

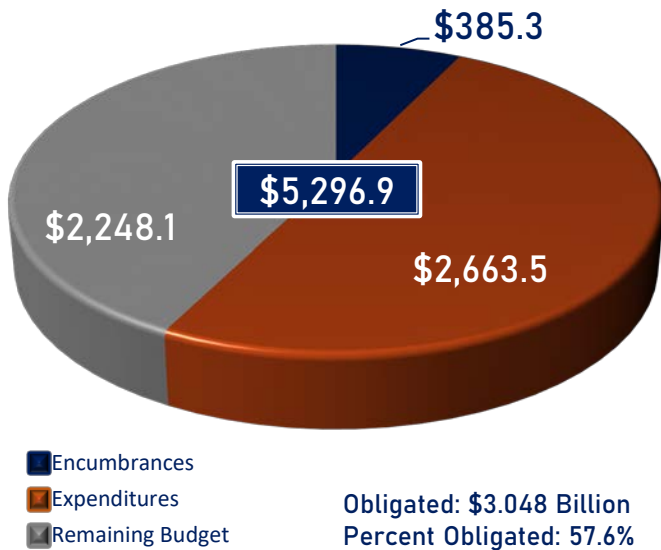


Pennsylvania Intergovernmental Cooperation Authority
Monthly City Obligations Update
 CITY OF PHILADELPHIA

**February
2022**

City Spending Lower than Projections

FY2022 Budget and Spending
 (\$ in Millions)



YEAR-TO-DATE OBLIGATIONS

As the pie chart illustrates, through February of FY2022, the City has expended \$2.663 billion and encumbered an additional \$385.3 million. As a result, the City obligated \$3.048 billion of the \$5.296 billion FY2022 appropriations. With 66.6% of the year elapsed, total year-to-date obligations amounted to 57.6% of the budgeted annual obligations.

As Table 1 shows, the City has spent \$199.7 million or 7.0% more than for the same period in FY2021. Also, the twelve departments with the largest budgets account for over \$2.650 billion, or 87.0% of the total obligations through February.

Public Property, Human Services, and MDO spent 20% more than in FY2021, primarily due to the Septa subsidy and increased space rental charges, timing of payroll expenditure transfers and programmatic costs, and increases in legal services and for the Youth Violence Reduction Partnerships, respectively.

Table 1: General Fund Obligations by Department

Departments	FY2022 Target Budget*	Month of February				Year-to-Date Through February			
		FY2022	FY2021	Over/(Under) FY2021	% Change	FY2022	FY2021	Over/(Under) FY2021	% Change
Finance ¹	\$1,910,786,019	\$43,079,801	\$73,479,153	(\$30,399,352)	-41.4%	\$770,828,130	\$726,994,480	\$43,833,650	6.0%
Police	729,347,734	51,239,359	48,926,643	2,312,716	4.7%	471,981,333	466,125,732	5,855,601	1.3%
Fire	361,066,229	32,069,941	39,095,472	(7,025,531)	-18.0%	227,478,327	232,744,425	(5,266,098)	-2.3%
Sinking Fund	297,227,515	5,469,132	8,352,843	(2,883,711)	-34.5%	233,672,188	232,010,640	1,661,548	0.7%
Prisons	237,651,313	9,388,020	9,084,409	303,611	3.3%	153,922,756	166,068,801	(12,146,045)	-7.3%
Public Property ²	220,146,720	26,978,343	2,449,225	24,529,118	1001.5%	160,277,942	126,965,285	33,312,657	26.2%
Human Services	178,273,808	11,162,133	3,025,863	8,136,270	268.9%	150,348,701	125,503,434	24,845,267	19.8%
Managing Director ³	177,988,910	4,033,170	3,779,898	253,272	6.7%	113,672,040	86,739,809	26,932,231	31.0%
Streets	173,464,633	13,560,936	9,149,972	4,410,964	48.2%	115,978,631	102,734,008	13,244,623	12.9%
Public Health	163,004,196	11,067,279	5,071,151	5,996,128	118.2%	118,248,294	108,336,506	9,911,788	9.1%
First Judicial Dist.	116,199,029	8,377,054	9,784,047	(1,406,993)	-14.4%	69,245,265	71,366,323	(2,121,058)	-3.0%
Innovation & Tech ⁴	110,122,160	4,975,867	7,443,742	(2,467,875)	-33.2%	64,609,970	68,617,120	(4,007,150)	-5.8%
Sub-Total	\$4,693,562,646	\$221,401,035	\$219,642,417	1,758,618	0.8%	\$2,650,263,574	\$2,514,206,564	\$136,057,010	5.4%
Other Departments	603,375,843	36,216,122	32,790,998	3,425,124	10.4%	398,548,266	334,842,091	63,706,175	19.0%
Total General Fund	\$5,296,938,489⁵	\$257,617,157	\$252,433,415	\$5,183,742	2.1%	\$3,048,811,840	\$2,849,048,656	\$199,763,184	7.0%

¹ The City does not budget obligations on a monthly basis. If spending is annualized, then 8.3 percent of the budget is expected to be spent monthly.

² Includes costs for Employee Benefits and contribution to the School District of Philadelphia, Community College, and indemnities

³ Includes costs for Space Rentals, Septa Subsidy, and Utilities

⁴ Includes costs for the Defenders Association ⁵ Includes costs for 911 Call Center ⁵ Most recent Target Budget is \$5.372 billion, which will be reflected in the next month's update.

Table 2: Departments with Highest Year-To-Date Obligation Increases Over FY2021

Department	FY2022	FY2021	Over FY2021
Finance	\$770,828,130	\$726,994,480	\$43,833,650
Public Property	160,277,942	126,965,285	33,312,657
Managing Director	113,672,040	86,739,809	26,932,231
Human Services	150,348,701	125,503,434	24,845,267
Homeless Services	50,182,699	29,879,844	20,302,855
Streets	115,978,631	102,734,008	13,244,623
Parks & Recreation	42,898,311	31,269,539	11,628,772
Public Health	118,248,294	108,336,506	9,911,788
Commerce	30,326,210	20,533,616	9,792,594
Total	\$1,552,760,957	\$1,358,956,522	\$193,804,435

Table 3: Year-to-Date Obligations by Class FY2022

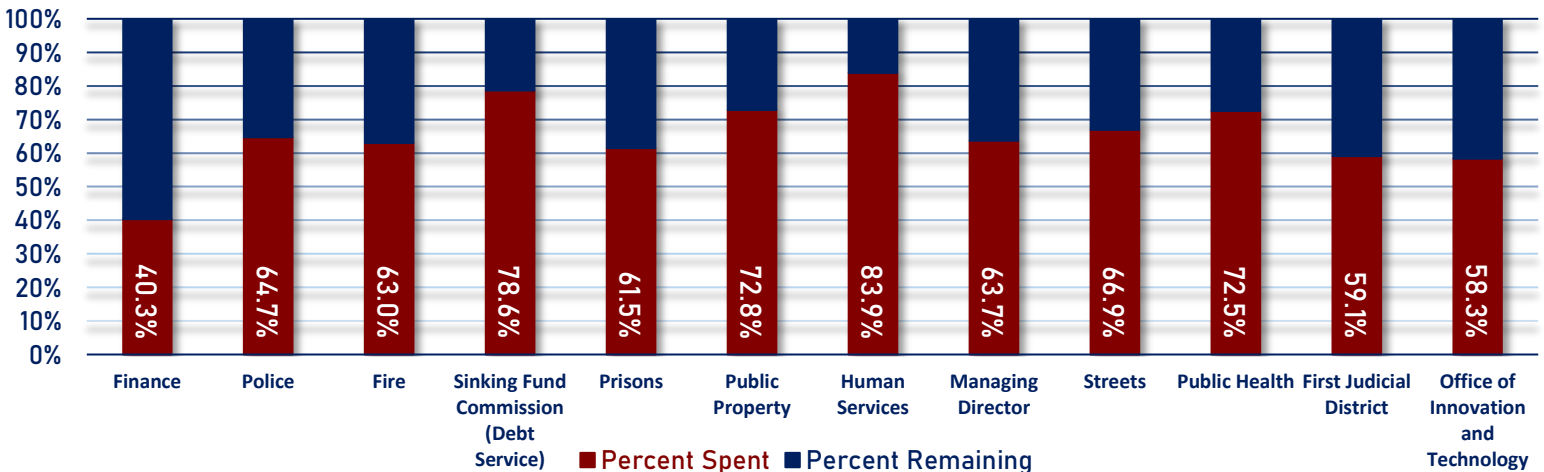
Class/Description	Budget ¹	Obligations	Percent Obligated YTD
100: Wages and Benefits	\$3,332,119,326	\$1,725,811,784	51.8%
200: Contracts/Leases	1,110,646,028	841,811,554	75.8%
300/400: Supplies/Equipment	121,186,140	76,283,653	62.9%
500: Indemnities/Contributions	391,528,063	228,126,864	58.3%
700: Debt Service	192,666,858	169,567,983	88.0%
800: Payments to Other Funds	48,791,794	7,210,000	14.8%
900: Advances/Misc. Payments	100,000,100	-	0.0%
Total	\$5,296,938,489	\$3,048,811,840	57.6%

MONTH OF FEBRUARY OBLIGATIONS

As indicated in Table 1, the City obligated \$257.6 million in the month of February or 4.9% of the FY2022 target budget. The largest 12 departments combined spent \$221.1 million, \$1.7 million more than they did last February. As shown in Table 1, Public Property and Human Services spent more than they did last February. The increase in Public Property reflects the quarterly SEPTA subsidy payment, while the increase in Human Services reflects payroll expenditure transfers from the Grants Fund. The decrease in Finance is primarily due to non-recurring programmatic expenditures.

Since contracts are encumbered at the beginning of the year, some departments have already obligated a significant part of their budget. As shown in the below graphic, Sinking Fund (Debt Service), Public Property, Human Services, and Public Health, obligated more than 70.0% of their budget. In total, 11 departments obligated more than 66.6% (the annualized monthly spend) of their budget, as shown in Appendix A.

Percent of Budget Spent Year to Date²



Source: Obligations totals provided to PICA by the Office of the Director of Finance; General Fund only
¹ As projected in the City's FY2022-2026 Five Year Financial Plan, as Revised October 29, 2021
² The highest obligated departments may have large contracts that get encumbered early in the year

Appendix A: City of Philadelphia FY2022 Obligations February 2022 and Year-To-Date					
Department	Target Budget	February Obligations	Percentage Obligated in February	YTD Obligations	Percentage Obligated YTD
Art Museum	\$2,040,000	\$0	0.0%	\$1,530,000	75.0%
Auditing	9,853,289	745,836	7.6%	5,785,175	58.7%
Board of Ethics	975,196	60,104	6.2%	474,847	48.7%
Board of Revision of Taxes	1,053,462	83,806	8.0%	596,441	56.6%
City Commissioners	21,969,852	1,507,767	6.9%	9,404,264	42.8%
City Council	18,677,973	1,294,781	6.9%	9,730,568	52.1%
City Treasurer	4,740,997	(409,979)	-8.6%	2,540,755	53.6%
Civil Service Commission	25,207,742	11,402	0.0%	103,768	0.4%
Commerce	35,655,094	979,298	2.7%	29,346,913	82.3%
District Attorney	41,831,659	3,101,394	7.4%	26,438,573	63.2%
Finance	1,913,486,019	43,079,801	2.3%	727,748,329	38.0%
Fire	361,066,229	32,069,941	8.9%	195,408,385	54.1%
First Judicial District	117,199,029	8,377,054	7.1%	60,868,211	51.9%
Fleet Management	56,092,570	4,698,843	8.4%	38,117,153	68.0%
Free Library	43,206,342	2,891,014	6.7%	24,630,096	57.0%
Human Relations Commission	2,387,728	180,341	7.6%	1,323,345	55.4%
Human Services	179,162,558	11,162,133	6.2%	139,186,567	77.7%
L&I: Board of Building Standards	82,018	3,315	4.0%	43,837	53.4%
L&I: Board of L+I Review	176,071	9,246	5.3%	81,265	46.2%
Labor	3,313,659	231,109	7.0%	1,473,390	44.5%
Law	19,147,482	1,285,495	6.7%	12,452,787	65.0%
Licenses & Inspections	39,934,445	2,454,103	6.1%	23,100,474	57.8%
Managing Director	178,488,910	4,033,170	2.3%	109,638,870	61.4%
Mayor	6,849,201	450,861	6.6%	3,716,255	54.3%
Chief Administrative Officer	10,944,536	327,030	3.0%	3,965,855	36.2%
Community Empowerment and Opportunity	1,509,000	0	0.0%	802,000	53.1%
Mural Arts Program	2,652,179	2,095,355	79.0%	223,034	8.4%

Appendix A: City of Philadelphia FY2022 Obligations February 2022 and Year-To-Date					
Department	Target Budget	February Obligations	Percentage Obligated in February	YTD Obligations	Percentage Obligated YTD
Behavioral Health	23,596,932	1,487,959	6.3%	19,721,041	83.6%
Children and Families	442,000	24,222	5.5%	281,289	63.6%
Homeless Services	55,321,342	2,214,864	4.0%	50,182,699	90.7%
Human Resources	6,470,804	399,585	6.2%	4,004,428	61.9%
Innovation and Technology	110,824,010	4,975,867	4.5%	64,609,970	58.3%
Inspector General	1,607,423	113,073	7.0%	999,718	62.2%
Property Assessment	16,783,833	1,042,941	6.2%	9,874,243	58.8%
Sustainability	1,574,587	39,876	2.5%	786,164	49.9%
Parks & Recreation	64,064,553	3,888,644	6.1%	42,898,311	67.0%
Planning & Development	17,223,828	574,499	3.3%	11,360,085	66.0%
Police	729,347,734	51,239,359	7.0%	471,981,333	64.7%
Prisons	250,251,313	9,388,020	3.8%	153,922,756	61.5%
Procurement	6,056,338	232,399	3.8%	2,730,846	45.1%
Public Health	163,004,196	11,067,279	6.8%	118,248,294	72.5%
Public Property	220,146,720	26,978,343	12.3%	160,277,942	72.8%
Records	3,987,713	258,138	6.5%	2,738,407	68.7%
Register of Wills	4,281,429	328,090	7.7%	2,791,503	65.2%
Revenue	26,868,692	1,723,684	6.4%	15,231,146	56.7%
Sheriff	26,795,874	1,914,023	7.1%	17,093,467	63.8%
Sinking Fund	297,227,515	5,469,132	1.8%	233,672,188	78.6%
Streets	173,358,413	13,560,936	7.8%	115,978,631	66.9%
Totals	\$5,296,938,489	\$257,617,157	4.9%	\$3,048,811,840	57.6%

Appendix B:
City of Philadelphia Year-to-Date Obligations Through February
FY2022 vs. FY2021

Department	Year-to-Date Obligations FY2022	Year-to-Date Obligations FY2021	Over/(Under) FY2021	Percent Over/(Under) FY2021
Art Museum	\$1,530,000	\$1,020,000	\$510,000	50.0%
Auditing	6,531,011	6,542,153	(11,142)	-0.2%
Board of Ethics	534,951	514,339	20,612	4.0%
Board of Revision of Taxes	680,247	688,143	(7,896)	-1.1%
City Commissioners	10,912,031	14,002,268	(3,090,237)	-22.1%
City Council	11,025,349	11,043,963	(18,614)	-0.2%
City Treasurer	2,130,776	1,250,348	880,428	70.4%
Civil Service Commission	115,169	129,805	(14,636)	-11.3%
Commerce	30,326,210	20,533,616	9,792,594	47.7%
District Attorney	29,539,967	28,700,969	838,998	2.9%
Finance	770,828,130	726,994,480	43,833,650	6.0%
Fire	227,478,327	232,744,425	(5,266,098)	-2.3%
First Judicial District	69,245,265	71,366,323	(2,121,058)	-3.0%
Fleet Management	42,815,997	33,894,750	8,921,247	26.3%
Free Library	27,521,111	27,699,829	(178,718)	-0.6%
Human Relations Commission	1,503,686	1,531,645	(27,959)	-1.8%
Human Services	150,348,701	125,503,434	24,845,267	19.8%
L&I: Board of Building Standards	47,152	52,929	(5,777)	-10.9%
L&I: Board of L+I Review	90,511	90,744	(233)	-0.3%
Labor	1,704,499	1,425,014	279,485	19.6%
Law	13,711,283	10,899,182	2,812,101	25.8%
Licenses & Inspections	25,554,577	23,221,475	2,333,102	10.0%
Managing Director	113,672,040	86,739,809	26,932,231	31.0%
Mayor	4,167,116	4,196,181	(29,065)	-0.7%
Chief Administrative Officer	4,292,885	3,606,511	686,374	19.0%
Community Empowerment	802,000	0	802,000	100%
Mural Arts Program	2,318,389	1,882,500	435,889	23.2%
Behavioral Health	19,721,041	14,900,825	4,820,216	32.3%
Children and Families	281,289	269,143	12,146	4.5%
Homeless Services	50,182,699	29,879,844	20,302,855	67.9%
Human Resources	4,004,428	3,739,982	264,446	7.1%
Innovation and Technology	64,609,970	68,617,120	(4,007,150)	-5.8%
Inspector General	999,718	885,887	113,831	12.8%
Property Assessment	9,874,243	9,837,162	37,081	0.4%
Office of Sustainability	786,164	835,802	(49,638)	-5.9%
Parks and Recreation	42,898,311	31,269,539	11,628,772	37.2%

**Appendix B:
City of Philadelphia Year-to-Date Obligations Through February
FY2022 vs. FY2021**

Department	Year-to-Date Obligations FY2022	Year-to-Date Obligations FY2021	Over/(Under) FY2021	Percent Over/(Under) FY2021
Planning & Development	11,360,085	6,221,909	5,138,176	82.6%
Police	471,981,333	466,125,732	5,855,601	1.3%
Prisons	153,922,756	166,068,801	(12,146,045)	-7.3%
Procurement	2,730,846	3,183,573	(452,727)	-14.2%
Public Health	118,248,294	108,336,506	9,911,788	9.1%
Public Property	160,277,942	126,965,285	33,312,657	26.2%
Records	2,738,407	2,466,113	272,294	11.0%
Register of Wills	2,791,503	2,805,239	(13,736)	-0.5%
Revenue	15,231,146	17,871,780	(2,640,634)	-14.8%
Sheriff	17,093,467	17,748,926	(655,459)	-3.7%
Sinking Fund Commission	233,672,188	232,010,640	1,661,548	0.7%
Streets	115,978,631	102,734,008	13,244,623	12.9%
Totals	\$3,048,811,840	\$2,849,048,656	\$199,763,184	7.0%