

The City of New York
Preliminary Budget
Fiscal Year 2015

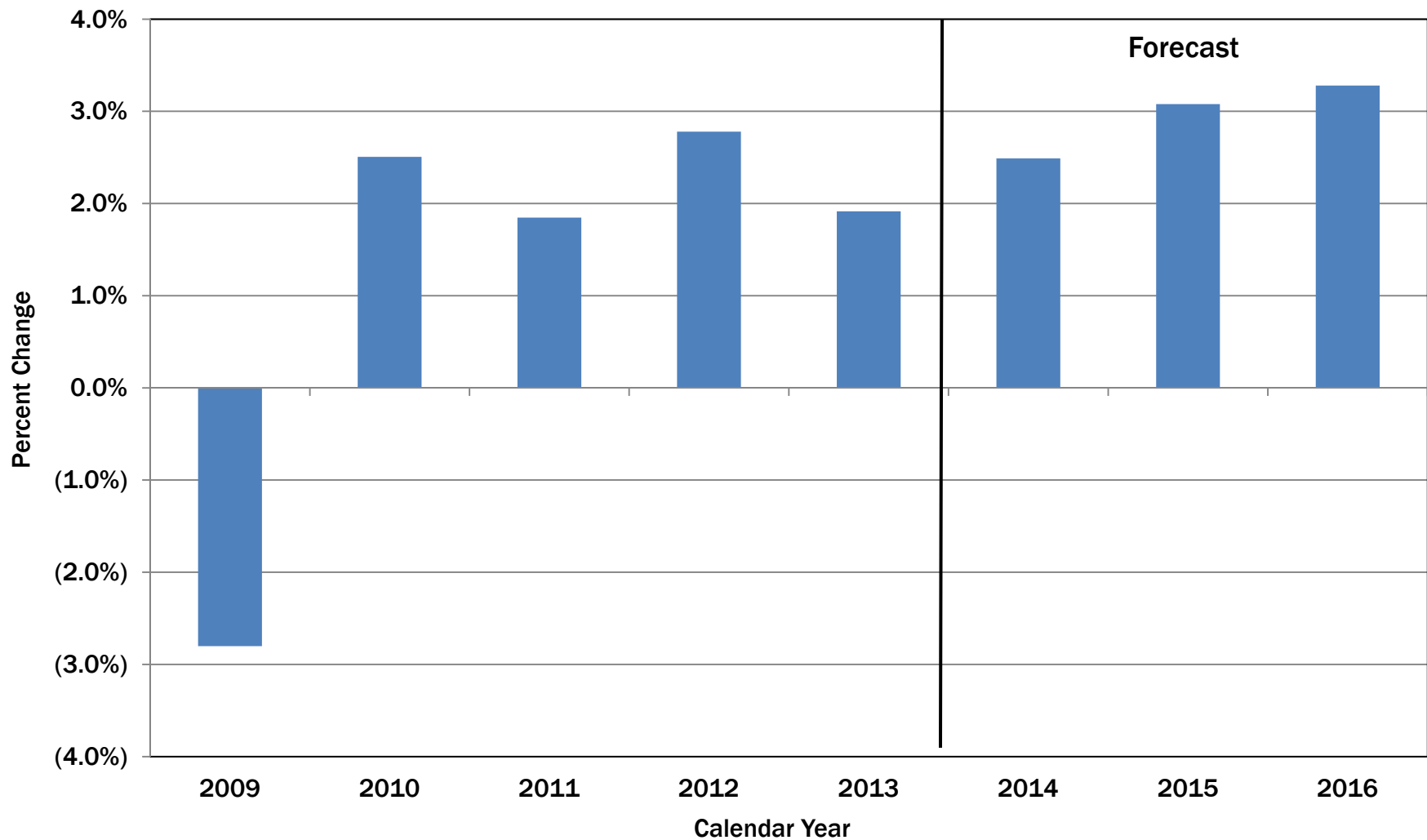
Bill de Blasio, Mayor

Office of Management and Budget
Dean Fuleihan, Director

Financial Plan
Summary

Economic Update

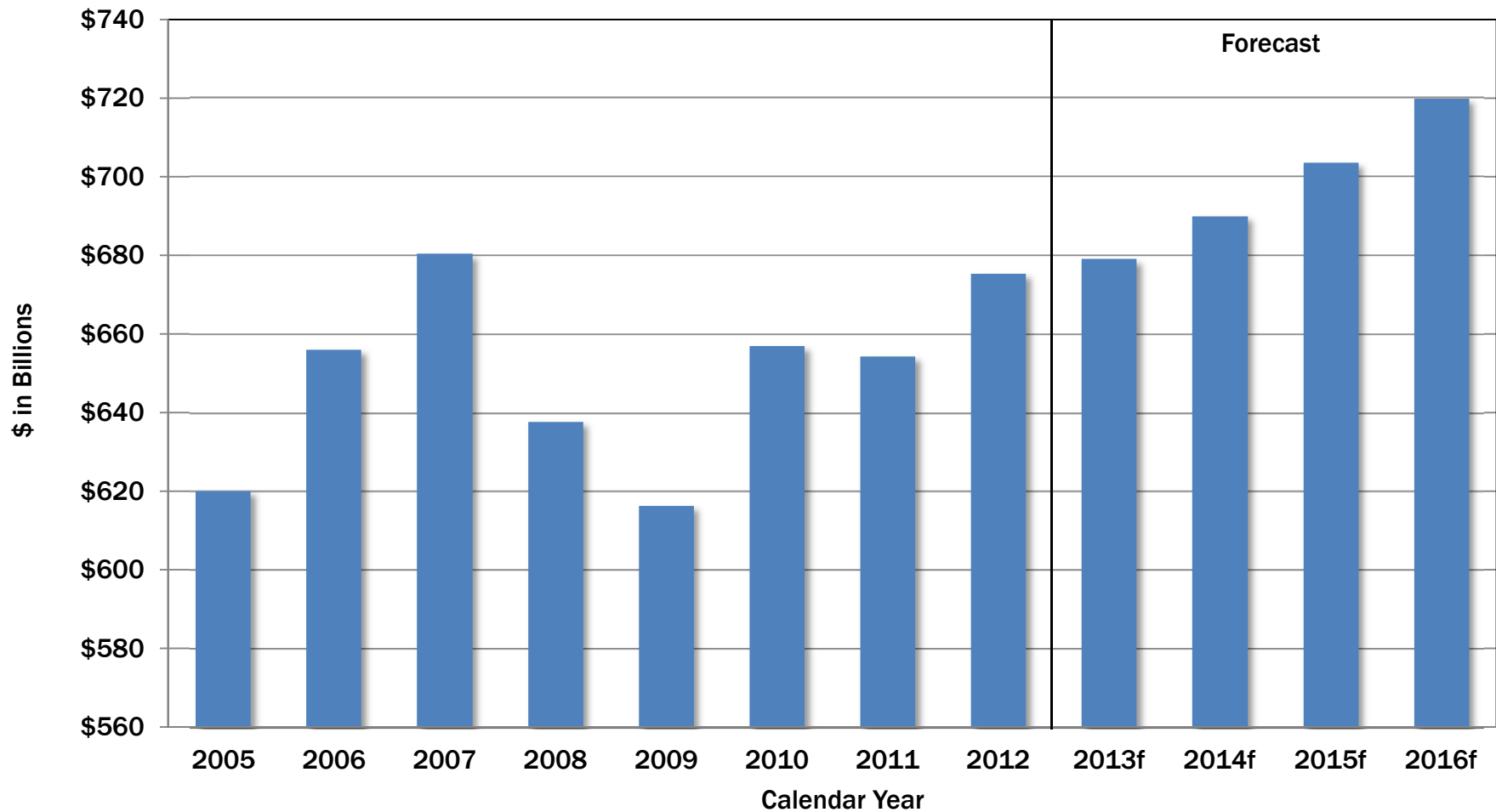
U.S. GDP is Forecast to Continue to Grow at a Moderate Pace in FY 2014



Source: U.S. Bureau of Economic Analysis; U.S. Bureau of Labor Statistics; NYC OMB

Gross City Product is Expected To Finally Exceed Pre-Recession Peak Levels In 2013

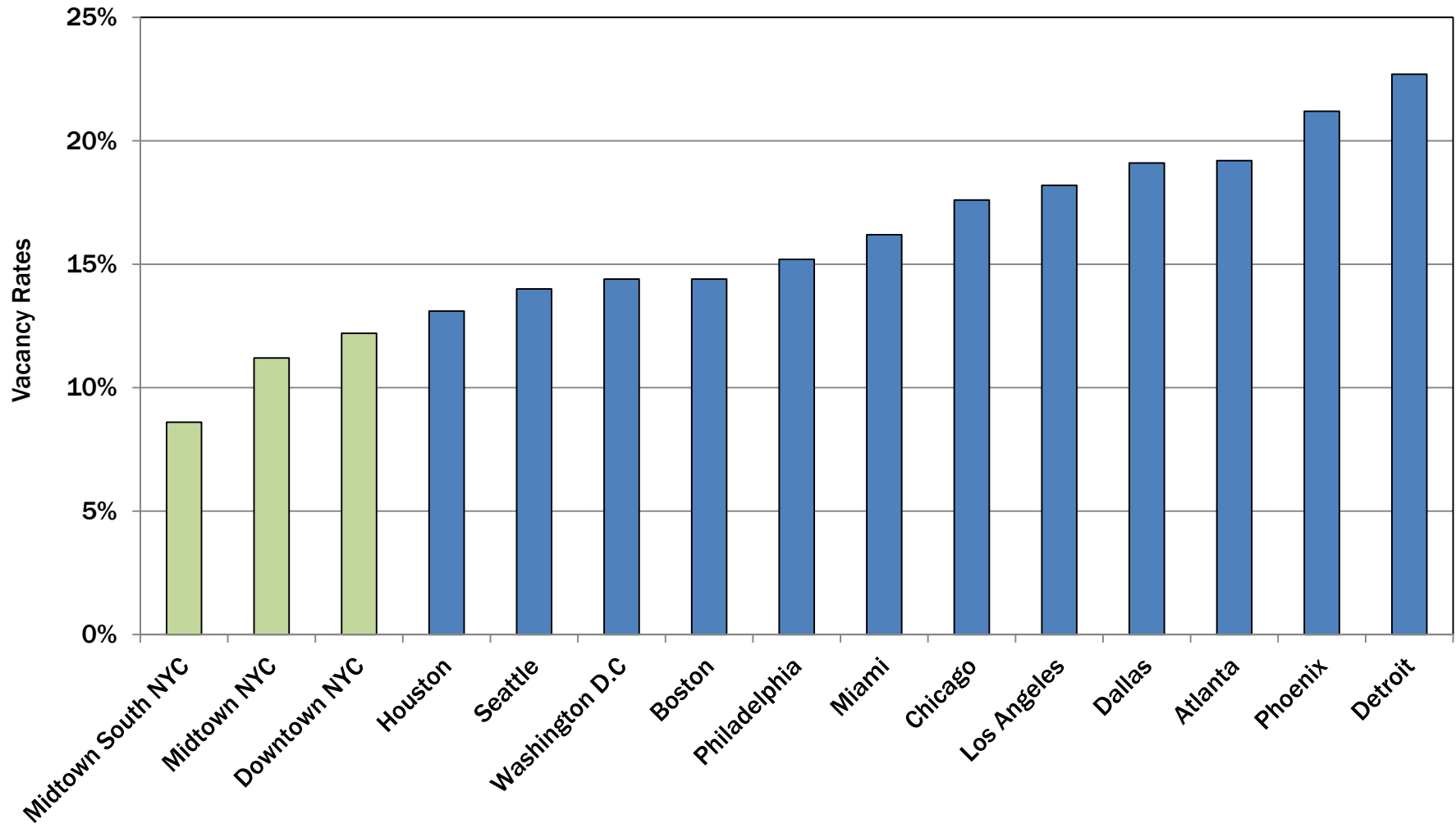
NYC Real Gross City Product



f = forecast

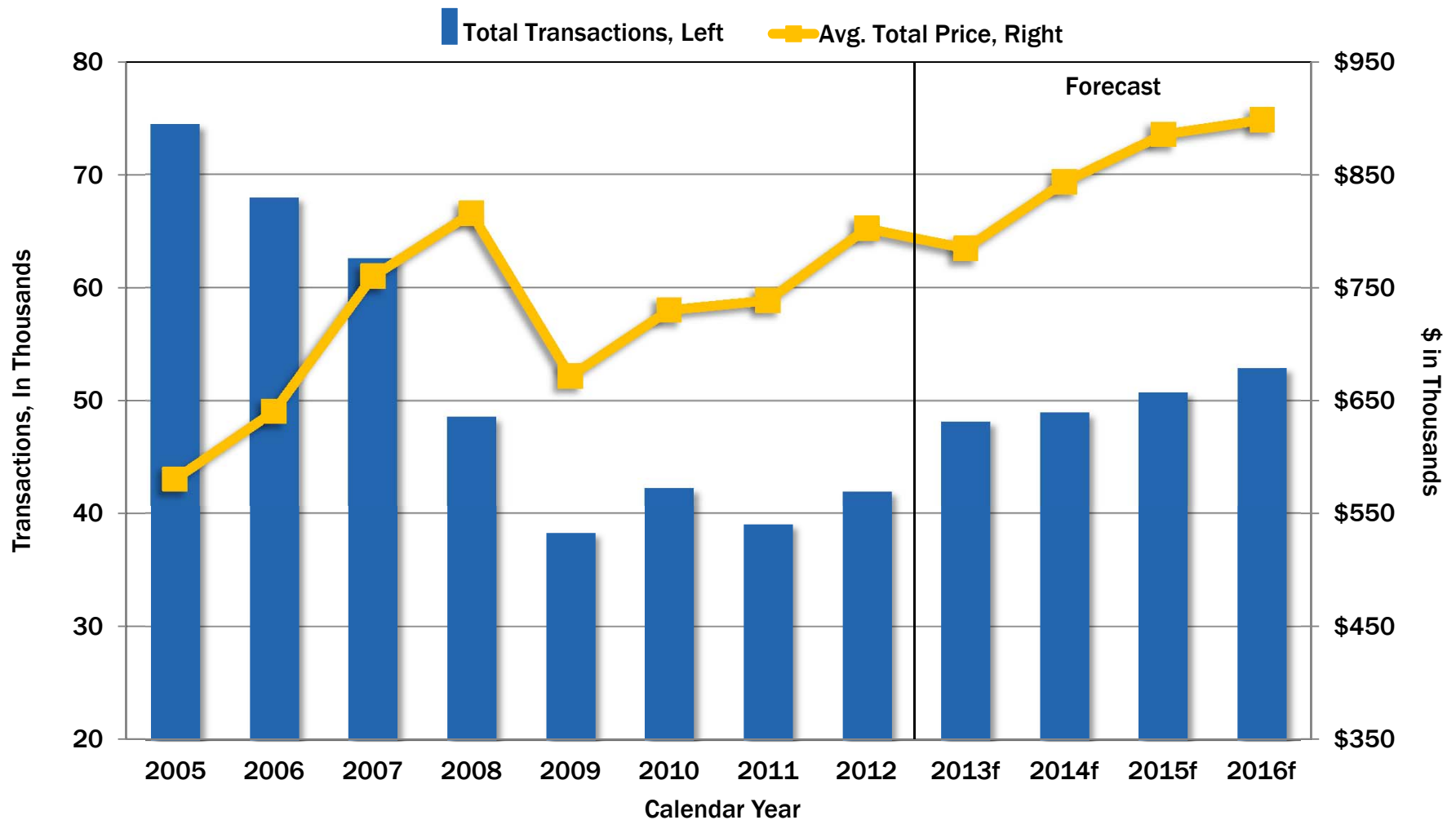
Source: U.S. Bureau of Economic Analysis, NYC OMB

The Local Commercial Real Estate Market Remains Strong



Source: Cushman & Wakefield 2013Q4

Housing Sales Volume Is Slowly Rebounding and Prices Are Increasing

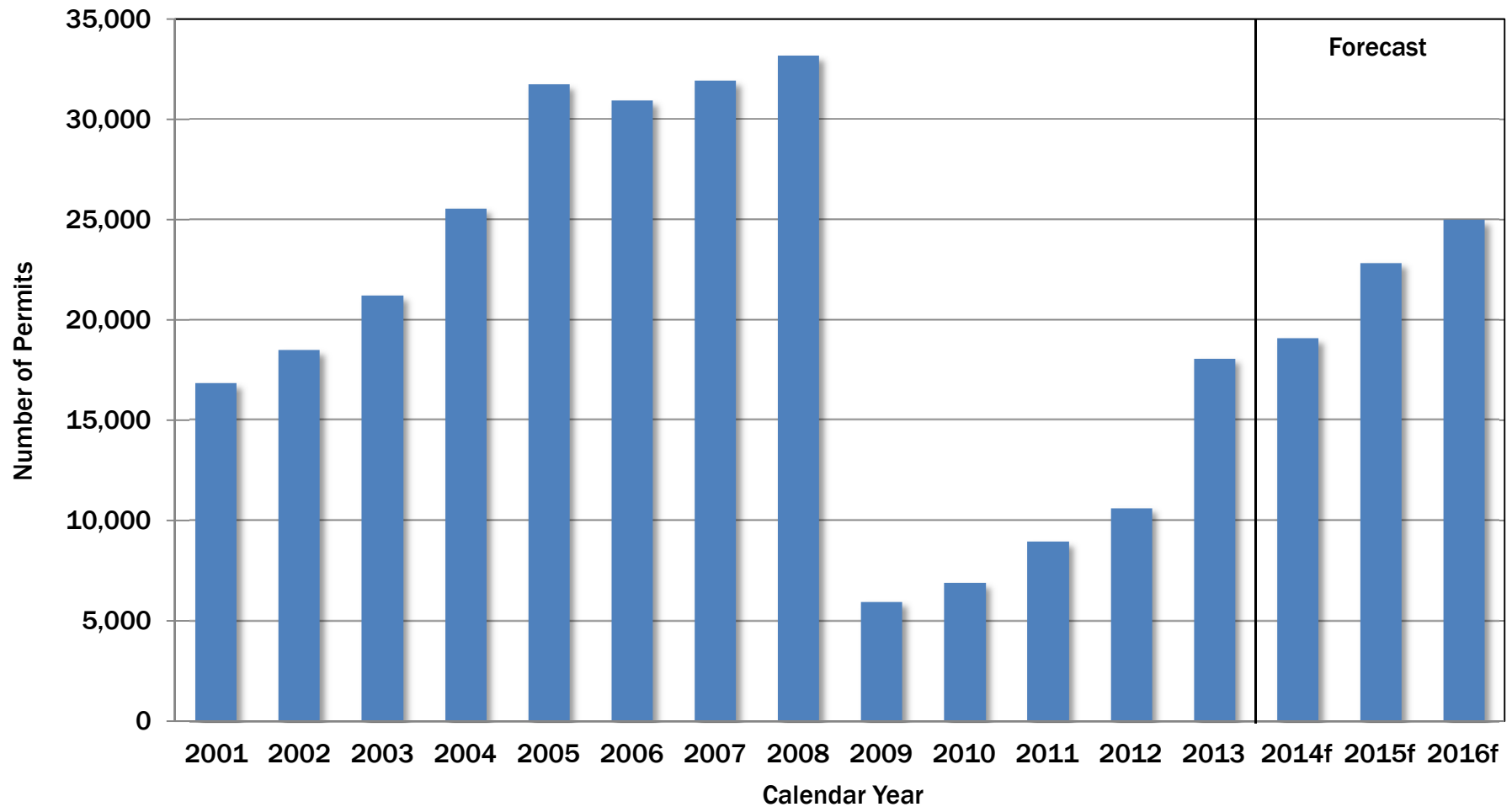


f = forecast

Source: NYC Department of Finance, NYC OMB. Transactions and prices reflect all residential property classes.

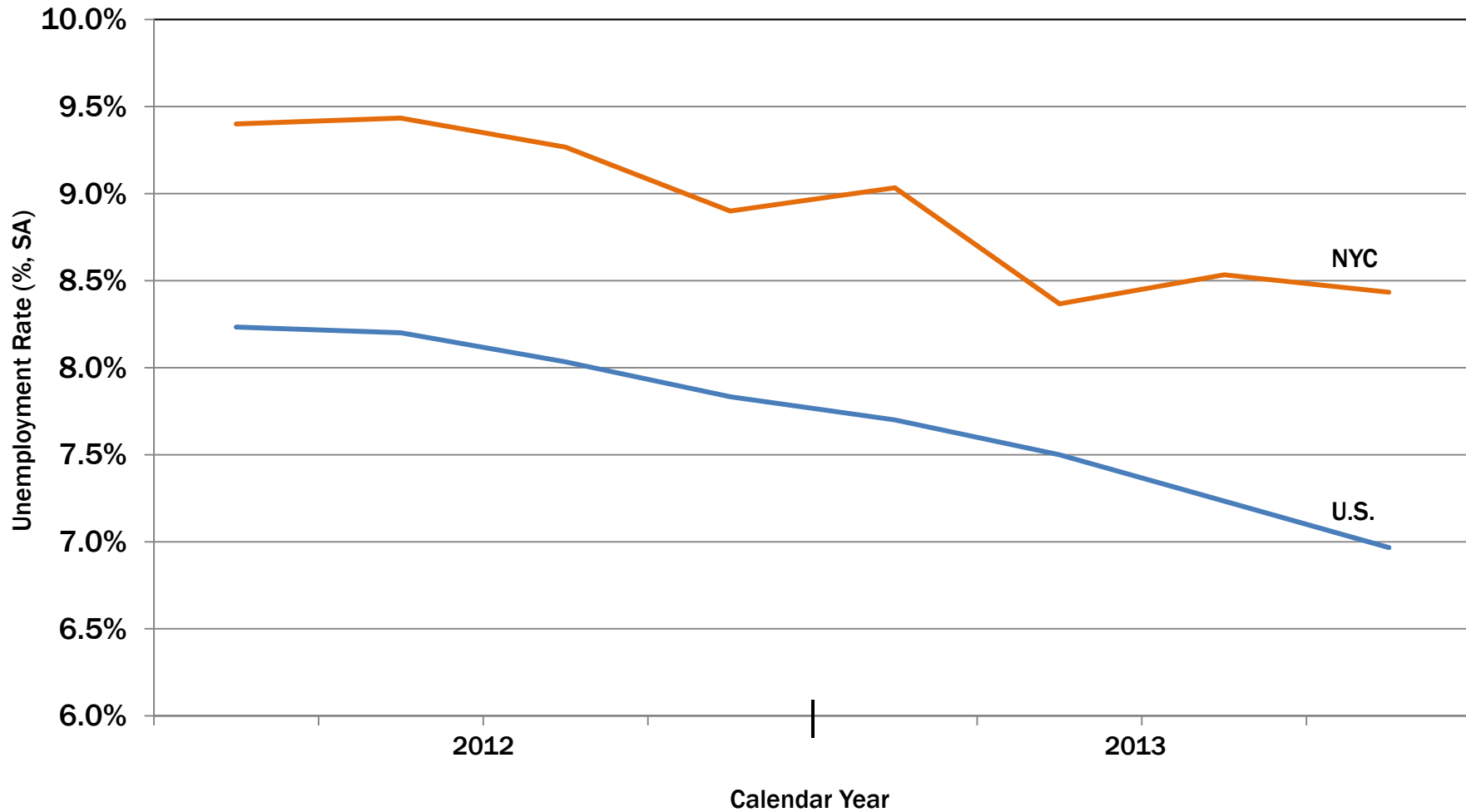
Construction Activity As Measured by Building Permits Remains Below 2003 Levels

NYC Building Permits



f = forecast
Source: U.S. Census Bureau, NYC OMB

New York City's Unemployment Rate Is Significantly Above the U.S.



Source: U.S. Bureau of Labor Statistics, New York State Department of Labor

Budget Update

Real Estate and Personal Income Taxes Account for Most of Our Forecast Revenue Increase

\$ in Millions

	<u>FY 2014</u>	<u>FY 2015</u>
Total Tax Revenues: November 2013 Plan	\$45,841	\$47,847
February 2014 Plan Changes:		
Property Tax	\$171	\$454
Personal Income Tax	339	106
Business Taxes	6	(77)
Sales Tax	54	40
Transaction Taxes ⁽¹⁾	310	81
All Other Taxes ⁽²⁾	10	(10)
Total	\$890	\$594
PIT Increase to Fund Pre-K & After-School	---	530
Total Tax Revenues: February 2014 Plan	\$46,731	\$48,971

⁽¹⁾ Includes real property transfer tax and mortgage recording tax.

⁽²⁾ Includes utility, hotel, commercial rent, cigarette, other taxes and STAR Aid.

We Are Beginning to Implement A Progressive Agenda for New York City

City Funds
Increase/(Decrease)
\$ in Millions

New Initiatives:

FY 2014 Change

FY 2015 Change

Department of Investigation: Create NYPD Inspector General

\$0.8

\$3.0

Social Services: HASA Rent Cap, Municipal ID, Public Outreach for Benefit Programs, Immigrant Services Training Coordinator

\$5.9

\$18.7

Homeless Services: Auburn & Catherine Street Shelters Security & Programs

\$1.3

—

Youth and Community Development: Increase Funding for Runaway and Homeless Youth Programs

\$1.3

\$2.4

Consumer Affairs: Implement and Enforce Paid Sick Leave

\$4.8

\$1.8

Total

\$14

\$26

We Will Provide Funding to Agencies to Restore Certain Reductions Previously Included in the Prior November Plan

<u>PEG Restorations:</u>	City Funds Increase/(Decrease) \$ in Millions	
	<u>FY 2014 Change</u>	<u>FY 2015 Change</u>
Fire: Cancel closure of 20 Fire Companies	—	\$59.0
Social Services: Delay the sale of City-owned properties	\$25.0	(\$25.0)
Elected Officials: Restore funding for operations	—	\$9.8
NYPD: NYCHA payment relief for the remainder of FY 2014	\$52.5	—
Homeless Services: Eliminate plan for shared living for families with children and other prior plans	\$8.3	\$19.1
Health: Restore funding to community-based mental health providers, other PEG Restorations	\$4.3	\$5.2
All Other	\$3.1	\$4.1
Total	\$93	\$72

We Are Also Making Necessary Technical Adjustments to City Agency Budgets

<u>Necessary Technical Adjustment:</u>	City Funds Increase/(Decrease) \$ in Millions	
	<u>FY 2014 Change</u>	<u>FY 2015 Change</u>
Sanitation: Snow Budget Increase	\$35.0	—
Board of Elections: June Federal Primary	\$7.0	—
DoITT: Hardware and Software Maintenance and Ongoing Technical Support	\$3.9	\$9.0
Law: Funding for Litigation Support	\$5.3	\$6.8
All Other	(\$26.2)	\$57.2
Total	\$25	\$73

Other Expense Changes in the FY 2015 Preliminary Budget

- ❖ **Debt Service:** We have savings from debt service of \$277 million in FY 2014 and \$87 million in FY 2015 due to lower than forecast interest rates and the ongoing refunding of higher cost debt.
- ❖ **General Reserve:** We are adding an additional \$300 million to the general reserve in FY 2015 and the out-years to compensate for uncertainty in State and Federal funding going forward.
- ❖ **Retiree Health Benefits Trust:** We will not use \$1 billion of resources from the Retiree Health Benefits Trust in FY 2014 as previously proposed. Instead, we will maintain that funding in the Trust.

Tables

City Funds Revenue and Expenses

	(\$ in Millions)				
	<u>FY 2014</u>	<u>FY 2015</u>	<u>FY 2016</u>	<u>FY 2017</u>	<u>FY 2018</u>
Revenue	\$52,254	\$54,042	\$56,392	\$58,397	\$59,950
Expenses:					
Controllable Agency Expenses	23,767	24,184	24,453	24,849	25,236
Non-Controllable Expenses	29,555	31,628	32,998	34,078	35,084
Total Expenses	\$53,322	\$55,812	\$57,451	\$58,927	\$60,320
Surplus / (Deficit)	(\$1,068)	(\$1,770)	(\$1,059)	(\$530)	(\$370)
Prior Year Prepayment - Benefit	2,838	1,770	---	---	---
Current Year Prepayment - (Cost)	(1,770)	---	---	---	---
Net Impact of Prepayments	\$1,068	\$1,770	\$---	\$---	\$---
Gap To Be Closed	\$---	\$---	(\$1,059)	(\$530)	(\$370)

Controllable Agency Expenses

February 2014 Financial Plan

City Funds - \$ in Millions

	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018
Uniformed Forces					
Police Department	\$4,378	\$4,351	\$4,348	\$4,349	\$4,349
Fire Department	1,567	1,543	1,522	1,504	1,468
Department of Correction	1,058	1,052	1,053	1,053	1,053
Sanitation Department	1,393	1,456	1,463	1,442	1,443
Subtotal: Uniformed Forces	\$8,396	\$8,402	\$8,386	\$8,348	\$8,313
<i>Year-to-Year Change:</i>		\$6 0.1%	(\$16) (0.2%)	(\$38) (0.5%)	(\$35) (0.4%)
Health and Welfare					
Social Services	\$545	\$518	\$524	\$522	\$522
Children's Services	877	874	874	874	874
Homeless Services	487	481	481	491	491
Health and Mental Hygiene	626	620	618	618	618
HHC Subsidy	78	81	81	81	81
Subtotal: Health and Welfare	\$2,613	\$2,574	\$2,578	\$2,586	\$2,586
<i>Year-to-Year Change:</i>		(\$39) (1.5%)	\$4 0.2%	\$8 0.3%	\$ --- 0.0%
Other Agencies					
Housing Preservation & Development	\$61	\$49	\$49	\$49	\$49
Environmental Protection	1,058	1,042	1,038	991	991
Finance	244	233	233	232	232
Transportation	437	455	457	457	457
Parks and Recreation	299	301	300	301	301
Citywide Administrative Services	229	213	211	210	210
All Other Mayoral	2,232	2,404	2,679	3,041	3,451
Subtotal: Other Agencies	\$4,560	\$4,697	\$4,967	\$5,281	\$5,691
<i>Year-to-Year Change:</i>		\$137 3.0%	\$270 5.7%	\$314 6.3%	\$410 7.8%
Education					
Department of Education	\$7,095	\$7,406	\$7,419	\$7,551	\$7,564
CUNY	606	614	612	593	592
Subtotal: Education	\$7,701	\$8,020	\$8,031	\$8,144	\$8,156
<i>Year-to-Year Change:</i>		\$319 4.1%	\$11 0.1%	\$113 1.4%	\$12 0.1%
Elected Officials					
Mayoralty	\$66	\$66	\$66	\$65	\$65
All Other Elected	431	425	425	425	425
Subtotal: Elected Officials	\$497	\$491	\$491	\$490	\$490
<i>Year-to-Year Change:</i>		(\$6) (1.2%)	\$ --- 0.0%	(\$1) (0.2%)	\$ --- 0.0%
Total Controllable Agency Spending	\$23,767	\$24,184	\$24,453	\$24,849	\$25,236
<i>Year-to-Year Change:</i>		\$417 1.8%	\$269 1.1%	\$396 1.6%	\$387 1.6%

Note: Excludes the impact of prepayments

Non-Controllable Expenses

February 2014 Financial Plan

City Funds - \$ in Millions

	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018
Non-Controllable Expenses					
Pensions	\$8,165	\$8,173	\$8,292	\$8,396	\$8,573
<i>Year-to-Year</i>		\$8	\$119	\$104	\$177
<i>Change:</i>		0.1%	1.5%	1.3%	2.1%
Fringe Benefits ⁽¹⁾	\$6,970	\$7,510	\$8,148	\$8,678	\$9,217
<i>Year-to-Year</i>		\$540	\$638	\$530	\$539
<i>Change:</i>		7.7%	8.5%	6.5%	6.2%
Employee-Related Costs	\$15,135	\$15,683	\$16,440	\$17,074	\$17,790
<i>Year-to-Year</i>		\$548	\$757	\$634	\$716
<i>Change:</i>		3.6%	4.8%	3.9%	4.2%
Medicaid	\$6,272	\$6,353	\$6,322	\$6,322	\$6,322
<i>Year-to-Year</i>		\$81	(\$31)	\$0	\$0
<i>Change:</i>		1.3%	(0.5%)	0.0%	0.0%
General Reserve	\$150	\$600	\$600	\$600	\$600
All Other ⁽²⁾	\$2,486	\$2,555	\$2,636	\$2,749	\$2,832
<i>Year-to-Year</i>		\$69	\$81	\$113	\$83
<i>Change:</i>		2.8%	3.2%	4.3%	3.0%
Subtotal	\$24,043	\$25,191	\$25,998	\$26,745	\$27,544
<i>Year-to-Year</i>		\$1,148	\$807	\$747	\$799
<i>Change:</i>		4.8%	3.2%	2.9%	3.0%
Debt Service	\$5,512	\$6,437	\$7,000	\$7,333	\$7,540
<i>Year-to-Year</i>		\$925	\$563	\$333	\$207
<i>Change:</i>		16.8%	8.7%	4.8%	2.8%
Total Non-Controllable	\$29,555	\$31,628	\$32,998	\$34,078	\$35,084
<i>Year-to-Year</i>		\$2,073	\$1,370	\$1,080	\$1,006
<i>Change:</i>		7.0%	4.3%	3.3%	3.0%

Excludes the impact of prepayments.

⁽¹⁾ Includes Health Insurance, Welfare Funds, Social Security Contributions, Worker's Compensation, Unemployment Insurance, Annuity Contributions, Uniform Allowance, and Disability Benefits Insurance

⁽²⁾ Includes Public Assistance, Judgments & Claims, Indigent Defense Services, Contractual, Criminal Justice and Water & Sewer for City Facilities.

Fiscal Year 2014

February 2014 Financial Plan

\$ in Millions

AGENCY	Personal Service Costs				Other Than Personal Service Costs				Gross Total All Funds (Includes Intra-City)	Net Total All Funds (Excludes Intra-City)	City Fund Total
	Salaries & Wages	Fringe Benefits	Pensions	PS Subtotal	Agency OTPS	PA, MA & Other Mandates	Debt Service	OTPS Subtotal			
UNIFORM AGENCIES											
Police Department	\$4,292	\$1,902	\$2,550	\$8,744	\$569	\$---	\$122	\$691	\$9,435	\$9,204	\$8,813
Fire Department	1,648	671	1,060	3,379	271	---	128	399	3,778	3,776	3,335
Department of Correction	913	454	376	1,743	133	---	168	301	2,044	2,044	2,015
Department of Sanitation	802	385	297	1,484	586	---	290	876	2,360	2,357	2,310
Subtotal	\$7,655	\$3,412	\$4,283	\$15,350	\$1,559	\$---	\$708	\$2,267	\$17,617	\$17,381	\$16,473
HEALTH AND WELFARE											
Administration for Children's Services	\$411	\$147	\$74	\$632	\$2,429	\$---	\$---	\$2,429	\$3,061	\$3,015	\$1,031
Department of Social Services	740	353	148	1,241	1,107	7,741	99	8,947	10,188	10,181	7,823
Department of Homeless Services	125	47	22	194	917	---	---	917	1,111	1,108	550
Department of Health and Mental Hygiene	379	128	73	580	1,056	---	46	1,102	1,682	1,672	840
Health and Hospitals Corporation ⁽¹⁾	---	30	---	30	377	---	173	550	580	466	243
Subtotal	\$1,655	\$705	\$317	\$2,677	\$5,886	\$7,741	\$318	\$13,945	\$16,622	\$16,442	\$10,487
EDUCATION											
Department of Education	\$9,459	\$3,568	\$3,102	\$16,129	\$6,899	\$---	\$1,295	\$8,194	\$24,323	\$24,090	\$13,673
City University	499	119	67	685	295	---	60	355	1,040	1,005	735
Subtotal	\$9,958	\$3,687	\$3,169	\$16,814	\$7,194	\$---	\$1,355	\$8,549	\$25,363	\$25,095	\$14,408
OTHER AGENCIES	\$2,421	\$848	\$463	\$3,732	\$5,966	\$---	\$2,924	\$8,890	\$12,622	\$11,568	\$8,522
ELECTED OFFICIALS	\$470	\$143	\$89	\$702	\$109	\$---	\$---	\$109	\$811	\$806	\$720
MISCELLANEOUS BUDGET	\$265	\$---	\$---	\$265	\$---	\$2,896 ⁽²⁾	\$292	\$3,188	\$3,453	\$3,453	\$2,624
DEBT SERVICE COSTS (Unallocated)	\$---	\$---	\$---	\$---	\$---	\$---	\$140	\$140	\$140	\$140	\$88
TOTAL - ALL FUNDS ⁽³⁾	\$22,424	\$8,795	\$8,321	\$39,540	\$20,714	\$10,637	\$5,737	\$37,088	\$76,628	\$74,885	
TOTAL - CITY FUNDS ⁽³⁾	\$14,266	\$6,970	\$8,165	\$29,401	\$9,501	\$8,908	\$5,512	\$23,921			\$53,322
Less: Prepayments	\$---	\$---	\$---	\$---	\$64	\$---	\$1,004	\$1,068	\$1,068	\$1,068	\$1,068
Total After Prepayments	\$22,424	\$8,795	\$8,321	\$39,540	\$20,650	\$10,637	\$4,733	\$36,020	\$75,560	\$73,817	\$52,254

⁽¹⁾ Only reflects funding appropriated in the City's Budget.

⁽²⁾ Includes subsidies to the MTA, General Reserve, Judgments and Claims, Indigent Defense Services and Other Contractual Services.

⁽³⁾ Excludes the impact of prepayments.

Fiscal Year 2015

February 2014 Financial Plan

\$ in Millions

AGENCY	Personal Service Costs				Other Than Personal Service Costs				Gross Total All Funds (Includes Intra-City)	Net Total All Funds (Excludes Intra-City)	City Fund Total
	Salaries & Wages	Fringe Benefits	Pensions	PS Subtotal	Agency OTPS	PA, MA & Other Mandates	Debt Service	OTPS Subtotal			
UNIFORM AGENCIES											
Police Department	\$4,278	\$1,971	\$2,462	\$8,711	\$324	\$---	\$143	\$467	\$9,178	\$8,948	\$8,792
Fire Department	1,578	667	1,059	3,304	162	---	149	311	3,615	3,613	3,352
Department of Correction	912	476	370	1,758	127	---	197	324	2,082	2,082	2,053
Department of Sanitation	801	400	292	1,493	646	---	340	986	2,479	2,476	2,430
Subtotal	\$7,569	\$3,514	\$4,183	\$15,266	\$1,259	\$---	\$829	\$2,088	\$17,354	\$17,119	\$16,627
HEALTH AND WELFARE											
Administration for Children's Services	\$411	\$156	\$68	\$635	\$2,525	\$---	\$---	\$2,525	\$3,160	\$3,052	\$1,062
Department of Social Services	722	361	141	1,224	985	7,843	116	8,944	10,168	10,161	7,945
Department of Homeless Services	119	50	20	189	861	---	---	861	1,050	1,049	546
Department of Health and Mental Hygiene	356	129	65	550	987	---	54	1,041	1,591	1,589	838
Health and Hospitals Corporation ⁽¹⁾	---	33	---	33	181	---	194	375	408	308	265
Subtotal	\$1,608	\$729	\$294	\$2,631	\$5,539	\$7,843	\$364	\$13,746	\$16,377	\$16,159	\$10,656
EDUCATION											
Department of Education	\$9,539	\$3,756	\$3,252	\$16,547	\$7,422	\$---	\$1,537	\$8,959	\$25,506	\$25,271	\$14,627
City University	519	155	70	744	226	---	61	287	1,031	1,015	746
Subtotal	\$10,058	\$3,911	\$3,322	\$17,291	\$7,648	\$---	\$1,598	\$9,246	\$26,537	\$26,286	\$15,373
OTHER AGENCIES	\$2,320	\$873	\$448	\$3,641	\$4,657	\$---	\$3,439	\$8,096	\$11,737	\$10,749	\$8,979
ELECTED OFFICIALS	\$446	\$146	\$83	\$675	\$99	\$---	\$---	\$99	\$774	\$770	\$711
MISCELLANEOUS BUDGET	\$465	\$---	\$---	\$465	\$---	\$3,431 ⁽²⁾	\$343	\$3,774	\$4,239	\$4,239	\$3,377
DEBT SERVICE COSTS (Unallocated)	\$---	\$---	\$---	\$---	\$---	\$---	\$160	\$160	\$160	\$160	\$89
TOTAL - ALL FUNDS ⁽³⁾	\$22,466	\$9,173	\$8,330	\$39,969	\$19,202	\$11,274	\$6,733	\$37,209	\$77,178	\$75,482	
TOTAL - CITY FUNDS ⁽³⁾	\$14,673	\$7,510	\$8,173	\$30,356	\$9,511	\$9,508	\$6,437	\$25,456			\$55,812
Less: Prepayments	\$---	\$---	\$---	\$---	\$---	\$---	\$1,770	\$1,770	\$1,770	\$1,770	\$1,770
Total After Prepayments	\$22,466	\$9,173	\$8,330	\$39,969	\$19,202	\$11,274	\$4,963	\$35,439	\$75,408	\$73,712	\$54,042

⁽¹⁾ Only reflects funding appropriated in the City's Budget.

⁽²⁾ Includes subsidies to the MTA, General Reserve, Judgments and Claims, Indigent Defense Services and Other Contractual Services.

⁽³⁾ Excludes the impact of prepayments.

Changes Between FY 2014 and FY 2015 February 2014 Financial Plan

AGENCY	\$ in Millions										
	Personal Service Costs				Other Than Personal Service Costs				Gross Total All Funds (Includes Intra-City)	Net Total All Funds (Excludes Intra-City)	City Fund Total
	Salaries & Wages	Fringe Benefits	Pensions	PS Subtotal	Agency OTPS	PA, MA & Other Mandates	Debt Service	OTPS Subtotal			
UNIFORM AGENCIES											
Police Department	(\$14)	\$69	(\$88)	(\$33)	(\$245)	\$ ---	\$21	(\$224)	(\$257)	(\$256)	(\$21)
Fire Department	(70)	(4)	(1)	(75)	(109)	---	21	(88)	(163)	(163)	17
Department of Correction	(1)	22	(6)	15	(6)	---	29	23	38	38	38
Department of Sanitation	(1)	15	(5)	9	60	---	50	110	119	119	120
Subtotal	(\$86)	\$102	(\$100)	(\$84)	(\$300)	\$ ---	\$121	(\$179)	(\$263)	(\$262)	\$154
HEALTH AND WELFARE											
Administration for Children's Services	\$ ---	\$9	(\$6)	\$3	\$96	\$ ---	\$ ---	\$96	\$99	\$37	\$31
Department of Social Services	(18)	8	(7)	(17)	(122)	102	17	(3)	(20)	(20)	122
Department of Homeless Services	(6)	3	(2)	(5)	(56)	---	---	(56)	(61)	(59)	(4)
Department of Health and Mental Hygiene	(23)	1	(8)	(30)	(69)	---	8	(61)	(91)	(83)	(2)
Health and Hospitals Corporation ⁽¹⁾	---	3	---	3	(196)	---	21	(175)	(172)	(158)	22
Subtotal	(\$47)	\$24	(\$23)	(\$46)	(\$347)	\$102	\$46	(\$199)	(\$245)	(\$283)	\$169
EDUCATION											
Department of Education	\$80	\$188	\$150	\$418	\$523	\$ ---	\$242	\$765	\$1,183	\$1,181	\$954
City University	20	36	3	59	(69)	---	1	(68)	(9)	10	11
Subtotal	\$100	\$224	\$153	\$477	\$454	\$ ---	\$243	\$697	\$1,174	\$1,191	\$965
OTHER AGENCIES	(\$101)	\$25	(\$15)	(\$91)	(\$1,309)	\$ ---	\$515	(\$794)	(\$885)	(\$819)	\$457
ELECTED OFFICIALS	(\$24)	\$3	(\$6)	(\$27)	(\$10)	\$ ---	\$ ---	(\$10)	(\$37)	(\$36)	(\$9)
MISCELLANEOUS BUDGET	\$200	\$ ---	\$ ---	\$200	\$ ---	\$535 ⁽²⁾	\$51	\$586	\$786	\$786	\$753
DEBT SERVICE COSTS (Unallocated)	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$20	\$20	\$20	\$20	\$1
TOTAL - ALL FUNDS ⁽³⁾	\$42	\$378	\$9	\$429	(\$1,512)	\$637	\$996	\$121	\$550	\$597	
TOTAL - CITY FUNDS ⁽³⁾	\$407	\$540	\$8	\$955	\$10	\$600	\$925	\$1,535			\$2,490
Less: Prepayments	\$ ---	\$ ---	\$ ---	\$ ---	(\$64)	\$ ---	\$766	\$702	\$702	\$702	\$702
Total After Prepayments	\$42	\$378	\$9	\$429	(\$1,448)	\$637	\$230	(\$581)	(\$152)	(\$105)	\$1,788

⁽¹⁾ Only reflects funding appropriated in the City's Budget.

⁽²⁾ Includes subsidies to the MTA, General Reserve, Judgments and Claims, Indigent Defense Services and Other Contractual Services.

⁽³⁾ Excludes the impact of prepayments.

City Funds Changes to FY 2014 - FY 2018 Since the November 2013 Financial Plan

	<u>FY14 - Nov 2013</u>	City Funds (\$ in Millions)				
		<u>FY 2014</u>	<u>FY 2015</u>	<u>FY 2016</u>	<u>FY 2017</u>	<u>FY 2018</u>
Gap to be Closed - November 2013 Financial Plan		\$ ---	\$ ---	(\$1,472)	(\$951)	(\$1,091)
Revenue Changes - Increase/(Decrease)						
Tax Revenue Forecast	\$45,841	\$890	\$594	\$933	\$953	\$1,232
Universal Pre-K and After-School Program Revenue		---	530	533	569	594
Miscellaneous Revenues	5,551	(28)	(125)	81	(17)	(19)
Subtotal Revenue Changes		\$862	\$999	\$1,547	\$1,505	\$1,807
Expense Changes - Increase/(Decrease)						
Universal Pre-K and After-School Program Expenses		\$ ---	\$530	\$533	\$569	\$594
PEG Restorations and Other Actions		93	72	97	97	82
New Initiatives		14	26	26	26	26
Technical Adjustments	43,680	25	73	105	85	90
State Budget Impact		---	(2)	(2)	(2)	(2)
Pensions	8,315	7	87	92	28	18
Debt Service Savings	6,014	(277)	(87)	(17)	(19)	(22)
General Reserve	150	---	300	300	300	300
Retiree Health Benefits Trust	(1,000)	1,000	---	---	---	---
Subtotal Expense Changes		\$862	\$999	\$1,134	\$1,084	\$1,086
Gap to be Closed - February 2014 Financial Plan		\$ ---	\$ ---	(\$1,059)	(\$530)	(\$370)

Five Year Financial Plan Revenues and Expenditures as Required by Law February 2014 Financial Plan

(All Funds - \$ in Millions)

<u>Revenues</u>	<u>FY 2014</u>	<u>FY 2015</u>	<u>FY 2016</u>	<u>FY 2017</u>	<u>FY 2018</u>
Taxes					
General Property Tax	\$19,781	\$20,782	\$21,815	\$22,703	\$23,579
Other Taxes	26,240	27,480	28,744	29,848	30,872
Tax Audit Revenue	710	709	709	709	709
Subtotal: Taxes	\$46,731	\$48,971	\$51,268	\$53,260	\$55,160
Miscellaneous Revenues	7,281	6,782	6,808	6,831	6,489
Unrestricted Intergovernmental Aid	---	---	---	---	---
Less: Intra-City Revenue	(1,743)	(1,696)	(1,669)	(1,679)	(1,684)
Disallowances Against Categorical Grants	(15)	(15)	(15)	(15)	(15)
Subtotal: City Funds	\$52,254	\$54,042	\$56,392	\$58,397	\$59,950
Other Categorical Grants	871	843	830	826	822
Inter-Fund Revenues	546	520	513	513	513
Federal Categorical Grants	8,409	6,402	6,384	6,370	6,369
State Categorical Grants	11,737	11,905	12,275	12,747	13,143
Total Revenues	\$73,817	\$73,712	\$76,394	\$78,853	\$80,797
Expenditures					
Personal Service					
Salaries and Wages	\$22,424	\$22,466	\$22,748	\$23,017	\$23,340
Pensions	8,321	8,330	8,448	8,553	8,729
Fringe Benefits	8,795	9,173	9,836	10,557	11,352
Subtotal: Personal Service	\$39,540	\$39,969	\$41,032	\$42,127	\$43,421
Other Than Personal Service					
Medical Assistance	6,365	6,447	6,415	6,415	6,415
Public Assistance	1,376	1,396	1,396	1,402	1,402
All Other ¹	23,460	22,033	22,385	22,894	23,188
Subtotal: Other Than Personal Service	\$31,201	\$29,876	\$30,196	\$30,711	\$31,005
Debt Service ^{1,2}	5,737	6,733	7,294	7,624	7,825
FY 2013 Budget Stabilization & Discretionary Transfers ¹	(2,838)	---	---	---	---
FY 2014 Budget Stabilization ²	1,770	(1,770)	---	---	---
General Reserve	150	600	600	600	600
Subtotal	\$75,560	\$75,408	\$79,122	\$81,062	\$82,851
Less: Intra-City Expenses	(1,743)	(1,696)	(1,669)	(1,679)	(1,684)
Total Expenditures	\$73,817	\$73,712	\$77,453	\$79,383	\$81,167
Gap To Be Closed	\$ ---	\$ ---	(\$1,059)	(\$530)	(\$370)

⁽¹⁾ Fiscal Year 2013 Budget Stabilization and Discretionary Transfers total \$2.807 billion, including GO of \$2.727 billion, net equity contribution in bond refunding of \$16 million, and subsidies of \$64 million. In addition, the Fiscal Year 2012 Budget Stabilization included \$31 million for prepayment of Fiscal Year 2014's debt service.

⁽²⁾ Fiscal Year 2014 Budget Stabilization totals \$1.770 billion.

