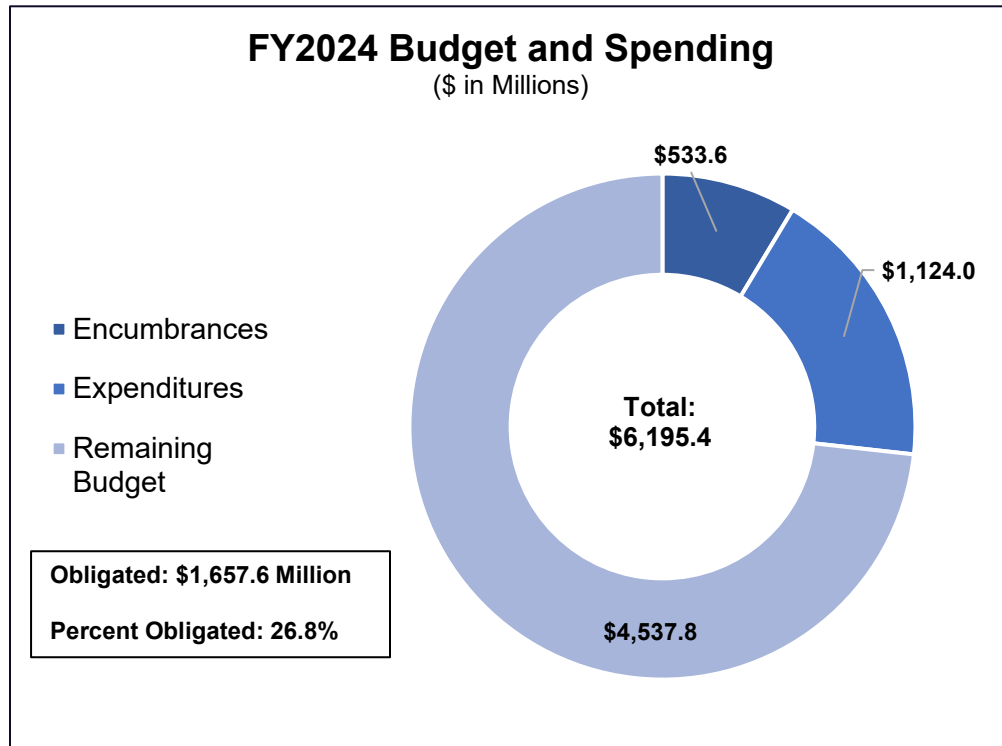


Monthly City Obligations Update – September FY2024

September Obligations Decreased 13.2% from Previous Year



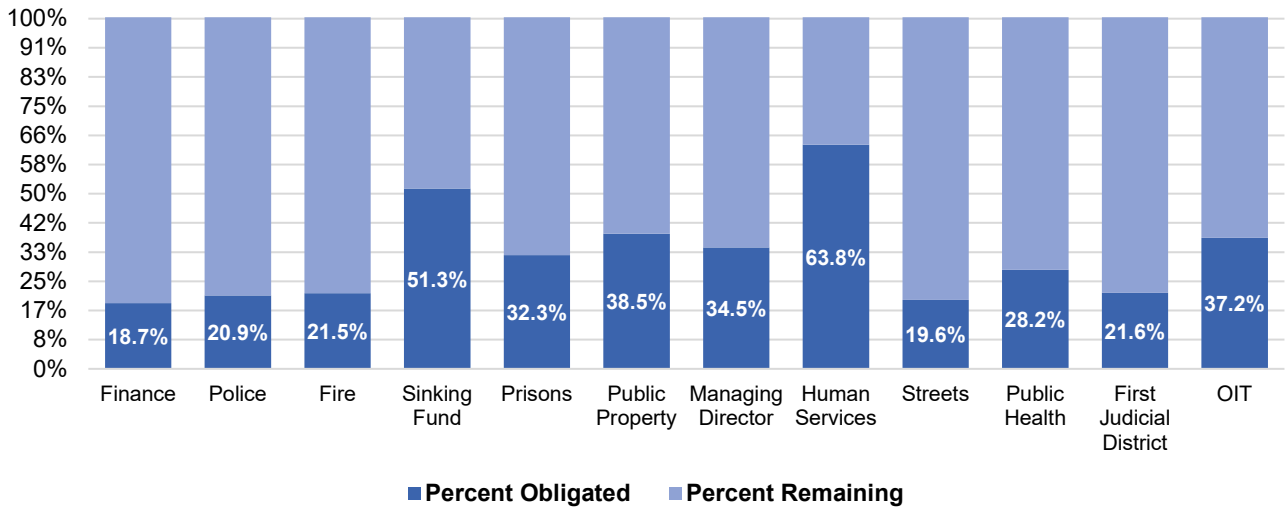
Month of September Obligations

In September, the City obligated \$444.7 million, or 7.2 percent of the FY2024 adopted budget. The 12 highest-budgeted departments obligated a combined \$384.4 million, or 86.4 percent of September obligations, and spent \$68.1 million less than last September. In total, the City spent \$67.5 million less than last September, primarily caused by decreased spending in Human Services (due to the timing of encumbering contracts for providers), Public Property (due to the timing of the quarterly SEPTA subsidy payment), Prisons (due to the posting of bonuses and wage increases per Local 159 Award in FY2023), and Streets (due to the transfer of programs to the Transportation Fund).

These decreases were partially offset by increases in Finance (due to budgeted increases in fringes, payment to the Budget Stabilization Fund, and contribution to the School District), the Office of Innovation and Technology (OIT) (due to the timing of encumbering funds for departmental and enterprise services contracts), and Public Health (due to the asbestos settlement between the City and School District and the timing of encumbering chronic disease and injury prevention contracts).

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 25 percent through the month of September. As shown in Figure 1, seven of the highest-budgeted departments obligated above 25 percent; these departments are Human Services, the Sinking Fund, Public Property, OIT, the Managing Director's Office (MDO), Prisons, and Public Health. In total, 17 departments obligated more than 25 percent (the annualized monthly spending) of their budgets through September (Appendix B).

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



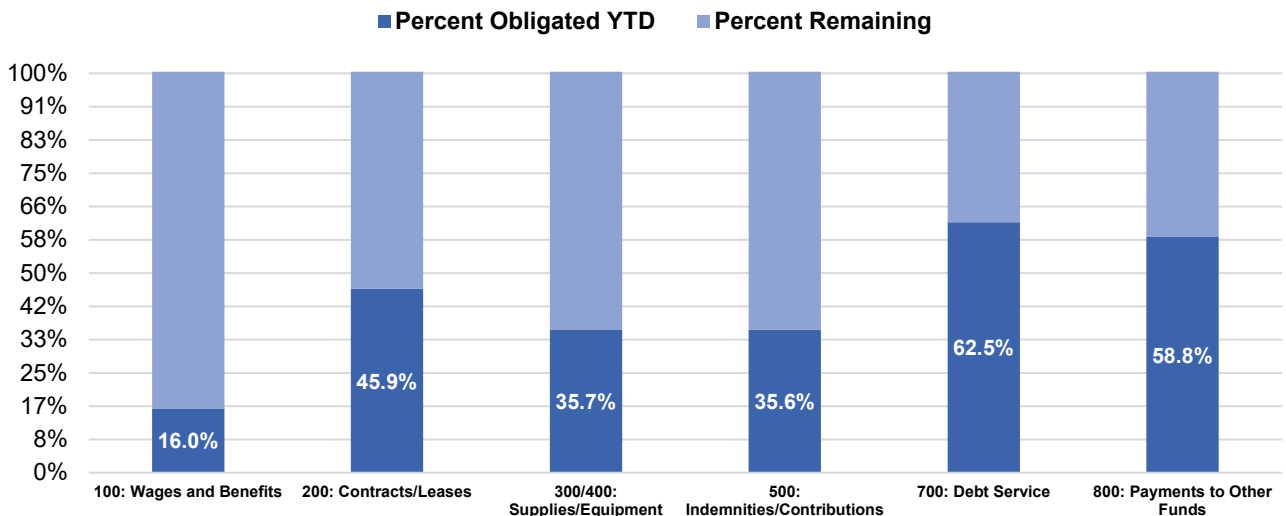
Year-to-Date Obligations

Since many contracts are encumbered at the beginning of the year, the City has expended \$1,124 million and encumbered an additional \$533.6 million, resulting in total obligations of \$1.658 billion. This total is approximately \$74.1 million, or 4.7 percent, more than in FY2023. It also represents 26.8 percent of the total FY2024 approved budget.

Obligations have been concentrated in Class 200: Contracts/Leases (\$633 million) and Class 100: Wages and Benefits (\$614.1 million). As shown in Figure 2, 62.5 percent of the FY2024 Class 700 budget, 58.8 percent of the Class 800 budget, 45.9 percent of the Class 200 budget, 35.7 percent of the Class 300/400 budget, and 35.6 percent of the Class 500 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, which 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: September General Fund Obligations by Department					
Department	FY2024 Adopted Budget	September FY2024	September FY2023	Over/(Under) FY2023	Percent Change
Finance	\$2,228,452,513	\$182,311,152	\$171,308,918	\$11,002,234	6.4%
Police	855,831,761	63,302,701	67,167,936	(3,865,235)	-5.8%
Fire	400,794,784	28,961,361	28,605,128	356,233	1.2%
Sinking Fund	324,217,521	17,224,614	17,424,480	(199,866)	-1.1%
Prisons	292,774,430	10,250,084	16,574,850	(6,324,765)	-38.2%
Public Property	273,836,514	5,107,295	33,923,164	(28,815,869)	-84.9%
Managing Director	252,227,025	11,126,567	8,715,515	2,411,052	27.7%
Human Services	219,709,887	11,693,336	60,981,729	(49,288,393)	-80.8%
Streets*	163,138,584	10,331,358	16,528,518	(6,197,160)	-37.5%
Public Health	148,736,320	11,762,007	7,207,331	4,554,676	63.2%
First Judicial District	129,052,431	13,958,097	13,245,003	713,094	5.4%
Innovation & Technology	128,271,326	18,348,480	10,780,859	7,567,621	70.2%
Other Departments	778,370,905	60,308,382	59,771,886	536,496	0.9%
Total General Fund	\$6,195,414,000	\$444,685,435	\$512,235,318	\$(67,549,882)	-13.2%
*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	September FY2024	September FY2023	Over/(Under) FY2023	Percent Change
Finance	\$2,228,452,513	\$417,289,249	\$380,190,360	\$37,098,889	9.8%
Police	855,831,761	178,976,154	177,697,628	1,278,526	0.7%
Fire	400,794,784	86,243,122	84,219,078	2,024,044	2.4%
Sinking Fund	324,217,521	166,293,094	163,251,597	3,041,497	1.9%
Prisons	292,774,430	94,596,378	89,945,956	4,650,421	5.2%
Public Property	273,836,514	105,405,501	127,084,678	(21,679,177)	-17.1%
Managing Director	252,227,025	87,006,233	71,569,387	15,436,846	21.6%
Human Services	219,709,887	140,131,653	104,496,184	35,635,470	34.1%
Streets*	163,138,584	31,961,644	51,178,132	(19,216,488)	-37.5%
Public Health	148,736,320	41,935,285	46,227,154	(4,291,869)	-9.3%
First Judicial District	129,052,431	27,877,998	26,443,456	1,434,542	5.4%
Innovation & Technology	128,271,326	47,767,026	46,387,245	1,379,781	3.0%
Other Departments	778,370,905	232,112,344	214,789,039	17,323,305	8.1%
Total General Fund	\$6,195,414,000	\$1,657,595,681	\$1,583,479,894	\$74,115,787	4.7%
*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	\$417,289,249	\$380,190,360	\$37,098,889
Finance	140,131,653	104,496,184	35,635,470
Managing Director's Office	87,006,233	71,569,387	15,436,846
Prisons	36,598,427	30,593,461	6,004,966
Commerce	37,622,394	32,659,098	4,963,296
Public Property	94,596,378	89,945,956	4,650,421
Police	37,216,977	32,726,236	4,490,741
Sinking Fund Commission	15,597,625	12,233,581	3,364,044
Free Library	25,857,070	22,748,205	3,108,866
Parks and Recreation	166,293,094	163,251,597	3,041,497
Total	\$1,058,209,100	\$940,414,065	\$117,795,035

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

Class/Description	Adopted Budget	Obligations	Percent Obligated YTD
100: Wages and Benefits	\$3,828,978,707	\$614,064,962	16.0%
200: Contracts/Leases	1,380,126,604	633,042,694	45.9%
300/400: Supplies/Equipment	145,090,135	51,805,139	35.7%
500: Indemnities/Contributions	425,194,220	159,519,037	35.6%
700: Debt Service	201,632,422	125,940,150	62.5%
800: Payments to Other Funds	147,031,812	73,223,698	58.8%
900: Advances/Misc. Payments	67,360,100	-	0.0%
Total	\$6,195,414,000	\$1,657,595,681	26.8%

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

Department	Adopted Budget	September Obligations	Percentage Obligated in September	YTD Obligations	Percentage Obligated YTD
Art Museum	\$2,142,000	-	0.0%	\$535,500	25.0%
Auditing	11,148,245	719,565	6.5%	2,266,444	20.3%
Board of Ethics	1,382,433	76,244	5.5%	218,577	15.8%
Board of Revision of Taxes	1,192,431	90,009	7.5%	254,450	21.3%
Chief Administrative Officer	18,420,959	1,094,268	5.9%	3,979,845	21.6%
City Commissioner	29,117,650	1,507,129	5.2%	4,098,711	14.1%
City Council	19,751,418	1,759,199	8.9%	4,269,995	21.6%
City Treasurer	5,114,652	122,294	2.4%	451,799	8.8%
Civil Service Commission	13,573,651	41,405	0.3%	62,200	0.5%
Commerce	49,880,108	589,765	1.2%	37,216,977	74.6%
Department of Fleet Services	70,612,951	9,045,598	12.8%	37,622,394	53.3%
District Attorney	51,119,070	4,022,488	7.9%	12,676,661	24.8%
Finance	2,228,452,513	182,311,152	8.2%	417,289,249	18.7%
Fire	400,794,784	28,961,361	7.2%	86,243,122	21.5%
First Judicial District of PA	129,052,431	13,958,097	10.8%	27,877,998	21.6%
Free Library	70,934,523	6,230,246	8.8%	15,597,625	22.0%
Human Relations Commission	2,756,401	194,706	7.1%	534,799	19.4%
Human Services	219,709,887	11,693,336	5.3%	140,131,653	63.8%
L&I - Board of Building Standards	86,609	7,358	8.5%	20,811	24.0%
L&I - Board of L&I Review	182,543	15,721	8.6%	50,184	27.5%
Labor	4,768,554	242,813	5.1%	745,584	15.6%
Law	28,854,870	2,468,641	8.6%	7,313,029	25.3%
Licenses and Inspections	44,257,829	2,740,927	6.2%	7,997,457	18.1%
Managing Director's Office	252,227,025	11,126,567	4.4%	87,006,233	34.5%
Mayor's Office	6,167,744	422,445	6.8%	1,250,551	20.3%
Mayor's Office of Community Empowerment and Opportunity	3,449,909	6,105	0.2%	1,387,346	40.2%
Mural Arts Program	3,683,320	33,638	0.9%	109,820	3.0%
Office of Behavioral Health and Intellectual DisAbility	29,024,448	681,846	2.3%	8,763,810	30.2%
Office of Children and Families	481,098	43,826	9.1%	125,803	26.1%
Office of Homeless Services	80,556,703	9,740,116	12.1%	36,598,427	45.4%
Office of Human Resources	12,710,756	545,063	4.3%	1,580,979	12.4%
Office of Innovation and Technology	128,271,326	18,348,480	14.3%	47,767,026	37.2%
Office of Property Assessment	18,310,182	1,063,866	5.8%	3,463,985	18.9%
Office of Sustainability	2,974,885	117,094	3.9%	369,338	12.4%
Office of the Inspector General	2,346,548	151,571	6.5%	470,318	20.0%
Parks and Recreation	79,418,097	10,912,308	13.7%	25,857,070	32.6%
Planning and Development	35,404,422	466,675	1.3%	1,325,169	3.7%
Police	855,831,761	63,302,701	7.4%	178,976,154	20.9%
Prisons	292,774,430	10,250,084	3.5%	94,596,378	32.3%
Procurement	7,235,722	231,230	3.2%	681,052	9.4%
Public Health	148,736,320	11,762,007	7.9%	41,935,285	28.2%
Public Property	273,836,514	5,107,295	1.9%	105,405,501	38.5%
Records	4,564,421	274,841	6.0%	1,295,925	28.4%
Register of Wills	5,024,798	381,297	7.6%	1,035,320	20.6%
Revenue	28,854,507	1,954,962	6.8%	5,344,310	18.5%
Sheriff	32,866,448	2,313,122	7.0%	6,540,081	19.9%
Sinking Fund Commission	324,217,521	17,224,614	5.3%	166,293,094	51.3%
Streets	163,138,584	10,331,358	6.3%	31,961,644	19.6%
Totals	\$6,195,414,000	\$444,685,435	7.2%	\$1,657,595,681	26.8%

Monthly City Obligations Update – September FY2024

Appendix C: City of Philadelphia Year-to-Date Obligations – September 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	2,266,444	2,318,768	(52,324)	-2.3%
Board of Ethics	218,577	201,877	16,700	8.3%
Board of Revision of Taxes	254,450	235,376	19,074	8.1%
Chief Administrative Officer	3,979,845	2,679,979	1,299,866	48.5%
City Commissioner	4,098,711	5,471,736	(1,373,025)	-25.1%
City Council	4,269,995	4,128,160	141,836	3.4%
City Treasurer	451,799	1,215,132	(763,333)	-62.8%
Civil Service Commission	62,200	60,209	1,992	3.3%
Commerce	37,216,977	32,726,236	4,490,741	13.7%
Department of Fleet Services	37,622,394	32,659,098	4,963,296	15.2%
District Attorney	12,676,661	11,454,971	1,221,690	10.7%
Finance	417,289,249	380,190,360	37,098,889	9.8%
Fire	86,243,122	84,219,078	2,024,044	2.4%
First Judicial District of PA	27,877,998	26,443,456	1,434,542	5.4%
Free Library	15,597,625	12,233,581	3,364,044	27.5%
Human Relations Commission	534,799	529,318	5,481	1.0%
Human Services	140,131,653	104,496,184	35,635,470	34.1%
L&I - Board of Building Standards	20,811	14,959	5,852	39.1%
L&I - Board of L&I Review	50,184	46,996	3,188	6.8%
Labor	745,584	651,055	94,528	14.5%
Law	7,313,029	5,341,887	1,971,141	36.9%
Licenses and Inspections	7,997,457	9,416,929	(1,419,472)	-15.1%
Managing Director's Office	87,006,233	71,569,387	15,436,846	21.6%
Mayor's Office	1,250,551	1,563,115	(312,564)	-20.0%
Mayor's Office of Community Empowerment and Opportunity	1,387,346	-	1,387,346	-
Mural Arts Program	109,820	93,786	16,035	17.1%
Office of Behavioral Health and Intellectual DisAbility	8,763,810	11,236,467	(2,472,657)	-22.0%
Office of Children and Families	125,803	118,905	6,898	5.8%
Office of Homeless Services	36,598,427	30,593,461	6,004,966	19.6%
Office of Human Resources	1,580,979	1,611,276	(30,298)	-1.9%
Office of Innovation and Technology	47,767,026	46,387,245	1,379,781	3.0%
Office of Property Assessment	3,463,985	3,802,425	(338,440)	-8.9%
Office of Sustainability	369,338	314,522	54,817	17.4%
Office of the Inspector General	470,318	390,197	80,122	20.5%
Parks and Recreation	25,857,070	22,748,205	3,108,866	13.7%
Planning and Development	1,325,169	4,081,525	(2,756,356)	-67.5%
Police	178,976,154	177,697,628	1,278,526	0.7%
Prisons	94,596,378	89,945,956	4,650,421	5.2%
Procurement	681,052	646,729	34,323	5.3%
Public Health	41,935,285	46,227,154	(4,291,869)	-9.3%
Public Property	105,405,501	127,084,678	(21,679,177)	-17.1%
Records	1,295,925	1,263,734	32,190	2.5%
Register of Wills	1,035,320	1,059,840	(24,520)	-2.3%
Revenue	5,344,310	6,901,051	(1,556,742)	-22.6%
Sheriff	6,540,081	6,467,535	72,546	1.1%
Sinking Fund Commission	166,293,094	163,251,597	3,041,497	1.9%
Streets*	31,961,644	51,178,132	(19,216,488)	-37.5%
Totals	\$1,657,595,681	\$1,583,479,894	\$74,115,787	4.7%

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