



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

January 16, 2020

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. 20-2 to the Financial Plan for the City and Covered Organizations for fiscal years 2020-2024 (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 without regard to changes in certain fund balances described in General Municipal Law 24-a, 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 typed 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)

REVENUES	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Taxes					
General Property Tax	\$ 29,672	\$ 31,015	\$ 32,271	\$ 33,251	\$ 33,958
Other Taxes	33,681	33,678	34,623	35,638	36,636
Tax Audit Revenue	999	921	721	721	721
Subtotal: Taxes	\$ 64,352	\$ 65,614	\$ 67,615	\$ 69,610	\$ 71,315
Miscellaneous Revenues	7,547	7,086	7,079	7,096	7,097
Unrestricted Intergovernmental Aid	111	-	-	-	-
Less: Intra-City Revenue	(2,126)	(1,852)	(1,844)	(1,842)	(1,842)
Disallowances Against Categorical Grants	(15)	(15)	(15)	(15)	(15)
Subtotal: City Funds	\$ 69,869	\$ 70,833	\$ 72,835	\$ 74,849	\$ 76,555
Other Categorical Grants	1,006	874	864	863	861
Inter-Fund Revenues	719	676	676	676	676
Federal Categorical Grants	8,158	7,113	7,010	6,976	6,971
State Categorical Grants	15,674	15,803	16,263	16,720	16,769
Total Revenues	\$ 95,426	\$ 95,299	\$ 97,648	\$ 100,084	\$ 101,832
EXPENDITURES					
Personal Service					
Salaries and Wages	\$ 30,112	\$ 30,943	\$ 30,821	\$ 31,728	\$ 32,291
Pensions	9,832	9,939	10,422	10,458	10,112
Fringe Benefits	11,362	11,802	12,607	13,416	14,227
Subtotal: Personal Service	\$ 51,306	\$ 52,684	\$ 53,850	\$ 55,602	\$ 56,630
Other Than Personal Service					
Medical Assistance	5,915	5,915	5,915	5,915	5,915
Public Assistance	1,641	1,651	1,651	1,650	1,650
All Other ¹	32,904	30,874	31,101	31,289	31,522
Subtotal: Other Than Personal Service	\$ 40,460	\$ 38,440	\$ 38,667	\$ 38,854	\$ 39,087
Debt Service ^{1,2}	6,984	7,500	8,158	8,906	9,366
FY 2019 Budget Stabilization & Discretionary Transfers ¹	(4,221)	-	-	-	-
FY 2020 Budget Stabilization ²	2,723	(2,723)	-	-	-
Capital Stabilization Reserve	-	250	250	250	250
General Reserve	300	1,000	1,000	1,000	1,000
Less: Intra-City Expenses	(2,126)	(1,852)	(1,844)	(1,842)	(1,842)
Total Expenditures	\$ 95,426	\$ 95,299	\$ 100,081	\$ 102,770	\$ 104,491
Gap To Be Closed	\$ -	\$ -	\$ (2,433)	\$ (2,686)	\$ (2,659)

¹ Fiscal Year 2019 Budget Stabilization and Discretionary Transfers totals \$4.221 billion, including GO of \$1.702 billion, TFA-FTS of \$2.319 billion and subsidies of \$200 million.

² Fiscal Year 2020 Budget Stabilization totals \$2.723 billion, including GO of \$173 million and TFA-FTS of \$2.550 billion.

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

Sources of Cash	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Funds Provided/(Used) from Operations	\$ 684	\$ -	\$ -	\$ -	\$ -
Proceeds from Seasonal Borrowings	-	-	-	-	-
Capital Plan Funding Sources (see Exhibit A-3)	10,098	11,827	13,307	14,228	14,578
Total Sources of Cash	\$ 10,782	\$ 11,827	\$ 13,307	\$ 14,228	\$ 14,578
Uses of Cash					
Capital Disbursements	\$ 10,098	\$ 11,827	\$ 13,307	\$ 14,228	\$ 14,578
Repayment of Seasonal Borrowings	-	-	-	-	-
Total Uses of Cash	\$ 10,098	\$ 11,827	\$ 13,307	\$ 14,228	\$ 14,578
Net Sources/(Uses) of Cash	\$ 684	\$ -	\$ -	\$ -	\$ -
Cash Balance - Beginning of Period	\$ 7,110	\$ 7,794	\$ 7,794	\$ 7,794	\$ 7,794
Cash Balance - End of Period	\$ 7,794	\$ 7,794	\$ 7,794	\$ 7,794	\$ 7,794

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

Sources of Capital Cash	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
New York City General Obligation Bonds	\$ 3,910	\$ 4,220	\$ 4,930	\$ 5,600	\$ 5,810
Other Long-Term Sources:					
TFA-FTS	\$ 3,000	\$ 4,220	\$ 4,930	\$ 5,600	\$ 5,810
Water Authority	1,704	1,512	1,533	1,507	1,670
Subtotal Long-Term Sources	\$ 8,614	\$ 9,952	\$ 11,393	\$ 12,707	\$ 13,290
Five Year Education Capital Plan					
TFA - Building Aid Revenue Bonds	250	384	166	141	200
Other State Funded Financing	-	-	-	-	-
Change in Non-City Cash	11	(200)	-	-	-
Other Non-City Funds	632	1,245	1,340	1,002	772
Subtotal Reimbursable Capital	\$ 893	\$ 1,429	\$ 1,506	\$ 1,143	\$ 972
Financial Plan Adjustment	591	446	408	378	316
Total Capital Plan Funding Sources	<u>\$ 10,098</u>	<u>\$ 11,827</u>	<u>\$ 13,307</u>	<u>\$ 14,228</u>	<u>\$ 14,578</u>

**New York City Financial Plan
FY 2020 Borrowing Schedule
(\$ in millions)**

	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	Total Financing
Short-Term Borrowing:					
Borrowing	\$ -	\$ -	\$ -	\$ -	\$ -
Repayment	-	-	-	-	-
Total Short-Term Borrowing (Repayment)	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Borrowing:					
New York City General Obligation	\$ 1,400	\$ 1,080	\$ 1,430	\$ -	\$ 3,910
Transitional Financial Authority (TFA-FTS)	1,350	1,150	-	500	3,000
Water Authority ¹	700	736	268	-	1,704
Total Borrowing to Finance City Capital Program	\$ 3,450	\$ 2,966	\$ 1,698	\$ 500	\$ 8,614

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 2020	FY 2021	FY 2022	FY 2023	FY 2024	Total
City	\$ 12,123	\$ 14,669	\$ 14,321	\$ 14,789	\$ 15,286	\$ 71,188
Non-City ¹	1,727	1,689	1,273	692	728	6,109
Total	\$ 13,850	\$ 16,358	\$ 15,594	\$ 15,481	\$ 16,014	\$ 77,297

Projected Capital Expenditures

	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	Total
City	\$ 9,205	\$ 10,398	\$ 11,801	\$ 13,085	\$ 13,606	\$ 58,095
Non-City ¹	893	1,429	1,506	1,143	972	5,943
Total	\$ 10,098	\$ 11,827	\$ 13,307	\$ 14,228	\$ 14,578	\$ 64,038

Notes:

1. Includes Federal, State and other Reimbursable Capital.