



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

November 8, 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. 19-1 to the Financial Plan for the City and Covered Organizations for fiscal years 2019-2022 (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,


Melanie Hartzog

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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)

REVENUES	FY 2019	FY 2020	FY 2021	FY 2022
Taxes				
General Property Tax	\$ 27,789	\$ 29,295	\$ 30,711	\$ 31,702
Other Taxes	31,608	32,333	33,330	34,072
Tax Audit Revenue	1,056	721	721	721
Subtotal: Taxes	\$ 60,453	\$ 62,349	\$ 64,762	\$ 66,495
Miscellaneous Revenues	7,109	6,786	6,773	6,749
Unrestricted Intergovernmental Aid	61	-	-	-
Less: Intra-City Revenue	(2,074)	(1,804)	(1,805)	(1,803)
Disallowances Against Categorical Grants	(15)	(15)	(15)	(15)
Subtotal: City Funds	\$ 65,534	\$ 67,316	\$ 69,715	\$ 71,426
Other Categorical Grants	982	875	867	861
Inter-Fund Revenues	690	655	654	655
Federal Categorical Grants	8,215	7,265	7,149	7,125
State Categorical Grants	15,136	15,336	15,790	16,259
Total Revenues	\$ 90,557	\$ 91,447	\$ 94,175	\$ 96,326
EXPENDITURES				
Personal Service				
Salaries and Wages	\$ 29,032	\$ 30,368	\$ 31,430	\$ 31,331
Pensions	9,850	9,951	10,418	10,864
Fringe Benefits ¹	10,625	11,420	11,901	12,555
Subtotal: Personal Service	\$ 49,507	\$ 51,739	\$ 53,749	\$ 54,750
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	31,466	29,074	29,304	29,572
Subtotal: Other Than Personal Service	\$ 38,986	\$ 36,606	\$ 36,836	\$ 37,104
Debt Service ^{1,2}	6,819	7,355	7,680	8,386
FY 2018 Budget Stabilization & Discretionary Transfers ¹	(4,576)	-	-	-
FY 2019 Budget Stabilization ²	520	(520)	-	-
Capital Stabilization Reserve	250	250	250	250
General Reserve	1,125	1,000	1,000	1,000
Less: Intra-City Expenses	(2,074)	(1,804)	(1,805)	(1,803)
Total Expenditures	\$ 90,557	\$ 94,626	\$ 97,710	\$ 99,687
Gap To Be Closed	\$ -	\$ (3,179)	\$ (3,535)	\$ (3,361)

¹ Fiscal Year 2018 Budget Stabilization and Discretionary Transfers total \$4.576 billion, including GO of \$1.902 billion, TFA-PIT of \$2.174 billion, Retiree Health Benefits of \$300 million and subsidies of \$200 million.

² Fiscal Year 2019 Budget Stabilization totals \$520 million.

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	\$ 667	\$ -	\$ -	\$ -
Proceeds from Seasonal Borrowings	-	-	-	-
Capital Plan Funding Sources (see Exhibit A-3)	9,957	11,741	13,488	14,322
Total Sources of Cash	\$ 10,624	\$ 11,741	\$ 13,488	\$ 14,322
Uses of Cash				
Capital Disbursements	\$ 9,957	\$ 11,741	\$ 13,488	\$ 14,322
Repayment of Seasonal Borrowings	-	-	-	-
Total Uses of Cash	\$ 9,957	\$ 11,741	\$ 13,488	\$ 14,322
Net Sources/(Uses) of Cash	\$ 667	\$ -	\$ -	\$ -
Cash Balance - Beginning of Period	\$ 9,394	\$ 10,061	\$ 10,061	\$ 10,061
Cash Balance - End of Period	\$ 10,061	\$ 10,061	\$ 10,061	\$ 10,061

**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	\$ 2,400	\$ 4,170	\$ 4,840	\$ 5,300
Other Long-Term Sources:				
TFA-PIT	3,700	4,170	4,840	5,300
Water Authority	1,143	1,752	1,845	2,026
Subtotal Long-Term Sources	\$ 7,243	\$ 10,092	\$ 11,525	\$ 12,626
Four Year Education Capital Plan				
TFA - Building Aid Revenue Bonds	500	-	76	142
Other State Funded Financing	234	294	162	45
Change in Non-City Cash	67	(39)	-	-
Other Non-City Funds	586	984	1,325	1,096
Subtotal Reimbursable Capital	\$ 1,387	\$ 1,239	\$ 1,563	\$ 1,283
Financial Plan Adjustment	1,327	410	400	413
Total Capital Plan Funding Sources	\$ 9,957	\$ 11,741	\$ 13,488	\$ 14,322

**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	\$ -	\$ 1,100	\$ -	\$ 1,300	\$ 2,400
Transitional Financial Authority (TFA-PIT)	2,875	-	-	825	3,700
Water Authority ¹	415	313	415	-	1,143
Total Borrowing to Finance City Capital Program	\$ 3,290	\$ 1,413	\$ 415	\$ 2,125	\$ 7,243

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	\$ 12,766	\$ 16,978	\$ 15,036	\$ 14,370	\$ 59,150
Non-City ¹	1,986	1,688	1,878	609	6,161
Total	<u>\$ 14,752</u>	<u>\$ 18,666</u>	<u>\$ 16,914</u>	<u>\$ 14,979</u>	<u>\$ 65,311</u>

Projected Capital Expenditures

	FY 2019	FY 2020	FY 2021	FY 2022	Total
City	\$ 8,570	\$ 10,502	\$ 11,925	\$ 13,039	\$ 44,036
Non-City ¹	1,387	1,239	1,563	1,283	5,472
Total	<u>\$ 9,957</u>	<u>\$ 11,741</u>	<u>\$ 13,488</u>	<u>\$ 14,322</u>	<u>\$ 49,508</u>

Notes:

1. Includes Federal, State and other Reimbursable Capital.