

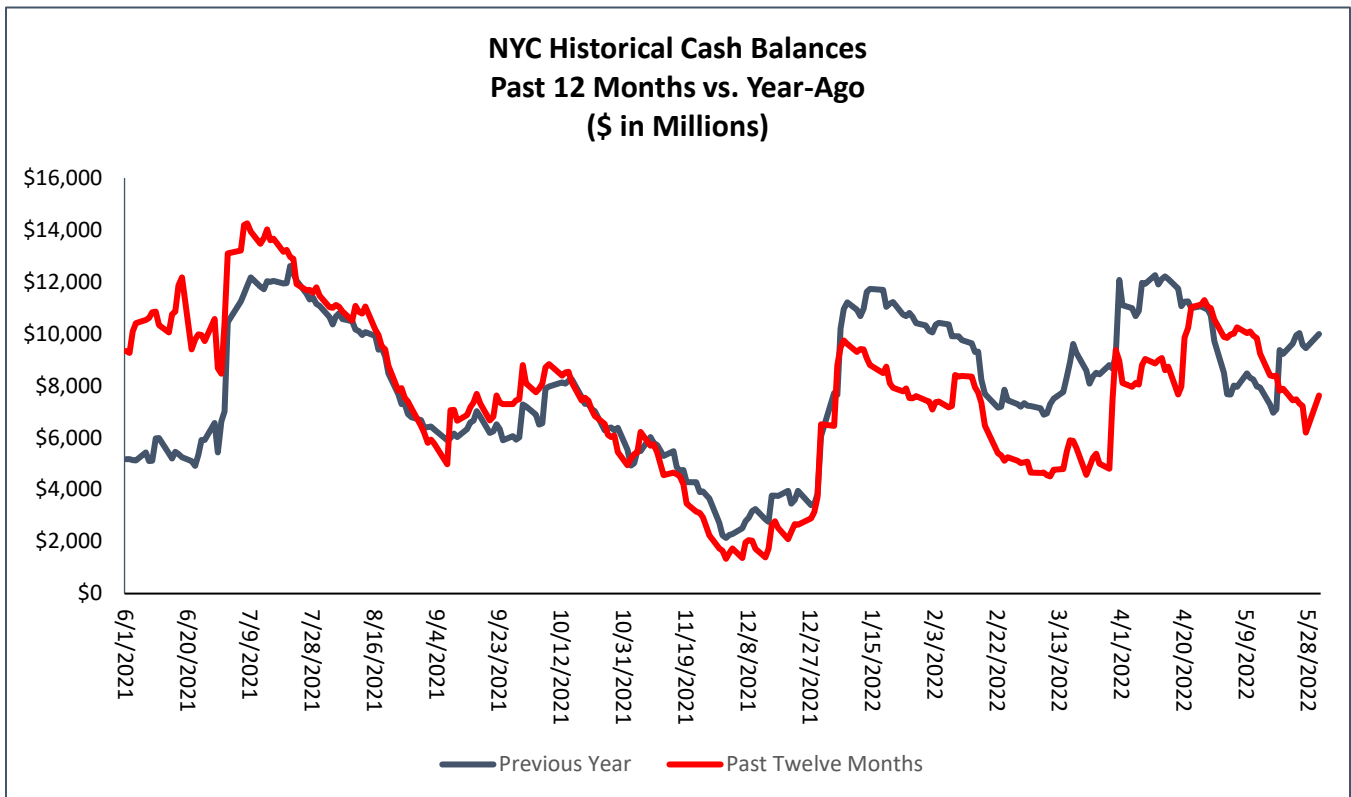


New York City Cash Balance Projection

New York City Comptroller Brad Lander

Bureau of Budget

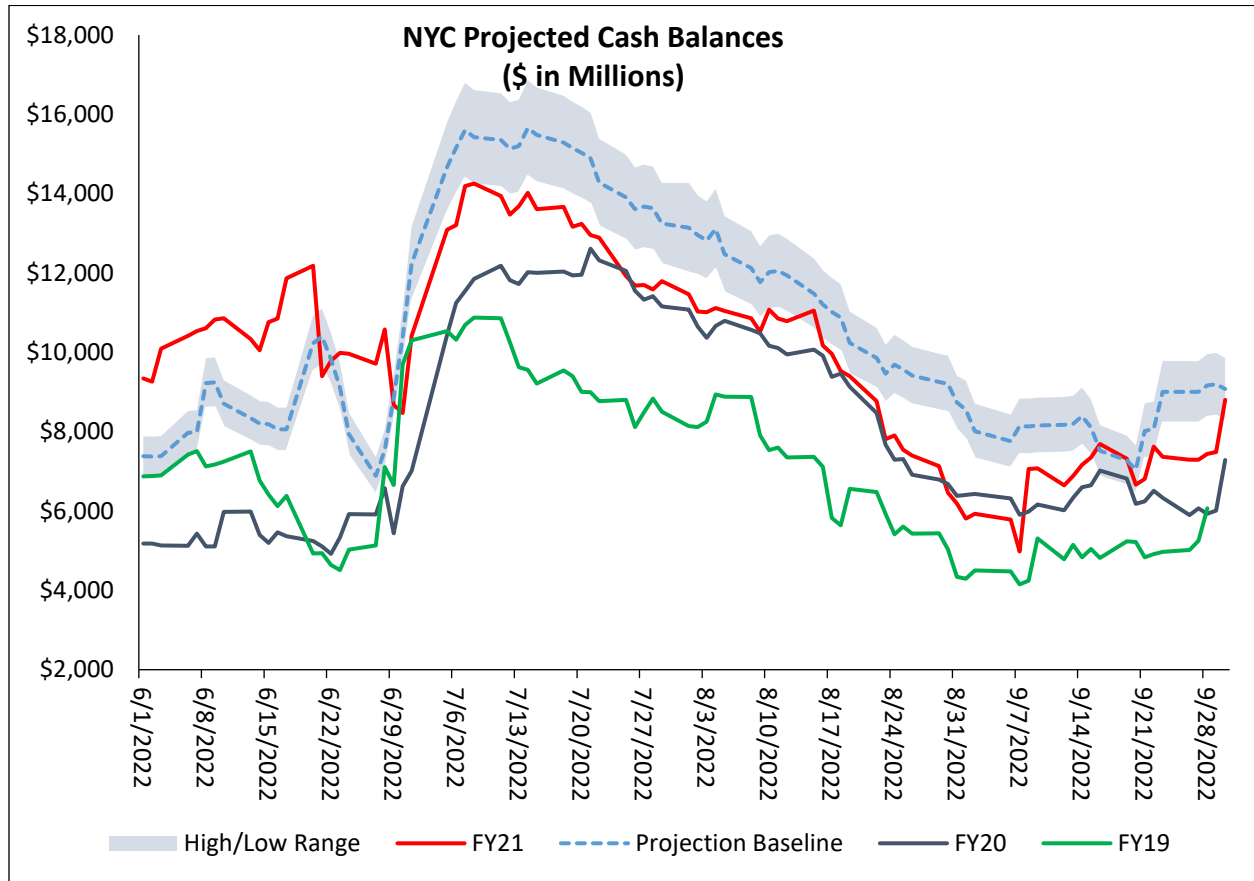
June 2022



As of May 31, 2022, the cash balance stands at \$7.632 billion, compared to \$9.996 billion at the same time last year. This difference in balances is primarily due to the timing of Federal aid receipts, as described further below. Thus far in FY 2022, cash balances averaged \$7.735 billion, versus \$7.941 billion during the same period last year.

In recent months, the City benefited from higher tax receipts, boosted by soaring Wall Street profits, robust Personal Income Tax (PIT) collections, and from the influx of mortgage recording and real property transfer tax receipts as the real estate market bounced back from the lows experienced during the Covid-19 pandemic. The City’s sales tax collections are also growing as tourism, transit ridership, and employment are all improving after steep reductions during the height of the pandemic. A comprehensive analysis and forecast of tax revenues is available in [Comments on New York City’s Executive Budget for Fiscal Year 2023 and Financial Plan for Fiscal Years 2022-2026](#). We project that the City’s cash balances will continue to benefit from strong tax revenues in the near term.

The accompanying updated projection outlines expected cash balances in the NYC Central Treasury from June 1 to September 30, 2022, and incorporates guidance provided in the FY23 Executive Budget.



The City’s cashflow is healthy in the near term. The City has sufficient cash to sustain its operations, and does not anticipate issuing deficit bonds or notes in FY 2023. The projection indicates a fiscal year-end (June 30, 2022) closing balance in the range of \$9.7 billion to \$11.1 billion, compared to \$8.5 billion in FY21, \$6.6 billion in FY20, \$7.1 billion in FY19, \$9.4 billion in FY18, \$9.3 billion in FY17.

This year, the Executive Budget assumes that in June the City will pay \$2.686 billion into the Retiree Health Benefits Trust (RHBT) for FY 2022 pay-as-you-go retiree health and welfare benefits. Last year’s payment into the RHBT equaled \$2.775 billion for FY 2021 benefits. In addition, the Executive Budget allocates \$500 million as a prepayment for FY 2023 retiree health benefits, compared to the \$425 million prepayment made in FY 2021 for FY 2022. The Executive Budget also projects a prepayment of debt service in the amount of \$4.772 billion, which includes \$2.768 billion of General Obligation (GO) debt service, \$1.965 billion of Transitional Finance Authority Future Tax Secured (TFA FTS) debt service, and \$40.013 million of lease debt service. In total, the FY 2022 prepayment equals \$5.270 billion, compared to \$6.107 billion at the end of FY21.

In addition, we assume that the City will appropriate a total of \$2.5 billion (\$1.8 billion more than in the Executive Budget) for deposit into the Revenue Stabilization Fund (RSF), as recommended by the Comptroller’s Office [[Preparing for the Next Fiscal Storm : Office of the New York City Comptroller Brad Lander \(nyc.gov\)](#)].

Last year, between March and June 2021, the City received an unprecedented \$5.6 billion of Federal aid. On May 18, 2021, the City received \$2.1 billion and on June 17, 2021, the City received \$809.7 million in State and Local Recovery Funds under the American Rescue Plan. The forecast assumes we will receive another \$2.9 billion in federal stimulus funding in two payments in the final two weeks of the fiscal year.

We project that cash balances will average \$10.563 billion during the next four months, compared to \$9.867 billion during the same time last year, the difference of which is largely equal to the Revenue Stabilization Fund.

Projection details are in the following pages of this document.

NYC Projected Cash Balances

(\$ in Millions)

	<u>High</u>	<u>Low</u>	<u>Baseline</u>
1-Jun-22	7,886	6,882	7,384
2-Jun-22	7,875	6,872	7,373
3-Jun-22	7,889	6,884	7,386
6-Jun-22	8,516	7,432	7,974
7-Jun-22	8,542	7,455	7,998
8-Jun-22	9,852	8,598	9,225
9-Jun-22	9,874	8,617	9,245
10-Jun-22	9,298	8,114	8,706
13-Jun-22	8,914	7,779	8,346
14-Jun-22	8,767	7,650	8,208
15-Jun-22	8,746	7,632	8,189
16-Jun-22	8,609	7,513	8,061
17-Jun-22	8,605	7,510	8,058
20-Jun-22	10,923	9,532	10,227
21-Jun-22	11,103	9,690	10,396
22-Jun-22	10,492	9,156	9,824
23-Jun-22	9,731	8,492	9,112
24-Jun-22	8,482	7,401	7,941
27-Jun-22	7,356	6,419	6,887
28-Jun-22	8,049	7,024	7,536
29-Jun-22	9,463	8,258	8,861
30-Jun-22	11,089	9,677	10,383
1-Jul-22	13,177	11,293	12,235
5-Jul-22	15,803	13,543	14,673
6-Jul-22	16,326	13,991	15,159
7-Jul-22	16,800	14,398	15,599
8-Jul-22	16,615	14,239	15,427
11-Jul-22	16,532	14,168	15,350
12-Jul-22	16,302	13,971	15,137
13-Jul-22	16,370	14,029	15,200
14-Jul-22	16,858	14,448	15,653
15-Jul-22	16,672	14,288	15,480
18-Jul-22	16,462	14,108	15,285
19-Jul-22	16,316	13,983	15,149
20-Jul-22	16,191	13,876	15,034
21-Jul-22	16,040	13,746	14,893
22-Jul-22	15,381	13,182	14,281
25-Jul-22	14,978	12,836	13,907
26-Jul-22	14,659	12,563	13,611
27-Jul-22	14,729	12,623	13,676
28-Jul-22	14,684	12,584	13,634
29-Jul-22	14,271	12,230	13,251

NYC Projected Cash Balances

(\$ in Millions)

	<u>High</u>	<u>Low</u>	<u>Baseline</u>
1-Aug-22	14,272	12,012	13,142
2-Aug-22	13,955	11,959	12,957
3-Aug-22	13,806	11,832	12,819
4-Aug-22	14,119	12,100	13,110
5-Aug-22	13,430	11,509	12,469
8-Aug-22	13,057	11,190	12,124
9-Aug-22	12,678	10,865	11,772
10-Aug-22	12,948	11,096	12,022
11-Aug-22	12,986	11,129	12,057
12-Aug-22	12,863	11,024	11,944
15-Aug-22	12,365	10,597	11,481
16-Aug-22	12,066	10,341	11,204
17-Aug-22	11,872	10,175	11,024
18-Aug-22	11,711	10,036	10,873
19-Aug-22	11,026	9,450	10,238
22-Aug-22	10,616	9,098	9,857
23-Aug-22	10,192	8,735	9,464
24-Aug-22	10,438	8,946	9,692
25-Aug-22	10,302	8,829	9,566
26-Aug-22	10,139	8,689	9,414
29-Aug-22	9,965	8,541	9,253
30-Aug-22	9,914	8,496	9,205
31-Aug-22	9,409	8,064	8,737
1-Sep-22	9,283	7,813	8,548
2-Sep-22	8,704	7,325	8,015
6-Sep-22	8,428	7,093	7,760
7-Sep-22	8,838	7,438	8,138
8-Sep-22	8,834	7,435	8,134
9-Sep-22	8,855	7,453	8,154
12-Sep-22	8,874	7,469	8,171
13-Sep-22	8,906	7,495	8,200
14-Sep-22	9,110	7,667	8,388
15-Sep-22	8,808	7,413	8,110
16-Sep-22	8,162	6,869	7,516
19-Sep-22	7,903	6,651	7,277
20-Sep-22	7,649	6,438	7,044
21-Sep-22	8,710	7,331	8,021
22-Sep-22	8,765	7,377	8,071
23-Sep-22	9,783	8,233	9,008
26-Sep-22	9,779	8,230	9,004
27-Sep-22	9,782	8,233	9,007
28-Sep-22	9,954	8,377	9,165
29-Sep-22	9,991	8,409	9,200
30-Sep-22	9,854	8,294	9,074

Inflows - NYC Cash Balance Monthly Detail

(\$ in Millions)

Inflows	Jun-22	Jul-22	Aug-22	Sep-22	Jul-Sep-22
Opening Balance	7,631.81	10,382.55	13,250.65	8,736.58	7,631.81
Sales Tax	944.36	490.27	584.55	608.29	2,627.47
Utility Tax	33.00	33.00	33.00	33.00	132.02
Commercial Rent Tax	211.28	22.18	14.16	197.63	445.25
Personal Income Tax	1,248.00	818.21	788.51	1,366.34	4,221.06
General Corporation Tax	1,322.73	138.22	79.82	1,164.71	2,705.47
Banking Tax	8.00	6.00	6.00	6.00	26.00
Unincorporated Business Tax	439.17	34.16	39.28	459.24	971.86
Real Property Tax	7,578.58	7,060.48	327.13	1,435.14	16,401.33
Other Taxes	932.58	296.29	238.44	307.25	1,774.56
Less Refunds All Taxes	-111.46	-61.00	-81.68	-111.22	-365.36
Total Taxes	12,606.24	8,837.82	2,029.22	5,466.37	28,939.65
Federal Welfare	91.71	12.63	12.13	17.20	133.66
Federal Education	384.62	0.01	0.52	4.95	390.09
Federal Community Development	11.43	1.17	2.94	6.10	21.64
Federal Other	3,156.94	63.86	136.66	121.11	3,478.57
Total Federal Aid	3,644.70	77.67	152.24	149.35	4,023.96
NYS Welfare	50.80	191.59	14.43	51.30	308.12
NYS Health	40.29	66.36	3.94	8.62	119.22
NYS Education	866.40	6.11	1.10	941.00	1,814.61
NYS Higher Education	46.06	3.15	0.00	3.72	52.93
NYS Other	11.92	35.15	20.56	3.49	71.11
Total New York State Aid	1,015.47	302.35	40.03	1,008.13	2,365.99
NYS Revenue Sharing	0.00	0.00	0.00	0.00	0.00
Other Intergovernmental Aid	0.00	0.00	0.00	0.00	0.00
Total Intergovernmental	0.00	0.00	0.00	0.00	0.00
Water Board	0.00	468.39	265.56	162.37	896.32
Interest Income	0.98	1.28	1.28	1.28	4.81
Fines and Forfeitures	105.95	105.95	105.95	105.95	423.81
Miscellaneous Revenue	76.17	57.00	57.00	57.00	247.17
Senior College Tuition and Fees	427.50	0.00	0.00	0.00	427.50
Capital Interest	0.00	0.00	0.00	0.00	0.00
Housing Revenue	2.08	2.08	2.08	2.08	8.33
Total Miscellaneous	612.68	634.70	431.87	328.69	2,007.94
Prior Federal Aid	57.36	531.66	606.05	534.15	1,729.22
Prior NYS Aid	61.15	1,310.05	393.56	301.02	2,065.78
Total Federal And NYS Prior Aid	118.51	1,841.71	999.61	835.17	3,795.00
Balance Sheet Inflows	16.79	16.79	16.79	16.79	67.18
Federal/State Capital	98.44	32.70	33.34	41.21	205.68
Transfers from Capital Proceeds	1,400.00	185.00	800.00	1,200.00	3,585.00
Payroll Taxes Inflows	185.28	185.05	185.38	238.55	794.27
Seasonal Borrowing	0.00	0.00	0.00	0.00	0.00
Other Operating Inflow	393.72	448.57	342.94	342.06	1,527.29
Total Other Inflows	2,094.24	868.12	1,378.45	1,838.61	6,179.42
Total Inflows	20,091.85	12,562.37	5,031.43	9,626.32	47,311.96

Outflows - NYC Cash Balance Monthly Detail

(\$ in Millions)

Outflows	Jun-22	Jul-22	Aug-22	Sep-22	Jul-Sep-22
Payroll	1,704.95	1,702.85	1,705.85	2,195.08	7,308.72
Pensions	827.85	827.85	827.85	827.85	3,311.41
Social Security	220.39	169.93	172.97	171.40	734.68
Health Plan	516.55	490.00	490.00	490.00	1,986.55
Other PS	131.24	131.24	131.24	131.24	524.96
Total PS	3,400.98	3,321.87	3,327.91	3,815.57	13,866.33
PA	211.66	383.73	288.01	325.27	1,208.67
MA	450.93	364.60	565.94	638.65	2,020.12
Other DOSS	294.31	444.82	343.73	274.49	1,357.35
HHC	656.28	27.77	165.88	573.17	1,423.10
TA	45.52	123.67	136.28	0.00	305.47
HA	39.60	3.68	12.45	0.00	55.73
Lump Sum	251.99	292.94	214.58	315.38	1,074.89
Vendor Payments	2,204.59	2,865.18	2,381.51	1,699.01	9,150.29
Other OTPS	0.00	0.00	0.00	0.00	0.00
Total OTPS	4,154.88	4,506.39	4,108.38	3,825.97	16,595.63
City Capital	721.00	698.69	935.81	495.01	2,850.51
Other Outflow Capital	97.80	70.35	62.07	45.83	276.05
GO Debt Service Funding	0.00	0.00	0.00	0.00	0.00
NYCTFA Debt Service Funding	61.16	0.00	0.00	0.00	61.16
Other Debt Service Funding	0.00	0.00	0.00	0.00	0.00
Repay Seasonal Borrowing	0.00	0.00	0.00	0.00	0.00
Payroll Taxes Outflow	810.25	802.78	817.15	812.25	3,242.41
Other Outflows	8,095.03	294.19	294.19	294.19	8,977.60
Total Other Outflows	9,785.24	1,866.00	2,109.21	1,647.27	15,407.74
Total Outflows	17,341.11	9,694.26	9,545.50	9,288.82	45,869.69
Net Flow	2,750.74	2,868.11	-4,514.07	337.50	1,442.27
Ending Balance	10,382.55	13,250.65	8,736.58	9,074.08	9,074.08

Prepared by Irina Livshits, Division Chief

Published by the NYC Comptroller's Office, Bureau of Budget

Krista Olson, Deputy Comptroller for Budget