

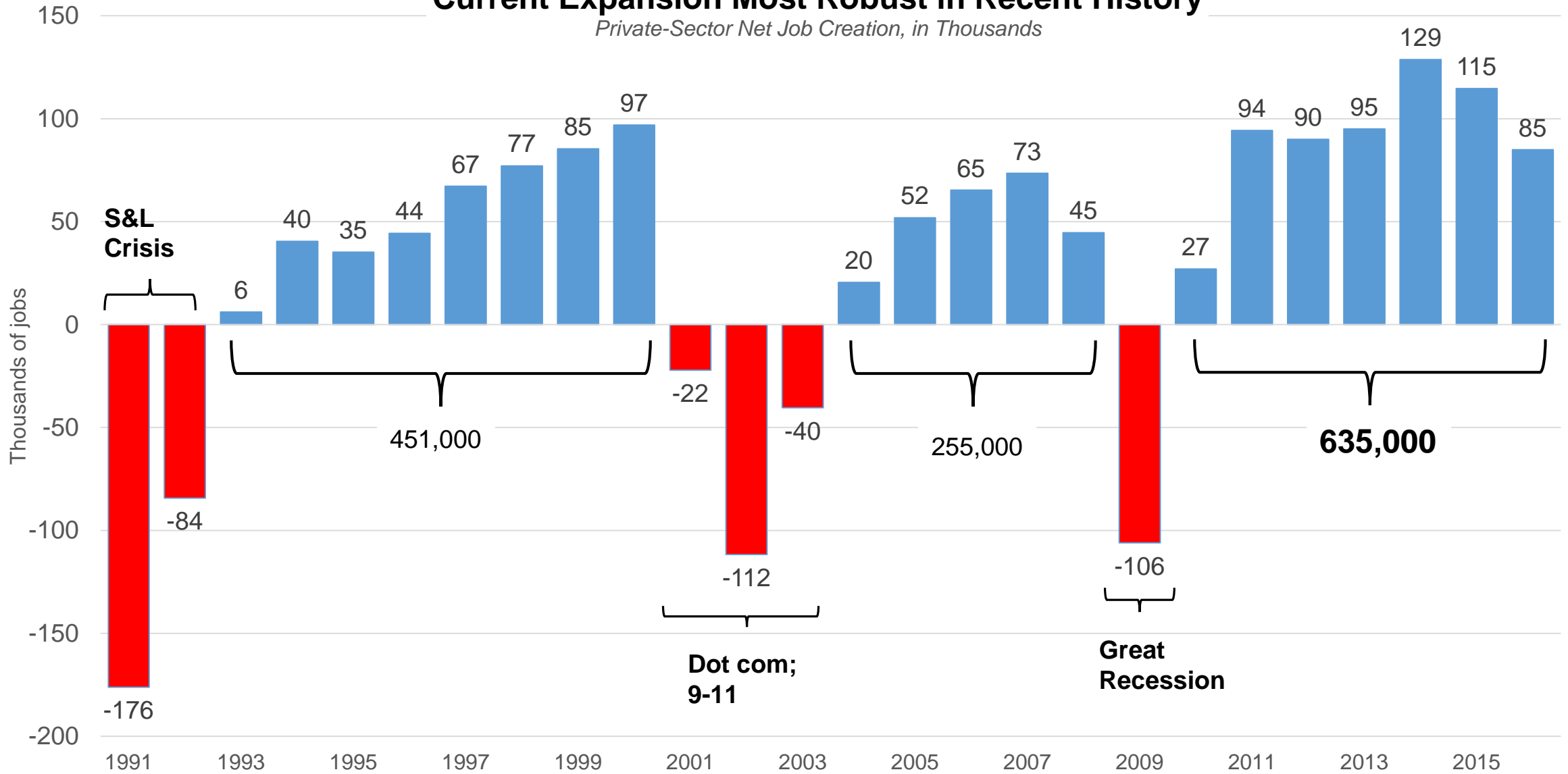


The Economy



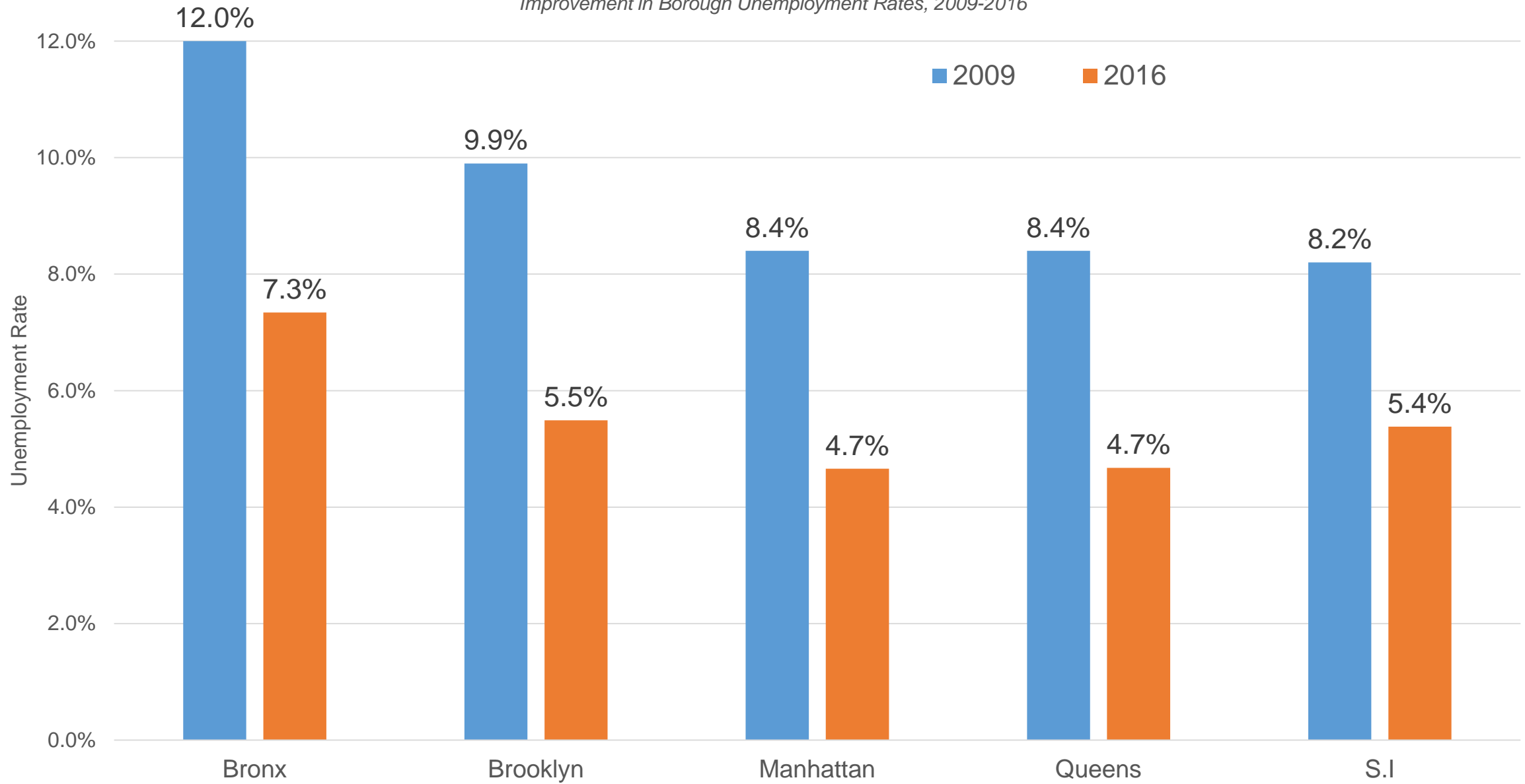
Current Expansion Most Robust in Recent History

Private-Sector Net Job Creation, in Thousands

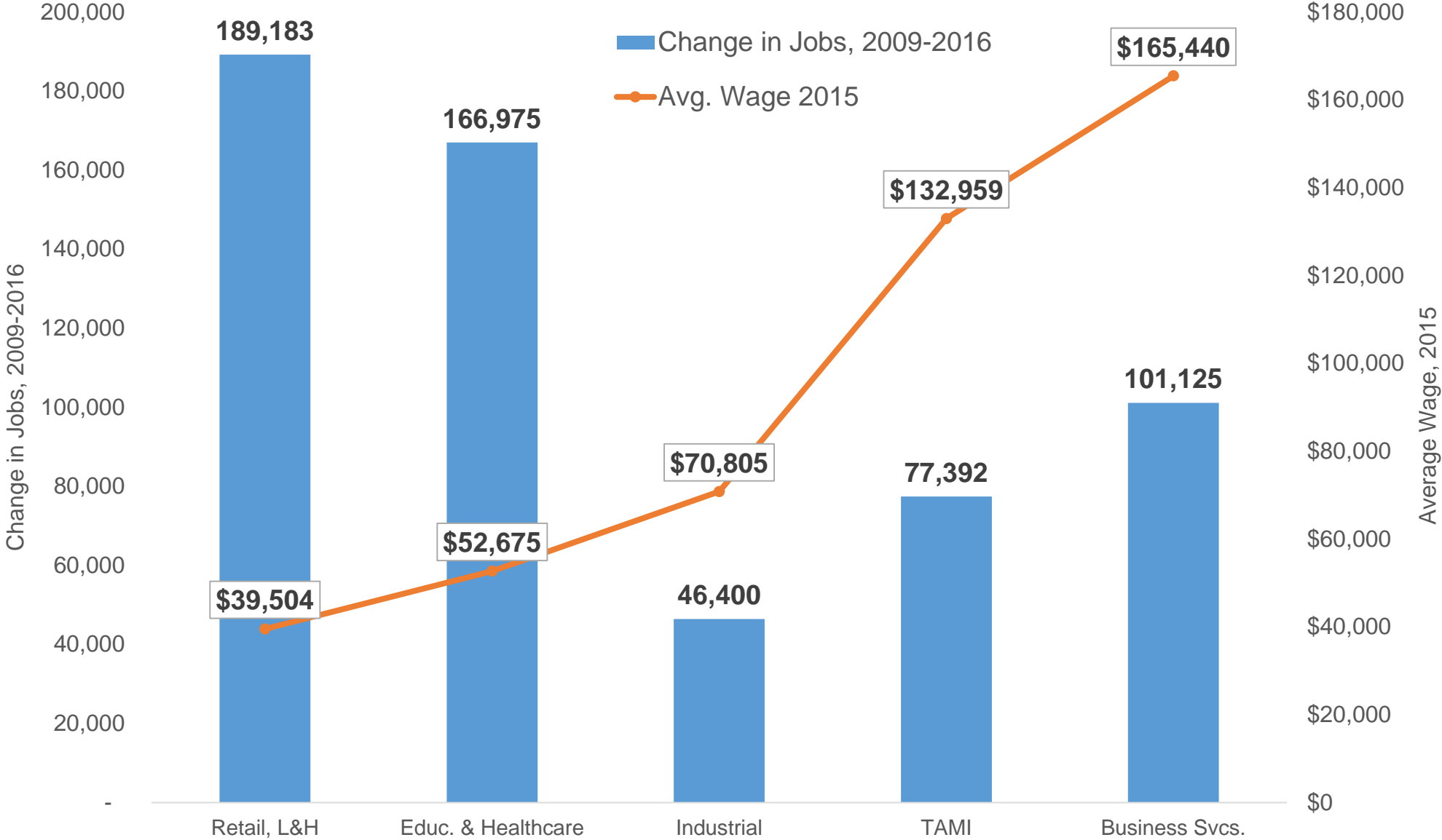


The Impact of the Expansion Has Been Felt Throughout the City

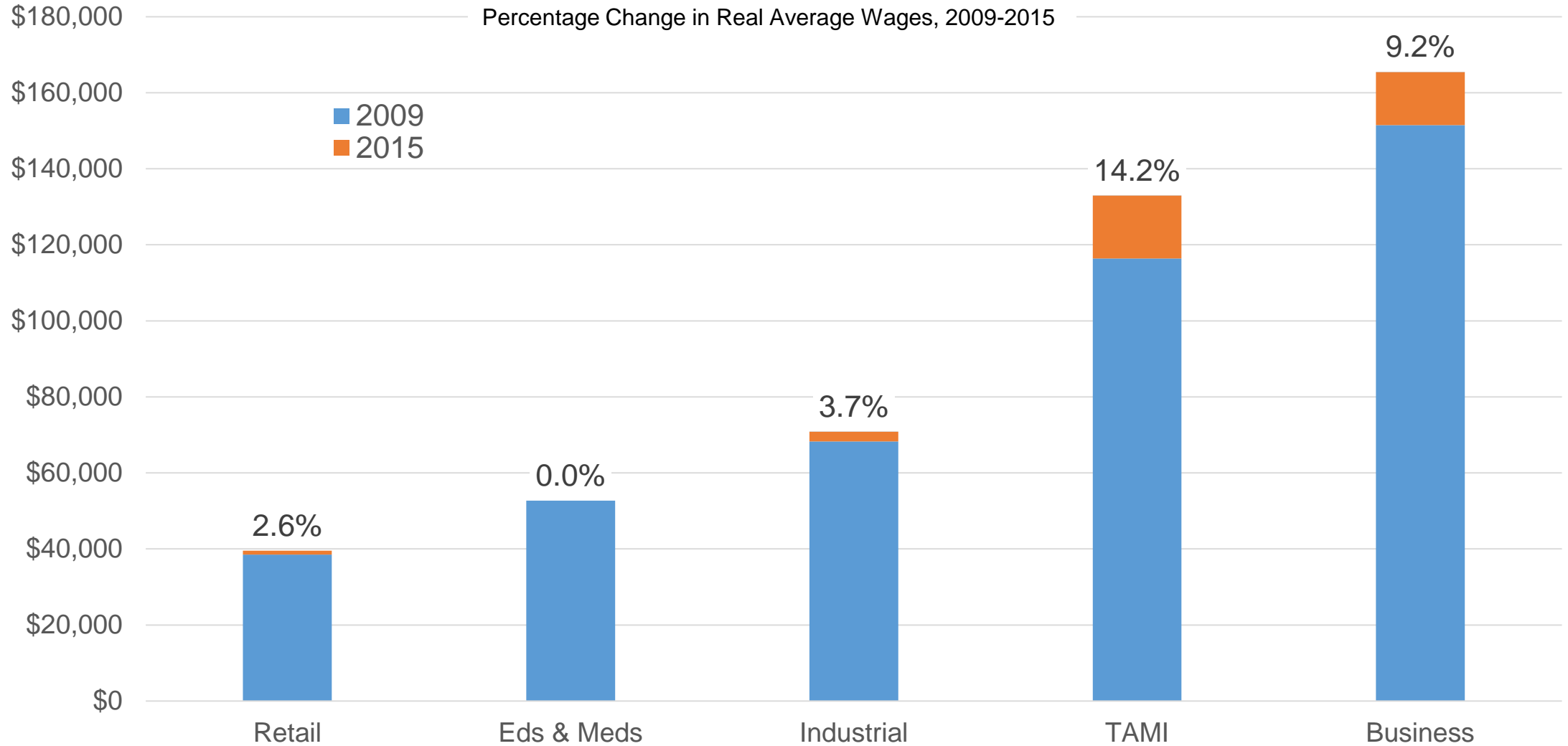
Improvement in Borough Unemployment Rates, 2009-2016



Biggest Growth in Lower-Wage Jobs

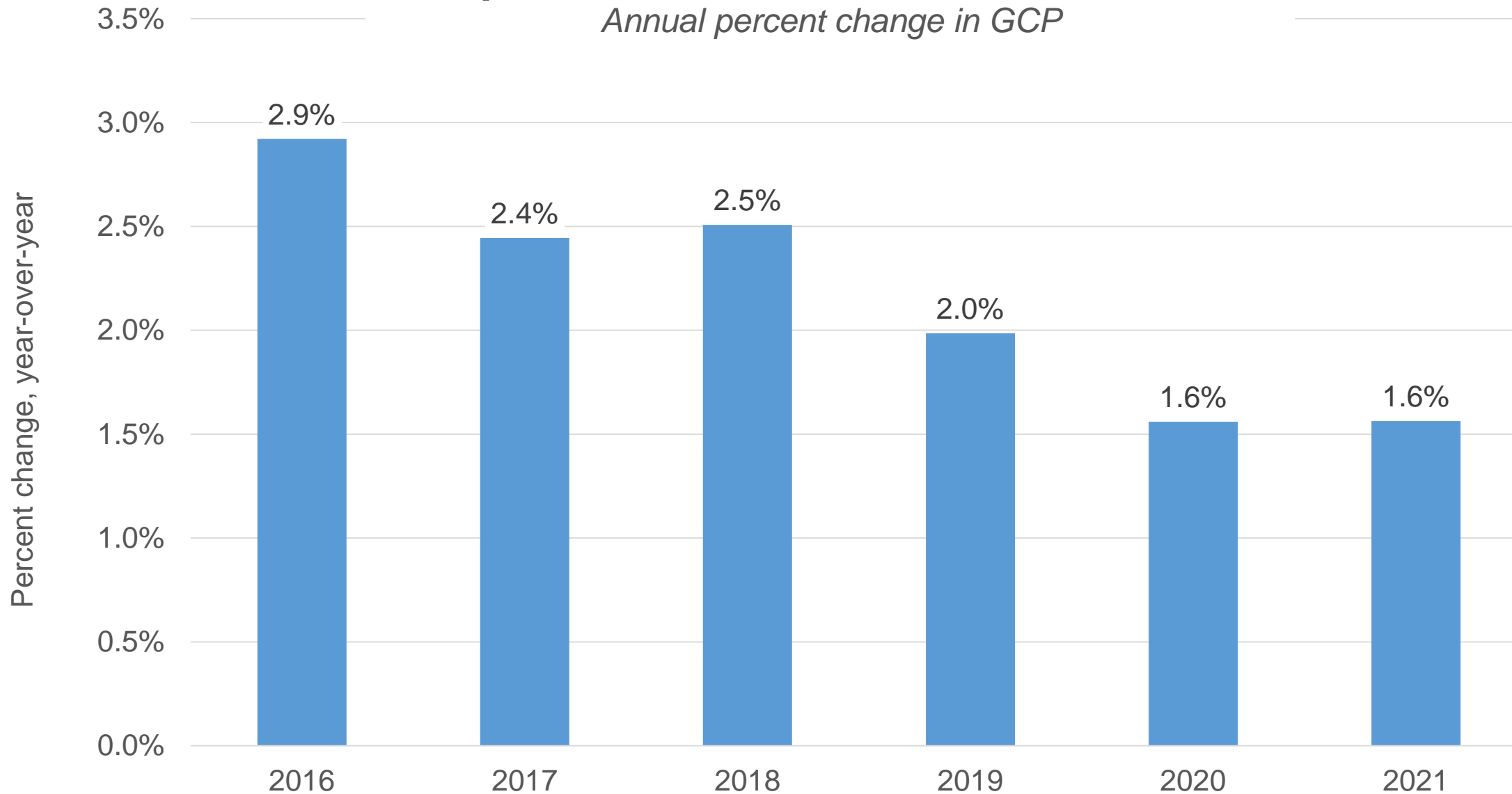


Biggest Wage Gains for Highest Earners



Trump Policies Will Slow Economic Growth

Annual percent change in GCP



The Budget



Mayor's FY 2018 Preliminary Budget Contains Many Laudable Initiatives

EDUCATION

- 300 new school crossing guards to cover all crossings
- Faster internet in all schools by 2020
- Raise reading levels

PUBLIC SAFETY

- Bullet-resistant window inserts for NYPD patrol vehicles
- Expand the Gun Violence Crisis Management System

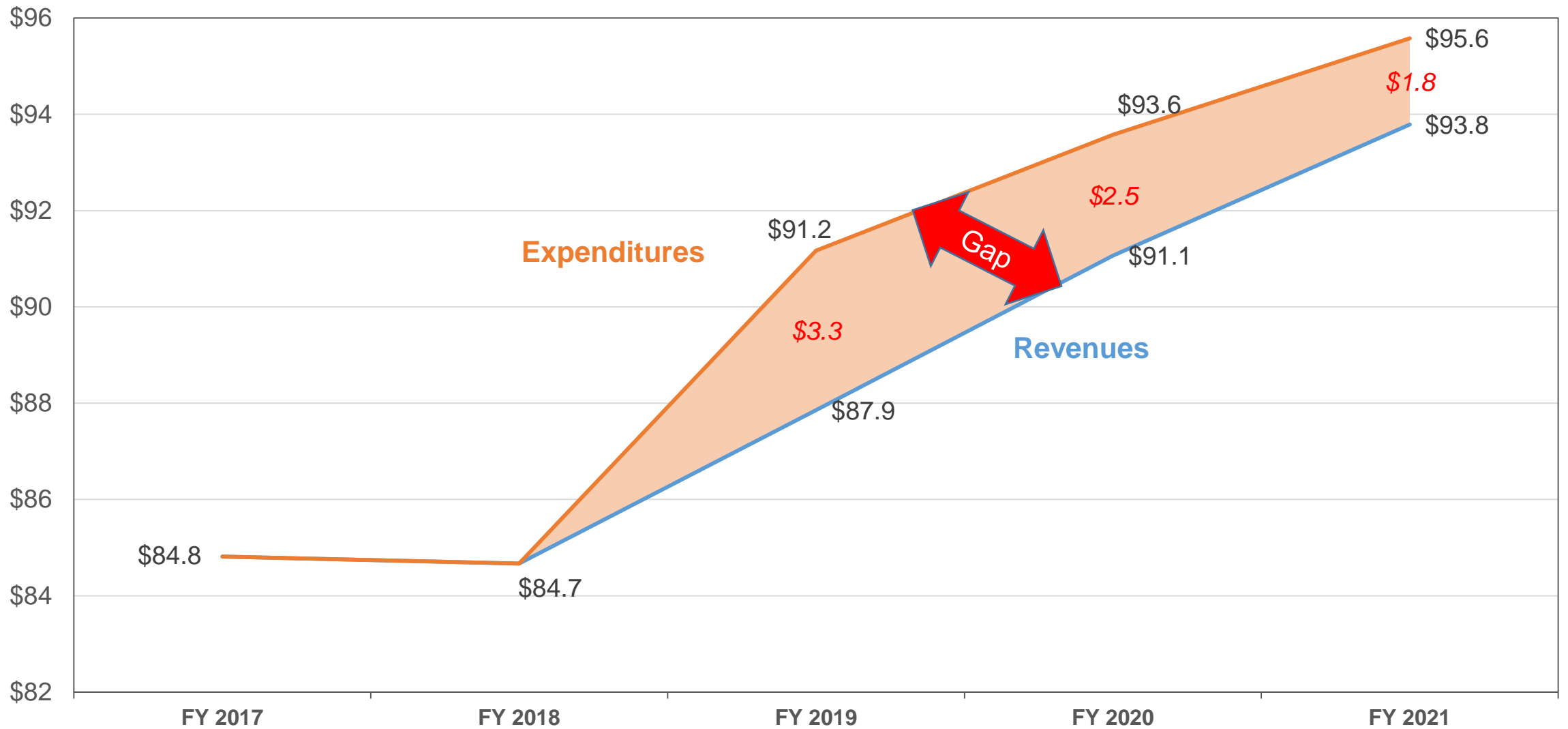
HOUSING

- \$1 billion to replace roofs at 729 NYCHA buildings



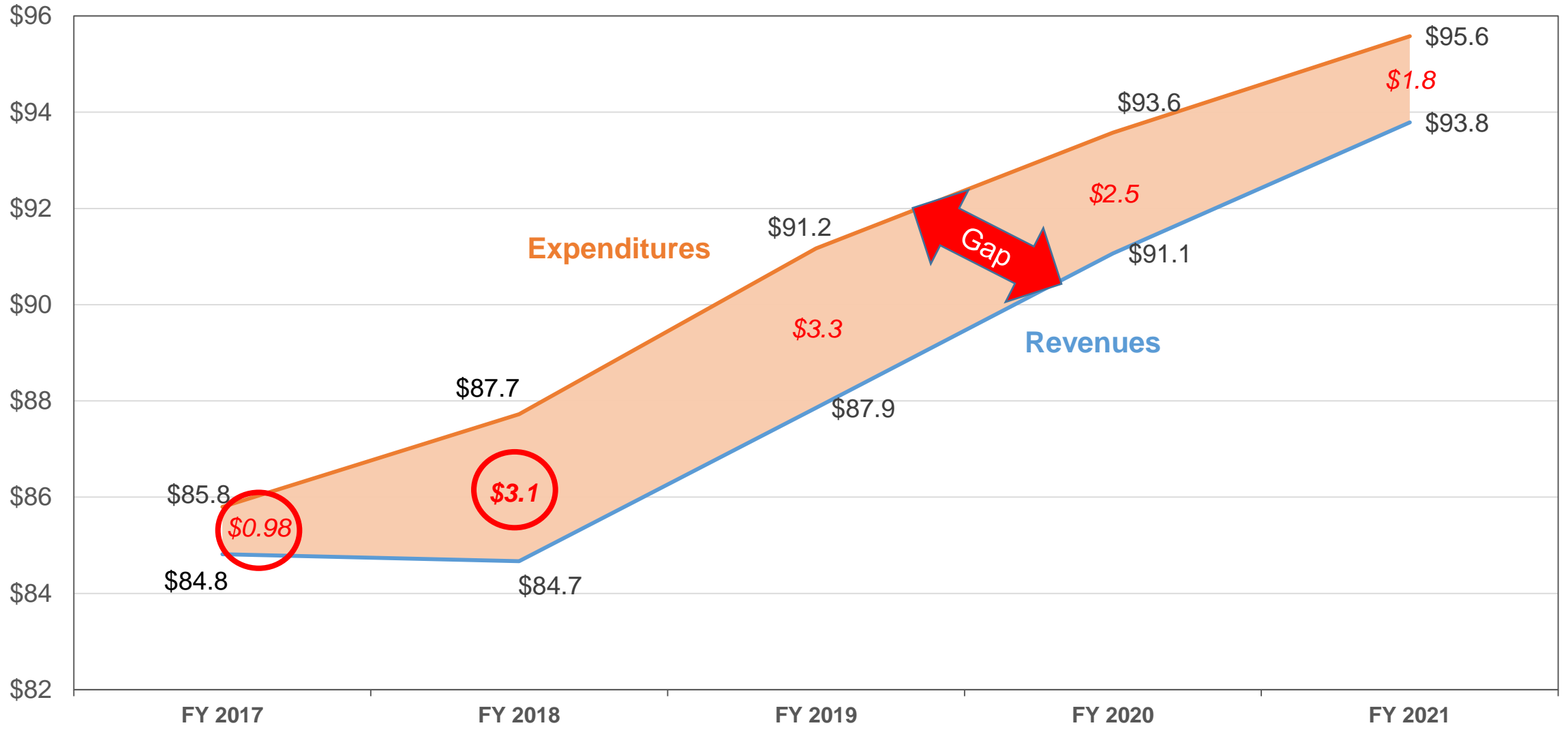
January 2017 Financial Plan

(\$ in billions)

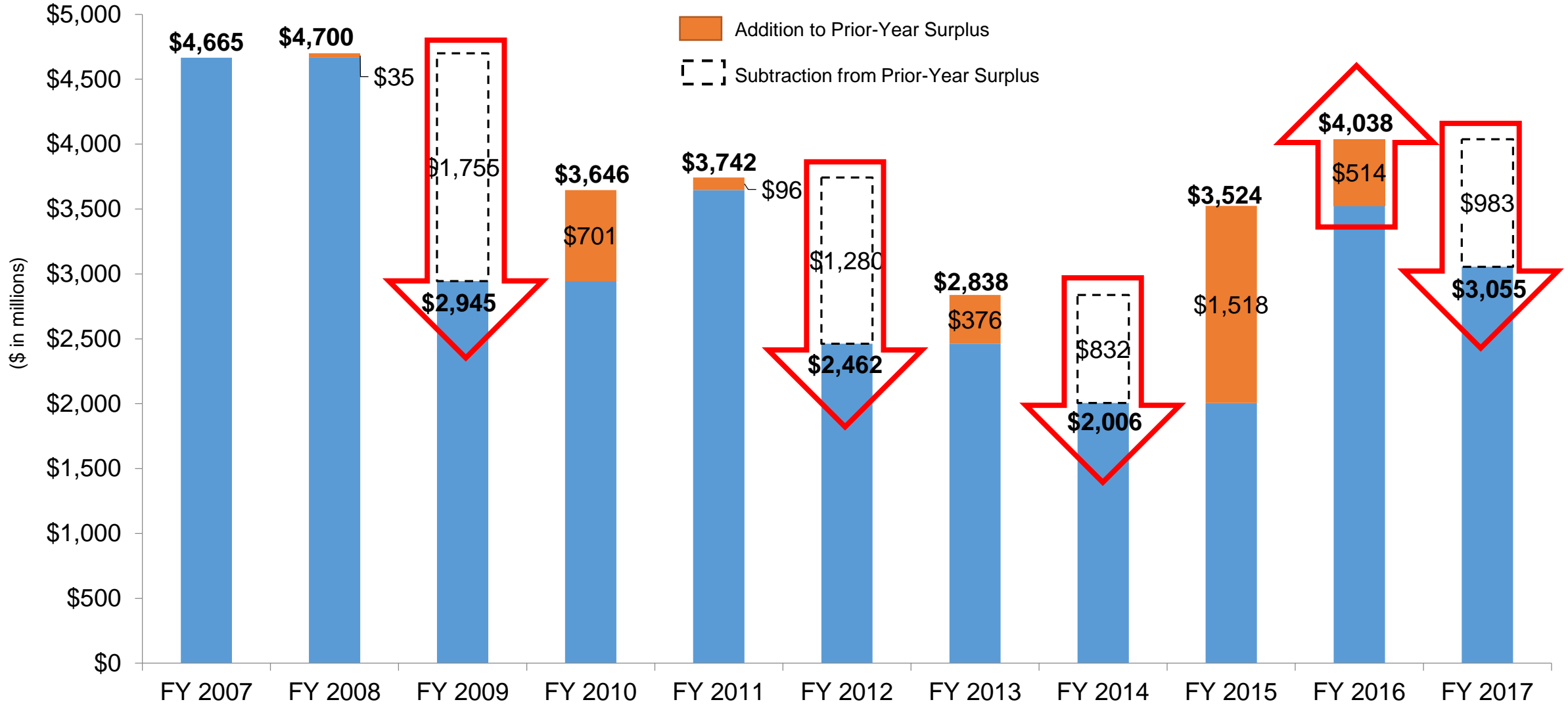


January 2017 Financial Plan Adjusted for Pre-Payments

(\$ in billions)



Accumulation of the Year-End Budget Surplus

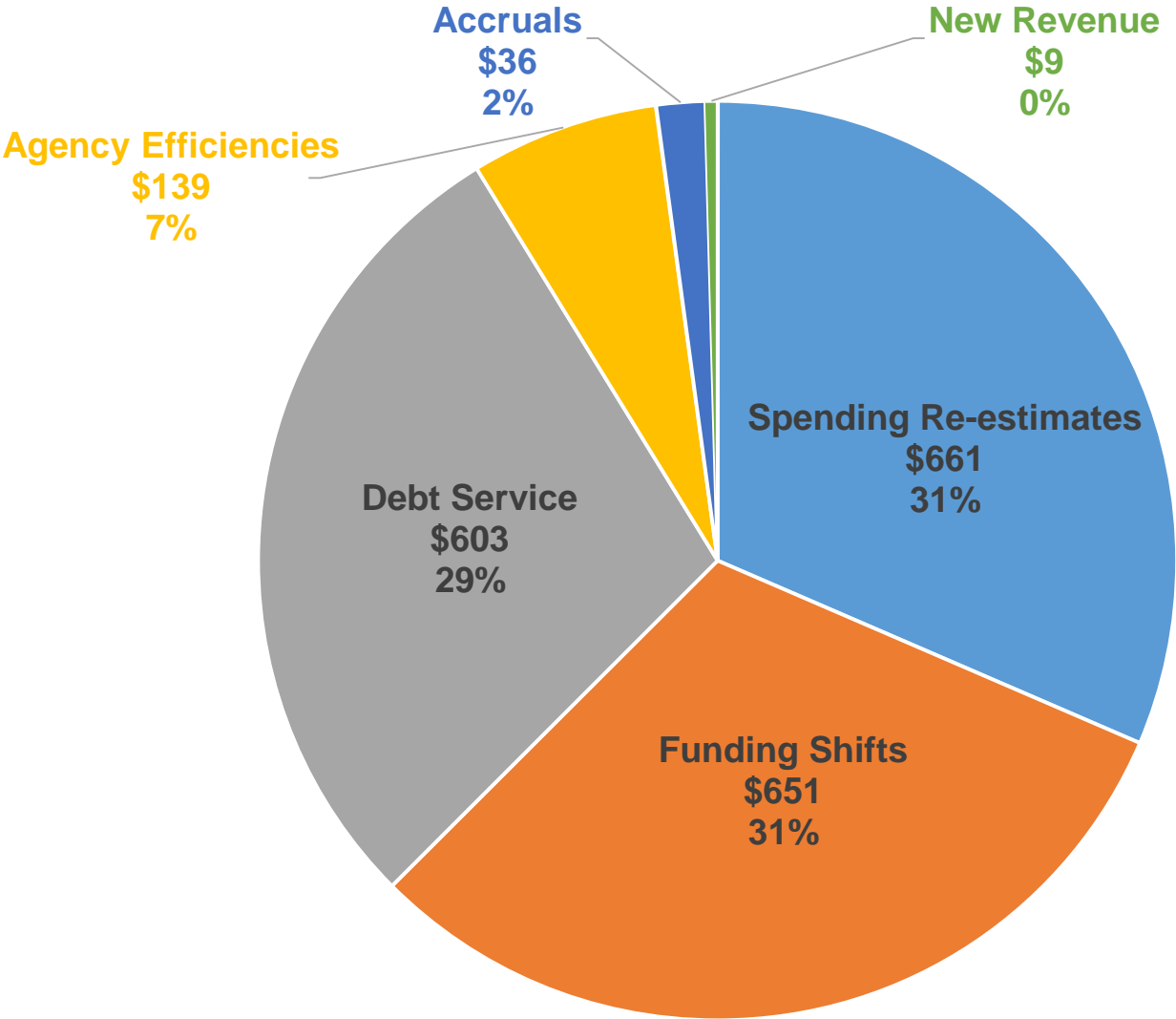


Change in the Gap Since FY 2017 Budget Adoption

<i>(\$ in millions)</i>	FY 2017	FY 2018	FY 2019	FY 2020
Gap as of Adopted Budget	\$ -	(\$2,816)	(\$2,945)	(\$2,326)
REVENUES				
Tax Revenues	238	(183)	8	329
Non-Tax Revenues	403	(112)	(116)	(13)
Revenue Changes	\$641	(\$295)	(\$108)	\$316
EXPENDITURES				
Agency Expenses	392	588	696	940
Citywide Savings Plan	(1,206)	(894)	(686)	(690)
General Reserve	(700)	0	0	0
Capital Stabilization Reserve	(500)	250	250	250
Re-estimate of Prior Years Payables	(400)	0	0	0
Expenditure Changes	(\$2,414)	(\$56)	\$260	\$500
Surplus /(Gap) Before Prepayments	\$3,055	(\$3,055)	(\$3,313)	(\$2,510)
Prepayments	(3,055)	3,055	-	-
Gap as of January Plan	\$ -	\$ -	(\$3,313)	(\$2,510)



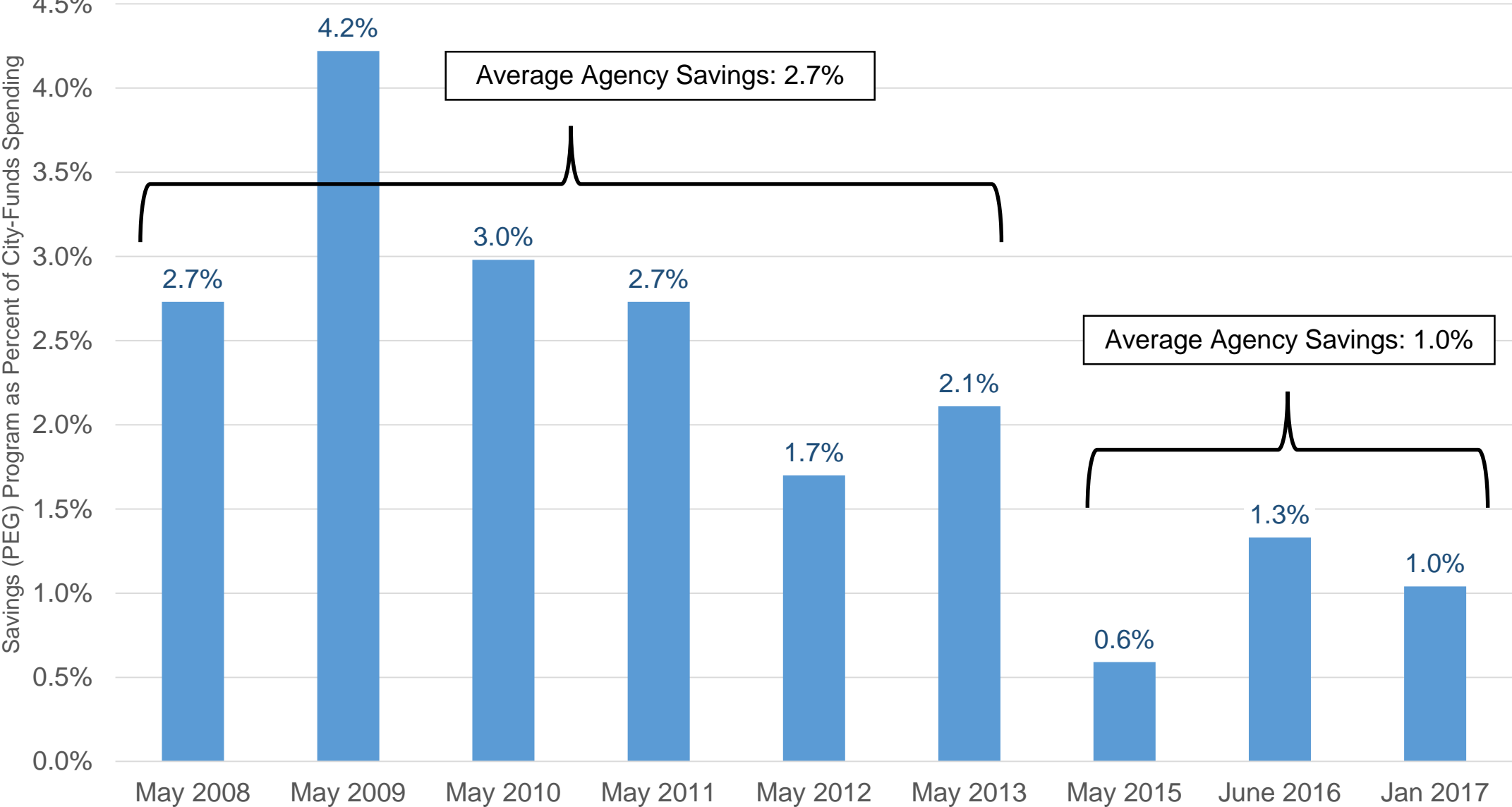
Components of the Citywide Savings Program



Combined FY 2017 & 2018
Citywide Savings Plan
\$2.1 billion total
\$ in millions

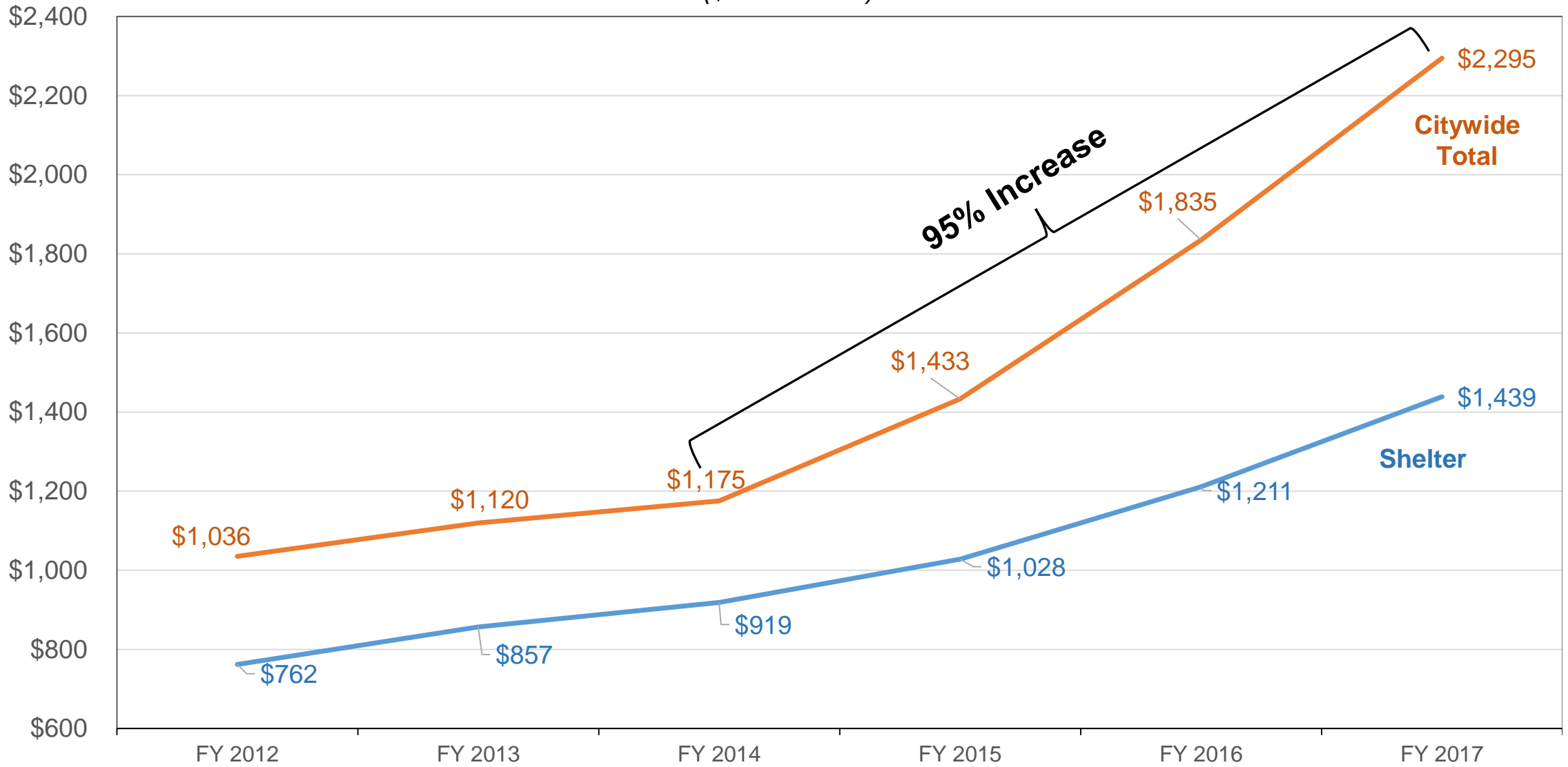


Agency Contribution to Savings is Low



Citywide Funding for Homeless Services Continues to Rise

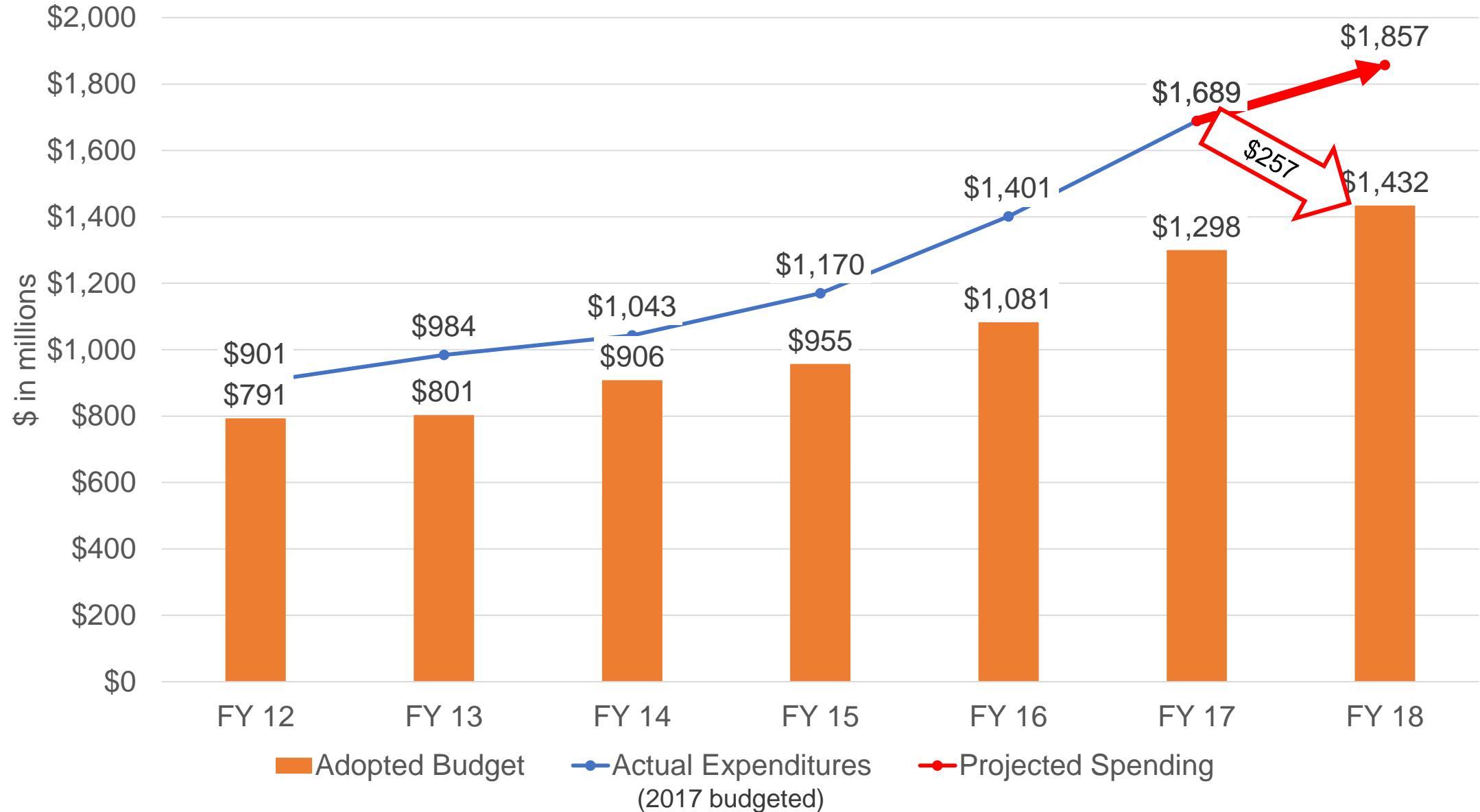
(\$ in millions)



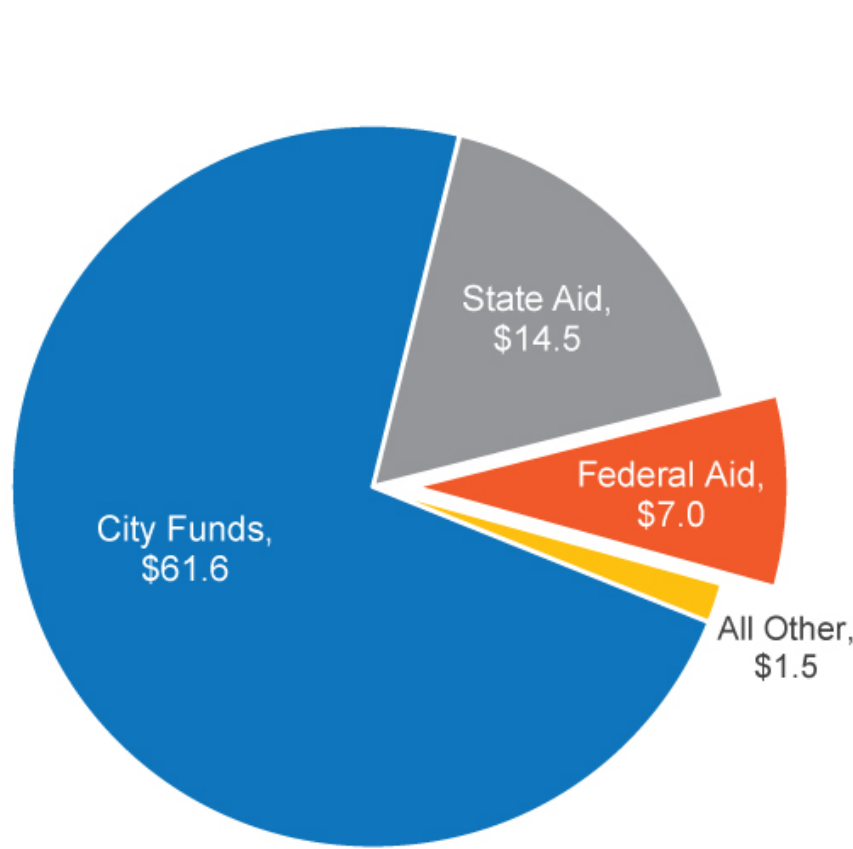
\$102 million for Commercial Hotels in 2016



Actual DHS Spending Routinely Exceeds Budget



Many Critical Services Reliant on \$7 Billion in Federal Aid



124,000 families who rely on HUD Section 8 vouchers to **make their rent every month**



770,000 low-income and elderly households who get federal assistance to **keep their homes warm in winter**



105,000 jobseekers who **got help finding a job** at City Workforce One centers last year



Budgetary Risks of ACA Repeal

- 1.6 million New Yorkers at risk of losing coverage
- City support has doubled to \$2.1 billion
- Higher unreimbursed cost of uninsured care
- \$200 million annual federal revenues at risk
- \$305 million annual cost to City from potential loss of Enhanced FMAP savings



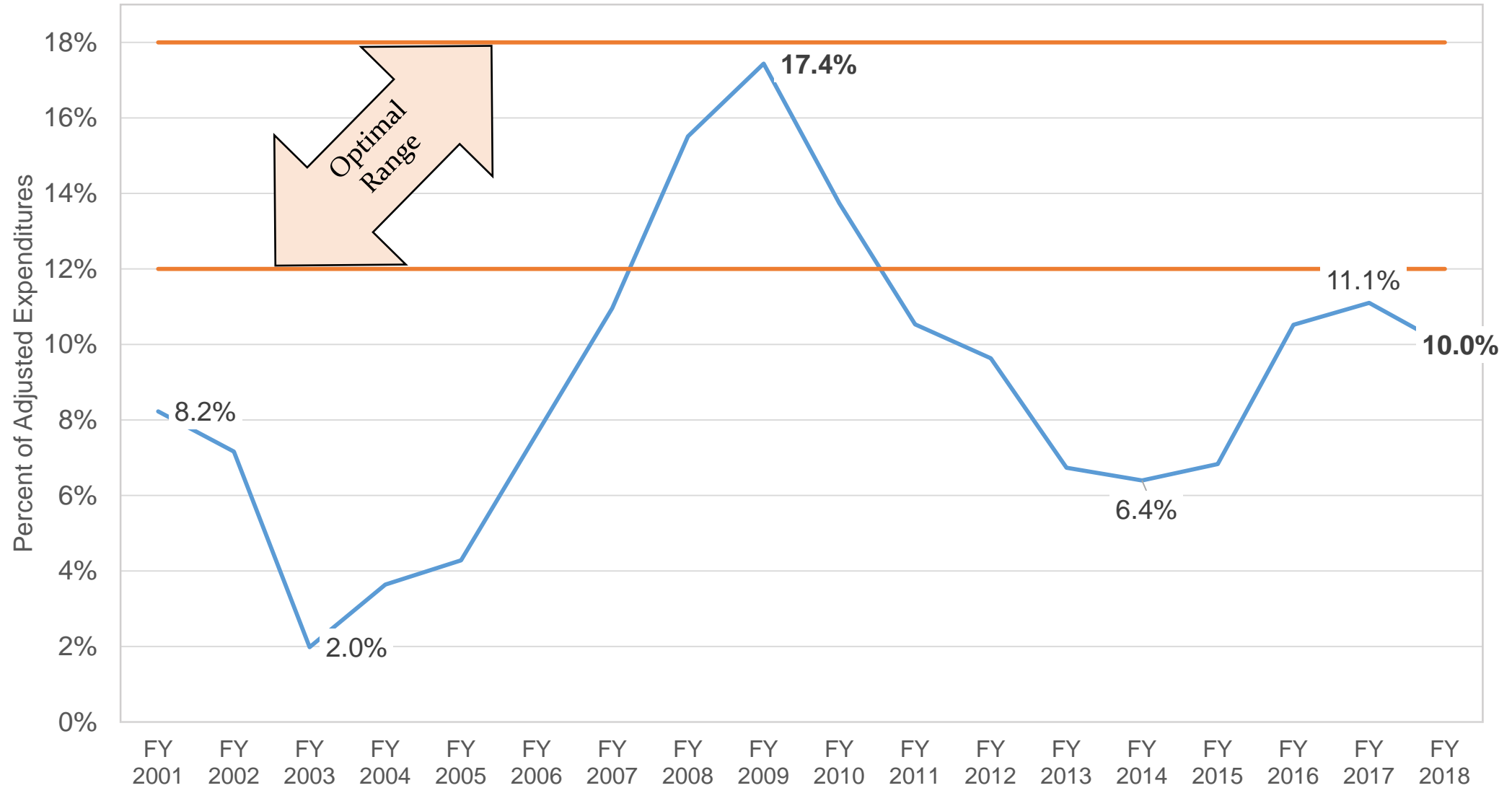
Comptroller's Risks and Offsets

Difference from January Plan Projections

<i>(\$ in millions)</i>	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
CITY STATED GAP	\$0	\$0	(\$3,313)	(\$2,510)	(\$1,793)
REVENUES					
Tax Forecast	\$154	\$567	\$392	\$247	\$206
Fines & Penalties	17	34	34	34	34
Sales Tax Intercept	(50)	(200)	(150)	0	0
Taxi Medallion Sales	0	0	(107)	(257)	(367)
Total, Revenues	\$121	\$401	\$169	\$24	(\$127)
EXPENDITURES					
Overtime	(\$276)	(\$215)	(\$215)	(\$215)	(\$215)
DOE Medicaid Reimbursement	(20)	(70)	(70)	(70)	(70)
Homeless Shelters	0	(132)	(132)	(132)	(132)
NYC Health + Hospitals	(165)	(165)	(165)	(165)	(165)
PA	15	10	10	10	10
VRDB Rate Savings	70	30	30	30	30
General Reserve	300	0	0	0	0
Total, Expenditures	(\$76)	(\$542)	(\$542)	(\$542)	(\$542)
Total (Risks)/Offsets	\$45	(\$141)	(\$373)	(\$518)	(\$669)
RESTATED GAP	\$45	(\$141)	(\$3,686)	(\$3,028)	(\$2,462)

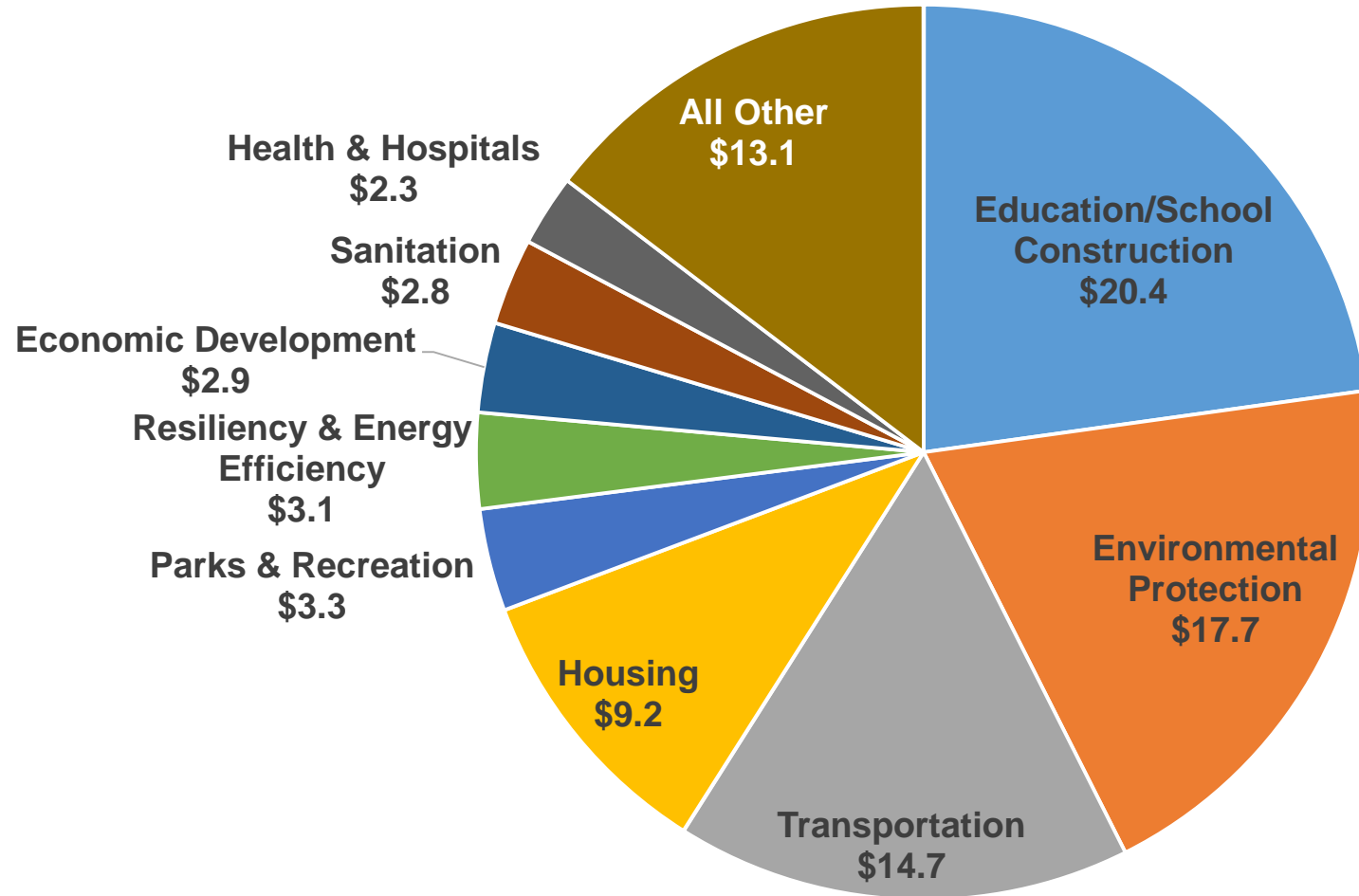


City's Reserve Cushion is Inadequate



Ten-Year Capital Strategy: \$89.6 billion

\$ in billions



Capital Commitments Continue to Fall Well Short of Plan

(\$ in billions)

■ Actual Commitments ▬ Authorized Commitments

