



**THE COUNCIL  
THE CITY OF NEW YORK  
FINANCE DIVISION  
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**TO:** Honorable Corey Johnson  
Speaker

Honorable Daniel Dromm  
Chair, Finance Committee

**FROM:** Latonia McKinney, Director, Finance Division  
Raymond Majewski, Deputy Director/Chief Economist, Finance Division  
Rebecca Chasan, Senior Counsel  
Paul Sturm, Supervising Economist  
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**DATE:** December 17, 2020

**SUBJECT:** A Budget Modification (MN-2) for Fiscal 2021 that will appropriate \$616.7 million in new revenues.

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**INITIATION:** By letter dated December 15, 2020, the Director of the Office of Management and Budget submitted to the Council, pursuant to section 107(e) of the New York City Charter, a request to appropriate \$616.7 million in new revenues. These new revenues with an additional \$15.5 million from General Reserve will be used for prepayments of \$632.2 million to increase the Budget Stabilization Account.

**BACKGROUND:** This modification (MN-2) seeks to recognize \$616.7 million in new revenues, implementing changes reflected since the June 2020 Adopted Budget. These funds will add \$632.2 million to the Budget Stabilization Account to prepay debt service for Fiscal 2022 expenses, and downwardly adjust the General Reserve by \$15.5 million.

**FISCAL IMPACT:** This modification represents a net increase in the Fiscal 2021 budget of \$616.7 million.