



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

Melanie Hartzog
Director

April 26, 2018

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. 18-3 to the Financial Plan for the City and Covered Organizations for fiscal years 2018-2022 (the "Modification") as such plan relates to fiscal year 2018. The fiscal year 2018 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 "Melanie Hartzog", written over the typed name.

Melanie Hartzog

TABLE OF CONTENTS

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 2018 Financial Plan Revenues and Expenditures
(\$ in millions)

REVENUES	Plan	Revised Plan	Increase/ (Decrease)
Taxes			
General Property Tax	\$ 26,080	\$ 26,194	\$ 114
Other Taxes	29,915	30,774	859
Tax Audit Revenue	1,299	1,299	-
Subtotal: Taxes	\$ 57,294	\$ 58,267	\$ 973
Miscellaneous Revenues	6,995	7,128	133
Unrestricted Intergovernmental Aid	-	-	-
Less: Intra-City Revenue	(2,132)	(2,208)	(76)
Disallowances Against Categorical Grants	85	85	-
Subtotal: City Funds	\$ 62,242	\$ 63,272	\$ 1,030
Other Categorical Grants	1,098	1,088	(10)
Inter-Fund Revenues	674	646	(28)
Federal Categorical Grants	8,650	8,799	149
State Categorical Grants	14,776	14,865	89
Total Revenues	\$ 87,440	\$ 88,670	\$ 1,230
EXPENDITURES			
Personal Service			
Salaries and Wages	\$ 27,273	\$ 27,146	\$ (127)
Pensions	9,590	9,632	42
Fringe Benefits ¹	9,972	9,989	17
Subtotal - Personal Service	\$ 46,835	\$ 46,767	\$ (68)
Other Than Personal Service			
Medical Assistance	5,915	5,915	-
Public Assistance	1,594	1,583	(11)
All Other ¹	30,112	30,860	748
Subtotal - Other Than Personal Service	\$ 37,621	\$ 38,358	\$ 737
Debt Service ^{1,2}	6,412	6,231	(181)
FY 2017 Budget Stabilization & Discretionary Transfers ¹	(4,180)	(4,180)	-
FY 2018 Budget Stabilization ²	2,584	3,652	1,068
Capital Stabilization Reserve	-	-	-
General Reserve	300	50	(250)
Less: Intra-City Expenses	(2,132)	(2,208)	(76)
Total Expenditures	\$ 87,440	\$ 88,670	\$ 1,230
Gap To Be Closed	\$ -	\$ -	\$ -

¹ 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.

² Fiscal Year 2018 Budget Stabilization totals \$3.652 billion, including GO of \$1.652 billion and TFA-PIT of \$2.0 billion.

New York City Financial Plan
FY 2018 Projections of Cash Sources and Uses
(\$ in millions)

Sources of Cash	Plan	Revised Plan	Increase/ (Decrease)
Funds Provided/(Used) from Operations	\$ (1,284)	\$ (1,540)	\$ (256)
Proceeds from Seasonal Borrowings	-	-	-
Capital Plan Funding Sources (see Exhibit A-3)	8,957	9,547	590
Total Sources of Cash	\$ 7,673	\$ 8,007	\$ 334
Uses of Cash			
Capital Disbursements	\$ 8,957	\$ 9,547	\$ 590
Repayment of Seasonal Borrowings	-	-	-
Total Uses of Cash	\$ 8,957	\$ 9,547	\$ 590
Net Sources/(Uses) of Cash	\$ (1,284)	\$ (1,540)	\$ (256)
Cash Balance - Beginning of Period	\$ 9,342	\$ 9,342	-
Cash Balance - End of Period	\$ 8,058	\$ 7,802	\$ (256)

**New York City Financial Plan
FY 2018 Capital Plan Funding Sources
(\$ in millions)**

Sources of Capital Cash	Plan	Revised Plan	Increase/ (Decrease)
New York City General Obligation Bonds	\$ 2,200	\$ 3,300	\$ 1,100
Other Long-Term Sources:			
TFA-PIT	3,540	3,540	-
Water Authority	1,746	1,674	(72)
Subtotal Long-Term Sources	\$ 7,486	\$ 8,514	\$ 1,028
Education Capital Plan			
TFA - Building Aid Revenue Bonds	500	500	-
Other State Funded Financing	222	-	(222)
Change in Non-City Cash	(671)	(449)	222
Other Non-City Funds	608	506	(102)
Subtotal Reimbursable Capital	\$ 659	\$ 557	\$ (102)
Financial Plan Adjustment	812	476	(336)
Total Capital Plan Funding Sources	\$ 8,957	\$ 9,547	\$ 590

**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	\$ -	\$ 1,000	\$ 1,200	\$ 1,100	\$ 3,300
Transitional Financial Authority (TFA-PIT)	1,350	990	-	1,200	3,540
Water Authority ¹	260	740	299	375	1,674
Total Borrowing to Finance City Capital Program	\$ 1,610	\$ 2,730	\$ 1,499	\$ 2,675	\$ 8,514

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 2018 Capital Plan
(\$ in millions)**

Projected Capital Commitments

	Plan	Revised Plan	Change
City	\$ 13,764	\$ 10,662	\$ (3,102)
Non-City ¹	1,947	1,652	(295)
Total	<u>\$ 15,711</u>	<u>\$ 12,314</u>	<u>\$ (3,397)</u>

Projected Capital Expenditures

	Plan	Revised Plan	Change
City	\$ 8,298	\$ 8,990	\$ 692
Non-City ¹	659	557	(102)
Total	<u>\$ 8,957</u>	<u>\$ 9,547</u>	<u>\$ 590</u>

Notes:

1. Includes Federal, State and other Reimbursable Capital.



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

Melanie Hartzog
Director

April 26, 2018

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 2019-2022 (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,

A handwritten signature in black ink, appearing to read "Melanie Hartzog", written over a horizontal line.

Melanie Hartzog

TABLE OF CONTENTS

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

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

REVENUES	FY 2019	FY 2020	FY 2021	FY 2022
Taxes				
General Property Tax	\$ 27,789	\$ 29,295	\$ 30,711	\$ 31,702
Other Taxes	31,231	32,333	33,330	34,072
Tax Audit Revenue	1,056	721	721	721
Subtotal: Taxes	\$ 60,076	\$ 62,349	\$ 64,762	\$ 66,495
Miscellaneous Revenues	6,789	6,830	6,735	6,714
Unrestricted Intergovernmental Aid	-	-	-	-
Less: Intra-City Revenue	(1,824)	(1,770)	(1,774)	(1,774)
Disallowances Against Categorical Grants	(15)	(15)	(15)	(15)
Subtotal: City Funds	\$ 65,026	\$ 67,394	\$ 69,708	\$ 71,420
Other Categorical Grants	879	871	866	861
Inter-Fund Revenues	682	641	638	638
Federal Categorical Grants	7,507	7,127	7,106	7,089
State Categorical Grants	14,969	15,299	15,760	16,243
Total Revenues	\$ 89,063	\$ 91,332	\$ 94,078	\$ 96,251
EXPENDITURES				
Personal Service				
Salaries and Wages	\$ 28,717	\$ 29,611	\$ 30,359	\$ 30,060
Pensions	9,852	9,903	10,162	10,367
Fringe Benefits ¹	10,733	11,647	12,418	13,098
Subtotal: Personal Service	\$ 49,302	\$ 51,161	\$ 52,939	\$ 53,525
Other Than Personal Service				
Medical Assistance	5,915	5,915	5,915	5,915
Public Assistance	1,605	1,617	1,617	1,617
All Other ¹	29,505	28,864	29,085	29,364
Subtotal: Other Than Personal Service	\$ 37,025	\$ 36,396	\$ 36,617	\$ 36,896
Debt Service ^{1,2}	6,962	7,511	7,903	8,608
FY 2017 Budget Stabilization & Discretionary Transfers ¹	-	-	-	-
FY 2018 Budget Stabilization ²	(3,652)	-	-	-
Capital Stabilization Reserve	250	250	250	250
General Reserve	1,000	1,000	1,000	1,000
Less: Intra-City Expenses	(1,824)	(1,770)	(1,774)	(1,774)
Total Expenditures	\$ 89,063	\$ 94,548	\$ 96,935	\$ 98,505
Gap To Be Closed	\$ -	\$ (3,216)	\$ (2,857)	\$ (2,254)

¹ 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.

² Fiscal Year 2018 Budget Stabilization totals \$3.652 billion, including GO of \$1.652 billion and TFA-PIT of \$2.0 billion.

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

Sources of Cash	FY 2019	FY 2020	FY 2021	FY 2022
Funds Provided/(Used) from Operations	\$ -	\$ -	\$ -	\$ -
Proceeds from Seasonal Borrowings	-	-	-	-
Capital Plan Funding Sources (see Exhibit A-3)	9,905	11,881	13,424	13,892
Total Sources of Cash	\$ 9,905	\$ 11,881	\$ 13,424	\$ 13,892
Uses of Cash				
Capital Disbursements	\$ 9,905	\$ 11,881	\$ 13,424	\$ 13,892
Repayment of Seasonal Borrowings	-	-	-	-
Total Uses of Cash	\$ 9,905	\$ 11,881	\$ 13,424	\$ 13,892
Net Sources/(Uses) of Cash	\$ -	\$ -	\$ -	\$ -
Cash Balance - Beginning of Period	\$ 7,802	\$ 7,802	\$ 7,802	\$ 7,802
Cash Balance - End of Period	\$ 7,802	\$ 7,802	\$ 7,802	\$ 7,802

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

Sources of Capital Cash	FY 2019	FY 2020	FY 2021	FY 2022
New York City General Obligation Bonds	\$ 4,000	\$ 4,270	\$ 4,850	\$ 5,070
Other Long-Term Sources:				
TFA-PIT	2,800	4,270	4,850	5,070
Water Authority	1,479	1,641	1,695	2,089
Subtotal Long-Term Sources	\$ 8,279	\$ 10,181	\$ 11,395	\$ 12,229
Four Year Education Capital Plan				
TFA - Building Aid Revenue Bonds	500	78	168	104
Other State Funded Financing	78	150	180	185
Change in Non-City Cash	(177)	-	-	-
Other Non-City Funds	694	1,078	1,282	1,076
Subtotal Reimbursable Capital	\$ 1,095	\$ 1,306	\$ 1,630	\$ 1,365
Financial Plan Adjustment	531	394	399	298
Total Capital Plan Funding Sources	\$ 9,905	\$ 11,881	\$ 13,424	\$ 13,892

**New York City Financial Plan
FY 2019 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	\$ -	\$ 1,000	\$ -	\$ 3,000	\$ 4,000
Transitional Financial Authority (TFA-PIT)	2,000	800	-	-	2,800
Water Authority ¹	370	370	370	369	1,479
Total Borrowing to Finance City Capital Program	\$ 2,370	\$ 2,170	\$ 370	\$ 3,369	\$ 8,279

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 2019	FY 2020	FY 2021	FY 2022	Total
City	\$ 14,902	\$ 14,626	\$ 14,069	\$ 13,153	\$ 56,750
Non-City ¹	2,150	1,552	1,592	559	5,853
Total	<u>\$ 17,052</u>	<u>\$ 16,178</u>	<u>\$ 15,661</u>	<u>\$ 13,712</u>	<u>\$ 62,603</u>

Projected Capital Expenditures

	FY 2019	FY 2020	FY 2021	FY 2022	Total
City	\$ 8,810	\$ 10,575	\$ 11,794	\$ 12,527	\$ 43,706
Non-City ¹	1,095	1,306	1,630	1,365	5,396
Total	<u>\$ 9,905</u>	<u>\$ 11,881</u>	<u>\$ 13,424</u>	<u>\$ 13,892</u>	<u>\$ 49,102</u>

Notes:

1. Includes Federal, State and other Reimbursable Capital.