



Financial Plan Overview

Fiscal 2021 Preliminary Budget

\$95.3 billion
FY21 Preliminary Budget

\$70.8 billion
City Funds

\$57.7 billion
PS Budget

\$30.9 billion
Salaries

\$9.9 billion
Pensions

\$11.8 billion
Fringe Benefits

\$38.4 billion
OTPS Budget

\$16.9 billion
Contract Budget

\$7.5 billion
Debt Service

**

336,178
Headcount

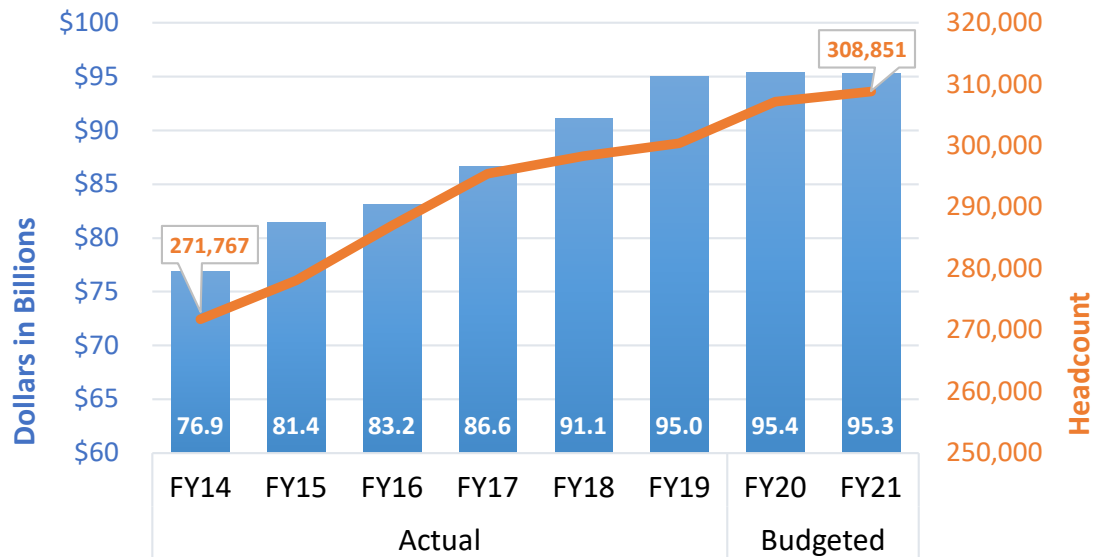
308,851
Full-Time (FT)

27,327
Full-Time Equivalents (FTE)

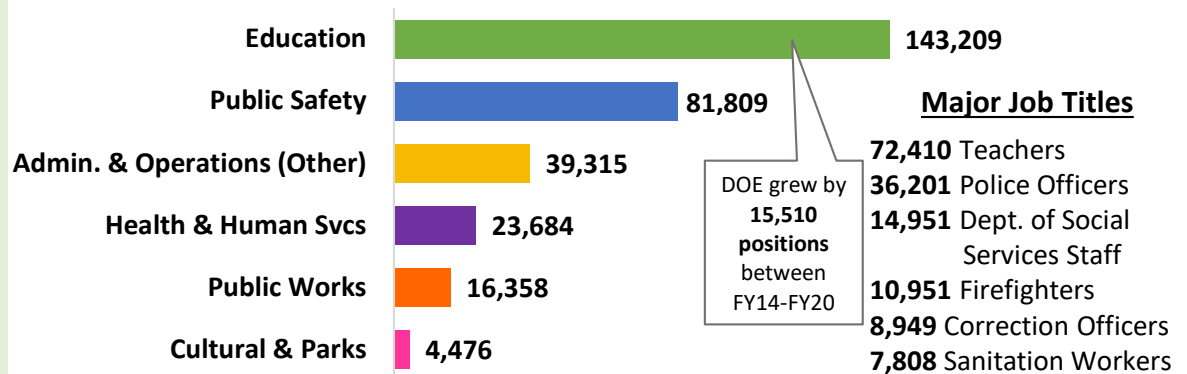
+1,405
New Need Positions Since Adoption

\$1.3 billion
Citywide Overtime Spending

New York City Budget and Headcount, Fiscal 2014-2021



Fiscal 2021 Full-Time Budgeted Headcount



Citywide Vacancy Rates



Total Vacancies: As of November 2019, the City has a total vacancy rate of **1.6%** – equivalent to **5,016 vacant** FT positions. Of these, **3,080** are City-funded.



Decreasing Vacancy Rate: The City's vacancy rate has decreased from 2.2% in FY17, to 1.8% in FY18, to 1.7% in FY19, and 1.6% as of Nov. 2019 (FY20).



Hiring Freeze: Over **1,200 vacant positions** were eliminated as part of the Program to Eliminate the Gap (PEG) introduced in the Fiscal 2020 Executive Plan, and generated **\$91 million** in savings. It is anticipated that the Administration will register additional vacancy savings during the Fiscal 2021 Executive Plan.

Significant New Needs in Prelim FY21



Total New Needs for FY20: \$380.2 million
Total New Needs for FY21: \$148.2 million



Fair Fares: \$106 million added in FY21 only to increase enrollment in the half-price Metrocard program.



Carter Cases: \$150 million added for a total of **\$540.2 million** in FY20, to adjust the current budget for Carter Cases of special education students served outside of Department of Education schools.

State Risks to the Financial Plan



Medicaid Cost Shift to Localities: Significant \$1.1 billion shortfall.



Education Aid: \$136 million lower than OMB's School Aid projection in the Preliminary Plan. Additionally, there would be a **\$173 million** shortfall in Foundation Aid.

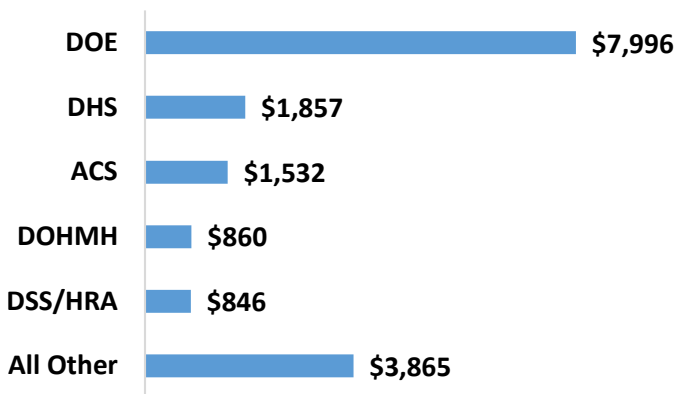


Temporary Assistance for Needy Families (TANF) Cost Shift: \$41 million in FY20, and **\$82 million** in FY21 and in the outyears.

Contract Budget Spending by Agency

77% of Contract Spending is with Five Agencies

Dollars in Millions



Pay Parity: \$7.3 million added for legal services providers for staff attorneys. For early childhood workers, **\$19.2 million** in FY20, growing to **\$56.6 million** by FY23.



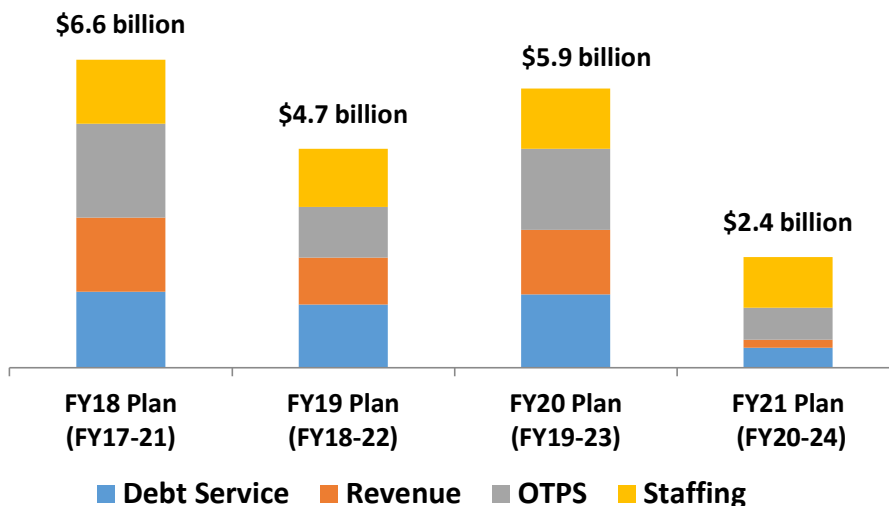
Indirect Cost Rate Adjustment: \$54 million baselined.



Criminal Justice Reform: \$75.3 million and **1,023 headcount** were baselined in seven agencies. Two jails closed to save **\$22 million** in FY20 and **\$69.8 million** in the outyears, with a **uniform headcount reduction of 840**.

November Plan Changes

Citywide Savings Plan



The FY21 Preliminary Budget includes **\$2.4 billion in savings** across the Plan, but adds **\$2.1 billion in new needs**, for a net savings of only **\$300 million**.



The Citywide Savings Plan reduces City Spending by only **half a percent**.



The Preliminary Plan does not include a PEG.