



The City of New York
Mayor's Office of Management and Budget
255 Greenwich Street - New York, New York 10007 - 2146
(212) 788-5900

Dean Fuleihan
Director

April 26, 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. 17-3 to the Financial Plan for the City and Covered Organizations for fiscal years 2017-2021 (the "Modification") as such plan relates to fiscal year 2017. The fiscal year 2017 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 Modification related to Covered Organizations, which are prepared on a cash basis. The Modification as it relates to the City is attached hereto as Exhibit A. The Plans for the Covered Organizations which require modification will be forwarded to you under separate cover.

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", written over a horizontal line.

Dean Fuleihan

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EXHIBIT A

CITY OF NEW YORK - FINANCIAL PLAN

A-1	Projection of Revenues and Expenditures
A-2	Projections of Cash Sources and Uses
A-3	Capital Plan Funding Sources
A-4	Borrowing Schedule
A-5	Capital Plan

FY 2017 Financial Plan Revenues and Expenditures
(\$ in millions)

REVENUES	Plan	Revised Plan	Increase/ (Decrease)
Taxes			
General Property Tax	\$ 24,196	\$ 24,402	\$ 206
Other Taxes	29,646	29,193	(453)
Tax Audit Revenue	1,041	1,251	210
Subtotal: Taxes	\$ 54,883	\$ 54,846	\$ (37)
Miscellaneous Revenues	6,835	7,011	176
Unrestricted Intergovernmental Aid	57	57	-
Less: Intra-City Revenue	(2,039)	(2,065)	(26)
Disallowances Against Categorical Grants	200	613	413
Subtotal: City Funds	\$ 59,936	\$ 60,462	\$ 526
Other Categorical Grants	980	976	(4)
Inter-Fund Revenues	655	641	(14)
Federal Categorical Grants	8,826	8,937	111
State Categorical Grants	14,417	14,437	20
Total Revenues	\$ 84,814	\$ 85,453	\$ 639
EXPENDITURES			
Personal Service			
Salaries and Wages	\$ 25,829	\$ 25,759	\$ (70)
Pensions	9,413	9,395	(18)
Fringe Benefits ²	9,606	9,456	(150)
Subtotal - Personal Service	\$ 44,848	\$ 44,610	\$ (238)
Other Than Personal Service			
Medical Assistance	5,915	5,915	-
Public Assistance	1,584	1,584	-
All Other ¹	28,801	29,138	337
Subtotal - Other Than Personal Service	\$ 36,300	\$ 36,637	\$ 337
Debt Service ^{1,2}	6,388	6,282	(106)
FY 2016 Budget Stabilization & Discretionary Transfers ¹	(4,038)	(4,038)	-
FY 2017 Budget Stabilization & Discretionary Transfers ²	3,055	3,727	672
Capital Stabilization Reserve	-	-	-
General Reserve	300	300	-
Subtotal	\$ 86,853	\$ 87,518	\$ 665
Less: Intra-City Expenses	(2,039)	(2,065)	(26)
Total Expenditures	\$ 84,814	\$ 85,453	\$ 639
Gap To Be Closed	\$ -	\$ -	\$ -

¹ Fiscal Year 2016 Budget Stabilization and Discretionary Transfers total \$4.038 billion, including GO of \$1.760 billion, TFA-PIT of \$1.734 billion, lease debt service of \$100 million, net equity contribution in bond refunding of \$44 million and subsidies of \$400 million.

² Fiscal Year 2017 Budget Stabilization and Discretionary Transfers total \$3.727 billion, including GO of \$1.418 billion, TFA-PIT of \$1.909 billion and Retiree Health Benefits of \$400 million.

**New York City Financial Plan
FY 2017 Projections of Cash Sources and Uses
(\$ in millions)**

Sources of Cash	Plan	Revised Plan	Increase/ (Decrease)
Funds Provided/(Used) from Operations	\$ (487)	\$ (2,167)	\$ (1,680)
Proceeds from Seasonal Borrowings	-	-	-
Capital Plan Funding Sources (see Exhibit A-3)	8,882	8,804	(78)
Total Sources of Cash	\$ 8,395	\$ 6,637	\$ (1,758)
Uses of Cash			
Capital Disbursements	\$ 8,882	\$ 8,804	\$ (78)
Repayment of Seasonal Borrowings	-	-	-
Total Uses of Cash	\$ 8,882	\$ 8,804	\$ (78)
Net Sources/(Uses) of Cash	\$ (487)	\$ (2,167)	\$ (1,680)
Cash Balance - Beginning of Period	\$ 11,719	\$ 11,719	-
Cash Balance - End of Period	\$ 11,232	\$ 9,552	\$ (1,680)

**New York City Financial Plan
FY 2017 Capital Plan Funding Sources
(\$ in millions)**

Sources of Capital Cash	Plan	Revised Plan	Increase/ (Decrease)
New York City General Obligation Bonds	\$ 2,281	\$ 2,281	\$ -
Other Long-Term Sources:			
TFA-PIT	3,200	3,300	100
Water Authority	1,874	1,767	(107)
Subtotal Long-Term Sources	\$ 7,355	\$ 7,348	\$ (7)
Education Capital Plan			
TFA - Building Aid Revenue Bonds	-	-	-
Other State Funded Financing	156	156	-
Change in Non-City Cash	455	426	(29)
Other Non-City Funds	803	732	(71)
Subtotal Reimbursable Capital	\$ 1,414	\$ 1,314	\$ (100)
Financial Plan Adjustment	113	142	29
Total Capital Plan Funding Sources	\$ 8,882	\$ 8,804	\$ (78)

**New York City Financial Plan
FY 2017 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	\$ 1,431	\$ 850	\$ -	\$ -	\$ 2,281
Transitional Financial Authority (TFA-PIT)	2,200	-	-	1,100	3,300
Water Authority ¹	352	683	375	357	1,767
Total Borrowing to Finance City Capital Program	\$ 3,983	\$ 1,533	\$ 375	\$ 1,457	\$ 7,348

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
FY 2017 Capital Plan
(\$ in millions)**

Projected Capital Commitments

	Plan	Revised Plan	Change
City	\$ 12,176	\$ 11,964	\$ (212)
Non-City	2,974	2,513	(461)
Total	<u>\$ 15,150</u>	<u>\$ 14,477</u>	<u>\$ (673)</u>

Projected Capital Expenditures

	Plan	Revised Plan	Change
City	\$ 7,468	\$ 7,490	\$ 22
Non-City ¹	1,414	1,314	(100)
Total	<u>\$ 8,882</u>	<u>\$ 8,804</u>	<u>\$ (78)</u>

Notes:

1. Includes Federal, State and other Reimbursable Capital.



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Dean Fuleihan
Director

April 26, 2017

TO THE FINANCIAL CONTROL BOARD

Pursuant to Section 8.3 of the Financial Emergency Act (the "Act"), the City hereby submits the Four Year Financial Plan for the City and Covered Organizations for fiscal years 2018-2021 (the "Plan"). The Plans for the Covered Organizations 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 Covered Organizations, which are prepared on a cash basis.

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

Yours truly,

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Dean Fuleihan

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

REVENUES	FY 2018	FY 2019	FY 2020	FY 2021
Taxes				
General Property Tax	\$ 25,629	\$ 27,292	\$ 28,618	\$ 29,929
Other Taxes	29,989	31,237	32,453	33,685
Tax Audit Revenue	850	721	721	721
Subtotal: Taxes	\$ 56,468	\$ 59,250	\$ 61,792	\$ 64,335
Miscellaneous Revenues	6,480	6,640	6,854	6,841
Unrestricted Intergovernmental Aid	-	-	-	-
Less: Intra-City Revenue	(1,815)	(1,737)	(1,739)	(1,744)
Disallowances Against Categorical Grants	(15)	(15)	(15)	(15)
Subtotal: City Funds	\$ 61,118	\$ 64,138	\$ 66,892	\$ 69,417
Other Categorical Grants	880	868	859	856
Inter-Fund Revenues	667	662	599	597
Federal Categorical Grants	7,799	7,002	6,897	6,879
State Categorical Grants	14,396	14,849	15,347	15,702
Total Revenues	\$ 84,860	\$ 87,519	\$ 90,594	\$ 93,451
EXPENDITURES				
Personal Service				
Salaries and Wages	\$ 27,306	\$ 28,625	\$ 29,425	\$ 30,064
Pensions	9,572	9,866	9,936	10,001
Fringe Benefits ²	10,119	10,795	11,694	12,483
Subtotal: Personal Service	\$ 46,997	\$ 49,286	\$ 51,055	\$ 52,548
Other Than Personal Service				
Medical Assistance	5,915	5,915	5,915	5,915
Public Assistance	1,594	1,605	1,617	1,617
All Other ¹	28,118	27,565	27,571	27,789
Subtotal: Other Than Personal Service	\$ 35,627	\$ 35,085	\$ 35,103	\$ 35,321
Debt Service ^{1,2}				
FY 2016 Budget Stabilization & Discretionary Transfers ¹	-	-	-	-
FY 2017 Budget Stabilization & Discretionary Transfers ²	(3,727)	-	-	-
Capital Stabilization Reserve	250	250	250	250
General Reserve	1,000	1,000	1,000	1,000
Subtotal	\$ 86,675	\$ 92,846	\$ 95,316	\$ 97,515
Less: Intra-City Expenses	(1,815)	(1,737)	(1,739)	(1,744)
Total Expenditures	\$ 84,860	\$ 91,109	\$ 93,577	\$ 95,771
Gap To Be Closed	\$ -	\$ (3,590)	\$ (2,983)	\$ (2,320)

¹ Fiscal Year 2016 Budget Stabilization and Discretionary Transfers total \$4.038 billion, including GO of \$1.760 billion, TFA-PIT of \$1.734 billion, lease debt service of \$100 million, net equity contribution in bond refunding of \$44 million and subsidies of \$400 million.

² Fiscal Year 2017 Budget Stabilization and Discretionary Transfers total \$3.727 billion, including GO of \$1.418 billion, TFA-PIT of \$1.909 billion and Retiree Health Benefits of \$400 million.

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

Sources of Cash	FY 2018	FY 2019	FY 2020	FY 2021
Funds Provided/(Used) from Operations	\$ -	\$ -	\$ -	\$ -
Proceeds from Seasonal Borrowings	-	-	-	-
Capital Plan Funding Sources (see Exhibit A-3)	10,487	12,847	13,128	12,769
Total Sources of Cash	\$ 10,487	\$ 12,847	\$ 13,128	\$ 12,769
Uses of Cash				
Capital Disbursements	\$ 10,487	\$ 12,847	\$ 13,128	\$ 12,769
Repayment of Seasonal Borrowings	-	-	-	-
Total Uses of Cash	\$ 10,487	\$ 12,847	\$ 13,128	\$ 12,769
Net Sources/(Uses) of Cash	\$ -	\$ -	\$ -	\$ -
Cash Balance - Beginning of Period	\$ 9,552	\$ 9,552	\$ 9,552	\$ 9,552
Cash Balance - End of Period	\$ 9,552	\$ 9,552	\$ 9,552	\$ 9,552

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

Sources of Capital Cash	FY 2018	FY 2019	FY 2020	FY 2021
New York City General Obligation Bonds	\$ 3,250	\$ 4,500	\$ 4,730	\$ 4,610
Other Long-Term Sources:				
TFA-PIT	3,250	4,500	4,730	4,610
Water Authority	1,418	1,868	1,913	1,890
Subtotal Long-Term Sources	\$ 7,918	\$ 10,868	\$ 11,373	\$ 11,110
Four Year Education Capital Plan				
TFA - Building Aid Revenue Bonds	750	163	77	295
Other State Funded Financing	222	210	112	41
Change in Non-City Cash	(539)	(11)	(1)	(1)
Other Non-City Funds	1,054	1,223	1,217	1,045
Subtotal Reimbursable Capital	\$ 1,487	\$ 1,585	\$ 1,405	\$ 1,380
Financial Plan Adjustment	1,082	394	350	279
Total Capital Plan Funding Sources	<u>\$ 10,487</u>	<u>\$ 12,847</u>	<u>\$ 13,128</u>	<u>\$ 12,769</u>

**New York City Financial Plan
FY 2018 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	\$ 1,080	\$ -	\$ 1,080	\$ 1,090	\$ 3,250
Transitional Financial Authority (TFA-PIT)	2,160	-	1,090	-	3,250
Water Authority ¹	378	378	378	284	1,418
Total Borrowing to Finance City Capital Program	\$ 3,618	\$ 378	\$ 2,548	\$ 1,374	\$ 7,918

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

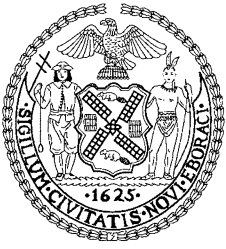
	FY 2018	FY 2019	FY 2020	FY 2021	Total
City	\$ 16,139	\$ 13,160	\$ 12,762	\$ 10,240	\$ 52,301
Non-City	2,360	1,335	823	1,241	5,759
Total	\$ 18,499	\$ 14,495	\$ 13,585	\$ 11,481	\$ 58,060

Projected Capital Expenditures

	FY 2018	FY 2019	FY 2020	FY 2021	Total
City	\$ 9,000	\$ 11,262	\$ 11,723	\$ 11,389	\$ 43,374
Non-City ¹	1,487	1,585	1,405	1,380	5,857
Total	\$ 10,487	\$ 12,847	\$ 13,128	\$ 12,769	\$ 49,231

Notes:

1. Includes Federal, State and other Reimbursable Capital.



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Dean Fuleihan
Director

Charles Brisky
Deputy Director

May 11, 2017

Mr. Jeffrey Sommer
Acting Executive Director
Financial Control Board
123 William Street, 23rd Floor
New York, New York 10038

Jeff

Dear ~~Mr.~~ Sommer:

Enclosed please find Exhibits B1-B2 on behalf of the Covered Organizations. This completes Modification No. 17-3.

Yours truly,

A handwritten signature in black ink, appearing to read "Charles Brisky".

Charles Brisky

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EXHIBIT B

COVERED ORGANIZATIONS - FINANCIAL PLAN

B-1

New York City Transit Authority

B-2

Staten Island Rapid Transit Operating Authority

New York City Transit (NYCT)			
2017-2020 FINANCIAL PLAN - VARIANCE 2017 BUDGET			
(Calendar Years; \$ in Millions)			
DESCRIPTION	Nov Plan CY17-20	Feb Plan CY17-20	Increase/ (Decrease)
	2017	2017	
REVENUE:			
Operating Revenue			
Farebox Revenue ⁽¹⁾	\$ 4,365.6	\$ 4,496.3	\$ 130.7
Other Operating Revenue	528.8	528.8	-
Total Operating Revenue	\$ 4,894.3	\$ 5,025.0	\$ 130.7
Capital & Police Reimbursement	1,239.4	1,250.5	11.1
REVENUE TOTAL	\$ 6,133.7	\$ 6,275.5	\$ 141.8
EXPENSES:			
Nonreimbursable Expenses			
Personal Services			
Salaries and Wages ⁽²⁾	\$ 3,734.1	\$ 3,745.1	\$ 11.0
Fringe Benefits	2,797.0	2,800.1	3.1
Reimbursable Overhead	(255.0)	(255.7)	(0.7)
Total Personal Services	\$ 6,276.1	\$ 6,289.5	\$ 13.5
OTPS Total	\$ 1,820.8	\$ 1,830.1	\$ 9.3
Total Gap Closing Expenses	\$ -	\$ -	\$ -
Debt Service ⁽³⁾	1,273.1	1,247.6	(25.5)
Depreciation	1,778.1	1,778.1	-
Other Post Employment Benefits (OPEB)	1,501.1	1,501.1	-
Environmental Remediation	-	-	-
GASB 68 Pension Adjustment	(296.0)	(296.0)	-
Total Nonreimbursable Expenses	\$ 12,353.1	\$ 12,350.4	\$ (2.7)
Total Reimbursable Expenses	\$ 1,239.4	\$ 1,250.5	\$ 11.1
TOTAL EXPENSES	\$ 13,592.5	\$ 13,600.9	\$ 8.4
SUBSIDIES:			
Bridges & Tunnels Surplus Transfer	\$ 260.9	\$ 287.3	\$ 26.4
Operating Assistance	316.2	316.2	-
Tax-Supported Subsidies ⁽⁴⁾	3,754.4	3,647.6	(106.8)
Additional Assistance ⁽⁵⁾	(435.6)	(505.2)	(69.5)
TOTAL SUBSIDIES	\$ 3,895.9	\$ 3,745.9	\$ (150.0)
SURPLUS (DEFICIT)	\$ (3,562.9)	\$ (3,579.5)	\$ (16.6)
Financial Stabilization Program	-	-	-
BELOW THE LINE ITEMS ⁽⁶⁾	168.9	180.7	11.9
OTHER ACTIONS AVAILABLE TO OFFSET OUTYEAR BUDGET GAPS	141.3	-	(141.3)
CASH FLOW ADJUSTMENTS	253.0	252.1	(0.9)
DEPRECIATION ADJUSTMENT	1,778.1	1,778.1	-
OPEB ADJUSTMENT	1,501.1	1,501.1	-
ENVIRONMENTAL REMEDIATION	-	-	-
GASB 68 PENSION ADJUSTMENT	(296.0)	(296.0)	-
CASH SURPLUS FROM PREVIOUS YEAR	16.6	180.3	163.7
CLOSING CASH BALANCE	\$ -	\$ 16.8	\$ 16.8

SOURCE: MTA 2017 Final Proposed Budget, November Financial Plan 2017-2020, dated November 2016 and MTA 2017 Adopted Budget, February Financial Plan 2017-2020, dated February 2017. This report is an accrual based operating report statement excluding amounts for debt service and subsidies, which are reported on a cash basis.

(1) Higher farebox revenue is due to the 4% fare increase in 2017.

(2) Higher costs in payroll are the result of the impact of the recent labor contract agreement, effective January 16, 2017, between the MTA and the TWU.

(3) Debt Service includes NYCT Base Debt Service plus Debt Service assumed by the MTA on behalf of NYCT. It equals the Sub-total MTA Paid Debt Service. The base debt amount is adjusted by refinanced debt. The total debt service amount is cash-based.

(4) Decrease is due to the lower estimation in the Metropolitan Mass Transportation Operating Assist (MMTOA) and Payroll Mobility Tax (PMT) and PMT Replacement Funds.

(5) Includes: reserve for retroactive payments, the Forward Energy Contracts Program, NYCT Charge-back of MTA Bus debt service, repayment of loan to Capital Financing Fund, and commitment to Capital for the 2010-2014 and 2015-2019 Capital Programs.

(6) Variance reflects adjustments for policy actions that were moved from below-the-line from November to February, including the 4% fare increase in 2017.

* The Fiscal Year used by MTA-New York City Transit is the Calendar Year (January to December).

STATEN ISLAND RAILWAY (SIRTOA)
2017-2020 FINANCIAL PLAN - VARIANCE 2017 BUDGET
(Calendar Years; \$ in Millions)

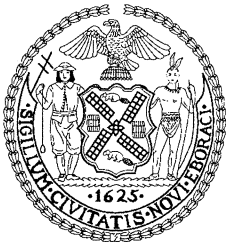
DESCRIPTION	Nov Plan CY17-20 2017	Feb Plan CY17-20 2017	Increase/ (Decrease)
REVENUE:			
Subway Farebox Revenue ⁽¹⁾	6.618	6.849	0.231
Other Operating Revenue	2.450	2.450	-
Capital and Other Reimbursements	2.510	2.510	-
TOTAL REVENUE	11.578	11.809	0.231
EXPENDITURES (Non-Reimbursable):			
Payroll	22.726	22.726	-
Overtime	3.062	3.062	-
Health & Welfare	4.649	4.649	-
OPEB Current Portion	1.497	1.497	-
Pensions	6.128	6.128	-
Other Fringe Benefits	4.093	4.093	-
Total Reimbursable Overhead	(0.489)	(0.489)	-
Traction & Propulsion Power	4.025	4.025	-
Fuel for Buses & Trains	0.275	0.280	0.005
Insurance	1.462	1.462	-
Claims	0.088	0.088	-
Mtce. & Other Operating Contracts	21.507	21.507	-
Professional Service Contracts	1.112	1.112	-
Materials & Supplies	1.815	1.815	-
Other Business Expenses	0.030	0.030	-
TOTAL EXPENSES	71.980	71.985	0.005
Capital and Other Reimbursements	2.510	2.510	-
Depreciation Expense	8.300	8.300	-
OPEB Account	7.500	7.500	-
Base Debt Service Expense (New for 2014 JFP)	0.783	0.781	(0.002)
GASB 68 Pension Adjustment	(0.500)	(0.500)	-
TOTAL EXPENSES AFTER DEPRECIATION	90.573	90.576	0.003
OPERATING SURPLUS (DEFICIT)	(78.995)	(78.767)	0.228
SUBSIDY REVENUE:			
City Aid & Fare Reimbursement	0.565	0.565	-
State Aid & Fare Reimbursement	0.565	0.565	-
MMTOA ⁽²⁾	4.191	4.006	(0.186)
SIRTOA Recovery	56.402	56.401	(0.001)
TOTAL TAX & OPERATING ASSISTANCE	61.724	61.537	(0.186)
SURPLUS (DEFICIT)	(17.271)	(17.230)	0.041
LOAN FROM (TO) MTA STABILIZATION FUND	1.803	1.930	0.127
BELOW THE LINE ITEMS	0.168	-	(0.168)
DEPRECIATION CASH ADJUSTMENT	8.300	8.300	-
OPEB ACCOUNT CASH ADJUSTMENT	7.500	7.500	-
GASB 68 PENSION ADJUSTMENT	(0.500)	(0.500)	-
NET CHANGE IN CASH	-	-	-
OPENING CASH BALANCE	-	-	-
CLOSING CASH BALANCE	-	-	-

NOTE: The Calendar Year is the Fiscal Year used by MTA-Staten Island Railway.

SOURCES: MTA 2017 Final Proposed Budget, November Financial Plan 2017-2020, dated November 2016 and MTA 2017 Adopted Budget, February Financial Plan 2017-2020, dated February 2017. This report is an accrual based operating report statement excluding amounts for debt service and subsidies, which are reported on a cash basis.

(1) Higher farebox revenue is due to the 4% fare increase in 2017.

(2) Decrease is due to NY State holding appropriations flat while MTA assumed growth.



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New York City Transit (NYCT)				
2017-2020 FEBRUARY FINANCIAL PLAN				
(Calendar Years; \$ in Millions)				
DESCRIPTION	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
REVENUE:				
Operating Revenue				
Farebox Revenue	\$ 4,496.3	\$ 4,555.4	\$ 4,570.4	\$ 4,595.8
Other Operating Revenue	528.8	555.2	580.6	604.7
Total Operating Revenue	\$ 5,025.0	\$ 5,110.6	\$ 5,151.0	\$ 5,200.5
Capital & Police Reimbursement	1,250.5	1,182.6	1,184.6	1,146.8
REVENUE TOTAL	\$ 6,275.5	\$ 6,293.2	\$ 6,335.6	\$ 6,347.3
EXPENSES: ⁽¹⁾				
Nonreimbursable Expenses				
Personal Services				
Salaries and Wages	\$ 3,745.1	\$ 3,825.6	\$ 3,902.4	\$ 3,989.2
Fringe Benefits	2,800.1	2,886.2	3,000.0	3,126.1
Reimbursable Overhead	(255.7)	(241.3)	(241.1)	(235.4)
Total Personal Services	\$ 6,289.5	\$ 6,470.4	\$ 6,661.4	\$ 6,879.8
OTPS Total	\$ 1,830.1	\$ 1,821.8	\$ 1,891.2	\$ 2,008.7
Total Gap Closing Expenses	\$ -	\$ -	\$ -	\$ -
Debt Service ⁽²⁾	1,247.6	1,308.8	1,347.4	1,393.4
Depreciation	1,778.1	1,828.1	1,878.1	1,928.1
Other Post Employment Benefits (OPEB)	1,501.1	1,561.1	1,623.6	1,688.5
Environmental Remediation	-	-	-	-
GASB 68 Pension Adjustment	(296.0)	(305.5)	(296.4)	(303.2)
Total Nonreimbursable Expenses	\$ 12,350.4	\$ 12,684.6	\$ 13,105.3	\$ 13,595.4
Total Reimbursable Expenses	\$ 1,250.5	\$ 1,182.6	\$ 1,184.6	\$ 1,146.8
TOTAL EXPENSES	\$ 13,600.9	\$ 13,867.3	\$ 14,290.0	\$ 14,742.2
SUBSIDIES:				
Bridges & Tunnels Surplus Transfer	\$ 287.3	\$ 262.0	\$ 241.8	\$ 225.5
Operating Assistance	316.2	316.2	316.2	316.2
Tax-Supported Subsidies	3,647.6	3,819.4	3,861.6	3,881.7
Additional Assistance ⁽³⁾	(505.2)	(251.5)	(290.3)	(240.6)
TOTAL SUBSIDIES	\$ 3,745.9	\$ 4,146.1	\$ 4,129.4	\$ 4,182.8
SURPLUS (DEFICIT)	\$ (3,579.5)	\$ (3,428.0)	\$ (3,825.0)	\$ (4,212.0)
Financial Stabilization Program	\$ -	\$ -	\$ -	\$ -
BELOW THE LINE ITEMS ⁽⁴⁾	180.7	155.2	438.9	468.8
OTHER ACTIONS AVAILABLE TO OFFSET OUTYEAR				
BUDGET GAPS ⁽⁵⁾	-	-	-	257.7
CASH FLOW ADJUSTMENTS	252.1	190.8	167.5	167.1
DEPRECIATION ADJUSTMENT	1,778.1	1,828.1	1,878.1	1,928.1
OPEB ADJUSTMENT	1,501.1	1,561.1	1,623.6	1,688.5
ENVIRONMENTAL REMEDIATION	-	-	-	-
GASB 68 PENSION ADJUSTMENT	(296.0)	(305.5)	(296.4)	(303.2)
CASH SURPLUS FROM PREVIOUS YEAR	180.3	16.8	18.5	5.1
CLOSING CASH BALANCE	\$ 16.8	\$ 18.5	\$ 5.1	\$ -

SOURCE: MTA 2017 Adopted Budget, February Financial Plan 2017-2020, dated February 2017. This report is an accrual based operating report statement excluding amounts for debt service and subsidies, which are reported on a cash basis.

(1) Includes increases due to the impact of the recent labor contract agreement, effective January 16, 2017, between the MTA and the TWU.

(2) Debt Service includes NYCT Base Debt Service plus Debt Service assumed by the MTA on behalf of NYCT. It equals the Sub-total MTA Paid Debt Service. The base debt amount is adjusted by refinanced debt. The total debt service amount is cash-based.

(3) Includes reserve for retroactive payments, the Forward Energy Contracts Program, NYCT Charge-back of MTA Bus debt service, repayment of loan to Capital Financing Fund, and commitment to Capital for the 2010-2014 and 2015-2019 Capital Programs.

(4) Items include actions that require Board approval and/or waiting negotiations such as the 4% fare/toll increases in 2019 and several unimplemented/additional MTA Efficiencies.

(5) Includes items not yet provided by the MTA. Typically includes Increased Ridership, Fare Collection, Expense Reductions, Management Initiatives, Cash Reserve, and Other Governmental Assistance.

* The Fiscal Year used by MTA-New York City Transit is the Calendar Year (January to December).

STATEN ISLAND RAILWAY (SIRTOA)
2017-2020 FEBRUARY FINANCIAL PLAN
(Calendar Years; \$ in Millions)

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
REVENUE: ⁽¹⁾				
Subway Farebox Revenue	6.849	6.955	6.978	7.025
Other Operating Revenue	2.450	2.473	2.496	2.520
Capital and Other Reimbursements	2.510	2.010	2.010	0.900
TOTAL REVENUE	11.809	11.438	11.484	10.445
EXPENDITURES (Non-Reimbursable):				
Payroll	22.726	23.091	23.465	23.924
Overtime	3.062	1.641	1.655	1.669
Health & Welfare	4.649	4.730	4.913	5.103
OPEB Current Portion	1.497	1.524	1.585	1.650
Pensions	6.128	6.128	6.229	6.130
Other Fringe Benefits	4.093	4.082	4.165	4.261
Total Reimbursable Overhead	(0.489)	(0.489)	(0.489)	-
Electric Power	4.025	4.191	4.364	4.678
Fuel for Buses & Trains	0.280	0.291	0.294	0.318
Insurance	1.462	1.660	1.680	1.870
Claims	0.088	0.088	0.091	0.093
Mtce. & Other Operating Contracts ⁽²⁾	21.507	2.517	2.081	1.950
Professional Service Contracts	1.112	1.046	1.064	1.083
Materials & Supplies	1.815	1.331	1.340	1.350
Other Business Expenses	0.030	0.030	0.030	0.030
TOTAL EXPENSES	71.985	51.861	52.467	54.109
Capital and Other Reimbursements	2.510	2.010	2.010	0.900
Depreciation Expense	8.300	8.300	8.300	8.300
OPEB Account	7.500	7.500	7.500	7.500
Base Debt Service Expense	0.781	2.102	4.523	7.816
Debt Service Investment Income	-	(0.001)	(0.001)	(0.001)
GASB 68 Pension Expense Adjustment	(0.500)	(0.500)	(0.500)	(0.500)
TOTAL EXPENSES AFTER DEPRECIATION	90.576	71.272	74.298	78.124
OPERATING SURPLUS (DEFICIT)	(78.767)	(59.834)	(62.814)	(67.679)
SUBSIDY REVENUE:				
City Aid & Fare Reimbursement	0.565	0.565	0.565	0.565
State Aid & Fare Reimbursement	0.565	0.565	0.565	0.565
MMTOA	4.006	4.401	4.553	4.708
SIRTOA Recovery	56.401	58.331	39.008	41.609
TOTAL TAX & OPERATING ASSISTANCE	61.537	63.863	44.691	47.448
SURPLUS (DEFICIT)	(17.230)	4.028	(18.123)	(20.231)
LOAN FROM (TO) MTA STABILIZATION FUND ⁽³⁾	1.930	(19.323)	2.608	4.921
BELOW THE LINE ITEMS ⁽⁴⁾	-	-	0.234	0.043
ACCRUAL TO CASH ADJUSTMENT	-	(0.005)	(0.019)	(0.033)
DEPRECIATION CASH ADJUSTMENT	8.300	8.300	8.300	8.300
OPEB ACCOUNT CASH ADJUSTMENT	7.500	7.500	7.500	7.500
GASB 68 PENSION ADJUSTMENT	(0.500)	(0.500)	(0.500)	(0.500)
NET CHANGE IN CASH	-	-	-	-
OPENING CASH BALANCE	-	-	-	-
CLOSING CASH BALANCE	-	-	-	-

NOTE: The Calendar Year is the Fiscal Year used by MTA-Staten Island Railway.

SOURCE: MTA 2017 Adopted Budget, February Financial Plan 2017-2020, dated February 2017.

(1) Includes farebox revenue, reflecting the March 2017 4% fare increase, and capital reimbursements.

(2) Reflects inflationary increases from 2017-2020. Also includes the R-44 fleet maintenance project through 2019.

(3) This line is due to the timing of the City subsidy for SIRTOA, which is provided after the close of the MTA fiscal year.

(4) Items include actions that require Board approval and/or waiting negotiations: the 4% fare increase scheduled for March 2019 and the subsidy impacts of the 2017 and 2019 fare increases.