



New York State Personal Income Tax Revenue Bond Projected Coverage Ratios

Introduction:

Legislation enacted in 2001 authorized the issuance of State Personal Income Tax (PIT) Revenue Bonds for five Authorized Issuers, including the Urban Development Corporation (UDC), New York State Housing Finance Agency (HFA), the New York State Thruway Authority (Thruway Authority), the Dormitory Authority of the State of New York (DASNY), and the New York State Environmental Facilities Corporation (EFC). The legislation was amended in 2018 to provide the aggregate of 50 percent of State Personal Income Tax receipts, or \$12 billion, whichever is greater, be deposited into the Revenue Bond Tax Fund (RBTF) to cover debt service payments. The legislation was further amended starting in FY 2021 to include 50 percent of Pass-Through Entity Tax (PTET) receipts. The projected PIT revenue bond coverage ratios are based upon estimates of PIT receipts deposited into the RBTF and new PIT debt issuances. Five years of projected PIT revenue bond coverage ratios are provided in the following report.

Table of Contents: A. Projected Coverage Ratios

PROJECTED PIT REVENUE BOND COVERAGE RATIOS
FY 2024 THROUGH 2029
(millions of dollars)

	<u>FY 2024 Projected</u>	<u>FY 2025 Projected</u>	<u>FY 2026 Projected</u>	<u>FY 2027 Projected</u>	<u>FY 2028 Projected</u>	<u>FY 2029 Projected</u>
Projected RBTF Receipts ¹	33,048	35,000	35,951	34,653	40,041	40,341
Projected New PIT Bonds Issuances	2,949	5,010	6,601	7,038	6,413	6,309
Projected Total PIT Bonds Outstanding	41,177	45,654	50,905	57,048	61,808	64,740
Projected Maximum Annual Debt Service	4,059	4,389	4,936	5,530	6,070	6,230
Projected PIT Coverage Ratio	8.1	8.0	7.3	6.3	6.6	6.5

¹ Reflects the timing of PTET receipts and subsequent decrease in PIT receipts, which are estimated to be revenue-neutral on a multi-year basis, but are not estimated to be revenue-neutral within each fiscal year.

As of FY 2025 Executive Budget