



The City of New York

**Mayor's Office of Management and Budget**

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Dean Fuleihan  
Director

November 21, 2017

**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. 18-1 to the Financial Plan for the City and Covered Organizations for fiscal years 2018-2021 (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 Four 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 "D. Fuleihan".

Dean Fuleihan

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### **EXHIBIT A**

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

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

<b>REVENUES</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>FY 2021</b>
<b>Taxes</b>				
General Property Tax	\$ 25,812	\$ 27,448	\$ 28,810	\$ 29,930
Other Taxes	29,931	31,337	32,554	33,786
Tax Audit Revenue	850	721	721	721
Subtotal: Taxes	\$ 56,593	\$ 59,506	\$ 62,085	\$ 64,437
Miscellaneous Revenues	6,757	6,659	6,877	6,864
Unrestricted Intergovernmental Aid	-	-	-	-
Less: Intra-City Revenue	(2,053)	(1,745)	(1,745)	(1,750)
Disallowances Against Categorical Grants	(15)	(15)	(15)	(15)
Subtotal: City Funds	\$ 61,282	\$ 64,405	\$ 67,202	\$ 69,536
Other Categorical Grants	1,023	869	860	855
Inter-Fund Revenues	672	668	604	604
Federal Categorical Grants	8,342	7,087	6,927	6,915
State Categorical Grants	14,667	14,894	15,407	15,789
<b>Total Revenues</b>	<b>\$ 85,986</b>	<b>\$ 87,923</b>	<b>\$ 91,000</b>	<b>\$ 93,699</b>
<b>EXPENDITURES</b>				
<b>Personal Service</b>				
Salaries and Wages	\$ 27,377	\$ 28,741	\$ 29,526	\$ 30,164
Pensions	9,587	9,748	9,687	9,610
Fringe Benefits <sup>1</sup>	9,962	10,658	11,527	12,287
Subtotal: Personal Service	\$ 46,926	\$ 49,147	\$ 50,740	\$ 52,061
<b>Other Than Personal Service</b>				
Medical Assistance	5,915	5,915	5,915	5,915
Public Assistance	1,594	1,605	1,617	1,617
All Other <sup>1</sup>	29,833	27,771	27,784	28,048
Subtotal: Other Than Personal Service	\$ 37,342	\$ 35,291	\$ 35,316	\$ 35,580
<b>Debt Service <sup>1</sup></b>				
FY 2017 Budget Stabilization & Discretionary Transfers <sup>1</sup>	(4,180)	-	-	-
Capital Stabilization Reserve	250	250	250	250
General Reserve	1,200	1,000	1,000	1,000
Subtotal	\$ 88,039	\$ 92,844	\$ 95,018	\$ 97,065
Less: Intra-City Expenses	(2,053)	(1,745)	(1,745)	(1,750)
<b>Total Expenditures</b>	<b>\$ 85,986</b>	<b>\$ 91,099</b>	<b>\$ 93,273</b>	<b>\$ 95,315</b>
<b>Gap To Be Closed</b>	<b>\$ -</b>	<b>\$ (3,176)</b>	<b>\$ (2,273)</b>	<b>\$ (1,616)</b>

<sup>1</sup> Fiscal Year 2017 Budget Stabilization and Discretionary Transfers total \$4.180 billion, including GO of \$1.560 billion, TFA-PIT of \$1.909 billion, Retiree Health Benefits of \$400 million, net equity contribution in bond refunding of \$11 million and subsidies of \$300 million.

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

<b>Sources of Cash</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>FY 2021</b>
Funds Provided/(Used) from Operations	\$ 718	\$ -	\$ -	\$ -
Proceeds from Seasonal Borrowings	-	-	-	-
Capital Plan Funding Sources (see Exhibit A-3)	9,636	12,562	13,306	13,193
<b>Total Sources of Cash</b>	<b>\$ 10,354</b>	<b>\$ 12,562</b>	<b>\$ 13,306</b>	<b>\$ 13,193</b>
<b>Uses of Cash</b>				
Capital Disbursements	\$ 9,636	\$ 12,562	\$ 13,306	\$ 13,193
Repayment of Seasonal Borrowings	-	-	-	-
<b>Total Uses of Cash</b>	<b>\$ 9,636</b>	<b>\$ 12,562</b>	<b>\$ 13,306</b>	<b>\$ 13,193</b>
<b>Net Sources/(Uses) of Cash</b>	<b>\$ 718</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Cash Balance - Beginning of Period	\$ 9,342	\$ 10,060	\$ 10,060	\$ 10,060
Cash Balance - End of Period	\$ 10,060	\$ 10,060	\$ 10,060	\$ 10,060

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

<b>Sources of Capital Cash</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>FY 2021</b>
New York City General Obligation Bonds	\$ 2,200	\$ 4,000	\$ 4,770	\$ 4,800
Other Long-Term Sources:				
TFA-PIT	3,540	4,000	4,770	4,800
Water Authority	1,855	1,962	1,997	1,925
Subtotal Long-Term Sources	\$ 7,595	\$ 9,962	\$ 11,537	\$ 11,525
Four Year Education Capital Plan				
TFA - Building Aid Revenue Bonds	500	500	77	295
Other State Funded Financing	222	210	112	41
Change in Non-City Cash	(289)	(348)	(1)	(1)
Other Non-City Funds	803	1,210	1,251	1,092
Subtotal Reimbursable Capital	\$ 1,236	\$ 1,572	\$ 1,439	\$ 1,427
Financial Plan Adjustment	805	1,028	330	241
Total Capital Plan Funding Sources	\$ 9,636	\$ 12,562	\$ 13,306	\$ 13,193

**New York City Financial Plan  
FY 2018 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	\$ -	\$ 1,000	\$ 1,200	\$ -	\$ 2,200
Transitional Financial Authority (TFA-PIT)	1,350	990	-	1,200	3,540
Water Authority <sup>1</sup>	259	740	856	-	1,855
<b>Total Borrowing to Finance City Capital Program</b>	<b>\$ 1,609</b>	<b>\$ 2,730</b>	<b>\$ 2,056</b>	<b>\$ 1,200</b>	<b>\$ 7,595</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  
Four Year Capital Plan  
(\$ in millions)**

**Projected Capital Commitments**

	FY 2018	FY 2019	FY 2020	FY 2021	Total
City	\$ 14,862	\$ 15,936	\$ 13,478	\$ 11,060	\$ 55,336
Non-City <sup>1</sup>	3,296	1,842	986	1,219	7,343
Total	\$ 18,158	\$ 17,778	\$ 14,464	\$ 12,279	\$ 62,679

**Projected Capital Expenditures**

	FY 2018	FY 2019	FY 2020	FY 2021	Total
City	\$ 8,400	\$ 10,990	\$ 11,867	\$ 11,766	\$ 43,023
Non-City <sup>1</sup>	1,236	1,572	1,439	1,427	5,674
Total	\$ 9,636	\$ 12,562	\$ 13,306	\$ 13,193	\$ 48,697

Notes:

1. Includes Federal, State and other Reimbursable Capital.