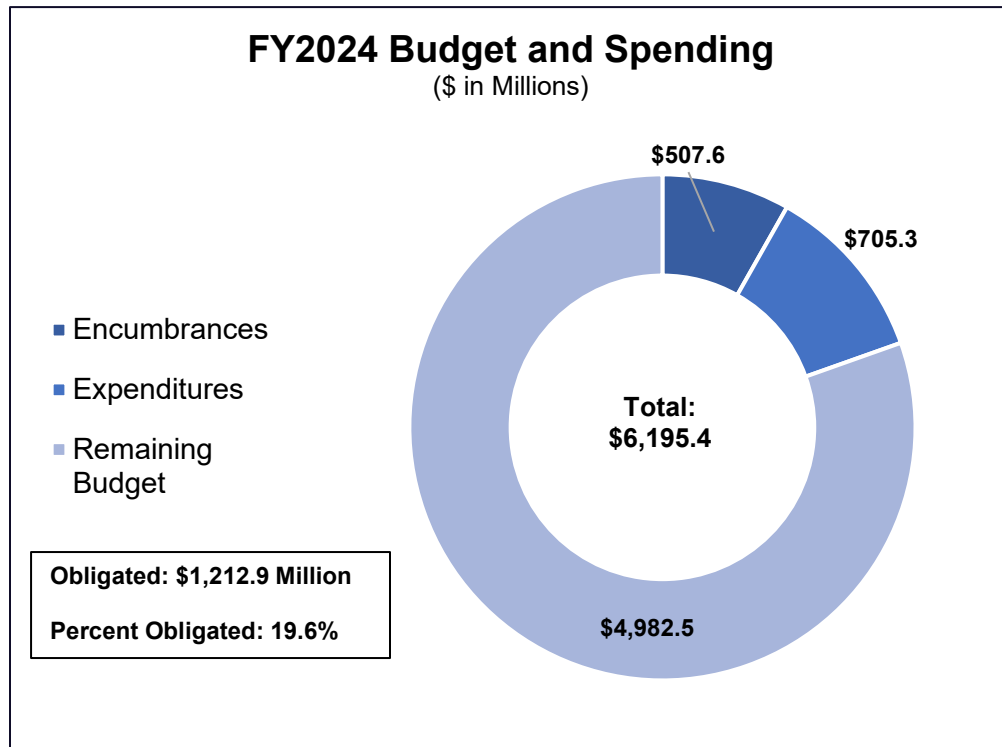


Monthly City Obligations Update – August FY2024

August Obligations Increased 21.8% from Previous Year



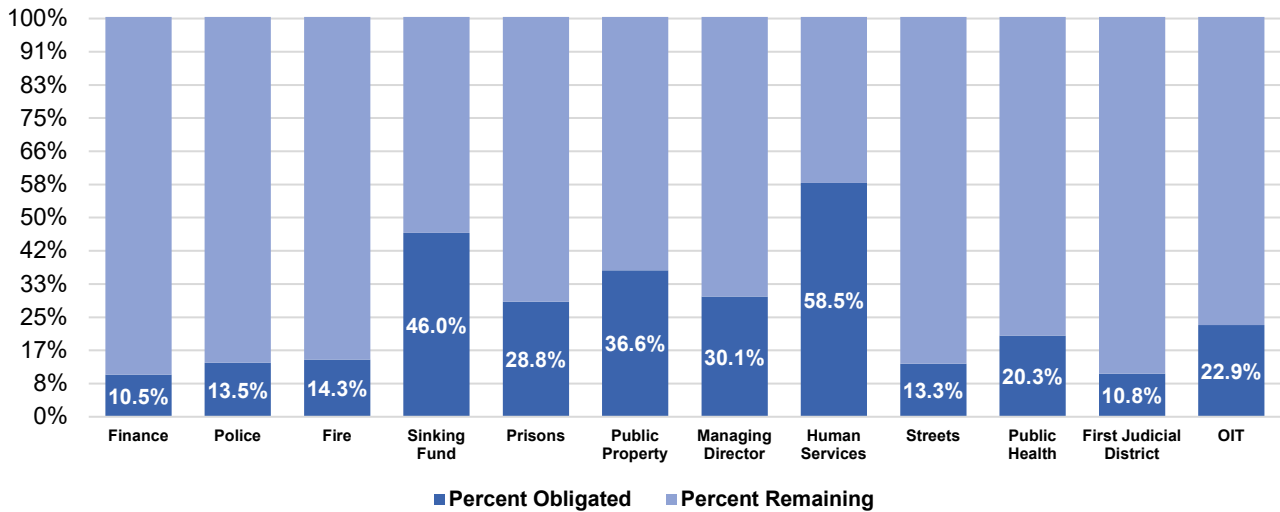
Month of August Obligations

In August, the City obligated \$619 million, or ten percent of the FY2024 adopted budget. The 12 highest-budgeted departments obligated a combined \$523.4 million, or 84.5 percent of August obligations, and spent \$97.8 million more than last August. In total, the City spent nearly \$111 million more than last August, primarily caused by increased spending in Finance (due to the timing of encumbering funds for the Community College of Philadelphia), Public Property (due to the timing of encumbering contracts for space rentals and utilities), and Prisons (due to the timing of encumbering maintenance contracts).

These increases were partially offset by decreases in Human Services (due to the timing of encumbering contracts for providers), Public Health (due to the closing of the Philadelphia Nursing Home), and Streets (due to the transfer of programs to the Transportation Fund).

If obligations were spread evenly over the fiscal year, each department would spend 8.3 percent of its budget each month. For various reasons, including the timing of encumbrances and understaffing, many departmental obligations fall above or below PICA's projection of 16.7 percent for the month of August. As shown in Figure 1, seven of the highest-budgeted departments obligated above 16.7 percent; these departments are Human Services, the Sinking Fund, Public Property, the Managing Director's Office, Prisons, the Office of Innovation and Technology (OIT), and Public Health. In total, 19 departments obligated more than 16.7 (the annualized monthly spending) of their budgets (Appendix B).

Figure 1: Percent of Budget Spent Year-to-Date for Highest-Budgeted Departments



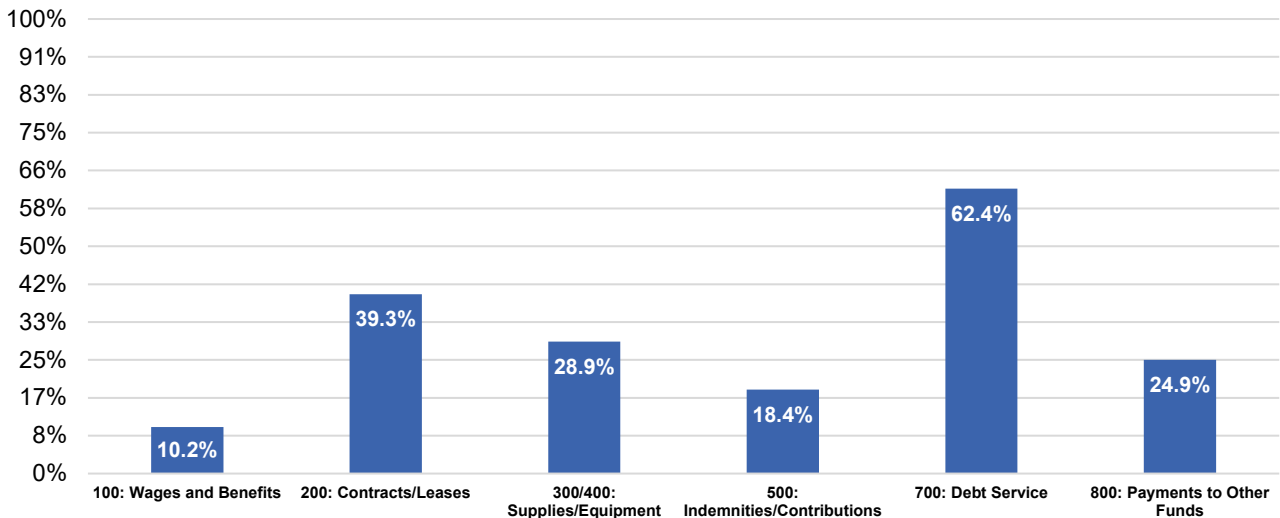
Year-to-Date Obligations

Since many contracts are encumbered at the beginning of the year, the City has expended \$705.3 million and encumbered an additional \$507.6 million, resulting in total obligations of \$1.213 billion. This total is approximately \$141.7 million, or 13.2 percent, more than in FY2023. It also represents 19.6 percent of the total FY2024 approved budget.

Obligations have been concentrated in Class 200: Contracts/Leases (\$542.8 million), Class 100: Wages and Benefits (\$389.1 million), and Class 700: Debt Service (\$125.9 million). As shown in Figure 2, 62.4 percent of the FY2024 Class 700 budget, 39.3 percent of the Class 200 budget, 28.9 percent of the Class 300/400 budget, and 24.9 percent of the Class 800 budget have already been obligated.

The City has projected a total of \$6.195 billion in obligations for FY2024, an increase of \$352.9 million over the prior year's budget. The current obligation projections can be found in the City's FY2024-FY2028 Five-Year Financial Plan, that was approved by the PICA Board on July 25, 2023.

Figure 2: Year-to-Date Percent of Adopted Budget Obligated by Class



Appendix A

Table 1: August General Fund Obligations by Department

Department	FY2024 Adopted Budget	August FY2024	August FY2023	Over/(Under) FY2023	Percent Change
Finance	\$2,228,452,513	\$138,735,140	\$95,818,319	\$42,916,821	44.8%
Police	855,831,761	71,307,774	59,451,186	11,856,588	19.9%
Fire	400,794,784	30,869,548	31,277,038	(407,490)	-1.3%
Sinking Fund	324,217,521	9,517,270	9,911,380	(394,110)	-4.0%
Prisons	292,774,430	61,708,023	33,493,656	28,214,367	84.2%
Public Property	273,836,514	58,625,394	25,986,956	32,638,438	125.6%
Managing Director	252,227,025	72,055,301	60,104,297	11,951,003	19.9%
Human Services	219,709,887	26,308,460	42,611,878	(16,303,418)	-38.3%
Streets*	163,138,584	6,595,807	10,862,320	(4,266,513)	-39.3%
Public Health	148,736,320	18,919,604	27,072,427	(8,152,823)	-30.1%
First Judicial District	129,052,431	8,053,099	7,545,983	507,116	6.7%
Innovation & Technology	128,271,326	20,657,384	21,415,284	(757,900)	-3.5%
Other Departments	778,370,905	95,673,731	82,515,356	13,158,375	15.9%
Total General Fund	\$6,195,414,000	\$619,026,534	\$508,066,081	\$110,960,454	21.8%

*Prior-year comparisons impacted by the transfer of programs to the Transportation Fund in FY2024

Table 2: Year-to-Date General Fund Obligations by Department

Department	FY2024 Adopted Budget	August FY2024	August FY2023	Over/(Under) FY2023	Percent Change
Finance	\$2,228,452,513	\$234,978,097	\$208,881,442	\$26,096,655	12.5%
Police	855,831,761	115,673,453	110,529,692	5,143,761	4.7%
Fire	400,794,784	57,281,761	55,613,950	1,667,811	3.0%
Sinking Fund	324,217,521	149,068,481	145,827,117	3,241,363	2.2%
Prisons	292,774,430	84,346,293	73,371,107	10,975,186	15.0%
Public Property	273,836,514	100,298,206	93,161,514	7,136,692	7.7%
Managing Director	252,227,025	75,879,665	62,853,872	13,025,793	20.7%
Human Services	219,709,887	128,438,317	43,514,455	84,923,863	195.2%
Streets*	163,138,584	21,630,286	34,649,614	(13,019,328)	-37.6%
Public Health	148,736,320	30,173,278	39,019,822	(8,846,545)	-22.7%
First Judicial District	129,052,431	13,919,901	13,198,453	721,448	5.5%
Innovation & Technology	128,271,326	29,418,546	35,606,386	(6,187,840)	-17.4%
Other Departments	778,370,905	171,803,961	155,017,153	16,786,809	10.8%
Total General Fund	\$6,195,414,000	\$1,212,910,246	\$1,071,244,576	\$141,665,669	13.2%

*Prior-year comparisons impacted by the transfer of programs to the Transportation Fund in FY2024

Table 3: Departments with Highest Year-to-Date Obligation Increases Over FY2023

Department	FY2024	FY2023	Over FY2023
Human Services	\$128,438,317	\$43,514,455	\$84,923,863
Finance	\$234,978,097	\$208,881,442	\$26,096,655
Managing Director's Office	\$75,879,665	\$62,853,872	\$13,025,793
Prisons	\$84,346,293	\$73,371,107	\$10,975,186
Commerce	\$36,627,212	\$26,567,204	\$10,060,008
Public Property	\$100,298,206	\$93,161,514	\$7,136,692
Police	\$115,673,453	\$110,529,692	\$5,143,761
Sinking Fund Commission	\$149,068,481	\$145,827,117	\$3,241,363
Free Library	\$9,367,379	\$6,766,348	\$2,601,030
Parks and Recreation	\$14,944,762	\$13,046,108	\$1,898,655
Total	\$949,621,866	\$784,518,859	\$165,103,007

Table 4: Year-to-Date Obligations by Class FY2024

Class/Description	Adopted Budget	Obligations	Percent Obligated YTD
100: Wages and Benefits	\$3,889,197,192	\$389,115,794	10.2%
200: Contracts/Leases	1,380,126,604	542,795,022	39.3%
300/400: Supplies/Equipment	145,090,135	41,872,163	28.9%
500: Indemnities/Contributions	425,194,220	82,300,752	18.4%
700: Debt Service	201,632,422	125,863,817	62.4%
800: Payments to Other Funds	147,031,812	30,962,698	24.9%
900: Advances/Misc. Payments	67,360,100	-	0.0%
Total	\$6,195,414,000	\$1,212,910,246	19.6%

Monthly City Obligations Update – August FY2024

Appendix B: City of Philadelphia FY2024 Obligations – August and Year-to-Date

Department	Adopted Budget	August Obligations	Percentage Obligated in August	YTD Obligations	Percentage Obligated YTD
Art Museum	\$2,142,000	-	0.0%	\$535,500	25.0%
Auditing	11,148,245	846,313	7.6%	1,546,878	13.9%
Board of Ethics	1,382,433	85,106	6.2%	142,333	10.3%
Board of Revision of Taxes	1,192,431	96,630	8.1%	164,440	13.8%
Chief Administrative Officer	18,420,959	2,254,455	12.2%	2,885,577	15.7%
City Commissioner	29,117,650	1,733,617	6.0%	2,591,582	8.9%
City Council	19,751,418	1,243,030	6.3%	2,510,797	12.7%
City Treasurer	5,114,652	229,003	4.5%	329,505	6.4%
Civil Service Commission	13,573,651	11,210	0.1%	20,795	0.2%
Commerce	49,880,108	2,300,947	4.6%	36,627,212	73.4%
Department of Fleet Services	70,612,951	25,448,747	36.0%	28,576,796	40.5%
District Attorney	51,119,070	5,359,355	10.5%	8,654,173	16.9%
Finance	2,228,452,513	138,735,140	6.2%	234,978,097	10.5%
Fire	400,794,784	30,869,548	7.7%	57,281,761	14.3%
First Judicial District of PA	129,052,431	8,053,099	6.2%	13,919,901	10.8%
Free Library	70,934,523	4,919,403	6.9%	9,367,379	13.2%
Human Relations Commission	2,756,401	192,436	7.0%	340,093	12.3%
Human Services	219,709,887	26,308,460	12.0%	128,438,317	58.5%
L&I - Board of Building Standards	86,609	7,011	8.1%	13,453	15.5%
L&I - Board of L&I Review	182,543	18,101	9.9%	34,463	18.9%
Labor	4,768,554	259,988	5.5%	502,771	10.5%
Law	28,854,870	1,624,721	5.6%	4,844,387	16.8%
Licenses and Inspections	44,257,829	2,905,292	6.6%	5,256,530	11.9%
Managing Director's Office	252,227,025	72,055,301	28.6%	75,879,665	30.1%
Mayor's Office	6,167,744	473,478	7.7%	828,106	13.4%
Mayor's Office of Community Empowerment and Opportunity	3,449,909	1,381,241	40.0%	1,381,241	40.0%
Mural Arts Program	3,683,320	42,710	1.2%	76,182	2.1%
Office of Behavioral Health and Intellectual DisAbility	29,024,448	7,078,394	24.4%	8,081,964	27.8%
Office of Children and Families	481,098	41,941	8.7%	81,977	17.0%
Office of Homeless Services	80,556,703	20,655,863	25.6%	26,858,311	33.3%
Office of Human Resources	12,710,756	542,983	4.3%	1,035,916	8.1%
Office of Innovation and Technology	128,271,326	20,657,384	16.1%	29,418,546	22.9%
Office of Property Assessment	18,310,182	1,054,837	5.8%	2,400,119	13.1%
Office of Sustainability	2,974,885	150,291	5.1%	252,244	8.5%
Office of the Inspector General	2,346,548	140,289	6.0%	318,747	13.6%
Parks and Recreation	79,418,097	8,863,962	11.2%	14,944,762	18.8%
Planning and Development	35,404,422	510,580	1.4%	858,494	2.4%
Police	855,831,761	71,307,774	8.3%	115,673,453	13.5%
Prisons	292,774,430	61,708,023	21.1%	84,346,293	28.8%
Procurement	7,235,722	260,414	3.6%	449,821	6.2%
Public Health	148,736,320	18,919,604	12.7%	30,173,278	20.3%
Public Property	273,836,514	58,625,394	21.4%	100,298,206	36.6%
Records	4,564,421	339,390	7.4%	1,021,083	22.4%
Register of Wills	5,024,798	407,583	8.1%	654,023	13.0%
Revenue	28,854,507	1,778,090	6.2%	3,389,347	11.7%
Sheriff	32,866,448	2,416,322	7.4%	4,226,959	12.9%
Sinking Fund Commission	324,217,521	9,517,270	2.9%	149,068,481	46.0%
Streets	163,138,584	6,595,807	4.0%	21,630,286	13.3%
Totals	\$6,195,414,000	\$619,026,534	10.0%	\$1,212,910,246	19.6%

Appendix C: City of Philadelphia Year-to-Date Obligations – August FY2024 vs. FY2023

Department	Year-to-Date Obligations FY2024	Year-to-Date Obligations FY2023	Over/(Under) FY2023	Percent Over/(Under) FY2023
Art Museum	\$535,500	\$510,000	\$25,500	5.0%
Auditing	1,546,878	1,531,378	15,500	1.0%
Board of Ethics	142,333	127,946	14,387	11.2%
Board of Revision of Taxes	164,440	134,641	29,799	22.1%
Chief Administrative Officer	2,885,577	1,430,165	1,455,413	101.8%
City Commissioner	2,591,582	2,040,789	550,794	27.0%
City Council	2,510,797	2,936,991	(426,194)	-14.5%
City Treasurer	329,505	959,494	(629,990)	-65.7%
Civil Service Commission	20,795	20,003	792	4.0%
Commerce	36,627,212	26,567,204	10,060,008	37.9%
Department of Fleet Services	28,576,796	28,251,904	324,892	1.1%
District Attorney	8,654,173	7,745,998	908,175	11.7%
Finance	234,978,097	208,881,442	26,096,655	12.5%
Fire	57,281,761	55,613,950	1,667,811	3.0%
First Judicial District of PA	13,919,901	13,198,453	721,448	5.5%
Free Library	9,367,379	6,766,348	2,601,030	38.4%
Human Relations Commission	340,093	345,201	(5,109)	-1.5%
Human Services	128,438,317	43,514,455	84,923,863	195.2%
L&I - Board of Building Standards	13,453	10,374	3,079	29.7%
L&I - Board of L&I Review	34,463	32,109	2,354	7.3%
Labor	502,771	420,510	82,261	19.6%
Law	4,844,387	3,208,865	1,635,522	51.0%
Licenses and Inspections	5,256,530	6,625,535	(1,369,005)	-20.7%
Managing Director's Office	75,879,665	62,853,872	13,025,793	20.7%
Mayor's Office	828,106	1,041,873	(213,767)	-20.5%
Mayor's Office of Community Empowerment and Opportunity	1,381,241	-	1,381,241	-
Mural Arts Program	76,182	59,791	16,392	27.4%
Office of Behavioral Health and Intellectual DisAbility	8,081,964	7,036,388	1,045,576	14.9%
Office of Children and Families	81,977	82,764	(787)	-1.0%
Office of Homeless Services	26,858,311	28,954,918	(2,096,607)	-7.2%
Office of Human Resources	1,035,916	1,081,242	(45,326)	-4.2%
Office of Innovation and Technology	29,418,546	35,606,386	(6,187,840)	-17.4%
Office of Property Assessment	2,400,119	1,901,120	498,999	26.2%
Office of Sustainability	252,244	197,774	54,471	27.5%
Office of the Inspector General	318,747	259,224	59,523	23.0%
Parks and Recreation	14,944,762	13,046,108	1,898,655	14.6%
Planning and Development	858,494	705,324	153,170	21.7%
Police	115,673,453	110,529,692	5,143,761	4.7%
Prisons	84,346,293	73,371,107	10,975,186	15.0%
Procurement	449,821	431,529	18,292	4.2%
Public Health	30,173,278	39,019,822	(8,846,545)	-22.7%
Public Property	100,298,206	93,161,514	7,136,692	7.7%
Records	1,021,083	990,546	30,537	3.1%
Register of Wills	654,023	705,258	(51,235)	-7.3%
Revenue	3,389,347	4,603,822	(1,214,474)	-26.4%
Sheriff	4,226,959	4,254,018	(27,059)	-0.6%
Sinking Fund Commission	149,068,481	145,827,117	3,241,363	2.2%
Streets*	21,630,286	34,649,614	(13,019,328)	-37.6%
Totals	\$1,212,910,246	\$1,071,244,576	\$141,665,669	13.2%

*Prior-year comparisons impacted by the transfer of programs to the Transportation Fund in FY2024