

Azi Paybarah

Report: Future NYC Budgets Looking Bleak

Wednesday, July 14, 2010 - 12:08 PM

By [Azi Paybarah](#)

The [Citizen Budget Commission](#) raises a red flag on the most recent budget deal NYC lawmakers agreed to in June. In short, the CBC says we can expect the city's financial situation to look very ugly very soon:

This year, the City will exhaust the last of the accumulated surplus; the fiscal year 2011 budget is balanced thanks to \$3.6 billion in surplus from fiscal year 2010, a combination of those accumulated surpluses from the boom-years and increased tax revenues due to a stunning comeback in profits on Wall Street fueled by low interest rates. After that, the buck literally stops here; such good fortune is unlikely to continue, and actual expenditures will exceed revenues by \$4.6 billion in fiscal year 2012.

[skip]

If the federal government does not come through with \$600 million in aid for Medicaid that is included in the adopted budget, a scenario looking more and more likely, more cuts are all but certain.

Read More: [citizen budget commission](#)

More in: [Azi Paybarah](#)

Leave a Comment

[Leave a comment](#)

Register for your own account so you can vote on comments, save your favorites, and more. [Learn more.](#)

Please stay on topic, be civil, and be brief.

Email addresses are never displayed, but they are required to confirm your comments. Names are displayed with all comments. We reserve the right to edit any comments posted on this site. Please read the [Comment Guidelines](#) before posting.

Name*

Email address*

Comment*

Location

* Denotes a required field