

City of Philadelphia  
Pennsylvania



**Schedule of  
Financial Assistance**

**Fiscal Year Ended  
June 30, 2008**

**Office of the Director of Finance**

**CITY OF PHILADELPHIA  
SCHEDULE OF FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

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**CITY OF PHILADELPHIA  
SCHEDULE OF FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

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**CITY OF PHILADELPHIA  
SCHEDULE OF FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

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# **INTRODUCTORY SECTION**

## **Letter of Transmittal**



# CITY OF PHILADELPHIA

## OFFICE OF THE DIRECTOR OF FINANCE

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Philadelphia, Pennsylvania 19102-1693  
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**ROB DUBOW**

Director of Finance

Honorable Michael Nutter  
Mayor, City of Philadelphia  
Room 215 City Hall  
Philadelphia, PA 19102

October 22, 2009

Dear Mayor Nutter:

The Schedule of Financial Assistance (SFA) of the City of Philadelphia for the fiscal year ended June 30, 2008, comprised of the Schedule of Expenditures of Federal Awards (SEFA), the Schedule of Expenditures of Pennsylvania Department of Public Welfare (PaDPW) Awards, and the Schedule of Federal Cash Receipts passed through the Pennsylvania Department of Community and Economic Development (PaDCED) is submitted herewith. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the Federal, PaDPW and PaDCED financial activity of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial assistance have been included.

### **THE FEDERAL SINGLE AUDIT REQUIREMENT**

The United States Congress enacted the Single Audit Act Amendments of 1996 (the Act), which the President signed into law on July 5, 1996. The Office of Management and Budget (OMB) issued Circular A-133, in accordance with the Act, to clarify and establish audit requirements for States, Local Governments and Non-Profit Organizations. The City is required by the Act to have an annual audit performed on its entire operations, including a separate reporting on its Federal financial activity, the SEFA.

The City's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2008, presents the entire operations of the City. The CAFR was issued under separate cover on February 20, 2009. The SFA is issued in conjunction with the CAFR in order to

comply with the reporting provisions of the Act. The report of the independent auditor on the SEFA, February 20, 2009, coincides with the CAFR's report date, as the financial presentations in each report are derived from the same financial activity in the City's various funds. Copies of the reporting package (CAFR and SFA) and Data Collection Form must be forwarded to the Federal Audit Clearinghouse (The U.S. Bureau of the Census). In addition, a reporting package must be issued to each grantor agency (federal, state or other government) affected by an audit finding on the Schedule of Findings and Questioned Costs or the Summary Schedule of Prior Year Findings. The report must be forwarded within 30 days of our receipt, but no later than nine months year after our fiscal year end of June 30, 2008. In accordance with the Act, the SEFA will be made available for public inspection.

The Federal financial activity of the City of Philadelphia is presented in the Financial Section of the SFA.

### **AGREED UPON PROCEDURES REPORTS**

On June 30, 2008, the PaDPW reissued the Single Audit Supplement as an aid to local government entities and their independent auditors in the specific auditing and performance of the Single Audit. This supplement provides program specific auditing and reporting requirements which are applied in conjunction with the Single Audit Act's required standards and guidelines for programs funded through the PaDPW.

The Schedule of Expenditures of Pennsylvania Department of Public Welfare Awards, and associated Supplementary Schedules, are presented in the Financial and Supplementary Financial Information Sections, respectively.

On January 3, 2003, the PaDCED requested specific auditing and reporting requirements for all federal cash receipts passing through the department. The Schedule of Federal Cash Receipts Passed through PaDECD is presented in the Financial Section.

### **OTHER REPORTING ENTITIES**

For Single Audit purposes, other quasi-governmental organizations included in the CAFR, as required by the Governmental Accounting Standards Board, are treated as subrecipients of the City. Only those Federal funds passed on to these agencies by the City are included in the SEFA. Each quasi-governmental agency is required to perform its own Single Audit, which would include Federal financial assistance received directly by the agency from all sources.

### **COGNIZANT AGENCY**

The OMB, in accordance with the Act, assigned the U.S. Department of Housing and Urban Development as the City's Cognizant Agency.

## **INDEPENDENT AUDITOR**

The Philadelphia Home Rule Charter establishes the City Controller, a separately elected official, as the independent auditor of the City of Philadelphia. Our Cognizant Agency has recognized the independence of the City Controller, and the Single Audit was conducted through his appointed Certified Public Accountant in charge of auditing, in accordance with the Home Rule Charter.

## **AUDITOR REPORTS**

The Single Audit Act Amendments of 1996, in conjunction with the American Institute of Certified Public Accountants, requires that the auditor issue three reports in connection with his examination of the SEFA: The Independent Auditor's Report on (1) the Schedule of Expenditures of Federal Awards; (2) Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements; (3) Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance. Additionally, the state departments of Public Welfare and Community and Economic Development require that the Auditor issue a report on the Application of certain agreed upon procedures. These Federal and State requirements have been met and the reports are included herein.

## **PLAN FOR CORRECTIVE ACTION**

The Act requires that the City submit its Plan for Corrective Action to eliminate such cases of material non-compliance cited in the Independent Auditor's Report on Compliance and Internal Controls. The City's Plan for Corrective Action to eliminate those cases of non-compliance and material weaknesses in the systems of internal control, is included as part of each individual grantee's response.

## **ACKNOWLEDGMENTS**

The preparation of this report has been accomplished with the efficient and dedicated service of the Office of the Director of Finance. We would like to express our appreciation to all the members of the Grants Accounting and Administration Unit, and in the several City Agencies involved in the management of Federal assistance funds, who assisted and contributed to the report's preparation, and enabled the City to successfully complete this Single Audit. We would also like to thank the Mayor, who continues to support our efforts to establish strong, centralized accounting and administrative internal control systems for the effective and efficient management of grant-funded programs City-wide.

Respectfully submitted,



Rob Dubow,  
Director of Finance

# **FINANCIAL SECTION**

## **Schedule of Expenditures of Federal Awards**

### **Schedule of Expenditures of Pennsylvania Department of Public Welfare Awards**



# CITY OF PHILADELPHIA

OFFICE OF THE CONTROLLER  
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ALAN BUTKOVITZ  
City Controller

ALBERT F. SCAPEROTTO  
Deputy City Controller

## INDEPENDENT AUDITOR'S REPORT ON SCHEDULES OF EXPENDITURES OF FEDERAL AND PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE AWARDS

To the Honorable Mayor and Honorable Members  
of the Council of the City of Philadelphia

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Philadelphia, Pennsylvania as of and for the year ended June 30, 2008, and have issued our report thereon dated February 20, 2009. Our report was modified to include a reference to the reports of other auditors, the adoption of new accounting standards, and the exclusion of a previously included component unit. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the City of Philadelphia, Pennsylvania's basic financial statements. The accompanying Schedules of Expenditures of Federal and Pennsylvania Department of Public Welfare (DPW) Awards are presented for purposes of additional analysis as required by the *U.S. Office of Management and Budget Circular A-133*, and the *DPW Single Audit Supplement* and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

February 20, 2009

  
ALBERT F. SCAPEROTTO, CPA  
Deputy City Controller

# **Schedule of Expenditures of Federal Awards**

**City of Philadelphia**  
**Schedule of Expenditures of Federal Awards**  
**July 1, 2007 to June 30, 2008**

<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
<b><u>U.S. Department of Agriculture</u></b>					
<b>Cluster - PA Department of Education:</b>					
School Lunch Breakfast and Milk	221121	10.555	Receipts	199,763	180,960
After School Snack Program	160323	10.559	300-51-726-0	325,000	3,251
After School Snack Program	160339	10.559	300-51-726-0	300,390	297,637
Summer Food Program	160322	10.559	Budget	4,127,513	3,599,952
Summer Food Program	160338	10.559	Budget	535,491	535,491
<b>Subtotal PA Department of Education:</b>				<b>5,488,158</b>	<b>4,617,291</b>
<b>Passed-Through - PA Department of Education:</b>					
Child & Adult Care Food Pgm - CACFP	240450	10.558	300-51-653-0	2,128,896	714,052
<b>Subtotal PA Department of Education:</b>				<b>2,128,896</b>	<b>714,052</b>
<b>Total U.S. Department of Agriculture:</b>				<b>7,617,054</b>	<b>5,331,343</b>
<b><u>U.S. Department of Commerce</u></b>					
<b>Direct - U.S. Department of Commerce:</b>					
Technology Opportunities Program	240497	11.552	42-60-104015	527,358	208,260
<b>Subtotal U.S. Department of Commerce:</b>				<b>527,358</b>	<b>208,260</b>
<b>Passed-Through - PA Department of Environmental Protection:</b>					
Coastal Nonpoint Pollution Prg (CNPP)	280089	11.419	4100042782	12,500	3,014
Coastal Zone Management Implementation	280086	11.419	4100036434	19,500	11,245
<b>Subtotal PA Department of Environmental Protection:</b>				<b>32,000</b>	<b>14,259</b>
<b>Total U.S. Department of Commerce:</b>				<b>559,358</b>	<b>222,519</b>
<b><u>U.S. Department of Defense</u></b>					
<b>Passed-Through - PA Department of Environmental Protection:</b>					
Payment in Lieu of R. E. Taxes	363633	12.112	Receipts	17,403	17,403
<b>Subtotal PA Department of Environmental Protection:</b>				<b>17,403</b>	<b>17,403</b>
<b>Total U.S. Department of Defense:</b>				<b>17,403</b>	<b>17,403</b>

**City of Philadelphia**  
**Schedule of Expenditures of Federal Awards**  
**July 1, 2007 to June 30, 2008**

<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
<b>U.S. Department of Housing &amp; Urban Development</b>					
<b>Direct - U.S. Department of Housing &amp; Urban Development:</b>					
HUD Homes Inspection Services	142470	14.000	HO3C94023800000/CPHI008	673,550	429,862
HUD Homes Inspection Services	142659	14.000	HO3C94023800000/CPHI009	344,230	173,747
CDBG YEAR 15	06095	14.218	B-89-MC-42-0012	51,252,000	729
CDBG YEAR 18	06125	14.218	B-92-MC-42-0012	58,013,000	1,803
CDBG YEAR 19	06998	14.218	B-93-MC-42-0012	64,173,000	4,103
CDBG YEAR 20	06997	14.218	B-94-MC-42-0012	70,788,000	132,479
CDBG YEAR 21	06996	14.218	B-95-MC-42-0012	72,928,000	99,448
CDBG YEAR 22	06995	14.218	B-96-MC-42-0012	71,056,000	361,467
CDBG YEAR 23	06994	14.218	B-97-MC-42-0012	69,968,000	98,677
CDBG YEAR 24	06992	14.218	B-98-MC-42-0012	68,298,000	44,540
CDBG YEAR 25	06989	14.218	B-99-MC-42-0012	68,713,000	1,649,139
CDBG YEAR 26	06986	14.218	B-00-MC-42-0012	69,091,000	127,733
CDBG YEAR 27	06986	14.218	B-01-MC-42-0012	71,676,000	50,913
CDBG YEAR 28	06984	14.218	B-02-MC-42-0012	69,444,000	185,749
CDBG YEAR 29	06983	14.218	B-03-MC-42-0012	63,763,000	754,046
CDBG YEAR 30	06982	14.218	B-04-MC-42-0012	63,067,000	345,409
CDBG YEAR 31	06981	14.218	B-05-MC-42-0012	59,721,856	702,661
CDBG YEAR 32	06980	14.218	B-06-MC-42-0012	53,718,163	8,780,722
CDBG YEAR 33	06986	14.218	B-07-MC-42-0012	43,976,574	30,387,400
CDBG YEAR 33 PROGRAM INCOME	06986	14.218	B-07-MC-42-0012	11,934,502	11,934,502
Interim Const Assist - Hunter School Homeowne	061CH1	14.218	0120897-04	3,500,000	3,500,000
Interim Const Assist - Pradera Homes III	061CP2	14.218	0120897-04	2,960,000	2,960,000
Interim Const Assist - Twins at Powder Mill	061CT1	14.218	0120897-04	7,500,000	7,500,000
Interim Const Assist - Union Hills Homes	061CU1	14.218	0120897	4,400,000	4,400,000
Section 108 Interest	062037	14.218	Interest	513,078	24,287
Section 108 Interest	062064	14.218	Interest	333,430	48,176
Section 108 Loan Repayment Year 33	06986	14.218	B-07-MC-42-0012	9,666,413	9,666,413
Section 108 Loans - Year 22	060159	14.218	B6MC420012&B96MC42001	15,000,000	200
Section 108 Loans - Year 23	060378	14.218	B96MCA&B97MC420012	33,500,000	398
Section 108 Loans - Year 24	06SE24	14.218	B-00-MC-42-0012	12,952,826	413,424
Section 108 Loans - Year 25	06SE25	14.218	B-07-MC-42-0012	10,499,930	32,568
McKinney Shelter Program	240660	14.231	S-06-MC-42-0001	2,297,107	603,100
McKinney Shelter Program	240775	14.231	S-07-MC-42-0001	2,316,765	1,604,054
SHP - Calcutta House III	240465	14.235	PA01B100020	466,271	9,472
SHP - Casa Nueva Vida (PH)	240494	14.235	PA01B000018	103,837	5,539
SHP - Casa Nueva Vida (TH)	240495	14.235	PA01B000019	596,319	15,514

**City of Philadelphia**  
**Schedule of Expenditures of Federal Awards**  
**July 1, 2007 to June 30, 2008**

<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
SHP - Cecil Housing - Achievability	240662	14.235	PA01B400028	655,200	41,675
SHP - Chestnut Manor	240496	14.235	PA01B200014	1,050,112	224,796
SHP - FaSST Housing	240603	14.235	PA01B000025	1,969,820	401,042
SHP - Fresh Start	240499	14.235	PA01B300023	903,273	469,638
SHP - HMIS Renewal	240668	14.235	PA01B600035	147,924	147,924
SHP - Imani Homes III	240493	14.235	PA01B000017	235,850	47,158
SHP - Imani Homes IV	240468	14.235	PA01B100001	838,446	108,340
SHP - Imani Homes V	240492	14.235	PA01B200013	1,299,981	142,506
SHP - Imani Homes VI	240604	14.235	PA01B300001	1,016,444	150,442
SHP - Monument Mews	240464	14.235	Award Letter	1,841,421	99,955
SHP - New Neighbors	240632	14.235	PA01B400036	866,892	230,724
SHP - Pennsgrove Permanent Hsg Init	240601	14.235	PA01B300024	847,446	183,549
SHP - Positive Living	240631	14.235	PA01B300025	567,084	235,722
SHP - Project Restoration	240635	14.235	PA01B400029	1,365,286	261,276
SHP - Tioga Arms	240602	14.235	PA01B100021	1,277,980	441,628
Shelter Plus Care	240718	14.238	PA26C96-0004	41,139	15,232
Shelter Plus Care	240717	14.238	PA26C96-0001	555,552	98,396
Shelter Plus Care II	240715	14.238	PA26C93-1087	947,876	282,649
Shelter Plus Care III	240716	14.238	PA26C94-0025	213,531	126,464
SPC - 1260 HDC - Hopin II (60-0044)	240749	14.238	PA01C60-0044	601,080	288,440
SPC - 1260 HDC (00-0001)	240726	14.238	PA01C00-0001	322,510	89,032
SPC - 1260 HDC (30-0026)	240731	14.238	PA01C30-0026	378,966	60,076
SPC - 1260 HDC (30-0027)	240732	14.238	PA01C30-0027	1,145,209	154,649
SPC - 1260 HDC (40-0031)	240734	14.238	PA01C40-0031	887,474	86,150
SPC - 1260 HDC (50-0039)	240741	14.238	PA01C50-0039	190,080	56,977
SPC - 1260 HDC (90-0003)	240724	14.238	PA01C90-0003	776,343	357,572
SPC - 1260 HDC-Hopin III (60-0043)	240776	14.238	PA01C60-0043	185,520	45,104
SPC - APM (00-0027)	240727	14.238	PA01C00-0027	592,390	30,468
SPC - APM (90-0021)	240725	14.238	PA01C90-0021	189,395	59,308
SPC - APM-Prj Hogareno (60-0045)	240779	14.238	PA01C60-0045	252,036	121,690
SPC - Bethesda Prj (20-0017)	240730	14.238	PA01C20-0017	47,143	22,131
SPC - Bethesda Prj (50-0040)	240742	14.238	PA01C50-0040	115,788	6,144
SPC - Bethesda.Scattered (60-0046)	240777	14.238	PA01C60-0046	112,704	69,732
SPC - Calcutta House (20-0015)	240728	14.238	PA01C20-0015	160,288	42,552
SPC - Calcutta House (80-0004)	240720	14.238	PA26C80-0004	26,925	8,870
SPC - Friends Rehab (80-0014)	240721	14.238	PA26C80-0014	469,486	109,813
SPC - Gaudenzia-Tioga Arms (40-0001)	240735	14.238	PA01C40-0001	2,471,364	201,240
SPC - PCRC - D&A/Efficiencies/MH (60-0054)	240786	14.238	PA01C60-0054	695,520	476,496

**City of Philadelphia**  
**Schedule of Expenditures of Federal Awards**  
**July 1, 2007 to June 30, 2008**

<u>Grantor Agency/</u> Project Title	City ID Number	CFDA	Contract Number	Federal Awards	Federal Expenditures
SPC - PCRC - Pathways/Reunification	240785	14.238	PA01C60-0057	802,308	582,732
SPC - Phila Hsg Sup Ctr (30-0028)	240733	14.238	PA01C30-0028	1,573,818	264,745
SPC - Prj HOME - Hope Haven II (60-0050)	240789	14.238	PA01C60-0050	60,840	33,918
SPC - Prj HOME-In Community/Serr (60-0052)	240787	14.238	PA01C60-0052	326,508	249,063
SPC - Project Home (50-0045)	240744	14.238	PA01C50-0045	210,396	10,563
SPC - Project Home (50-0046)	240745	14.238	PA01C50-0046	124,920	7,654
SPC - Project Home (97-0114)	240719	14.238	PA26C97-0114	1,305,853	285,147
SPC - Veteran's Multi-Svc (50-0041)	240743	14.238	PA01C50-0041	279,240	8,495
SPC - Veteran's Multi-Svc (60-0053)	240778	14.238	PA01C60-0053	272,460	121,824
HOME - Payroll	062087	14.239	M-07-MC-42-0203	210,764	210,764
HOME Investment Partnership	060056	14.239	M-97-MC-42-0203	12,613,000	13,807
HOME Investment Partnership	06HM01	14.239	M-00-MC-42-0203	14,685,000	233,340
HOME Investment Partnership	06HM06	14.239	M-05-MC-42-0203	16,044,850	3,097,480
HOME Investment Partnership	06HM02	14.239	M-01-MC-42-0203	16,325,000	1,829,224
HOME Investment Partnership	06HM03	14.239	M-02-MC-42-0203	16,137,959	235,553
HOME Investment Partnership	06HM05	14.239	M-04-MC-42-0203	18,045,042	2,634,702
HOME Investment Partnership	06HM08	14.239	M-07-MC-42-0203	15,268,611	3,675,505
HOME Investment Partnership	06HM07	14.239	M-06-MC-42-0203	15,363,342	3,865,792
HOME Investment Partnership	06HM04	14.239	M-03-MC-42-0203	16,780,000	2,620,391
HOPWA - Payroll	062090	14.241	PA-H-07-F-001	180,000	180,000
Housing Opp For Persons With AIDS	06HW07	14.241	PA-H-06-F-001	6,903,000	121,113
Housing Opp For Persons With AIDS	06HW08	14.241	PA-H-07-F-001	6,470,000	6,006,889
Housing Opp For Persons With AIDS	060057	14.241	PA26H97-F017	3,118,000	11,237
Housing Opp For Persons With AIDS	06HW05	14.241	PA-H-04-F001	7,632,000	52,271
Housing Opp For Persons With AIDS	06HW02	14.241	PA-H01-F001	6,224,000	349,906
Housing Opp For Persons With AIDS	06HW00	14.241	PA26H99-F001	3,428,000	36,488
Housing Opp For Persons With AIDS	060242	14.241	PA26H96-F016	2,682,000	937
Housing Opp For Persons With AIDS	060127	14.241	PA26H95-F014	2,966,000	33,068
Housing Opp For Persons With AIDS	06HW03	14.241	PA-H02-F-001	7,125,000	44,424
Brownsfield Economic Development	420217	14.246	B-98-BD-42-0024	2,000,000	2,000,000
EDI - Girard Avenue	420193	14.246	B-03-SP-PA-0643	67,061	10,639
EDI - Special Project - Pa Hort Soc	06MVP6	14.246	B-04-SP-PA-0707	198,820	18,937
HUD Lead Hazard Control	142484	14.900	PALHB0289-05	2,999,628	1,195,042
HUD Lead Hazard Control (Safe Home)	142608	14.900	4100034434	99,596	81,192
HUD Lead Hazard Demo Grt	142331	14.900	PALHD0026-04	4,000,000	603,984
HUD Lead Hazard Demo Grt	142422	14.900	PALHD0136-05	4,000,000	1,401,590
HUD Residential Lead Abatement	142675	14.900	4100034434	260,168	260,168
Healthy Home Day Care	142485	14.901	PALHH0143-05	1,000,000	440,428

**City of Philadelphia**  
**Schedule of Expenditures of Federal Awards**  
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<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
HUD Lead Technical Studies	142486	14.902	PALHT0107-05	600,000	316,204
<b>Subtotal U.S. Department of Housing &amp; Urban Development:</b>				<b>1,443,849,512</b>	<b>126,189,053</b>
<b>Passed-Through - PA Department of Community and Economic Development:</b>					
Shelter Project	240667	14.231	C000022702	153,590	153,590
Shelter Project	240790	14.231	C000029341	92,692	79,753
<b>Subtotal PA Department of Community and Economic Development:</b>				<b>246,282</b>	<b>233,343</b>
<b>Passed-Through - Philadelphia Housing Authority:</b>					
Davis-Bacon Wage Rate Monitoring	100524	14.850	Cooperative Agreement	130,000	120,499
<b>Subtotal Philadelphia Housing Authority:</b>				<b>130,000</b>	<b>120,499</b>
<b>Total U.S. Department of Housing &amp; Urban Development:</b>				<b>1,444,225,794</b>	<b>126,542,895</b>
<b><u>U.S. Department of the Interior</u></b>					
<b>Direct - U.S. Department of the Interior:</b>					
Tinicum Wildlife Preserve	360076	15.608	receipts	1,611	1,611
Homeland Security Mapping	040090	15.808	LOA 2783-ALY05	100,000	34,411
<b>Subtotal U.S. Department of the Interior:</b>				<b>101,611</b>	<b>36,022</b>
<b>Passed-Through - PA Department of Conservation and Natural Resources:</b>					
Fisher Park	C17041	15.916	LWCF 42-01533	350,000	15,475
Parkside Ave Rec Improvements	C17042	15.916	ME 288503	400,000	114,419
<b>Subtotal PA Department of Conservation and Natural Resources:</b>				<b>750,000</b>	<b>129,894</b>
<b>Total U.S. Department of the Interior:</b>				<b>851,611</b>	<b>165,916</b>
<b><u>U.S. Department of Justice</u></b>					
<b>Direct - U.S. Department of Justice:</b>					
Federal Forfeiture - DOJ - All Years	110663	16.000	Receipts	3,371,755	533,290
Federal Forfeiture Funds - DOJ	690310	16.000	Annual Certification Rpt	396,800	396,799
YVRP - Federal Earmark I	100514	16.541	2006-JL-FX-0178	71,890	3,619
YVRP - Federal Earmark I	110707	16.541	2006-JL-FX-0178	175,000	119,037
YVRP - Federal Earmark I	221114	16.541	2006-JL-FX-0178	203,931	203,931
YVRP - Federal Earmark I	690273	16.541	2006-JL-FX-0178	102,121	41,370
YVRP - Federal I - Adult Probation	840383	16.541	2006-JL-FX-0178	469,970	469,970
YVRP - Federal I - Juvenile Probation	840384	16.541	2006-JL-FX-0178	211,123	192

**City of Philadelphia**  
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<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
D.N.A. Capacity Enhancement Pgm	110720	16.560	2006-DN-BX-K158	516,810	173,488
D.N.A. Capacity Enhancement Pgm	110685	16.560	2005-DA-BX-K104	382,594	3,352
Police Cold Case DNA Grant	690300	16.560	2007-DN-BX-K219	27,097	4,116
Solving Cold Cases with DNA	110736	16.560	2007-DN-BX-K219	472,903	56,797
Forensic Casework D.N.A. Backlog Reduction	110653	16.564	2004-DN-BX-K088	1,067,670	73,563
Forensic Casework D.N.A. Backlog Reduction	110686	16.564	2005-DN-BX-K067	277,116	26,460
REIMB-SCAAP Program	230112	16.579	2008-AP-BX-0232	319,846	319,846
State Criminal State Alien Assist Pgm	230111	16.579	Receipts	75,025	75,025
Courtroom Presentation Tech Grt	690232	16.580	2004-DD-BX-1220	455,160	43,421
Gun Violence Initiative	110742	16.580	2007-DD-BX-0652	824,897	38,805
HIDTA - Drug Violence Intelligence	110642	16.580	I4PPCP553Z	262,800	19,728
HIDTA - Drug Violence Intelligence	110671	16.580	I5PPCP553Z	262,800	25,371
HIDTA - Drug Violence Intelligence	110730	16.580	I7PPCP553Z	65,300	19,452
HIDTA - Federal	110589	16.580	I3PPCP553Z	519,200	5,796
Adult Sex Offender Mgt Plan	840500	16.590	2007-WP-BX-0013	49,984	10,316
Imp Dom Violence Arrests & Enforce (EPFA)	840422	16.590	2005-WE-AX-0026	18,948	2,560
Imp. Dom. Viol. Arrests & Protection	240633	16.590	2005-WE-AX-0026	699,293	225,631
Improv Domestic Violence Arrests & Enforce	110709	16.590	2005-WE-AX-0026	119,939	14,618
Violence Against Women Arrest Grant	690277	16.590	2005-WE-AX-0026	70,000	43,250
Weed & Seed - 24th & 25th District	110753	16.595	2007-WS-Q7-0066	50,383	46,497
Weed & Seed - 26th District	110754	16.595	2007-WS-Q7-0139	55,366	46,985
Weed & Seed - West Philadelphia	110752	16.595	2007-WS-Q7-0070	46,734	42,303
Bulletproof Vest Partnership	110715	16.607	Award Notication / On-line ap	428,959	331,017
Gang Resistance Ed & Train (GREAT)	110712	16.737	2006-JV-FX-0127	250,000	1,856
Gang Resistance Ed & Train (GREAT)	110737	16.737	2007-JV-FX-0314	150,000	146,017
GREAT National Expansion	110701	16.737	2005-JV-FX-K011 Supp	582,000	217,620
E. Byrne JAG Pgm - Drug Treatment Court	840406	16.738	2005-DJ-BX-0907	168,492	32,388
E. Byrne Memorial Justice Assist Grant	690256	16.738	2005-DJ-BX-0907	177,077	20,000
E. Byrne Memorial Justice Assist Grant	160319	16.738	2005-DJ-BX-0907	188,492	123,009
E. Byrne Memorial Justice Assist Grant	110688	16.738	2005-DJ-BX-0907	2,261,901	1,058,140
JAG - II	690268	16.738	2006-DJ-BX-0601	90,083	90,083
JAG - II	110702	16.738	2006-DJ-BX-0601	1,261,161	632,867
JAG - III	260238	16.738	2007-DJ-BX-0891	140,000	114,985
JAG - III	690290	16.738	2007-DJ-BX-0891	90,082	47,397
JAG - III	110733	16.738	2007-DJ-BX-0891	1,755,379	45,785
JAG - III - Mayor's Ofc of Re-entry	100526	16.738	2007-DJ-BX-0891	300,000	284,995
JAG - Interest - Drug Treatment Court	840404	16.738	Interest Income	13,941	13,150
JAG-II - Drug Treatment Court	840419	16.738	2006-DJ-BX-0601	108,099	10,024

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<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
JAG-II - Interest	110703	16.738	Interest Income	58,836	37,377
JAG-II - Interest	690269	16.738	Interest Income	4,209	4,209
JAG-II - Night Court	840418	16.738	2006-DJ-BX-0601	72,066	13,477
JAG-II - Night Court - Interest	840420	16.738	Interest Income	3,003	2,984
JAG-III - Interest	690291	16.738	Interest Income	2,267	2,136
Justice Assist Grant - Interest	110691	16.738	Interest Income	189,104	132,852
Justice Assist Grant - Interest	690257	16.738	Interest Calculation	8,772	477
Justice Assist Grant - Interest	160321	16.738	Interest Income	12,885	12,640
Justice & Mental Hlth Collaboration Pgm	150281	16.745	2006-MO-BX-0023	200,000	122,655
<b>Subtotal U.S. Department of Justice:</b>				<b>20,159,265</b>	<b>6,583,729</b>
<b>Passed-Through - PA Executive Offices:</b>					
JAIBG IX - CAPE	221117	16.523	2006-JB-11-17734	43,314	43,294
JAIBG IX - CBPS	221119	16.523	2006-JB-11-17734	42,929	42,929
JAIBG IX - JJS	221118	16.523	2006-JB-11-17734	312,499	207,229
JAIBG IX - Pretrial Prosecutor	690279	16.523	2006-JB-11-17734	70,304	70,304
JAIBG IX - Teen Centers	160336	16.523	2006-JB-11-17734	163,689	163,321
JAIBG VI - JJS	221066	16.523	2003-JB-11-14244	1,143,055	68,045
JAIBG VII - Teen Centers	160320	16.523	2004-JB-11-15432	164,945	615
JAIBG VIII - JJS	221113	16.523	2005-JB-11-16553	253,021	120,041
JAIBG VIII - Teen Centers	160332	16.523	2005-JB-11-16553	163,689	131,674
Philadelphia Community Court	150150	16.579	2003-DS-04-15457	39,890	29,098
Philadelphia Community Court	150282	16.579	2004-DS-04-15457-3	11,273	11,273
Make Philly Safe Campaign	040093	16.738	2005-JG-03-17688	50,000	18,000
<b>Subtotal PA Executive Offices:</b>				<b>2,458,608</b>	<b>905,823</b>
<b>Passed-Through - Miscellaneous Non-Profit Funding:</b>					
Stope Violence Against Women	110728	16.588	2006/2007VA06018351	19,909	19,909
<b>Subtotal Miscellaneous Non-Profit Funding:</b>				<b>19,909</b>	<b>19,909</b>
<b>Passed-Through - Citizens Crime Commission of Delaware Valley:</b>					
PSN - Anti-Gang Initiative	690275	16.609	2006-PG-BX-0098	160,000	67,668
PSN - FAST	690276	16.609	2006-GP-CX-0092	160,000	96,470
<b>Subtotal Citizens Crime Commission of Delaware Valley:</b>				<b>320,000</b>	<b>164,138</b>
<b>Total U.S. Department of Justice:</b>				<b>22,957,782</b>	<b>7,673,599</b>

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<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
<b><u>U.S. Department of Labor</u></b>					
<b>Passed-Through - Private Industry Council:</b>					
Phil-a-Job II - Work Experience	160333	17.250	Award Letter 03/15/07	130,000	108,431
Phil-A-Job II - Work Experience	160337	17.250	Award Letter 03/10/08	195,500	15,574
<b>Subtotal Private Industry Council:</b>				325,500	124,004
<b>Passed-Through - Philadelphia Corporation for the Aging:</b>					
Comm on Aging - PCA	050263	17.235	Award Letter 06/28/2006	821,594	697
Comm On Aging - PCA	050266	17.235	Award Letter 08/06/2007	917,978	909,289
<b>Subtotal Philadelphia Corporation for the Aging:</b>				1,739,572	909,986
<b>Total U.S. Department of Labor:</b>				<b>2,065,072</b>	<b>1,033,991</b>
<b><u>U.S. Department of Transportation</u></b>					
<b>Direct - U.S. Department of Transportation:</b>					
Independence Mall Gateway	C12178	20.205	PA-90-X438-00	176,910	8,003
Independence Mall Gateway Streetscape	C12178	20.500	PA 90-X438-01	6,254,261	48,367
<b>Subtotal U.S. Department of Transportation:</b>				6,431,171	56,370
<b>Direct - U.S. Department of Transportation:</b>					
Acquire Air Rescue & Firefight Vehicle	422181	20.106	3-42-0076-077-2006	600,000	600,000
Construct RW's-EIS Phase 3	C42576	20.106	3-42-0076-073-05	6,000,054	788,269
Construct RW's-EIS Phase 4	C42576	20.106	3-42-0076-079-06	4,000,000	1,184,362
Extend Runway 17-35	C42584	20.106	3-42-0076-075-05	12,779,619	3,023,102
Extend Runway 17-35, PH 2	C42584	20.106	3-42-0076-078-06	29,677,166	17,678,447
Improve Runway 9R/27L Safety Area	C42586	20.106	3-42-0076-076-06	4,575,000	58,301
Improve RW 9R,PH1, Rehab D,E Apron,TWJ P	C42577	20.106	3-42-0076-064-03	5,800,000	27,196
Modify Terminal Bldg (FIDS)	C42574	20.106	3-42-0076-061-03	3,831,013	3,039,212
Noise Mitigation - PH 3	C42573	20.106	3-42-0076-072-05	2,400,000	998,040
Noise Mitigation - PH 4	C42573	20.106	3-42-0076-080-07	2,400,000	281,778
Noise Mitigation - PH 5	C42573	20.106	3-42-0076-084-08	6,950,000	120,209
Rehab Airfield Lighting	C42587	20.106	3-42-0074-013-06	1,176,993	818,286
Rehab Cargo Apron, PH 3	C42583	20.106	3-42-0076-071-04	1,978,936	5,175
Rehab Cargo Apron, PH 4	C42583	20.106	3-42-0076-077-06	4,424,478	1,998,798
Rehab Taxiway A & L	C42590	20.106	3-42-0074-014-08	150,822	5,520
Rehab Taxiway S	C42588	20.106	3-42-0076-082-07	9,100,000	75,086
Rehab Term D,E & RW 9R	C42581	20.106	3-42-0076-068-04	1,650,000	796,030

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<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
Rehab Term D,E & RW 9R	C42581	20.106	3-42-0076-074-05	5,450,000	119,456
VALE Project Infrastructure	C42589	20.106	3-42-0076-083-08	3,258,668	42,490
<b>Subtotal U.S. Department of Transportation:</b>				106,202,749	31,659,760
<b>Passed-Through - PA Department of Transportation:</b>					
3rd Highway '02	C12197	20.205	065713	2,711,300	11,462
30th St Station Gateway	C12171	20.205	065637A	357,400	588
40th St/AMTRAK	C12112	20.205	065282C	2,862,994	69
41st Street/AMTRAK	C12207	20.205	065467	1,682,400	3,553
42nd St/AMTRAK	C12130	20.205	065331B	2,076,800	180
52nd St & Lancaster Ave	C12214	20.205	066516	200,000	22,638
American Street	C12209	20.205	066526A	80,000	17,286
Belfield Rd (Old York Rd - Wister)	C12170	20.205	065720A	2,084,288	666,793
Bells Mill Road (Germantown-Stenton Aves)	C12133	20.205	065643	68,400	2,390
Bells Mill Road (Germantown-Stenton Aves)	C12133	20.205	065643A	670,800	1,310
Center City Traffic Signals	C12137	20.205	065721B	16,047,847	54,967
City Wide 05 -3R	C12202	20.205	065736A	3,280,000	1,353,492
Citywide '03 3R	C12172	20.205	065687A	3,585,823	7,298
Citywide 101	C12212	20.205	066514	80,000	59,867
Citywide 102	C12215	20.205	066530	80,000	1,506
CityWide Bumpouts	C12213	20.205	066525	128,000	15,970
Delaware Ave (Lewis-Orthodox)	C12169	20.205	065697A	4,232,000	327,338
Delaware Ave Naval Base Ctr	C12167	20.205	065696	372,000	15,211
FP Bikeway & Rail Trail (MYK)	C17005	20.205	065734A	1,495,000	469,510
Glenwood Ave / CONRAIL	C12175	20.205	066519	661,600	499,286
Haverford Ave	C12195	20.205	065698	368,000	12,643
Hunting Park Ave / CONRAIL	C12183	20.205	066565	1,254,400	639,881
Lehigh Ave East (Broad - Richmond)	C12190	20.205	065701	539,000	144,659
Lehigh Ave West (Broad-Ridge)	C12199	20.205	065702	348,000	84,037
Market St Signals (46th to 63rd)	C12124	20.205	065714A	858,275	64,401
Mobility Alternatives Program (MAP)	510105	20.205	520724-B	62,200	19,843
Ontario Street / CONRAIL	C12181	20.205	066521	333,600	359,072
Passyunk Ave (Broad - 63rd St)	C12188	20.205	065700A	432,000	104,543
President's House Exhibit	C42012	20.205	066532	3,600,000	60,516
School House Lane (Ridge-Henry)	C12095	20.205	065631	3,355,600	10,697
Sedgley Ave / CONRAIL	C12184	20.205	066520	798,400	87,616
South Street / Schuylkill	C12132	20.205	065469C	13,409,456	2,923,248
South Street Detour Signals	C12210	20.205	066568A	4,398,837	3,490,737

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<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
South Street Detour Signals	C12210	20.205	066510	220,000	24,784
South Street Detour Signals	C12210	20.205	H240-X065-250	100,000	33,256
South Street Streetscape	C12217	20.205	066527	89,909	118,656
Stenton Ave (Paper Mill Rd - Broad St)	C12189	20.205	065678A	479,200	754
Traffic Control #4	C12187	20.205	065709	200,000	5,001
Westbank Greenway-Phase 1	C12146	20.205	065719B	2,824,000	912,111
Motor Carrier Safety Assistance Program	110692	20.218	PSP2805/MH05421	285,039	11,717
Comprehensive Highway Safety Prg	150188	20.600	CP 06-06-1	207,624	26,289
Comprehensive Highway Safety Prg	150278	20.600	CTSP-2007-Phila-00014	375,138	281,354
DUI Treatment Court	840435	20.600	HSGP-2007-Phila-00043	213,355	129,174
Highway Safety Corridor - Roosevelt Blvd.	110718	20.600	157PT 07-01-1	249,996	53,279
Highway Safety Corridor - Roosevelt Blvd.	110744	20.600	HSGP-2007-Phila-00044	255,263	236,656
Sobriety Ckpt & Expand DUI Enforcement	110740	20.600	IDP-2007-Phila-0049	129,656	80,028
Sobriety Ckpt & Expand DUI Enforcement	110716	20.601	J8 07-26-1	126,667	79,750
DUI Treatment Court	840430	20.605	QNI-07-09-01	150,000	88,992
<b>Subtotal PA Department of Transportation:</b>				<b>78,420,267</b>	<b>13,614,406</b>
<b>Passed-Through - Delaware Valley Regional Planning Commission:</b>					
Lower Germantown-Wayne Junct Concept Pln	510106	20.205	05-67-114 - A	150,000	115,657
Phila's Future: Laying the Foundation	510121	20.205	08-67-119	100,000	39,106
Region Wide Transportation GIS Prj	120305	20.205	08-53-304	20,000	5,551
Riverfront-Rail Urban Design Study	510109	20.205	05-67-112	95,000	86,644
South of South Walkability Project	510108	20.205	06-67-112	80,000	21,280
Large Employer Transit Survey	510107	20.505	07-63-009	48,000	25,000
Short Range Planning	510115	20.505	08-63-006	98,000	71,442
Transit Planning and Programming	510117	20.505	08-63-005	80,800	80,799
<b>Subtotal Delaware Valley Regional Planning Commission:</b>				<b>671,800</b>	<b>445,480</b>
<b>Passed-Through - Miscellaneous Other:</b>					
Discretionary Innovative Seat Belt Pgm	110732	20.600	2003-001	127,250	117,339
<b>Subtotal Miscellaneous Other:</b>				<b>127,250</b>	<b>117,339</b>
<b>Total U.S. Department of Transportation:</b>				<b>191,853,237</b>	<b>45,893,355</b>
<b>U.S. Department of The Treasury</b>					
<b>Direct - U.S. Department of The Treasury:</b>					
Federal Forfeiture - DOT- All Years	110664	21.000	Receipts	816,418	184,978
Federal Forfeiture Funds - DOT	690310	21.000	Annual Certification Rpt	22,336	22,336

The accompanying notes are an integral part of this schedule.

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<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
<b>Subtotal U.S. Department of The Treasury:</b>				<u>838,754</u>	<u>207,314</u>
<b>Total U.S. Department of The Treasury:</b>				<u><b>838,754</b></u>	<u><b>207,314</b></u>
<b><u>U.S. Equal Employment Opportunity Commission</u></b>					
<b>Direct - U.S. Equal Employment Opportunity Commission:</b>					
Deferred Cases - EEOC	540023	30.002	8/5010/0037	153,250	153,250
<b>Subtotal U.S. Equal Employment Opportunity Commission:</b>				<u>153,250</u>	<u>153,250</u>
<b>Total U.S. Equal Employment Opportunity Commission:</b>				<u><b>153,250</b></u>	<u><b>153,250</b></u>
<b><u>U.S. Library of Congress</u></b>					
<b>Direct - U.S. Library of Congress:</b>					
National Library Service Material	520998	42.001	Donated Books	681,298	681,298
<b>Subtotal U.S. Library of Congress:</b>				<u>681,298</u>	<u>681,298</u>
<b>Total U.S. Library of Congress:</b>				<u><b>681,298</b></u>	<u><b>681,298</b></u>
<b><u>U.S. Environmental Protection Agency</u></b>					
<b>Direct - U.S. Environmental Protection Agency:</b>					
Air Pollution Control Program	142431	66.001	A-00304506-3	3,449,396	829,885
Air Pollution Control Program	142647	66.001	A-00304508-0	1,678,524	1,425,022
Ambient Air Monitoring Network	142325	66.034	PM-97311801 - 4	912,372	294,013
Ambient Air Monitoring Network	142627	66.034	PM-97311802 - 0	229,917	26,188
National Air Toxics Trends Site	142490	66.034	XA-97333001-2	118,448	51,301
Green Roof and Stormwater Toilet Demo	280278	66.202	XP-83285401-1	165,000	165,000
Brownfield Assessment (Rivers)	420192	66.818	BF - 97333801 - 1	200,000	10,610
Brownfield Assessment II	420175	66.818	BF - 98396801 - 3	400,000	15,513
<b>Subtotal U.S. Environmental Protection Agency:</b>				<u>7,153,657</u>	<u>2,817,532</u>
<b>Passed-Through - PA Department of Environmental Protection:</b>					
Source Water Protection Prg	280061	66.468	ME 35290	199,932	20,000
<b>Subtotal PA Department of Environmental Protection:</b>				<u>199,932</u>	<u>20,000</u>
<b>Total U.S. Environmental Protection Agency:</b>				<u><b>7,353,589</b></u>	<u><b>2,837,532</b></u>

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<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
<b><u>U.S. Federal Emergency Management Agency</u></b>					
<b>Passed-Through - PA Emergency Management Agency:</b>					
Emergency Mgt Performance Grant	100364	83.552	Emergency Mgmt S & FB	35,045	35,045
<b>Subtotal PA Emergency Management Agency:</b>				35,045	35,045
<b>Total U.S. Federal Emergency Management Agency:</b>				35,045	35,045
<b><u>U.S. Department of Education</u></b>					
<b>Direct - U.S. Department of Education:</b>					
Camp William Penn - Mentoring Initiative	191001	84.215	U215KO40444	49,705	15,490
<b>Subtotal U.S. Department of Education:</b>				49,705	15,490
<b>Passed-Through - PA Department of Health:</b>					
Governor's Drug-Free Schools	150274	84.186	4100027188	146,137	144,912
<b>Subtotal PA Department of Health:</b>				146,137	144,912
<b>Passed-Through - PA Department of Education:</b>					
Literacy Comm- Staff Development	520160	84.002	099-08	260,000	256,256
Literacy Comm-Career Link	520157	84.002	041-07-7201	47,775	575
Literacy Comm-Career Link	520166	84.002	040-08-8201	47,775	47,194
Literacy Comm-Staff Development	520150	84.002	099-07-7005	260,000	7,700
<b>Subtotal PA Department of Education:</b>				615,550	311,725
<b>Passed-Through - PA Department of Public Welfare:</b>					
MR - Early Intervention	150256	84.181	Award Letter	1,760,760	1,760,760
<b>Subtotal PA Department of Public Welfare:</b>				1,760,760	1,760,760
<b>Passed-Through - School District of Philadelphia:</b>					
School-Linked Behavioral Health	221096	84.027	613/F06	2,200,000	46,211
School-Linked Behavioral Health	221132	84.027	151/F08	2,000,000	471,565
Educational Enrichment Program	240791	84.196	731/F08	60,000	29,969
<b>Subtotal School District of Philadelphia:</b>				4,260,000	547,745
<b>Total U.S. Department of Education:</b>				6,832,152	2,780,632

**City of Philadelphia**  
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<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
<b><u>U.S. Elections Assistance Commission</u></b>					
<b>Passed-Through - PA Department of State:</b>					
HAVA - Title II - Section 251 Polling Places	730028	90.401	4100029051	1,457,878	11,262
HAVA - Title II - Title III Requirements	730026	90.401	4100029051	1,907,709	214,633
HAVA - Title II - Voting Systems Upgrade	730025	90.401	4100029051	5,043,000	100,607
Help America Vote Act - HAVA	730020	90.401	Interest	539,721	13,393
<b>Subtotal PA Department of State:</b>				<b>8,948,308</b>	<b>339,896</b>
<b>Total U.S. Elections Assistance Commission:</b>				<b>8,948,308</b>	<b>339,896</b>
<b><u>U.S. Department of Health &amp; Human Services</u></b>					
<b>Direct - U.S. Department of Health &amp; Human Services:</b>					
Connect Kids to Health	142714	93.110	1 H17MC08974-01	50,000	16,250
Healthy Tomorrows Partnership for Chldn Pgm	142606	93.110	5 H17MC06711-02-00	50,000	41,615
Federal Tuberculosis Control	142527	93.116	U52/CCU300451-26 Rev	1,161,497	628,141
Federal Tuberculosis Control	142635	93.116	5U52PS300451-27 Rev	963,867	513,058
Varicella & Viral Vaccine Surveillance	142517	93.185	5 U01 IP000019-03	295,579	157,169
Varicella & Viral Vaccine Surveillance	142626	93.185	5U01I9000019-04	449,162	133,114
CLPPP-CDC	142544	93.197	1 H64 EH000167-01	1,293,984	79,657
CLPPP-CDC	142437	93.197	5H64EH322853-03 Rev	1,115,000	28,658
CLPPP-CDC	142656	93.197	5 H64 EH000167-02 Rev	1,223,114	1,061,162
Childhood Immunization Program	142404	93.268	H23/CCH322538-04-3	3,205,985	220,133
Childhood Immunization Program	142506	93.268	5H23IP322538-06 Rev	2,852,492	2,247,606
Childhood Immunization Program	142614	93.268	2H23IP322538-06 Rev	2,798,021	354,808
Immunization Program - Donated Vaccines	149999	93.268	Donated Assistance	21,350,740	21,350,740
Adult Viral Hepatitis Prevention Coordinator	141035	93.283	1U51PS000868-01 Rev	80,880	27,139
Enhanced Epidemiology & Lab Capacity	142528	93.283	5U50CI323664-03 Rev	556,080	436,929
Enhanced Epidemiology & Lab Capacity	142636	93.283	5U50CI323664-04 Rev	406,530	100,848
Epidemiology & Lab Capacity for Infec Dis	142709	93.283	3U50CI323664-03S1	5,121	5,121
STEPS Grant	142360	93.283	U58/CCU323337-02-01	2,203,512	11,400
STEPS Grant	142449	93.283	U58/CCU323337-03-2	2,041,988	17,052
STEPS Grant	142561	93.283	U58/CCU323337-04	1,844,358	865,790
STEPS Grant	142671	93.283	U58/CCU323337-05	1,844,358	1,072,101
HIV Emergency Relief	142571	93.914	6 H89HA00013-17-01	1,272,757	1,234,071
HIV Emergency Relief	142682	93.914	2 H89HA00013-18	1,263,686	188,800
HIV Emergency Relief Project	142500	93.914	2 H89HA00013-16-01	19,787,987	147,847
HIV Emergency Relief Project	142575	93.914	6 H89HA00013-17-01	17,334,554	15,170,236

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<u>Grantor Agency/ Project Title</u>	<u>City ID Number</u>	<u>CFDA</u>	<u>Contract Number</u>	<u>Federal Awards</u>	<u>Federal Expenditures</u>
HIV Emergency Relief Project	142685	93.914	2 H89HA00013-18	18,287,625	2,580,421
HIV Emergency Relief -UA/CMI	142684	93.914	2 H89HA00013-18	660,005	202,663
HIV Emergency Relief-CQI	142572	93.914	6 H89HA00013-17-01	690,279	531,288
HIV Emergency Relief-CQI	142683	93.914	2 H89HA00013-18	690,279	176,658
HIV Emergency Relief-UA/CMI	142574	93.914	6 H89HA00013-17-01	660,005	492,504
Minority AIDS Initiative Pgm Part A	142751	93.914	1 H3MHA08421-01-00	1,682,127	1,313,952
Outpatient HIV Early Intervention	142504	93.918	6 H76HA00077-16-01	815,174	497,717
Outpatient HIV Early Intervention	142613	93.918	6 H76HA00077-17-01	815,174	237,937
Healthy Start Initiative	142503	93.926	5 H49MC00135-06-00	1,770,833	102,954
Healthy Start Initiative	142611	93.926	5 H49MC00135-08-02	2,125,000	11,779
Healthy Start Initiative (West)	142698	93.926	5 H49MC00135-07-02	2,268,427	1,917,235
Healthy Start North-Elim Disparities	142530	93.926	5 H49MC00041-07-00	613,724	54,973
Healthy Start North-Elim Disparities	142699	93.926	5 H49MC00041-08-02	818,579	566,819
Healthy Start North-Elim Disparities	142639	93.926	5 H49MC00041-09-00	732,342	6,167
AIDS Prevention Project	142550	93.940	U62/CCU323472-04-1	6,198,683	3,923,310
AIDS Prevention Project	142660	93.940	5U62PS323472-05 Rev	6,074,379	2,097,856
Expanded & Integrated HIV Testing for Pop	142706	93.940	1U62PS000788-01	1,241,500	768,787
HIV Prevention Projects	142711	93.940	5U62PS323472-05 Rev	78,342	78,342
National HIV Behavioral Surveillance	142712	93.940	1U62PS000981-01 Rev	353,354	52,322
HIV/AIDS Surveillance & Seroprevalence	142487	93.944	U62/CCU323572-03-4	3,055,983	912,493
HIV/AIDS Surveillance & Seroprevalence	142640	93.944	1U62PS001044-01	867,352	454,761
HIV/AIDS Surveillance Perinatal Prevention	142600	93.944	5 U62 PS000272-02	126,325	86,868
HIV/AIDS Surveillance Perinatal Prevention	142642	93.944	5 U62 PS000272-02	151,591	29,766
HIV/AIDS Surveillance Related Events	142532	93.944	5 U01 PS000114-02	208,992	164,627
HIV/AIDS Surveillance Related Events	142641	93.944	5 U01 PS000114-03 Rev	231,537	154,779
Morbidity and Risk Behavior	142591	93.944	U62/CCU324461 - 03	436,934	4,295
Morbidity and Risk Behavior	142589	93.944	U62/CCU324461 - 04	436,934	375,372
Morbidity and Risk Behavior	142658	93.944	3U62PS3244561 - 04W1	430,712	10,453
Sexually Transmitted Disease	142408	93.977	H25/CCH304327-15-3	2,070,982	12,481
Sexually Transmitted Disease	142510	93.977	H25/CCH304327-16-04	2,078,541	1,622,074
Sexually Transmitted Disease	142618	93.977	5H25PS304327-17-03	479,275	458,457
Sexually Transmitted Disease Infertility	142407	93.977	H25/CCH304327-15-3	488,209	1,094
Sexually Transmitted Disease Infertility	142509	93.977	H25/CCH304327-16-04	488,209	318,204
Sexually Transmitted Disease Infertility	142617	93.977	5H25PS304327-17-03	2,057,759	78,855
STD - Program Income	142501	93.977	H25/CCH304327-15 / P.I.	62,077	58,054
STD - Program Income	142594	93.977	H25/CCH304327-16-04-P.I.	133,950	80,005
Comprehensive Adolescent Health Care	142710	93.994	4100040502	125,000	86,501
<b>Subtotal U.S. Department of Health &amp; Human Services:</b>				<u>145,957,446</u>	<u>66,632,264</u>

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<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
<b>Passed-Through - PA Department of Health:</b>					
PA SBIRT Initiative	150185	93.230	Award Letter 10/05/2005	304,897	100
PA SBIRT Initiative	150229	93.230	Award Letter 11/16/2006	738,525	160,224
PA SBIRT Initiative - Health Ctrs	142567	93.230	MOU	245,304	63,405
PA SBIRT Initiative - Health Ctrs	142677	93.230	MOU	40,422	40,422
Bioterrorism Grant - Cities Readiness Unit	142667	93.283	4100033273	1,476,186	995,381
Bioterrorism Grant - Cities Readiness Init	142559	93.283	4100033273	1,476,186	391,247
Bioterrorism Grant - Cities Readiness Initiative	142400	93.283	4100020948	1,350,000	2,088
Bioterrorism Grant - Cities Readiness Initiative	142493	93.283	4100020948	1,476,186	139
Bioterrorism Grant - Focus Area B	142557	93.283	4100033273	1,210,958	285,143
Bioterrorism Grant - Focus Area B	142665	93.283	4100033273	1,063,360	871,051
Bioterrorism Grant - Pandemic Influenza	142231	93.283	4100020948	168,527	139
Bioterrorism Grant - Pandemic Influenza	142595	93.283	Award Letter 01/12/07	859,847	366,744
Bioterrorism Grant - Pandemic Influenza	142668	93.283	Award Letter 04/22/08	734,964	277,960
EMS Annual Work Program	130202	93.887	400008345-03/SAF	140,000	1,900
Ryan White Title II	142598	93.917	4100037053/SAF1	1,758,850	143,108
Ryan White Title II	142680	93.917	4100039456/SAF1	3,754,647	3,726,087
C & B Cancer Prevention	141921	93.919	ME 99-098	45,000	45,000
Mobile Mammography - C & B Cancer	140878	93.919	ME 99-098	46,381	46,381
SAPT - Alcohol Intvn/Trmt	150181	93.959	4100027188	2,505,346	7,589
SAPT - Alcohol Intvn/Trmt	150225	93.959	4100027188	2,515,346	68,022
SAPT - Alcohol Intvn/Trmt	150271	93.959	4100027188	2,505,346	2,495,599
SAPT - Alcohol Prevention	150224	93.959	4100027188	691,317	8,838
SAPT - Alcohol Prevention	150270	93.959	4100027188	691,317	688,817
SAPT - Drug Intvn/Trmt	150227	93.959	4100027188	8,012,138	313,885
SAPT - Drug Intvn/Trmt	150273	93.959	4100027188	8,142,638	7,839,303
SAPT - Drug Prevention	150272	93.959	4100027188	2,053,594	2,046,737
Cardiovascular Risk Reduction Svs	142520	93.991	4100032692	135,739	42,666
Cardiovascular Risk Reduction Svs	142629	93.991	4100032692	135,739	131,119
Injury Prevention Program	142521	93.991	4100025691	209,340	13,249
Injury Prevention Program	142630	93.991	4100025691	209,340	197,951
Tuberculosis Control	142621	93.991	4100034131-A002	70,495	67,488
Child & Adolescent Services	142578	93.994	4100029203	461,591	20,778
Child & Adolescent Services	142688	93.994	4100029203	465,843	412,734
Childhood Lead Poisoning Prevent Blk	142579	93.994	4100025159	560,320	600
Childhood Lead Poisoning Prevent Blk	142689	93.994	4100025159	577,130	566,030
Children w/Special Health Care Needs	142535	93.994	4100029203	2,462,883	78,765
Children w/Special Health Care Needs	142645	93.994	4100029203	2,483,064	2,148,779

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<u>Grantor Agency/</u> Project Title	City ID Number	CFDA	Contract Number	Federal Awards	Federal Expenditures
MIC Primary Preventive Services	142337	93.994	ME 02033	1,395,805	3,750
MIC Primary Preventive Services	142533	93.994	4100029203	497,824	11,250
MIC Primary Preventive Services	142643	93.994	4100029203	504,158	476,566
<b>Subtotal PA Department of Health:</b>				54,176,553	25,057,033
<b>Passed-Through - PA Department of State:</b>					
HAVA - Section 261 - Title III Reqmt's	730027	93.617	4100030268	38,560	16,961
<b>Subtotal PA Department of State:</b>				38,560	16,961
<b>Passed-Through - PA Department of Public Welfare:</b>					
MH - Homeless Grant	150248	93.150	Award Letter	383,547	383,547
Co-occurring Sys & Svc Integration Init	150179	93.243	Award Ltr 08/11/06 All 3	150,000	3,000
Nurse Family Partnership	142601	93.558	41000374242	143,747	52,778
Temporary Assistance to Needy Families	220428	93.558	Certification Letter	30,205,388	30,205,388
Child Support Enforcement	690259	93.563	Title IV - D	1,010,131	27
Child Support Enforcement	690281	93.563	Title IV - D	1,080,843	1,080,843
Child Support Program	840432	93.563	Title IV - D	17,641,326	17,641,326
Unallocated IV-D Payments	840008	93.563	4513321800	6,601,559	5,774,051
Refugee Targeted Assistance	100501	93.576	4100023062	519,823	44,831
Refugee Targeted Assistance	100518	93.576	RRP-COP-0707	389,867	275,011
Title IV B - Child Welfare Services	220434	93.645	Certification Letter	2,735,196	2,735,196
Child & Family Svcs On-Site Review Grant	221151	93.658	Award Letter 05/01/08	68,300	22,322
Title IV-E Foster Care	220431	93.658	Certification Letter	89,579,037	89,579,037
Title IV-E Program Income	229995	93.658	Child Support SSI	4,421,931	4,421,931
Title IV-E Reimb Administrative Claims	840451	93.658	receipts	1,023,084	1,023,084
Title IV-E Adoption Assistance	220432	93.659	Certification Letter	21,774,608	21,774,608
Child Protective Services	221120	93.667	Award Lettter 04/30/07	2,888,308	2,888,308
Family Preservation Funds - Title XX	150241	93.667	Award Letter 07/20/07	605,304	605,304
HAP - Administration	240766	93.667	Award Letter	685,537	685,537
HAP - Bridge Housing	240782	93.667	Award Letter	3,497,463	3,497,463
HAP - Program Income	240763	93.667	Program Income	475,126	475,126
MH - Fed SSBG-Hurricane Relief	150246	93.667	Award Letter	90,958	90,958
MH - SSBG	150245	93.667	Award Letter	5,532,135	5,532,135
MR - SSBG	150257	93.667	Award Letter	1,291,861	1,291,861
Title IV-E Independent Living	221127	93.674	Award Letter 03/13/07	1,197,251	1,197,251
Title IV-E Indep Living - Interest	221128	93.674	Interest Income	20,441	20,441
Title IV-E Indep Living-Interest	221110	93.674	Interest Income	19,759	11,281
Medicare Part D-Retirees	350338	93.778	reimbursement	164,627	164,627

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<u>Grantor Agency/ Project Title</u>	<u>City ID</u>	<u>CFDA</u>	<u>Contract Number</u>	<u>Federal Awards</u>	<u>Federal Expenditures</u>
MH - Intensive Case Mgmt	150247	93.778	Award Letter	20,667	20,667
MR - Program Income	150999	93.778	Program Income	22,637,005	22,637,005
MR - TSM Admin Costs	150262	93.778	Award Letter	1,037,995	1,037,995
MR - TSM Admin Costs	150263	93.778	Award Letter	1,210,890	1,210,890
MR - Waiver	150259	93.778	Award Letter	138,421,443	134,595,879
MR - Waiver - Admin	150260	93.778	Award Letter	7,446,848	7,446,848
MR - Waiver - EI	150261	93.778	Award Letter	1,992,984	1,951,630
Title IV-E Medical Assistance	220433	93.778	Certification Letter	321,850	321,850
MH - CMHSBG	150249	93.958	Award Letter	1,666,148	1,582,170
HAP - Program Income - PENNFREE	240784	93.959	Program Income	1,335,916	1,335,916
HAP - Bridge Housing (PENNFREE)	240783	93.959	Award Letter	1,251,800	1,246,487
<b>Subtotal PA Department of Public Welfare:</b>				<b>371,540,701</b>	<b>364,864,607</b>
<b>Passed-Through - PA Department of Community and Economic Development:</b>					
Supported Work Prog (Workwise)	080249	93.558	Client Funding & Allocation	920,318	778
Supported Work Prog (Workwise)	080256	93.558	Client Funding & Allocation	928,062	721,247
Community Services Block Grant	080246	93.569	C000022700-01	4,762	4,762
Community Services Block Grant	160340	93.569	C000022700 / MOU	500,000	378,365
Community Services Block Grant	142634	93.569	C000022700	448,452	448,452
CSBG - Administration	080248	93.569	C000022700-01	2,099,090	969,869
CSBG - Case Management	240770	93.569	C000022700	500,000	352,884
CSBG - CSP	080247	93.569	C000022700-01	4,802,743	2,711,134
Empowerment Zone	080035	93.667	907151470	79,017,404	1,519,294
<b>Subtotal PA Department of Community and Economic Development:</b>				<b>89,220,831</b>	<b>7,106,784</b>
<b>Passed-Through - PA Executive Offices:</b>					
Welfare Fraud Project	840478	93.560	4000011247	383,148	383,148
Welfare Fraud Unit	690285	93.560	4000011247	584,852	584,082
<b>Subtotal PA Executive Offices:</b>				<b>968,000</b>	<b>967,231</b>
<b>Passed-Through - Family Planning Council:</b>					
Perinatal Depression Svc Integration Pilot Pgm	142713	93.110	090303	53,500	27,021
Circle of Care-Pediatric AIDS	142514	93.153	Award Letter	76,822	76,822
Circle of Care-Pediatric Aids	142623	93.153	Award Letter	71,128	53,838
Family Planning Services	142615	93.217	080301	85,033	84,512
C & B Cancer Prevention	142453	93.919	Agreement	337,312	322,877
C & B Cancer Prevention	142568	93.919	Agreement	637,820	104,880
C & B Cancer Prevention	142678	93.919	Agreement	335,696	3,754

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<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
Family Planning-Genetic Screening	142616	93.994	080303	14,975	7,010
Walk-In Pregnancy Testing Demo	142610	93.994	080302	12,025	12,025
<b>Subtotal Family Planning Council:</b>				<b>1,624,311</b>	<b>692,738</b>
<b>Passed-Through - Philadelphia Corporation for the Aging:</b>					
Older Adult Program	160344	93.044	PCA Allocation	744,944	648,980
Comm on Aging - APPRISE	050264	93.779	305-25-3107	36,739	2,530
Comm on Aging - APPRISE	050267	93.779	301-25-3108	44,539	36,718
<b>Subtotal Philadelphia Corporation for the Aging:</b>				<b>826,222</b>	<b>688,227</b>
<b>Passed-Through - Philadelphia Health Management Corporation:</b>					
Mentally Ill Homeless Services	150279	93.151	Agreement 10/04/07	77,266	77,266
<b>Subtotal Philadelphia Health Management Corporation:</b>				<b>77,266</b>	<b>77,266</b>
<b>Passed-Through - Miscellaneous Non-Profit Funding:</b>					
Mini-PHIL Loan Pgm - UW-EZ NFS	062086	93.667	Award Letter	55,000	21,000
<b>Subtotal Miscellaneous Non-Profit Funding:</b>				<b>55,000</b>	<b>21,000</b>
<b>Passed-Through - Philadelphia Workforce Development Corporation:</b>					
TANF Youth Grant	221126	93.558	Award Letter 06/11/07	3,012,009	2,642,682
<b>Subtotal Philadelphia Workforce Development Corporation:</b>				<b>3,012,009</b>	<b>2,642,682</b>
<b>Total U.S. Department of Health &amp; Human Services:</b>				<b>667,496,899</b>	<b>468,766,793</b>
<b><u>U.S. Corporation for National &amp; Community Service</u></b>					
<b>Direct - U.S. Corporation for National &amp; Community Service:</b>					
Foster Grandparents	080244	94.011	05SFAPA001	484,167	229,073
Foster Grandparents	080252	94.011	08SFAPA001-01	484,167	230,216
<b>Subtotal U.S. Corporation for National &amp; Community Service:</b>				<b>968,334</b>	<b>459,289</b>
<b>Total U.S. Corporation for National &amp; Community Service:</b>				<b>968,334</b>	<b>459,289</b>
<b><u>U.S. Social Security Administration</u></b>					
<b>Direct - U.S. Social Security Administration:</b>					
SSA Prisoner Incentive Payments	230033	96.006	reimbursement	184,200	184,200
<b>Subtotal U.S. Social Security Administration:</b>				<b>184,200</b>	<b>184,200</b>

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<u>Grantor Agency/</u> Project Title	City ID	CFDA	Contract Number	Federal Awards	Federal Expenditures
<b>Total U.S. Social Security Administration:</b>				<b>184,200</b>	<b>184,200</b>
<b><u>U.S. Department of Homeland Security</u></b>					
<b>Direct - U.S. Department of Homeland Security:</b>					
Explosive Detection Canine Team	422175	97.072	DTSA20-03-H-00964	1,890,328	250,000
Explosive Detection Canine Team	422189	97.072	HSTS0208-H-CAN442	250,500	250,500
Law Enforcement Grant	422182	97.074	HSTS01-04-A-LEF-068	904,820	226,205
Law Enforcement Grant	422183	97.074	HSTS02-08-H-SLR-231	787,349	590,512
Homeland Security - Bio-Watch Program	142670	97.091	2006-ST-091-000007-02	390,200	352,097
<b>Subtotal U.S. Department of Homeland Security:</b>				<b>4,223,197</b>	<b>1,669,314</b>
<b>Passed-Through - Miscellaneous Other:</b>					
Urban Search & Rescue Program	130103	97.025	receipts	217,578	217,578
<b>Subtotal Miscellaneous Other:</b>				<b>217,578</b>	<b>217,578</b>
<b>Passed-Through - Southeastern Pa. Regional Taskforce:</b>					
EWS - Telephony System Enhancement	280280	97.067	4100028698	50,000	50,000
<b>Subtotal Southeastern Pa. Regional Taskforce:</b>				<b>50,000</b>	<b>50,000</b>
<b>Total U.S. Department of Homeland Security:</b>				<b>4,490,775</b>	<b>1,936,892</b>
<b><u>U.S. Miscellaneous Federal Assistance</u></b>					
<b>Direct - U.S. Miscellaneous Federal Assistance:</b>					
Homeless Alcoholic Men	150187	99.000	DACA-31-1-84-204	88,476	88,476
Homeless Alcoholic Men	150231	99.000	DACA-31-1-84-204	188,200	91,205
<b>Subtotal U.S. Miscellaneous Federal Assistance:</b>				<b>276,676</b>	<b>179,681</b>
<b>Total U.S. Miscellaneous Federal Assistance:</b>				<b>276,676</b>	<b>179,681</b>
<b>Total Schedule of Expenditures of Federal Awards:</b>				<b>2,368,406,593</b>	<b>665,442,843</b>

**CITY OF PHILADELPHIA  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

**CONTENTS**

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**CITY OF PHILADELPHIA  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

**1. BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (SEFA) presents the activity of all federal financial assistance programs of the City of Philadelphia (City). The City’s reporting entity is defined in Note 1 to the City’s annual financial statements. All federal financial assistance received directly by the primary government from federal agencies as well as federal financial assistance passed through other governmental agencies is included on this schedule. Federal financial assistance, if any, relating to the City’s component units is reported separately by other auditors. Except for the programs listed in note 3 A and 3 B below, federal program expenditures included in the accompanying schedule are presented on the modified accrual basis of accounting. The U.S. Department of Housing and Urban Development has been designated the cognizant agency of the City of Philadelphia’s single audit. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

**2. COMPONENT UNITS**

The City of Philadelphia’s annual financial statements include the operations of the following entities and their expenditures of federal awards. Amounts listed include funds provided directly by the federal government and, in some cases, significant funds received first by the City of Philadelphia and passed on to the respective entities. Only funds received first by the city, and then passed on, have been included in the accompanying Schedule of Expenditures of Federal Awards. These entities have had separately performed financial statement audits conducted in accordance with the *U.S. Office of Management and Budget Circular A-133*:

<u>Entity</u>	<u>Expenditures of Federal Awards</u>
School District of Philadelphia	\$ 353,686,547
Community College of Philadelphia	\$ 56,448,011
Redevelopment Authority of the City of Philadelphia	\$ 30,941,110
Philadelphia Authority for Industrial Development	\$ 4,847,300

**CITY OF PHILADELPHIA  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

**3. NOTES TO SPECIFIC PROGRAMS**

The following explanatory notes relate to specific grant programs of the City, as indicated by CFDA Number.

- A. HUD Section 108 Loans (14.218) – The Federal Department of Housing and Urban Development (HUD) awards Section 108 Loans to the city for the purposes of Housing and Economic Development. The Housing portion is received by the primary government and disclosed on the Schedule of Expenditures of Federal Awards under CFDA 14.218 (City ID Numbers: 060159, 060378, 06SE24 and 06SE25). The Economic Development portion is received by the Philadelphia Industrial Development Corporation (PIDC), a quasi-governmental agency. During fiscal year 2008 the city, through PIDC, loaned \$48,826 under contract B-97-MC-420012-F (Pool 5). Loan repayments and investment proceeds from unloaned funds are used to repay HUD. Collateral for repayment of the funds includes future Community Development Block Grant entitlements due to the City from HUD.
- B. Department of Homeland Security – Personal Property (97.000): – The city received property and equipment indirectly, under four U.S. Department of Homeland Security (DHS) programs, valued at \$1,025,552 during fiscal year 2008. The federal programs providing DHS funding are:

<b>CFDA</b>	<b>Program</b>	<b>Value</b>
97.067	Homeland Security Grant	\$ 36,300
97.073	State Homeland Security Program	\$ 54,631
97.074	Law Enforcement Terrorism Prevention Program	\$ 642,405
97.078	Buffer Zone Protection Plan	\$ 292,216

The state is the prime recipient, and the sole procurement agent. The Southeastern Pa. Counter-Terrorism Task Force (Task Force) is the sub-grantee. Property and equipment purchased by the state ultimately becomes the property of the counties included in the Task Force.

**4. MAJOR PROGRAMS**

Major programs are identified in the Summary of Auditor’s Results section of the Schedule of Findings and Questioned Costs.

**5. CITY ID NUMBER**

Number used by the Grants Accounting and Administration Unit (GAAU) to track grant activity in the City’s accounting system.

**CITY OF PHILADELPHIA  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

**6. GOVERNMENTAL FUNDING AWARDED BY THE CITY**

The following table identifies federal funds awarded to the city's subrecipient organizations:

<u>Source</u>	<u>Program</u>	<u>Funding</u>
10.558	Child and Adult Care Food Program	379,931
11.552	Technology Opportunities	57,071
14.000	U.S. Department of Housing & Urban Development	117,104
14.218	Community Development Block Grants/Entitlement Grants	46,444,523
14.231	Emergency Shelter Grants Program	2,463,979
14.235	Supportive Housing Program	2,324,571
14.238	Shelter Plus Care	4,370,012
14.239	HOME Investment Partnerships Program	16,677,728
14.241	Housing Opportunities for Persons with AIDS	6,480,434
14.246	CDBG/Brownfields Economic Development Initiative	2,008,820
14.900	Lead Based Paint Hazard Control in Privately Owned Housing	1,138,179
14.901	Healthy Homes Demonstration Grants	296,034
14.902	Lead Technical Studies Grants	299,492
14.905	Lead Hazard Reduction Demonstration Grant Program	1,307,341
16.523	Juvenile Accountability Block Grants	250,158
16.541	Part E - Developing, Testing & Demonstration Promising New Programs	203,931
16.579	Edward Byrne Memorial Formula Grant Program	28,214
16.590	Grants to Encourage Arrest Policies & Enforce Protection Orders	348,216
16.745	Criminal & Juvenile Justice and MH Collaboration Program	66,716
20.600	State and Community Highway Safety	200,129
66.001	Air Pollution Control Program Support	132,885
84.027	Special Education - Grants to States	1,082,618
84.186	Safe & Drug-Free Schools & Communities - State	144,439
93.110	Maternal and Child Health Federal Consolidated Programs	61,840
93.116	Project Grants & Cooperative Agreements for TB Control Programs	149,837
93.151	Health Center Grants for Homeless Populations	75,721
93.185	Immunization Research, Demonstration, Public Information & Education	205,139
93.197	Childhood Lead Poisoning Prevention Projects	467,013
93.224	Consolidated Health Centers	63,998
93.230	Consolidated Knowledge Development & Application Program	263,697

**CITY OF PHILADELPHIA  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

Note 6 (Continued)

<u>Source</u>	<u>Program</u>	<u>Funding</u>
93.268	Immunization Grants	1,667,531
93.283	Centers for Disease Control & Prevention	2,949,398
93.558	Temporary Assistance for Needy Families	21,535,357
93.569	Community Services Block Grant	407,430
93.658	Foster Care_Title IV-E	45,472,296
93.667	Social Service Block Grant	4,425,687
93.778	Medical Assistance Program	725,896
93.914	HIV Emergency Relief Project Grants	19,211,854
93.917	HIV Care Formula Grants	3,418,247
93.918	Outpatient Early Intervention Services with Respect to HIV	259,049
93.919	Comprehensive Breast and Cervical Cancer Early Detection Programs	102,868
93.926	Healthy Start Initiative	2,229,245
93.940	HIV Prevention Activities - Health Department Based	3,834,904
93.944	HIV/AIDS Surveillance	1,914,152
93.959	Block Grants for Prevention & Treatment of Substance Abuse	14,039,937
93.977	Preventive Health Services- Sexually Transmitted Disease Control Grants	1,700,765
93.991	Preventive Health and Health Services Block Grant	178,097
93.994	Maternal & Child Health Services Block Grant to the States	1,814,998
	Total Subrecipient Funding:	213,997,481

**Schedule of Expenditures of  
Pennsylvania Department of  
Public Welfare Awards**

**City of Philadelphia**  
**Schedule of Expenditures of Pennsylvania Department of Public Welfare Awards**  
**July 1, 2007 to June 30, 2008**

<b><u>Pa. DPW Program</u></b>	<b>City ID</b>			<b>Grant Awards</b>	<b>Grant Expenditures</b>
Project Title	Number	CFDA	Contract Number		
<b><u>Mental Health/Mental Retardation</u></b>					
MH - Behavioral MH Svcs	150255	00.000	Award Letter	5,584,395	5,584,395
MH - CMHSBG	150249	93.958	Award Letter	1,666,148	1,582,170
MH - Fed SSBG-Hurricane Relief	150246	93.667	Award Letter	90,958	90,958
MH - Homeless Grant	150248	93.150	Award Letter	383,547	383,547
MH - Intensive Case Mgmt	150247	93.778	Award Letter	20,667	20,667
MH - Program Income	150998	00.000	Program Income	28,202,597	28,202,597
MH - Program Maintenance	141337	00.000	ME 6300119808	1,288,297	1,288,297
MH - Program Maintenance	150253	00.000	Award Letter	130,203,416	128,332,806
MH - Specialized Residences	150254	00.000	Award Letter	1,839,832	1,601,719
MH - SSBG	150245	93.667	Award Letter	5,532,135	5,532,135
MR - Community Services	150267	00.000	Award Letter	30,385,861	30,385,861
MR - Early Intervention	150266	00.000	Award Letter	14,592,869	14,551,515
MR - Early Intervention	150256	84.181	Award Letter	1,760,760	1,760,760
MR - Program Income	150999	93.778	Program Income	22,637,005	22,637,005
MR - SSBG	150257	93.667	Award Letter	1,291,861	1,291,861
MR - TSM Admin Costs	150262	93.778	Award Letter	1,037,995	1,037,995
MR - TSM Admin Costs	150263	93.778	Award Letter	1,210,890	1,210,890
MR - Waiver	150264	00.000	Award Letter	120,874,424	116,877,747
MR - Waiver	150259	93.778	Award Letter	138,421,443	134,595,879
MR - Waiver - Admin	150260	93.778	Award Letter	7,446,848	7,446,848
MR - Waiver - Admin	150265	00.000	Award Letter	7,446,848	7,446,848
MR - Waiver - EI	150261	93.778	Award Letter	1,992,984	1,951,630
<b>Total Mental Health/Mental Retardation:</b>				<b><u>523,911,780</u></b>	<b><u>513,814,130</u></b>

**Children and Youth Program**

Act 148 Child Welfare Services	220436	00.000	Certification Letter	366,432,385	366,432,385
Act 148 YDC Costs	220436	00.000	Certification Letter	10,316,556	10,316,556
Child Protective Services	221120	93.667	Award Letter 04/30/07	2,888,308	2,888,308
Child Welfare Ed for Leadership	221122	00.000	Agreement	1,121,481	1,121,481
Family Preservation Funds - Title XX	150241	93.667	Award Letter 07/20/07	605,304	605,304

**City of Philadelphia**  
**Schedule of Expenditures of Pennsylvania Department of Public Welfare Awards**  
**July 1, 2007 to June 30, 2008**

<b><u>Pa. DPW Program</u></b>	<b>City ID</b>	<b>CFDA</b>	<b>Contract Number</b>	<b>Grant Awards</b>	<b>Grant Expenditures</b>
Project Title	Number				
State TANF Transition Funds	220437	00.000	Certification Letter	9,237,732	9,237,732
Temporary Assistance to Needy Families	220428	93.558	Certification Letter	30,205,388	30,205,388
Tilte IV-E Independent Living	221127	93.674	Award Letter 03/13/07	1,197,251	1,197,251
Title IV B	220434	93.645	Certification Letter	2,735,196	2,735,196
Title IV B State Match	220435	00.000	Certification Letter	729,384	729,384
Title IV-E Adoption Assistance	220432	93.659	Certification Letter	21,774,608	21,774,608
Title IV-E Foster Care	220431	93.658	Certification Letter	89,579,037	89,579,037
Title IV-E Indep Living - Interest	221128	93.674	Interest Income	20,441	20,441
Title IV-E Indep Living-Interest	221110	93.674	Interest Income	19,759	11,281
Title IV-E Medical Assistance	220433	93.778	Certification Letter	321,850	321,850
Title IV-E Program Income	229995	93.658	Child Support SSI	4,421,931	4,421,931
<b>Total Children and Youth Program:</b>				<b><u>541,606,611</u></b>	<b><u>541,598,132</u></b>
 <b><u>Combined Homeless Assistance Program</u></b>					
HAP - Program Income - PENNFREE	240784	93.959	Program Income	1,335,916	1,335,916
HAP - Administration	240766	93.667	Award Letter	685,537	685,537
HAP - Bridge Housing	240782	93.667	Award Letter	3,497,463	3,497,463
HAP - Bridge Housing	240781	00.000	Award Letter	174,000	174,000
HAP - Bridge Housing (PENNFREE)	240783	93.959	Award Letter	1,251,800	1,246,487
HAP - Case Management	240756	00.000	Award Letter	2,976,034	2,973,815
HAP - Program Income	240763	93.667	Program Income	475,126	475,126
HAP - Program Income	240757	00.000	Program Income	380,116	380,116
HAP - Rental Assistance	240760	00.000	Award Letter	362,629	336,963
<b>Total Combined Homeless Assistance Program:</b>				<b><u>11,138,621</u></b>	<b><u>11,105,423</u></b>
 <b><u>Human Services Development Fund</u></b>					
HSDF - AACO	142652	00.000	Award Letter 08/21/07	1,000,000	1,000,000
HSDF - After School Enhancement Pgm	160342	00.000	Award Letter 08/21/07	176,418	176,418
HSDF - AHS Translation Service	142648	00.000	Award Letter 08/21/07	76,000	76,000
HSDF - Case Mgmt Group A	240771	00.000	Award Letter 08/21/07	2,540,131	2,540,131
HSDF - Case Mgmt Group C	240773	00.000	Award Letter 08/21/07	303,800	303,800

**City of Philadelphia**  
**Schedule of Expenditures of Pennsylvania Department of Public Welfare Awards**  
**July 1, 2007 to June 30, 2008**

<b><u>Pa. DPW Program</u></b>	<b>City ID</b>	<b>CFDA</b>	<b>Contract Number</b>	<b>Grant Awards</b>	<b>Grant Expenditures</b>
Project Title	Number				
HSDF - Case Mgmt Special Svcs	240772	00.000	Award Letter 08/21/07	1,801	1,801
HSDF - Children & Youth	221123	00.000	Award Letter 08/21/07	250,000	250,000
HSDF - DSS Infection Control	142654	00.000	Award Letter 08/21/07	70,000	70,000
HSDF - Financial Administration	142651	00.000	Award Letter 08/21/07	340,462	340,462
HSDF - Global Philadelphia Initiative	100522	00.000	Award Letter 08/21/07	445,400	445,400
HSDF - Lead Abatement	142650	00.000	Award Letter 08/21/07	97,591	97,591
HSDF - MH	150269	00.000	Award Letter 08/21/07	1,090,659	1,090,659
HSDF - Program Income	142655	00.000	Interest Income	66,752	66,752
HSDF - Relocation Services	240780	00.000	Award Letter 08/21/07	653,092	653,092
HSDF - Violence Reduction	160341	00.000	Award Letter 08/21/07	520,997	520,997
HSDF - Welcome New Families	142649	00.000	Award Letter 08/21/07	461,896	461,896
HSDF - Youth Acces Centers	160343	00.000	Award Letter 08/21/07	380,284	380,284
Human Services Development Fund	080258	00.000	Award Letter 08/21/07	450,000	450,000
<b>Total Human Services Development Fund:</b>				<b>8,925,284</b>	<b>8,925,284</b>
 <b><u>Child Support Enforcement</u></b>					
Child Support Enforcement	690281	93.563	Title IV - D	1,080,843	1,080,843
Child Support Enforcement	690259	93.563	Title IV - D	1,010,131	27
Child Support Program	840432	93.563	Title IV - D	17,641,326	17,641,326
Domestic Relations Division	840452	00.000	State Award	3,300,000	3,300,000
Unallocated IV-D Payments	840008	93.563	4513321800	6,601,559	5,774,051
<b>Total Child Support Enforcement:</b>				<b>29,633,859</b>	<b>27,796,247</b>
 <b><u>Other PaDPW Assistance</u></b>					
Act 152	150280	00.000	Award Letter	2,369,442	2,369,442
Act 1992 -24 Reimburse Lawyer's Fees	840447	00.000	ME 6300119871	47,476	47,476
AIDS Personal Care Services	142516	00.000	4100021401-01	600,000	9,895
AIDS Personal Care Services	142625	00.000	4000011457	600,000	592,236
Behavioral Health Services/IGT	150242	00.000	Award Letter	10,212,678	10,212,678
BHS/MRS Administration	150221	00.000	Part of MH/MR	494,185	103,745
Child & Family Svcs On-Site Review Grant	221151	93.658	Award Letter 05/01/08	68,300	22,322

**City of Philadelphia**  
**Schedule of Expenditures of Pennsylvania Department of Public Welfare Awards**  
**July 1, 2007 to June 30, 2008**

<b><u>Pa. DPW Program</u></b>	<b>City ID</b>				<b>Grant Awards</b>	<b>Grant Expenditures</b>
Project Title	Number	CFDA	Contract	Number		
Co-occurring Sys & Svc Integration Init	150179	93.243	Award Ltr	08/11/06 All 3	150,000	3,000
Medicare Part D-Retirees	350338	93.778	reimbursement		164,627	164,627
Nurse Family Partnership	142601	93.558	41000374242		143,747	52,778
Nurse Family Partnership	142602	00.000	41000374242		130,266	96,962
Refugee Targeted Assistance	100518	93.576	RRP-COP-0707		389,867	275,011
Refugee Targeted Assistance	100501	93.576	4100023062		519,823	44,831
Title IV-E Reimb Administrative Claims	840451	93.658	receipts		1,023,084	1,023,084
Vital Statistics Act 122	141595	00.000	receipts		140,973	140,973
<b>Total Other PaDPW Assistance:</b>					<b><u>17,054,467</u></b>	<b><u>15,159,059</u></b>
<b>Total Schedule of Expenditures of PaDPW Awards:</b>					<b>1,132,270,622</b>	<b>1,118,398,276</b>

**CITY OF PHILADELPHIA  
NOTES TO THE SCHEDULE OF EXPENDITURES OF PENNSYLVANIA  
DEPARTMENT OF PUBLIC WELFARE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

**1. BASIS OF ACCOUNTING**

The modified accrual basis of accounting was used to prepare this schedule. All federal and state financial assistance received from the Pennsylvania Department of Public Welfare is included.

**2. DEPARTMENT OF PUBLIC WELFARE MAJOR PROGRAMS**

The following represent major programs from the Pennsylvania Department of Public Welfare as defined in their **Single Audit Supplement** (Reissued June 30, 2008):

- Children and Youth Program
- Child Support Enforcement Program
- Housing Assistance Program – PENNFREE Bridge Housing

**3. GOVERNMENTAL FUNDING AWARDED BY THE CITY**

The following table identifies funding received from the Pennsylvania Department of Public Welfare that the city awarded to its subrecipient organizations:

<u>Source</u>	<u>Program</u>	<u>Funding</u>
State - DPW Mental Health/Mental Retardation		\$ 452,259,827
State - DPW Behavioral Health Services Initiative		10,212,678
State - DPW Children and Youth Program		246,962,727
State - DPW Combined Homeless Assistance Programs		4,046,877
Total Pa. DPW Awards to Subrecipients:		\$ 713,482,109

# **INDEPENDENT AUDITOR'S SECTION**

## **Auditor's Reports**

**Schedule of Findings and Questioned Costs**

**Summary Schedule of Prior Audit Findings**



# CITY OF PHILADELPHIA

OFFICE OF THE CONTROLLER  
1230 Municipal Services Building  
1401 John F. Kennedy Boulevard  
Philadelphia, PA 19102-1679  
(215) 686-6680 FAX (215) 686-3832

ALAN BUTKOVITZ  
City Controller

ALBERT F. SCAPEROTTO  
Deputy City Controller

## **REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Honorable Mayor and Honorable Members  
of the Council of the City of Philadelphia

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Philadelphia, Pennsylvania as of and for the year ended June 30, 2008, which collectively comprise the City of Philadelphia, Pennsylvania's basic financial statements and have issued our report thereon dated February 20, 2009. Our report was modified to include a reference to other auditors, the adoption of new accounting standards, and the exclusion of a previously included component unit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of the following entities, as described in our report on the City of Philadelphia, Pennsylvania's basic financial statements.

### Primary Government

Municipal Pension Fund  
Philadelphia Gas Works Retirement Reserve Fund  
Fairmount Park Commission Departmental and Permanent Funds  
Philadelphia Municipal Authority  
Pennsylvania Intergovernmental Cooperation Authority

### Component Units

Community College of Philadelphia  
Penn's Landing Corporation  
Pennsylvania Convention Center Authority  
Philadelphia Parking Authority  
Redevelopment Authority of the City of Philadelphia  
Community Behavioral Health  
Philadelphia Authority for Industrial Development  
Philadelphia Gas Works

C I T Y O F P H I L A D E L P H I A  
O F F I C E O F T H E C O N T R O L L E R

This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the Pennsylvania Intergovernmental Cooperation Authority, Penn's Landing Corporation, Pennsylvania Convention Center Authority, Philadelphia Parking Authority, Community Behavioral Health, and the Philadelphia Gas Works were not audited in accordance with *Government Auditing Standards*.

We have also audited the basic financial statements of the School District of Philadelphia, a component unit of the City of Philadelphia, in accordance with *Government Auditing Standards* and have issued a separate report on the School District's internal control over financial reporting and on compliance and other matters.

### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the City of Philadelphia, Pennsylvania's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Philadelphia, Pennsylvania's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Philadelphia, Pennsylvania's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 08-01 through 08-07 to be significant deficiencies in internal control over financial reporting.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

C I T Y O F P H I L A D E L P H I A  
O F F I C E O F T H E C O N T R O L L E R

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider items 08-01 and 08-02 to be material weaknesses.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City of Philadelphia, Pennsylvania's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that are not required to be reported under *Government Auditing Standards*. We will communicate these matters to management of the City of Philadelphia, Pennsylvania in separate reports.

The City of Philadelphia, Pennsylvania's written response to the significant deficiencies and material weaknesses identified in our audit is included in the accompanying Schedule of Findings and Questioned Costs. However, the response has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the management of the City of Philadelphia, Pennsylvania, others within the entity, City Council, federal awarding agencies, pass-through entities, and the Pennsylvania Department of Public Welfare and is not intended to be and should not be used by anyone other than these specified parties.

February 20, 2009

  
ALBERT F. SCAPEROTTO, CPA  
Deputy City Controller



# CITY OF PHILADELPHIA

OFFICE OF THE CONTROLLER  
1230 Municipal Services Building  
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ALAN BUTKOVITZ  
City Controller

ALBERT F. SCAPEROTTO  
Deputy City Controller

## **REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND THE PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE SINGLE AUDIT SUPPLEMENT**

To the Honorable Mayor and Honorable Members  
of the Council of the City of Philadelphia

### **Compliance**

We have audited the compliance of the City of Philadelphia, Pennsylvania with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *Pennsylvania Department of Public Welfare (DPW) Single Audit Supplement* that are applicable to each of its major federal and DPW programs for the year ended June 30, 2008. The City of Philadelphia, Pennsylvania's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs and major DPW programs are identified in the notes to the Schedule of Expenditures of DPW Awards. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal and DPW programs is the responsibility of the City of Philadelphia, Pennsylvania's management. Our responsibility is to express an opinion on the City of Philadelphia, Pennsylvania's compliance based on our audit.

The City of Philadelphia's basic financial statements include the operations of component units and their respective expenditures of federal awards as described in Note 2 to the Schedule of Expenditures of Federal Awards (Schedule). Only funds received by the City of Philadelphia and passed on to these agencies are included in the Schedule. Our audit, described below, did not include the operations of these component units because they had separate audits performed in accordance with the *U.S. Office of Management and Budget Circular A-133*.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and the DPW Single Audit Supplement. Those standards, OMB Circular A-133, and the DPW Single Audit Supplement require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or DPW program occurred. An audit includes examining, on a test basis, evidence about the City of Philadelphia, Pennsylvania's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City of Philadelphia, Pennsylvania's compliance with those requirements.

In our opinion, the City of Philadelphia, Pennsylvania complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and DPW programs for the year ended June 30, 2008. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and the DPW Single Audit Supplement and which are described in the accompanying Schedule of Findings and Questioned Costs as items 08-08 through 08-13.

### **Internal Control Over Compliance**

The management of the City of Philadelphia, Pennsylvania is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal and DPW programs. In planning and performing our audit, we considered the City of Philadelphia, Pennsylvania's internal control over compliance with the requirements that could have a direct and material effect on a major federal or DPW program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Philadelphia, Pennsylvania's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

C I T Y O F P H I L A D E L P H I A  
O F F I C E O F T H E C O N T R O L L E R

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal or DPW program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal or DPW program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal or DPW program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 08-08 through 08-11, and 08-13 to be significant deficiencies.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal or DPW program will not be prevented or detected by the entity's internal control. We did not consider any of the deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be material weaknesses.

The City of Philadelphia, Pennsylvania's written response to the findings identified in our audit is included in the accompanying Schedule of Findings and Questioned Costs. We did not audit the City of Philadelphia, Pennsylvania's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the management of the City of Philadelphia, Pennsylvania, others within the entity, City Council, federal awarding agencies, pass-through entities and the Pennsylvania Department of Public Welfare and is not intended to be and should not be used by anyone other than these specified parties.

October 9, 2009

  
ALBERT F. SCAPEROTTO, CPA  
Deputy City Controller



# **Schedule of Findings And Questioned Costs**

**CITY OF PHILADELPHIA**

**Schedule of Findings and Questioned Costs – June 30, 2008**

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**Section I – Summary of Auditor’s Results**

*Financial Statements:*

Type of auditor’s report issued: Unqualified

Internal control over financial reporting:

Material weakness(es) identified?  yes  no

Significant deficiency(ies) identified not considered to be material weakness(es)?  
 yes  none reported

Noncompliance material to financial statements noted?  yes  no

*Federal Awards:*

Internal control over major programs:

Material weakness(es) identified?  yes  no

Significant deficiency(ies) identified not considered to be material weakness(es)?  
 yes  none reported

Type of auditor’s report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Circular A-133,  
Section .510(a)  yes  no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.559	Summer Food Service Program for Children
14.218	Community Development Block Grants/Entitlement Grants
14.238	Shelter Plus Care
14.239	HOME Investment Partnerships Program
14.241	Housing Opportunities for Persons with AIDS
93.268	Immunization Grants
93.558	Temporary Assistance for Needy Families
93.563	Child Support Enforcement
93.645	Child Welfare Services – State Grants
93.658	Foster Care - Title IV-E
93.659	Adoption Assistance
93.674	Chafee Foster Care Independence Program
93.917	HIV Care Formula Grants
93.959	Block Grants for Prevention & Treatment of Substance Abuse

Dollar threshold used to distinguish between Type A and Type B programs: \$3,000,000

Auditee qualified as low-risk auditee?  yes  no

**CITY OF PHILADELPHIA**

***Schedule of Findings and Questioned Costs – June 30, 2008***

<u>Finding No.</u>		<u>Page</u>	<u>Questioned Costs</u>
<u>Section II - Financial Audit Significant Deficiencies:</u>			
08-01.	New Water Billing System	49	
08-02.	Financial Reporting	53	
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<u>Section III - Federal and Pennsylvania Department of Public Welfare Findings and Questioned Costs:</u>			
08-08.	Children and Youth Program	65	
	Child Welfare Services – State Grants – CFDA #93.645		\$10,971
	Foster Care Title IV-E – CFDA #93.658		\$359,289
	Adoption Assistance – CFDA #93.659		\$87,335
	Medical Assistance Program – CFDA #93.778		\$1,291
	Act 148 – Pennsylvania Department of Public Welfare		\$1,621,628
08-09.	Children and Youth Program		
	Act 148 – Pennsylvania Department of Public Welfare	68	\$1,106,795
08-10.	Children and Youth Program	70	
	Child Welfare Services – State Grants – #93.645		\$983
	Foster Care Title IV-E – CFDA #93.658		\$32,184
	Adoption Assistance – CFDA #93.659		\$7,823
	Medical Assistance Program – CFDA #93.778		\$116
	Act 148 – Pennsylvania Department of Public Welfare		\$145,260
08-11.	Shelter Plus Care – CFDA #14.238	73	
08-12.	HIV Care Formula Grants – CFDA #93.917	75	
08-13.	Subrecipient Monitoring	77	
	Federal Programs (See Schedule I page 80)		\$3,779,996
	Act 148 - Pennsylvania Department of Public Welfare		\$59,737,605

**08-01. NEW WATER BILLING SYSTEM**

The city purchased a commercial off-the-shelf utility billing system known as “basis2” to replace the existing system used by the Water Revenue Bureau (WRB). The conversion to the new system began in January 2007 with an expected completion timeframe of thirteen months. The city’s old water billing system stopped processing transactions on December 31, 2007, and the new basis2 system became operational on January 2, 2008. Despite claims that the new water billing system was finished ahead of schedule, our review of the system implementation process, and our audit testing of the new system’s billing, adjustment, financial reporting, and enforcement functions uncovered significant control weaknesses, and financial reporting errors. As discussed below, key system components were not fully developed, tested, or working correctly. We believe that the initial time frame to complete the conversion in thirteen months was overly optimistic, and that rushed and inadequate planning during the system implementation process contributed to this situation.

System Implementation Did Not Follow Standard Practices and Controls

Our audit found that the city’s introduction of the basis2 system did not follow standard information system implementation practices and controls. We noted the following:

- The city did not parallel run the new and old systems so that problems could be identified and corrected before basis2 was independently operated.
- The WRB did not properly and timely reconcile the ending data in the old system to the beginning data in the new system to verify the completeness and accuracy of the data transfer. We requested this reconciliation in July 2008, and it took the WRB another month to provide a reconciliation. The WRB gave us two different versions of this reconciliation, the second of which indicated that \$32,087 of accounts receivable from the old system did not migrate over to basis2.
- The duties of basis2 project team consultants responsible for system programming were not adequately segregated. Programmers responsible for developing and making changes to the system software should not have access to current production data or the ability to update data. From January 2, 2008, when basis2 went live, until May 2008, these consultants routinely ran the daily computer batch jobs that updated basis2 records.
- In the early months of implementation, the system did not always identify the name of the actual user who ran certain batch jobs, instead indicating a user name such as “anonymous”.

Basis2 Did Not Calculate Customer Bills Accurately

During its first six months of operation, there were numerous problems with customer bills generated by basis2 because of flaws in its bill calculation program. Audit testing disclosed that out of \$269 million in customer billing transactions created by basis2 from January through June 2008, \$44 million (sixteen percent) were overbillings which were eventually cancelled. While basis2 had a control feature called “outsort” to identify erroneous bills in order to prevent them from being mailed to customers, it did not work as designed and its selection criteria appeared to be set too high. Consequently, there were instances of large erroneous bills being mailed to customers. For example, one residential customer whose previous monthly bill was \$53 received a bill for \$331,164.

We also noted programming errors in the basis2 system that resulted in the underbilling of penalty charges on delinquent accounts. We estimated that penalty charges were underbilled by \$3 million from January through June 2008.

Weaknesses in Basis2 Adjustment Procedures Increase Risk for Errors and Irregularities

The basis2 billing problems necessitated an extremely large number of adjustments to customer accounts. From January through June 2008, there were 285,938 adjustment transactions made resulting in a \$43 million reduction of accounts receivable. Our testing of basis2 adjustment transactions noted the following significant control weaknesses:

- Documentation to support the adjustment amounts and reasons was not readily available. Causes for this lack of documentation included (1) the basis2 system design did not require that WRB employees enter an explanation when making an adjustment; (2) WRB policy did not require written documentation for certain adjustment types such as bill reversals (i.e. cancelled bills) and rebills (i.e. replacement bills); and (3) employees failed to follow WRB policy.
- Authorization of adjustments was deficient.
  - There was no electronic authorization path for supervisory approval of adjustments.
  - Adjustment dollar limits set up in basis2 for certain WRB employees did not correctly match WRB policies and employee job responsibilities, resulting in several noted instances where employees made adjustments to customer accounts in amounts exceeding their authority and in violation of WRB policies.
  - Basis2 did not have a control to prevent or detect the splitting of adjustment transactions to circumvent employee dollar limits. We did find apparent instances of adjustment splitting.

Failure to Develop Financial Reporting Component Resulted in Delays and Errors

Similar to the problems with the billing function, the basis2 financial reporting component was not adequately planned and developed, resulting in reporting delays and errors. We met with the WRB as early as February 2008 to request the financial information needed for our audit. However, the June 30, 2008 accounts receivable and revenue data was not finalized until late September 2008 which delayed our efforts to test accounts receivable. In addition, when the city converted to its new water billing system, we expected but could not find evidence that management did a reassessment of the process for determining the year-end accruals for accounts receivable and revenues. Because the timing of billings worked differently in basis2, this lack of a reassessment of the year-end accrual methodologies resulted in a \$5.7 million error in the amounts reported as accounts receivable and revenues in the Water and Sewer Fund. When we brought the above error to management's attention, adjustments were made to correct the financial statements.

Enforcement is a Work in Progress

Enforcement of delinquent accounts in basis2 is still a work in progress, with several processes still not complete, such as the Utility Service Tenants Rights Act, municipal court, collection agencies, and shutoff components. This has contributed to a \$10 million decline in collections on prior year delinquent receivables from fiscal 2007 to fiscal 2008.

Recommendations

Based on our observations during the audit, and our testing of transactions, basis2 was not operating effectively and accurately. This situation increased the risk of undetected errors and irregularities. Because of these risks, we could place little or no reliance on the controls of the city's new customer billing system, and this added significantly to the time and effort required to audit the Water and Sewer Fund accounts receivable and revenues.

City management needs to bring the new customer billing system under control. Of greatest importance is the need to improve the accuracy of customer bills and revenue collection efforts, strengthen controls over the documentation and authorization of adjustments made to customer accounts, and ensure the timeliness and accuracy of the accounts receivable and revenues reported in the Water and Sewer Fund. We recommend that management identify all basis2 processes that are still incomplete or not working correctly and develop firm benchmarks for their completion and resolution.

***City's Response***

We agree with the Controller's finding that the system was not operating effectively and accurately from the start. At the same time, much has been fixed or improved since those early months and the period upon which the findings were based. It is true that during the first six months there were problems with the bill calculation; however, the majority of the errors were caught prior to sending the bills out and cancelled in the system. Since that time, all known billing issues have been logged and are fixed or being addressed.

We concur with the importance of having the proper controls over the documentation and authorization of adjustments made to customer accounts. The Basis2 system requires an adjustment transaction and does not allow original transactions to be modified. Currently, an adjustment explanation can be entered, but is not required in Basis2; however, an enhancement to the system is being developed to require an explanation for any adjustment that is made. We also agree that ensuring the accuracy of reporting and collecting accounts receivables is a priority, and we will continue to work with the Water Revenue Bureau to improve the system.

## **08-02. FINANCIAL REPORTING**

Philadelphia's Home Rule Charter assigns the Office of the Director of Finance (Finance) with overall responsibility for the city's accounting and financial reporting functions. One of the duties assigned to Finance's Accounting Bureau is the preparation of the city's Comprehensive Annual Financial Report (CAFR). To complete this task, the Accounting Bureau must collect, analyze, and summarize great amounts of financial data and other information that it obtains from the city's accounting system, various city departments, and component units. Our current audit continued to find weaknesses in the city's controls over the financial reporting process that adversely affected the city's ability to issue a timely, accurate, and complete CAFR.

### Staff Reductions Compromise CAFR Preparation Process

In our prior year report, we noted that staff reductions in recent years have made the Finance Accounting Bureau's task of preparing the CAFR more difficult to complete and have compromised its ability to perform adequate reviews and approvals of the financial statements and related footnote disclosures. One notable vacancy, which has existed since June 2006, was the key position of accounting manager, who would normally be responsible for supervising the preparation of the CAFR. Our current audit disclosed no improvement over this condition. During the period of our review, the accounting manager position was still vacant, and over the past year the staff size of the Accounting Bureau has declined by four positions.

These staff reductions have resulted in top Accounting Bureau management being responsible for preparing significant and highly complex sections of the CAFR, such as the full accrual government-wide statements and the deposits and investments footnote. Since top management is preparing these CAFR sections, there is no independent review of their work, and their ability to adequately review financial statements and footnote disclosures prepared by subordinate employees is limited. Consequently, this situation delayed the CAFR preparation process and increased the risk for financial reporting errors and omissions. Two examples of these types of errors were:

- A \$700 million misclassification of the liquidity of the Business Type Activities' restricted assets reported in the Statement of Net Assets, and
- A \$1.6 billion understatement of defeased debt outstanding disclosed in the component unit long term debt payable footnote.

When we brought the above errors to Finance's attention, adjustments were made to correct the CAFR.

In addition, the preliminary full accrual government-wide statements, the deposits and investments footnote, and the management's discussion and analysis, were not provided until January 2009.

## **CITY OF PHILADELPHIA**

### **Financial Audit Significant Deficiencies – June 30, 2008**

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To provide the Accounting Bureau with adequate staff to prepare the CAFR and the ability to perform independent supervisory reviews of CAFR financial statements and footnotes, we continue to recommend that the director of finance analyze workload and staffing levels in the Accounting Bureau and fill all vacancies deemed necessary.

#### **City's Response**

The Accounting Bureau is committed to producing a well-prepared CAFR that is accurate and properly reviewed. Yet, due to the City's current financial position, the Accounting Bureau is required to perform its normal duties with fewer resources. Currently, there are no budgeted vacancies in the Accounting Division. While we agree that this level of resources is not optimal, it is an ongoing challenge that the Finance Department and other agencies throughout the City face.

The CAFR schedules that the Controller mentions are highly technical. The level of expertise required, as well as staff workloads are taken into account when assigning tasks relating to the CAFR. In order to ensure that there are adequate resources in place to complete these tasks, as well as other accounting functions, over the course of the past year the Accounting Bureau has engaged in a training program that consists of "knowledge transfer teams" and classroom training. The Knowledge Transfer Teams meet every other week, pairing accountants who explain their job to their counterpart and show them the tools that they use to do their jobs. On alternating weeks from the Knowledge Transfer Team meetings, classroom training is given on the CAFR and various GASB pronouncements so that more staff members will have the knowledge to do the more complex tasks associated with the preparation of the CAFR.

#### **Enterprise Fund Reporting Procedures Require Strengthening**

Previously, we reported that Finance had assigned the responsibility for the preparation of the full accrual financial statements of the Aviation Fund and the Water and Sewer Fund to the Division of Aviation (DOA) and the Philadelphia Water Department (PWD), respectively.

The deficiencies that compromised controls over the DOA's financial reporting process have been corrected, and are discussed in the resolved prior year findings section of this report. However, as previously reported, there are still no formal written policies detailing the specific review procedures to be performed by PWD personnel during the financial reporting process.

Although we were informed by PWD personnel that review procedures were implemented during fiscal 2008, evidence documenting these review procedures could not be provided. Our current year review of the Water and Sewer Fund full accrual statements disclosed errors totaling approximately \$8.7 million, that might have been detected by a thorough review process. When we brought these errors to management's attention, adjustments were made to correct the financial statements.

## **CITY OF PHILADELPHIA**

### **Financial Audit Significant Deficiencies – June 30, 2008**

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Therefore, we continue to recommend that management establish specific procedures to be performed by PWD personnel, such as the following:

- Agree opening account balances to prior year closing balances.
- Compare recorded financial information to source documentation (i.e. city accounting system reports and PWD subsidiary records) to ensure accuracy and completeness.
- Review adjusting journal entries for propriety and accuracy by observing supporting documentation.
- Verify the mathematical accuracy of financial statements and supporting schedules.

The performance of these review procedures should be documented on a checklist, signed by a responsible PWD official, to accompany the respective financial statements attesting that they have been reviewed and approved and that, to the best of the reviewer's knowledge, are complete and free from material misstatement.

#### **City's Response**

As described by the Controller, the Accounting Bureau has worked with both the Division of Aviation and the Water Department to strengthen their financial reporting. The Division of Aviation has chosen to use the current accounting system to help facilitate their financial reporting. In using the current accounting system, many of the impediments surrounding the financial reporting of the Division of Aviation have been successfully removed. The Accounting Bureau continues to work with the Division of Aviation to resolve the remaining technical issues that exist.

The Water Department continues to use its accounting system in order to provide it with the information necessary to do its financial reporting. We also note that the Water Department suffered the loss of a key member of its staff. Current employees are working to gain a deeper understanding of the accounting system. As a result, we expect future reporting will be improved.

#### **Late Receipt of Component Unit Financial Data**

For the past several years, we noted that late submission of financial data by some of the city's component units resulted in delays to the financial reporting and auditing process. In addition, because the Accounting Bureau must make significant changes to the financial statements and footnotes each time new component unit data is received there is an increased risk of errors or omissions.

This condition has not improved. We noted that seven of the city's eleven component units failed to submit their reports by the due date requested by Finance. For one component unit – the Pennsylvania Convention Center Authority – Finance did not receive finalized data until February

## **CITY OF PHILADELPHIA**

### **Financial Audit Significant Deficiencies – June 30, 2008**

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2009, which was more than four months after the date requested. The late submission of these reports was a primary cause for the delay in the issuance of the city's CAFR.

We again recommend that the director of finance solicit the assistance of the mayor or other administrative officials, early in the CAFR preparation process, to secure the cooperation of all component unit directors in submitting their financial data to the Accounting Bureau timely.

#### **City's Response**

We agree that the timely submission of all component unit reports is critical to the timely issuance of the City's CAFR. During the preparation of the FY 2008 CAFR, one of the component units engaged new auditors. As a result, the lead time required by the auditor had to be extended so that they could perform the required internal control review. Another agency was delayed because they were waiting for an actuarial report of their GASB 45 liabilities. We will continue to impress upon the component units the need to give themselves adequate lead time so that reports can be done on a timely basis.

#### **Reporting Process for Departmental Custodial Accounts Needs Improvement**

Our testing of the Departmental Custodial Accounts disclosed significant errors. We found that the amount originally reported for cash and investments was understated by \$62 million. Most of this error - \$53 million – occurred when amounts from Finance's supporting calculation schedule were misposted to the city's CAFR. The remaining \$9 million was the result of missing bank reconciliations, the erroneous inclusion of closed accounts, and various clerical errors.

Standard Accounting Procedure (SAP) # 7.1.3.b requires that city agencies submit monthly bank reconciliations for their custodial accounts (not under the control of the Office of the City Treasurer (Treasurer)) to Finance for their review and analysis. Finance personnel must summarize the activity from these bank reconciliations to arrive at the reported cash and investment amounts for the Departmental Custodial Accounts in the city's CAFR. Failure to obtain custodial account bank reconciliations precludes Finance from having assurance that city agencies are performing this critical internal control function and increases the risk of financial reporting errors.

In our previous two reports, we commented that Finance did not receive custodial account bank reconciliations from numerous city agencies and failed to contact these agencies to request the reconciliations. In the absence of current information, Finance simply used the last cash and investments balance provided by the agency, which in most cases was the previous year's balance.

Our current year review disclosed that Finance's director of accounting sent all city agencies a memorandum reminding them of the requirements of SAP # 7.1.3.b. Also, we observed e-mail correspondence that the director of accounting sent to city agencies requesting bank reconciliations that had not been submitted. However, our testing found that several city agencies ignored Finance's request, most notably the Office of the Sheriff and the Clerk of Quarter Sessions whose accounts represented seventy percent of Departmental Custodial Accounts assets. In the absence of fiscal year-end balances, Finance used the last book balance provided by the agency.

***CITY OF PHILADELPHIA***

***Financial Audit Significant Deficiencies – June 30, 2008***

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We also found clerical errors. For example, the beginning balances on the supporting calculation schedule did not match the prior year's ending balances. Also, we noted errors on this schedule caused by incorrect computer spreadsheet formulas.

When we brought the \$62 million understatement of Departmental Custodial Accounts cash and investments to Finance's attention, adjustments were made to correct the financial statements. However, to improve the accuracy of reporting for Departmental Custodial Accounts, we continue to recommend that Finance's Accounting Bureau continue its efforts to instruct city agencies that they are required to submit custodial bank reconciliations each month. When agencies fail to comply, especially those with significant amounts of cash and investments, the Accounting Bureau should immediately inform the Director of Finance so that appropriate enforcement action can be taken.

***City's Response***

The Accounting Bureau will continue to request that departments provide us with the required custodial account bank reconciliation information. Regular follow-up will occur with departments to ensure their future compliance.

In addition, the Accounting Bureau had a new staff member perform this task and their unfamiliarity with the computer software led to some discrepancies. In the future, as the new employee becomes more familiar with the process to gather and report this information the discrepancies should not occur.

**08-03. GENERAL INFORMATION TECHNOLOGY CONTROLS REVIEW**

We conducted, with the assistance of a consultant, a review of the Division of Technology's (DOT) general information technology (IT) controls over financially significant systems, and we have issued a separate report to the DOT dated February 18, 2009.

Based on observations during this review and testing of controls, we found problems related to the following IT general control areas:

- **IT Governance** – Formal policies and procedures were not available or were not adequately documented. This creates a risk of inconsistent application of controls designed to secure data, maintain a stabilized IT environment, and maintain the availability of systems.
- **Security Administration** – There is a segregation of duties issue between security administration and transactional responsibilities in the applications within the scope of this review. It was noted that the granting of access was not role-based to ensure users are restricted to the access they need to perform their jobs. Inappropriate administrative access may allow employees to perform functions that are outside their responsibility or expertise, and could compromise the data within financially significant applications.
- **Security Monitoring** – Monitoring controls have not been established to regularly evaluate the configuration, authorization, and appropriateness of access to the city's computer resources. As a result, the city does not have the ability to detect instances of inappropriate access.
- **Change Control** – The change control process is not applied consistently to all production systems and needs to be updated. This creates the risk that program changes not approved by an authorized user could compromise the data within the affected system.
- **Disaster Recovery** – The disaster recovery plan's documentation does not appear to include several key elements, such as an evaluation of the critical systems, determination of acceptable downtime, and identification of key contact information, that are critical to the successful execution of the plan across all areas should a disabling event occur. As a result, management runs the risk of an inability to restore all system resources after a disabling event.

We recommend that the DOT make enhancements to the IT control structure in order to improve the operating effectiveness of controls and security over financially significant systems.

**City's Response**

**IT Governance:** The Division of Technology recognizes the need for strong governance processes and controls for managing computing systems. Various levels of control have been put in place over the years, but the Division of Technology recognizes that these controls have not kept pace with technology and industry changes, which has been further hampered by staffing and resource constraints. The Division of Technology is now aggressively working toward implementation of industry standard best practices for governing systems, including the introduction of strong change management, project management, and the implementation of standards-based processes. Improvement has been realized and ongoing improvement is expected as processes are implemented, resource constraints are resolved, and systems are enhanced or upgraded.

**IT Controls & Security:** One of our top priorities is to ensure that appropriate internal IT process standards and controls are in place across all areas of our operations. In addition, we take seriously our responsibility to safeguard the information and technology assets of the City government through appropriate security measures and technical means. We have instituted an ongoing IT Security Program which not only focuses on DOT applications, network and data center operations, but also across all agencies within the City. We, in fact, routinely test for weaknesses as part of a security improvement and remediation program. In particular, our top priority is ensuring a secure data and network environment for departments and systems supporting sensitive applications and data.

**Access Control:** Access to systems is a critical area of control in all environments. This has presented a challenge in the City due to the distributed IT support model and lack of certain key technologies. The Division of Technology recognized the need for a strong access control methodology and has been working toward a single directory structure for the City, based on Microsoft Active Directory (AD) technology. This effort is ongoing and will allow centralized control of access, and enable the move toward single sign on for systems. In addition, the Office of Human Relations is working to improve the processes by which employees are tracked and managed. We expect to complete migration to AD in 2010 and already are seeing the benefits as we progress through the conversion.

**Disaster Recovery:** Recovery of systems is a critical priority for DOT. All systems are backed up and recoverable in some defined period time. For the larger systems, this is tested on a regular basis each year. However, the Division of Technology recognizes that there is room for improvement, and has been working to implement changes that will enhance the stability and survivability of key business processes and systems in the City. The ongoing efforts related to Continuity of Operations and infrastructure improvements will continue to improve the City's posture in this area.

The Division of Technology recognizes that the City computing infrastructure requires improvements and is working to implement enhancements to existing systems, and to replace systems that no longer provide the stability and security required for modern computing processes.

**08-04. CAPITAL ASSET DEFICIENCIES**

For the past several years, we have emphasized the need for the city to acquire a comprehensive capital asset system because controls over the city's real property assets have been weak. Philadelphia's Home Rule Charter requires that city management compile and maintain current and comprehensive records of all real and personal property belonging to the city.

We noted Finance maintains several Lotus 1-2-3 and Excel files that accumulate the cost of capital assets and work in progress, and other spreadsheet files to depreciate assets and calculate accumulated depreciation reported in the CAFR. This situation creates a burdensome process to properly account for capital assets that can affect the accuracy and completeness of amounts reported in the CAFR and causes extensive audit review.

A comprehensive capital asset system can provide the city with detailed asset information that would eliminate a significant amount of manual record keeping on spreadsheets, and make operations more efficient. Also, as future staff changes occur with Finance personnel responsible for capital asset accounting and reporting, a streamlined, comprehensive capital assets system will improve the transition for the new employees responsible for capital assets.

Land Costs Not Properly Allocated to Asset Locations

In prior year reports, we noted certain land values in the fixed asset ledger were aggregated into lump sum amounts. Land values for individual properties, reported as part of a larger parcel of land, were not specifically identified. This methodology, which remains uncorrected, does not allow Finance to maintain an accurate book value for many city-owned properties.

Asset Information Not Properly Recorded

We have also previously reported the city's real property records were incomplete since certain sold properties were not recorded in the city's books. Our current year review disclosed similar deficiencies. Specifically, our testing revealed that the city sold eight properties during fiscal 2008 that generated approximately \$3.0 million. Out of these eight properties, only three were recorded in the city's fixed asset ledger. There were no records for the other five properties. Without a reliable system for recording detailed real property information, it is difficult to accurately calculate and report on the financial statements, any gain or loss that should be recognized when recording the sale of capital assets.

Formal Periodic Physical Inventory of Real Property Assets Is Needed

In our prior year report, we reported that only the Philadelphia Water Department and the Division of Aviation periodically check the physical existence and condition of their real property assets. Our current year testing disclosed we again could not find evidence that the city's other real property assets have been recently inventoried by the city.

## **CITY OF PHILADELPHIA**

### **Financial Audit Significant Deficiencies – June 30, 2008**

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The Government Finance Officers Association recommends that every government periodically inventory tangible capital assets, which include real property, so that all assets are accounted for, at least on a test basis, no less often than once every five years. In addition, Standard Accounting Procedure, SAP E-7201, specifies the Procurement Department shall physically inspect all City-owned real property on a cycle basis and check against the inventory listing to determine actual existence, condition and propriety of use.

Finance personnel stated that they believe this condition is mitigated by the fact that many properties are observed by various city employees as part of their capital asset inspection, repair, or improvement procedures. However, because there is no formal documentation of which assets were observed, or assurance that all recorded assets will be periodically inventoried, we believe that the procedures described by Finance are not sufficient.

To improve the accounting and reporting of the city's capital assets, we again recommend that management:

- (1) Design or purchase a computerized capital asset management system that will provide accurate and useful information such as the book value and related depreciation for each city owned asset.
- (2) Periodically take physical inventories of all real property assets, ascertain their condition and use, and ensure that related records are timely and appropriately updated to reflect the results of this effort.

#### **City's Response**

We agree that it would be beneficial for the City to have a capital asset system. Unfortunately, resources are not available to fund either the system or the ongoing operating costs of staff that may be required to maintain the system, keep the inventory information up to date, and perform the regular inspections that you recommend for all City property. Until the resources have been identified to purchase and implement such a system, the current system will continue to be used. While the Controller does point out some deficiencies with the current system, it should be noted that the current methodology used by the Accounting Bureau provides financial information that is accurate and auditable, even though it does not provide the level of detail that a capital asset system would provide.

**08-05. ACCOUNTS PAYABLE**

In our prior year report, we noted deficiencies in Finance's year-end expenditure review procedures. As a result, vendor payments were recorded in the wrong fiscal period. Failure to record payments in the period that services were rendered or goods received results in misstated accounts payable and expenditure amounts reported in the financial statements.

Our current year review disclosed no improvement in Finance's year-end expenditure review procedures. Specifically, we noted that Finance's payable data extracted from the city's financial accounting system (FAMIS) and the city's purchasing system (ADPICS) only captured transactions with an invoice date on or before June 30, 2008. As such, this methodology fails to include those transactions that had the related goods or services delivered in fiscal year 2008, but invoiced and paid in fiscal year 2009. We also noted that FAMIS does not have a data field for recording the date that the goods or services were received, and ADPICS only requires this information for some but not all transactions. In addition, Finance's program for extracting payable data from ADPICS is limited to those vouchers created during fiscal year 2009. Hence, this methodology fails to capture those vouchers created during fiscal year 2008, but not paid until fiscal 2009.

As a result, accounts payable balances were misstated by \$10,415,336 and \$16,926,749, in the Grants Revenue and Health Choices Behavioral Health (HCBH) Funds, respectively. When we brought the above errors to management's attention, an adjustment was made to correct the HCBH fund only.

Although we were informed that, to improve the accuracy of reported accounts payable, Finance implemented a review of high dollar payment vouchers processed during the two months subsequent to the fiscal year-end, no evidence of such review could be provided. Instituting such a procedure would serve to reduce the risk of significant unrecorded liabilities. Accordingly, we continue to strongly recommend that this procedure be implemented.

We also continue to recommend that Finance revise its criteria for extracting payable data from ADPICS so that vouchers paid instead of vouchers created in the subsequent fiscal year are used.

**City's Response**

The Controller's Office noted that some accounts were under/overstated, however in no case were the amounts materially misstated. The accounts payable entries are reclassification entries that move amounts from fund balance reservations (encumbrances) to current liabilities (accounts payable). The distinction between encumbrances and accounts payable is that invoices have been received for the accounts payable. The encumbrances represent a reservation of funds for contracts that the City has with a vendor but for which an invoice has not been received. We will work to properly classify entries in all instances.

**08-06. WORKERS' COMPENSATION CLAIMS PROCESSING CONTROLS**

The Risk Management Division of the Office of the Director of Finance (Risk Management) is responsible for the city's workers' compensation program; however, Risk Management does not directly administer the program. It contracts with a Third Party Administrator (TPA) to process workers' compensation claims against the city. During fiscal 2008, the city incurred \$52.3 million in costs related to its workers' compensation program. Accordingly, it is essential for the city to have reasonable assurance that workers' compensation claims processed by the TPA are valid, recorded correctly and disbursed in accordance with an established claims settlement process.

In order to obtain such assurance, the TPA is responsible for providing Risk Management with an annual service auditor's report. This type of report would provide the city assurance that the TPA's controls relevant to the processing of workers' compensation claims on behalf of the city are suitably designed and placed in operation, and determine whether the controls tested were operating with sufficient effectiveness to provide reasonable assurance that the controls objectives were achieved. This report was not obtained during fiscal year 2008.

We recommend Risk Management require its TPA to obtain and submit an annual service auditor's report.

**City's Response**

We agree with the Controller's recommendation that Risk Management require the submission of an annual service auditor's report from the third party administrator who processes workers' compensation claims against the City. Since the time of our exit conference, we have obtained an audit for the period September, 2008 through February, 2009, and Risk Management will provide the Controller with a copy of that report. We will continue to require annual audits of the program going forward.

**08-07. STANDARD ACCOUNTING PROCEDURES**

As in our prior year reports, we again noted that the city's Standard Accounting Procedures (SAPs) have not been revised to reflect various automated processing applications and practices currently in use. As a result, these SAPs offer little or no guidance on procedures departmental personnel should perform when executing and approving transactions.

Philadelphia's Home Rule Charter requires that the director of finance establish, maintain, and supervise an accounting system which provides adequate safeguards over the city's finances. To this end, Finance has established over 200 SAPs which served to document and provide the basis for the city's system of internal control. However, over the years, staff reductions have compromised Finance's ability to review and update these SAPs. As a result, most of the SAPs are out of date. Some are over fifty years old and do not reflect current technology as well as day-to-day practices. Although Finance has revised several SAPs and issued a few new procedures that are now posted on its website, none of these have been recently updated.

In its recommended practices, the Government Finance Officer's Association (GFOA) advocates enhancing management involvement in implementing and maintaining a sound and comprehensive system of internal control, and that the internal control procedures should be documented and periodically evaluated for effectiveness.

In its response to our prior year report, Finance indicated that the budget included funding for an additional staff person who would be assigned the task of reviewing and updating the SAPs on a full time basis. Unfortunately, due to the recent budget shortfalls experienced by the city this corrective action plan was not implemented.

We continue to recommend that Finance conduct a thorough review of its SAPs. Those that are no longer pertinent should be rescinded. Those that are out-of-date but can be used to document significant internal controls should be revised to reflect the automated processes and the practices in use today. Once this review is completed, Finance should develop a schedule for periodically updating SAPs in the future.

**City's Response**

The Accounting Bureau is committed to continual review and updating of the Standard Accounting Procedures. On a limited basis, and to ensure that we are in compliance with any changes in accounting regulations, these procedures are updated. Due to the constraints on the City's financial position, however, we do not currently have the staffing capacity to conduct a comprehensive review and update of the procedures on a regularly-scheduled basis.

**08-08.CHILDREN AND YOUTH PROGRAM**

**Child Welfare Services – State Grants – CFDA #93.645**

**Foster Care Title IV-E – CFDA #93.658**

**Adoption Assistance – CFDA #93.659**

**Medical Assistance Program – CFDA #93.778**

**Act 148 – Pennsylvania Department of Public Welfare**

Condition

The Department of Human Services (DHS) used the fair market value instead of the lower actual amount in their calculation of rental cost for office space in a city owned building that houses the operations of its Children and Youth Program. As a result, it overstated by \$2.6 million the cost for space use in the program’s 2008 Fiscal Summary filed with the state. This program is funded through the Pennsylvania Department of Public Welfare (DPW).

Criteria

Pennsylvania Code, Title 55, Section 3170.52, requires that the amount of rent charged for agency owned buildings should be the lesser of the fair rental value of the space or the actual cost of principal and interest incurred.

Cause

DHS failed to obtain the actual amount paid for principal and interest to calculate rental cost for space used by the Children and Youth Program in order to determine if it was lower than the fair market value.

Effect

The fiscal 2008 County Children and Youth Social Service Programs Fiscal Summary included \$2.6 million of unallowable cost. Because the DHS is reimbursed a percentage of the expenditures it reports to the DPW, we calculate that reporting of the unallowable cost resulted in an excess reimbursement request of \$2,080,514. This amount represents a questioned cost distributed to the following programs:

Program Funding Source	Question Cost Allocation
CFDA #93.645	\$10,971
CFDA #93.658	\$359,289
CFDA #93.659	\$87,335
CFDA #93.778	\$1,291
DPW – Act 148	\$1,621,628
Total	\$2,080,514

Recommendation

DHS management should determine whether the actual amount paid for principal and interest is lower than the fair market value in their calculation of space cost for the Children and Youth Program to ensure that these costs are reported in accordance with program requirements.

**08-08.CHILDREN AND YOUTH PROGRAM**

**Child Welfare Services – State Grants – CFDA #93.645**

**Foster Care Title IV-E – CFDA #93.658**

**Adoption Assistance – CFDA #93.659**

**Medical Assistance Program – CFDA #93.778**

**Act 148 – Pennsylvania Department of Public Welfare**

Grantee's Response

DHS used the information that was provided by the Department of Public Property in our calculation of rental cost. DHS assumed that the information that was provided by the Department of Public Property was accurate and reliable.

As a part of the FY '08 Single Audit process, DHS has been provided with a principal and interest table for the city owned building that houses the Children and Youth program. Upon reviewing this information, DHS agrees that the Act 148 invoice included \$2.6 Million of unallowable rental expenses. However, the amount reported as excess reimbursement should only be \$511,924. This amount would represent questioned costs distributed to the following programs:

<b>Program Funding Source</b>	<b>Questioned Cost Allocation</b>
CFDA #93.658	\$453,582
CFDA #93.659	\$53,289
CFDA #93.778	\$5,053
Total	\$511,924

In Fiscal Year 2008, DHS had a \$23 Million State Act 148 overmatch. To date, the City has not settled with DPW, and the City's unreimbursed obligations have increased by \$23 Million. Therefore, the results of this finding should have no impact on the amount of State Act 148 funds that the City received in Fiscal Year 2008.

Beginning with Fiscal Year 2009, DHS will verify the principal and interest payments for city owned buildings with the Department of Public Property before the final invoices are submitted to the State for reimbursement.

**08-08.CHILDREN AND YOUTH PROGRAM**

**Child Welfare Services – State Grants – CFDA #93.645**

**Foster Care Title IV-E – CFDA #93.658**

**Adoption Assistance – CFDA #93.659**

**Medical Assistance Program – CFDA #93.778**

**Act 148 – Pennsylvania Department of Public Welfare**

DHS will submit a revised Fiscal Year 2008 Act 148 invoice to remove these expenditures. DHS will also submit supplemental invoices for Title IV-E Placement Maintenance, Adoption Assistance and Medicaid to adjust the reimbursement from these programs.

**Contact Person**

Marcia Dixon, Fiscal Officer, Department of Human Services (215) 683-6029

**08-09. CHILDREN AND YOUTH PROGRAM  
Act 148 – Pennsylvania Department of Public Welfare**

<u>Condition</u>	The Department of Human Services (DHS) included \$2.2 million of inadequately documented County Court costs, including \$10,000 of unallowable costs for rental space in a county court house, in its 2008 Fiscal Summary for the County Children and Youth Social Service Programs. Funding for the programs is received through the Pennsylvania Department of Public Welfare (DPW).
<u>Criteria</u>	Office of Management and Budget Circular A-87, <u>Cost Principles for State, Local and Indian Tribal Governments</u> (A-87), Attachment A, C.(1)(j), requires costs to be adequately documented. Also, Pennsylvania Code, Title 55, Chapter 3170.52 (c) specifically prohibits charging to grant programs the costs for rental space in a county court house.
<u>Cause</u>	DHS included Court related costs in the Fiscal Summary based solely on a memorandum from the County Court and did not sufficiently review those costs to determine if they contained any unallowable costs.
<u>Effect</u>	The 2008 Fiscal Summary for the County Children and Youth Social Service Programs included \$2,213,590 of inadequately documented costs, including \$10,000 that is unallowable. Because DHS is reimbursed a percentage of 50% for the Court expenditures it reported to the DPW, we calculate that these inadequately documented costs resulted in an excess reimbursement request of \$1,106,795. This amount represents DPW – Act 148 questioned costs.
<u>Recommendation</u>	DHS management should require preparers of the Fiscal Summary Report to obtain adequate documentation to support other city agencies costs included in that report. In addition, those costs should be reviewed to ensure that they do not contain any unallowable costs.
<u>Grantee's Response</u>	<p>As we have in prior years, DHS included the information that was provided by the Family Court as a part of our calculation of allowable legal representation costs. DHS assumed that the information that was provided by the Family Court was accurate and reliable.</p> <p>DHS agrees that a portion of our legal representation costs includes \$10,000 of unallowable costs, and inadequately documented costs on the Fiscal Year 2008 Act 148 invoice.</p>

**08-09.CHILDREN AND YOUTH PROGRAM**  
**Act 148 – Pennsylvania Department of Public Welfare**

These costs are funded with State and City funds only. Therefore, there should be no amount reported as excess reimbursement.

In Fiscal Year 2008, DHS had a \$23 Million State Act 148 overmatch. To date, the City has not settled with DPW, and the City's unreimbursed obligations have increased by \$23 Million. Therefore, the results of this finding should have no impact on the amount of State Act 148 funds that the City received in Fiscal Year 2008.

Beginning with Fiscal Year 2009, DHS will require and review supporting documentation for all other city agencies costs before they are submitted to the State for reimbursement.

DHS will submit a revised Fiscal Year 2008 Act 148 invoice to remove these expenditures.

**Contact Person**

Marcia Dixon, Fiscal Officer, Department of Human Services (215) 683-6029

**08-10. CHILDREN AND YOUTH PROGRAM**  
**Child Welfare Services – State Grants – CFDA #93.645**  
**Foster Care Title IV-E – CFDA #93.658**  
**Adoption Assistance – CFDA #93.659**  
**Medical Assistance Program – CFDA #93.778**  
**Act 148 – Pennsylvania Department of Public Welfare**

Condition The Department of Human Services (DHS) did not perform a required reconciliation, and included \$236,647 of unallowable employee benefits costs in its 2008 Fiscal Summary for the County, Children and Youth Social Service Programs. The programs are funded through the Pennsylvania Department of Public Welfare (DPW).

Criteria Guidance for preparing the Fiscal Summary is contained in the Children, Youth and Families Bulletin #3140-06-06. That bulletin requires total salaries and benefit costs reported on the cover sheet of the Roster of Personnel to agree to those costs reported on the Expenditure Report, and for differences to be reconciled in the comments section of the cover sheet.

Cause DHS did not perform the above noted reconciliation and accordingly did not detect that the benefit costs associated with non – reimbursable salaries were included as part of its total reported expenditures. In addition, there was no independent review of the Fiscal Summary before it was submitted to DPW.

Effect The 2008 Fiscal Summary included \$236,647 of unallowable employee benefit costs. Because DHS is reimbursed a percentage of the expenditures it reports to the DPW, we calculate that the unallowable cost resulted in an excess reimbursement request of \$186,366. This amount represents questioned costs distributed to the following programs:

Program Funding Source	Question Cost Allocation
CFDA #93.645	\$983
CFDA #93.658	\$32,184
CFDA #93.659	\$7,823
CFDA #93.778	\$116
DPW – Act 148	\$145,260
Total	\$186,366

**08-10. CHILDREN AND YOUTH PROGRAM**  
**Child Welfare Services – State Grants – CFDA #93.645**  
**Foster Care Title IV-E – CFDA #93.658**  
**Adoption Assistance – CFDA #93.659**  
**Medical Assistance Program – CFDA #93.778**  
**Act 148 – Pennsylvania Department of Public Welfare**

Recommendation

DHS management should require the preparer of the Fiscal Summary to perform the required reconciliation of salary and benefit costs reported on the Roster of Personnel to those costs reported on the Expenditure Report. Also, management should require an independent review of the Fiscal Summary to ensure its accuracy before submitting it to DPW.

Grantee's Response

DHS agrees with this finding.

DHS erroneously did not report \$236,647 as unallowable fringe benefits. However, the amount reported as excess reimbursement should only be \$45,832. This amount would represent questioned costs distributed to the following programs:

<b>Program Funding Source</b>	<b>Questioned Cost Allocation</b>
CFDA #93.658	\$40,609
CFDA #93.659	\$4,771
CFDA #93.778	\$452
Total	\$45,832

At the time that the Fiscal Year 2008 Act 148 invoice was being prepared, the fiscal unit was short staffed. The report was prepared and reviewed by the same employee prior to its submission to the DPW.

Since the submission of the Fiscal Year 2008 report, the fiscal unit has hired three (3) additional accountant trainees. With the addition of these staff, the Fiscal Year 2009 report will be prepared and reviewed by separate employees.

In Fiscal Year 2008, DHS had a \$23 Million State Act 148 overmatch. To date, the City has not settled with DPW, and the City's unreimbursed obligations have increased by \$23 Million. Therefore, the results of this finding should have no impact on the amount of State Act 148 funds that the City received in Fiscal Year 2008.

**08-10.CHILDREN AND YOUTH PROGRAM**

**Child Welfare Services – State Grants – CFDA #93.645**

**Foster Care Title IV-E – CFDA #93.658**

**Adoption Assistance – CFDA #93.659**

**Medical Assistance Program – CFDA #93.778**

**Act 148 – Pennsylvania Department of Public Welfare**

DHS will submit a revised Fiscal Year 2008 Act 148 invoice to remove these expenditures. DHS will also submit supplemental invoices for Title IV-E Placement Maintenance, Adoption Assistance and Medicaid to adjust the reimbursement from these programs.

**Contact Person**

Marcia Dixon, Fiscal Officer, Department of Human Services (215) 683-6029

**08-11.SHELTER PLUS CARE  
CFDA #14.238**

<u>Condition</u>	The Office of Supportive Housing (OSH) expended \$4.4 million of Shelter Plus Care Program funds during fiscal 2008 for assisted housing costs. Our review determined that OSH could not provide documentation that the required annual inspections were performed to ensure that all housing units met federal housing quality standards. The program is funded by the U.S. Department of Housing and Urban Development (HUD).
<u>Criteria</u>	Federal Regulations, 24CFR 582.305(a), require that before any assistance will be provided on behalf of a participant, the recipient, or another entity acting on behalf of the recipient (other than the owner of the housing), must physically inspect each unit to assure that the unit meets the housing quality standards. Recipients must also inspect all units at least annually during the grant period to ensure that the units continue to meet the housing quality standards.
<u>Cause</u>	OSH did not maintain a database of all housing units requiring annual inspections or of those for which inspections were performed. In addition, OSH personnel rely on subrecipients to inform them of when they need to perform inspections.
<u>Effect</u>	Program participants could be housed in units that did not meet housing quality standards.
<u>Recommendation</u>	OSH management should develop an adequate system for tracking all program housing units that require housing quality standards inspections and ensure that the units are inspected annually.
<u>Grantee's Response</u>	The Shelter Plus Care Program includes more than 900 units of housing located throughout Philadelphia. The program was transferred to the Office of Supportive Housing from the Office of Housing & Community Development (OHCD) at the beginning of FY2007. Inspections were initially done by the inspector assigned to the program at OHCD, who used a manual system for inspections tracking. OSH completed the hiring process for three Housing and Fire Inspectors in mid-FY2008, and they were trained and fully certified in U.S. Department of Housing & Urban Development Housing Quality Standards in late 2007/early 2008. In FY2008, OSH began development of an automated database to enhance the agency's ability to track compliance with housing quality inspection requirements, and to schedule inspections and monitor compliance.

**CITY OF PHILADELPHIA**

***Federal and PA. Department of Public Welfare Findings and Questioned Costs – June 30, 2008***

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**08-11.SHELTER PLUS CARE  
CFDA #14.238**

OSH projects that the database will be fully operable by the end of the current fiscal year.

**Contact Person**

Roberta Cancellier, Deputy Director, Policy, Planning, and Administrative Division, Office of Supportive Housing, (215) 686-7105

**08-12. HIV CARE FORMULA GRANTS  
CFDA #93.917**

<u>Condition</u>	The AIDS Activities Coordinating Office (AACO) of the City of Philadelphia's Health Department did not submit the required Fixed Asset Inventory Report or the Annual SHIP Work Plan, to the Division of HIV and AIDS (DHA) of the Pennsylvania Department of Health. Funding for this program is received through the Pennsylvania Department of Health.
<u>Criteria</u>	The grant agreement requires a Fixed Asset Inventory Report and an Annual SHIP Work Plan to be submitted annually by July 15, following the June 30 fiscal year end.
<u>Cause</u>	This is the first year the grant has been administered by AACO. AACO was not aware of all the reporting requirements and as a result, did not submit the Fixed Asset Inventory Report and the Annual SHIP Work Plan to the DHA.
<u>Effect</u>	According to DHA, late or missing reports could factor in the decisions to allocate subsequently available funding to AACO. In addition, the grant agreement indicates that non-compliance with the reporting due dates may delay processing and release of payments to the city.
<u>Recommendation</u>	We recommend that AACO review the grant agreement reporting requirements and ensure that all required reports are submitted timely.
<u>Grantee's Response</u>	<p>The Department of Public Health (DPH) agrees with the findings. The Fixed Asset Inventory Report and the SHIP (State Health Implementation Plan) Work Plan were not filed as required. This was the first year this grant was administered by the Department of Public Health. We were not fully aware of the reporting requirements.</p> <p>Regarding the Fixed Asset Inventory Report, DPH did not charge to the grant any items considered to be fixed assets. DPH is completing the Fixed Asset Inventory Report and will be submitting it to the State Department of Health by the end of November, 2009.</p>

**08-12. HIV CARE FORMULA GRANTS  
CFDA #93.917**

The SHIP Work Plan is an annual report that is required to be filed at the end of the grant year. The Philadelphia AIDS Consortium (TPAC) originally administered this grant. Eighteen (18) months into its two-year contract period, The Pennsylvania Health Department Division of HIV/ AIDS terminated the contract with TPAC and awarded it to AACO. All of the original work regarding the SHIP Work Plan was initiated by, and remained at, TPAC. AACO could not have completed the SHIP Work Plan Report for the audit period specified as the report discusses a period of time during which AACO had no oversight or responsibility. There were no accompanying program source documents in the contract when AACO received it during its remaining six months. AACO cannot complete the report because TPAC cannot provide documentation for eighteen months of the two year grant period. AACO will request a waiver from the State Department of Health and will insure all future reports will be submitted in accordance with the term of the contract.

Contact Person: Dwight Martin, Contract Coordinator (215) 685-5637

**08-13. SUBRECIPIENT MONITORING**

Condition

Certain city departments did not obtain 16 subrecipient audit reports representing \$63.5 million in fiscal year 2008 federal and Pennsylvania Department of Public Welfare (DPW) funding. (See Schedule I).

Our testing also determined that four subrecipient audit reports were not reviewed within six months after the receipt of the reports. Timely reviews are necessary in order to comply with the requirement that management decisions be issued on any findings or questioned costs within six months of receiving the audit report. The fiscal year 2008 federal and DPW awards related to untimely reviews of subrecipient audit reports totaled \$5.8 million (See Schedule II).

Criteria

Office of Management and Budget (OMB) Circular A-133 requires city departments to:

- Ensure that subrecipients expending \$500,000 or more in federal awards have met the audit requirements of OMB Circular A-133.
- Receive audit reports from subrecipients within the earlier of 30 days after the subrecipient's receipt of the audit report or nine months after the end of the audit period, unless a longer period is agreed to in advance.
- Take appropriate action using sanctions in cases of a subrecipient's continued inability or unwillingness to submit to an audit in accordance with OMB Circular A-133.
- Issue a management decision on audit findings within six months after receipt of the subrecipient's audit report and ensure that the subrecipient take appropriate and timely corrective action.

The DPW Single Audit Supplement requires city departments to ensure that their subrecipients are appropriately audited in accordance with Governmental Auditing Standards, applicable program requirements, contract provisions, the 1996 Single Audit Act Amendments and OMB Circular A-133.

**08-13. SUBRECIPIENT MONITORING**

Cause

Grant accounting policies and procedures, established by the city to ensure compliance with OMB Circular A-133 and the DPW Single Audit Supplement subrecipient monitoring requirements, were not always properly followed. For example, those policies and procedures require departments to perform the following:

- take necessary action to receive audit reports within 120 days of subrecipient’s fiscal year ending date,
- desk review audits received within 90 days of receipt of report from subrecipient,
- issue management decisions on findings and questioned costs within 6 months of receipt of report from subrecipient, and
- provide an accurate, comprehensive file of departmental subrecipient activity to the city’s Grant Accounting and Administration Unit (GAAU), on a quarterly basis. Files must be received in GAAU by the fifteenth (15<sup>th</sup>) of these months: August, November, February and May.

Effect

Failing to obtain and review required audit reports within the required time frame provides inadequate assurance that subrecipients expended federal and DPW funds in compliance with laws, regulations, and the provisions of contracts or grant agreements. In addition, failing to timely notify GAAU of audit reports received and reviewed limits the GAAU’s ability to properly monitor the city’s compliance with subrecipient monitoring requirements. We consider the \$63.5 million relating to unreceived audit reports to be questioned costs.

Recommendation

We recommend that city departments improve their efforts to obtain and timely review subrecipient audit reports. In addition, we recommend that departments timely notify GAAU of audit reports that have been received and reviewed.

Grantee's Response

Subrecipient monitoring doesn’t necessarily result in receipt of outstanding audits. The city feels the subrecipient monitoring system is working properly, but agrees that additional steps are required to address noncompliant agencies. Towards this end, the city is currently reorganizing the audit units of the departments cited in this finding. A draft version of a protocol to address unreceived audits now exist which covers: granting extension requests, implementation, and sanctions against non-compliers. During fiscal

**08-13. SUBRECIPIENT MONITORING**

2009, this protocol was responsible for terminating the funding of a subrecipient with outstanding audits, for three years.

**Contact Person:**

Joseph Oswald, Accounting Manager, Office of the Director of Finance (215) 686-5625

**08-13. SUBRECIPIENT MONITORING**

Schedule I

**SCHEDULE OF FISCAL 2008 FUNDING FOR SUBRECIPIENT AUDIT REPORTS NOT OBTAINED**

CFDA #	DEPARTMENT			TOTAL
	Department of Health & Department of Behavioral Health	Department of Human Services	Office of Supportive Housing	
14.231	0	0	1,069,621	1,069,621
93.558	0	92,801	0	92,801
93.569	0	0	150,585	150,585
93.658	0	630,657	0	630,657
93.914	1,103,902	0	0	1,103,902
93.940	22,000	0	0	22,000
93.944	72,531	0	0	72,531
93.959	258,272	0	168,938	427,210
93.977	10,000	0	0	10,000
93.994	200,689	0	0	200,689
<b>Total Federal</b>	<b>\$1,667,394</b>	<b>\$723,458</b>	<b>\$1,389,144</b>	<b>\$3,779,996</b>
<b>DPW</b>	<b>\$7,248,811</b>	<b>\$51,591,641</b>	<b>\$897,153</b>	<b>\$59,737,605</b>
<b>TOTAL</b>	<b>\$8,916,205</b>	<b>\$52,315,099</b>	<b>\$2,286,297</b>	<b>\$63,517,601</b>

**08-13. SUBRECIPIENT MONITORING**

Schedule II

**SCHEDULE OF FISCAL 2008 FUNDING FOR AUDIT REPORTS NOT REVIEWED WITHIN SIX MONTHS AFTER RECEIPT**

CFDA #	DEPARTMENT		TOTAL
	Department of Health & Department of Behavioral Health	Department of Human Services	
93.283	933,309	0	933,309
93.658	0	21,070	21,070
93.914	935,177	0	935,177
93.917	12,917	0	12,917
93.926	964,202	0	964,202
93.940	62,922	0	62,922
93.991	120,939	0	120,939
93.994	239,142	0	239,142
<b>Total Federal</b>	<b>\$3,268,608</b>	<b>\$21,070</b>	<b>\$3,289,678</b>
<b>DPW</b>	<b>\$925,000</b>	<b>\$1,606,005</b>	<b>\$2,531,005</b>
<b>TOTAL</b>	<b>\$4,193,608</b>	<b>\$1,627,075</b>	<b>\$5,820,683</b>

# **Summary Schedule of Prior Years Audit Findings**

**CITY OF PHILADELPHIA  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FISCAL YEAR ENDED JUNE 30, 2008**

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**City of Philadelphia  
Summary Schedule of Prior Audit Findings  
Fiscal Year Ended June 30, 2008**

Reference Number	Status	Questioned Costs
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**PA Department of Public Welfare**

**Child Support Enforcement**

<b>2005 - 13</b>	<b>Resolved</b>	<b>\$0</b>
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**Condition :** The Domestic Relations Division (DRD) of the First Judicial District did not establish case records within the required 20-day period for 14 of 29 clients tested. The delay in creating these case records ranged between 1 and 231 days after receipt of applications for child support services.

**2008 Update :** Finding was resolved by Pa DPW in a letter dated October 11, 2007.

**Contact :** Joseph Kamnik (215) 686-8950

<b>2005 - 14</b>	<b>Resolved</b>	<b>\$0</b>
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**Condition :** The Domestic Relations Division (DRD) of the First Judicial District is holding unclaimed funds payable to child support beneficiaries that have been outstanding for over five years. Over \$2.7 million has not been escheated to the state as of June 30, 2005.

**2008 Update :** Finding was resolved by Pa DPW in a letter dated October 11, 2007.

**Contact :** Joseph Kamnik (215) 686-8950

**Children and Youth Program**

<b>2007 - 07</b>	<b>Unresolved</b>	<b>\$3,662,108</b>
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**Condition :** The Department of Human Services (DHS) used the methodology that it had employed in past years to calculate rental costs and incorrectly billed the state for the total square footage of a building that houses the operations of the DHS and other city agencies (379,846 square feet of space at a cost of \$8.7 million). Only the rent for floor space utilized by the DHS (175,304 square feet of space at a cost of \$4.1 million) should have been billed. As a result, the DHS overstated rental costs by \$4.6 million in its fiscal 2007 County Children and Youth Social Service Programs Fiscal Summary.

**2008 Update :** DHS is in the process of completing a revised final fiscal year 2007 invoice to reflect the correct rental usage. DHS will continue to reconcile annually with the Department of Public Property on the amount of floor space utilized by DHS employees before the final invoices are submitted to the state for reimbursement. The questioned costs of \$3,662,108 will be considered at settlement per PaDPW's letter, dated April 2, 2009.

**Contact :** Mark Maher (215) 683-6060

**City of Philadelphia  
Summary Schedule of Prior Audit Findings  
Fiscal Year Ended June 30, 2008**

Reference Number	Status	Questioned Costs
<b>2007 - 08</b>	<b>Unresolved</b>	<b>\$695,590</b>
<p><b>Condition :</b> The Department of Human Services (DHS) improperly reported \$855,193 of unspent (encumbered) funds as expenditures in its fiscal 2007 County Children and Youth Social Service Programs Fiscal Summary. DHS also included \$17,954 of unspent (encumbered) funds in its Independent Living Invoice.</p> <p><b>2008 Update :</b> Per PaDPW's April 2, 2009 letter, questioned costs of \$695,590 will be considered at settlement.</p> <p><b>Contact :</b> Mark Maher (215) 683-6060</p>		
<b>2007 - 09</b>	<b>Resolved</b>	<b>\$0</b>
<p><b>Condition :</b> The Department of Human Services (DHS) did not ensure the continued eligibility of some recipients of Placement Maintenance (Title IV-E PM) services during fiscal 2007. We reviewed a sample of 28 service recipient cases, 10 of which were established less than 12 months prior to our review date and, therefore did not require recertification. Of the remaining 18 cases requiring eligibility recertification, 12 cases were not timely recertified.</p> <p><b>2008 Update :</b> No further action is required in connection with this finding per PaDPW's April 2, 2009 letter. This finding had no questioned costs.</p> <p><b>Contact :</b> Craig Meixsell (215) 683-4201</p>		
<b>2007 - 10</b>	<b>Unresolved</b>	<b>\$174,848</b>
<p><b>Condition :</b> The Department of Human Services (DHS) prepared its final fiscal 2007 Act 148 County Children and Youth Social Service Programs Fiscal Summary (CY348) omitting \$218,560 of program income as an off-set to the Human Services Development Fund (HSDF) expenditures included in this report. These expenditures were already reported for reimbursement at 100 percent through the HSDF grant. At the time of audit, the DHS had not adjusted its Fiscal Summary report to the state for the double billing of HSDF funds.</p> <p><b>2008 Update :</b> The questioned costs of \$174,848 will be considered at settlement by PaDPW per its letter dated April 2, 2009.</p> <p><b>Contact :</b> Mark Maher (215) 683-6060</p>		

**City of Philadelphia  
Summary Schedule of Prior Audit Findings  
Fiscal Year Ended June 30, 2008**

Reference Number	Status	Questioned Costs
<b>2006 - 07</b>	<b>Unresolved</b>	<b>\$529,602</b>
<p><b>Condition :</b> DHS included unspent (encumbered) funds as expenditures in its fiscal year 2006 County Children and Youth Social Service Programs Fiscal Summary.</p> <p><b>2008 Update :</b> DHS continues to decrease the error rate, currently below 0.5% of expenditures and to submit revised Act 148 invoices to further correct this problem. Per April 8, 2009 email from PaDPW, this finding will be resolved during program settlement. To date, settlements not completed.</p> <p><b>Contact :</b> Mark Maher (215) 683-6060</p>		
<b>2006 - 08</b>	<b>Resolved</b>	<b>\$0</b>
<p><b>Condition :</b> DHS included inadequately documented expenditures related to a Recreation Department after-school care program in its fiscal 2006 County Children and Youth Social Service Programs fiscal summary. The Recreation Department did not adequately document the allocation of employee time spent working on TANF activities and non-TANF activities. The employees whose salaries were allocated did not prepare, maintain, or approve contemporaneous personnel activity reports or an equivalent form of documentation.</p> <p><b>2008 Update :</b> Finding resolved, and \$645,471 of questioned costs waived, per letter from PaDPW dated April 2, 2009.</p> <p><b>Contact :</b> Mark Maher (215) 683-6060</p>		
<b>2005 - 10</b>	<b>Unresolved</b>	<b>\$107,163</b>
<p><b>Condition :</b> During fiscal 2005, the Department of Human Services (DHS) transferred computer equipment costing \$792,714 purchased with Children &amp; Youth Program grant funds to other city departments for uses unrelated to the Children and Youth Program. DHS did not determine the remaining value of the transferred equipment and did not reimburse the program as required.</p> <p><b>2008 Update :</b> This problem was corrected in FY 2006, and DHS continues to follow state regulations concerning disposal of computer equipment. Per April 8, 2009 email from PaDPW, this finding will be resolved during program settlement. To date, settlements not completed.</p> <p><b>Contact :</b> Mark Maher (215) 683-6060</p>		

**City of Philadelphia**  
**Summary Schedule of Prior Audit Findings**  
**Fiscal Year Ended June 30, 2008**

Reference Number	Status	Questioned Costs
<b>2005 - 11</b>	<b>Unresolved</b>	<b>\$1,146,525</b>
<p><b>Condition :</b> The Department of Human Services (DHS) included \$1,433,157 in inadequately documented expenditures related to a Recreation Department after-school care program in its fiscal 2005 County Children and Youth Social Service Programs Fiscal Summary. For seven of nine months Recreation employees whose salaries were allocated to TANF and non-TANF activities did not prepare, maintain, or approve contemporaneous personal activity reports.</p> <p><b>2008 Update :</b> TANF funds are no longer being applied to the Recreation Department's After-School Care program, in FY 2008. Per April 8, 2009 email from PaDPW, this finding will be resolved during program settlement. To date, settlements not completed.</p> <p><b>Contact :</b> Mark Maher (215) 683-6060</p>		
<hr/>		
<b>2004 - 08</b>	<b>Resolved</b>	<b>\$0</b>
<p><b>Condition :</b> The Department of Human Services (DHS) included in its fiscal year 2004 County Children and Youth Social Service Programs Fiscal Summary unspent (encumbered) funds as expenditures.</p> <p><b>2008 Update :</b> The settlement process for fiscal year 2004 is complete with no adjustments required, per email from PaDPW on April 8, 2009. Questioned costs of \$1,259,457 were waived.</p> <p><b>Contact :</b> Mark Maher (215) 683-6060</p>		
<hr/>		
<b>2004 - 10</b>	<b>Resolved</b>	<b>\$0</b>
<p><b>Condition :</b> The Department of Human Services (DHS) acquired computers with grant funds and transferred this equipment to other city departments for uses that were unrelated to the purpose of the Children and Youth Program.</p> <p><b>2008 Update :</b> The settlement process for fiscal year 2004 is complete with no adjustments required, per email from PaDPW on April 8, 2009. Questioned costs of \$215,940 were waived.</p> <p><b>Contact :</b> Kevin Gallagher (215) 683-5708</p>		

**City of Philadelphia**  
**Summary Schedule of Prior Audit Findings**  
**Fiscal Year Ended June 30, 2008**

Reference Number	Status	Questioned Costs
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<b>2004 - 12</b>	<b>Resolved</b>	<b>\$0</b>
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**Condition :** The Department of Human Services (DHS) included inadequately documented expenditures related to a Recreation Department after-school care program in its fiscal year 2004 County Children and Youth Social Service Programs Fiscal Summary. The Recreation Department did not document the allocation of employee time spent working on TANF activities and non-TANF activities. The employees whose salaries were allocated did not prepare, maintain, or approve contemporaneous personal activity reports or an equivalent form of documentation.

**2008 Update :** The settlement process for fiscal year 2004 is complete with no adjustments required, per email from PaDPW on April 8, 2009. Questioned costs of \$1,594,329 were waived.

**Contact :** Mark Maher (215) 683-6060

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**Subrecipient Monitoring**

<b>2007 - 12</b>	<b>Resolved</b>	<b>\$0</b>
------------------	-----------------	------------

**Condition :** Certain city departments (See Schedule I) did not make a conscientious effort to obtain required audit reports from their subrecipients, or perform “during-the-award” subrecipient monitoring to ensure that federal and Pennsylvania Department of Public Welfare (DPW) funds awarded to subrecipients were spent in compliance with laws, regulations, and the provisions of contracts and grant agreements. According to the Office of the Director of Finance Grant Accounting and Administration Unit’s (GAAU’s) subrecipient database, as of July 3, 2008, there were 98 subrecipients with outstanding current year audit reports representing \$83.6 million. We selected from the database, nine subrecipients receiving federal and DPW funding (\$56.1 million) during fiscal 2007. After nothing more than an e-mail or a phone call to the subrecipient, we received seven (\$46.7 million) outstanding audit reports for fiscal 2007. Additionally, we determined that three subrecipients were included in the database despite having submitted their (\$1.6 million) audit reports to the city. Our limited amount of work reduced the amount applicable to outstanding audit reports to \$35.3 million (\$83.6 million - \$48.3 million). Additionally, major program testing for fiscal 2007 required us to determine if city departments were performing “during-the-award” subrecipient monitoring. We examined program performance evaluation records for 52 subrecipients and noted that the city’s Department of Human Services (DHS) did not perform “during-the-award” monitoring for four subrecipients that it awarded \$58.9 million in federal and DPW funds. However, DHS did obtain and review audit reports for these four subrecipient agencies.

**2008 Update :** Per PaDPW's April 2, 2009 letter, and confirming email on April 8, no further action is required in connection with this finding, and questioned costs of \$17,106,523 were waived.

**Contact :** Joseph Oswald (215) 686-5625

**City of Philadelphia  
Summary Schedule of Prior Audit Findings  
Fiscal Year Ended June 30, 2008**

<b>Reference Number</b>	<b>Status</b>	<b>Questioned Costs</b>
<b>Total PA Department of Public Welfare Questioned Costs:</b>		<b>\$6,315,836</b>

**City of Philadelphia  
Summary Schedule of Prior Audit Findings  
Fiscal Year Ended June 30, 2008**

Reference Number	Status	Questioned Costs
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**U.S. Department of Education**

<b>Subrecipient Monitoring</b>
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<b>2007 - 12</b>	<b>Unresolved</b>	<b>\$84,903</b>
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**Condition :** Certain city departments (See Schedule I) did not make a conscientious effort to obtain required audit reports from their subrecipients, or perform “during-the-award” subrecipient monitoring to ensure that federal and Pennsylvania Department of Public Welfare (DPW) funds awarded to subrecipients were spent in compliance with laws, regulations, and the provisions of contracts and grant agreements. According to the Office of the Director of Finance Grant Accounting and Administration Unit’s (GAAU’s) subrecipient database, as of July 3, 2008, there were 98 subrecipients with outstanding current year audit reports representing \$83.6 million. We selected from the database, nine subrecipients receiving federal and DPW funding (\$56.1 million) during fiscal 2007. After nothing more than an e-mail or a phone call to the subrecipient, we received seven (\$46.7 million) outstanding audit reports for fiscal 2007. Additionally, we determined that three subrecipients were included in the database despite having submitted their (\$1.6 million) audit reports to the city. Our limited amount of work reduced the amount applicable to outstanding audit reports to \$35.3 million (\$83.6 million - \$48.3 million). Additionally, major program testing for fiscal 2007 required us to determine if city departments were performing “during-the-award” subrecipient monitoring. We examined program performance evaluation records for 52 subrecipients and noted that the city’s Department of Human Services (DHS) did not perform “during-the-award” monitoring for four subrecipients that it awarded \$58.9 million in federal and DPW funds. However, DHS did obtain and review audit reports for these four subrecipient agencies.

**2008 Update :** The Office of the Director of Finance reissued Grant Accounting Procedure 5-1, "Subrecipient Monitoring" in October 2008. Updates to the procedure included sections that require departments to perform "during the award" monitoring; provide written communication of audit requirements, and possible sanctions, to subrecipient organizations, and, imposing sanctions against non-compliers. Audit reports received during fiscal year 2009, with USDOE FY 2008 funding, amounted to \$360,097 reducing questioned costs from \$445,000 to \$84,903.

**Contact :** Joseph Oswald (215) 686-5625

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<b>Total U.S. Department of Education Questioned Costs:</b>	<b>\$84,903</b>
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**City of Philadelphia  
Summary Schedule of Prior Audit Findings  
Fiscal Year Ended June 30, 2008**

Reference Number	Status	Questioned Costs
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**U.S. Department of Health & Human Services**

<b>Subrecipient Monitoring</b>
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<b>2007 - 12</b>	<b>Unresolved</b>	<b>\$3,035,004</b>
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**Condition :** Certain city departments (See Schedule I) did not make a conscientious effort to obtain required audit reports from their subrecipients, or perform “during-the-award” subrecipient monitoring to ensure that federal and Pennsylvania Department of Public Welfare (DPW) funds awarded to subrecipients were spent in compliance with laws, regulations, and the provisions of contracts and grant agreements. According to the Office of the Director of Finance Grant Accounting and Administration Unit’s (GAAU’s) subrecipient database, as of July 3, 2008, there were 98 subrecipients with outstanding current year audit reports representing \$83.6 million. We selected from the database, nine subrecipients receiving federal and DPW funding (\$56.1 million) during fiscal 2007. After nothing more than an e-mail or a phone call to the subrecipient, we received seven (\$46.7 million) outstanding audit reports for fiscal 2007. Additionally, we determined that three subrecipients were included in the database despite having submitted their (\$1.6 million) audit reports to the city. Our limited amount of work reduced the amount applicable to outstanding audit reports to \$35.3 million (\$83.6 million - \$48.3 million). Additionally, major program testing for fiscal 2007 required us to determine if city departments were performing “during-the-award” subrecipient monitoring. We examined program performance evaluation records for 52 subrecipients and noted that the city’s Department of Human Services (DHS) did not perform “during-the-award” monitoring for four subrecipients that it awarded \$58.9 million in federal and DPW funds. However, DHS did obtain and review audit reports for these four subrecipient agencies.

**2008 Update :** The Office of the Director of Finance reissued Grant Accounting Procedure 5-1, "Subrecipient Monitoring" in October 2008. Updates to the procedure included sections that require departments to perform "during the award" monitoring; provide written communication of audit requirements, and possible sanctions, to subrecipient organizations, and, imposing sanctions against non-compliers. Audit reports received during fiscal year 2009, with USHHS FY 2008 funding, totaled \$12,582,069 reducing questioned costs from \$15,617,073 to \$3,035,004.

**Contact :** Joseph Oswald (215) 686-5625

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<b>Total U.S. Department of Health &amp; Human Services Questioned Costs:</b>	<b>\$3,035,004</b>
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City of Philadelphia  
 Summary Schedule of Prior Audit Findings  
 Fiscal Year Ended June 30, 2008

Reference Number	Status	Questioned Costs
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**U.S. Department of Housing & Urban Development**

**Community Development Block Grant**

2005 - 07	Resolved	\$0
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**Condition :** The Office of Housing and Community Development (OHCD) indefinitely extended the pay-off date for an \$8 million Community Development Block Grant (CDBG) float loan (due in 1997) without properly identifying the loan extensions as new activity in subsequent action plans as required. As of June 30, 2005, the float loan was still outstanding. However, on August 1, 2006 the float loan was repaid.

**2008 Update :** Finding resolved per December 14, 2006 letter from the USHUD Director of Office of Community Planning and Development.

**Contact :** Joel Jenkins (215) 686-9733

**Emergency Shelter Grants Program**

2007 - 11	Resolved	\$0
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**Condition :** Of 25 invoices tested, we noted four invoices where the Office of Supportive Housing (OSH) did not recalculate billed amounts for accuracy or match shelter attendance information contained on the invoices to its centralized Homeless Management Information System (HMIS) before approving the invoices for payment and requesting reimbursement from the U.S. Department of Housing and Urban Development (HUD).

**2008 Update :** Finding resolved by PaDCED in a letter dated December 24, 2008.

**Contact :** Rodney Cherry (215) 686-7180

**Subrecipient Monitoring**

**City of Philadelphia  
Summary Schedule of Prior Audit Findings  
Fiscal Year Ended June 30, 2008**

Reference Number	Status	Questioned Costs
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<b>2007 - 12</b>	<b>Unresolved</b>	<b>\$0</b>
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**Condition :** Certain city departments (See Schedule I) did not make a conscientious effort to obtain required audit reports from their subrecipients, or perform “during-the-award” subrecipient monitoring to ensure that federal and Pennsylvania Department of Public Welfare (DPW) funds awarded to subrecipients were spent in compliance with laws, regulations, and the provisions of contracts and grant agreements. According to the Office of the Director of Finance Grant Accounting and Administration Unit’s (GAAU’s) subrecipient database, as of July 3, 2008, there were 98 subrecipients with outstanding current year audit reports representing \$83.6 million. We selected from the database, nine subrecipients receiving federal and DPW funding (\$56.1 million) during fiscal 2007. After nothing more than an e-mail or a phone call to the subrecipient, we received seven (\$46.7 million) outstanding audit reports for fiscal 2007. Additionally, we determined that three subrecipients were included in the database despite having submitted their (\$1.6 million) audit reports to the city. Our limited amount of work reduced the amount applicable to outstanding audit reports to \$35.3 million (\$83.6 million - \$48.3 million). Additionally, major program testing for fiscal 2007 required us to determine if city departments were performing “during-the-award” subrecipient monitoring. We examined program performance evaluation records for 52 subrecipients and noted that the city’s Department of Human Services (DHS) did not perform “during-the-award” monitoring for four subrecipients that it awarded \$58.9 million in federal and DPW funds. However, DHS did obtain and review audit reports for these four subrecipient agencies.

**2008 Update :** The Office of the Director of Finance reissued Grant Accounting Procedure 5-1, "Subrecipient Monitoring" in October 2008. Updates to the procedure included sections that require departments to perform "during the award" monitoring; provide written communication of audit requirements, and possible sanctions, to subrecipient organizations, and, imposing sanctions against non-compliers. Audit reports received during fiscal year 2009, with USHUD FY 2008 funding, amounted to \$2,159,175, reducing the amount of questioned costs to zero.

**Contact :** Joseph Oswald (215) 686-5625

<b>Supportive Housing Program</b>
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**City of Philadelphia  
Summary Schedule of Prior Audit Findings  
Fiscal Year Ended June 30, 2008**

Reference Number	Status	Questioned Costs
<b>2005 - 08</b>	<b>Resolved</b>	<b>\$0</b>
<p><b><u>Condition :</u></b> The Office of Emergency Shelter Services (OESS) does not have a system in place to monitor subrecipient activity which amounted to \$5,011,402 for fiscal 2005. OESS does not follow-up on the status of Single Audit reports due from subrecipients, desk review audit reports that have been received, and follow-up on audit findings cited in reports.</p> <p><b>2008 Update :</b> Finding resolved per December 14, 2006 letter from the USHUD Director of Office of Community Planning and Development.</p> <p><b>Contact :</b> Dainette Mintz (215) 686-7106</p>		
<b>Total U.S. Department of Housing &amp; Urban Development Questioned Costs:</b>		<b>\$0</b>

City of Philadelphia  
 Summary Schedule of Prior Audit Findings  
 Fiscal Year Ended June 30, 2008

Reference Number	Status	Questioned Costs
<b>U.S. Department of Transportation</b>		
<b>Davis-Bacon Act</b>		
2004 - 05	Resolved	\$0
<b>Condition :</b> The city's Labor Standards Unit did not perform monitoring procedures for Street's Department grant funded capital programs that would ensure compliance with minimum wage regulations of the Davis-Bacon Act.		
<b>2008 Update :</b> Finding dropped. No Management Letter received from the responsible grantor agency (over two years), and there are no questioned costs.		
<b>Contact :</b> Perritti DiVirgilio (215) 686-2132		
<b>Total U.S. Department of Transportation Questioned Costs:</b>		<b>\$0</b>

# **SUPPLEMENTARY FINANCIAL INFORMATION SECTION**

**Pennsylvania Department of Public Welfare**

**Pennsylvania Department of Community and  
Economic Development**



# CITY OF PHILADELPHIA

OFFICE OF THE CONTROLLER  
1230 Municipal Services Building  
1401 John F. Kennedy Boulevard  
Philadelphia, PA 19102-1679  
(215) 686-6680 FAX (215) 686-3832

ALAN BUTKOVITZ  
City Controller

ALBERT F. SCAPEROTTO  
Deputy City Controller

## **INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES FOR THE PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE**

To the Honorable Mayor and Honorable Members  
of the Council of the City of Philadelphia

To the Commonwealth of Pennsylvania,  
Department of Public Welfare

We have performed the procedures enumerated below, which were agreed to by the City of Philadelphia, Pennsylvania and the Commonwealth of Pennsylvania, Department of Public Welfare (DPW) solely to assist you in evaluating the financial schedules and exhibits required by the DPW Single Audit Supplement for the year ended June 30, 2008. Management of the City of Philadelphia is responsible for the preparation of these financial schedules and exhibits. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

- (a) We have compared the amounts and classifications on the supplemental financial schedules listed below, which summarize amounts reported to DPW for fiscal year ended June 30, 2008, and for the Title IV-D Child Support Program – Supplementals for the years indicated, to the corresponding amounts in the books and records of the City of Philadelphia used to prepare the financial statements audited by us. We also compared the example schedules in the DPW Single Audit Supplement to these schedules to determine that they are presented, at a minimum, at the level of detail and in the format required by the DPW Single Audit Supplement pertaining to this period.

C I T Y O F P H I L A D E L P H I A  
OFFICE OF THE CONTROLLER

<u>Program Name</u>	<u>Number</u>	<u>Referenced Schedule/Exhibit</u>
Title IV-D Child Support Program	A-1(a)	Summary of Expenditures
Title VI-D Child Support Program – Supplemental (2007)	A-1(a)	Summary of Expenditures
Title IV-D Child Support Program – Supplemental (2008)	A-1(a)	Summary of Expenditures
Child Support Enforcement	A-1(b)	PACSES OCSE 157 Data Reliability Validation
County Children and Youth Program	I	Revenues and Expenditures
Mental Health/Mental Retardation	IV(a)MH	Revenues, Expenditures and Carryover Funds – MH
	IV(b)MH	Income and Expenditures – MH
	IV(c)MR	Revenues, Expenditures and Carryover Funds – MR
	IV(d)MR	Income and Expenditures – MR
Early Intervention Services	V-(a) EI	Revenues, Expenditures and Carryover Funds
	V-(b) EI	Income and Expenditures
Community - Based Medicaid Initiatives	V(e)MR	Cost Settlement Report
Combined Homeless Assistance Program	XIX(a)	Final Expenditure Report
Pennfree Bridge Housing Program	-	Final Expenditure Report

- (b) We have inquired of management as to whether there were any adjustments to reported revenues or expenditures which were not reflected on reports submitted to DPW for the period in question.

The procedures detailed in the two preceding paragraphs, (a) and (b) above, disclosed the following findings which have not been reflected on the following exhibits:

Exhibit IV (c), Schedule of Revenues, Expenditures and Carryover Funds and IV (d), Report of Income and Expenditures for the Mental Retardation Services.

- The exhibits do not include \$133,075 of expenditures that are reported on the Schedule of Expenditures of Pennsylvania Department of Public Welfare (DPW) Awards.

Exhibit V (e) Community – Based Medicaid Initiatives

- Incorrect allocation rates were used to calculate Promise Federal Revenue and Match Funds causing Total Adjusted Medical Assistance Revenue to be overstated and Other Revenue to be understated by \$2,262.

In addition, the procedures detailed in paragraphs, (a) and (b) above, disclosed the following adjustment which has been reflected on the following exhibit but was not reflected in reports to DPW:

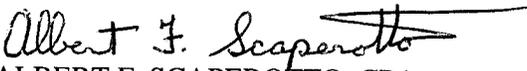
Exhibit I, Schedule of Revenues and Expenditures for the County Children and Youth Program

- The exhibit includes a net \$3,709,511 adjustment to decrease Program Income, including \$20,441 of fiscal 2008 earned interest that is also reported in the Schedule of Expenditures of the Pennsylvania Department of Public Welfare (DPW) Awards for the Independent Living Program.

We were not engaged to, and did not, conduct an examination, the objective of which would be the expression of an opinion on the accompanying financial schedules and exhibits required by the DPW Single Audit Supplement. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the management of the City of Philadelphia, Pennsylvania, City Council and DPW and is not intended to be and should not be used by anyone other than these specified parties.

October 9, 2009

  
ALBERT F. SCAPEROTTO, CPA  
Deputy City Controller

CITY OF PHILADELPHIA  
SUMMARY OF EXPENDITURES  
TITLE IV-D CHILD SUPPORT PROGRAM  
FYE JUNE 30, 2008

EXHIBIT A-1 (a)

COMPARISON OF CHILD SUPPORT PROGRAM INDEX NO. 840432 SINGLE AUDIT EXPENDITURES WITH THE REPORTED EXPENDITURES

County: Philadelphia		Year Ended: Fiscal Year 2008															
Single Audit Expenditures						Reported Expenditures						Single Audit Over/Under Reported					
Quarter Ending: 09/30/07	Total	Unallowable	Incentive Paid Costs	Net	Amt Paid	Total	Unallowable	Incentive Paid Costs	Net	Amt Paid	Total	Unallowable	Incentive Paid Costs	Net	Amt Paid		
1. Salary/Overhead	9,276,389.00	2,635,360.00	0.00	6,641,029.00	4,383,079.00	9,276,389.00	2,635,360.00	0.00	6,641,029.00	4,383,079.00	0.00	0.00	0.00	0.00	0.00		
2. Fee/Costs	642.00			642.00	424.00	642.00			642.00	424.00	0.00	0.00	0.00	0.00	0.00		
3. Interest & Program Income	49,337.00	561.00		48,776.00	32,192.00	49,337.00	561.00		48,776.00	32,192.00	0.00	0.00	0.00	0.00	0.00		
4. Blood Testing Fee	13,978.00			13,978.00	9,225.00	13,978.00			13,978.00	9,225.00	0.00	0.00	0.00	0.00	0.00		
5. Blood Testing Costs	61,160.00			61,160.00	40,366.00	61,160.00			61,160.00	40,366.00	0.00	0.00	0.00	0.00	0.00		
6. ADP	1,245.00	14.00	0.00	1,231.00	812.00	1,245.00	14.00	0.00	1,231.00	812.00	0.00	0.00	0.00	0.00	0.00		
<b>Net Total (1-2-3-4+5+6)</b>	<b>9,274,837.00</b>	<b>2,634,813.00</b>	<b>0.00</b>	<b>6,640,024.00</b>	<b>4,382,416.00</b>	<b>9,274,837.00</b>	<b>2,634,813.00</b>	<b>0.00</b>	<b>6,640,024.00</b>	<b>4,382,416.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		
1. Salary/Overhead	8,922,938.00	829,129.00	544,116.00	7,549,693.00	4,982,797.00	8,922,938.00	829,129.00	544,116.00	7,549,693.00	4,982,797.00	0.00	0.00	0.00	0.00	0.00		
2. Fee/Costs	46.00			46.00	30.00	46.00			46.00	30.00	0.00	0.00	0.00	0.00	0.00		
3. Interest & Program Income	48,543.00	609.00		47,934.00	31,636.00	48,543.00	609.00		47,934.00	31,636.00	0.00	0.00	0.00	0.00	0.00		
4. Blood Testing Fee	8,618.00			8,618.00	5,688.00	8,618.00			8,618.00	5,688.00	0.00	0.00	0.00	0.00	0.00		
5. Blood Testing Costs	58,564.00			58,564.00	38,652.00	58,564.00			58,564.00	38,652.00	0.00	0.00	0.00	0.00	0.00		
6. ADP	6,060.00	76.00	0.00	5,984.00	3,949.00	6,060.00	76.00	0.00	5,984.00	3,949.00	0.00	0.00	0.00	0.00	0.00		
<b>Net Total (1-2-3-4+5+6)</b>	<b>8,930,355.00</b>	<b>828,596.00</b>	<b>544,116.00</b>	<b>7,557,643.00</b>	<b>4,988,044.00</b>	<b>8,930,355.00</b>	<b>828,596.00</b>	<b>544,116.00</b>	<b>7,557,643.00</b>	<b>4,988,044.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		
1. Salary/Overhead	8,293,205.00	1,190,103.00	0.00	7,103,102.00	4,688,047.00	8,293,205.00	1,190,103.00	0.00	7,103,102.00	4,688,047.00	0.00	0.00	0.00	0.00	0.00		
2. Fee/Costs	150.00			150.00	99.00	150.00			150.00	99.00	0.00	0.00	0.00	0.00	0.00		
3. Interest & Program Income	39,411.00	551.00		38,860.00	25,648.00	39,411.00	551.00		38,860.00	25,648.00	0.00	0.00	0.00	0.00	0.00		
4. Blood Testing Fee	3,970.00			3,970.00	2,620.00	3,970.00			3,970.00	2,620.00	0.00	0.00	0.00	0.00	0.00		
5. Blood Testing Costs	67,584.00			67,584.00	44,605.00	67,584.00			67,584.00	44,605.00	0.00	0.00	0.00	0.00	0.00		
6. ADP	2,150.00	29.00	0.00	2,121.00	1,400.00	2,150.00	29.00	0.00	2,121.00	1,400.00	0.00	0.00	0.00	0.00	0.00		
<b>Net Total (1-2-3-4+5+6)</b>	<b>8,319,408.00</b>	<b>1,189,581.00</b>	<b>0.00</b>	<b>7,129,827.00</b>	<b>4,705,685.00</b>	<b>8,319,408.00</b>	<b>1,189,581.00</b>	<b>0.00</b>	<b>7,129,827.00</b>	<b>4,705,685.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		
1. Salary/Overhead	9,712,378.00	1,710,970.00	1,032,430.00	6,968,978.00	4,599,525.00	9,712,378.00	1,710,970.00	1,032,430.00	6,968,978.00	4,599,525.00	0.00	0.00	0.00	0.00	0.00		
2. Fee/Costs	54.00			54.00	36.00	54.00			54.00	36.00	0.00	0.00	0.00	0.00	0.00		
3. Interest & Program Income	39,809.00	529.00		39,280.00	25,925.00	39,809.00	529.00		39,280.00	25,925.00	0.00	0.00	0.00	0.00	0.00		
4. Blood Testing Fee	13,689.00			13,689.00	9,035.00	13,689.00			13,689.00	9,035.00	0.00	0.00	0.00	0.00	0.00		
5. Blood Testing Costs	56,430.00			56,430.00	37,244.00	56,430.00			56,430.00	37,244.00	0.00	0.00	0.00	0.00	0.00		
6. ADP	13,022.00	175.00	0.00	12,847.00	8,479.00	13,022.00	175.00	0.00	12,847.00	8,479.00	0.00	0.00	0.00	0.00	0.00		
<b>Net Total (1-2-3-4+5+6)</b>	<b>9,728,278.00</b>	<b>1,710,616.00</b>	<b>1,032,430.00</b>	<b>6,985,232.00</b>	<b>4,610,252.00</b>	<b>9,728,278.00</b>	<b>1,710,616.00</b>	<b>1,032,430.00</b>	<b>6,985,232.00</b>	<b>4,610,252.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		

CITY OF PHILADELPHIA  
 SUMMARY OF EXPENDITURES  
 TITLE IV-D CHILD SUPPORT PROGRAM  
 FYE JUNE 30, 2008

COMPARISON OF CHILD SUPPORT PROGRAM INDEX NO. 840432 SINGLE AUDIT EXPENDITURES WITH THE REPORTED EXPENDITURES - SUPPLEMENTALS

County: Philadelphia				Year Ended: Fiscal Year 2007									
Single Audit Expenditures				Reported Expenditures					Single Audit Over/Under Reported				
Quarter Ending: 09/30/06	Total	Unallowable	Net	Amt Paid	Total	Unallowable	Net	Amt Paid	Total	Unallowable	Net	Amt Paid	
1. Salary/Overhead	0.00	(665.00)	665.00	439.00	0.00	(665.00)	665.00	439.00	0.00	0.00	0.00	0.00	
2. Fee/Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3. Interest & Program Income	26.00	0.00	26.00	17.00	26.00	0.00	26.00	17.00	0.00	0.00	0.00	0.00	
4. Blood Testing Fee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
5. Blood Testing Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
6. ADP	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
<b>Net Total (1-2-3-4+5+6)</b>	<b>(26.00)</b>	<b>(665.00)</b>	<b>639.00</b>	<b>422.00</b>	<b>(26.00)</b>	<b>(665.00)</b>	<b>639.00</b>	<b>422.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
<b>Quarter Ending: 12/31/06</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	
1. Salary/Overhead	0.00	(862.00)	862.00	569.00	0.00	(862.00)	862.00	569.00	0.00	0.00	0.00	0.00	
2. Fee/Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3. Interest & Program Income	13,791.00	0.00	13,791.00	9,102.00	13,791.00	0.00	13,791.00	9,102.00	0.00	0.00	0.00	0.00	
4. Blood Testing Fee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
5. Blood Testing Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
6. ADP	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
<b>Net Total (1-2-3-4+5+6)</b>	<b>(13,791.00)</b>	<b>(862.00)</b>	<b>(12,929.00)</b>	<b>(8,533.00)</b>	<b>(13,791.00)</b>	<b>(862.00)</b>	<b>(12,929.00)</b>	<b>(8,533.00)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
<b>Quarter Ending: 03/31/07</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	
1. Salary/Overhead	0.00	(3,023.00)	3,023.00	1,995.00	0.00	(3,023.00)	3,023.00	1,995.00	0.00	0.00	0.00	0.00	
2. Fee/Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3. Interest & Program Income	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
4. Blood Testing Fee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
5. Blood Testing Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
6. ADP	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
<b>Net Total (1-2-3-4+5+6)</b>	<b>0.00</b>	<b>(3,023.00)</b>	<b>3,023.00</b>	<b>1,995.00</b>	<b>0.00</b>	<b>(3,023.00)</b>	<b>3,023.00</b>	<b>1,995.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
<b>Quarter Ending: 06/30/07</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	
1. Salary/Overhead	654.00	(1,078.00)	1,732.00	1,143.00	654.00	(1,078.00)	1,732.00	1,143.00	0.00	0.00	0.00	0.00	
2. Fee/Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3. Interest & Program Income	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
4. Blood Testing Fee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
5. Blood Testing Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
6. ADP	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
<b>Net Total (1-2-3-4+5+6)</b>	<b>654.00</b>	<b>(1,078.00)</b>	<b>1,732.00</b>	<b>1,143.00</b>	<b>654.00</b>	<b>(1,078.00)</b>	<b>1,732.00</b>	<b>1,143.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	

CITY OF PHILADELPHIA  
SUMMARY OF EXPENDITURES  
TITLE IV-D CHILD SUPPORT PROGRAM  
FYE JUNE 30, 2008

COMPARISON OF CHILD SUPPORT PROGRAM INDEX NO. 840432 SINGLE AUDIT EXPENDITURES WITH THE REPORTED EXPENDITURES - SUPPLEMENTALS

County: Philadelphia				Year Ended: Fiscal Year 2008										
Single Audit Expenditures				Reported Expenditures					Single Audit Over/Under Reported					
Quarter Ending: 09/30/07	Total	Unallowable	Net	Amt Paid	Total	Unallowable	Net	Amt Paid	Total	Unallowable	Net	Amt Paid		
1. Salary/Overhead	38.00	0.00	38.00	25.00	38.00	0.00	38.00	25.00	0.00	0.00	0.00	0.00		
2. Fee/Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
3. Interest & Program Income	(300.00)	0.00	(300.00)	(198.00)	(300.00)	0.00	(300.00)	(198.00)	0.00	0.00	0.00	0.00		
4. Blood Testing Fee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
5. Blood Testing Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
6. ADP	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
<b>Net Total (1-2-3-4+5+6)</b>	<b>338.00</b>	<b>0.00</b>	<b>338.00</b>	<b>223.00</b>	<b>338.00</b>	<b>0.00</b>	<b>338.00</b>	<b>223.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		
<b>Quarter Ending: 12/31/07</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>		
1. Salary/Overhead	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
2. Fee/Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
3. Interest & Program Income	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
4. Blood Testing Fee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
5. Blood Testing Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
6. ADP	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
<b>Net Total (1-2-3-4+5+6)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		
<b>Quarter Ending: 03/31/08</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>		
1. Salary/Overhead	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
2. Fee/Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
3. Interest & Program Income	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
4. Blood Testing Fee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
5. Blood Testing Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
6. ADP	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
<b>Net Total (1-2-3-4+5+6)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		
<b>Quarter Ending: 06/30/08</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>	<b>Total</b>	<b>Unallowable</b>	<b>Net</b>	<b>Amt Paid</b>		
1. Salary/Overhead	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
2. Fee/Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
3. Interest & Program Income	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
4. Blood Testing Fee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
5. Blood Testing Costs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
6. ADP	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
<b>Net Total (1-2-3-4+5+6)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		

**CHILD SUPPORT ENFORCEMENT  
PACES OCSE 157 Data Reliability Validation**

County Philadelphia Year Ended June 30, 2008

OCSE 157 Report Line Number	Number of Cases Reviewed	Case Problems Found
<b>Line #1</b> IV-D cases open at the end of the fiscal year.	5	None
<b>Line #2</b> IV-D cases open at the end of the fiscal year with support orders established.	5	None
<b>Line #5</b> Children in IV-D cases open at the end of the fiscal year that were born out of wedlock.	5	None
<b>Line #6</b> Children in IV-D cases open at the end of the fiscal year who were born out of wedlock with paternity resolved.	5	None
<b>Line #21</b> Cases open at the end of the fiscal year in which medical support is ordered.	5	None
<b>Line #23</b> Cases open at the end of the fiscal year where health insurance is provided as ordered.	5	None
<b>Line #24</b> Total amount of current support due for the fiscal year for IV-D cases, excluding emancipated children.	5	1*
<b>Line #25</b> Total amount of support disbursed as current support during the fiscal year for IV-D cases, excluding emancipated children.	5	None
<b>Line #28</b> Cases with arrears due during the fiscal year (10/01/07 - 9/30/08)	5	None
<b>Line #29</b> Cases with Disbursements on arrears during the fiscal year (10/01/07 - 9/30/08)	5	None

\* Support order was entered incorrectly in PASCES resulting in a \$21.72 monthly over-accrual of arrears. County corrected PASCES resulting in a decrease of \$3,219.16 to the arrears.

**PHILADELPHIA COUNTY  
SCHEDULE OF REVENUES AND EXPENDITURES  
COUNTY CHILDREN AND YOUTH PROGRAM  
FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

	GRAND TOTAL	FEDERAL TITLE XX	FEDERAL TITLE IV-E	FEDERAL TITLE IV-B	FEDERAL OTHER	FEDERAL TANF	MEDICAL ASSISTANCE	PROGRAM INCOME	NET TOTAL	STATE ACT 148	LOCAL SHARE
<b>NET CHILD WELFARE EXPENDITURES :</b>											
01. 100 % Reimbursement	8,766,692	0	1,047,348	0	0	0	0	0	7,719,344	7,719,344	0
02. 90 % Reimbursement	16,954,806	0	2,944,659	0	0	0	0	26,685	13,983,462	12,585,116	1,398,346
03. 80 % Reimbursement	486,659,156	3,493,612	77,908,230	2,735,196	0	30,205,388	0	14,689,020	357,627,710	286,102,168	71,525,542
04. 60 % Reimbursement	158,339,419	0	30,625,106	0	0	0	321,850	334,925	127,057,538	76,234,523	50,823,015
05. 50 % Reimbursement	41,605,144	0	25,555	0	0	0	0	0	41,579,589	20,789,795	20,789,795
06. Other Reimbursement	0	0	0	0	0	0	0	0	0	0	0
<b>07. TOTAL (Lines 1 - 6)</b>	<b>712,325,217</b>	<b>3,493,612</b>	<b>112,550,898</b>	<b>2,735,196</b>	<b>0</b>	<b>30,205,388</b>	<b>321,850</b>	<b>15,050,630</b>	<b>547,967,643</b>	<b>403,430,945</b>	<b>144,536,698</b>
<b>YDC/YFC PLACEMENT COSTS</b>											
08. 80 % DPW Participation	0	0	0	0	0	0	0	0	0	0	0
09. 60 % DPW Participation	25,791,391	0	0	0	0	0	0	0	25,791,391	15,474,835	10,316,556
<b>10. TOTAL YDC/YFC COST</b>	<b>25,791,391</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>25,791,391</b>	<b>15,474,835</b>	<b>10,316,556</b>
<b>11. RESERVED DPW USE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>12. NON-ALLOWABLE EXPENDITURES :</b>	<b>552,616</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>552,616</b>	<b>0</b>	<b>552,616</b>
<b>13. TOTAL EXPENDITURES :</b>	<b>738,669,224</b>	<b>3,493,612</b>	<b>112,550,898</b>	<b>2,735,196</b>	<b>0</b>	<b>30,205,388</b>	<b>321,850</b>	<b>15,050,630</b>	<b>574,311,650</b>	<b>418,905,780</b>	<b>155,405,870</b>
<b>14. Total HSDF Used for Child Welfare :</b>	<b>249,045</b>	<b>15. Total Title IV-D Collections :</b>		<b>4,421,931</b>		<b>16. Total IV-D/IV-E Collections :</b>		<b>3,149,086</b>			
<b>A. State Act 148, Line 7 :</b>	<b>403,430,945</b>	<b>B. State Act 148 Allocation :</b>		<b>377,478,322</b>		<b>C. Adj. State Share (Lower of A or B) :</b>		<b>377,478,322</b>			

Note: The exhibit includes a net \$3,709,511 adjustment to decrease Program Income, including \$20,441 of fiscal 2008 earned interest that is reported in the Schedule of Expenditures of the Pennsylvania Department of Public Welfare (DPW) Awards for the Independent Living Program

**PHILADELPHIA COUNTY**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CARRYOVER FUNDS**  
**MENTAL HEALTH SERVICES**  
**FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

SOURCE OF DPW FUNDS	APP	DPW FUNDS AVAILABLE			Cost Eligible for DPW Participation (4)	Balance of Funds (5)	Grant Fund Adjs. (6A)	CSR State	CSC-	Total Fund Balance (7)
		Carryover (1)	Allotment (2)	Total Allocation (3)				Grant Fund Adjs. (6B)	Promise Adjs. (6C)	
<b>A. MH SERVICES</b>	10248	1,751,207	128,452,209	130,203,416	128,332,806	1,870,610	71,558	0	0	1,942,168
<b>B. OTHER STATE FUNDS</b>										
1. Specialized Residences	10258	0	1,339,832	1,339,832	1,339,832	0	0	0	0	0
2. BH Initiative	10262	0	4,687,584	4,687,584	4,687,584	0	0	0	0	0
3. BH IGT	10262	0	896,811	896,811	896,811	0	0	0	0	0
4. New Directions	10244	0	0	0	0	0	0	0	0	0
5. Personal Care Homes	10252	0	0	0	0	0	0	0	0	0
6. Facility and Service Enhancement	10942	0	500,000	500,000	261,887	238,113	0	0	0	238,113
7. Total Other State		0	7,424,227	7,424,227	7,186,114	238,113	0	0	0	238,113
<b>C. SSBG</b>	70135	0	5,532,135	5,532,135	5,532,135	0	0	0	0	0
<b>D. CMHSBG</b>	70167	150,589	1,515,559	1,666,148	1,582,170	83,978	125,847	0	0	209,825
<b>E. OTHER FEDERAL FUNDS</b>										
1. Max. Part. Project	70121	0	0	0	0	0	0	0	0	0
2. PATH Homeless	70154	0	383,547	383,547	383,547	0	0	0	0	0
3. Capitalization of POMS	70522	0	0	0	0	0	0	0	0	0
4. COSIG Grant	70561	0	0	0	0	0	0	0	0	0
5. MH Systems Transformation	70589	0	0	0	0	0	0	0	0	0
6. Federal SSBG - Hurricane Katrina	70684	108,059	(17,101)	90,958	90,958	0	0	0	0	0
7. Terrorism Related Disaster Relief	80168	0	0	0	0	0	0	0	0	0
8. Bioterrorism Hosp Prep/Pub Hth Prep Resp	80343	0	0	0	0	0	0	0	0	0
9. Federal Regular Svs Crisis Counsel Prog	82413	0	0	0	0	0	0	0	0	0
10. Federal Crisis Counseling - Summer Flood	82427	0	0	0	0	0	0	0	0	0
11. Reserved	00002	0	0	0	0	0	0	0	0	0
12. Reserved		0	0	0	0	0	0	0	0	0
13. Total Other Federal		108,059	366,446	474,505	474,505	0	0	0	0	0
<b>F. TOTAL</b>		2,009,855	143,290,576	145,300,431	143,107,730	2,192,701	197,405	0	0	2,390,106

**PHILADELPHIA COUNTY**  
**REPORT OF INCOME AND EXPENDITURES**  
**FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

MENTAL HEALTH PROGRAM	Adult Dvpt Training	Admin Management	Admin Office	Community Employ Services
<b>I. TOTAL ALLOCATION</b>				
<b>II. TOTAL EXPENDITURES</b>	0	11,179,702	10,598,226	0
<b>III. COSTS OVER ALLOCATION</b>				
A. County Funded Eligible	0	0	1,251,787	0
B. County Funded Ineligible	0	0	781,214	0
C. Other Eligible	0	1,753,953	154,003	0
D. Other Ineligible	0	0	0	0
E. Total Costs Over Allocation	0	1,753,953	2,187,004	0
<b>IV. REVENUES</b>				
A. Program Service Fees	0	0	0	0
B. Private Insurance	0	8,061	0	0
C. Medical Assistance	0	2,728	0	0
D. Medical Assistance - MA 325	0	0	20,667	0
E. Medical Assistance - Admin Claims	0	0	0	0
F. Room and Board	0	0	0	0
G. Earned Interest	0	6,863	0	0
H. Other	0	486,015	0	0
I. Total Revenue :	0	503,667	20,667	0
<b>V. DPW REIMBURSEMENT</b>				
A. Base Allocation 90 %	0	4,557,918	7,551,500	0
B. Base Allocation 100 %	0	0	0	0
C. DPW Categorical Funding 90% Subtotal	0	0	0	0
D. DPW Categorical Funding 100% Subtotal	0	514,374	0	0
E. SSBG 90% Adult	0	0	0	0
SSBG 90% Child	0	0	0	0
SSBG 100% Adult	0	3,343,355	0	0
SSBG 100% Child	0	0	0	0
F. CMHSBG (ADAMH) 90%	0	0	0	0
CMHSBG (ADAMH) 100%	0	0	0	0
<b>VI. COUNTY MATCH</b>				
10 % County Match	0	506,435	839,055	0
<b>VII. TOTAL DPW REIMBURSEMENT AND COUNTY MATCH</b>	0	8,922,082	8,390,555	0
<b>VIII. TOTAL CARRYOVER</b>				

**PHILADELPHIA COUNTY**  
**REPORT OF INCOME AND EXPENDITURES**  
**FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

MENTAL HEALTH PROGRAM	Crisis Intervention	Community Services	Day Treatment	Emergency Services
<b>I. TOTAL ALLOCATION</b>				
<b>II. TOTAL EXPENDITURES</b>	0	6,672,212	1,482,580	25,011,900
<b>III. COSTS OVER ALLOCATION</b>				
A. County Funded Eligible	0	0	0	131,257
B. County Funded Ineligible	0	0	0	76,011
C. Other Eligible	0	578,318	0	2,951,631
D. Other Ineligible	0	0	0	1,450
E. Total Costs Over Allocation	0	578,318	0	3,160,349
<b>IV. REVENUES</b>				
A. Program Service Fees	0	0	4,954	3,536
B. Private Insurance	0	0	0	716,068
C. Medical Assistance	0	0	59,144	95,114
D. Medical Assistance - MA 325	0	0	0	0
E. Medical Assistance - Admin Claims	0	0	0	0
F. Room and Board	0	0	0	0
G. Earned Interest	0	350	0	40,737
H. Other	0	533,615	83,204	9,098,951
I. Total Revenue :	0	533,965	147,302	9,954,406
<b>V. DPW REIMBURSEMENT</b>				
A. Base Allocation 90 %	0	3,215,245	0	9,721,163
B. Base Allocation 100 %	0	0	1,017,205	0
C. DPW Categorical Funding 90% Subtotal	0	0	0	0
D. DPW Categorical Funding 100% Subtotal	0	1,786,242	318,073	692,274
E. SSBG 90% Adult	0	0	0	0
SSBG 90% Child	0	0	0	0
SSBG 100% Adult	0	0	0	0
SSBG 100% Child	0	0	0	0
F. CMHSBG (ADAMH) 90%	0	0	0	0
CMHSBG (ADAMH) 100%	0	201,193	0	403,579
<b>VI. COUNTY MATCH</b>				
10 % County Match	0	357,249	0	1,080,129
<b>VII. TOTAL DPW REIMBURSEMENT AND COUNTY MATCH</b>	0	5,559,929	1,335,278	11,897,145
<b>VIII. TOTAL CARRYOVER</b>				

**PHILADELPHIA COUNTY**  
**REPORT OF INCOME AND EXPENDITURES**  
**FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

MENTAL HEALTH PROGRAM	Fam Based Services	Fam Sup Services	Housing Support Services	Int Case Management
<b>I. TOTAL ALLOCATION</b>				
<b>II. TOTAL EXPENDITURES</b>	482,631	179,195	32,891	5,124,866
<b>III. COSTS OVER ALLOCATION</b>				
A. County Funded Eligible	0	0	0	0
B. County Funded Ineligible	0	0	0	0
C. Other Eligible	0	0	0	0
D. Other Ineligible	0	0	0	0
E. Total Costs Over Allocation	0	0	0	0
<b>IV. REVENUES</b>				
A. Program Service Fees	0	0	0	0
B. Private Insurance	0	0	0	0
C. Medical Assistance	5,374	0	0	131,754
D. Medical Assistance - MA 325	0	0	0	0
E. Medical Assistance - Admin Claims	0	0	0	0
F. Room and Board	0	0	0	0
G. Earned Interest	0	0	0	0
H. Other	0	20	0	74,856
I. Total Revenue :	5,374	20	0	206,610
<b>V. DPW REIMBURSEMENT</b>				
A. Base Allocation 90 %	0	161,257	29,602	0
B. Base Allocation 100 %	477,257	0	0	4,191,267
C. DPW Categorical Funding 90% Subtotal	0	0	0	0
D. DPW Categorical Funding 100% Subtotal	0	0	0	726,989
E. SSBG 90% Adult	0	0	0	0
SSBG 90% Child	0	0	0	0
SSBG 100% Adult	0	0	0	0
SSBG 100% Child	0	0	0	0
F. CMHSBG (ADAMH) 90%	0	0	0	0
CMHSBG (ADAMH) 100%	0	0	0	0
	0	0	0	0
<b>VI. COUNTY MATCH</b>				
10 % County Match	0	17,918	3,289	0
<b>VII. TOTAL DPW REIMBURSEMENT AND COUNTY MATCH</b>	477,257	179,175	32,891	4,918,256
<b>VIII. TOTAL CARRYOVER</b>				

**PHILADELPHIA COUNTY**  
**REPORT OF INCOME AND EXPENDITURES**  
**FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

MENTAL HEALTH PROGRAM	Psychiatric Inpt Hosp	Outpatient	Psychiatric Rehab	Comm Res Services
<b>I. TOTAL ALLOCATION</b>				
<b>II. TOTAL EXPENDITURES</b>	994,927	20,313,295	55,526	92,856,681
<b>III. COSTS OVER ALLOCATION</b>				
A. County Funded Eligible	0	0	0	0
B. County Funded Ineligible	0	0	0	0
C. Other Eligible	0	2,593,513	0	2,550,010
D. Other Ineligible	0	0	0	0
E. Total Costs Over Allocation	0	2,593,513	0	2,550,010
<b>IV. REVENUES</b>				
A. Program Service Fees	0	512,218	0	0
B. Private Insurance	0	1,214,603	0	5,280
C. Medical Assistance	0	89,214	0	0
D. Medical Assistance - MA 325	0	0	0	0
E. Medical Assistance - Admin Claims	0	0	0	0
F. Room and Board	0	0	0	6,623,900
G. Earned Interest	0	171,562	0	70,592
H. Other	0	2,014,796	0	3,876,320
I. Total Revenue :	0	4,002,393	0	10,576,092
<b>V. DPW REIMBURSEMENT</b>				
A. Base Allocation 90 %	0	8,120,740	0	9,775,771
B. Base Allocation 100 %	994,927	0	55,526	0
C. DPW Categorical Funding 90% Subtotal	0	0	0	2,953,496
D. DPW Categorical Funding 100% Subtotal	0	4,534,411	0	65,586,949
E. SSBG 90% Adult	0	0	0	0
SSBG 90% Child	0	0	0	0
SSBG 100% Adult	0	0	0	0
SSBG 100% Child	0	0	0	0
F. CMHSBG (ADAMH) 90%	0	0	0	0
CMHSBG (ADAMH) 100%	0	159,934	0	0
<b>VI. COUNTY MATCH</b>				
10 % County Match	0	902,304	0	1,414,363
<b>VII. TOTAL DPW REIMBURSEMENT AND COUNTY MATCH</b>	994,927	13,717,389	55,526	79,730,579
<b>VIII. TOTAL CARRYOVER</b>				

**PHILADELPHIA COUNTY  
REPORT OF INCOME AND EXPENDITURES  
FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

MENTAL HEALTH PROGRAM	Resource Coordination	Soc Rehab Services	Vocational Rehab	Totals
<b>I. TOTAL ALLOCATION</b>				145,300,431
<b>II. TOTAL EXPENDITURES</b>	856,122	9,722,759	5,721,995	191,285,508
<b>III. COSTS OVER ALLOCATION</b>				
A. County Funded Eligible	0	0	0	1,383,044
B. County Funded Ineligible	0	0	0	857,225
C. Other Eligible	0	640,536	579,959	11,801,923
D. Other Ineligible	0	0	0	1,450
E. Total Costs Over Allocation	0	640,536	579,959	14,043,642
<b>IV. REVENUES</b>				
A. Program Service Fees	0	1,175	0	521,883
B. Private Insurance	0	10,348	5,135	1,959,495
C. Medical Assistance	26,563	21,436	0	431,327
D. Medical Assistance - MA 325	0	0	0	20,667
E. Medical Assistance - Admin Claims	0	0	0	0
F. Room and Board	0	0	0	6,623,900
G. Earned Interest	0	438	0	290,542
H. Other	0	832,377	1,375,296	18,375,450
I. Total Revenue :	26,563	865,774	1,380,431	28,223,264
<b>V. DPW REIMBURSEMENT</b>				
A. Base Allocation 90 %	0	4,763,279	2,347,892	50,244,367
B. Base Allocation 100 %	779,936	0	0	7,516,118
C. DPW Categorical Funding 90% Subtotal	0	0	0	2,953,496
D. DPW Categorical Funding 100% Subtotal	0	1,103,861	16,271	75,279,444
E. SSBG 90% Adult	0	0	0	0
SSBG 90% Child	0	0	0	0
SSBG 100% Adult	0	1,542,880	645,900	5,532,135
SSBG 100% Child	0	0	0	0
F. CMHSBG (ADAMH) 90%	0	0	0	0
CMHSBG (ADAMH) 100%	49,623	277,176	490,665	1,582,170
<b>VI. COUNTY MATCH</b>				
10 % County Match	0	529,253	260,877	5,910,872
<b>VII. TOTAL DPW REIMBURSEMENT AND COUNTY MATCH</b>	829,559	8,216,449	3,761,605	149,018,602
<b>VIII. TOTAL CARRYOVER</b>				2,192,701

**PHILADELPHIA COUNTY  
SCHEDULE OF REVENUES, EXPENDITURES AND CARRYOVER FUNDS  
MENTAL RETARDATION SERVICES  
FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

SOURCE OF DPW FUNDS	APP	DPW FUNDS AVAILABLE			Cost Eligible for DPW Participation	Balance of Funds	Grant Fund Adjs.	CSR St. Grant Fd Adjs.	CSR-Promise Adjs.	Total Fund Balance
		Carryover Funds	Allotment	Total Allocation						
<b>A. MR SERVICES</b>										
1. Community (NR/Res)	10255	0	30,385,861	30,385,861	30,385,861	0	0	0	0	0
2. SSBG	70177	0	1,291,861	1,291,861	1,291,861	0	0	0	0	0
3. Reserved	00001	0	0	0	0	0	0	0	0	0
4. Subtotal MR Services :		0	31,677,722	31,677,722	31,677,722	0	0	0	0	0
<b>B. WAIVER</b>										
1. Consolidated Waiver Services	10255/70175	1,469,714	239,402,663	240,872,377	237,155,279	3,717,098	0	0	0	3,717,098
2. Waiver Administration	10255/70175	0	14,893,696	14,893,696	14,893,696	0	0	0	0	0
3. P/FDS Waiver Services	10255/70175	0	18,423,490	18,423,490	14,185,272	4,238,218	0	0	0	4,238,218
4. Reserved	00002	0	0	0	0	0	0	0	0	0
5. Subtotal Waiver :		1,469,714	272,719,849	274,189,563	266,234,247	7,955,316	0	0	0	7,955,316
<b>C. EARLY INTERVENTION</b>										
1. State Early Intervention	10235	0	0	0	0	0	0	0	0	0
2. EI Administration	10235	0	0	0	0	0	0	0	0	0
3. Infants and Toddlers	70170	0	0	0	0	0	0	0	0	0
4. SSBG - EI	70178	0	0	0	0	0	0	0	0	0
5. ITF Waiver Services	10235/70184	0	0	0	0	0	0	0	0	0
6. ITF Waiver Administration	10235/70184	0	0	0	0	0	0	0	0	0
7. Reserved		0	0	0	0	0	0	0	0	0
8. Reserved		0	0	0	0	0	0	0	0	0
9. Subtotal Early Intervention :		0	0	0	0	0	0	0	0	0
<b>D. OTHER</b>										
1. Elwyn	10236	0	0	0	0	0	0	0	0	0
2. Pennhurst Dispersal	10241	0	0	0	0	0	0	0	0	0
3. Penn Dispersal (Cons Waiver)	10241/70175	0	0	0	0	0	0	0	0	0
4. Reserved	00003	0	0	0	0	0	0	0	0	0
5. Subtotal Other :		0	0	0	0	0	0	0	0	0
<b>E. TOTAL</b>		1,469,714	304,397,571	305,867,285	297,911,969	7,955,316	0	0	0	7,955,316

**PHILADELPHIA COUNTY  
REPORT OF INCOME AND EXPENDITURES  
FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

MENTAL RETARDATION PROGRAM	Admin Office	Community Habilitation	Community Residential	FD/FS
<b>I. TOTAL ALLOCATION</b>				
<b>II. TOTAL EXPENDITURES</b>	20,831,900	10,616,280	227,686,817	1,397,304
<b>III. COSTS OVER ALLOCATION</b>				
A. County Funded Eligible	1,119,216	0	0	0
B. County Funded Ineligible	1,747,337	0	0	0
C. Other Eligible	0	0	0	0
D. Other Ineligible	0	1,077	4,220	0
E. Total Costs Over Allocation	2,866,553	1,077	4,220	0
<b>IV. REVENUES</b>				
A. Program Service Fees	0	0	0	0
B. Private Insurance Fees	0	0	130	0
C. Medical Assistance - Gen	0	0	0	0
D. Medical Assistance - MA EI	0	0	0	0
E. Medical Assistance - Admin Claims	673,953	0	0	0
F. Room and Board	0	0	8,646,527	0
G. Earned Interest	504,931	14,346	162,280	0
H. Other	12,456	341,713	166,361	0
I. Total Revenue :	1,191,340	356,059	8,975,298	0
<b>V. DPW REIMBURSEMENT</b>				
A. Base Allocation 90 %	1,085,722	251,365	0	1,257,574
B. Base Allocation 100 %	0	0	14,868,571	0
C. DPW Categorical 90% Subtotal	0	41,034	0	0
D. DPW Categorical 100% Subtotal	15,567,649	9,934,256	202,889,754	0
E. SSBG 90% Adult	0	0	0	0
SSBG 90% Child	0	0	0	0
SSBG 100% Adult	0	0	948,974	0
SSBG 100% Child	0	0	0	0
<b>VI. COUNTY MATCH</b>				
10 % County Match	120,636	32,489	0	139,730
<b>VII. TOTAL DPW REIMBURSEMENT AND COUNTY MATCH</b>	16,774,007	10,259,144	218,707,299	1,397,304
<b>VIII. TOTAL CARRYOVER</b>				

**PHILADELPHIA COUNTY  
REPORT OF INCOME AND EXPENDITURES  
FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

MENTAL RETARDATION PROGRAM	Employment Services	Home & Community	Pre-Voc	Respite
<b>I. TOTAL ALLOCATION</b>				
<b>II. TOTAL EXPENDITURES</b>	7,670,707	16,582,364	12,466,567	2,044,620
<b>III. COSTS OVER ALLOCATION</b>				
A. County Funded Eligible	0	0	0	0
B. County Funded Ineligible	0	0	0	0
C. Other Eligible	0	0	0	0
D. Other Ineligible	954	0	0	0
E. Total Costs Over Allocation	954	0	0	0
<b>IV. REVENUES</b>				
A. Program Service Fees	0	0	0	0
B. Private Insurance	0	2,121	5,333	0
C. Medical Assistance - Gen	0	0	0	0
D. Medical Assistance - MA EI	0	0	0	0
E. Medical Assistance - Admin Claims	0	0	0	0
F. Room and Board	0	0	0	0
G. Earned Interest	11,659	3,003	15,991	0
H. Other	172,613	23,049	1,039,293	0
I. Total Revenue :	184,272	28,173	1,060,617	0
<b>V. DPW REIMBURSEMENT</b>				
A. Base Allocation 90 %	2,315,010	244,540	151,839	314,906
B. Base Allocation 100 %	0	0	0	0
C. DPW Categorical 90% Subtotal	0	486,106	0	0
D. DPW Categorical 100% Subtotal	4,555,712	15,742,361	11,213,790	1,694,724
E. SSBG 90% Adult	321,782	0	21,105	0
SSBG 90% Child	0	0	0	0
SSBG 100% Adult	0	0	0	0
SSBG 100% Child	0	0	0	0
<b>VI. COUNTY MATCH</b>				
10 % County Match	292,977	81,184	19,216	34,990
<b>VII. TOTAL DPW REIMBURSEMENT AND COUNTY MATCH</b>	7,485,481	16,554,191	11,405,950	2,044,620
<b>VIII. TOTAL CARRYOVER</b>				

**PHILADELPHIA COUNTY  
REPORT OF INCOME AND EXPENDITURES  
FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

MENTAL RETARDATION PROGRAM	Special Support	Supports Coordination	Transportation	Total
<b>I. TOTAL ALLOCATION</b>				305,867,285
<b>II. TOTAL EXPENDITURES</b>	4,644,851	16,394,949	1,175,400	321,511,759
<b>III. COSTS OVER ALLOCATION</b>				
A. County Funded Eligible	0	0	0	1,119,216
B. County Funded Ineligible	0	249,951	0	1,997,288
C. Other Eligible	0	0	0	0
D. Other Ineligible	0	0	0	6,251
E. Total Costs Over Allocation	0	249,951	0	3,122,755
<b>IV. REVENUES</b>				
A. Program Service Fees	0	0	0	0
B. Private Insurance	0	0	0	7,584
C. Medical Assistance - Gen	0	7,738,411	0	7,738,411
D. Medical Assistance - MA EI	0	0	0	0
E. Medical Assistance - Admin Claims	0	0	0	673,953
F. Room and Board	0	0	0	8,646,527
G. Earned Interest	0	28,190	0	740,400
H. Other	0	5,000	0	1,760,485
I. Total Revenue :	0	7,771,601	0	19,567,360
<b>V. DPW REIMBURSEMENT</b>				
A. Base Allocation 90 %	43,718	0	12,563	5,677,237
B. Base Allocation 100 %	0	0	0	14,868,571
C. DPW Categorical 90% Subtotal	0	1,639,795	0	2,166,935
D. DPW Categorical 100% Subtotal	4,596,275	6,551,403	1,161,441	273,907,365
E. SSBG 90% Adult	0	0	0	342,887
SSBG 90% Child	0	0	0	0
SSBG 100% Adult	0	0	0	948,974
SSBG 100% Child	0	0	0	0
<b>VI. COUNTY MATCH</b>				
10 % County Match	4,858	182,199	1,396	909,675
<b>VII. TOTAL DPW REIMBURSEMENT AND COUNTY MATCH</b>	4,644,851	8,373,397	1,175,400	298,821,644
<b>VIII. TOTAL CARRYOVER</b>				7,955,316

**PHILADELPHIA COUNTY  
 SCHEDULE OF REVENUES, EXPENDITURES AND CARRYOVER FUNDS  
 EARLY INTERVENTION SERVICES  
 FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

SOURCES OF DPW FUNDING	APP	DPW FUNDS AVAILABLE			Cost Eligible for DPW Participation	Balance of Funds	Grant Fund Adjs.	Total Fund Balance
		Carryover Funds	Allotment	Total Allocation				
<b>C. EARLY INTERVENTION</b>								
1. State Early Intervention	10235	160,224	10,156,007	10,316,231	10,316,231	0	0	0
2. State Early Intervention - Training	10235	40,135	233,832	273,967	273,967	0	0	0
3. EI Administration	10235	0	2,009,688	2,009,688	2,009,688	0	0	0
4. Infants and Toddlers w/ Disabilities ( Part C	70170	0	1,760,760	1,760,760	1,760,760	0	0	0
5. SSBG - EI	70178	0	0	0	0	0	0	0
6. IT&F Waiver Services	10235/70184	0	3,038,537	3,038,537	3,038,537	0	0	0
7. IT&F Waiver Administration	10235/70184	147,012	800,418	947,430	864,722	82,708	0	82,708
8. Reserved	00001	0	0	0	0	0	0	0
9. Total Early Intervention :		347,371	17,999,242	18,346,613	18,263,905	82,708	0	82,708

**PHILADELPHIA COUNTY  
REPORT OF INCOME AND EXPENDITURES  
EARLY INTERVENTION SERVICES  
COUNTY PROGRAM CODE (CAU): PHI  
FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2008**

<b>EARLY INTERVENTION SERVICES</b>	<b>Admin Office</b>	<b>Early Intervention</b>	<b>Supports Coordination</b>	<b>Total</b>
<b>I. TOTAL ALLOCATION</b>				18,346,613
<b>II. TOTAL EXPENDITURES</b>	3,262,862	15,198,937	6,852,519	25,314,318
<b>III. COSTS OVER ALLOCATION</b>				
A. County Funded Eligible	102,633	0	0	102,633
B. County Funded Ineligible	33,622	0	0	33,622
C. Other Eligible	0	0	0	0
D. Other Ineligible	0	0	0	0
E. Total Costs Over Allocation	136,255	0	0	136,255
<b>IV. REVENUES</b>				
A. Program Service Fees	0	0	0	0
B. Private Insurance	0	0	0	0
D. Medical Assistance - MA EI	0	1,756,532	3,533,100	5,289,632
E. Medical Assistance - Admin Claims	0	0	0	0
G. Earned Interest	28,898	0	0	28,898
H. Other	0	0	0	0
I. Total Revenue :	28,898	1,756,532	3,533,100	5,318,530
<b>V. DPW REIMBURSEMENT</b>				
A. Base Allocation 90 %	0	0	0	0
B. Base Allocation 100 %	0	0	0	0
C. DPW Categorical 90% Subtotal	2,009,688	9,363,481	2,987,477	14,360,646
D. DPW Categorical 100% Subtotal	864,722	3,038,537	0	3,903,259
E. SSBG 90% Child	0	0	0	0
<b>VI. COUNTY MATCH</b>				
10 % County Match	223,299	1,040,387	331,942	1,595,628
<b>VII. TOTAL DPW REIMBURSEMENT AND COUNTY MATCH</b>	3,097,709	13,442,405	3,319,419	19,859,533
<b>VIII. TOTAL CARRYOVER</b>				82,708

Note: Earned Interest for the Early Intervention Program was included with the Earned Interest for the Mental Retardation Program in the Report of Income and Expenditures Exhibit IV (d) MR.

DEPARTMENT OF PUBLIC WELFARE  
COMMUNITY-BASED MEDICAID INITIATIVES  
COST SETTLEMENT REPORT (CSR)

HEADER DATA:	INTERIM	<u>X</u>		
	FINAL	<u>      </u>		
COUNTY/JOINDER:	<u>Philadelphia</u>	OPERATED BY:	FISCAL YEAR:	<u>2007-2008</u>
PROVIDER NAME:	<u>MRS</u>	COUNTY	PROGRAM:	<u>MR</u>
PROVIDER TYPE:	<u>32</u>	PROVIDER	SERVICE ACTIVITY:	<u>TSM</u>
PROVIDER ID # (MPI):	<u>100007695</u>		REVISION #:	<u>      </u>
PROV SVC LOC #:	<u>0074</u>			

1. Service Delivery Analysis	Actual Units	Budgeted Units	Budgeted Expenditures
			<u>\$2,758,081</u>
a. MA (FFP) Eligible Units	<u>134,243</u>	<u>130,937</u>	Approved Billable Rate(s)
b. Non-MA (Non-FFP) Units	<u>      </u>	<u>      </u>	<u>\$21.06</u>
c. Combined Units	<u>134,243</u>	<u>130,937</u>	<u>\$21.06</u>

2. Expenditures			
a. Total Program Expenditures		<u>\$2,738,618</u>	
b. Less: Retained Revenue Allowance	-	<u>\$0</u>	
c. Less: Other Expenses Not Allowable for Federal Reimbursement	-	<u>\$0</u>	
d. Expenditures Eligible for DPW State/Fed Participation			<u>\$2,738,618</u>

3. Revenues			
(1) PROMISe Federal Revenue	<u>\$1,531,189</u>		
(2) Match Funds for 3(1)	<u>\$1,295,969</u>		
(3) Revenues Supporting Non-FFP Units	<u>\$0</u>		
a. Net Program Revenues (1+2+3)			<u>\$2,827,158</u>
b. Revenues Supporting Expenditures from 2b & 2c		+ <u>\$0</u>	
c. Total Program Revenues		<u>\$2,827,158</u>	

4. Expenditures Minus Revenues (2d-3a) Underpayment / (Overpayment) (\$88,540)

5. Service Delivery	Actual Units	Actual Rate	Reconciled Revenues
a. MA (FFP) Eligible Units	<u>134,243</u>	x <u>\$20.4005</u>	= <u>\$2,738,624</u>
b. Non-MA (Non-FFP) Units	<u>0</u>	x <u>(2d/5c Units)</u>	= <u>\$0</u>
c. Combined Units	<u>134,243</u>	x <u>(round to 4 dec.)</u>	= <u>\$2,738,624</u>

6. Reconciliation				
a. FFP	<u>\$2,738,624</u>	-	<u>\$2,827,158</u>	= <u>(\$88,534)</u>
	(5a)		3(1) + 3(2)	
b. Non-FFP	<u>\$0</u>	-	<u>\$0</u>	= <u>\$0</u>
	(5b)		3(3)	

7. State/Federal Split of Difference:				
a. FFP	<u>(\$88,534)</u>	x .5408 =	<u>(47,879)</u>	Federal - Underpayment (Overpayment)
	(6a)			
b. FFP	<u>(\$88,534)</u>	x .4592 =	<u>(40,655)</u>	State - Underpayment (Overpayment)
	(6a)			
c. Non-FFP	<u>\$0</u>	x 1.00 =	<u>-</u>	BFO/CSR
	(6b)			07/08

DEPARTMENT OF PUBLIC WELFARE  
COMMUNITY-BASED MEDICAID INITIATIVES  
COST SETTLEMENT REPORT (CSR)

8. Reconciliation Recap

Overpayment			
a.	<input checked="" type="checkbox"/>	PROMISe Gross Adjustment Requested	<u>(\$47,879)</u>
Underpayment			
b.	<input type="checkbox"/>	PROMISe Gross Adjustment Requested to Initiate Payment Complete State Match Verification	<u>                    </u>
c.	<input type="checkbox"/>	No PROMISe Gross Adjustment Requested; State match unavailable in current fiscal year.	

STATE MATCH VERIFICATION		
PROVIDER INFORMATION		
Provider Name:	MRS	
Provider MA ID Number:	100007695	
Provider Location Number:	0074	
Service Activity:	TSM	
Service Dates:	July 1, 2007 through June 30, 2008	
State Match Paid:	<u>                    </u>	
Signature	Title	Date

Signature and Title of Person Completing CSR	Name of Provider	Date
Signature and Title of Person Reviewing and Accepting CSR	Name of County/Joinder	Date

I certify that the interim reconciliation of the rate negotiated for this Medicaid Initiative for the period shown is true and correct to the best of my knowledge, and is reflective of accrued Medicaid revenues, and minimal service delivery requirement as prescribed by the Department

County MH/MR Administrator Signature	Date

CSR SUMMARY		
A. Total Program Expenditures (2a)	<u>\$2,738,618</u>	
B1. PROMISe Federal Revenue Reported on line 3(1)	<u>\$1,531,189</u>	
B2. PROMISe gross adjustment requested (section 8)	<u>(\$47,879)</u>	
B. Total Adjusted MA revenue (B1 + B2)	<u>\$1,483,310</u>	
C. Other revenue (A minus B)	<u>\$1,255,308</u>	

County Summary  
**FINAL EXPENDITURE REPORT**  
 Fiscal Year 2007-2008  
**HOMELESS ASSISTANCE REPORT**

EXHIBIT XIX (a)

I. SOURCES OF FUNDING						TOTAL AVAILABLE FUNDS
DPW Allocation						A 7,695,663
Client Contributions						B 76,604
Other						C 742,993
Interest Earned						D 35,645
<b>TOTAL HAP FUNDING</b>						<b>E 8,550,905</b>
II. Expenses	Bridge Housing	Case Management	Rental Assistance	Emergency Shelter	Specilaized Programs	TOTAL
On Behalf of Clients	676,747		336,962			F 1,013,709
Personnel	2,929,405	3,091,299				G 6,020,704
Operating	395,185	366,807				H 761,992
Fixed Assets\Equipment	89,004	7,679				I 96,683
<b>SUBTOTAL</b>	<b>4,090,341</b>	<b>3,465,785</b>	<b>336,962</b>	<b>0</b>	<b>0</b>	<b>J 7,893,088</b>
<b>COUNTY ADMINISTRATION</b>						<b>K 629,931</b>
<b>TOTAL HAP EXPENSES</b>						<b>L 8,523,019</b>
<b>TOTAL UNEXPENDED FUNDS</b>						<b>27,886</b>

**PENNFREE BRIDGE HOUSING  
2007-2008 HOMELESS ASSISTANCE PROGRAM  
FINAL EXPENDITURE REPORT**

**EXPENSES**

PERSONNEL	
Wages and Salaries	905,245
Benefits	193,365
Training/Conferences	2,795
<b>SUB TOTAL</b>	<b>1,101,405</b>

OPERATING	
Rent	51,269
Communications	17,192
Insurance	12,896
Legal Service/Audits	2,373
Supplies	27,401
Staff Travel	432
Overhead	12,906
Systems Consultant	0
Occupancy Costs	0
Utilities	0
Building Maintenance	17,008
Staff Development	9,000
Drug/Urine Testing	0
Other	0
<b>SUB TOTAL</b>	<b>150,477</b>

FIXED ASSETS	
Equipment	
Furnishings	8,216
Repairs	29,212
<b>SUB TOTAL</b>	<b>37,428</b>

CLIENTS	
Food	101,996
Rent	943,765
Security Deposits	0
Utilities	79,401
Purchased Service	3,529
Transportation	164,402
Other	
<b>SUB TOTAL</b>	<b>1,293,093</b>

<b>TOTAL EXPENSES</b>	<b>2,582,403</b>
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**INCOME**

SOURCES OF FUNDING	
Allocations	1,251,800
Interest	3,227
Client Contributions	135,721
Other	1,196,968
<b>TOTAL FUNDING</b>	<b>2,587,716</b>

RECONCILIATION	
TOTAL FUNDING	2,587,716
TOTAL EXPENSES	2,582,403
<b>UNEXPENDED FUNDS</b>	<b>5,313</b>



# CITY OF PHILADELPHIA

OFFICE OF THE CONTROLLER  
1230 Municipal Services Building  
1401 John F. Kennedy Boulevard  
Philadelphia, PA 19102-1679  
(215) 686-6680 FAX (215) 686-3832

ALAN BUTKOVITZ  
City Controller

ALBERT F. SCAPEROTTO  
Deputy City Controller

## **INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES FOR THE PENNSYLVANIA DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT**

To the Honorable Mayor and Honorable Members  
of the Council of the City of Philadelphia

To the Commonwealth of Pennsylvania,  
Department of Community and Economic Development

We have performed the procedures enumerated below, which were agreed to by the City of Philadelphia, Pennsylvania and the Commonwealth of Pennsylvania, Department of Community and Economic Development (DCED) solely to assist you in evaluating the financial schedule required by the DCED for the year ended June 30, 2008. Management of the City of Philadelphia is responsible for the preparation of this financial schedule. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

- (a) We have compared the amounts and classifications on the supplemental financial schedule titled Federal Cash Receipts Passed through the DCED for the fiscal year ended June 30, 2008 to the corresponding amounts in the books and records of the City of Philadelphia used to prepare financial statements audited by us. We also compared the example schedule required by the DCED to this schedule to determine that it is presented, at a minimum, at the level of detail and in the format required by the DCED.

C I T Y O F P H I L A D E L P H I A  
O F F I C E O F T H E C O N T R O L L E R

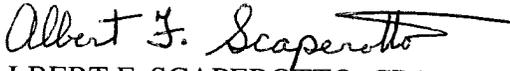
- (b) We have inquired of management as to whether there were any adjustments to reported revenues or expenditures which were not reflected on reports submitted to the DCED for the period in question.

The procedures detailed in the two preceding paragraphs, (a) and (b) above, disclosed no adjustments or findings which have not been reflected on the corresponding schedule of Federal Cash Receipts Passed through the DCED.

We were not engaged to, and did not, conduct an examination, the objective of which would be the expression of an opinion on the accompanying financial schedule required by the DCED. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the management of the City of Philadelphia, Pennsylvania, City Council and DCED and is not intended to be and should not be used by anyone other than these specified parties.

October 9, 2009

  
ALBERT F. SCAPEROTTO, CPA  
Deputy City Controller

**City of Philadelphia**  
**Schedule of Federal Cash Receipts Passed Through the Pennsylvania**  
**Department of Community and Economic Development**  
**July 1, 2007 to June 30, 2008**

<u>Grantor Agency/</u> Project Title	City ID Number	CFDA Number	Contract Number	Federal Awards	Federal Receipts
<b><u>U.S. Department of Housing &amp; Urban Development</u></b>					
<b>Passed-Through - PA Department of Community and Economic Development:</b>					
Shelter Project	240667	14.231	C000022702	153,590	153,590
Subtotal: Emergency Shelter Grants Program				<u>153,590</u>	<u>153,590</u>
<b>Total U.S. Department of Housing &amp; Urban Development:</b>				<u>153,590</u>	<u>153,590</u>
<b><u>U.S. Department of Health &amp; Human Services</u></b>					
<b>Passed-Through - PA Department of Community and Economic Development:</b>					
Supported Work Prog (Workwise)	080249	93.558	Client Funding & Allocat	920,318	279,980
Subtotal: Temporary Assistance for Needy Families				<u>920,318</u>	<u>279,980</u>
Community Services Block Grant	080246	93.569	C000022700-01	4,762	4,762
Community Services Block Grant	160340	93.569	C000022700 / MOU	500,000	378,365
Community Services Block Grant	142634	93.569	C000022700	448,452	448,452
CSBG - Administration	080248	93.569	C000022700-01	2,099,090	979,864
CSBG - Case Management	240770	93.569	C000022700	500,000	500,000
CSBG - CSP	080247	93.569	C000022700-01	4,802,743	2,527,659
Subtotal: Community Services Block Grant				<u>8,355,047</u>	<u>4,839,102</u>
Empowerment Zone	080035	93.667	907151470	79,017,404	1,999,860
Subtotal: Social Service Block Grant				<u>79,017,404</u>	<u>1,999,860</u>
<b>Total U.S. Department of Health &amp; Human Services:</b>				<u>88,292,769</u>	<u>7,118,942</u>
<b>Total Federal Cash Receipts Passed Through PaDCED:</b>				<u>88,446,359</u>	<u>7,272,532</u>