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The City of New York  
**Office of Management and Budget**  
75 Park Place - New York, New York 10007 - 2146  
(212) 788-5900

**Mark Page**  
Director

June 26, 2002

**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. 02-5 to the Financial Plan for the City and Covered Organizations for fiscal years 2002-2005 (the "Modification") as such plan relates to fiscal year 2002. The Modification as it relates to the City, Board of Education (the "Board") and the City University of New York ("CUNY") is attached hereto as Exhibit A. As it relates to remaining Covered Organizations, whose plans currently require modification, these will be forwarded to you under separate cover.

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

Sincerely,

A handwritten signature in black ink, appearing to be "Mark Page".

Mark Page

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### EXHIBIT A

### CITY OF NEW YORK FINANCIAL PLAN

A-1	Projection of Revenues and Expenditures
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**Fiscal Year 2002 Financial Plan Revenues and Expenditures**  
**(\$ in millions)**

<b>REVENUES</b>	<b>PLAN</b>	<b>REVISED PLAN</b>	<b>BETTER/ (WORSE)</b>
<b>Taxes</b>			
General Property Tax	\$ 8,562	\$ 8,641	\$ 79
Other Taxes	12,963	12,769	(194)
Tax Audit Revenue	462	462	-
Miscellaneous Revenues	4,485	4,788	303
Unrestricted Intergovernmental Aid	681	695	14
Other Categorical Grants	745	755	10
Less: Intra-City Revenue	(1,366)	(1,366)	-
Disallowances Against Categorical Grants	(15)	(15)	-
Subtotal: City Funds	\$ 26,517	\$ 26,729	\$ 212
Inter-Fund Revenues	322	320	(2)
Total City Funds & Inter-Fund Revenues	\$ 26,839	\$ 27,049	\$ 210
Federal Categorical Grants	6,439	6,344	(95)
State Categorical Grants	8,062	8,091	29
Total Revenues	\$ 41,340	\$ 41,484	\$ 144
<b>EXPENDITURES</b>			
Personal Service	\$ 22,778	\$ 22,653	\$ 125
Other Than Personal Service	18,993	18,715	278
Debt Service	568	760	(192)
Budget Stabilization & Other Prepayments	322	677	(355)
MAC Debt Service	5	5	-
General Reserve	40	40	-
	\$ 42,706	\$ 42,850	\$ (144)
Less: Intra-City Expenses	(1,366)	(1,366)	-
Total Expenditures	\$ 41,340	\$ 41,484	\$ (144)
Gap To Be Closed	\$ -	\$ -	\$ -

**New York City Financial Plan**  
**Fiscal Year 2002 Projections of Cash Sources and Uses**  
(\$ in millions)

<b>Sources of Cash</b>	<b>Plan</b>	<b>Revised Plan</b>	<b>Better/ (Worse)</b>
From Operations:			
Surplus/(Deficit)	\$ -	\$ -	\$ -
Decrease/(Increase) in accounts receivable	(1,555)	(543)	1,012
Increase/(Decrease) in accounts payable, accrued liabilities and other liabilities	(1,111)	125	1,236
Provision for disallowances of aid revenues	15	15	-
Disallowances Paid	(15)	(15)	-
Funds Provided/(Used) from Operations	<u>\$ (2,666)</u>	<u>\$ (418)</u>	<u>\$ 2,248</u>
Proceeds from Seasonal Borrowings	1,500	1,500	-
Capital Plan Funding Sources (see Exhibit A-3)	5,550	5,550	-
Total Sources	<u><u>\$ 4,384</u></u>	<u><u>\$ 6,632</u></u>	<u><u>\$ 2,248</u></u>
<b>Uses of Cash</b>			
Capital Disbursements	5,550	5,550	-
Repayment of Seasonal Borrowings	1,500	1,500	-
Other - Net	-	-	-
Total Uses	<u><u>\$ 7,050</u></u>	<u><u>\$ 7,050</u></u>	<u><u>\$ -</u></u>
Net Sources/(Uses) of Cash	\$ (2,666)	\$ (418)	(2,248)
Cash Balance - Beginning of Period	\$ 3,118	\$ 3,118	\$ -
Cash Balance - End of Period	\$ 452	\$ 2,700	\$ 2,248

**New York City Financial Plan**  
**Fiscal Year 2002 Capital Plan Funding Sources**  
(\$ in millions)

<b>Sources of Capital Cash</b>	<b>Plan</b>	<b>Revised Plan</b>	<b>Change</b>
New York City General Obligation Bonds	\$ 2,650	\$ 2,650	\$ -
Other Long-Term Sources:			
Transitional Finance Authority	2,200	2,200	-
TSASC	46	46	-
Water Authority	1,537	1,537	-
City Administered DASNY Courts Program (1)	53	53	-
Total Long-Term Sources	\$ 6,486	\$ 6,486	\$ -
Receipt of Federal, State and other Reimbursable Capital	563	563	-
Changes in Restricted Cash	(1,499)	(1,499)	-
Total Capital Plan Funding Sources	<u>\$ 5,550</u>	<u>\$ 5,550</u>	<u>\$ -</u>

(1) Excludes non-city managed DASNY financed Courts and Jay Street Development Corporation funds.

**New York City Financial Plan**  
**Fiscal Year 2003 Borrowing Schedule**  
(\$ in millions)

	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	Total Financing
Short-Term Borrowing:					
Borrowing	\$ -	\$ 3,000	\$ -	\$ -	\$ 3,000
Repayment	0	0	0	(3,000)	(3,000)
Total Short-Term Borrowing (Repayment)	\$ -	\$ 3,000	\$ -	\$ (3,000)	\$ -
Capital Borrowing:					
New York City General Obligation	\$ -	\$ 500	\$ 500	\$ -	\$ 1,000
Transitional Finance Authority (1)	0	550	550		1,100
TSASC (2)	517	0	0	517	1,034
Water Authority (3)	500	0	500	429	1,429
City Administered DASNY Courts Program (4)	0	0	0	102	102
Total Borrowing to finance City Capital Program	\$ 1,017	\$ 1,050	\$ 1,550	\$ 1,048	\$ 4,665
Other Borrowing					
TFA Recovery Financing	\$ -	\$ 1,000	\$ -	\$ -	\$ 1,000
DASNY and Other Conduit Debt (5)	330	0	0	223	553
	\$ 330	\$ 1,000	\$ -	\$ 223	\$ 1,553

## Notes:

- (1) Includes TFA Bond Anticipation Notes (except for Recovery Notes) and revenue bonds issued to finance capital projects. Amounts do not include bonds issued to permanently finance previously issued bond anticipation notes.
- (2) Includes Transportation Infrastructure Finance Innovation Act loan draws and excludes costs of issuance, reserve fund allocations, capitalized interest and amounts to finance Fresh Kills landfill.
- (3) Excludes costs of issuance and reserve fund allocations and reflects Water Authority Commercial Paper 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.
- (4) Includes only DASNY financing for the City managed portion of the courts capital program.
- (5) Includes DASNY financing for the non-city managed portion of the courts capital program, three HHC projects and Jay Street Development corporation financing of the 330 Jay Street project.

**New York City Financial Plan  
Fiscal Year 2002 Capital Plan  
(\$ in millions)**

**Projected Capital Commitments**

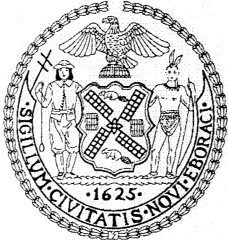
	Plan	Revised Plan	Change
City	\$ 5,681	\$ 5,681	\$ -
Non-City	914	914	-
Total	<u>\$ 6,595</u>	<u>\$ 6,595</u>	<u>\$ -</u>

**Projected Capital Expenditures**

	Plan	Revised Plan	Change
City (1)	\$ 4,987	\$ 4,987	\$ -
Non-City (2)	563	563	-
City-administered Capital Plan	<u>\$ 5,550</u>	<u>\$ 5,550</u>	<u>\$ -</u>
DASNY (3)	115	115	-
Total Capital Plan Expenditures	<u>\$ 5,665</u>	<u>\$ 5,665</u>	<u>\$ -</u>

Notes:

- (1) Includes City administered DASNY Courts program.
- (2) Includes Pay-as-you-go and Federal, State and other Reimbursable Capital.
- (3) Includes Courts and Hospitals programs financed by lease debt issued by the Dormitory Authority of the State of New York (DASNY). Expenditures for these projects do not flow through the City's accounts and are excluded from Capital Disbursements reported on Exhibit A-2.



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75 Park Place - New York, New York 10007 - 2146  
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**Mark Page**  
Director

June 26, 2002

**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 2003-2006 (the "Plan"). The Financial Plan as it relates to the City, Board of Education (the "Board") and the City University of New York ("CUNY") is attached hereto as Exhibit A. As it relates to the remaining Covered Organizations, whose plans currently require modification, these will be forwarded to you under separate cover.

The Plan is based upon certain assumptions, methods of estimation and data previously submitted to you, including the City publications known as the City of New York Executive Budget Fiscal Year 2003 dated April 17, 2002 (the "Executive Budget"), updated to reflect the adjustments in the FY 2003 Adopted Budget.

The City hereby certifies that, in its judgement, the Plan is complete and complies with the standards set forth in Section 8.1 of the Financial Emergency Act. In addition, I hereby certify that, in our judgement, the Executive Budget is consistent with the Plan.

Sincerely,

A handwritten signature in black ink that reads "Mark Page".

Mark Page



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

<b>REVENUES</b>	<b>FY 2003</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
Taxes				
General Property Tax	\$ 9,001	\$ 9,317	\$ 9,723	\$ 10,135
Other Taxes	13,486	14,179	14,934	15,755
Tax Audit Revenue	427	427	427	427
Miscellaneous Revenues	4,256	4,295	4,006	3,761
Transitional Finance Authority - 9/11	1,500	-	-	-
Unrestricted Intergovernmental Aid	790	580	555	555
Anticipated Federal & State Aid	230	-	-	-
Other Categorical Grants	623	410	407	413
Less: Intra-City Revenue	(997)	(1,009)	(1,009)	(1,009)
Disallowances Against Categorical Grants	(15)	(15)	(15)	(15)
Subtotal: City Funds	\$ 29,301	\$ 28,184	\$ 29,028	\$ 30,022
Inter-Fund Revenues	326	318	318	318
Total City Funds & Inter-Fund Revenues	\$ 29,627	\$ 28,502	\$ 29,346	\$ 30,340
Federal Categorical Grants	4,419	4,147	4,143	4,140
State Categorical Grants	8,297	8,289	8,372	8,440
Total Revenues	\$ 42,343	\$ 40,938	\$ 41,861	\$ 42,920
<b>EXPENDITURES</b>				
Personal Service	\$ 22,955	\$ 23,604	\$ 24,480	\$ 25,292
Other Than Personal Service	17,848	18,123	18,485	18,837
Debt Service	2,082	3,260	3,439	3,698
Budget Stabilization Account	-	-	-	-
MAC Debt Service	255	489	490	492
General Reserve	200	200	200	200
	\$ 43,340	\$ 45,676	\$ 47,094	\$ 48,519
Less: Intra-City Expenses	(997)	(1,009)	(1,009)	(1,009)
Total Expenditures	\$ 42,343	\$ 44,667	\$ 46,085	\$ 47,510
<b>Gap To Be Closed</b>	\$ -	\$ (3,729)	\$ (4,224)	\$ (4,590)

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

<b>Sources of Cash</b>	<b>FY 2003</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
From Operations:				
Surplus/(Deficit)	\$ -	\$ -	\$ -	\$ -
Decrease/(Increase) in accounts receivable	-	-	-	-
Increase/(Decrease) in accounts payable, accrued liabilities and other liabilities	(1,000)	-	-	-
Provision for disallowances of aid revenues	15	15	15	15
Disallowances Paid	(15)	(15)	(15)	(15)
Funds Provided/(Used) from Operations	\$ (1,000)	\$ -	\$ -	\$ -
Proceeds from Seasonal Borrowings	3,000	2,400	2,400	2,400
Capital Plan Funding Sources (see Exhibit A-3)	5,406	5,896	6,228	5,780
<b>Total Sources</b>	<b>\$ 7,406</b>	<b>\$ 8,296</b>	<b>\$ 8,628</b>	<b>\$ 8,180</b>
<b>Uses of Cash</b>				
Capital Disbursements	5,406	5,896	6,228	5,780
Repayment of Seasonal Borrowings	3,000	2,400	2,400	2,400
Other - Net	-	-	-	-
<b>Total Uses</b>	<b>\$ 8,406</b>	<b>\$ 8,296</b>	<b>\$ 8,628</b>	<b>\$ 8,180</b>
Net Sources/(Uses) of Cash	\$ (1,000)	\$ -	\$ -	\$ -
Cash Balance - Beginning of Period	\$ 2,700	\$ 1,700	\$ 1,700	\$ 1,700
Cash Balance - End of Period	\$ 1,700	\$ 1,700	\$ 1,700	\$ 1,700

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

<b>Sources of Capital Cash</b>	<b>FY 2003</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>
New York City General Obligation Bonds	\$ 1,000	\$ 2,340	\$ 4,000	\$ 3,680
Other Long-Term Sources:				
Transitional Finance Authority	1,100	555	0	0
TSASC	1,034	525	0	0
Water Authority	1,429	1,495	1,728	1,683
City Administered DASNY Courts Program (1)	102	71	20	48
Total Long-Term Sources	\$ 4,665	\$ 4,986	\$ 5,748	\$ 5,411
Receipt of Federal, State and other				
Reimbursable Capital	661	648	503	387
Changes in Restricted Cash	80	262	(23)	(18)
Total Capital Plan Funding Sources	\$ 5,406	\$ 5,896	\$ 6,228	\$ 5,780

(1) Excludes non-city managed DASNY financed Courts and Jay Street Development Corporation funds.

**New York City Financial Plan  
Fiscal Year 2003 Borrowing Schedule  
(\$ in millions)**

	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	Total Financing
<b>Short-Term Borrowing:</b>					
Borrowing	\$ -	\$ 3,000	\$ -	\$ -	\$ 3,000
Repayment	0	0	0	(3,000)	(3,000)
<b>Total Short-Term Borrowing (Repayment)</b>	<b>\$ -</b>	<b>\$ 3,000</b>	<b>\$ -</b>	<b>\$ (3,000)</b>	<b>\$ -</b>
<b>Capital Borrowing:</b>					
New York City General Obligation	\$ -	\$ 500	\$ 500	\$ -	\$ 1,000
Transitional Finance Authority (1)	0	550	550		1,100
TSASC (2)	517	0	0	517	1,034
Water Authority (3)	500	0	500	429	1,429
City Administered DASNY Courts Program (4)	0	0	0	102	102
<b>Total Borrowing to finance City Capital Program</b>	<b>\$ 1,017</b>	<b>\$ 1,050</b>	<b>\$ 1,550</b>	<b>\$ 1,048</b>	<b>\$ 4,665</b>
<b>Other Borrowing</b>					
TFA Recovery Financing	\$ -	\$ 1,000	\$ -	\$ -	\$ 1,000
DASNY and Other Conduit Debt (5)	330	0	0	223	553
	<b>\$ 330</b>	<b>\$ 1,000</b>	<b>\$ -</b>	<b>\$ 223</b>	<b>\$ 1,553</b>

## Notes:

- (1) Includes TFA Bond Anticipation Notes (except for Recovery Notes) and revenue bonds issued to finance capital projects. Amounts do not include bonds issued to permanently finance previously issued bond anticipation notes.
- (2) Includes Transportation Infrastructure Finance Innovation Act loan draws and excludes costs of issuance, reserve fund allocation capitalized interest and amounts to finance Fresh Kills landfill.
- (3) Excludes costs of issuance and reserve fund allocations and reflects Water Authority Commercial Paper 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.
- (4) Includes only DASNY financing for the City managed portion of the courts capital program.
- (5) Includes DASNY financing for the non-city managed portion of the courts capital program, three HHC projects and Jay Street Development corporation financing of the 330 Jay Street project.

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

**Projected Capital Commitments**

	<u>FY 2003</u>	<u>FY 2004</u>	<u>FY 2005</u>	<u>FY 2006</u>	<u>Total</u>
City	\$ 6,219	\$ 6,283	\$ 5,513	\$ 5,731	\$ 23,746
Non-City	729	420	313	177	1,639
Total	<u>\$ 6,948</u>	<u>\$ 6,703</u>	<u>\$ 5,826</u>	<u>\$ 5,908</u>	<u>\$ 25,385</u>

**Projected Capital Expenditures**

	<u>FY 2003</u>	<u>FY 2004</u>	<u>FY 2005</u>	<u>FY 2006</u>	<u>Total</u>
City (1)	\$ 4,745	\$ 5,248	\$ 5,725	\$ 5,393	\$ 21,111
Non-City (2)	661	648	503	387	2,199
City-administered Capital Plan	<u>\$ 5,406</u>	<u>\$ 5,896</u>	<u>\$ 6,228</u>	<u>\$ 5,780</u>	<u>\$ 23,310</u>
DASNY (3)	261	369	440	412	\$ 1,482
Total Capital Plan Expenditures	<u>\$ 5,667</u>	<u>\$ 6,265</u>	<u>\$ 6,668</u>	<u>\$ 6,192</u>	<u>\$ 24,792</u>

- Notes:
- (1) Includes City administered DASNY Courts program.
  - (2) Includes Pay-as-you-go and Federal, State and other Reimbursable Capital.
  - (3) Includes Courts and Hospitals programs financed by lease debt issued by the Dormitory Authority of the State of New York (DASNY). Expenditures for these projects do not flow through the City's accounts and are excluded from Capital Disbursements reported on Exhibit A - 2.