

THE CITY OF NEW YORK
STATEMENT OF NET POSITION

JUNE 30, 2018
(in thousands)

	Primary Government (PG)			Component Units (CU)
	Governmental Activities	Business – Type Activities	Total – (PG)	
ASSETS:				
Cash and cash equivalents	\$ 7,676,926	\$ 30,004	\$ 7,706,930	\$ 2,616,206
Investments	6,984,243	331,994	7,316,237	1,484,427
Receivables:				
Real estate taxes (less allowance for uncollectible amounts of \$228,015)	360,626	—	360,626	—
Federal, State and other aid	10,777,302	4,217	10,781,519	—
Taxes other than real estate	6,897,621	—	6,897,621	—
Leases	—	—	—	1,680,414
Other	2,174,944	354,897	2,529,841	4,295,663
Mortgage loans and interest receivable, net	—	—	—	10,846,112
Inventories	411,625	—	411,625	12,575
Due from PG, net	—	—	—	42,435
Due from CUs	3,132,033	—	3,132,033	—
Restricted cash, cash equivalents and investments	4,486,489	88,167	4,574,656	7,533,711
Other	546,322	155	546,477	466,592
Capital assets:				
Land and construction work-in-progress	5,602,437	94,551	5,696,988	6,044,631
Other capital assets (net of depreciation/amortization):				
Property, plant and equipment (including software)	39,024,501	46,081	39,070,582	34,864,153
Infrastructure	14,797,584	431,608	15,229,192	—
Total assets	<u>102,872,653</u>	<u>1,381,674</u>	<u>104,254,327</u>	<u>69,886,919</u>
DEFERRED OUTFLOWS OF RESOURCES:				
Deferred outflows from pensions	1,755,836	—	1,755,836	136,589
Deferred outflows from OPEB	4,728,507	—	4,728,507	35,828
Other deferred outflows of resources	463,981	—	463,981	118,647
Total deferred outflows of resources	<u>6,948,324</u>	<u>—</u>	<u>6,948,324</u>	<u>291,064</u>
LIABILITIES:				
Accounts payable and accrued liabilities	15,610,549	27,364	15,637,913	2,996,747
Accrued interest payable	1,165,459	98	1,165,557	185,188
Unearned revenue	6,541	15,178	21,719	648,952
Due to PG, net	—	—	—	3,132,033
Due to CUs	42,435	—	42,435	—
Estimated disallowance of Federal, State and other aid	413,404	—	413,404	—
Other	6,582,117	1,039	6,583,156	219,566
Derivative instruments-interest rate swaps	8,218	—	8,218	83,507
Noncurrent liabilities:				
Due within one year	6,182,173	69,506	6,251,679	1,724,020
Bonds & notes payable (net of amount due within one year)	89,594,393	—	89,594,393	44,289,657
Net pension liability	47,760,068	—	47,760,068	3,194,758
Net OPEB liability	98,496,216	—	98,496,216	7,647,864
Other (net of amount due within one year)	15,554,592	329,680	15,884,272	2,359,354
Total liabilities	<u>281,416,165</u>	<u>442,865</u>	<u>281,859,030</u>	<u>66,481,646</u>
DEFERRED INFLOWS OF RESOURCES:				
Deferred inflows from pensions	9,354,814	—	9,354,814	399,862
Deferred real estate taxes	8,813,166	—	8,813,166	—
Deferred inflows from OPEB	7,821,543	—	7,821,543	590,837
Other deferred inflows of resources	182,993	—	182,993	18,806
Total deferred inflows of resources	<u>26,172,516</u>	<u>—</u>	<u>26,172,516</u>	<u>1,009,505</u>
NET POSITION:				
Net investment in capital assets	(13,501,564)	572,241	(12,929,323)	9,151,575
Restricted for:				
Capital projects	1,205,782	45,036	1,250,818	69,348
Debt service	1,736,962	—	1,736,962	3,175,195
Loans/security deposits	—	—	—	54,664
Donor/statutory restrictions	—	—	—	419,883
Operations	—	321,532	321,532	334,703
Unrestricted (deficit)	<u>(187,208,884)</u>	<u>—</u>	<u>(187,208,884)</u>	<u>(10,518,536)</u>
Total net position (deficit)	<u>\$ (197,767,704)</u>	<u>\$ 938,809</u>	<u>\$ (196,828,895)</u>	<u>\$ 2,686,832</u>

See accompanying notes to financial statements.

THE CITY OF NEW YORK
STATEMENT OF NET POSITION

JUNE 30, 2017
(in thousands)

	Primary Government (PG)			Component Units (CU)
	Governmental Activities	Business – Type Activities	Total – (PG)	
ASSETS:				
Cash and cash equivalents	\$ 6,587,981	\$ 44,114	\$ 6,632,095	\$ 2,529,684
Investments	8,066,538	305,348	8,371,886	1,669,863
Receivables:				
Real estate taxes (less allowance for uncollectible amounts of \$221,304)	350,028	—	350,028	—
Federal, State and other aid	9,041,862	1,395	9,043,257	—
Taxes other than real estate	6,458,927	—	6,458,927	—
Leases	—	—	—	1,677,674
Other	1,517,449	335,139	1,852,588	4,067,172
Mortgage loans and interest receivable, net	—	—	—	10,046,866
Inventories	465,232	—	465,232	13,061
Due from PG, net	—	—	—	57,631
Due from CUs (less allowance for uncollectible amounts of \$61,690)	2,454,470	—	2,454,470	—
Restricted cash, cash equivalents and investments	4,968,841	76,700	5,045,541	6,717,607
Other	444,238	122	444,360	402,546
Capital assets:				
Land and construction work-in-progress	5,924,772	144,081	6,068,853	7,795,167
Other capital assets (net of depreciation/amortization):				
Property, plant and equipment (including software)	37,726,059	35,071	37,761,130	32,175,234
Infrastructure	13,865,961	392,168	14,258,129	—
Total assets	<u>97,872,358</u>	<u>1,334,138</u>	<u>99,206,496</u>	<u>67,152,505</u>
DEFERRED OUTFLOWS OF RESOURCES:				
Deferred outflows from pensions	3,885,847	—	3,885,847	260,406
Deferred outflows from OPEB	640,932	—	640,932	—
Other deferred outflows of resources	571,764	—	571,764	153,170
Total deferred outflows of resources	<u>5,098,543</u>	<u>—</u>	<u>5,098,543</u>	<u>413,576</u>
LIABILITIES:				
Accounts payable and accrued liabilities	15,066,744	34,730	15,101,474	3,020,628
Accrued interest payable	1,079,876	90	1,079,966	175,087
Unearned revenue	3,610	29,423	33,033	470,984
Due to PG, net	—	—	—	2,516,160
Due to CUs, net	57,631	—	57,631	—
Estimated disallowance of Federal, State and other aid	552,875	—	552,875	—
Other	5,667,595	(3,754)	5,663,841	223,306
Derivative instruments-interest rate swaps	38,759	—	38,759	112,842
Noncurrent liabilities:				
Due within one year	5,884,716	79,170	5,963,886	1,887,437
Bonds & notes payable (net of amount due within one year)	86,028,278	—	86,028,278	43,305,379
Net pension liability	56,241,371	—	56,241,371	3,813,831
Net OPEB liability	88,422,672	—	88,422,672	7,181,301
Other (net of amount due within one year)	14,553,558	326,182	14,879,740	1,810,040
Total liabilities	<u>273,597,685</u>	<u>465,841</u>	<u>274,063,526</u>	<u>64,516,995</u>
DEFERRED INFLOWS OF RESOURCES:				
Deferred inflows from pensions	5,386,509	—	5,386,509	47,715
Deferred real estate taxes	8,748,771	—	8,748,771	—
Deferred inflows from OPEB	9,451,365	—	9,451,365	849,235
Other deferred inflows of resources	222,812	—	222,812	99,710
Total deferred inflows of resources	<u>23,809,457</u>	<u>—</u>	<u>23,809,457</u>	<u>996,660</u>
NET POSITION:				
Net investment in capital assets	(12,522,029)	571,319	(11,950,710)	8,501,865
Restricted for:				
Capital projects	592,608	28,600	621,208	94,022
Debt service	2,200,679	—	2,200,679	3,316,842
Loans/security deposits	—	—	—	54,742
Donor/statutory restrictions	—	—	—	396,746
Operations	—	268,378	268,378	307,157
Unrestricted (deficit)	<u>(184,707,499)</u>	<u>—</u>	<u>(184,707,499)</u>	<u>(10,618,948)</u>
Total net position (deficit)	<u>\$ (194,436,241)</u>	<u>\$ 868,297</u>	<u>\$ (193,567,944)</u>	<u>\$ 2,052,426</u>

See accompanying notes to financial statements.

THE CITY OF NEW YORK
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2018
(in thousands)

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government (PG)			Component Units (CU)
					Governmental Activities	Business-Type Activities	Total – (PG)	
Primary Government (PG)								
Governmental Activities:								
General government	\$ 6,525,142	\$ 821,484	\$ 2,856,831	\$ 30,663	\$ (2,816,164)	\$ —	\$ (2,816,164)	\$ —
Public safety and judicial	19,465,581	306,084	692,222	3,810	(18,463,465)	—	(18,463,465)	—
Education	30,367,019	53,709	12,688,715	20,196	(17,604,399)	—	(17,604,399)	—
City University	1,261,467	387,227	271,756	—	(602,484)	—	(602,484)	—
Social services	16,143,790	65,552	5,091,158	8,116	(10,978,964)	—	(10,978,964)	—
Environmental protection	4,248,059	1,452,249	23,116	11,745	(2,760,949)	—	(2,760,949)	—
Transportation services	2,788,532	1,105,725	323,649	334,899	(1,024,259)	—	(1,024,259)	—
Parks, recreation and cultural activities	1,339,580	116,584	15,287	44,169	(1,163,540)	—	(1,163,540)	—
Housing	2,765,381	464,388	553,350	67,475	(1,680,168)	—	(1,680,168)	—
Health (including payments to HHC)	3,317,969	63,213	949,153	29,791	(2,275,812)	—	(2,275,812)	—
Libraries	428,635	—	—	940	(427,695)	—	(427,695)	—
Debt service interest	3,035,387	—	—	—	(3,035,387)	—	(3,035,387)	—
Total governmental activities	<u>91,686,542</u>	<u>4,836,215</u>	<u>23,465,237</u>	<u>551,804</u>	<u>(62,833,286)</u>	<u>—</u>	<u>(62,833,286)</u>	<u>—</u>
Business-Type Activities:								
Brooklyn Bridge Park	31,124	1,892	—	14,229	—	(15,003)	(15,003)	—
The Trust for Governor's Island	41,746	3,674	16,671	20,961	—	(440)	(440)	—
WTC Captive	1,862	—	—	—	—	(1,862)	(1,862)	—
New York City Tax Lien Trusts	213,374	—	139,347	—	—	(74,027)	(74,027)	—
Total business-type activities	<u>288,106</u>	<u>5,566</u>	<u>156,018</u>	<u>35,190</u>	<u>—</u>	<u>(91,332)</u>	<u>(91,332)</u>	<u>—</u>
Total Primary Government (PG)	<u>\$91,974,648</u>	<u>\$ 4,841,781</u>	<u>\$23,621,255</u>	<u>\$ 586,994</u>	<u>(62,833,286)</u>	<u>(91,332)</u>	<u>(62,924,618)</u>	<u>—</u>
Component Units	<u>\$19,310,736</u>	<u>\$13,959,384</u>	<u>\$ 3,169,163</u>	<u>\$ 1,435,674</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>\$(746,515)</u>
General Revenues:								
Taxes (net of refunds):								
Real estate taxes					26,301,276	—	26,301,276	—
Sales and use taxes					8,665,755	—	8,665,755	—
Personal income tax					13,598,315	—	13,598,315	—
Income taxes, other					6,547,595	—	6,547,595	—
Other taxes:								
Commercial rent					919,094	—	919,094	—
Conveyance of real property					1,426,869	—	1,426,869	—
Hotel room occupancy					606,728	—	606,728	—
Payments in lieu of taxes					376,545	55,600	432,145	—
Other					35,212	—	35,212	—
Investment income					169,654	104,016	273,670	87,407
Unrestricted Federal and State aid					251,810	—	251,810	5,607
Gain on in-substance defeasance					730	—	730	—
Other					602,240	2,228	604,468	1,287,907
Total general revenues					<u>59,501,823</u>	<u>161,844</u>	<u>59,663,667</u>	<u>1,380,921</u>
Change in net position					(3,331,463)	70,512	(3,260,951)	634,406
Net position (deficit)—beginning					(194,436,241)	868,297	(193,567,944)	2,052,426
Net position (deficit)—ending					<u>\$(197,767,704)</u>	<u>\$938,809</u>	<u>\$(196,828,895)</u>	<u>\$2,686,832</u>

See accompanying notes to financial statements.

THE CITY OF NEW YORK
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017
(in thousands)

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government (PG)			Component Units (CU)
					Governmental Activities	Business-Type Activities	Total – (PG)	
Primary Government (PG)								
Governmental Activities:								
General government	\$ 5,360,092	\$ 905,738	\$ 3,142,123	\$ (142,958)	\$ (1,455,189)	\$ —	\$ (1,455,189)	\$ —
Public safety and judicial	18,961,329	332,938	661,440	1,938	(17,965,013)	—	(17,965,013)	—
Education	28,839,477	148,009	12,134,532	148,512	(16,408,424)	—	(16,408,424)	—
City University	1,252,444	404,758	260,528	—	(587,158)	—	(587,158)	—
Social services	15,402,193	66,693	5,286,726	21,802	(10,026,972)	—	(10,026,972)	—
Environmental protection	3,570,278	1,445,740	14,191	3,890	(2,106,457)	—	(2,106,457)	—
Transportation services	2,542,300	1,039,443	393,553	337,998	(771,306)	—	(771,306)	—
Parks, recreation and cultural activities	1,265,383	95,604	8,437	67,554	(1,093,788)	—	(1,093,788)	—
Housing	2,394,963	424,844	538,354	32,056	(1,399,709)	—	(1,399,709)	—
Health (including payments to HHC)	2,874,032	55,842	904,571	1,750	(1,911,869)	—	(1,911,869)	—
Libraries	420,994	—	—	6,668	(414,326)	—	(414,326)	—
Debt service interest	2,958,883	—	—	—	(2,958,883)	—	(2,958,883)	—
Total governmental activities	<u>85,842,368</u>	<u>4,919,609</u>	<u>23,344,455</u>	<u>479,210</u>	<u>(57,099,094)</u>	<u>—</u>	<u>(57,099,094)</u>	<u>—</u>
Business-Type Activities:								
Brooklyn Bridge Park	18,640	1,862	—	20,625	—	3,847	3,847	—
The Trust for Governor's Island	35,177	2,380	17,399	24,673	—	9,275	9,275	—
WTC Captive	1,968	—	—	—	—	(1,968)	(1,968)	—
New York City Tax Lien Trusts	266,418	—	132,277	—	—	(134,141)	(134,141)	—
Total business-type activities	<u>322,203</u>	<u>4,242</u>	<u>149,676</u>	<u>45,298</u>	<u>—</u>	<u>(122,987)</u>	<u>(122,987)</u>	<u>—</u>
Total Primary Government (PG)	<u>\$86,164,571</u>	<u>\$ 4,923,851</u>	<u>\$23,494,131</u>	<u>\$ 524,508</u>	<u>(57,099,094)</u>	<u>(122,987)</u>	<u>(57,222,081)</u>	<u>—</u>
Component Units	<u>\$18,638,726</u>	<u>\$13,406,968</u>	<u>\$ 3,305,202</u>	<u>\$ 1,265,020</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>\$(661,536)</u>
General Revenues:								
Taxes (net of refunds):								
Real estate taxes					24,586,758	—	24,586,758	—
Sales and use taxes					8,307,525	—	8,307,525	—
Personal income tax					11,256,809	—	11,256,809	—
Income taxes, other					7,875,921	—	7,875,921	—
Other taxes:								
Commercial rent					921,374	—	921,374	—
Conveyance of real property					1,418,683	—	1,418,683	—
Hotel room occupancy					582,481	—	582,481	—
Payments in lieu of taxes					351,438	35,566	387,004	—
Other					36,808	—	36,808	—
Investment income					110,145	116,372	226,517	66,335
Unrestricted Federal and State aid					311,125	—	311,125	9,572
Other					428,702	4,529	433,231	1,197,656
Total general revenues					<u>56,187,769</u>	<u>156,467</u>	<u>56,344,236</u>	<u>1,273,563</u>
Change in net position					(911,325)	33,480	(877,845)	612,027
Net position (deficit)—beginning					(193,524,916)	834,817	(192,690,099)	1,297,499
Restatement of beginning net position					—	—	—	142,900
Net position (deficit)—ending					<u>\$(194,436,241)</u>	<u>\$868,297</u>	<u>\$(193,567,944)</u>	<u>\$2,052,426</u>

See accompanying notes to financial statements.

THE CITY OF NEW YORK
GOVERNMENTAL FUNDS
BALANCE SHEET

JUNE 30, 2018
(in thousands)

	General Fund	Capital Projects Fund	General Debt Service Fund	Nonmajor Governmental Funds	Adjustments/ Eliminations	Total Governmental Funds
ASSETS:						
Cash and cash equivalents	\$ 6,735,045	\$ 638,079	\$ —	\$ 303,802	\$ —	\$ 7,676,926
Investments	4,419,752	—	—	2,614,114	—	7,033,866
Accounts receivable:						
Real estate taxes (less allowance for uncollectible amounts of \$228,015)	360,626	—	—	—	—	360,626
Federal, State and other aid	9,701,297	1,076,005	—	—	—	10,777,302
Taxes other than real estate	5,971,910	—	—	925,711	—	6,897,621
Other receivables, net	2,086,683	—	27	87,992	—	2,174,702
Due from other funds	2,432,121	184,780	—	453,174	(453,159)	2,616,916
Due from component units, net	2,387,891	744,142	—	—	—	3,132,033
Restricted cash and investments	—	136,980	1,922,650	2,426,859	—	4,486,489
Other assets	—	98,168	—	404,912	—	503,080
Total assets	<u>\$34,095,325</u>	<u>\$ 2,878,154</u>	<u>\$ 1,922,677</u>	<u>\$ 7,216,564</u>	<u>\$ (453,159)</u>	<u>\$ 45,659,561</u>
LIABILITIES:						
Accounts payable and accrued liabilities	\$13,071,888	\$ 1,846,501	\$ 386	\$ 692,158	\$ —	\$ 15,610,933
Accrued tax refunds:						
Real estate taxes	77,093	—	—	—	—	77,093
Personal income tax	59,945	—	—	—	—	59,945
Other	120,933	—	—	—	—	120,933
Accrued judgments and claims	495,753	67,671	—	—	—	563,424
Unearned revenue	—	—	—	6,541	—	6,541
Due to other funds	—	2,821,569	—	248,506	(453,159)	2,616,916
Due to component units, net	42,435	—	—	—	—	42,435
Estimated disallowance of Federal, State and other aid	413,404	—	—	—	—	413,404
Other liabilities	5,218,302	427,154	—	—	—	5,645,456
Total liabilities	<u>19,499,753</u>	<u>5,162,895</u>	<u>386</u>	<u>947,205</u>	<u>(453,159)</u>	<u>25,157,080</u>
DEFERRED INFLOWS OF RESOURCES:						
Prepaid real estate taxes	8,813,166	—	—	—	—	8,813,166
Uncollected real estate taxes	282,730	—	—	—	—	282,730
Taxes other than real estate	4,767,954	—	—	—	—	4,767,954
Other deferred inflows of resources ..	248,589	—	—	971,938	—	1,220,527
Total deferred inflows of resources	<u>14,112,439</u>	<u>—</u>	<u>—</u>	<u>971,938</u>	<u>—</u>	<u>15,084,377</u>
FUND BALANCES (DEFICITS):						
Nonspendable	483,133	—	—	151	—	483,284
Spendable:						
Restricted	—	136,980	275,793	2,529,971	—	2,942,744
Committed	—	—	1,646,498	—	—	1,646,498
Assigned	—	—	—	2,767,369	—	2,767,369
Unassigned	—	(2,421,721)	—	(70)	—	(2,421,791)
Total fund balances (deficit)	<u>483,133</u>	<u>(2,284,741)</u>	<u>1,922,291</u>	<u>5,297,421</u>	<u>—</u>	<u>5,418,104</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$34,095,325</u>	<u>\$ 2,878,154</u>	<u>\$ 1,922,677</u>	<u>\$ 7,216,564</u>	<u>\$ (453,159)</u>	<u>\$ 45,659,561</u>

The reconciliation of the fund balances of governmental funds to the net position (deficit) of governmental activities in the Statement of Net Position is presented in an accompanying schedule.

See accompanying notes to financial statements.

THE CITY OF NEW YORK
GOVERNMENTAL FUNDS
BALANCE SHEET

JUNE 30, 2017
(in thousands)

	General Fund	Capital Projects Fund	General Debt Service Fund	Nonmajor Governmental Funds	Adjustments/ Eliminations	Total Governmental Funds
ASSETS:						
Cash and cash equivalents	\$ 6,029,520	\$ 357,501	\$ —	\$ 200,960	\$ —	\$ 6,587,981
Investments	6,126,819	—	—	1,988,605	—	8,115,424
Accounts receivable:						
Real estate taxes (less allowance for uncollectible amounts of \$221,304)	350,028	—	—	—	—	350,028
Federal, State and other aid	7,872,008	1,169,854	—	—	—	9,041,862
Taxes other than real estate	5,705,705	—	—	753,222	—	6,458,927
Other receivables, net	1,399,813	—	15	117,375	—	1,517,203
Due from other funds	3,610,020	1,050,881	—	514,847	(514,589)	4,661,159
Due from component units, net	1,790,186	664,284	—	—	—	2,454,470
Restricted cash and investments	—	114,038	1,583,596	3,271,207	—	4,968,841
Other assets	—	97,665	—	302,860	—	400,525
Total assets	<u>\$32,884,099</u>	<u>\$ 3,454,223</u>	<u>\$ 1,583,611</u>	<u>\$ 7,149,076</u>	<u>\$ (514,589)</u>	<u>\$ 44,556,420</u>
LIABILITIES:						
Accounts payable and accrued liabilities	\$12,918,991	\$ 1,431,626	\$ 867	\$ 715,576	\$ —	\$ 15,067,060
Accrued tax refunds:						
Real estate taxes	61,603	—	—	—	—	61,603
Personal income tax	60,429	—	—	—	—	60,429
Other	52,064	—	—	—	—	52,064
Accrued judgments and claims	533,892	56,540	—	—	—	590,432
Unearned revenue	—	—	—	3,610	—	3,610
Due to other funds	—	4,046,387	—	1,129,361	(514,589)	4,661,159
Due to component units, net	57,631	—	—	—	—	57,631
Estimated disallowance of Federal, State and other aid	552,875	—	—	—	—	552,875
Other liabilities	4,464,468	439,519	—	—	—	4,903,987
Total liabilities	<u>18,701,953</u>	<u>5,974,072</u>	<u>867</u>	<u>1,848,547</u>	<u>(514,589)</u>	<u>26,010,850</u>
DEFERRED INFLOWS OF RESOURCES:						
Prepaid real estate taxes	8,748,771	—	—	—	—	8,748,771
Grant advances	18,124	—	—	—	—	18,124
Uncollected real estate taxes	269,666	—	—	—	—	269,666
Taxes other than real estate	4,428,859	—	—	—	—	4,428,859
Other deferred inflows of resources ..	238,697	—	—	771,946	—	1,010,643
Total deferred inflows of resources	<u>13,704,117</u>	<u>—</u>	<u>—</u>	<u>771,946</u>	<u>—</u>	<u>14,476,063</u>
FUND BALANCES (DEFICITS):						
Nonspendable	478,029	—	—	295	—	478,324
Spendable:						
Restricted	—	114,038	238,845	2,440,404	—	2,793,287
Committed	—	—	1,343,899	—	—	1,343,899
Assigned	—	—	—	2,087,896	—	2,087,896
Unassigned	—	(2,633,887)	—	(12)	—	(2,633,899)
Total fund balances (deficit) ..	<u>478,029</u>	<u>(2,519,849)</u>	<u>1,582,744</u>	<u>4,528,583</u>	<u>—</u>	<u>4,069,507</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$32,884,099</u>	<u>\$ 3,454,223</u>	<u>\$ 1,583,611</u>	<u>\$ 7,149,076</u>	<u>\$ (514,589)</u>	<u>\$ 44,556,420</u>

The reconciliation of the fund balances of governmental funds to the net position (deficit) of governmental activities in the Statement of Net Position is presented in an accompanying schedule.

See accompanying notes to financial statements.

THE CITY OF NEW YORK
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION

JUNE 30, 2018
(in thousands)

Total fund balances — governmental funds	\$ 5,418,104
Amounts reported for <i>governmental activities</i> in the Statement of Net Position are different because:	
Inventories recorded in the Statement of Net Position are recorded as expenditures in the governmental funds.	411,625
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	59,424,522
Other long-term assets and deferred outflows of resources are not available to pay for current period expenditures and, therefore, are deferred in the funds	
Deferred outflows of resources	6,948,324
Other long-term assets	43,484
Long-term liabilities and deferred inflows of resources are not due and payable in the current period and accordingly are not reported in the funds:	
Bonds and notes payable	(93,355,099)
Net OPEB liability	(98,496,216)
Accrued interest payable	(1,165,459)
Capital lease obligations	(1,658,558)
Accrued vacation and sick leave	(4,891,726)
Net pension liability	(47,760,068)
Landfill closure and post-closure care costs	(1,306,849)
Pollution Remediation obligations	(249,675)
Accrued judgments and claims	(6,127,660)
Other accrued tax refunds	(1,789,000)
Deferred inflows of resources	(11,088,139)
Other long-term liabilities	(2,125,314)
Net position (deficit) — governmental activities	<u><u>\$ (197,767,704)</u></u>

See accompanying notes to financial statements.

THE CITY OF NEW YORK
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION

JUNE 30, 2017
(in thousands)

Total fund balances — governmental funds	\$ 4,069,507
Amounts reported for <i>governmental activities</i> in the Statement of Net Position are different because:	
Inventories recorded in the Statement of Net Position are recorded as expenditures in the governmental funds.	465,232
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	57,516,792
Other long-term assets and deferred outflows of resources are not available to pay for current period expenditures and, therefore, are deferred in the funds	
Deferred outflows of resources	5,098,543
Other long-term assets	43,959
Long-term liabilities and deferred inflows of resources are not due and payable in the current period and accordingly are not reported in the funds:	
Bonds and notes payable	(89,585,973)
Net OPEB liability	(88,422,672)
Accrued interest payable	(1,079,876)
Capital lease obligations	(1,548,591)
Accrued vacation and sick leave	(4,648,180)
Net pension liability	(56,241,371)
Landfill closure and post-closure care costs	(1,508,009)
Pollution Remediation obligations	(202,577)
Accrued judgments and claims	(6,267,216)
Other accrued tax refunds	(929,700)
Deferred inflows of resources	(9,333,394)
Other long-term liabilities	(1,862,715)
Net position (deficit) — governmental activities	<u><u>\$ (194,436,241)</u></u>

See accompanying notes to financial statements.

THE CITY OF NEW YORK
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2018
(in thousands)

	General Fund	Capital Projects Fund	General Debt Service Fund	Nonmajor Governmental Funds	Adjustments/ Eliminations	Total Governmental Funds
REVENUES:						
Real estate taxes	\$ 26,407,630	\$ —	\$ —	\$ —	\$ —	\$ 26,407,630
Sales and use taxes	8,650,472	—	—	—	—	8,650,472
Personal income tax	13,411,315	—	—	181,410	(181,410)	13,411,315
Income taxes, other	7,328,895	—	—	—	—	7,328,895
Other taxes	3,305,636	—	—	—	—	3,305,636
Federal, State and other categorical aid	23,465,238	540,739	81,810	—	—	24,087,787
Unrestricted Federal and State aid	—	—	—	170,000	—	170,000
Charges for services	2,711,697	—	—	—	—	2,711,697
Tobacco settlement	—	—	—	173,437	—	173,437
Investment income	125,352	—	4,265	41,160	—	170,777
Other revenues	2,073,344	1,668,626	106,549	3,484,968	(3,182,287)	4,151,200
Total revenues	<u>87,479,579</u>	<u>2,209,365</u>	<u>192,624</u>	<u>4,050,975</u>	<u>(3,363,697)</u>	<u>90,568,846</u>
EXPENDITURES:						
General government	3,494,774	822,837	—	39,091	—	4,356,702
Public safety and judicial	10,023,512	395,292	—	—	—	10,418,804
Education	25,026,392	2,352,609	—	2,368,884	(3,182,287)	26,565,598
City University	1,087,245	67,305	—	—	—	1,154,550
Social services	15,207,720	274,657	—	—	—	15,482,377
Environmental protection	3,015,468	1,977,403	—	—	—	4,992,871
Transportation services	1,757,171	1,516,057	—	—	—	3,273,228
Parks, recreation and cultural activities	621,978	532,215	—	—	—	1,154,193
Housing	1,217,385	1,411,642	—	—	—	2,629,027
Health (including payments to HHC)	2,401,172	248,654	—	—	—	2,649,826
Libraries	377,876	41,066	—	—	—	418,942
Pensions	9,513,308	—	—	—	—	9,513,308
Judgments and claims	730,382	—	—	—	—	730,382
Fringe benefits and other benefit payments	5,717,327	—	—	—	—	5,717,327
Administrative and other	379,538	—	52,136	724,172	—	1,155,846
Debt Service:						
Interest	—	—	1,528,022	2,012,436	—	3,540,458
Redemptions	—	—	2,301,105	3,168,994	—	5,470,099
Lease payments	129,727	—	—	—	—	129,727
Total expenditures	<u>80,700,975</u>	<u>9,639,737</u>	<u>3,881,263</u>	<u>8,313,577</u>	<u>(3,182,287)</u>	<u>99,353,265</u>
Excess (deficiency) of revenues over expenditures	6,778,604	(7,430,372)	(3,688,639)	(4,262,602)	(181,410)	(8,784,419)
OTHER FINANCING SOURCES (USES):						
Transfers from (to) General Fund	—	—	4,021,101	2,720,880	—	6,741,981
Transfers from (to) Nonmajor Capital Projects Funds	—	4,035,778	—	11,083	—	4,046,861
Transfers from (to) Nonmajor Special Revenue Funds, net	—	—	—	(154,524)	—	(154,524)
Principal amount of bonds issued	149,891	3,150,109	—	4,115,000	—	7,415,000
Bond premium	—	253,821	318,666	723,315	—	1,295,802
Capitalized leases	—	225,772	—	—	—	225,772
Issuance of refunding debt	—	—	1,842,470	1,744,330	—	3,586,800
Transfers from (to) Capital Projects Fund	—	—	—	(4,035,778)	—	(4,035,778)
Transfers from (to) General Debt Service Fund ..	(4,021,101)	—	—	—	—	(4,021,101)
Transfers from (to) Nonmajor Debt Service Funds, net	(2,902,290)	—	—	143,441	181,410	(2,577,439)
Payments to refunded bond escrow holder	—	—	(2,154,051)	(236,307)	—	(2,390,358)
Total other financing sources (uses)	<u>(6,773,500)</u>	<u>7,665,480</u>	<u>4,028,186</u>	<u>5,031,440</u>	<u>181,410</u>	<u>10,133,016</u>
Net change in fund balances	5,104	235,108	339,547	768,838	—	1,348,597
FUND BALANCES (DEFICIT) AT BEGINNING OF YEAR	478,029	(2,519,849)	1,582,744	4,528,583	—	4,069,507
FUND BALANCES (DEFICIT) AT END OF YEAR	<u>\$ 483,133</u>	<u>\$ (2,284,741)</u>	<u>\$ 1,922,291</u>	<u>\$ 5,297,421</u>	<u>\$ —</u>	<u>\$ 5,418,104</u>

The reconciliation of the net change in fund balances of governmental funds to the change in net position of governmental activities in the Statement of Activities is presented in an accompanying schedule.

See accompanying notes to financial statements.

THE CITY OF NEW YORK
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2017
(in thousands)

	General Fund	Capital Projects Fund	General Debt Service Fund	Nonmajor Governmental Funds	Adjustments/ Eliminations	Total Governmental Funds
REVENUES:						
Real estate taxes	\$ 24,679,411	\$ —	\$ —	\$ —	\$ —	\$ 24,679,411
Sales and use taxes	8,296,436	—	—	—	—	8,296,436
Personal income tax	11,257,809	—	—	297,251	(297,251)	11,257,809
Income taxes, other	7,120,621	—	—	—	—	7,120,621
Other taxes	3,308,127	—	—	—	—	3,308,127
Federal, State and other categorical aid	23,344,456	633,224	82,067	—	—	24,059,747
Unrestricted Federal and State aid	59,058	—	—	170,000	—	229,058
Charges for services	2,711,428	—	—	—	—	2,711,428
Tobacco settlement	—	—	—	160,161	—	160,161
Investment income	73,125	—	1,397	10,049	—	84,571
Other revenues	2,179,254	1,494,846	34,940	3,513,805	(3,292,870)	3,929,975
Total revenues	83,029,725	2,128,070	118,404	4,151,266	(3,590,121)	85,837,344
EXPENDITURES:						
General government	3,246,561	740,177	—	49,145	—	4,035,883
Public safety and judicial	9,694,083	364,833	—	—	—	10,058,916
Education	23,317,602	2,706,201	—	2,694,931	(3,292,870)	25,425,864
City University	1,067,117	63,103	—	—	—	1,130,220
Social services	14,485,139	111,756	—	—	—	14,596,895
Environmental protection	2,923,418	1,777,683	—	—	—	4,701,101
Transportation services	1,753,637	1,230,435	—	—	—	2,984,072
Parks, recreation and cultural activities	598,776	667,479	—	—	—	1,266,255
Housing	1,220,133	950,461	—	—	—	2,170,594
Health (including payments to HHC)	2,233,288	166,234	—	—	—	2,399,522
Libraries	369,871	47,188	—	—	—	417,059
Pensions	9,280,651	—	—	—	—	9,280,651
Judgments and claims	750,349	—	—	—	—	750,349
Fringe benefits and other benefit payments	5,909,908	—	—	—	—	5,909,908
Administrative and other	147,036	—	72,052	621,289	—	840,377
Debt Service:						
Interest	—	—	1,537,653	1,899,472	—	3,437,125
Redemptions	—	—	2,205,401	1,336,684	—	3,542,085
Lease payments	30,360	—	—	—	—	30,360
Total expenditures	77,027,929	8,825,550	3,815,106	6,601,521	(3,292,870)	92,977,236
Excess (deficiency) of revenues over expenditures	6,001,796	(6,697,480)	(3,696,702)	(2,450,255)	(297,251)	(7,139,892)
OTHER FINANCING SOURCES (USES):						
Transfers from (to) General Fund	—	—	3,500,830	2,338,018	—	5,838,848
Transfers from (to) Nonmajor Capital Projects Funds	—	4,721,999	—	4,804	—	4,726,803
Transfers from (to) Nonmajor Special Revenue Funds, net	—	—	—	(943)	—	(943)
Principal amount of bonds issued	139,513	2,141,487	—	4,400,000	—	6,681,000
Bond premium	—	198,211	138,908	1,019,677	—	1,356,796
Capitalized leases	—	94,331	—	—	—	94,331
Issuance of refunding debt	—	—	900,065	3,628,425	—	4,528,490
Transfers from (to) Capital Projects Fund	—	—	—	(4,721,999)	—	(4,721,999)
Transfers from (to) General Debt Service Fund	(3,500,830)	—	—	—	—	(3,500,830)
Transfers from (to) Nonmajor Debt Service Funds, net	(2,635,269)	—	—	(3,861)	297,251	(2,341,879)
Payments to refunded bond escrow holder	—	—	(1,035,474)	(3,959,567)	—	(4,995,041)
Total other financing sources (uses)	(5,996,586)	7,156,028	3,504,329	2,704,554	297,251	7,665,576
Net change in fund balances	5,210	458,548	(192,373)	254,299	—	525,684
FUND BALANCES (DEFICIT) AT BEGINNING OF YEAR	472,819	(2,978,397)	1,775,117	4,274,284	—	3,543,823
FUND BALANCES (DEFICIT) AT END OF YEAR	\$ 478,029	\$ (2,519,849)	\$ 1,582,744	\$ 4,528,583	\$ —	\$ 4,069,507

The reconciliation of the net change in fund balances of governmental funds to the change in net position of governmental activities in the Statement of Activities is presented in an accompanying schedule.

See accompanying notes to financial statements.

THE CITY OF NEW YORK

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

FOR THE YEAR ENDED JUNE 30, 2018
(in thousands)

Net change in fund balances — governmental funds \$ 1,348,597

Amounts reported for *governmental activities* in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Purchases of capital assets	\$ 5,835,895	
Depreciation expense	<u>(3,927,562)</u>	1,908,333

The net effect of various miscellaneous transactions involving capital assets and other (<i>i.e.</i> , sales, trade-ins, and donations) is to decrease net position		(193,749)
--	--	-----------

The issuance of long-term debt (*i.e.*, bonds, capital leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Proceeds from sales of bonds	(11,001,800)	
Principal payments of bonds	6,562,432	
Other	<u>519,399</u>	(3,919,969)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds		111,118
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Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds		(946,454)
--	--	-----------

Change in net pension liability	8,481,303	
Change in OPEB liability	(10,073,544)	
Change in pollution remediation obligations	(47,098)	
Change in net position — governmental activities	<u>\$ (3,331,463)</u>	

See accompanying notes to financial statements.

THE CITY OF NEW YORK
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2017
(in thousands)

Net change in fund balances — governmental funds		\$ 525,684
Amounts reported for <i>governmental activities</i> in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Purchases of capital assets	\$ 6,075,034	
Depreciation expense	<u>(3,485,994)</u>	2,589,040
The net effect of various miscellaneous transactions involving capital assets and other (<i>i.e.</i> , sales, trade-ins, and donations) is to decrease net position		43,073
The issuance of long-term debt (<i>i.e.</i> , bonds, capital leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Proceeds from sales of bonds	(11,209,490)	
Principal payments of bonds	7,332,755	
Other	<u>484,432</u>	(3,392,303)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds		(196,727)
Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds		(15,171,696)
Change in net pension liability		8,605,624
Change in OPEB liability		6,079,684
Change in pollution remediation obligations		6,296
Change in net position — governmental activities		<u>\$ (911,325)</u>

See accompanying notes to financial statements.

THE CITY OF NEW YORK
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2018
(in thousands)

	Budget		Actual	Better (Worse) Than Modified Budget
	Adopted	Modified		
REVENUES:				
Real estate taxes	\$26,014,013	\$26,403,013	\$26,407,630	\$ 4,617
Sales and use taxes	8,384,000	8,642,500	8,650,472	7,972
Personal income tax	11,841,000	13,405,000	13,411,315	6,315
Income taxes, other	6,565,000	7,281,500	7,328,895	47,395
Other taxes	3,996,150	3,285,386	3,305,636	20,250
Federal, State and other categorical aid	22,898,497	24,208,559	23,465,238	(743,321)
Charges for services	2,642,009	2,711,070	2,711,697	627
Investment income	109,750	119,750	125,352	5,602
Other revenues	1,807,721	2,428,157	2,073,344	(354,813)
Total revenues	84,258,140	88,484,935	87,479,579	(1,005,356)
EXPENDITURES:				
General government	3,428,811	3,719,074	3,494,774	224,300
Public safety and judicial	9,817,230	10,127,775	10,023,512	104,263
Education	24,316,668	25,081,145	25,026,392	54,753
City University	1,140,421	1,158,360	1,087,245	71,115
Social services	14,926,447	15,484,417	15,207,720	276,697
Environmental protection	3,007,653	3,109,057	3,015,468	93,589
Transportation services	1,740,262	1,804,757	1,757,171	47,586
Parks, recreation and cultural activities	619,182	634,068	621,978	12,090
Housing	1,384,993	1,310,841	1,217,385	93,456
Health (including payments to HHC)	2,093,248	2,436,379	2,401,172	35,207
Libraries	372,700	378,257	377,876	381
Pensions	9,459,386	9,519,745	9,513,308	6,437
Judgments and claims	691,589	730,382	730,382	—
Fringe benefits and other benefit payments	5,494,679	5,788,428	5,717,327	71,101
Lease payments for debt service	151,956	129,727	129,727	—
Other	2,320,865	270,756	379,538	(108,782)
Total expenditures	80,966,090	81,683,168	80,700,975	982,193
Excess of revenues over expenditures	3,292,050	6,801,767	6,778,604	(23,163)
OTHER FINANCING SOURCES (USES):				
Principal amount of bonds issued	—	149,891	149,891	—
Transfers to Nonmajor Debt Service Fund	(1,059,855)	(3,132,598)	(3,127,404)	(5,194)
Transfers from Nonmajor Debt Service Fund	229,072	224,991	225,114	(123)
Transfers and other payments for debt service, net	(2,461,267)	(4,044,051)	(4,021,101)	(22,950)
Total other financing uses	(3,292,050)	(6,801,767)	(6,773,500)	(28,267)
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES . .	\$ —	\$ —	5,104	\$ 5,104
FUND BALANCE AT BEGINNING OF YEAR			478,029	
FUND BALANCE AT END OF YEAR			\$ 483,133	

See accompanying notes to financial statements.

THE CITY OF NEW YORK
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2017

(in thousands)

	Budget		Actual	Better (Worse) Than Modified Budget
	Adopted	Modified		
REVENUES:				
Real estate taxes	\$24,228,997	\$24,650,915	\$24,679,411	\$ 28,496
Sales and use taxes	8,328,000	8,259,800	8,296,436	36,636
Personal income tax	11,577,000	11,255,500	11,257,809	2,309
Income taxes, other	6,546,000	7,190,485	7,120,621	(69,864)
Other taxes	3,963,309	3,244,032	3,308,127	64,095
Federal, State and other categorical aid	21,986,184	24,253,925	23,344,456	(909,469)
Unrestricted Federal and State aid	—	56,792	59,058	2,266
Charges for services	2,615,487	2,657,330	2,711,428	54,098
Investment income	61,210	80,540	73,125	(7,415)
Other revenues	1,843,112	2,688,823	2,179,254	(509,569)
Total revenues	81,149,299	84,338,142	83,029,725	(1,308,417)
EXPENDITURES:				
General government	3,398,426	3,471,098	3,246,561	224,537
Public safety and judicial	9,232,682	9,830,800	9,694,083	136,717
Education	23,179,313	23,464,954	23,317,602	147,352
City University	1,041,364	1,114,615	1,067,117	47,498
Social services	14,281,008	14,817,052	14,485,139	331,913
Environmental protection	3,044,111	2,967,308	2,923,418	43,890
Transportation services	1,728,818	1,799,662	1,753,637	46,025
Parks, recreation and cultural activities	586,846	610,040	598,776	11,264
Housing	1,488,005	1,328,137	1,220,133	108,004
Health (including payments to HHC)	1,812,929	2,270,873	2,233,288	37,585
Libraries	365,104	370,512	369,871	641
Pensions	9,309,981	9,282,808	9,280,651	2,157
Judgments and claims	676,389	750,763	750,349	414
Fringe benefits and other benefit payments	5,654,258	5,962,914	5,909,908	53,006
Lease payments for debt service	58,841	30,360	30,360	—
Other	2,086,913	268,755	147,036	121,719
Total expenditures	77,944,988	78,340,651	77,027,929	1,312,722
Excess of revenues over expenditures	3,204,311	5,997,491	6,001,796	4,305
OTHER FINANCING SOURCES (USES):				
Principal amount of bonds issued	—	139,513	139,513	—
Transfers to Nonmajor Debt Service Fund	(1,146,434)	(2,852,687)	(2,852,319)	(368)
Transfers from Nonmajor Debt Service Fund	239,183	217,011	217,050	(39)
Transfers and other payments for debt service, net	(2,297,060)	(3,501,328)	(3,500,830)	(498)
Total other financing uses	(3,204,311)	(5,997,491)	(5,996,586)	(905)
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	\$ —	\$ —	5,210	\$ 5,210
FUND BALANCE AT BEGINNING OF YEAR			472,819	
FUND BALANCE AT END OF YEAR			\$ 478,029	

See accompanying notes to financial statements.

**THE CITY OF NEW YORK
PROPRIETARY FUNDS
STATEMENT OF NET POSITION**

JUNE 30, 2018
(in thousands)

	Brooklyn Bridge Park Corporation	The Trust for Governors Island Corporation	WTC Captive Insurance Company, Inc.	NYCTL 1998-2 TRUST	NYCTL 2015-A TRUST	NYCTL 2016-A TRUST	NYCTL 2017-A TRUST	NYCTL 2018-A TRUST	Total Proprietary Funds
ASSETS:									
Current assets:									
Cash and cash equivalents	\$ 15,687	\$ 2,882	\$ 10,014	\$ 642	\$ —	\$ 319	\$ 375	\$ 85	\$ 30,004
Investments	—	1,800	1,157	—	—	—	—	—	2,957
Receivables:									
Federal, State and other aid	—	4,217	—	—	—	—	—	—	4,217
Accounts receivable	6,655	875	9	47,513	—	9,653	16,810	22,404	103,919
Restricted cash, cash equivalents	45,579	4,732	—	—	—	6,186	11,589	890	50,311
Restricted investments	—	—	—	18,469	—	—	—	—	37,134
Prepaid expenses	47	24	48	—	—	—	—	—	119
Total current assets	67,968	14,530	11,228	66,624	—	16,158	28,774	23,379	228,661
Noncurrent assets:									
Investments	50,137	—	278,900	—	—	—	—	—	329,037
Restricted cash, cash equivalents	—	722	—	—	—	—	—	—	722
Accounts receivable	—	—	—	173,784	—	17,961	23,259	35,974	250,978
Capital assets:									
Land and construction work-in-progress	59,236	35,315	—	—	—	—	—	—	94,551
Other capital assets	—	—	—	—	—	—	—	—	—
(net of depreciation/amortization):									
Property, plant and equipment	42,315	3,766	—	—	—	—	—	—	46,081
(including software)	131,210	300,398	36	—	—	—	—	—	431,608
Other assets	—	—	—	—	—	—	—	—	36
Total noncurrent assets	282,898	340,201	278,936	173,784	—	17,961	23,259	35,974	1,153,013
Total assets	350,866	354,731	290,164	240,408	—	34,119	52,033	59,353	1,381,674
LIABILITIES:									
Current liabilities:									
Accounts payable and accrued liabilities	7,414	7,610	876	8,043	—	988	2,433	—	27,364
Accrued interest payable	12,678	2,500	—	—	—	9	89	—	98
Unearned revenue	708	—	684	—	—	—	—	—	15,178
Security deposits	—	—	—	—	—	—	—	—	1,392
Overage due to taxpayers	—	—	—	521	—	94	371	53	1,039
Bonds payable	—	—	—	—	—	3,584	28,775	—	32,359
Discount on bonds payable	—	—	—	—	—	(2)	(1)	(3)	(3)
Residual liability	—	—	—	11,321	—	7,546	6,691	10,200	35,758
Total current liabilities	20,800	10,110	1,560	19,885	—	12,219	38,358	10,253	113,185
Noncurrent liabilities:									
Security deposits	2,789	471	175,541	—	—	—	—	—	178,801
Residual liability	—	—	113,063	37,816	—	—	—	—	150,879
Total noncurrent liabilities	2,789	471	288,604	37,816	—	—	—	—	329,680
Total liabilities	23,589	10,581	290,164	57,701	—	12,219	38,358	10,253	442,865
NET POSITION:									
Net investment in capital assets	232,761	339,480	—	—	—	—	—	—	572,241
Restricted for:									
Capital projects	26,568	—	—	18,468	—	—	—	—	45,036
Operations	67,948	4,670	—	164,239	—	21,900	13,675	49,100	321,532
Total net position	\$ 327,277	\$ 344,150	\$ —	\$ 182,707	\$ —	\$ 21,900	\$ 13,675	\$ 49,100	\$ 938,809

See accompanying notes to financial statements.

**THE CITY OF NEW YORK
PROPRIETARY FUNDS
STATEMENT OF NET POSITION**

JUNE 30, 2017

	The Trust for Governors Island Corporation	WTC Captive Insurance Company, Inc.	NYCTL 1998-2 TRUST	NYCTL 2015-A TRUST	NYCTL 2016-A TRUST	NYCTL 2017-A TRUST	Total Proprietary Funds
(in thousands)							
ASSETS:							
Current assets:							
Cash and cash equivalents	\$ 25,658	\$ 11,296	\$ 437	\$ 91	\$ 364	\$ 166	\$ 44,114
Investments	1,250	1,057	—	—	—	709	3,016
Receivables:							
Federal, State and other aid	—	—	—	—	—	—	1,395
Accounts receivable	15,394	3	46,050	10,343	18,001	19,127	109,709
Restricted cash, cash equivalents	29,815	—	20,210	6,666	11,794	—	37,237
Restricted investments	—	—	—	—	—	—	38,670
Prepaid expenses	38	42	—	—	—	—	86
Total current assets	<u>72,155</u>	<u>12,398</u>	<u>66,697</u>	<u>17,100</u>	<u>30,159</u>	<u>20,002</u>	<u>234,227</u>
Noncurrent assets:							
Investments	23,562	278,770	—	—	—	—	302,332
Restricted cash, cash equivalents	—	—	—	—	—	—	793
Accounts receivable	—	—	148,403	23,080	25,107	28,840	225,430
Capital assets:							
Land and construction work-in-progress	110,401	—	—	—	—	—	144,081
Other capital assets (net of depreciation/amortization):							
Property, plant and equipment (including software)	31,116	—	—	—	—	—	35,071
Infrastructure	88,040	—	—	—	—	—	392,168
Other assets	—	36	—	—	—	—	36
Total noncurrent assets	<u>253,119</u>	<u>278,806</u>	<u>148,403</u>	<u>23,080</u>	<u>25,107</u>	<u>28,840</u>	<u>1,099,911</u>
Total assets	<u>325,274</u>	<u>291,204</u>	<u>215,100</u>	<u>40,180</u>	<u>55,266</u>	<u>48,842</u>	<u>1,334,138</u>
LIABILITIES:							
Current liabilities:							
Accounts payable and accrued liabilities	11,497	3,059	8,342	896	2,722	—	34,730
Accrued interest payable	—	—	—	24	65	1	90
Unearned revenue	23,806	—	—	—	—	—	29,423
Security deposits	708	983	(3,882)	—	—	—	1,691
Overage due to taxpayers	—	—	—	25	103	—	(3,754)
Bonds payable	—	—	—	10,918	26,496	—	37,414
Discount on bonds payable	—	—	—	—	(3)	—	(3)
Residual liability	—	—	10,637	9,516	6,826	13,089	40,068
Total current liabilities	<u>36,011</u>	<u>4,042</u>	<u>15,097</u>	<u>21,379</u>	<u>36,209</u>	<u>13,090</u>	<u>139,659</u>
Noncurrent liabilities:							
Security deposits	2,690	172,816	35,538	—	—	—	176,298
Residual liability	—	114,346	—	—	—	—	149,884
Total noncurrent liabilities	<u>2,690</u>	<u>287,162</u>	<u>35,538</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>326,182</u>
Total liabilities	<u>38,701</u>	<u>291,204</u>	<u>50,635</u>	<u>21,379</u>	<u>36,209</u>	<u>13,090</u>	<u>465,841</u>
NET POSITION:							
Net investment in capital assets	229,556	—	—	—	—	—	571,319
Restricted for:							
Capital projects	8,390	—	20,210	—	—	—	28,600
Operations	48,627	—	144,255	18,801	19,057	35,752	268,378
Total net position	<u>\$ 286,573</u>	<u>\$ —</u>	<u>\$ 164,465</u>	<u>\$ 18,801</u>	<u>\$ 19,057</u>	<u>\$ 35,752</u>	<u>\$ 868,297</u>

See accompanying notes to financial statements.

THE CITY OF NEW YORK
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET POSITION

FOR THE YEAR ENDED JUNE 30, 2018
(in thousands)

	Brooklyn Bridge Park Corporation	The Trust for Governors Island Corporation	WTC Captive Insurance Company, Inc.	NYCTL 1998-2 TRUST	NYCTL 2015-A TRUST	NYCTL 2016-A TRUST	NYCTL 2017-A TRUST	NYCTL 2018-A TRUST	Total Proprietary Funds
OPERATING REVENUES:									
Investment income	\$ 1,892	—	\$ 579	\$ 90,820	\$ 1,784	\$ 4,230	\$ 5,323	\$ 727	\$ 103,463
Permits and other fees	—	3,674	—	—	—	—	—	—	5,566
Tax liens received from the City of New York	—	—	—	54,200	—	—	26,573	58,574	139,347
Payments in lieu of taxes and ground leases rent	55,600	—	—	—	—	—	—	—	55,600
Operating grants and contributions	—	16,671	—	—	—	—	—	—	16,671
Total operating revenues	\$ 57,492	\$ 20,345	\$ 579	\$ 145,020	\$ 1,784	\$ 4,230	\$ 31,896	\$ 59,301	\$ 320,647
OPERATING EXPENSES:									
General and administrative expense	5,037	3,795	464	8,430	417	1,142	1,475	1	11,929
Personnel costs	368	453	657	—	—	—	—	—	9,489
Utilities	2,541	—	741	—	—	—	—	—	821
Professional fees	3,802	—	—	—	—	—	—	—	3,282
Repairs and maintenance	1,560	—	—	—	—	—	—	—	3,802
Security	—	—	—	63,607	—	—	53,996	—	1,560
Distributions to the City of New York	—	—	—	—	—	—	—	—	117,603
Increase (decrease) in allowance for doubtful accounts	—	—	—	8,551	—	(644)	1,980	—	9,887
Addition to residual liability due to Water Board	—	—	—	(6,804)	249	719	(6,399)	10,200	(2,035)
Write-offs of uncollectible liens, net of recoveries	—	—	—	72,773	348	72	39	—	73,232
Depreciation and amortization	16,562	19,889	—	—	—	2	2	—	36,455
Other general, administrative and project expenses	1,254	17,609	—	—	—	—	—	—	18,863
Other	—	—	—	—	39	174	3,005	—	3,218
Total operating expenses	\$ 31,124	\$ 41,746	\$ 1,862	\$ 146,557	\$ 1,053	\$ 1,465	\$ 54,098	\$ 10,201	\$ 288,106
Operating income (loss)	\$ 26,368	\$ (21,401)	\$ (1,283)	\$ (1,537)	\$ 731	\$ 2,765	\$ (22,202)	\$ 49,100	\$ 32,541
NONOPERATING REVENUES:									
Investment income	88	15	—	213	34	78	125	—	553
Interest income	19	8	—	—	—	—	—	—	27
Other income	—	918	—	—	—	—	—	—	918
Total nonoperating revenues	\$ 107	\$ 941	\$ —	\$ 213	\$ 34	\$ 78	\$ 125	\$ —	\$ 1,498
Income (loss) before other revenues and transfers	\$ 26,475	\$ (20,460)	\$ (1,283)	\$ (1,324)	\$ 765	\$ 2,843	\$ (22,077)	\$ 49,100	\$ 34,039
TRANSFERS AND CAPITAL CONTRIBUTIONS:									
Capital contributions from government sources	14,229	20,102	—	—	—	—	—	—	34,331
Capital contributions from private sources	—	859	—	—	—	—	—	—	859
Transfer from residual liability	—	—	1,283	—	—	—	—	—	1,283
Transfers in	—	—	—	19,566	—	—	—	—	19,566
Transfers out	—	—	—	—	(19,566)	—	—	—	(19,566)
Change in net position	40,704	501	—	18,242	(18,801)	2,843	(22,077)	49,100	70,512
Net position—beginning	286,573	343,649	—	164,465	18,801	19,057	35,752	—	868,297
Net position—ending	\$ 327,277	\$ 344,150	\$ —	\$ 182,707	\$ —	\$ 21,900	\$ 13,675	\$ 49,100	\$ 938,809

See accompanying notes to financial statements.

THE CITY OF NEW YORK
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET POSITION

FOR THE YEAR ENDED JUNE 30, 2017
(in thousands)

	Brooklyn Bridge Park Corporation	The Trust for Governors Island Corporation	WTC Captive Insurance Company, Inc.	NYCTL 1998-2 TRUST	NYCTL 2015-A TRUST	NYCTL 2016-A TRUST	NYCTL 2017-A TRUST	Total Proprietary Funds
OPERATING REVENUES:								
Investment income	\$ 1,862	\$ 2,380	\$ (2,155)	\$ 105,758	\$ 4,715	\$ 7,241	\$ 588	\$ 116,147
Permits and other fees	—	—	—	—	—	—	—	4,242
Tax liens received from the City of New York	—	—	—	52,572	—	31,396	48,309	132,277
Payments in lieu of taxes and ground leases rent	35,566	17,399	—	—	—	—	—	35,566
Operating grants and contributions	37,428	19,779	(2,155)	158,330	4,715	38,637	48,897	17,399
Total operating revenues	111,822	42,558	(2,155)	266,715	13,141	75,074	97,206	305,631
OPERATING EXPENSES:								
General and administrative expense	4,403	2,846	530	11,950	1,141	1,542	—	15,163
Personnel costs	428	615	657	—	—	—	—	7,906
Utilities	1,816	—	781	—	—	—	—	1,043
Professional fees	2,891	—	—	—	—	—	—	2,597
Repairs and maintenance	1,135	—	—	—	—	—	—	2,891
Security	—	—	—	53,793	—	43,055	—	1,135
Distributions to the City of New York	—	—	—	30,787	(647)	1,315	55	96,848
Increase (decrease) in allowance for doubtful accounts	—	—	—	3,096	939	6,677	13,090	31,510
Addition to residual liability due to Water Board	—	—	—	96,419	173	66	—	23,802
Write-offs of uncollectible liens, net of recoveries	7,165	17,644	—	—	1	—	—	96,658
Depreciation and amortization	(85)	—	—	—	—	—	—	24,810
OPEB expense	887	14,072	—	—	—	—	—	(85)
Other general, administrative and project expenses	18,640	35,177	1,968	196,045	1,866	55,362	13,145	14,959
Other	18,788	(15,398)	(4,123)	(37,715)	2,849	(16,725)	35,752	2,966
Total operating expenses	59,022	38,755	(2,155)	266,715	2,849	(16,725)	50,947	322,203
NONOPERATING REVENUES (EXPENSES):								
Operating income (loss)	95	7	—	58	28	44	—	225
Investment income	12	387	—	—	—	—	—	19
Interest income	—	—	—	—	—	—	—	387
Other income	—	—	—	—	—	—	—	—
Total nonoperating revenues (expenses)	107	394	—	58	28	44	—	631
Income (loss) before other revenues and transfers	18,895	(15,004)	(4,123)	(37,657)	2,877	(16,681)	35,752	(15,941)
TRANSFERS AND CAPITAL CONTRIBUTIONS:								
Capital contributions from government sources	20,625	19,793	—	—	—	—	—	40,418
Capital contributions from private sources	—	4,880	—	—	—	—	—	4,880
Transfer from residual liability	—	—	4,123	—	—	—	—	4,123
Change in net position	39,520	9,669	—	(37,657)	2,877	(16,681)	35,752	33,480
Net position-beginning	247,053	333,980	—	202,122	15,924	35,738	—	834,817
Net position-ending	\$ 286,573	\$ 343,649	\$ —	\$ 164,465	\$ 18,801	\$ 19,057	\$ 35,752	\$ 868,297

See accompanying notes to financial statements.

**THE CITY OF NEW YORK
PROPRIETARY FUNDS
STATEMENT OF CASH FLOW**

FOR THE YEAR ENDED JUNE 30, 2018
(in thousands)

	Brooklyn Bridge Park Corporation	The Trust for Governors Island Corporation	WTC Captive Insurance Company, Inc.	NYCTL 1998-2 TRUST	NYCTL 2015-A TRUST	NYCTL 2016-A TRUST	NYCTL 2017-A TRUST	NYCTL 2018-A TRUST	Total Proprietary Funds
CASH FLOWS FROM OPERATING ACTIVITIES:									
Receipts from:									
Interest income collected	\$ —	\$ —	\$ 6,542	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 6,542
Receipts from customers	16,668	3,590	—	—	—	—	—	—	20,258
Cash collections	—	—	—	65,256	11,296	20,296	37,775	976	135,599
Tenants payments	38,113	—	—	—	—	—	—	—	38,113
Operating grants and contributions	—	17,011	—	—	—	—	—	—	17,011
Cash payments for:									
Losses and loss adjustment expenses paid	—	—	(1,955)	—	—	—	—	—	(1,955)
Personnel costs	(5,046)	(3,745)	(657)	—	—	—	—	—	(9,448)
Distributions	—	—	—	(63,607)	—	—	(53,996)	—	(117,603)
Services and supplies	(9,821)	(17,219)	(1,275)	(9,962)	(606)	(3,115)	(1,587)	(1)	(43,586)
Net cash provided by (used for) operating activities	39,914	(363)	2,655	(8,313)	10,690	17,181	(17,808)	975	44,931
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:									
Payments from lessees - security deposits	100	(321)	—	—	—	—	—	—	(221)
Other receipts	—	918	—	6,564	(6,564)	—	—	—	918
Bond issued	—	—	—	—	—	—	68,017	—	68,017
Bond retired	—	—	—	—	(10,918)	(22,912)	(39,242)	—	(73,072)
Bond discount	—	—	—	—	—	—	(3)	—	(3)
Net cash provided by (used for) noncapital financing activities	100	597	—	6,564	(17,482)	(22,912)	28,772	—	(4,361)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:									
Capital grants and contributions from government sources	14,550	13,771	—	—	—	—	—	—	28,321
Capital grants and contributions from private sources	—	909	—	—	—	—	—	—	909
Capital asset expenditures	(23,554)	(19,119)	—	—	—	—	—	—	(42,673)
Net cash (used for) capital and related financing activities	(9,004)	(4,439)	—	—	—	—	—	—	(13,443)
CASH FLOWS FROM INVESTING ACTIVITIES:									
Purchase of investments	(32,092)	(1,812)	(411,411)	(106,726)	(18,055)	(26,788)	(80,063)	(890)	(677,837)
Sales and maturities of investments	6,500	—	407,474	108,467	24,721	32,396	69,183	—	648,741
Interest received	375	36	—	213	35	78	125	—	862
Net cash provided by (used for) investing activities	(25,217)	(1,776)	(3,937)	1,954	6,701	5,686	(10,755)	(890)	(28,234)
Net increase (decrease) in cash and cash equivalents	5,793	(5,981)	(1,282)	205	(91)	(45)	209	85	(1,107)
Cash and cash equivalents July 1	55,473	14,317	11,296	437	91	364	166	—	82,144
Cash and cash equivalents June 30	\$ 61,266	\$ 8,336	\$ 10,014	\$ 642	\$ —	\$ 319	\$ 375	\$ 85	\$ 81,037

**THE CITY OF NEW YORK
PROPRIETARY FUNDS
STATEMENT OF CASH FLOW**

FOR THE YEAR ENDED JUNE 30, 2018
(in thousands)

	Brooklyn Bridge Park Corporation	The Trust for Governors Island Corporation	WTC Captive Insurance Company, Inc.	NYCTL 1998-2 TRUST	NYCTL 2015-A TRUST	NYCTL 2016-A TRUST	NYCTL 2017-A TRUST	NYCTL 2018-A TRUST	Total Proprietary Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:									
Operating income (loss)	\$ 26,368	\$ (21,401)	\$ (1,283)	\$ (1,537)	\$ 731	\$ 2,765	\$ (22,202)	\$ 49,100	\$ 32,541
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:									
Depreciation and amortization	16,562	19,889	—	—	—	2	2	—	36,455
Accounts receivable	8,739	(84)	—	(11,832)	9,860	16,137	5,918	(58,378)	(29,640)
Change in allowance for doubtful accounts ..	—	—	—	8,551	—	(644)	1,980	—	9,887
Prepaid expenses	(9)	(18)	(6)	—	—	—	—	—	(33)
Accounts payable and accrued expenses ..	(296)	911	2,356	(3,495)	123	(1,079)	(3,506)	10,253	5,267
Unearned revenue	(11,450)	340	—	—	—	—	—	—	(11,110)
Realized losses on sales of investments ..	—	—	2,038	—	—	—	—	—	2,038
Change in unrealized losses on investments ..	—	—	(350)	—	—	—	—	—	(350)
Accrued investment income	—	—	(100)	—	—	—	—	—	(100)
Bond interest	—	—	—	—	(24)	—	—	—	(24)
Total adjustments	13,546	21,038	3,938	(6,776)	9,959	14,416	4,394	(48,125)	12,390
Net cash provided by (used for) operating activities	39,914	(363)	2,655	(8,313)	10,690	17,181	(17,808)	975	44,931
RECONCILIATION TO CASH AND CASH EQUIVALENTS, END OF YEAR:									
Unrestricted cash and cash equivalents	15,687	2,882	10,014	642	—	319	375	85	30,004
Current restricted cash and cash equivalents ..	45,579	4,732	—	—	—	—	—	—	50,311
Noncurrent restricted cash and cash equivalents	—	722	—	—	—	—	—	—	722
Cash and cash equivalents—end of year	61,266	8,336	10,014	642	—	319	375	85	81,037
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:									
Noncash capital and related financing transactions:									
Accrued capital asset expenditures	\$ 6,333	\$ 3,148	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 9,481

See accompanying notes to financial statements.

**THE CITY OF NEW YORK
PROPRIETARY FUNDS
STATEMENT OF CASH FLOW**

FOR THE YEAR ENDED JUNE 30, 2017
(in thousands)

	Brooklyn Bridge Park Corporation	The Trust for Governors Island Corporation	WTC Captive Insurance Company, Inc.	NYCTL 1998-2 TRUST	NYCTL 2015-A TRUST	NYCTL 2016-A TRUST	NYCTL 2017-A TRUST	Total Proprietary Funds
CASH FLOWS FROM OPERATING ACTIVITIES:								
Receipts from:								
Cash received from other assets	\$ —	\$ —	\$ 25	\$ —	\$ —	\$ —	\$ —	\$ 25
Interest income collected	—	—	5,764	—	—	—	—	5,764
Receipts from customers	1,428	1,801	—	—	—	—	—	3,229
Cash collections	—	—	—	64,457	19,976	42,008	875	127,316
Tenants payments	33,661	—	—	—	—	—	—	33,661
Operating grants and contributions	—	17,572	—	—	—	—	—	17,572
Cash payments for:								
Losses and loss adjustment expenses paid	—	—	(5,987)	—	—	—	—	(5,987)
Personnel costs	(4,388)	(2,842)	(657)	—	—	—	—	(7,887)
Distributions	—	—	—	(53,793)	—	(53,945)	—	(107,738)
Services and supplies	(8,546)	(13,370)	(1,314)	(22,002)	(1,468)	(3,955)	—	(50,655)
Net cash provided by (used for) operating activities	22,155	3,161	(2,169)	(11,338)	18,508	(15,892)	875	15,300
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:								
Payments from lessees - security deposits	840	442	—	—	—	—	—	1,282
Other receipts	—	387	—	—	—	—	—	387
Bond issued	—	—	—	—	—	64,977	—	64,977
Bond retired	—	—	—	—	(20,946)	(38,480)	—	(59,426)
Bond discount	—	—	—	—	—	(4)	—	(4)
Net cash provided by (used for) noncapital financing activities	840	829	—	—	(20,946)	26,493	—	7,216
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:								
Capital grants and contributions received	12,642	—	—	—	—	—	—	12,642
Capital grants and contributions from government sources	—	16,066	—	—	—	—	—	16,066
Capital grants and contributions from private sources	—	5,389	—	—	—	—	—	5,389
Capital asset expenditures	(30,958)	(23,352)	—	—	—	—	—	(54,310)
Net cash provided by (used for) capital and related financing activities	(18,316)	(1,897)	—	—	—	—	—	(20,213)
CASH FLOWS FROM INVESTING ACTIVITIES:								
Purchase of investments	(23,465)	—	(859,034)	(97,879)	(39,076)	(83,289)	(709)	(1,103,452)
Sales and maturities of investments	28,003	—	866,298	108,373	41,488	72,704	—	1,116,866
Interest received	465	7	—	59	28	44	—	603
Net cash provided by (used for) investing activities	5,003	7	7,264	10,553	2,440	(10,541)	(709)	14,017
Net increase (decrease) in cash and cash equivalents	9,682	2,100	5,095	(785)	2	60	166	16,320
Cash and cash equivalents July 1	45,791	12,217	6,201	1,222	89	304	—	65,824
Cash and cash equivalents June 30	\$ 55,473	\$ 14,317	\$ 11,296	\$ 437	\$ 91	\$ 364	\$ 166	\$ 82,144

**THE CITY OF NEW YORK
PROPRIETARY FUNDS
STATEMENT OF CASH FLOW**

FOR THE YEAR ENDED JUNE 30, 2017
(in thousands)

	<u>Brooklyn Bridge Park Corporation</u>	<u>The Trust for Governors Island Corporation</u>	<u>WTC Captive Insurance Company, Inc.</u>	<u>NYCTL 1998-2 TRUST</u>	<u>NYCTL 2015-A TRUST</u>	<u>NYCTL 2016-A TRUST</u>	<u>NYCTL 2017-A TRUST</u>	<u>Total Proprietary Funds</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:								
Operating income (loss)	\$ 18,788	\$ (15,398)	\$ (4,123)	\$ (37,715)	\$ 2,849	\$ (16,725)	\$ 35,752	\$ (16,572)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:								
Depreciation and amortization	7,165	17,644	—	—	1	—	—	24,810
Accounts receivable	(14,839)	(492)	—	5,731	16,580	853	(48,022)	(40,189)
Change in allowance for doubtful accounts ..	—	—	—	30,787	(647)	1,315	55	31,510
Prepaid expenses	—	(4)	25	—	—	—	—	21
Accounts payable and accrued expenses ..	(1,374)	1,239	(1,676)	(10,141)	(228)	(1,335)	13,090	(425)
Unearned revenue	12,500	172	—	—	—	—	—	12,672
Other postemployment benefits obligation ..	(85)	—	—	—	—	—	—	(85)
Realized losses on sales of investments ..	—	—	3,151	—	—	—	—	3,151
Change in unrealized losses on investments	—	—	405	—	—	—	—	405
Accrued investment income	—	—	49	—	(47)	—	—	49
Bond interest	—	—	—	—	—	—	—	(47)
Total adjustments	3,367	18,559	1,954	26,377	15,659	833	(34,877)	31,872
Net cash provided by (used for) operating activities	22,155	3,161	(2,169)	(11,338)	18,508	(15,892)	875	15,300
RECONCILIATION TO CASH AND CASH EQUIVALENTS, END OF YEAR:								
Unrestricted cash and cash equivalents	25,658	6,102	11,296	437	91	364	166	44,114
Current restricted cash and cash equivalents ..	29,815	7,422	—	—	—	—	—	37,237
Noncurrent restricted cash and cash equivalents	—	793	—	—	—	—	—	793
Cash and cash equivalents—end of year	\$ 55,473	\$ 14,317	\$ 11,296	\$ 437	\$ 91	\$ 364	\$ 166	\$ 82,144
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:								
Noncash capital and related financing transactions:								
Accrued capital asset expenditures	\$ 10,120	\$ 4,662	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 14,782

See accompanying notes to financial statements.

THE CITY OF NEW YORK
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION

JUNE 30, 2018
(in thousands)

	<u>Pension and Other Employee Benefit Trust Funds</u>	<u>Agency Fund</u>
ASSETS:		
Cash and cash equivalents	\$ 571,974	\$ 752,617
Receivables:		
Member loans	2,423,698	—
Investment securities sold	2,121,577	—
Accrued interest and dividends	666,673	—
Other receivables	1,012	—
Total receivables	<u>5,212,960</u>	<u>—</u>
Investments:		
Short-term investments	4,804,495	—
Debt securities	57,501,314	3,394,194
Equity securities	73,066,366	—
Alternative investments	30,399,385	—
Mutual funds	14,285,117	—
Collective trust funds	56,647,292	—
Collateral from securities lending transactions	17,623,999	—
Guaranteed investment contracts	5,786,368	—
Total investments	<u>260,114,336</u>	<u>3,394,194</u>
Other assets	204,099	—
Total assets	<u>266,103,369</u>	<u>4,146,811</u>
LIABILITIES:		
Accounts payable and accrued liabilities	2,034,856	708,590
Payable for investment securities purchased	3,557,817	—
Accrued benefits payable	876,632	—
Securities lending transactions	17,623,999	—
Other liabilities	1,412	3,438,221
Total liabilities	<u>24,094,716</u>	<u>4,146,811</u>
NET POSITION:		
Restricted for benefits to be provided by QPPs	175,638,041	—
Restricted for benefits to be provided by VSFs	5,926,401	—
Restricted for benefits to be provided by TDA program	35,349,790	—
Restricted for other employee benefits	25,094,421	—
Total net position	<u>\$242,008,653</u>	<u>\$ —</u>

See accompanying notes to financial statements.

THE CITY OF NEW YORK
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION

JUNE 30, 2017
(in thousands)

	<u>Pension and Other Employee Benefit Trust Funds</u>	<u>Agency Fund</u>
ASSETS:		
Cash and cash equivalents	\$ 1,496,348	\$ 1,278,843
Receivables:		
Member loans	2,363,266	—
Investment securities sold	2,809,613	—
Accrued interest and dividends	521,861	—
Other receivables	2,306	—
Total receivables	<u>5,697,046</u>	<u>—</u>
Investments:		
Short-term investments	3,153,337	—
Debt securities	44,811,213	2,793,532
Equity securities	63,428,113	—
Alternative investments	26,996,866	—
Mutual funds	11,484,251	—
Collective trust funds	65,840,204	—
Collateral from securities lending transactions	14,160,766	—
Guaranteed investment contracts	5,789,053	—
Total investments	<u>235,663,803</u>	<u>2,793,532</u>
Other assets	178,084	—
Total assets	<u>243,035,281</u>	<u>4,072,375</u>
LIABILITIES:		
Accounts payable and accrued liabilities	1,779,147	912,412
Payable for investment securities purchased	3,326,760	—
Accrued benefits payable	802,943	—
Securities lending transactions	14,160,766	—
Other liabilities	1,088	3,159,963
Total liabilities	<u>20,070,704</u>	<u>4,072,375</u>
NET POSITION:		
Restricted for benefits to be provided by QPPs	163,025,497	—
Restricted for benefits to be provided by VSFs	4,911,873	—
Restricted for benefits to be provided by TDA program	32,851,781	—
Restricted for other employee benefits	22,175,426	—
Total net position	<u>\$222,964,577</u>	<u>\$ —</u>

See accompanying notes to financial statements.

THE CITY OF NEW YORK
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2018
(in thousands)

	<u>Pension and Other Employee Benefit Trust Funds</u>
ADDITIONS:	
Contributions:	
Member contributions	\$ 3,101,910
Employer contributions	13,881,714
Other employer contributions	59,979
Total contributions	<u>17,043,603</u>
Investment income:	
Interest income	3,225,912
Dividend income	2,889,427
Net appreciation in fair value of investments	15,700,825
Investment expenses	(1,034,512)
Investment income, net	<u>20,781,652</u>
Securities lending transactions:	
Securities lending income	78,353
Securities lending fees	(7,400)
Securities lending income, net	<u>70,953</u>
Other	13,082
Total additions	<u>37,909,290</u>
DEDUCTIONS:	
Benefit payments and withdrawals	18,649,625
Administrative expenses	203,000
Other	12,589
Total deductions	<u>18,865,214</u>
Net increase in net position	19,044,076
NET POSITION:	
Restricted for Benefits:	
Beginning of year	<u>222,964,577</u>
End of year	<u>\$242,008,653</u>

See accompanying notes to financial statements.

THE CITY OF NEW YORK
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2017
(in thousands)

	<u>Pension and Other Employee Benefit Trust Funds</u>
ADDITIONS:	
Contributions:	
Member contributions	\$ 2,867,586
Employer contributions	13,880,778
Other employer contributions	57,369
Total contributions	<u>16,805,733</u>
Investment income:	
Interest income	2,485,621
Dividend income	2,823,560
Net appreciation in fair value of investments	19,993,839
Investment expenses	(925,395)
Investment income, net	<u>24,377,625</u>
Securities lending transactions:	
Securities lending income	90,516
Securities lending fees	(6,263)
Securities lending income, net	<u>84,253</u>
Other	(110,010)
Total additions	<u>41,157,601</u>
DEDUCTIONS:	
Benefit payments and withdrawals	17,548,262
Administrative expenses	202,739
Other	10,378
Total deductions	<u>17,761,379</u>
Net increase in net position	23,396,222
NET POSITION:	
Restricted for Benefits:	
Beginning of year	199,568,355
End of year	<u>\$222,964,577</u>

See accompanying notes to financial statements.

**THE CITY OF NEW YORK
COMPONENT UNITS
STATEMENT OF NET POSITION**

JUNE 30, 2018
(in thousands)

	Water and Sewer System	Housing Authority December 31, 2017	Housing Development Corporation October 31, 2017	Health and Hospitals Corporation	Economic Development Corporation	Nonmajor Component Units	Total
ASSETS:							
Cash and cash equivalents	\$ —	\$ 572,494	\$ 607,232	\$ 1,298,499	\$ 92,080	\$ 45,901	\$ 2,616,206
Investments	13,389	595,192	116,134	462,704	166,236	130,772	1,484,427
Lease receivables	—	—	—	—	—	1,680,414	1,680,414
Other receivables	786,244	631,821	1,255,108	1,371,389	215,672	35,429	4,295,663
Mortgage loans and interest receivable, net ..	—	107,819	10,710,966	—	27,327	—	10,846,112
Inventories	—	12,575	—	—	—	—	12,575
Due from Primary Government	20,210	—	—	—	—	22,225	42,435
Restricted cash, cash equivalents and investments	2,454,887	555,428	3,681,812	304,533	330,714	206,337	7,533,711
Other	73,574	101,963	13,504	161,586	98,089	17,876	466,592
Capital assets:							
Land and construction work-in-progress ..	3,394,126	1,925,819	8,477	585,294	132,387	7,005	6,044,631
Buildings and equipment	41,458,555	13,776,100	8,477	8,257,661	53,110	834,898	64,388,801
Accumulated depreciation	(14,789,382)	(9,120,174)	(6,139)	(5,346,790)	(14,980)	(247,183)	(29,524,648)
Total assets	33,411,603	9,159,037	16,387,094	7,094,876	1,100,635	2,733,674	69,886,919
DEFERRED OUTFLOWS OF RESOURCES:							
Deferred outflows from pensions	(353)	134,701	2,241	—	—	—	136,589
Deferred outflows from OPEB	31	34,735	1,062	—	—	—	35,828
Other deferred outflows of resources	91,569	3,491	7,628	8,567	—	7,392	118,647
Total deferred outflows of resources ..	91,247	172,927	10,931	8,567	—	7,392	291,064
LIABILITIES:							
Accounts payable and accrued liabilities ..	12,590	405,464	794,018	1,550,257	194,834	39,584	2,996,747
Accrued interest payable	53,203	13,918	104,916	13,151	—	—	185,188
Unearned revenue	138,876	370,699	93,042	—	34,885	11,450	648,952
Due to Primary Government	595,020	—	1,907,502	480,389	149,122	—	3,132,033
Other	76,115	45,775	—	—	13,116	160,675	219,566
Derivative instruments-interest rate swaps ..	—	—	—	—	—	7,392	83,507
Noncurrent liabilities:							
Due within one year	451,477	215,498	298,595	730,706	—	27,744	1,724,020
Bonds & notes payable (net of amount due within one year)	31,023,455	763,520	10,075,122	792,702	—	1,634,858	44,289,657
Net pension liability	516	1,032,725	10,991	2,142,041	—	8,485	3,194,758
Net OPEB liability	1,457	2,562,879	12,671	5,069,294	1,563	—	7,647,864
Other (net of amount due within one year) ..	57,001	729,195	507,740	588,747	257,340	219,331	2,359,354
Total liabilities	32,409,710	6,139,673	13,804,597	11,367,287	650,860	2,109,519	66,481,646
DEFERRED INFLOWS OF RESOURCES:							
Deferred inflows from pensions	37	80,693	743	318,389	—	—	399,862
Deferred inflows from OPEB	349	178,487	—	411,751	250	—	590,837
Other deferred inflows of resources	9,011	—	8,519	—	1,276	—	18,806
Total deferred inflows of resources ..	9,397	259,180	9,262	730,140	1,526	—	1,009,505
NET POSITION:							
Net investment in capital assets	116,124	5,995,349	2,338	2,550,991	38,130	448,643	9,151,575
Restricted for:							
Capital projects	—	—	1,537,607	—	47,879	21,469	69,348
Debt service	1,501,529	—	—	136,059	—	—	3,175,195
Loans/security deposits	—	—	—	—	54,664	—	54,664
Donor/statutory restrictions	—	—	—	382,180	—	37,703	419,883
Operations	247,304	—	71,192	—	—	16,207	334,703
Unrestricted (deficit)	(781,214)	(3,062,238)	973,029	(8,063,214)	307,576	107,525	(10,518,536)
Total net position (deficit)	\$ 1,083,743	\$ 2,933,111	\$ 2,584,166	\$ (4,993,984)	\$ 448,249	\$ 631,547	\$ 2,686,832

See accompanying notes to financial statements.

**THE CITY OF NEW YORK
COMPONENT UNITS
STATEMENT OF NET POSITION**

JUNE 30, 2017
(in thousands)

	Water and Sewer System	Housing Authority December 31, 2016	Housing Development Corporation October 31, 2016	Health and Hospitals Corporation	Economic Development Corporation	Nonmajor Component Units	Total
ASSETS:							
Cash and cash equivalents	\$ —	\$ 476,432	\$ 732,710	\$ 1,184,043	\$ 83,968	\$ 52,531	\$ 2,529,684
Investments	5,455	694,327	258,255	423,590	181,876	106,360	1,669,863
Lease receivables	—	—	—	—	—	1,677,674	1,677,674
Other receivables	731,900	416,481	1,298,804	1,379,654	217,650	22,683	4,067,172
Mortgage loans and interest receivable, net	—	178,921	9,845,275	—	22,670	—	10,046,866
Inventories	—	13,061	—	—	—	—	13,061
Due from Primary Government	34,515	—	—	—	—	23,116	57,631
Restricted cash, cash equivalents and investments	2,725,209	523,981	2,551,324	315,181	329,804	272,108	6,717,607
Other	75,607	103,584	5,576	129,741	70,784	17,254	402,546
Capital assets:							
Land and construction work-in-progress	5,475,307	1,740,279	—	444,773	132,387	2,421	7,795,167
Buildings and equipment	37,893,378	13,323,639	8,240	7,999,243	45,842	790,282	60,060,624
Accumulated depreciation	(13,832,413)	(8,777,344)	(5,767)	(5,041,764)	(11,520)	(216,582)	(27,885,390)
Total assets	33,108,958	8,693,361	14,694,417	6,834,461	1,073,461	2,747,847	67,152,505
DEFERRED OUTFLOWS OF RESOURCES:							
Deferred outflows from pensions	(184)	242,849	3,608	14,133	—	—	260,406
Other deferred outflows of resources	117,190	4,767	8,105	10,537	167	12,404	153,170
Total deferred outflows of resources	117,006	247,616	11,713	24,670	167	12,404	413,576
LIABILITIES:							
Accounts payable and accrued liabilities	19,807	446,685	781,683	1,552,951	178,849	40,653	3,020,628
Accrued interest payable	51,706	14,694	97,531	11,156	—	—	175,087
Unearned revenue	139,577	206,038	79,962	79,962	36,053	9,354	470,984
Due to Primary Government	525,138	—	1,234,722	617,154	139,146	—	2,516,160
Other	—	45,293	—	—	24,763	153,250	223,306
Derivative instruments-interest rate swaps	100,438	—	—	—	—	12,404	112,842
Noncurrent liabilities:							
Due within one year	632,921	210,864	327,642	688,905	—	27,105	1,887,437
Bonds & notes payable (net of amount due within one year)	30,633,829	700,197	9,529,494	776,783	—	1,665,076	43,305,379
Net pension liability	828	1,214,112	12,877	2,576,239	—	9,775	3,813,831
Net OPEB liability	1,412	2,484,343	11,051	4,663,684	20,811	—	7,181,301
Other (net of amount due within one year)	48,660	759,513	254,850	284,312	240,157	222,548	1,810,040
Total liabilities	32,154,316	6,081,739	12,329,812	11,171,184	639,779	2,140,165	64,516,995
DEFERRED INFLOWS OF RESOURCES:							
Deferred inflows from pensions	11	46,073	1,631	—	—	—	47,715
Deferred inflows from OPEB	291	154,485	—	694,459	—	—	849,235
Other deferred inflows of resources	16,393	83,317	—	—	—	—	99,710
Total deferred inflows of resources	16,695	283,875	1,631	694,459	—	—	996,660
NET POSITION:							
Net investment in capital assets	(204,403)	5,692,787	2,473	2,559,689	34,322	416,997	8,501,865
Restricted for:							
Capital projects	—	—	1,395,994	138,854	52,764	41,258	94,022
Debt service	1,781,994	—	—	—	—	—	3,316,842
Loans/security deposits	—	—	—	—	54,742	—	54,742
Donor/statutory restrictions	—	—	—	361,807	—	34,939	396,746
Operations	237,746	—	68,293	—	—	1,118	307,157
Unrestricted (deficit)	(760,384)	(3,117,424)	907,927	(8,066,862)	292,021	125,774	(10,618,948)
Total net position (deficit)	\$ 1,054,953	\$ 2,575,363	\$ 2,374,687	\$ (5,006,512)	\$ 433,849	\$ 620,086	\$ 2,052,426

See accompanying notes to financial statements.

THE CITY OF NEW YORK
COMPONENT UNITS
STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2018
(in thousands)

	Water and Sewer System	Housing Authority December 31, 2017	Housing Development Corporation October 31, 2017	Health and Hospitals Corporation	Economic Development Corporation	Nonmajor Component Units	Total
EXPENSES	\$ 3,868,848	\$ 3,629,980	\$ 321,642	\$ 10,237,145	\$ 751,218	\$ 501,903	\$ 19,310,736
PROGRAM REVENUES:							
Charges for services	3,673,567	1,051,628	424,687	8,478,759	272,285	58,458	13,959,384
Operating grants and contributions	—	2,154,174	—	652,894	84,054	278,041	3,169,163
Capital grants, contributions and other	19,642	686,619	79,380	210,023	391,388	48,622	1,435,674
Total program revenues	3,693,209	3,892,421	504,067	9,341,676	747,727	385,121	18,564,221
Net (expenses) program revenues	(175,639)	262,441	182,425	(895,469)	(3,491)	(116,782)	(746,515)
GENERAL REVENUES:							
Investment income	28,809	15,335	27,054	5,748	4,446	6,015	87,407
Unrestricted Federal and State aid	—	—	—	—	51	5,556	5,607
Other	175,620	79,972	—	902,249	13,394	116,672	1,287,907
Total general revenue	204,429	95,307	27,054	907,997	17,891	128,243	1,380,921
Change in net position	28,790	357,748	209,479	12,528	14,400	11,461	634,406
Net position (deficit)—beginning	1,054,953	2,575,363	2,374,687	(5,006,512)	433,849	620,086	2,052,426
Net position (deficit)—ending	\$ 1,083,743	\$ 2,933,111	\$ 2,584,166	\$ (4,993,984)	\$ 448,249	\$ 631,547	\$ 2,686,832

See accompanying notes to financial statements.

THE CITY OF NEW YORK
COMPONENT UNITS
STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2017
(in thousands)

	Water and Sewer System	Housing Authority December 31, 2016	Housing Development Corporation October 31, 2016	Health and Hospitals Corporation	Economic Development Corporation	Nonmajor Component Units	Total
EXPENSES	\$ 3,687,248	\$ 3,629,994	\$ 295,970	\$ 9,899,987	\$ 675,058	\$ 450,469	\$ 18,638,726
PROGRAM REVENUES:							
Charges for services	3,831,335	1,041,574	401,573	7,859,238	227,198	46,050	13,406,968
Operating grants and contributions	—	2,124,415	—	864,768	71,598	244,421	3,305,202
Capital grants, contributions and other	6,225	640,887	—	155,780	363,673	98,455	1,265,020
Total program revenues	3,837,560	3,806,876	401,573	8,879,786	662,469	388,926	17,977,190
Net (expenses) program revenues	150,312	176,882	105,603	(1,020,201)	(12,589)	(61,543)	(661,536)
GENERAL REVENUES:							
Investment income	4,178	25,231	27,504	(1,105)	1,536	8,991	66,335
Unrestricted Federal and State aid	—	—	—	—	3,891	5,681	9,572
Other	166,715	78,044	—	827,737	15,988	109,172	1,197,656
Total general revenue	170,893	103,275	27,504	826,632	21,415	123,844	1,273,563
Change in net position	321,205	280,157	133,107	(193,569)	8,826	62,301	612,027
Net position (deficit)—beginning	733,748	2,151,090	2,241,580	(4,812,943)	426,239	557,785	1,297,499
Restatement of beginning net position	—	144,116	—	—	(1,216)	—	142,900
Net position (deficit)—ending	\$ 1,054,953	\$ 2,575,363	\$ 2,374,687	\$ (5,006,512)	\$ 433,849	\$ 620,086	\$ 2,052,426

See accompanying notes to financial statements.