Non-City Funds	697	1,060	1,338	1,094	934
Subtotal Reimbursable Capital	\$ 1,404	\$ 1,269	\$ 1,572	\$ 1,276	\$ 1,024
Financial Plan Adjustment	561	404	396	401	295
Total Capital Plan Funding Sources	\$ 9,866	\$ 11,405	\$ 12,935	\$ 13,989	\$ 14,312

**New York City Financial Plan  
FY 2019 Borrowing Schedule  
(\$ in millions)**

	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	Total Financing
<b>Short-Term Borrowing:</b>					
Borrowing	\$ -	\$ -	\$ -	\$ -	\$ -
Repayment	-	-	-	-	-
<b>Total Short-Term Borrowing (Repayment)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Capital Borrowing:</b>					
New York City General Obligation	\$ -	\$ 1,100	\$ -	\$ 1,200	\$ 2,300
Transitional Financial Authority (TFA-FTS)	2,875	-	-	1,025	3,900
Water Authority <sup>1</sup>	415	313	524	449	1,701
<b>Total Borrowing to Finance City Capital Program</b>	<b>\$ 3,290</b>	<b>\$ 1,413</b>	<b>\$ 524</b>	<b>\$ 2,674</b>	<b>\$ 7,901</b>

## Notes:

1. Excludes costs of issuance and reserve fund allocations and reflects Water Authority Commercial Paper, Bond Anticipation Notes, releases from debt service reserve funds, and revenue bonds issued to finance the water and sewer system's capital program. Amounts do not include revenue bonds issued to permanently finance previously issued commercial paper.

**New York City Financial Plan  
Five Year Capital Plan  
(\$ in millions)**

**Projected Capital Commitments**

	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	Total
City	\$ 12,156	\$ 15,493	\$ 14,328	\$ 14,519	\$ 13,642	\$ 70,138
Non-City <sup>1</sup>	1,948	1,572	1,658	504	599	6,281
Total	\$ 14,104	\$ 17,065	\$ 15,986	\$ 15,023	\$ 14,241	\$ 76,419

**Projected Capital Expenditures**

	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	Total
City	\$ 8,462	\$ 10,136	\$ 11,363	\$ 12,713	\$ 13,288	\$ 55,962
Non-City <sup>1</sup>	1,404	1,269	1,572	1,276	1,024	6,545
Total	\$ 9,866	\$ 11,405	\$ 12,935	\$ 13,989	\$ 14,312	\$ 62,507

Notes:

1. Includes Federal, State and other Reimbursable Capital.