New York City Council
Hon. Julie Menin, Speaker of the Council
Hon. Linda Lee, Chair Finance Committee

Report on the Fiscal 2027 Executive Plan for the Committee on Finance

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Fiscal 2027 Executive Plan

Department of Finance Budget Overview

The Department of Finance (DOF or the Department) is responsible for the collection of taxes, fines, and fees for New York City. It is also responsible for the oversight of the Sheriff and is responsible for tax exemption programs, property record maintenance, and audit enforcement.

The Executive Financial Plan for Fiscal 2026-2030 (Executive Plan) includes a proposed Fiscal 2027 budget of $373.8 million for DOF, $4.6 million (2.4 percent) less than its $378.5 million Fiscal 2027 budget in the Preliminary Plan. DOF's Fiscal 2026 budget in the Executive Plan is $9.2 million (2.4 percent) less than its $387.6 million Fiscal 2026 budget in the Preliminary Plan. The current Fiscal 2027 budget is $2.7 million more than the $371.2 million Fiscal 2026 budget at adoption. For additional information on DOF's Preliminary Budget, please refer to the Fiscal 2027 Preliminary Budget report.[1]

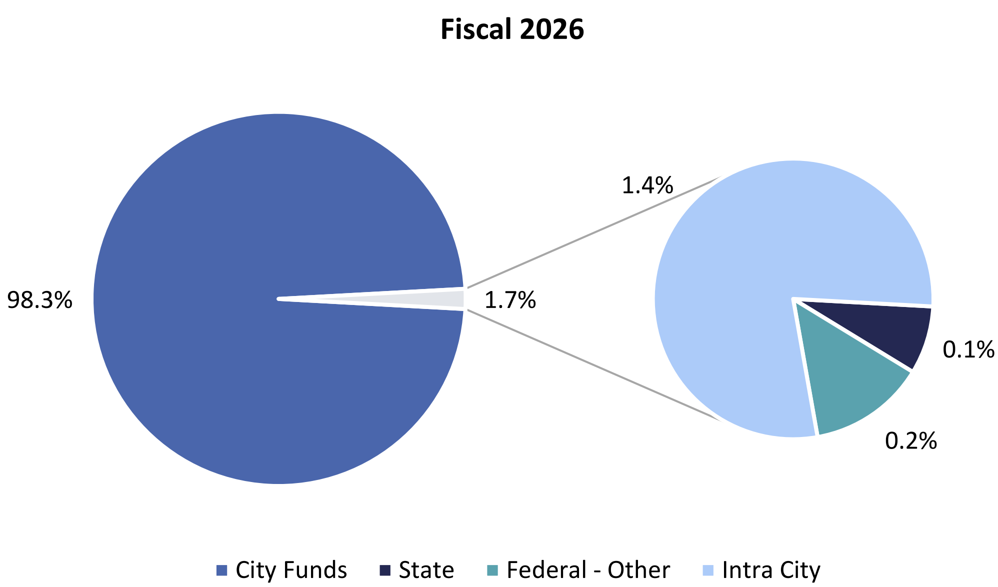
[1] New York City Council, "Report on the Fiscal 2027 Preliminary Plan and the Fiscal 2026 Preliminary Mayor's Management Report for the Department of Finance", as of March 2026.

Comparison of the Last Three Financial Plans

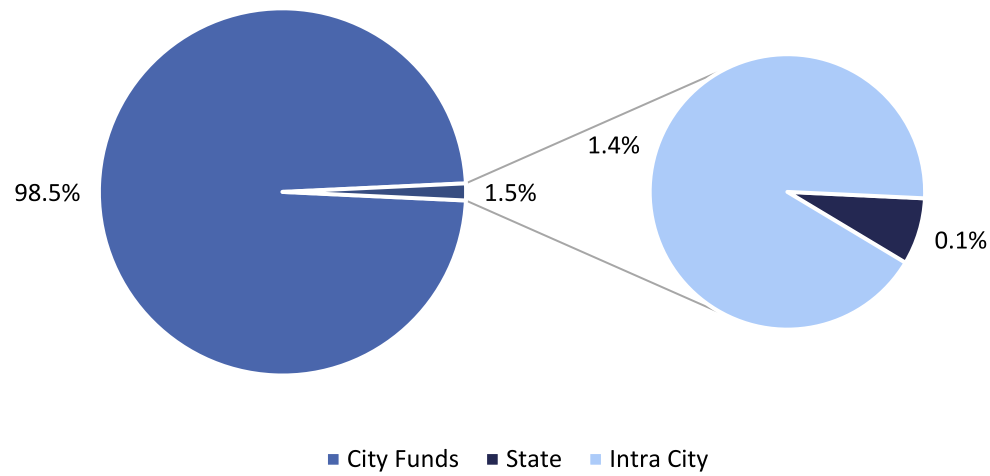
Dollars in Millions
Source: New York City Office of Management and Budget

Budget by Funding Source

Fiscal 2027 City Funds: 98.5 percent

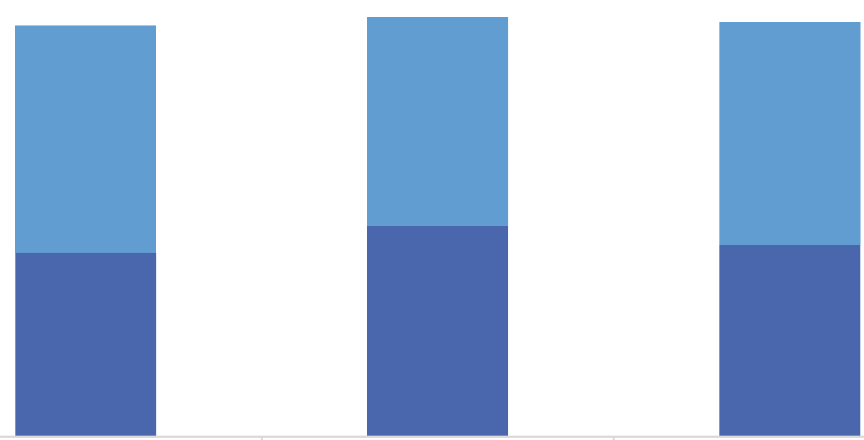


Fiscal 2027



Source: New York City Office of Management and Budget

Personal Services (PS) and Other Than Personal Services (OTPS)



	FY26 Adopted	FY26 Executive	FY27 Executive
PS	$204,938	$187,927	$201,095
OTPS	$166,255	$190,483	$172,755

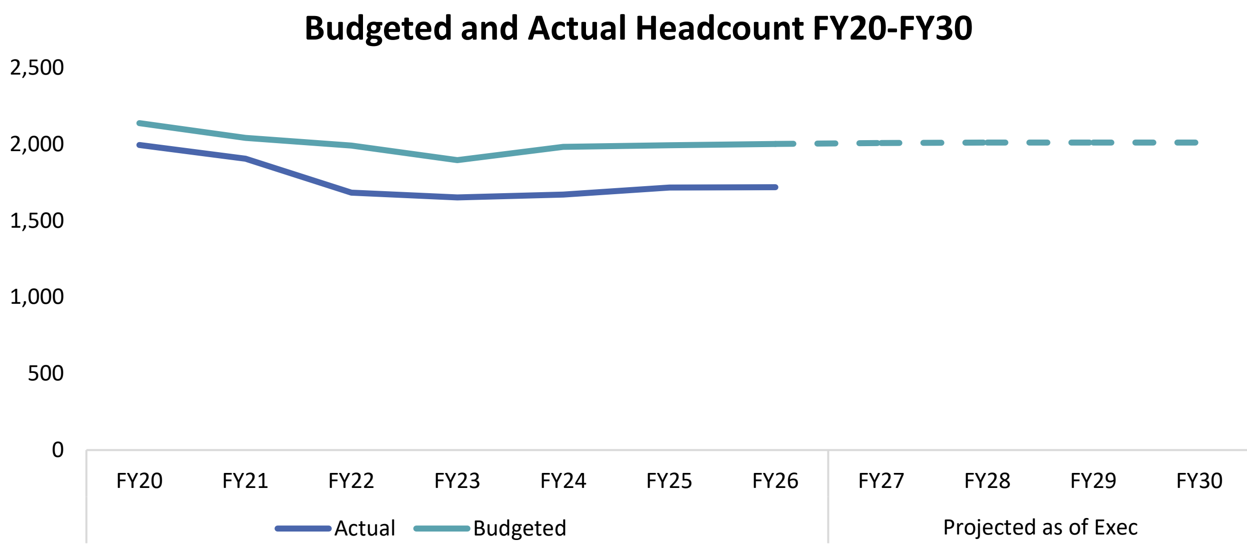
OTPS PS

Dollars in Thousands
Source: New York City Office of Management and Budget

Headcount

Fiscal 2026 Budgeted Full-Time Positions: 2,003
Actual Headcount as of April 2026: 1,720

Fiscal 2027 Budgeted Full-Time Positions: 2,009
Vacancy Rate as of April 2026: 14.1 percent



Source: New York City Office of Management and Budget

<u>Note:</u> Budgeted and actual headcounts are as of the end of the fiscal year, except for Fiscal 2026 where budgeted headcount is as of the Executive Plan and actual headcount is as of April 2026.

Executive Plan Changes

FY26 = ($9.2)	FY27 = ($4.6)	FY28 = ($5.1)	FY29 = ($5.1)	FY30 = ($5.1)
New Needs = $1.5	New Needs = $0	New Needs = $0	New Needs = $0	New Needs = $0
Other Adjustments = $0.3	Other Adjustments = ($3.5)	Other Adjustments = ($3.9)	Other Adjustments = ($3.9)	Other Adjustments = ($3.9)
Savings = ($11)	Savings = ($1.2)	Savings = ($1.2)	Savings = ($1.2)	Savings = ($1.2)

Dollars in Millions
Savings in this chart are the sum of all expense savings, from all revenue sources, including but not limited to, City, State, and federal savings. As some agency savings may be revenue actions or savings from non-City sources, this number will not necessarily equal the agency's Savings value.

Significant Executive Plan Changes

New Needs

- **Increased Credit Card Fees.** The Executive Plan includes an additional $1.5 million in City funding in Fiscal 2026 only for increased credit card fees. This is a result of more people paying their fines and fees by credit card.

Other Adjustments

- **Lease Adjustment.** The Executive Plan includes a decrease of $4.1 million in City funding in Fiscal 2027 and $4.6 million in Fiscal 2028 and in the outyears for a lease adjustment. DOF has seen a decrease in headcount over the past five years and plans to consolidate office space as a way to save money.
- **Heat, Light and Power.** The Executive Plan includes an additional $285,446 in City funding in Fiscal 2026, increasing to $637,522 in Fiscal 2027 and in the outyears for costs related to heat, light, and power.
- **DC37 Equity CBA Funding.** The Executive Plan includes an additional $2,300 in City funding in Fiscal 2027 and in the outyears for costs related to a collective bargaining agreement for DC37 members.

Savings

- **PS and OTPS Savings Adjustment.** The Executive Plan includes savings of $9.9 million in Fiscal 2026 only, due to PS and OTPS savings.
- **Vacancy Reduction.** The Executive Plan includes baselined savings of $1.2 million, starting in Fiscal 2026, from the reduction of 12 vacant positions.
- **STAR Credit Denial on Nonresident Personal Income Tax Waivers (Revenue).** The Executive Plan recognizes an additional $11 million of revenue in Fiscal 2026 and $15 million in Fiscal 2027, decreasing to $13 million in Fiscal 2028 and the outyears from a decrease in the amount of non-resident personal income tax waivers. DOF previously gave tax credits in error to certain New York City employees as a result of a mistake in its internal system; this mistake has been fixed and will result in $13 million in additional revenue starting in Fiscal 2028. This change is a revenue generating savings, so the amount is recognized in the revenue budget.
- **Abatement Compliance (Revenue).** The Executive Plan includes a baseline revenue increase of $13 million starting in Fiscal 2027 from cooperative condominium abatement revenue. This change is a revenue generating savings, so the amount is recognized in the revenue budget.

Budget Response

Resource Proposals Included in the Fiscal 2027 Executive Budget: $0

In the City Council's Fiscal 2027 Preliminary Budget Response,[2] the Council identified two areas related to DOF that would provide the City with additional resources either through additional revenue or expense savings. The Council identified $171.5 million of additional resources through an expansion of the red light camera program and modifications to the rates within the Stipulated Fine Program.

The Executive Plan does not include any of the Council's proposals, as shown in the table.

Fiscal 2027 Budget Response Resource Priorities				
#	Priorities	Expense or Revenue	Amount for FY26 + FY27*	Amount Included in the Executive Budget for FY26+FY27 *
1	Red Light Camera Expansion	Revenue	$167.9	$0.0
2	Increased Rates on Stipulated Fine Program	Revenue	3.6	0.0

Dollars in Millions

** All values are shown as positive as they provide additional resources. Expense items denote savings; revenue items denote additional revenue.*

[2] New York City Council, "Response to the Fiscal 2027 Preliminary Budget and Fiscal 2026 Preliminary Mayor's Management Report", as of April 2026.

Budget Actions in Executive Plan

Dollars in Thousands	FY26 City	FY26 Non-City	FY26 Total	FY27 City	FY27 Non-City	FY27 Total
DOF Budget as of the FY27 Preliminary Plan	**$381,102**	**$6,524**	**$387,626**	**$372,929**	**$5,570**	**$378,499**
Changes Introduced in the FY27 Executive Plan						
New Needs						
Increased Credit Card Fees	$1,500	$0	$1,500	$0	$0	$0
Subtotal, New Needs	**$1,500**	**$0**	**$1,500**	**$0**	**$0**	**$0**
Other Adjustments						
DC37 Equity CB Funding	$0	$0	$0	$2	$0	$2
Heat, Light, and Power	285	0	285	638	0	638
Lease Adjustment	0	0	0	(4,138)	0	(4,138)
Subtotal, Other Adjustments	**$285**	**$0**	**$285**	**($3,498)**	**$0**	**($3,498)**
Savings						
OTPS Savings	($5,000)	$0	($5,000)	$0	$0	$0
PS Savings	(4,850)	0	(4,850)	0	0	0
Vacancy Reduction	(1,150)	0	(1,150)	(1,150)	0	(1,150)
Subtotal, Savings	**($11,000)**	**$0**	**($11,000)**	**($1,150)**	**$0**	**($1,150)**
TOTAL, All Changes in the FY27 Executive Plan	**($9,215)**	**$0**	**($9,215)**	**($4,648)**	**$0**	**($4,648)**
DOF Budget as of the Executive Plan	**$371,887**	**$6,524**	**$378,410**	**$368,281**	**$5,570**	**$373,851**

Source: New York City Office of Management and Budget

DOF Financial Summary

Dollars in Thousands	FY24 Actual	FY25 Actual	FY26 Adopted	Executive Plan FY26	Executive Plan FY27	*Difference FY27 - FY26
Budget by Program Area						
Administration	$75,533	$83,392	$89,990	$89,063	$84,762	($5,228)
Audit	20,079	19,610	32,975	25,376	28,105	(4,870)
Civil Enforcement	50,280	54,251	50,423	63,178	49,602	(821)
Collections	18,306	15,614	23,152	20,243	20,463	(2,689)
Communications & Governmental Services	3,056	3,392	4,231	4,173	4,319	88
Financial Plan Savings	0	0	(14,873)	(8,756)	(1,150)	13,723
FIT(Finance Information Technology)	70,328	70,676	67,939	74,104	75,965	8,026
Legal & Adjudications	16,101	16,744	21,741	20,066	21,918	177
NYCSERV Contract Funding	3,110	2,932	3,337	3,242	3,337	0
Payment Ops & Application Processing	22,420	19,066	21,675	18,612	18,325	(3,349)
Property Records	6,101	6,235	6,858	7,164	7,745	887
Treasury	28,400	31,048	28,861	29,812	28,372	(489)
Valuing Property	28,095	28,529	34,884	32,132	32,085	(2,799)
TOTAL	**$341,809**	**$351,491**	**$371,193**	**$378,410**	**$373,851**	**$2,657**
Funding						
City Funds	$337,746	$346,335	$365,625	$371,887	$368,281	$2,656
Other Categorical	0	367	0	0	0	0
State	113	75	438	512	438	0
Federal - Other	0	0	0	880	0	0
Intra City	3,951	4,714	5,131	5,131	5,132	1
TOTAL	**$341,810**	**$351,491**	**$371,193**	**$378,410**	**$373,851**	**$2,657**
Budgeted Headcount						
Full-Time Positions - Civilian	1,672	1,718	1,998	2,003	2,009	11
TOTAL	**1,672**	**1,718**	**1,998**	**2,003**	**2,009**	**11**

**The difference of Fiscal 2027 Executive Budget compared to Fiscal 2026 Adopted Budget.*
Source: New York City Office of Management and Budget