Revenue and Economic Overview
Fiscal 2021 Executive Budget Fact Sheet

**Tax Revenue**
Fiscal 2021
$60.2 billion  
-8.3%
From OMB’s Fiscal 2021 Preliminary Financial Plan

**Budget and Revenue Size**
Fiscal 2021
$89.3 billion  
-6.3%
From OMB’s Fiscal 2021 Preliminary Financial Plan

**City Economy**

**Real GCP**  
Calendar 2020  
-6.0%
NYCC Finance Division

**Private Sector Employment**  
Calendar 2020  
-15.7%
NYCC Finance Division

- Advanced estimate from the Bureau of Economic Analysis shows a drop of 4.8 percent in GDP in the first quarter of 2020
- Real GDP and employment will contract sharply in the 2020 but are forecasted to begin recovering by 2021.
- Over 30 million people have filed for unemployment—wiping away all jobs created since the Great Recession.

- New York City’s economy expanded at a solid pace in 2019.
- Real GCP and private sector employment are expected to drop sharply in 2020 but are expected to recover in 2021.
- While all industries are facing disruptions from COVID-19, the hardest hit sectors include transportation, food services, accommodation, arts & entertainment and retail.

Source: IHS Markit

New York City Council Finance Division - Revenue and Economics Unit
Taxes and Total Revenue

**FY 2021 REVENUES** ($ In billions)

- City Taxes $60.2
- State Aid $15.4
- Federal Aid $7.1
- Other $6.6

**Total Revenue:** $89.3 billion

**FY 2021 TAXES** ($ In billions)

- Property $30.8
- Sales $7.3
- Income $11.7
- Business $4.9
- Other $4.6
- Audits $0.9

**Total Taxes:** $60.2 billion

Source: OMB Fiscal 2021 Executive Financial Plan

**Taxes Forecast**


- Council Finance forecasts a 3.0 percent contraction in tax collections in Fiscal 2021.

- Business taxes will suffer the most during the recovery period and collections for Fiscal 2021 are expected to drop by 17.1 percent.

**FY 20-24, Average Revenue Growth Forecast, OMB and NYCC Finance**

<table>
<thead>
<tr>
<th>Revenue Type</th>
<th>OMB</th>
<th>NYCC</th>
</tr>
</thead>
<tbody>
<tr>
<td>Property</td>
<td>-1.0%</td>
<td>3.0%</td>
</tr>
<tr>
<td>Income</td>
<td>1.0%</td>
<td></td>
</tr>
<tr>
<td>Sales</td>
<td></td>
<td>3.0%</td>
</tr>
<tr>
<td>Business</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td>3.0%</td>
</tr>
</tbody>
</table>

**Revenue Risks**

- COVID-19 remains the single greatest risk to our revenues given we do not fully understand it.

- Risk of a global economy contraction due to COVID-19.

- Non-financial firms have undertaken extensive borrowing. Servicing this debt under current conditions will be difficult for some firms.

- The financial condition of state and local government may weaken the economy as they face unprecedented challenges in balancing their budgets.

- Risk stem from the Federal economic response to COVID-19 as some aspects are not sufficiently funded and more resources are needed.

- Growing risk of deflation.

- Tensions with China and fears of contagion will further disrupt trade, which would be a drag on the economy.