



**NEW YORK**  
STATE OF  
OPPORTUNITY™

# New York State Variable Rate Capacity Report

## Introduction:

Article 5-D of State Finance Law, limits the amount of variable rate debt to up to 15 percent of outstanding State-supported debt. The cap, which fluctuates as new bonds are issued and existing bonds are retired, is closely monitored by the Division of the Budget. The following report is designed to show on an annual basis, the projected variable rate cap amount, utilization, and available cap room over a long-term horizon.

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**NYS DIVISION OF THE BUDGET**  
**VARIABLE RATE CAPACITY**  
**March 31, 2021**  
**(thousands of dollars)**

	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>
<b>Total Outstanding State-Supported Debt <sup>(1)</sup></b>	<b>58,713,480</b>	<b>66,541,575</b>	<b>71,869,992</b>	<b>77,024,217</b>	<b>81,009,571</b>	<b>83,563,168</b>
<b>Current Statute: Variable Rate Cap (15% of Debt Outstanding)</b>	<b>8,807,022</b>	<b>9,981,236</b>	<b>10,780,499</b>	<b>11,553,633</b>	<b>12,151,436</b>	<b>12,534,475</b>
<b><u>Existing Variable Rate Debt</u></b>						
<b>Unhedged Variable Rate</b>	89,647	89,647	89,647	89,647	84,917	76,917
<b>Projected Variable Rate Issuances</b>	0	1,300,000	0	0	0	0
<b>Total Projected Variable Rate Exposure</b>	<b>89,647</b>	<b>1,389,647</b>	<b>1,389,647</b>	<b>1,389,647</b>	<b>1,384,917</b>	<b>1,376,917</b>
<b>% Variable Rate Exposure to Debt Outstanding</b>	<b>0.2%</b>	<b>2.1%</b>	<b>1.9%</b>	<b>1.8%</b>	<b>1.7%</b>	<b>1.6%</b>
<b>Excess Variable Rate Cap</b>	<b>8,717,375</b>	<b>8,591,589</b>	<b>9,390,852</b>	<b>10,163,986</b>	<b>10,766,519</b>	<b>11,157,558</b>
<b>Policy Reserve - 35% of Existing Fixed Rate Swaps <sup>(2)</sup></b>	285,575	270,374	250,228	219,045	184,043	154,724
<b>Policy Reserve - 35% of Planned Fixed Rate Swaps <sup>(2)</sup></b>	0	0	0	0	0	0
<b>Policy Reserve - 35% of Fixed Rate Swaps <sup>(2)</sup></b>	285,575	270,374	250,228	219,045	184,043	154,724
<b>Total Projected Variable Rate Exposure (with Policy Reserve)</b>	<b>375,222</b>	<b>1,660,021</b>	<b>1,639,875</b>	<b>1,608,692</b>	<b>1,568,960</b>	<b>1,531,641</b>
<b>% Variable Rate Exposure to Debt Outstanding (with Policy Reserve)</b>	<b>0.6%</b>	<b>2.5%</b>	<b>2.3%</b>	<b>2.1%</b>	<b>1.9%</b>	<b>1.8%</b>

(1) FY 2022 Enacted Budget estimates.

(2) Not required by statute to be charged against the variable rate cap.