



# CITY OF PHILADELPHIA

OFFICE OF THE DIRECTOR OF FINANCE  
Room 1330 Municipal Services Building  
1401 John F. Kennedy Boulevard  
Philadelphia, PA 19102-1693

October 28, 2010

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

Dear Mayor Nutter:

This letter transmits to you the City of Philadelphia's status summary of activity under the American Recovery and Reinvestment Act (ARRA), along with certification that the City has met its reporting requirements for the quarter ending September 30, 2010.

This is the fifth major reporting milestone that the City of Philadelphia is obligated to meet under ARRA. The City has established a robust system for filing its quarterly 1512 reports to federal and state governments on time. My thanks to City staff for their hard work in completing this task and also to over 150 contractors, businesses, non-profit organizations, and quasi-City governmental agencies that are the City's sub-recipients and vendors for Recovery dollars. Not only do these organizations help stimulate the local economy with the services they deliver and the jobs they provide, but they also supply essential data that the City must collect, verify and submit as part of its federal and state reporting requirements.

This letter summarizes Recovery activity up to September 30, 2010, and looks at the following:

- Funds applied for, awarded, and spent in the City of Philadelphia and our partner organizations;
- Key data reported to the federal government and the Commonwealth of Pennsylvania.

The quarterly publication *Stimulus at Work: The Mayor's Quarterly Update on the Recovery Act to the Citizens of Philadelphia* will provide a more in-depth analysis of the City's achievements and the impacts of Recovery dollars in our neighborhoods and communities. Attached at Annex A is a full list of all grants applied for, pending, and received by the City of Philadelphia and quasi-City governmental agencies. Both publications are available on [www.phila.gov/recovery](http://www.phila.gov/recovery).

## TOTAL FUNDING SUMMARY

The City of Philadelphia continues to attract significant amounts of ARRA funding and the bullets below summarize the total funds that the City has been awarded, the amount spent and committed, and the full time equivalent jobs created or retained through this funding.

- Total Recovery Funds that the City of Philadelphia has **applied** to receive: **\$310 million**
- Total Recovery Funds **awarded** to date: **\$251 million**
- Total Recovery Funds **committed** (expended and obligated) to date: **\$106 million**
- Total Recovery Funds **expended** to date: **\$40 million**
- Total Recovery Funds **obligated** to date: **\$66 million**
- Total **jobs** funded directly by ARRA in this quarter: **424.39 full time equivalent (FTE) jobs**

Spending has continued to accelerate and in this quarter, as in all previous quarters, the City has continued the trend of doubling its expenditures. Expenditures have increased from \$20.5 million (June 30, 2010) to \$40.4 million (September 30, 2010).

On the critical issue of jobs, the City reported 424.39 full time equivalent jobs created or saved in this quarter. The federal government applies strict, and restrictive, rules for counting jobs which are not cumulative, and only covers jobs created or retained within this quarter – a three-month period from July 1- September 30. The calculation is based on hours worked rather than the number of people at work, and also excludes jobs that are indirectly created or saved by the City's investment and expenditure of ARRA dollars. Beyond the strict federal calculations, we know that ARRA dollars have had greater impact and reached the paychecks of hundreds more Philadelphians.

It is important to also highlight the **\$95 million** in ARRA funds awarded to quasi-City governmental and partner agencies where the City played a leadership role in accessing funds, most notably:

- Philadelphia Workforce Development Corporation was awarded a grant by the Commonwealth of Pennsylvania, commonly known as *Way to Work Philadelphia!* The program successfully provided employment for **4,247 adults** (of which 120 were employed by the City of Philadelphia) and **8,990 youths**, expending to date \$17.5 million with final expenses projected to be \$21.5 million.
- Philadelphia Workforce Investment Board received \$7.4 million for youth employment and \$13.9 million for adult employment and training from the Department of Labor; with combined cumulative expenditures of \$7.5 million and 12.3 full time equivalent jobs this quarter.
- Philadelphia Housing Development Corporation received \$15.8 million for a weatherization grant and has expended \$4.4 million to date. Job data is not yet available.

- PennDOT received \$17.2 million for City and county bike trails. The grant is in the final stages of negotiations with the funding agency and, therefore, no jobs or expenditures are reported.
- Philadelphia Industrial Development Corporation originally received \$12.9 million for Recovery Zone Facility Bonds and that amount was increased this month by a further allocation of \$10 million dollars, bringing the total to \$22.9 million. The Bonds are in the process of being allocated and approved by the City and Commonwealth.

Quarterly reports are being submitted individually by those agencies and are not part of the City of Philadelphia's reporting requirements.

### **DETAILED FUNDING INFORMATION**

Eligible Recovery **Formula Money Awarded** to the City of Philadelphia to date (**Total - \$98.837 million**):

- \$14 million – Community Development Block Grant Recovery (awarded August 13, 2009)
- \$8.3 million – Community Service Block Grant Recovery (awarded July 1, 2009)
- \$14.1 million – Energy Efficiency and Conservation Block Grant (awarded September 29, 2009)
- \$21.5 million – Federal Homelessness Prevention and Rapid Re-Housing (awarded August 24, 2009)
- \$2.1 million – State Formula Homeless Prevention and Rapid Re-Housing (awarded September 17, 2009)
- \$13.5 million – Byrne JAG Local Grants (awarded August 8, 2009)
- \$7.1 million – Citywide Repaving 101 (awarded June 29, 2009)
- \$4.8 million – Citywide Repaving 102 (awarded September 14, 2009)
- \$1,795,000 – Restoring Ecosystems in Fairmount Park (awarded November 12, 2009)
- \$224,323 – Senior Community Service Employment Program (awarded April 1, 2009)
- \$26,880 Commission on Aging (awarded April 1, 2009)
- \$578,185 – IT&F Waiver-EI (awarded February 1, 2009)
- \$1.7 million\* – Title-IV Adoption Assistance (July 1, 2009)
- \$4.9 million\* – Title IV-E Foster Care (July 1, 2009)

\*Award amounts are an estimate as subject to change by the State

Eligible Recovery **Competitive Money Awarded** to the City of Philadelphia to date (**Total - \$156.440 million**)

- \$7.1 million – PHL Baggage Screening International Recheck Section AE6 (awarded June 15, 2009)
- \$19.5 million – PHL Baggage Screening Section A-East (awarded June 15, 2009)
- \$5.7 million – PHL Runway and Taxiway Rehab (awarded August 20, 2009)
- \$3.2 million – Center City Resurfacing Capital (awarded April 16, 2009)

- \$355,483 – Center City Resurfacing Local (awarded April 16, 2009)
- \$434,320 – Healthy Homes for Foster Care (awarded April 14, 2009)
- \$875,000 – Healthy Homes for Day Care (awarded June 10, 2009)
- \$685,000 – State Competitive Homeless Prevention and Rapid Re-Housing (awarded September 15, 2009)
- \$200,000 – Water and Sewer Replacement, Plant Maintenance & Green Projects (Water and Wastewater Loans) (awarded April 20, 2009)
- \$150,000 – Varicella Vaccine Efficacy (awarded September 15, 2009)
- \$125,288 – Evaluation of Meningococcal Vaccine (awarded September 3, 2009)
- \$564,358 – Supplemental Funding for Reaching More Children and Adults (awarded September 15, 2009)
- \$10.9 million – COPS Hiring Recovery Grant (awarded July 1, 2009)
- \$249,333 – Strengthening Communities Fund (awarded September 20, 2009)
- \$616,740 – Diesel Emission Grant (awarded November 24, 2009)
- \$44 million – Neighborhood Stabilization II (awarded January 14, 2010)
- \$15 million – Healthy Nutrition and Physical Activity (known as the Obesity grant) (awarded March 19, 2010)
- \$10.3 million – Tobacco Prevention and Control (awarded March 19, 2010)
- \$240,000 – C-Tech Training Re-Entry Plan (awarded July 1, 2009 as part of the Philadelphia Workforce Development Corporation grant)
- \$481,784 – Victims of Juvenile Offenders (VOJO) in First Judicial District (awarded July 1, 2009)
- \$25 million – Energy Retrofit Ramp-Up Grant (awarded June 3, 2010)
- \$300,000 – Local Energy Assurance Plan (awarded June 4, 2010)
- \$261,820 – Forensic Triage Specialist Grant (awarded June 4, 2010)
- \$295,591 – DUI Treatment Court (awarded July 1, 2010)
- \$6.3 million – Broadband II (awarded July 1, 2010)
- \$399,140 Adult Probation and Sustaining/Juvenile Probation (July 1, 2010)

Competitive grants that have been awarded since we last reported to you:

- \$1.7 million for Communities Putting Prevention to Work (Category A) Evaluation (awarded September 30, 2010)
- \$912,733 for Enhancement of Interoperability of Local Electronic Health Records Systems (awarded September 1, 2010)
- \$252,752 for Epidemiology and Laboratory Capacity for Infections Diseases (awarded August 2, 2010)
- \$159,656 for Adult Probation (July 1, 2010)
- \$399,140 for Sustaining Juvenile Offenders (July 1, 2010)

The Commission on Aging Grant for \$26,880 and Senior Community Service Employment Program for \$224,323 – (both awarded April 1, 2009) are completed. As are the two Water and Sewer Replacement, Plant Maintenance and Green Projects for \$200,000. The IT&F Waiver-EI – (\$578,185) grant has been fully reimbursed.

Funds spent by the City of Philadelphia – **Total - \$40 million**

- \$6.6 million – Community Development Block Grant Recovery
- \$26,888 – Commission on Aging (completed)
- \$215,429 – Senior Community Service Employment Program (completed)
- \$3.9 million – Energy Efficiency Conservation Block Grant
- \$5.7 million – Byrne Grant
- \$304,280 – VOJO Victims of Juvenile Offenders (First Judicial District)
- \$109,500 – Healthy Homes for Foster Care
- \$363,662 – Healthy Homes for Child Care
- \$4.7 million – Federal Homeless Prevention & Rapid Re-Housing
- \$138,067 – State Competitive Homeless Prevention & Rapid Re-Housing
- \$435,175 – State Formula Homeless Prevention & Rapid Re-Housing
- \$200,000 – Water and Sewer Replacement, Plant Maintenance & Green Projects (Water and Wastewater Loans completed)
- \$1.7 million – PHL Runway and Taxiway Rehab
- \$1.6 million– PHL Baggage Screening International Recheck Section AE
- \$522,104 – PHL Baggage Screening Section 26
- \$8,242 – Strengthening Communities
- \$3.7 million – Community Services Block Grant
- \$1.4 million – COPS Hiring Recovery Grant
- \$113,307 – C-Tech Training Re-Entry Plan (awarded July 1, 2009 as part of the Philadelphia Workforce Development Corporation grant)
- \$1.4 million – Healthy Nutrition and Physical Activity
- \$799,638 – Tobacco Prevention and Control
- \$51,703 – Varicella Vaccine Efficacy
- \$578,185 - IT&F Waiver-EI (fully reimbursed)
- \$1.19 million – Citywide Repaving 101
- \$2,892 – Citywide Repaving 102
- \$67,255 – Center City Resurfacing
- \$38,277 – Fairmount Park Ecosystems
- \$118,537 – Energy Retrofit Ramp-Up Grant (awarded June 3, 2010)
- \$78,395 – Supplemental Funding for Reaching More Children and Adults
- \$22,014 – Evaluation of Meningococcal Vaccine
- \$6,547 – Neighborhood Stabilization II
- \$13,559 – DUI Treatment Court (awarded July 1, 2010)
- \$28,595 – Adult Probation Officers (awarded (awarded July 1, 2010)
- \$9,087 – Sustaining Juvenile Offenders (awarded July 1, 2010)
- \$3,024,737 – Title IV E Adoption Assistance (July 1, 2009)
- \$619,719 – Title IV E Foster Care (July 1, 2009)

Jobs **Funded by ARRA** by Grant – **Total 424.39 FTE**

- 4.82 – Community Development Block Grant Recovery
- 69.41 – Community Services Block Grant Recovery
- 14.7 – Energy Efficiency Community Block Grant

- 77.77 – Byrne Grant
- 48 – COPs Hiring Recovery Grant
- 1.55 – C-Tech Training
- 0.74 – Strengthening Communities
- 1.01 – Varicella Vaccine Efficacy
- 1.01 – Evaluation of Meningococcal Vaccine
- 2.01 – Supplemental Funding for Reaching more Children and Adults
- 1 – Healthy Homes for Foster Care
- 3 – Healthy Homes for Child Care
- 42.92 – Healthy Nutrition and Physical Activities (Obesity) Grant
- 29.63 – Tobacco Prevention and Control
- 39.09 – Federal Homeless Prevention and Rapid Re-Housing – Federal
- 5.22 – Homeless Prevention and Rapid Re-Housing – State Competitive
- 1.93 – Homeless Prevention and Rapid Re-Housing – State Formula
- 18.90– Citywide Repaving Resurfacing 101
- 3.91 – Citywide Repaving Resurfacing 102
- 10.5– Center City Resurfacing
- 11.11 – PHL Baggage Screening International Recheck Section AE6
- 4.78 – PHL Baggage Screening Section A-East
- 16.27 - PHL Runway and Taxiway Rehab
- 1 – Fairmount Park Ecosystems
- 4.86 – VOJO Victims of Juvenile Offenders (First Judicial District)
- 1 – Energy Retrofit Ramp-Up Grant
- 0.14 – Local Energy Assurance Plan
- 1.78 – DUI Treatment Court
- 0.6 – Forensic Triage Specialist Grant
- 1.05 – Adult Probation Officers
- 3.24 – Sustaining Juvenile Offenders

**Jobs Funded by ARRA for grants managed by the City of Philadelphia (By Department)**

**– Total 424.39 FTE**

- 4.82 – Office of Housing and Community Development
- 11.27 – Licenses and Inspections
- 69.41 – Mayor’s Office of Community Services
- 15.7 – Mayor’s Office of Sustainability
- 1.55 – Mayor’s Office of Reintegration Services
- 0.74 – Mayor’s Office of Faith Based Initiatives
- 48 – Police
- 50.64 – First Judicial District
- 7.04 – Public Safety
- 46.24 – Office of Supportive Housing
- 81.18 – Department of Public Health
- 32.16 – Philadelphia International Airport
- 33.31 – Streets Department

- 1 – Parks and Recreation Department

## **FEDERAL REPORTING FOR SEPTEMBER 30, 2010**

For the Office of Management and Budget (OMB) reporting period that ends September 30, 2010, the City of Philadelphia submitted 23 reports as prime recipients:

- Federal Homeless Prevention and Rapid Re-Housing (\$21.5 million)
- Community Development Block Grant Recovery (\$14 million)
- Energy Efficiency and Conservation Block Grant (\$14.1 million)
- Neighborhood Stabilization II (\$44 million)
- Byrne JAG Local Grants (\$13.5 million)
- COPS Hiring Recovery Program (\$10.9 million)
- Varicella Vaccine Efficacy (\$150,000)
- Evaluation of Meningococcal Vaccine (\$125,288)
- Supplementation Funding for Reaching More Children and Adults (\$564,358)
- Healthy Nutrition and Physical Activity (\$15 million)
- Tobacco Prevention and Control (\$10.3 million)
- Healthy Homes for Child Care (\$875,000)
- PHL Baggage Screening International Recheck Section AE6 (\$7.1 million)
- PHL Baggage Screening Section 23 (\$19.5 million)
- PHL Runway and Taxiway rehab (\$5.7 million)
- Restoring Ecosystems in Fairmount Park (\$1.8 million)
- Strengthening Communities Fund (\$249,333)
- Local Energy Assurance Plan (\$300,000)
- Retrofit Ramp-Up Grant (\$25 million)
- Enhancement of Interoperability of Local Electronic Health Records Systems (\$912,733)
- Epidemiology and Laboratory Capacity for Infections Diseases (\$252,752)
- Broadband II (\$6.3 million)
- Communities Putting Prevention to Work (Category A) Evaluation (1.7 million)

Of these prime recipient grants, 18 reflected spending activity this quarter. The prime recipient bears all reporting responsibility for these grants and has not delegated responsibility to the City's sub-recipients.

In addition to the prime recipient reports above, the City submitted the following 14 sub-recipient grants primarily to the Commonwealth and PennDOT:

- Community Service Block Grant (\$8.3 million)
- Citywide Repaving 101 (\$7.1 million)
- Citywide Repaving 102 (\$4.8 million)
- Center-City Repaving (\$3.1 million)
- Diesel Emission Grant (\$616,740)
- Healthy Homes for Foster Care (\$434,320)

- C-Tech Training Re-Entry Plan (\$240,000)
- Homeless Prevention and Rapid Re-Housing – State Formula (\$2.1 million)
- Homeless Prevention and Rapid Re-Housing – State Competitive (\$685,000)
- Victims of Juvenile Offenders (VOJO) in First Judicial District – (\$481,784)
- Forensic Triage Specialist Grant – (\$261,820)
- DUI Treatment Court – (\$295,591)
- Adult Probation (\$399,140)
- Sustaining/Juvenile Probation (\$159,656)

Of these sub-recipients, 13 are spending and the remaining (14<sup>th</sup>) grant will be expending in the next quarter. The City's sub-recipients are not required to report to the federal government directly. In addition, there are four sub-recipient grants received from the Commonwealth that do not have 1512 OMB reporting requirements:

- Title IV-E Adoption Assistance – (\$1.7 million)
- Title IV-E Foster Care – (\$4.9 million)
- IT&F Waiver-EI – (\$578,185) has been fully reimbursed
- CSBG-R extension - \$3,100

The District Attorney's Office has taken full responsibility for ARRA quarterly reporting of its Recovery grants and is not included in the City's reporting.

I have confidence with the verification processes and controls that we have established for the oversight of federal reporting of Recovery dollars and with the timeliness in which the City is fulfilling its duties. Working with the Chief Integrity Officer and Inspector General, we will continue to improve upon our processes and have developed an ARRA Rule Book for all of our grant managers, which is available on the Recovery Office website: [www.phila.gov/recovery](http://www.phila.gov/recovery).

In the previous quarter, we welcomed review teams from the Department of Energy for the Energy Efficiency and Conservation Block Grant, the Department of Justice for the Byrne Grant, and the Centers for Disease Control and Prevention for the Healthy Nutrition and Physical Activities (Obesity) Grant and Tobacco Prevention and Control Grant. I am pleased to report that the federal agencies were satisfied with the City's performance on these grants and we have received no written findings from these agencies to date. Additionally, the Government Accountability Office assessed the City's progress and a copy of its published report can be found at [www.phila.gov/recovery](http://www.phila.gov/recovery).

One setback I feel obliged to report is that the Office of Re-Integration Services for Ex-Offenders (R.I.S.E.) completed and submitted its report to the Philadelphia Workforce Development Corporation without first obtaining approval by the Recovery Office.

I look forward to continuing in working with you to maximize the impact of the City's Recovery dollars and, above all, to assist in your goal of putting more Philadelphians back to work.

Sincerely,

**Maari Porter**  
**Recovery Officer**

**CC:** Honorable Curtis Jones, Jr., Councilman  
Clarence Armbrister, Chief of Staff  
Rob Dubow, Director of Finance  
Richard Negrin, Esquire, Deputy Mayor for Administration and  
Coordination/Managing Director  
Honorable Alan Butkovitz, City Controller  
Joan Markman, Chief Integrity Officer  
Amy Kurland, Inspector General  
Shelley R. Smith, City Solicitor  
Rina Cutler, Deputy Mayor for Transportation & Public Utilities  
Michael DiBerardinis, Commissioner, Department of Parks & Recreation  
Everett Gillison, Deputy Mayor for Public Safety  
Alan Greenberger, Deputy Mayor for Planning & Economic Development &  
& Executive Director of City Planning  
Don Schwarz, MD, MPH, Deputy Mayor of Health & Opportunity  
David G. Wilson, First Deputy for Administration  
Kevin Dow, Director of Commerce and Chief Operating Officer  
John Elfrey, Deputy Managing Director of Transportation  
Allan Frank, Chief Technology Officer, DOT  
Susan Kretsge, Chief of Staff, Office of the Deputy Mayor Health & Opportunity  
Cheryl Kritz, Special Corporate Counsel  
Recovery Project Team