

City of Philadelphia

Since 1682

Annual Financial Report



**Fiscal Year Ended
June 30, 2021**

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OFFICE OF THE DIRECTOR OF FINANCE

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ROB DUBOW

Director of Finance

October 28, 2021

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

The Annual Financial Report of the Director of Finance for the fiscal year ended June 30, 2021 is hereby submitted.

This report was issued in compliance with the Philadelphia Home Rule Charter (Charter), which requires that the Director of Finance *“Issue within one hundred and twenty days after the close of each fiscal year a statement as of the end of that year showing the balances in all funds of the City, the amounts of the City’s known liabilities, and such other information as is necessary to furnish a true picture of the City’s financial condition”*. This report is intended to meet these requirements and is preliminary, not audited, and subject to change. The Annual Comprehensive Financial Report (ACFR) will be published at a later date.

The report contains financial statements for all City governmental funds and blended component units presented on the modified accrual basis. The proprietary and fiduciary funds are presented on the full accrual basis. It also contains budgetary comparison schedules for those funds that are subject to an annual budget. The financial statements of the City’s discretely presented component units that were available as of the date of this report are also presented. Discretely presently component units that are not presented in the AFR will be included in the ACFR.

GENERAL GOVERNMENT FUNCTIONS

GENERAL FUND

At June 30, 2021, an unreserved fund balance surplus of \$298.5 million was reported on the budgetary basis and a total fund balance of \$557.1 million was reported on the modified accrual basis. The difference of \$258.6 million is the result of three (3) reconciling items, as noted below.

Budgetary Basis Fund Balance	\$298.5
1. Less: BIRT six (6) months pre-pays	(167.3)
2. Add: Encumbrances	311.5
3. Add: Reserves	114.4
4. Add: Budget Stabilization Fund	-
Modified Accrual Basis Fund Balance	<u><u>\$557.1</u></u>

Please note:

- The “BIRT six (6) months pre-pays” represent Business Income & Receipts Tax payments received in advance of being earned on the modified accrual basis.
- Encumbrances are documents (i.e. purchase orders, contracts, etc.) that reserve appropriation in anticipation of future expenditures, and thus reduce the Budgetary Basis Fund Balance, but are not recognized as expenditures on the modified accrual basis.
- Reserves are amounts held by fiscal agents; and are not included in the Budgetary Basis Fund Balance, but are recognized in modified accrual. Two of the City’s component units (PAID and PRA) have issued conduit debt on behalf of the City. The City, through various agreements, is responsible for the debt, and therefore the proceeds of the issuance, are reported as assets (Amounts held by fiscal agents) of the City.
- Article 6-110 of the Home Rule Charter mandated the creation of Budget Stabilization Reserve. This reserve is part of the fund balance of the General Fund in the modified accrual statements but is separately budget and is presented on a distinct schedule (Exhibit 32). The Budget Stabilization Reserve fund has a zero balance as of June 30, 2021

The following schedules present a summary of General Fund revenues and expenditures on the modified accrual basis and the amount and percentages of increases and decreases in relation to the prior year. Please note that a narrative overview and analysis of these results will be included in the Management’s Discussion and Analysis section of the City’s ACFR.

SUMMARY GENERAL FUND REVENUES – MODIFIED ACCRUAL BASIS

Amounts in Millions in USD		Percent		Increase	Percent
<u>Revenues</u>	<u>FY2021</u>	<u>of</u>	<u>FY2020</u>	<u>(Decrease)</u>	<u>Increase</u>
		<u>Total</u>			<u>(Decrease)</u>
Tax Revenue	3,422.9	83.7%	3,581.5	(158.6)	-4.4%
Locally Generated Non-Tax Revenue	345.5	8.5%	367.9	(22.4)	-6.1%
Revenue from Other Governments	257.7	6.3%	362.6	(104.9)	-28.9%
Other Revenue	61.8	1.5%	13.5	48.3	357.8%
<u>Total</u>	<u>4,087.9</u>	<u>100.0%</u>	<u>4,325.5</u>	<u>(237.6)</u>	<u>-5.5%</u>

SUMMARY GENERAL FUND EXPENDITURES – MODIFIED ACCRUAL BASIS

Amounts in Millions of USD							
<u>Expenditures</u>	<u>FY2021</u>	<u>Percent of Total</u>	<u>FY2020</u>	<u>Increase (Decrease)</u>	<u>Percent Increase (Decrease)</u>	<u>Note</u>	
Economic Development	34.8	0.8%	48.2	(13.4)	-27.8%	(1)	
Streets & Highways	91.4	2.0%	101.9	(10.5)	-10.3%	(2)	
Mass Transit	84.6	1.9%	86.3	(1.7)	-2.0%		
Police	1,215.1	27.0%	1,299.1	(84.0)	-6.5%	(3)	
Prisons	297.9	6.6%	359.8	(61.9)	-17.2%	(4)	
Courts	313.2	7.0%	321.9	(8.7)	-2.7%		
EMS	75.3	1.7%	64.8	10.5	16.2%	(5)	
Health Services	203.1	4.5%	223.0	(19.9)	-8.9%	(6)	
Housing	20.2	0.4%	26.3	(6.1)	-23.2%	(7)	
Recreation and Parks	108.0	2.4%	106.8	1.2	1.1%		
Libraries and Museums	90.7	2.0%	96.6	(5.9)	-6.1%	(8)	
Social Services	174.3	3.9%	174.0	0.3	0.2%		
Education	294.2	6.5%	263.2	31.0	11.8%	(9)	
Inspections and Demolitions	54.7	1.2%	56.3	(1.6)	-2.8%		
Sanitation	156.0	3.5%	151.3	4.7	3.1%		
Fire	459.5	10.2%	461.1	(1.6)	-0.3%		
General Management	745.6	16.6%	858.2	(112.6)	-13.1%	(10)	
Principal	5.5	0.1%	5.3	0.2	3.8%		
Interest	79.0	1.8%	20.9	58.1	278.0%	(11)	
Bond Issuance Cost	1.6	0.0%	14.9	(13.3)	-89.3%		
<u>Total</u>	<u>4,504.7</u>	<u>100.0%</u>	<u>4,739.9</u>	<u>(235.2)</u>	<u>-5.0%</u>		

- (1) PAID stimulus payment; charged to FY21 appropriation, but booked as AP to FY20. Net \$8m swing
- (2) Decrease in indemnity payments.
- (3) \$28m decrease in payroll; \$36m decrease due to Pension Obligation Bonds fringes being deferred; \$20m impact of reduced payroll on other (non-POB) fringes.
- (4) \$19m decrease in payroll; \$8m due to Pension Obligation Bonds fringes being deferred; \$22m reduction in current and prior year professional services expenditures (net of accounts payable)
- (5) \$5m increase in payroll. \$3.2m in EMS supply expenditures moved between program codes.
- (6) Intergovernmental Transfer (IGT) payments related to health centers accrued as payables in FY20. Fewer to accrue in FY21.
- (7) \$5m decrease in conduit debt reserve payments.
- (8) \$3m decrease in conduit debt reserve payments
- (9) \$25m increase to School District of Philadelphia; \$5m increase to Community College of Philadelphia.
- (10) \$25m decrease in fringes due to Pension Obligation Bonds deferred in FY21, \$63m decrease due to CARES act expenditures which were transferred to the Grants Fund in FY21,
- (11) \$69m in interest related to "current refunding" of Pension Obligation Bonds.

The following schedules present a summary of General Fund revenues and obligations on the budgetary basis and the amount and percentages of increases and decreases in relation to the prior year. Please note that a narrative overview and analysis of these results will be included in the Management's Discussion and Analysis section of the City's ACFR.

SUMMARY GENERAL FUND REVENUES – BUDGETARY BASIS

Amounts in Millions in USD					
<u>Revenues</u>	<u>FY2021</u>	<u>Percent of Total</u>	<u>FY2020</u>	<u>Increase (Decrease)</u>	<u>Percent Increase (Decrease)</u>
Tax Revenue	3,423.9	73.0%	3,555.9	(132.0)	-3.7%
Locally Generated Non-Tax Revenue	344.2	7.3%	365.1	(20.9)	-5.7%
Revenue from Other Governments	836.7	17.8%	858.5	(21.8)	-2.5%
Revenue from Other Funds	87.8	1.9%	54.0	33.8	62.6%
<u>Total</u>	<u>4,692.6</u>	<u>100.0%</u>	<u>4,833.5</u>	<u>(140.9)</u>	<u>-2.9%</u>

SUMMARY GENERAL FUND EXPENDITURES – BUDGETARY BASIS

Amounts in Millions in USD					
<u>Obligations</u>	<u>FY2021</u>	<u>Percent of Total</u>	<u>FY2020</u>	<u>Increase (Decrease)</u>	<u>Percent Increase (Decrease)</u>
Personal Services	1,811.4	38.4%	1,874.2	(62.8)	-3.4%
Pension Contributions	668.6	14.2%	759.5	(90.9)	-12.0%
Other Employee Benefits	606.5	12.9%	603.9	2.6	0.4%
Purchase of Services	941.4	20.0%	1,016.8	(75.4)	-7.4%
Materials and Supplies	60.9	1.3%	81.6	(20.7)	-25.4%
Equipment	30.0	0.6%	44.1	(14.1)	-32.0%
Contributions, Indemnities and Taxes	368.0	7.8%	342.5	25.5	7.4%
Debt Service	178.5	3.8%	159.2	19.3	12.1%
Payments to Other Funds	52.3	1.1%	154.8	(102.5)	-66.2%
<u>Total</u>	<u>4,717.6</u>	<u>100.0%</u>	<u>5,036.6</u>	<u>(319.0)</u>	<u>-6.3%</u>

A more detailed comparison of budgetary basis revenue and expenditures can be found in Exhibit 16.

SPECIAL REVENUE FUNDS

Special Revenue Funds consist of the County Liquid Fuels Tax Fund, the Special Gasoline Tax Fund, the HealthChoices Behavioral Health Fund, the Hotel Room Rental Tax Fund, the Grants Revenue Fund, the Community Development Fund, the Car Rental Tax Fund, the Housing Trust Fund, the Acute Care Hospital Assessment Fund, the Riverview Residents Fund, the Philadelphia Prisons Fund, the Arbitration Appeals Fund, the Departmental Fund, the Philadelphia Municipal Authority Administrative Fund and the PICA Administrative Fund.

The following schedules present a summary of the Special Revenue Funds' revenues and expenditures for the fiscal year using the modified accrual basis. Please note that a narrative overview and analysis of these results will be included in the Management's Discussion and Analysis section of the City's ACFR.

SUMMARY SPECIAL REVENUE FUND REVENUES – MODIFIED ACCRUAL BASIS

Amounts in Millions of USD					
<u>Revenues</u>	<u>FY2021</u>	<u>Percent of Total</u>	<u>FY2020</u>	<u>Increase (Decrease)</u>	<u>Percent Increase (Decrease)</u>
Tax Revenue	750.5	21.8%	777.8	(27.3)	-3.5%
Locally Generated Non-Tax Revenue	87.3	2.5%	78.2	9.1	11.6%
Revenue from Other Governments	2,607.1	75.7%	1,942.8	664.3	34.2%
Other Revenue	0.8	0.0%	0.6	0.2	0.0%
<u>Total</u>	<u>3,445.7</u>	<u>100.0%</u>	<u>2,799.4</u>	<u>646.3</u>	<u>23.1%</u>

SUMMARY SPECIAL REVENUE FUND EXPENDITURES – MODIFIED ACCRUAL BASIS

Amounts in Millions in USD					
<u>Expenditures</u>	<u>FY2021</u>	<u>Percent of Total</u>	<u>FY2020</u>	<u>Increase (Decrease)</u>	<u>Percent Increase (Decrease)</u>
Economic Development	23.2	0.8%	65.3	(42.1)	-64.5%
Streets & Highways	41.0	1.4%	35.3	5.7	16.1%
Mass Transit	0.6	0.0%	0.3	0.3	-
Police	8.0	0.3%	7.9	0.1	1.3%
Prisons	0.8	0.0%	1.3	(0.5)	-38.5%
Courts	35.2	1.2%	36.2	(1.0)	-2.8%
EMS	3.8	0.1%	9.3	(5.5)	-59.1%
Health Services	1,742.7	61.6%	1,613.3	129.4	8.0%
Housing	103.5	3.7%	105.7	(2.2)	-2.1%
Recreation and Parks	7.9	0.3%	8.6	(0.7)	-8.1%
Libraries and Museums	7.1	0.3%	7.1	-	0.0%
Social Services	544.8	19.3%	564.6	(19.8)	-3.5%
Sanitation	3.7	0.1%	10.6	(6.9)	-65.1%
Fire	3.6	0.1%	6.7	(3.1)	0.0%
General Management	302.8	10.7%	77.2	225.6	292.2%
<u>Total</u>	<u>2,828.7</u>	<u>100.0%</u>	<u>2,549.4</u>	<u>279.3</u>	<u>11.0%</u>

ENTERPRISE OPERATIONS

The City's Enterprise Operations are comprised of three separate and distinct activities and are accounted for in the following funds: Water Fund, Aviation Fund and Industrial and Commercial Development Fund. The Water Fund provides water, sewer and storm water services on a user charge basis. The Aviation Fund covers airport operations under a long-term lease agreement with the individual user airlines that became effective July 1, 2015. The Industrial and Commercial Development Fund accounts for acquisition and disposition of land for industrial and commercial purposes. The following summary reflects preliminary revenues, expenses and results of operations for the individual Enterprise Funds:

SUMMARY ENTERPRISE FUNDS –FULL ACCRUAL (PRELIMINARY)

Amounts in Millions of USD	Water Fund	Aviation Fund	Industrial & Commercial Development Fund	Totals
Operating Revenues	718.6	256.0	5.5	980.1
Operating Expenses	558.0	215.4	5.9	779.3
Operating Income (Loss)	160.6	40.6	(0.4)	200.8
Non-Operating Revenues(Expenses)	(96.8)	80.5	-	(16.3)
Transfers (To) From Other Funds	(37.2)	-	-	(37.2)
Capital Contributions	7.5	22.1	3.1	32.7
Change in Net Position	34.1	143.2	2.7	180.0
Net Position-July 1, 2020	826.8	1,017.7	82.5	1,927.0
Adjustment	-	-	-	0.0
Net Position Adjusted - July 1, 2020	826.8	1,017.7	82.5	1,927.0
Net Position-June 30, 2021	860.9	1,160.9	85.2	2,107.0

BUDGETARY CONTROL AND BUDGET COMPARISON SCHEDULES

The City maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget proposed by the Mayor and approved by City Council for the fiscal year beginning July 1st. Activities of the General Fund, City Related Special Revenue Funds and the City Capital Improvement Funds are budgeted annually. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by major class within an individual department and fund for the operating funds and by project within department and fund for the Capital Improvement Funds. The City also maintains an encumbrance accounting system for control purposes. Encumbered amounts that have not been expended at year-end are carried forward into the succeeding year but appropriations that have not been expended or encumbered at year-end are lapsed.

During the year, classification adjustments and supplementary appropriations were necessary for City funds. Therefore, budgeted appropriation amounts in the Budgetary Comparison Schedules are presented as follows:

Original Budgeted Amount - as originally passed by City Council.

Final Budget Amount - as originally passed and as amended by the City Council.

CASH & INVESTMENT MANAGEMENT – PHILADELPHIA CITY TREASURER

Cash temporarily idle during the year is invested mainly in U.S. Treasury and agency obligations, certificates of deposit, commercial paper, highly rated corporate bonds, money market mutual funds, and repurchase agreements. The goals of the City's cash management are preservation of principal, maintenance of liquidity and maximization of return. The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits were either insured by federal depository insurance or collateralized. All collateral on deposits was held either by the City, its agent, the Federal Reserve Bank, or a financial institution's trust department in the City's name.

CASH & INVESTMENT MANAGEMENT – PHILADELPHIA MUNICIPAL PENSION FUND

The Pension Trust Fund's investment portfolio is based on an asset allocation developed in conjunction with an outside consultant and includes cash, stocks, corporate and government bonds and other items.

RISK MANAGEMENT

The City and several of its component units are primarily self-insured for fire damage, casualty losses, public liability, Worker's Compensation, and Unemployment Compensation. Liabilities arising in these areas are liquidated with available resources of the respective operating funds. The Airports, the Philadelphia Gas Works and the remaining component units are principally insured through insurance carriers.

PENSION AND OTHER POST-EMPLOYMENT BENEFITS

The Charter mandates that the City maintain an actuarially sound pension and retirement system. To satisfy that mandate, the City's Board of Pensions and Retirement maintains a single-employer Municipal Pension Plan (the Plan). The Plan covers all officers and employees of the City and officers and employees of three other governmental and quasi-governmental organizations. By authority of Ordinances and related amendments passed by City Council, the Plan provides retirement benefits as well as death and disability benefits. Benefits vary by the class of employee. The plan has two major classes of members - those covered under the 1967 Plan and those covered under the 1987 Plan. Both of these plans have multiple divisions and are defined benefit plans. There are two more recent plans, Plan 10 and Plan 16, that feature both a defined benefit component and a defined contribution component.

DEBT ADMINISTRATION

At fiscal year end, the City's (excluding component units) bond ratings were as follows:

Bond Type	Moody's Investor Service	Standard & Poor's Corporation	Fitch IBCA
General Obligation Bonds	A2	A	A-
Water Revenue Bonds	A1	A+	A+
Aviation Revenue Bonds	A2	A-	A

Under current state statutes, the City's general obligation bonded debt issuances are subject to a legal limitation. At June 30, 2021, the City's (excluding component units) net general obligation authorized debt of \$2,284.6 million was \$10,323.4 million below the legal limit of \$12,608.0 million.

ACKNOWLEDGEMENTS

The preparation of the Annual Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the Office of the Director of Finance as well as various City departments and component units. Each has my sincere appreciation for their valuable contributions.

Sincerely,



ROB DUBOW
Director of Finance

City of Philadelphia
Balance Sheet
Governmental Funds
June 30, 2021

Exhibit 1

Amounts in thousands of USD

	General	Special Revenue											Municipal Authority Administrative		
		County Liquid Fuels Tax	Special Gasoline Tax	Health Choices Behavioral Health	Hotel Room Rental Tax	Grants Revenue	Community Development	Car Rental Tax	Housing Trust	Acute Care Hospital Assessment	Riverview Residents	Philadelphia Prisons		Arbitration Appeals	Departmental
Assets															
Cash on Deposit and on Hand	12,415	-	-	-	-	125	-	-	-	-	-	-	-	7,785	330
Equity in Treasurer's Account	1,029,348	10,649	52,930	120,852	5,199	1,010,833	299	7,785	84,291	24,204	30	5,258	-	4,071	-
Investments	-	-	-	-	-	-	-	-	-	-	-	-	-	1,049	-
Due from Other Funds	7,551	-	-	-	-	-	-	-	-	-	-	-	-	68	6,169
Due from Component Units	46,206	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Amounts Held by Fiscal Agent	114,415	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Notes Receivable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Taxes Receivable	564,545	-	-	-	4,535	-	-	643	-	17,901	-	-	-	-	-
Accounts Receivable	392,846	-	-	-	-	1,221	2,502	-	-	-	-	-	-	-	-
Due from Other Governmental Units	20,417	-	-	303,884	-	450,609	11,666	-	-	-	-	-	-	-	-
Allowance for Doubtful Accounts	(593,040)	-	-	-	(547)	-	-	(38)	-	(16,111)	-	-	-	-	-
Interest and Dividends Receivable	3,078	-	-	201	-	-	-	11	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	96	545
Total Assets	1,597,781	10,649	52,930	424,937	9,187	1,462,788	14,467	8,401	84,291	25,994	30	5,258	-	13,069	7,044
Liabilities and Fund Balances															
Liabilities:															
Notes Payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vouchers Payable	64,406	302	1,571	279	-	38,152	1,957	-	97	691	-	96	-	84	-
Accounts Payable	90,610	166	1,800	1,219	3,281	182,814	9,910	-	2,082	-	-	-	-	157	7,094
Salaries and Wages Payable	104,951	-	-	2	-	8,252	257	-	-	199	-	-	-	-	-
Payroll Taxes Payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Accrued Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to Other Funds	56,157	-	-	-	-	831	-	-	-	-	-	-	-	15	-
Due to Primary Government	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to Component Units	1,950	-	-	52,984	-	-	2,648	-	3,081	-	-	-	-	-	-
Funds Held in Escrow	14,663	-	-	-	-	-	8	-	-	-	-	447	-	1,207	-
Due to Other Governmental Units	3,348	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unearned Revenue	5,829	-	-	-	-	1,076,659	-	-	-	-	-	-	-	-	-
General Obligation Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Revenue Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unamortized Loss - Refunded Debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unamortized Discount on Revenue Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Overpayment of Taxes	282,453	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities	624,367	468	3,371	54,484	3,281	1,306,708	14,780	-	5,260	890	-	543	-	1,463	7,094
Deferred Inflows of Resources	416,305	-	-	-	147	446,718	9,654	4	-	1,790	-	-	-	-	-
Fund Balances:															
Nonspendable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restricted	114,416	10,181	49,559	370,453	5,759	68,220	-	8,397	79,031	23,314	-	-	-	10,097	-
Committed	-	-	-	-	-	-	-	-	-	-	30	4,715	-	1,509	-
Assigned	442,693	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(358,858)	(9,967)	-	-	-	-	-	-	-	(50)
Total Fund Balances	557,109	10,181	49,559	370,453	5,759	(290,638)	(9,967)	8,397	79,031	23,314	30	4,715	-	11,606	(50)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	1,597,781	10,649	52,930	424,937	9,187	1,462,788	14,467	8,401	84,291	25,994	30	5,258	-	13,069	7,044

City of Philadelphia
 Balance Sheet
 Governmental Funds(Continued)
 June 30, 2021

Exhibit 1

Amounts in thousands of USD

	PICA		Debt Service				Capital Improvement			Permanent	Total
	Administrative	Special Revenue	City	Municipal Authority	PICA	Total	City	Municipal Authority	Total	Libraries & Parks	Governmental Funds
Assets											
Cash on Deposit and on Hand	6,025	14,265	-	-	5,219	5,219	-	-	-	327	32,226
Equity in Treasurer's Account	-	1,326,401	106	-	-	106	144,373	-	144,373	-	2,500,228
Investments	14,796	15,845	-	48	7,646	7,694	-	17,782	17,782	7,246	48,567
Due from Other Funds	-	6,237	-	-	-	-	-	-	-	-	13,788
Due from Component Units	-	-	-	-	-	-	-	-	-	-	46,206
Amounts Held by Fiscal Agent	-	-	-	-	-	-	-	-	-	-	114,415
Notes Receivable	-	-	-	-	-	-	-	-	-	-	-
Taxes Receivable	7,551	30,630	-	-	-	-	-	-	-	-	595,175
Accounts Receivable	-	3,723	-	-	-	-	-	-	-	-	396,569
Due from Other Governmental Units	-	766,159	-	-	-	-	88,815	-	88,815	-	875,391
Allowance for Doubtful Accounts	-	(16,696)	-	-	-	-	-	-	-	-	(609,736)
Interest and Dividends Receivable	-	212	-	-	-	-	-	-	-	-	3,290
Inventories	-	-	-	-	-	-	-	-	-	-	-
Other Assets	14	655	-	-	-	-	-	-	-	-	655
Total Assets	28,386	2,147,431	106	48	12,865	13,019	233,188	17,782	250,970	7,573	4,016,774
Liabilities and Fund Balances											
Liabilities:											
Notes Payable	-	-	-	-	-	-	-	-	-	-	-
Vouchers Payable	-	43,229	-	-	-	-	9,743	-	9,743	-	117,378
Accounts Payable	70	208,593	-	-	-	-	29,692	-	29,692	1	328,896
Salaries and Wages Payable	-	8,710	-	-	-	-	-	-	-	-	113,661
Payroll Taxes Payable	151	151	-	-	-	-	-	-	-	-	151
Accrued Expenses	-	-	-	-	-	-	-	-	-	-	-
Due to Other Funds	7,551	8,397	-	-	-	-	-	-	-	53	64,607
Due to Primary Government	-	-	-	-	-	-	-	-	-	-	-
Due to Component Units	-	58,713	-	-	-	-	6,210	-	6,210	-	66,873
Funds Held in Escrow	-	1,662	-	-	-	-	2,969	-	2,969	-	19,294
Due to Other Governmental Units	-	-	-	-	-	-	-	-	-	-	3,348
Unearned Revenue	-	1,076,659	-	-	-	-	10,536	-	10,536	-	1,093,024
General Obligation Bonds	-	-	-	-	-	-	-	-	-	-	-
Revenue Bonds	-	-	-	-	-	-	-	-	-	-	-
Unamortized Loss - Refunded Debt	-	-	-	-	-	-	-	-	-	-	-
Unamortized Discount on Revenue Bonds	-	-	-	-	-	-	-	-	-	-	-
Obligations Under Capital Leases	-	-	-	-	-	-	-	-	-	-	282,453
Other Liabilities	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities	7,772	1,406,114	-	-	-	-	59,150	-	59,150	54	2,089,685
Deferred Inflows of Resources	-	458,313	-	-	-	-	79,100	-	79,100	-	953,718
Fund Balances:											
Nonspendable	-	-	-	-	-	-	-	-	-	3,827	3,827
Restricted	20,614	645,625	106	48	12,865	13,019	94,938	17,782	112,720	3,560	889,340
Committed	-	6,254	-	-	-	-	-	-	-	132	6,386
Assigned	-	-	-	-	-	-	-	-	-	-	442,693
Unassigned	-	(368,875)	-	-	-	-	-	-	-	-	(368,875)
Total Fund Balances	20,614	283,004	106	48	12,865	13,019	94,938	17,782	112,720	7,519	973,371
Total Liabilities and Fund Balances	28,386	2,147,431	106	48	12,865	13,019	233,188	17,782	250,970	7,573	4,016,774

**City of Philadelphia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2021**

Exhibit 2

Amounts in thousands of USD

	Special Revenue													
	County Liquid Fuels Tax	Special Gasoline Tax	Health Choices Behavioral Health	Hotel Room Rental Tax	Grants Revenue	Community Development	Car Rental Tax	Housing Trust	Acute Care Hospital Assessment	Riverview Residents	Philadelphia Prisons	Arbitration Appeals	Departmental	Municipal Authority Administrative
Revenues														
Tax Revenue	3,422,937			24,892			4,860	190,334						
Locally Generated Non-Tax Revenue	13	88	754			2,645				2,676	26	1,007		73
Revenue from Other Governments	3,738	34,032	1,215,730		1,288,208	65,405								
Other Revenues	61,789											621		
Total Revenues	4,087,983	34,120	1,216,484	24,893	1,352,318	68,050	4,868	190,334	-	2,676	26	1,628	-	73
Expenditures														
Current Operating:														
Economic Development	34,832			21,986	1,246									
Transportation:														
Streets & Highways	91,389	32,071			3,237									
Mass Transit	84,608				565									
Judiciary and Law Enforcement:														
Police	1,215,075				8,028					799				
Prisons	297,847													
Courts	313,238				35,193									
Conservation of Health:														
Emergency Medical Services	75,298				3,775									
Health Services	203,140		1,137,103		420,329			185,267						
Housing and Neighborhood Development	20,208				18,607	61,825	23,024							
Cultural and Recreational:														
Recreation	107,992				6,212									
Parks & Recreation	-				14							1,683		
Libraries and Museums	90,683				6,975							102		
Improvements to General Welfare:														
Social Services	174,304				544,768									
Education	284,195													
Inspections and Demolitions	54,706													
Service to Property:														
Sanitation	155,951	3,059			604									
Fire	459,534				3,641									
General Management and Support	745,612	500			243,408	2	7,000			501	26	63	50,239	
Capital Outlay														
Debt Service:														
Principal	5,516													
Interest	79,036													
Bond Issuance Cost	1,603													
Capital Lease Principal														
Capital Lease Interest														
Total Expenditures	4,504,767	35,630	1,137,103	21,986	1,296,602	61,827	7,000	185,267	-	1,300	26	1,848	50,239	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(416,784)	(1,905)	(1,510)	2,707	55,716	6,223	(2,132)	(7,282)	5,067	1,376	-	(220)	(50,166)	-
Other Financing Sources (Uses)														
Issuance of Debt	136,990													
Issuance of Refunding Bonds														
Bond Issuance Premium														
Bond Issuance Discount														
Excess Pension Contribution														
Payments to Refunded Bonds Escrow Agent	(59,534)													
Transfers In	570,600						20,000	(4,500)				118	50,302	
Transfers Out	(219,692)				(65,545)									
Special Items														
Total Other Financing Sources (Uses)	428,364	-	-	-	(65,545)	-	-	(4,500)	20,000	-	-	118	50,302	-
Net Change in Fund Balances	11,580	(1,905)	(1,510)	2,707	(9,829)	6,223	(2,132)	12,718	567	1,376	-	(102)	136	-
Fund Balance - July 1, 2020	545,529	12,086	51,069	291,072	(280,809)	(16,190)	10,529	22,747	30	3,339	-	11,708	(186)	-
Fund Balance Adjusted - July 1, 2020	545,529	12,086	51,069	291,072	(280,809)	(16,190)	10,529	22,747	30	3,339	-	11,708	(186)	-
Fund Balance - June 30, 2021	557,109	10,181	49,559	370,453	(290,638)	(9,967)	8,397	23,314	30	4,715	-	11,606	(50)	-

City of Philadelphia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds(Continued)
For the Fiscal Year Ended June 30, 2021

Exhibit 2

	Amounts in thousands of USD											
	Debt Service			Capital Improvement			Permanent		Total			
	PICA Administrative	Special Revenue	Total	City	Municipal Authority	PICA	Total	City	Municipal Authority	Total	Libraries & Parks	Governmental Funds
Revenues												
Tax Revenue	530,661	750,547		-	-	-	-	-	-	-	-	4,173,484
Locally Generated Non-Tax Revenue	136	87,279	25	-	-	25	25	975	27	1,002	606	434,447
Revenue from Other Governments		2,607,113		-	-			39,432	-		-	2,904,267
Other Revenues	175	796	586	-	-	586	586	-	-	-	-	63,171
Total Revenues	530,972	3,445,735	611	-	-	611	611	40,407	27	40,434	606	7,575,369
Expenditures												
Current Operating:												
Economic Development	-	23,232	-	-	-	-	-	-	-	-	-	58,064
Transportation:												
Streets & Highways	-	40,964	-	-	-	-	-	-	-	-	-	132,353
Mass Transit	-	565	-	-	-	-	-	-	-	-	-	85,173
Judiciary and Law Enforcement:												
Police	-	8,028	-	-	-	-	-	-	-	-	-	1,223,103
Prisons	-	799	-	-	-	-	-	-	-	-	-	298,646
Courts	-	35,193	-	-	-	-	-	-	-	-	-	348,431
Conservation of Health:												
Emergency Medical Services	-	3,775	-	-	-	-	-	-	-	-	-	79,073
Health Services	-	1,742,699	-	-	-	-	-	-	-	-	-	1,945,839
Housing and Neighborhood Development:												
Development	-	103,456	-	-	-	-	-	-	-	-	-	123,664
Cultural and Recreational:												
Recreation	-	6,212	-	-	-	-	-	-	-	-	-	114,204
Parks & Recreation	-	1,697	-	-	-	-	-	-	-	-	-	1,697
Libraries and Museums	-	7,077	-	-	-	-	-	-	-	-	5	97,765
Improvements to General Welfare:												
Social Services	-	544,768	-	-	-	-	-	-	-	-	-	719,072
Education	-	-	-	-	-	-	-	-	-	-	-	294,195
Inspections and Demolitions	-	-	-	-	-	-	-	-	-	-	-	54,706
Service to Property:												
Sanitation	-	3,663	-	-	-	-	-	-	-	-	-	159,614
Fire	-	3,641	-	-	-	-	-	-	-	-	-	463,175
General Management and Support	1,038	302,777	8	-	-	8	8	213,134	-	213,134	-	1,048,397
Capital Outlay												
Debt Service:												
Principal	-	-	-	88,110	5,145	22,120	115,375	-	-	-	-	120,891
Interest	-	-	-	79,318	6,786	2,804	88,908	-	-	-	-	167,944
Bond Issuance Cost	-	-	-	-	-	-	-	-	-	-	-	1,603
Capital Lease Principal	-	-	-	-	-	-	-	-	-	-	-	-
Capital Lease Interest	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	1,038	2,828,546	204,291	167,428	11,931	24,932	204,291	213,134	-	213,134	5	7,750,743
Excess (Deficiency) of Revenues Over (Under) Expenditures	529,934	617,189	(203,680)	(167,428)	(11,931)	(24,321)	(203,680)	(172,727)	27	(172,700)	601	(175,374)
Other Financing Sources (Uses)												
Issuance of Debt	-	-	-	-	-	-	-	-	-	-	-	136,990
Issuance of Refunding Bonds	-	-	-	-	-	-	-	-	-	-	-	-
Bond Issuance Premium	-	-	-	-	-	-	-	-	-	-	-	-
Bond Issuance Discount	-	-	-	-	-	-	-	-	-	-	-	-
Excess Pension Contribution	374	374	-	-	-	-	-	-	-	-	-	374
Payments to Refunded Bonds Escrow Agent	-	-	-	-	-	-	-	-	-	-	-	(59,534)
Transfers In	-	70,420	200,664	167,351	11,931	21,382	200,664	10,260	(3,370)	10,260	(118)	851,944
Transfers Out	(533,797)	(603,842)	-	-	-	-	-	-	-	-	-	(827,022)
Special Items	-	-	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(533,423)	(533,048)	200,664	167,351	11,931	21,382	200,664	10,260	(3,370)	6,890	(118)	102,752
Net Change in Fund Balances	(3,489)	84,141	(3,016)	(77)	-	(2,939)	(3,016)	(162,467)	(3,343)	(165,810)	483	(72,622)
Fund Balance - July 1, 2020	24,103	198,863	16,035	183	48	15,804	16,035	257,405	21,125	278,530	7,036	1,045,993
Fund Balance Adjusted - July 1, 2020	24,103	198,863	16,035	183	48	15,804	16,035	257,405	21,125	278,530	7,036	1,045,993
Fund Balance - June 30, 2021	20,614	283,004	13,019	106	48	12,865	13,019	94,938	17,782	112,720	7,519	973,371

City of Philadelphia
Statement of Fund Net Position
Proprietary Funds
June 30, 2021

Exhibit 3

Amounts in thousands of USD

	Business Type Activities - Enterprise Funds			
	Water and Sewer	Aviation	Other Non-Major	Total
			Industrial & Commercial Development	
Assets				
Current Assets:				
Cash on Deposit and on Hand	30		-	30
Equity in Treasurer's Account	170,589	305,775	10,245	486,609
Due from Other Governments	-	938	25,627	26,565
Accounts Receivable	163,727	20,054	-	183,781
Allowance for Doubtful Accounts	(14,833)	(19)	-	(14,852)
Inventories	20,086	5,511	49,234	74,831
Other Assets	828	-	-	828
Total Current Assets	340,427	332,259	85,106	757,792
Non-Current Assets:				
Restricted Assets:				
Equity in Treasurer's Account	572,247	479,942	-	1,052,189
Amounts Held by Fiscal Agent	206,024	-	-	206,024
Sinking Funds and Reserves	-	130,913	-	130,913
Grants for Capital Purposes	-	12,343	-	12,343
Receivables	643	4,472	-	5,115
Total Restricted Assets	778,914	627,670	-	1,406,584
Capital Assets:				
Land	5,969	230,643	-	236,612
Infrastructure	2,808,630	1,293,702	-	4,102,332
Construction in Progress	754,551	406,197	-	1,160,748
Buildings and Equipment	1,962,486	2,517,080	-	4,479,566
Less: Accumulated Depreciation	(2,601,390)	(2,162,364)	-	(4,763,754)
Total Capital Assets, Net	2,930,246	2,285,258	-	5,215,504
Total Non-Current Assets	3,709,160	2,912,928	-	6,622,088
Total Assets	4,049,587	3,245,187	85,106	7,379,880
Deferred Outflows of Resources	96,313	26,982	-	123,295
Liabilities				
Current Liabilities:				
Vouchers Payable	8,569	6,233	-	14,802
Accounts Payable	11,591	-	-	11,591
Salaries and Wages Payable	5,216	3,995	-	9,211
Construction Contracts Payable	57,224	8,888	-	66,112
Due to Other Funds	2,983	-	-	2,983
Due to Component Units	2,882	1,046	-	3,928
Accrued Expenses	26,554	20,367	-	46,921
Funds Held in Escrow	1,637	-	-	1,637
Unearned Revenue	13,528	74,346	-	87,874
Commercial Paper Notes	-	78,443	-	78,443
Bonds Payable-Current	89,042	62,085	-	151,127
Other Current Liabilities	2,364	2,505	-	4,869
Total Current Liabilities	221,590	257,908	-	479,498
Derivative Instrument Liability	-	5,240	-	5,240
Net OPEB Liability	145,279	68,481	-	213,760
Net Pension Liability	440,944	216,185	-	657,129
Non-Current Liabilities:				
Bonds Payable, net of Unamortized Premiums/Discounts	2,411,856	1,530,947	-	3,942,803
Other Non-Current Liabilities	46,893	22,785	-	69,678
Total Non-Current Liabilities	2,458,749	1,553,732	-	4,012,481
Total Liabilities	3,266,562	2,101,546	-	5,368,108
Deferred Inflows of Resources	18,390	9,797	-	28,187
Net Position				
Net Investment in Capital Assets	643,950	836,970	-	1,480,920
Restricted For:				
Capital Projects	209,210	97,243	-	306,453
Debt Service	193,375	187,092	-	380,467
Rate Stabilization	125,117	-	-	125,117
Unrestricted	(310,704)	39,521	85,106	(186,077)
Total Net Position	860,948	1,160,826	85,106	2,106,880

The notes to the financial statements are an integral part of this statement.

City of Philadelphia
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2021

Exhibit 4

Amounts in thousands of USD

	Business-Type Activities - Enterprise Funds			Totals
	Water and Sewer	Aviation	Other Non-Major Industrial & Commercial Development	
Operating Revenues:				
Charges for Goods and Services	703,048	77,370	-	780,418
Rentals and Concessions	-	170,275	-	170,275
Operating Grants	2,748	-	-	2,748
Miscellaneous Operating Revenues	12,776	8,318	5,475	26,569
Total Operating Revenues	718,572	255,963	5,475	980,010
Operating Expenses:				
Personal Services	151,535	72,418	-	223,953
Purchase of Services	95,940	71,993	-	167,933
Materials and Supplies	35,249	7,000	-	42,249
Employee Benefits	147,773	58,663	-	206,436
Indemnities and Taxes	3,038	5,363	-	8,401
Depreciation	124,457	-	-	124,457
Cost of Goods Sold	-	-	5,892	5,892
Total Operating Expenses	557,992	215,437	5,892	779,321
Operating Income (Loss)	160,580	40,526	(417)	200,689
Non-Operating Revenues (Expenses):				
Federal, State and Local Grants	-	65,093	-	65,093
Passenger and Customer Facility Charges	-	34,494	-	34,494
Interest Income	1,095	1,591	9	2,695
Debt Service - Interest	(75,613)	(20,943)	-	(96,556)
Other Revenue (Expenses)	(22,235)	268	-	(21,967)
Total Non-Operating Revenues (Expenses)	(96,753)	80,503	9	(16,241)
Income (Loss) Before Contributions & Transfers	63,827	121,029	(408)	184,448
Transfers In/(Out)	(37,160)	-	-	(37,160)
Capital Contributions	7,518	22,073	3,063	32,654
Change in Net Position	34,185	143,102	2,655	179,942
Net Position - July 1, 2020	826,763	1,017,724	82,451	1,926,938
Adjustment	-	-	-	-
Net Position Adjusted - July 1, 2020	826,763	1,017,724	82,451	1,926,938
Net Position - June 30, 2021	860,948	1,160,826	85,106	2,106,880

The notes to the financial statements are an integral part of this statement.

City of Philadelphia
Combining Statement of Fiduciary Net Position
Pension Trust Funds
June 30, 2021

Exhibit 5

Amounts in thousands of USD

	Gas Works Retirement Reserve Fund	Municipal Pension Fund	Total
<u>Assets</u>			
Cash on Deposit and on Hand	23,797	-	23,797
Equity in Treasurer's Account	654,616	7,270,337	7,924,953
Securities Lending Collective Investment Pool	28,060	181,951	210,011
Allowance for Unrealized Loss	-	1	1
Accounts Receivable	-	5,457	5,457
Due from Brokers for Securities Sold	6,221	188,482	194,703
Interest and Dividends Receivable	1,442	-	1,442
Due from Other Governmental Units	-	6,528	6,528
Due from Other Funds	-	55,755	55,755
	<u>714,136</u>	<u>7,708,511</u>	<u>8,422,647</u>
Total Assets			
<u>Liabilities</u>			
Vouchers Payable	-	52	52
Accounts Payable	52	-	52
Salaries and Wages Payable	-	193	193
Due on Return of Securities Loaned	28,060	181,952	210,012
Due to Brokers for Securities Purchased	12,346	178,308	190,654
Accrued Expenses	-	3,606	3,606
Other Liabilities	136	261	397
	<u>40,594</u>	<u>364,372</u>	<u>404,966</u>
Total Liabilities			
Net Position Restricted for Pensions	<u>673,542</u>	<u>7,344,139</u>	<u>8,017,681</u>

City of Philadelphia
Combining Statement of Changes in Fiduciary Net Position
Pension Trust Funds
For the Fiscal Year Ended June 30, 2021

Exhibit 6

Amounts in thousands of USD

	Gas Works Retirement Reserve Fund	Municipal Pension Fund	Total
<u>Additions</u>			
Contributions:			
Employer's Contributions	29,728	788,483	818,211
Employees' Contributions	1,607	111,273	112,880
	<u>31,335</u>	<u>899,756</u>	<u>931,091</u>
Total Contributions			
Investment Income:			
Interest and Dividends	13,449	127,658	141,107
Net Gain in Fair Value of Investments	143,792	1,440,385	1,584,177
(Less) Investments Expenses	(1,482)	(7,220)	(8,702)
Other investment income	71		71
Securities Lending Revenue	11	1,246	1,257
(Less) Securities Lending Expenses	(1)	(186)	(187)
	<u>155,840</u>	<u>1,561,883</u>	<u>1,717,723</u>
Net Investment Gain			
Miscellaneous Operating Revenues	-	213	213
	<u>187,175</u>	<u>2,461,852</u>	<u>2,649,027</u>
Total Additions			
<u>Deductions</u>			
Personal Services	-	3,963	3,963
Purchase of Services	-	1,432	1,432
Materials and Supplies	-	37	37
Employee Benefits	-	4,191	4,191
Pension Benefits	56,646	883,604	940,250
Refunds of Members' Contributions	-	7,291	7,291
Administrative Expenses Paid	217	-	217
Other Operating Expenses	-	86	86
	<u>56,863</u>	<u>900,604</u>	<u>957,467</u>
Total Deductions			
Change in Net Position	130,312	1,561,248	1,691,560
Net Position - July 1, 2020	<u>543,230</u>	<u>5,782,891</u>	<u>6,326,121</u>
Net Position - June 30, 2021	<u><u>673,542</u></u>	<u><u>7,344,139</u></u>	<u><u>8,017,681</u></u>

City of Philadelphia
Combining Statement of Fiduciary Net Position
Agency Funds
June 30, 2021

Exhibit 7

Amounts in thousands of USD

	<u>Escrow Fund</u>	<u>Employee Health & Welfare Fund</u>	<u>Departmental Custodial Accounts</u>	<u>Total</u>
<u>Assets</u>				
Cash on Deposit and on Hand	-	-	165,995	165,995
Equity in Treasurer's Account	6,587	37,956	-	44,543
Investments	-	-	2,470	2,470
Due from Other Funds	-	-	699	699
	<hr/>	<hr/>	<hr/>	<hr/>
Total Assets	6,587	37,956	169,164	213,707
<u>Liabilities</u>				
Vouchers Payable	135	29	-	164
Payroll Taxes Payable	-	25,070	-	25,070
Funds Held in Escrow	6,452	12,857	169,164	188,473
	<hr/>	<hr/>	<hr/>	<hr/>
Total Liabilities	6,587	37,956	169,164	213,707
Net Position	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

City of Philadelphia
Statement of Changes in Fiduciary Net Position
Agency Funds
For the Fiscal Year Ended June 30, 2021

Exhibit 8

Amounts in thousands of USD

	Balance 7-1-2020	Additions	Deductions	Balance 6-30-2021
<u>Escrow Fund</u>				
<u>Assets</u>				
Equity in Treasurer's Account	32,519	512,476	538,408	6,587
<u>Liabilities</u>				
Funds Held in Escrow	32,470	524,614	550,632	6,452
Vouchers Payable	49	14,045	13,959	135
Total Liabilities	32,519	538,659	564,591	6,587
<u>Employee Health and Welfare Fund</u>				
<u>Assets</u>				
Equity in Treasurer's Account	35,590	1,016,853	1,014,487	37,956
<u>Liabilities</u>				
Vouchers Payable	29	7,735	7,735	29
Payroll Taxes Payable	23,207	1,005,508	1,003,645	25,070
Funds Held in Escrow	12,354	82,683	82,180	12,857
Total Liabilities	35,590	1,095,926	1,093,560	37,956
<u>Departmental Custodial Accounts</u>				
<u>Assets</u>				
Cash on Deposit and on Hand	147,606	253,009	234,620	165,995
Investments	2,470	-	-	2,470
Due from Other Funds	699	-	-	699
Total Assets	150,775	253,009	234,620	169,164
<u>Liabilities</u>				
Funds Held in Escrow	150,775	253,009	234,620	169,164
<u>Totals - Agency Funds</u>				
<u>Assets</u>				
Cash on Deposit and on Hand	147,606	253,009	234,620	165,995
Equity in Treasurer's Account	68,109	1,529,329	1,552,895	44,543
Investments	2,470	-	-	2,470
Due from Other Funds	699	-	-	699
Total Assets	218,884	1,782,338	1,787,515	213,707
<u>Liabilities</u>				
Vouchers Payable	78	21,780	21,694	164
Payroll Taxes Payable	23,207	1,005,508	1,003,645	25,070
Funds Held in Escrow	195,599	860,306	867,432	188,473
Total Liabilities	218,884	1,887,594	1,892,771	213,707

City of Philadelphia
Statement of Long-Term Debt
June 30, 2021

Exhibit 9

Amounts in millions of USD

Amount Available and to be Provided for Retirement of Long-Term Debt - Principal	
Bond Principal:	
Amount Available in Sinking Funds and Sinking Fund Reserve for Revenue Bonds	320.1
Amount of Principal to be Provided in Future Years	<u>5,044.9</u>
Total Bond Principal Available and to be Provided	5,365.0
Other Long-Term Obligations:	
Amount of Principal to be Provided in Future Years	<u>10,948.5</u>
<u>Total Available and to be Provided in Future Years</u>	<u><u>16,313.5</u></u>
Bonds Payable in Future Years:	
General Obligation Serial Bonds Payable	653.6
General Obligation Term Bonds Payable	28.6
General Obligation Refunding Bonds Payable	<u>953.6</u>
Total General Obligation Bonds Payable	1,635.8
Revenue Serial Bonds Payable	2,170.6
Revenue Term Bonds Payable	<u>1,558.6</u>
Total Revenue Bonds Payable	<u>3,729.2</u>
Total Bonds Payable	5,365.0
Other Long-Term Obligations Payable	<u>10,948.5</u>
<u>Total Long-Term Debt</u>	<u><u>16,313.5</u></u>

City of Philadelphia
Analysis of Changes In Bonded Debt Outstanding
For the Fiscal Year Ended June 30, 2021

Exhibit 10

Amounts in millions of USD

	Governmental Fund Types				Enterprise Funds			All Funds Total
	General Fund	Municipal Authority Fund	PICA	Total	Water Fund	Aviation Fund	Total	
Bonded Debt Outstanding, July 1, 2020	1,723.9	148.1	56.1	1,928.1	2,149.5	1,469.8	3,619.3	5,547.4
Increases:								
Par Value of Bonds Issued:								
General Obligation	-	-	-	-	-	-	-	-
Revenue	-	-	-	-	793.0	389.2	1,182.2	1,182.2
<u>Total Bonds Sold</u>	-	-	-	-	793.0	389.2	1,182.2	1,182.2
Decreases:								
Matured Bonds:								
General Obligation	88.1	5.1	22.1	115.3	-	-	-	115.3
General Obligation Refunded	-	-	-	-	-	-	-	-
Revenue	-	-	-	-	87.9	44.7	132.6	132.6
Revenue Refunded	-	-	-	-	574.9	364.9	939.8	939.8
<u>Total Decrease</u>	88.1	5.1	22.1	115.3	662.8	409.6	1,072.4	1,187.7
Net Change:								
General Obligation	(88.1)	(5.1)	(22.1)	(115.3)	-	-	-	(115.3)
Revenue	-	-	-	-	130.2	(20.4)	109.8	109.8
<u>Total Change</u>	(88.1)	(5.1)	(22.1)	(115.3)	130.2	(20.4)	109.8	(5.5)
Bonded Debt Outstanding, June 30, 2021	1,635.8	143.0	34.0	1,812.8	2,279.7	1,449.4	3,729.1	5,541.9

City of Philadelphia
Analysis of Changes in Other Long-Term Debt
For the Fiscal Year Ended June 30, 2021

Exhibit 11

Amounts in thousands of USD

	General Fund	Water Fund	Aviation Fund	Other Funds	Total All Funds
<u>Balance Outstanding, July 1, 2020</u>					
Worker's Compensation	241,151	21,436	5,359	-	267,946
Termination Compensation	574,325	21,384	18,241	411	614,361
Medical and Indemnity Claims	118,681	4,179	1,009	-	123,869
Net Pension Liability	5,438,757	440,944	216,184	-	6,095,885
OPEB	1,722,376	145,279	68,481	-	1,936,136
Leases	238,969	-	-	-	238,969
Pension Service Agreement Series 1999	686,961	-	-	-	686,961
Pension Refunding Service Agreement	299,805	-	-	-	299,805
Neighborhood Transformation	185,150	-	-	-	185,150
Sports Stadium	215,270	-	-	-	215,270
Central Library Project	3,670	-	-	-	3,670
Cultural Corridor Bonds	76,115	-	-	-	76,115
One Parkway	22,225	-	-	-	22,225
Philadelphia Municipal Authority	148,105	-	-	-	148,105
PICA	56,075	-	-	-	56,075
Philadelphia Affordable Housing Project	49,325	-	-	-	49,325
Philadelphia Museum of Arts	9,580	-	-	-	9,580
Rebuild Project	76,635	-	-	-	76,635
	<u>10,163,175</u>	<u>633,222</u>	<u>309,274</u>	<u>411</u>	<u>11,106,082</u>
<u>Increases:</u>					
Pension Service Agreement Series 1999	-	-	-	-	-
Sports Stadium	-	-	-	-	-
PICA	-	-	-	-	-
Philadelphia Museum of Arts	-	-	-	-	-
Rebuild Project	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Increases</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Decreases:</u>					
Pension Service Agreement Series 1999	66,467	-	-	-	66,467
Pension Refunding Service Agreement	23,180	-	-	-	23,180
Neighborhood Transformation	12,160	-	-	-	12,160
Sports Stadiums	15,150	-	-	-	15,150
Central Library Project	680	-	-	-	680
Cultural Corridor Bonds	4,745	-	-	-	4,745
One Parkway	2,730	-	-	-	2,730
Philadelphia Municipal Authority	5,145	-	-	-	5,145
PICA	22,120	-	-	-	22,120
Philadelphia Affordable Housing Project	1,895	-	-	-	1,895
Philadelphia Museum of Arts	340	-	-	-	340
Rebuild Project	2,965	-	-	-	2,965
	<u>157,577</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>152,377</u>
<u>Total Decreases</u>	<u>157,577</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>152,377</u>
<u>Balance Outstanding, June 30, 2021</u>					
Worker's Compensation	241,151	21,436	5,359	-	267,946
Termination Compensation	574,325	21,384	18,241	411	614,361
Indemnity Claims	118,681	4,179	1,009	-	123,869
Net Pension Liability	5,438,757	440,944	216,184	-	6,095,885
OPEB	1,722,376	145,279	68,481	-	1,936,136
Leases	238,969	-	-	-	238,969
Pension Service Agreement Series 1999	620,494	-	-	-	620,494
Pension Refunding Service Agreement	276,625	-	-	-	276,625
Neighborhood Transformation	172,990	-	-	-	172,990
Sports Stadiums	200,120	-	-	-	200,120
Central Library Project	2,990	-	-	-	2,990
Cultural Corridor Bonds	71,370	-	-	-	71,370
One Parkway	19,495	-	-	-	19,495
Philadelphia Municipal Authority	142,960	-	-	-	142,960
PICA	33,955	-	-	-	33,955
Philadelphia Affordable Housing Project	47,430	-	-	-	47,430
Philadelphia Museum of Arts	9,240	-	-	-	9,240
Rebuild Project	73,670	-	-	-	73,670
	<u>10,005,598</u>	<u>633,222</u>	<u>309,274</u>	<u>411</u>	<u>10,948,505</u>

City of Philadelphia
City Related Schedule of Debt Incurring Capacity
June 30, 2021

Exhibit 12

Amounts in millions of USD

	Authorized		
	Issued and <u>Outstanding</u>	<u>Unissued</u>	<u>Total</u>
General Obligation Bonded Debt:			
Tax Supported	1,635.7	648.8	2,284.6
Self-Sustaining	<u>0.1</u>	<u>352.6</u>	<u>352.7</u>
<u>Total General Obligation Bonded Debt</u>	<u>1,635.8</u>	<u>1,001.4</u>	<u>2,637.2</u>
	Applicable to Self-	Net	
	<u>Sustaining</u>	<u>Deductions</u>	
Deductions Authorized by Law:	<u>Total</u>		
Appropriation for Maturing Serials (Fiscal 2021)	<u>-</u>	<u>-</u>	<u>-</u>
Total Self-Sustaining Debt		<u>352.7</u>	
Total Net Deductions Authorized by Law			<u>352.7</u>
Total Amount of Debt Applicable to Debt Limit			<u>2,284.6</u>
Legal Debt Limit (Notes 1, 2, 3, 4, 5, and 6)			<u>12,608</u>
Legal Debt Margin			<u>10,323.4</u>

NOTES:

- (1) Refer to Purdon's Statutes 53 P.S. Sections 15721 - 727 - 728 - 761 - 763 and 781.
- (2) This statement does not reflect \$4,815.9 million of Revenue Bonds, which are secured by a pledge of Water and Sewer Revenues of \$2,279.7 million, Airport revenues of \$1,449.4 million, and Gas Works revenues of \$1,086.8 million.
- (3) The legal limit is based on the Pennsylvania Constitution, Article IX, Section 12.
- (4) Calendar Years 2011 - 2012 assessed values were provided by OPA via the Department of Revenue.
- (5) Calendar Year 2013/Tax Year 2014 assessed values were provided by OPA. The higher amount was due to the implementation of the AVI (Actual Value Initiative) in 2013.
- (6) Beginning in 2014, the Finance Department began using Calendar Year assessed values to calculate the preceding 10-year average; prior to this change, the Tax Year assessed values were used.

<u>Calendar Year of Assessment</u>	<u>Tax Year of Assessment</u>	<u>R.E. Assessments</u>
2011	2012	13,602,484,741
2012	2013	13,755,670,566
2013	2014	107,209,023,547
2014	2015	106,062,882,977
2015	2016	98,268,051,621
2016	2017	99,343,238,214
2017	2018	114,493,581,457
2018	2019	126,865,207,235
2019	2020	125,555,031,478
2020	2021	<u>128,770,069,988</u>
	Ten-Year Average:	<u>93,392,524,182</u>
	Limit per Article IX:	13.50%
	Legal Debt Limit:	12,607,990,765

City of Philadelphia
Statement of Net Position
Component Units
June 30, 2021

Exhibit 13

Amounts in thousands of USD

	Philadelphia Gas Works*	Philadelphia Housing Authority*	Philadelphia Redevelopment Authority	Philadelphia Parking Authority*	School District of Philadelphia	Community College of Philadelphia	Community Behavioral Health*	Philadelphia Authority for Industrial Development*	Total
Assets									
Cash on Deposit and on Hand	-	226,007	-	58,416	-	-	18,415	-	302,838
Investments	-	-	-	15,338	-	-	-	-	15,338
Due from Primary Government	-	-	-	-	-	-	88,356	-	88,356
Notes Receivable	-	62,071	-	-	-	-	-	-	62,071
Accounts Receivable-Net	-	18,331	-	70,668	-	-	1,250	-	90,249
Interest and Dividends Receivable	-	7	-	46	-	-	-	-	53
Due from Other Governments	-	158,352	-	-	-	-	-	-	158,352
Inventories	-	753	-	-	-	-	-	-	753
Other Assets	-	8,023	-	13,003	-	-	1,573	-	22,599
Restricted Assets:									
Cash and Cash Equivalents	-	62,996	-	55,453	-	-	-	-	118,449
Other Assets	-	5,194	-	-	-	-	-	-	5,194
Capital Assets:									
Land and Other Non-Depreciated Assets	-	105,641	-	28,907	-	-	-	-	134,548
Other Capital Assets (Net of Depreciation)	-	1,052,445	-	146,342	-	-	7,407	-	1,206,194
Total Capital Assets	-	1,158,086	-	175,249	-	-	7,407	-	1,340,742
Total Assets	-	1,699,820	-	388,173	-	-	117,001	-	2,204,994
Deferred Outflows of Resources									
	-	6,226	-	43,444	-	-	616	-	50,286
Liabilities									
Accounts Payable	-	12,674	-	25,570	-	-	13,864	-	52,108
Salaries and Wages Payable	-	5,428	-	-	-	-	-	-	5,428
Accrued Expenses	-	10,755	-	275	-	-	29,811	-	40,841
Funds Held in Escrow	-	2,218	-	-	-	-	-	-	2,218
Due to Other Governments	-	401	-	16,249	-	-	-	-	16,650
Due to Primary Government	-	-	-	599	-	-	-	-	599
Unearned Revenue	-	1,564	-	-	-	-	4,294	-	5,858
Other Current Liabilities	-	4,066	-	-	-	-	59,910	-	63,976
Non-Current Liabilities:									
Due within one year	-	45,903	-	15,287	-	-	-	-	61,190
Due in more than one year	-	162,822	-	102,114	-	-	-	-	264,936
Net OPEB Liability	-	1,528	-	15,166	-	-	5,164	-	21,858
Net Pension Liability	-	70,966	-	94,868	-	-	-	-	165,834
Total Liabilities	-	318,325	-	270,128	-	-	113,043	-	701,496
Deferred Inflows of Resources									
	-	3,228	-	37,361	-	-	1,319	-	41,908
Net Position									
Net Investment in Capital Assets	-	723,379	-	85,296	-	-	7,407	-	816,082
Restricted For:									
Debt Service	-	-	-	3,907	-	-	-	-	3,907
Grant Programs	-	2,470	-	-	-	-	-	-	2,470
Other	-	13,847	-	-	-	-	-	-	13,847
Unrestricted	-	644,797	-	34,925	-	-	(4,152)	-	675,570
Total Net Position	-	1,384,493	-	124,128	-	-	3,255	-	1,511,876

* The Philadelphia Gas Works is presented as of the close of their fiscal year, August 31, 2021. Community Behavioral Health and the Philadelphia Authority for Industrial Development are presented as of the close of their fiscal year, December 31, 2020. The Philadelphia Parking Authority and Philadelphia Housing Authority are presented as of the close of their fiscal year, March 31, 2021.

The notes to the financial statements are an integral part of this statement.

Functions	Program Revenues				Net (Expense) Revenue and Changes in Net Position									
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Philadelphia Gas Works*	Philadelphia Housing Authority*	Philadelphia Redevelopment Authority	Philadelphia Parking Authority*	School District of Philadelphia	Community College of Philadelphia	Community Behavioral Health*	Delaware River Waterfront Corp.	Philadelphia Authority for Industrial Development*	Total
Gas Operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Gas Works	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing Authority	423,887	55,225	448,517	14,207	-	94,062	-	-	-	-	-	-	-	94,062
Redevelopment Authority	423,887	55,225	448,517	14,207	-	-	-	-	-	-	-	-	-	-
Parking	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Parking Authority	171,579	180,887	-	-	-	-	9,108	-	-	-	-	-	-	9,108
Education	-	-	-	-	-	-	-	-	-	-	-	-	-	-
School District	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Community College	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-	-	1,021	-	-	1,021
Community Behavioral Health	1,086,285	-	1,086,286	-	-	-	-	-	-	-	1,021	-	-	1,021
Economic Development	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Authority for Ind. Development	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Component Units	1,683,731	235,912	1,537,803	14,207	-	-	-	-	-	-	-	-	-	104,191
General Revenues:	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Property Taxes	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants & Contributions Not Restricted to Specific Programs	-	-	-	-	-	52,149	-	-	-	-	-	-	-	52,149
Unrestricted Interest & Investment Earnings	-	-	-	-	-	(6,475)	-	873	-	-	159	-	-	(5,443)
Miscellaneous	-	-	-	-	-	10,869	-	-	-	-	-	-	-	10,869
Special Item-Gain (Loss) on Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total General Revenue - Special Items and Transfers	-	-	-	-	-	56,543	-	873	-	-	159	-	-	57,575
Net Position - July 1, 2020	-	-	-	-	-	150,605	-	9,981	-	-	1,180	-	-	161,766
Adjustment	-	-	-	-	-	1,233,888	-	114,147	-	-	2,075	-	-	1,350,110
Net Position Adjusted - July 1, 2020	-	-	-	-	-	1,233,888	-	114,147	-	-	2,075	-	-	1,350,110
Net Position - June 30, 2021	-	-	-	-	-	1,384,493	-	124,128	-	-	3,255	-	-	1,511,876

* The Philadelphia Gas Works is presented as of the close of their fiscal year, August 31, 2021. Community Behavioral Health and the Philadelphia Authority for Industrial Development are presented as of the close of their fiscal year, December 31, 2020. The Philadelphia Parking Authority and the Philadelphia Housing Authority are presented as of the close of their fiscal year, March 31, 2021.

The notes to the financial statements are an integral part of this statement.

City of Philadelphia
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2021

Exhibit 15

Amounts in thousands of USD

	<u>Budgeted Amounts</u>			Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual*</u>	
<u>Revenues</u>				
Tax Revenue	3,330,098	3,330,098	3,423,857	93,759
Locally Generated Non-Tax Revenue	357,890	357,890	344,190	(13,700)
Revenue from Other Governments	766,197	766,197	836,654	70,457
Revenue from Other Funds	<u>127,608</u>	<u>127,608</u>	<u>87,789</u>	<u>(39,819)</u>
Total Revenues	4,581,793	4,581,793	4,692,490	110,697
<u>Expenditures and Encumbrances</u>				
Personal Services	1,795,159	1,843,870	1,811,422	32,448
Pension Contributions	650,183	685,065	668,612	16,453
Other Employee Benefits	<u>636,976</u>	<u>602,094</u>	<u>606,485</u>	<u>(4,391)</u>
Sub-Total Employee Compensation	3,082,318	3,131,029	3,086,519	44,510
Purchase of Services	948,562	1,021,449	941,423	80,026
Materials and Supplies	68,228	83,604	60,926	22,678
Equipment	49,076	55,472	30,014	25,458
Contributions, Indemnities and Taxes	378,737	382,337	367,987	14,350
Debt Service	185,714	185,714	178,543	7,171
Payments to Other Funds	67,216	63,867	52,342	11,525
Advances, Subsidies, Miscellaneous	<u>25,000</u>	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Total Expenditures and Encumbrances	<u>4,804,851</u>	<u>4,948,472</u>	<u>4,717,754</u>	<u>230,718</u>
Operating Surplus (Deficit) for the Year	<u>(223,058)</u>	<u>(366,679)</u>	<u>(25,264)</u>	<u>341,415</u>
Fund Balance Available for Appropriation, July 1, 2020	254,908	290,673	290,672	(1)
<u>Operations in Respect to Prior Fiscal Years</u>				
Commitments Cancelled - Net	24,000	96,702	33,134	(63,568)
Funding for Future Obligations	<u>(4,500)</u>	<u>(4,500)</u>	<u>-</u>	<u>4,500</u>
Adjusted Fund Balance, July 1, 2020	<u>274,408</u>	<u>382,875</u>	<u>323,806</u>	<u>(59,069)</u>
Fund Balance Available for Appropriation, June 30, 2021	<u>51,350</u>	<u>16,196</u>	<u>298,542</u>	<u>282,346</u>

* Refer to the notes to required supplementary information.

City of Philadelphia
Schedule of Budgetary Actual and Estimated Revenues and Obligations
General Fund
For the Fiscal Year Ended June 30, 2021 (with comparative actual amounts for the Fiscal Year Ended June 30, 2020)

Exhibit 16

Amounts in thousands of USD

	Budgeted Amounts		FY 2021 Actual	Final Budget to Actual	FY 2020 Actual	Increase (Decrease)
	Original	Final		Positive (Negative)		
Revenue						
Taxes						
Real Property Tax:						
Current	647,474	647,474	693,933	46,459	671,767	22,166
Prior Years	36,814	36,814	29,388	(7,426)	27,283	2,105
Total Real Property Tax	684,288	684,288	723,321	39,033	699,050	24,271
Wage and Earnings Taxes:						
Current	1,513,699	1,513,699	1,447,729	(65,970)	1,591,884	(144,155)
Prior Years	5,400	5,400	3,016	(2,384)	7,278	(4,262)
Total Wage and Earnings Taxes	1,519,099	1,519,099	1,450,745	(68,354)	1,599,162	(148,417)
Business Taxes:						
Business Income & Receipts Taxes:						
Current	429,321	429,321	487,456	58,135	494,888	(7,432)
Prior Years	35,000	35,000	54,142	19,142	39,351	14,791
Total Business Income & Receipts Taxes	464,321	464,321	541,598	77,277	534,239	7,359
Net Profits Tax:						
Current	25,164	25,164	42,514	17,350	22,539	19,975
Prior Years	4,700	4,700	1,860	(2,840)	6,667	(4,807)
Total Net Profits Tax	29,864	29,864	44,374	14,510	29,206	15,168
Total Business Taxes	494,185	494,185	585,972	91,787	563,445	22,527
Other Taxes:						
Sales Tax	174,508	174,508	230,408	55,900	204,591	25,817
Amusement Tax	16,611	16,611	2,918	(13,693)	18,446	(15,528)
Beverage Tax	67,441	67,441	70,155	2,714	69,921	234
Real Property Transfer Tax	292,816	292,816	303,989	11,173	319,794	(15,805)
Parking Lot Tax	76,719	76,719	53,212	(23,507)	77,266	(24,054)
Smokeless Tobacco	967	967	522	(445)	1,056	(534)
Miscellaneous Taxes	3,464	3,464	2,615	(849)	3,214	(599)
Total Other Taxes	632,526	632,526	663,819	31,293	694,288	(30,469)
Total Taxes	3,330,098	3,330,098	3,423,857	93,759	3,555,945	(132,088)
Locally Generated Non-Tax Revenue						
Rentals from Leased City Properties	3,482	3,482	2,192	(1,290)	2,637	(445)
Licenses and Permits	70,235	70,235	77,404	7,169	65,020	12,384
Fines, Forfeits, Penalties, Confiscated Money and Property	22,115	22,115	16,017	(6,098)	17,684	(1,667)
Interest Income	2,642	2,642	11,241	8,599	18,320	(7,079)
Service Charges and Fees	195,393	195,393	168,612	(26,781)	189,144	(20,532)
Other	64,023	64,023	68,723	4,700	72,308	(3,585)
Total Locally Generated Non-Tax Revenue	357,890	357,890	344,189	(13,701)	365,113	(20,924)
Revenue from Other Governments						
United States Government:						
Grants and Reimbursements	22,982	22,982	35,278	12,296	86,127	(50,849)
Commonwealth of Pennsylvania:						
Grants and Other Payments	222,842	222,842	230,882	8,040	214,504	16,378
Other Governmental Units	522,373	522,373	570,494	48,121	557,908	12,586
Total Revenue from Other Governments	768,197	768,197	836,654	68,457	858,539	(21,885)
Revenue from Other Funds						
	125,608	125,608	87,789	(37,819)	53,995	33,794
Total Revenues	4,581,793	4,581,793	4,692,489	110,696	4,833,592	(141,103)

City of Philadelphia
Schedule of Budgetary Actual and Estimated Revenues and Obligations
General Fund

Exhibit 16

Amounts in thousands of USD

For the Fiscal Year Ended June 30, 2021 (with comparative actual amounts for the Fiscal Year Ended June 30, 2020)

	Budgeted Amounts		FY 2021 Actual	Final Budget	FY 2020 Actual	Increase (Decrease)
	Original	Final		to Actual Positive (Negative)		
Obligations						
General Government						
City Council	42,283	17,495	17,010	485	17,406	(396)
Mayor's Office:						
Mayor's Office	6,464	6,780	6,409	371	6,137	272
Scholarships	100	271	268	3	201	67
Mural Arts Program	2,125	2,325	2,123	202	2,130	(7)
Labor Relations	2,839	2,849	2,378	471	2,217	161
Chief Administrative Office	6,334	6,334	5,822	512	6,765	(943)
Community Schools & Pre-K	419	419	419	-	43,089	(42,670)
Community Services	45	45	45	-	91	(46)
Inspector General	1,576	1,576	1,369	207	1,497	(128)
Sustainability	1,203	1,279	1,082	197	1,226	(144)
Office of Information Technology	129,360	130,952	90,758	40,194	95,894	(5,136)
Office of Property Assessment	16,101	16,101	15,214	887	14,711	503
Law	15,014	16,414	16,220	194	16,573	(353)
Board of Ethics	975	975	818	157	969	(151)
City Planning Commission	-	-	-	-	-	-
Commission on Human Relations	2,423	2,423	2,285	138	2,333	(48)
Arts & Culture	-	-	-	-	4,375	(4,375)
Board of Revision of Taxes	1,043	1,050	1,050	-	1,106	(56)
Department of Planning & Development	8,535	16,055	14,706	1,349	18,252	(3,546)
Total General Government	236,839	223,343	177,976	45,367	234,972	(56,996)
Operation of Service Departments						
Housing	-	-	-	-	-	-
Managing Director	120,719	178,723	114,084	64,639	155,916	(41,832)
Police	727,008	760,574	759,141	1,433	774,399	(15,258)
Streets	153,022	172,642	170,032	2,610	174,845	(4,813)
Fire	315,056	344,647	344,502	145	330,900	13,602
Public Health	159,353	163,436	156,193	7,243	168,574	(12,381)
Office-Behavioral Health/Mental Retardation	15,477	15,477	15,477	-	15,911	(434)
Parks and Recreation	54,926	56,781	52,623	4,158	64,969	(12,346)
Atwater Kent Museum	-	-	-	-	-	-
Public Property	205,848	207,211	197,866	9,345	209,916	(12,050)
Department of Human Services	163,091	166,593	154,211	12,382	112,544	41,667
Philadelphia Prisons	220,170	222,931	219,173	3,758	243,999	(24,826)
Office of Supportive Housing	44,039	45,049	44,782	267	60,113	(15,331)
Office of Fleet Management	56,601	56,621	55,269	1,352	64,349	(9,080)
Licenses and Inspections	38,252	38,312	37,335	977	38,894	(1,559)
Board of L & I Review	176	176	129	47	137	(8)
Board of Building Standards	82	85	85	-	80	5
Zoning Board of Adjustment	-	-	-	-	-	-
Records	4,004	4,004	3,672	332	4,221	(549)
Philadelphia Historical Commission	-	-	-	-	-	-
Art Museum	2,040	2,040	2,040	-	2,550	(510)
Philadelphia Free Library	39,651	40,117	40,117	-	46,269	(6,152)
Total Operations of Service Departments	2,319,515	2,475,419	2,366,731	108,688	2,468,586	(101,855)
Financial Management						
Office of Director of Finance	38,678	65,963	35,129	30,834	16,950	18,179
Department of Revenue	29,211	29,650	27,834	1,816	30,322	(2,488)
Sinking Fund Commission	282,632	282,632	273,785	8,847	266,354	7,431
Procurement	4,760	7,064	5,856	1,208	5,084	772
City Treasurer	1,584	1,949	1,715	234	1,456	259
Audit of City Operations	9,568	9,825	9,825	-	9,984	(159)
Total Financial Management	366,433	397,083	354,144	42,939	330,150	23,994

City of Philadelphia
Schedule of Budgetary Actual and Estimated Revenues and Obligations
General Fund
For the Fiscal Year Ended June 30, 2021 (with comparative actual amounts for the Fiscal Year Ended June 30, 2020)

Exhibit 16

Amounts in thousands of USD

	Budgeted Amounts		FY 2021 Actual	Final Budget	FY 2020 Actual	Increase (Decrease)
	Original	Final		to Actual Positive (Negative)		
Obligations (Continued)						
City-Wide Appropriations Under the Director of Finance						
Fringe Benefits	1,287,160	1,287,158	1,264,673	22,485	1,371,238	(106,565)
Community College of Philadelphia	44,110	44,110	41,629	2,481	36,059	5,570
Hero Award	25	25	-	25	-	-
Refunds	250	250	14	236	12	2
Indemnities	49,246	31	-	31	-	-
Office of Risk Management	3,196	3,644	3,449	195	3,526	(77)
Witness Fees	172	172	56	116	43	13
Payments to Capital	4,500	4,500	-	4,500	63,000	(63,000)
Payments to Housing Trust	20,000	20,000	20,000	-	18,285	1,715
Payments to Budget Stabilization	-	-	-	-	34,276	(34,276)
Contribution to School District	252,579	252,579	252,579	-	227,106	25,473
Total City-Wide Under Director of Finance	1,661,238	1,612,469	1,582,400	30,069	1,753,545	(171,145)
Promotion and Public Relations						
City Representative	-	-	-	-	1,029	(1,029)
Commerce	21,652	21,350	21,290	60	30,882	(9,592)
Total Promotion and Public Relations	21,652	21,350	21,290	60	31,911	(10,621)
Personnel						
Civic Service Commission	208	208	170	38	191	(21)
Personnel Director	6,238	6,238	5,718	520	5,965	(247)
Total Personnel	6,446	6,446	5,888	558	6,156	(268)
Administration of Justice						
Register of Wills	4,221	4,480	4,479	1	4,892	(413)
District Attorney	33,377	42,027	42,027	-	45,282	(3,255)
Sheriff	26,796	27,637	27,637	-	30,280	(2,643)
First Judicial District	114,669	114,794	114,138	656	115,924	(1,786)
Total Administration of Justice	179,063	188,938	188,281	657	196,378	(8,097)
City-Wide Appropriations Under the First Judicial District						
Juror Fees	1,367	1,367	174	1,193	653	(479)
Conduct of Elections						
City Commissioners	12,298	22,057	20,871	1,186	14,183	6,688
Total Obligations	4,804,851	4,948,472	4,717,755	230,717	5,036,534	(318,779)
Operating Surplus (Deficit) for the Year	(223,058)	(366,679)	(25,266)	341,413	(202,942)	177,676

City of Philadelphia
 Budgetary Comparison Schedule
 Water Operating Fund
 For the Fiscal Year Ended June 30, 2021

Exhibit 17

Amounts in thousands of USD

	<u>Budgeted Amounts</u>			Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues</u>				
Locally Generated Non-Tax Revenue	697,950	697,950	699,441	1,491
Revenue from Other Governments	1,000	1,000	669	(331)
Revenue from Other Funds	<u>113,110</u>	<u>113,110</u>	<u>57,341</u>	<u>(55,769)</u>
Total Revenues	812,060	812,060	757,451	(54,609)
<u>Expenditures and Encumbrances</u>				
Personal Services	164,149	155,720	147,364	8,356
Pension Contributions	73,538	85,716	85,716	-
Other Employee Benefits	<u>62,009</u>	<u>58,251</u>	<u>58,251</u>	<u>-</u>
Sub-Total Employee Compensation	299,696	299,687	291,331	8,356
Purchase of Services	209,726	209,726	193,160	16,566
Materials and Supplies	55,048	54,787	45,420	9,367
Equipment	6,489	6,749	4,302	2,447
Contributions, Indemnities and Taxes	8,010	8,010	3,038	4,972
Debt Service	203,122	203,122	186,312	16,810
Payments to Other Funds	<u>70,000</u>	<u>70,000</u>	<u>57,881</u>	<u>12,119</u>
Total Expenditures and Encumbrances	<u>852,091</u>	<u>852,081</u>	<u>781,444</u>	<u>70,637</u>
Operating Surplus (Deficit) for the Year	<u>(40,031)</u>	<u>(40,021)</u>	<u>(23,993)</u>	<u>16,028</u>
Fund Balance Available for Appropriation, July 1, 2020	-	-	-	-
<u>Operations in Respect to Prior Fiscal Years</u>				
Commitments Cancelled - Net	<u>40,000</u>	<u>40,000</u>	<u>23,993</u>	<u>(16,007)</u>
Adjusted Fund Balance, July 1, 2020	<u>40,000</u>	<u>40,000</u>	<u>23,993</u>	<u>(16,007)</u>
Fund Balance Available for Appropriation, June 30, 2021	<u>(31)</u>	<u>(21)</u>	<u>-</u>	<u>21</u>

City of Philadelphia
 Schedule of Budgetary Actual and Estimated Revenues and Obligations
 Water Operating Fund

Exhibit 18

Amounts in thousands of USD

For the Fiscal Year Ended June 30, 2021 (with comparative actual amounts for the Fiscal Year Ended June 30, 2020)

	Budgeted Amounts		FY 2021 Actual	Final Budget to Actual	FY 2020 Actual	Increase (Decrease)
	Original	Final		Positive (Negative)		
<u>Revenue</u>						
<u>Locally Generated Non-Tax Revenue</u>						
Sales and Charges - Current	588,292	588,292	587,898	(394)	592,511	(4,613)
Sales and Charges - Prior Years	40,750	40,750	44,655	3,905	39,195	5,460
Fire Service Connections	3,558	3,558	3,937	379	3,690	247
Surcharges	4,647	4,647	5,024	377	4,957	67
Fines and Penalties	286	286	352	66	348	4
Miscellaneous Charges	2,149	2,149	2,634	485	2,571	63
Charges to Other Municipalities	40,050	40,050	39,102	(948)	39,326	(224)
Licenses and Permits	6,572	6,572	7,987	1,415	5,039	2,948
Interest Income	3,100	3,100	(82)	(3,182)	3,256	(3,338)
Fleet Management - Sale of Vehicles & Equipment	20	20	107	87	19	88
Contributions from Sinking Fund Reserve	3,000	3,000	2,079	(921)	12,000	(9,921)
Reimbursement of Expenditures	228	228	805	577	1,794	(989)
Repair Loan Program	4,317	4,317	4,939	622	4,678	261
Other	980	980	4	(976)	933	(929)
Total Locally Generated Non-Tax Revenue	697,949	697,949	699,441	1,492	710,317	(10,876)
<u>Revenue from Other Governments</u>						
State	1,000	1,000	669	(331)	860	(191)
Federal	-	-	-	-	-	-
Total Revenue from Other Governments	1,000	1,000	669	(331)	860	(191)
<u>Revenue from Other Funds</u>						
	113,110	113,110	57,341	(55,769)	68,583	(11,242)
Total Revenues	812,059	812,059	757,451	(54,608)	779,760	(22,309)
<u>Obligations</u>						
Mayor's Office of Information Services	31,492	31,492	23,631	7,861	23,528	103
Managing Director's Office	139	139	139	-	139	-
Public Property	4,369	4,369	4,369	-	4,270	99
Office of Fleet Management	8,899	8,899	6,677	2,222	7,358	(681)
Water Department	439,066	433,184	398,749	34,435	399,811	(1,062)
Office of the Director of Finance	-	-	-	-	-	-
City-Wide Appropriation Under the Director of Finance:						
Pension Contributions	73,498	85,716	85,716	-	87,299	(1,583)
Other Employee Benefits	62,049	58,251	58,251	-	58,174	77
Contributions, Indemnities and Taxes	7,500	4,962	-	4,962	-	-
Advances, Subsidies, Miscellaneous	-	-	-	-	-	-
Department of Revenue	17,646	17,647	14,044	3,603	15,590	(1,546)
Sinking Fund Commission	203,121	203,121	186,312	16,809	206,392	(20,080)
Procurement Department	111	101	101	-	72	29
Law	3,305	3,305	3,288	17	3,302	(14)
Mayor's Office of Sustainability	94	94	94	-	94	-
Water, Sewer and Stormwater Rate Board	800	800	73	727	592	(519)
Total Obligations	852,089	852,080	781,444	70,636	806,621	(25,177)
Operating Surplus (Deficit) for the Year	(40,030)	(40,021)	(23,993)	16,028	(26,861)	2,868

City of Philadelphia
 Budgetary Comparison Schedule
 Water Residual Fund
 For the Fiscal Year Ended June 30, 2021

Exhibit 19

Amounts in thousands of USD

	<u>Budgeted Amounts</u>		<u>Actual</u>	Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Locally Generated Non-Tax Revenue	-	-	22	22
Revenue from Other Funds	<u>37,000</u>	<u>37,000</u>	<u>24,796</u>	<u>(12,204)</u>
Total Revenues	37,000	37,000	24,818	(12,182)
<u>Expenditures and Encumbrances</u>				
Payments to Other Funds	33,000	33,000	24,796	8,204
Advances, Subsidies, Miscellaneous	<u>4,000</u>	<u>16,000</u>	<u>-</u>	<u>16,000</u>
Total Expenditures and Encumbrances	<u>37,000</u>	<u>49,000</u>	<u>24,796</u>	<u>24,204</u>
Operating Surplus (Deficit) for the Year	<u>-</u>	<u>(12,000)</u>	<u>22</u>	<u>12,022</u>
Fund Balance Available for Appropriation, July 1, 2020	15,665	15,344	16,083	739
Fund Balance Available for Appropriation, June 30, 2021	<u>15,665</u>	<u>3,344</u>	<u>16,105</u>	<u>12,761</u>

City of Philadelphia
 Budgetary Comparison Schedule
 County Liquid Fuels Tax Fund
 For the Fiscal Year Ended June 30, 2021

Exhibit 20

Amounts in thousands of USD

	<u>Budgeted Amounts</u>		<u>Actual</u>	Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Revenue from Other Governments	<u>7,249</u>	<u>7,249</u>	<u>3,751</u>	<u>(3,498)</u>
Total Revenues	<u>7,249</u>	<u>7,249</u>	<u>3,751</u>	<u>(3,498)</u>
<u>Expenditures and Encumbrances</u>				
Personal Services	3,734	3,734	3,604	130
Purchase of Services	6,920	6,204	1,031	5,173
Materials and Supplies	200	917	733	184
Payments to Other Funds	<u>19</u>	<u>19</u>	<u>18</u>	<u>1</u>
Total Expenditures and Encumbrances	<u>10,873</u>	<u>10,874</u>	<u>5,386</u>	<u>5,488</u>
Operating Surplus (Deficit) for the Year	<u>(3,624)</u>	<u>(3,625)</u>	<u>(1,635)</u>	<u>1,990</u>
Fund Balance Available for Appropriation, July 1, 2020	11,296	11,163	11,163	-
<u>Operations in Respect to Prior Fiscal Years</u>				
Commitments Cancelled - Net	<u>25</u>	<u>25</u>	<u>183</u>	<u>158</u>
Adjusted Fund Balance, July 1, 2020	<u>11,321</u>	<u>11,188</u>	<u>11,346</u>	<u>158</u>
Fund Balance Available for Appropriation, June 30, 2021	<u><u>7,697</u></u>	<u><u>7,563</u></u>	<u><u>9,711</u></u>	<u><u>2,148</u></u>

City of Philadelphia
 Budgetary Comparison Schedule
 Special Gasoline Tax Fund
 For the Fiscal Year Ended June 30, 2021

Exhibit 21

Amounts in thousands of USD

	<u>Budgeted Amounts</u>			Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues</u>				
Locally Generated Non-Tax Revenue	-	-	88	88
Revenue from Other Governments	<u>29,325</u>	<u>29,325</u>	<u>34,032</u>	<u>4,707</u>
Total Revenues	29,325	29,325	34,120	4,795
<u>Expenditures and Encumbrances</u>				
Personal Services	9,371	15,236	12,192	3,044
Pension Contributions	500	500	500	-
Other Employee Benefits	<u>500</u>	<u>500</u>	<u>500</u>	<u>-</u>
Sub-Total Employee Compensation	10,371	16,236	13,192	3,044
Purchase of Services	18,641	15,554	14,768	786
Materials and Supplies	5,463	4,859	4,844	15
Equipment	6,424	4,250	3,973	277
Payments to Other Funds	<u>30</u>	<u>30</u>	<u>10</u>	<u>20</u>
Total Expenditures and Encumbrances	<u>40,929</u>	<u>40,929</u>	<u>36,787</u>	<u>4,142</u>
Operating Surplus (Deficit) for the Year	<u>(11,604)</u>	<u>(11,604)</u>	<u>(2,667)</u>	<u>8,937</u>
Fund Balance Available for Appropriation, July 1, 2020	36,272	42,021	42,021	-
<u>Operations in Respect to Prior Fiscal Years</u>				
Commitments Cancelled - Net	<u>500</u>	<u>500</u>	<u>5,789</u>	<u>5,289</u>
Adjusted Fund Balance, July 1, 2020	<u>36,772</u>	<u>42,521</u>	<u>47,810</u>	<u>5,289</u>
Fund Balance Available for Appropriation, June 30, 2021	<u>25,168</u>	<u>30,917</u>	<u>45,143</u>	<u>14,226</u>

City of Philadelphia
Required Supplementary Information
Budgetary Comparison Schedule
HealthChoices Behavioral Health Fund
For the Fiscal Year Ended June 30, 2021

Exhibit 22

Amounts in thousands of USD

	Budgeted Amounts		Actual*	Final Budget to Actual Positive (Negative)
	Original	Final		
Revenues				
Locally Generated Non-Tax Revenue	5,000	5,000	450	(4,550)
Revenue from Other Governments	1,295,000	1,295,000	1,215,730	(79,270)
Total Revenues	1,300,000	1,300,000	1,216,180	(83,820)
Other Sources				
Increase in Unreimbursed Commitments	-	-	17,632	17,632
Total Revenues and Other Sources	1,300,000	1,300,000	1,233,812	(66,188)
Expenditures and Encumbrances				
Personal Services	1,247	1,247	369	878
Purchase of Services	1,298,558	1,298,558	1,160,798	137,760
Payments to Other Funds	195	195	55	140
Total Expenditures and Encumbrances	1,300,000	1,300,000	1,161,222	138,778
Operating Surplus (Deficit) for the Year	-	-	72,590	72,590
Fund Balance Available for Appropriation, July 1, 2020	-	101,238	101,238	-
Operations in Respect to Prior Fiscal Years				
Commitments Cancelled - Net	-	-	6,487	6,487
Prior Period Adjustments	-	(101,238)	304	101,542
Adjusted Fund Balance, July 1, 2020	-	-	108,029	108,029
Fund Balance Available for Appropriation, June 30, 2021	-	-	180,619	180,619

* Refer to the notes to required supplementary information.

City of Philadelphia
 Budgetary Comparison Schedule
 Hotel Room Rental Tax Fund
 For the Fiscal Year Ended June 30, 2021

Exhibit 23

Amounts in thousands of USD

	<u>Budgeted Amounts</u>		<u>Actual</u>	Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Taxes	<u>56,623</u>	<u>18,549</u>	<u>24,692</u>	<u>6,143</u>
Total Revenues	<u>56,623</u>	<u>18,549</u>	<u>24,692</u>	<u>6,143</u>
<u>Expenditures and Encumbrances</u>				
Contributions, Indemnities and Taxes	<u>56,623</u>	<u>18,549</u>	<u>56,623</u>	<u>(38,074)</u>
Total Expenditures and Encumbrances	<u>56,623</u>	<u>18,549</u>	<u>56,623</u>	<u>(38,074)</u>
Operating Surplus (Deficit) for the Year	<u>-</u>	<u>-</u>	<u>(31,931)</u>	<u>(31,931)</u>
Fund Balance Available for Appropriation, July 1, 2020	<u>-</u>	<u>(15,011)</u>	<u>(15,011)</u>	<u>-</u>
<u>Operations in Respect to Prior Fiscal Years</u>				
Commitments Cancelled - Net	<u>-</u>	<u>-</u>	<u>17,933</u>	<u>17,933</u>
Adjusted Fund Balance, July 1, 2020	<u>-</u>	<u>(15,011)</u>	<u>2,922</u>	<u>17,933</u>
Fund Balance Available for Appropriation, June 30, 2021	<u>-</u>	<u>(15,011)</u>	<u>(29,009)</u>	<u>(13,998)</u>

City of Philadelphia
Required Supplementary Information
Budgetary Comparison Schedule
Grants Revenue Fund
For the Fiscal Year Ended June 30, 2021

Exhibit 24

Amounts in thousands of USD

	<u>Budgeted Amounts</u>			Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual*</u>	
<u>Revenues</u>				
Locally Generated Non-Tax Revenue	127,299	64,110	64,110	-
Revenue from Other Governments	2,660,279	1,238,803	1,238,803	-
Total Revenues	2,787,578	1,302,913	1,302,913	-
<u>Other Sources</u>				
Increase in Unreimbursed Commitments	-	-	134,247	134,247
Increase in Financed Reserves	-	-	(34,866)	(34,866)
Total Revenues and Other Sources	2,787,578	1,302,913	1,402,294	99,381
<u>Expenditures and Encumbrances</u>				
Personal Services	256,874	213,088	159,015	54,073
Pension Contributions	47,490	29,038	7,828	21,210
Other Employee Benefits	50,650	69,415	35,245	34,170
Sub-Total Employee Compensation	355,014	311,541	202,088	109,453
Purchase of Services	1,178,635	1,388,838	1,153,520	235,318
Materials and Supplies	81,855	47,753	21,025	26,728
Equipment	72,964	31,036	13,884	17,152
Contributions, Indemnities and Taxes	1	48,950	47,735	1,215
Payments to Other Funds	99,109	142,903	62,683	80,220
Advances, Subsidies, Miscellaneous	1,000,000	640,946	-	640,946
Total Expenditures and Encumbrances	2,787,578	2,611,967	1,500,935	1,111,032
Operating Surplus (Deficit) for the Year	-	(1,309,054)	(98,641)	1,210,413
Fund Balance Available for Appropriation, July 1, 2020	-	(287,099)	(314,164)	(27,065)
<u>Operations in Respect to Prior Fiscal Years</u>				
Commitments Cancelled - Net	-	-	53,954	53,954
Revenue Adjustments - Net	-	-	(7)	(7)
Prior Period Adjustments	-	287,099	-	(287,099)
Adjusted Fund Balance, July 1, 2020	-	-	(260,217)	(260,217)
Fund Balance Available for Appropriation, June 30, 2021	-	(1,309,054)	(358,858)	950,196

* Refer to the notes to required supplementary information.

City of Philadelphia
 Budgetary Comparison Schedule
 Aviation Operating Fund
 For the Fiscal Year Ended June 30, 2021

Exhibit 25

Amounts in thousands of USD

	<u>Budgeted Amounts</u>		<u>Actual</u>	Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Locally Generated Non-Tax Revenue	348,831	348,831	327,160	(21,671)
Revenue from Other Governments	67,826	67,826	65,093	(2,733)
Revenue from Other Funds	1,577	1,577	1,478	(99)
Total Revenues	418,234	418,234	393,730	(24,503)
<u>Expenditures and Encumbrances</u>				
Personal Services	81,226	81,270	72,423	8,847
Pension Contributions	35,210	36,816	36,597	218
Other Employee Benefits	28,540	26,934	22,200	4,735
Sub-Total Employee Compensation	144,976	145,020	131,220	13,800
Purchase of Services	111,936	111,949	90,244	21,705
Materials and Supplies	5,308	5,323	4,746	576
Equipment	4,886	4,832	1,286	3,546
Contributions, Indemnities and Taxes	8,812	8,812	5,366	3,446
Debt Service	138,778	138,778	91,006	47,772
Payments to Other Funds	11,018	11,000	23,036	(12,036)
Total Expenditures and Encumbrances	425,714	425,714	346,904	78,810
Operating Surplus (Deficit) for the Year	(7,481)	(7,481)	46,826	54,307
Fund Balance Available for Appropriation, July 1, 2020	256,051	226,777	198,609	(28,168)
<u>Operations in Respect to Prior Fiscal Years</u>				
Commitments Cancelled - Net	15,000	15,000	20,269	5,269
Adjusted Fund Balance, July 1, 2020	271,051	241,777	218,878	(22,899)
Fund Balance Available for Appropriation, June 30, 2021	263,571	234,297	265,704	31,408

City of Philadelphia
 Schedule of Budgetary Actual and Estimated Revenues and Obligations
 Aviation Operating Fund
 For the Fiscal Year Ended June 30, 2021 (with comparative actual amounts for the Fiscal Year Ended June 30, 2020)

Exhibit 26

Amounts in thousands of USD

	Budgeted Amounts		FY 2021 Actual	Final Budget to Actual Positive (Negative)	FY 2020 Actual	Increase (Decrease)
	Original	Final				
Revenue						
Locally Generated Non-Tax Revenue						
Concessions	31,401	31,401	19,207	(12,194)	50,748	(31,541)
Space Rentals	167,769	167,769	160,616	(7,153)	112,032	48,584
Landing Fees	52,655	52,655	67,837	15,182	70,929	(3,092)
Parking	20,794	20,794	689	(20,105)	35,079	(34,390)
Car Rentals	12,520	12,520	11,496	(1,024)	16,932	(5,436)
Payment in Aid - Terminal Building	-	-	-	-	-	-
Interest Earnings	4,000	4,000	470	(3,530)	9,852	(9,382)
Sale of Utilities	4,031	4,031	2,153	(1,878)	2,340	(187)
Passenger Facility Charge	31,217	31,217	49,938	18,721	31,200	18,738
Overseas Terminal Facility Charges	22	22	102	80	8	94
International Terminal Charge	21,118	21,118	8,033	(13,085)	22,422	(14,389)
Other	3,304	3,304	6,619	3,315	8,150	(1,531)
Total Locally Generated Non-Tax Revenue	348,831	348,831	327,160	(21,671)	359,692	(32,532)
Revenue from Other Governments						
State	-	-	-	-	-	-
Federal	67,826	67,826	65,093	(2,733)	57,491	7,602
Total Revenue from Other Governments	67,826	67,826	65,093	(2,733)	57,491	7,602
Revenue from Other Funds						
	1,577	1,577	1,478	(99)	1,333	145
Total Revenue	418,234	418,234	393,731	(24,503)	418,516	(24,785)
Obligations						
Mayor's Office of Information Services Managing Director	2,521	2,521	1,603	918	1,380	223
Police	14,863	15,599	15,601	(2)	17,692	(2,091)
Fire	8,357	8,935	8,934	1	9,570	(636)
Public Property	21,900	21,900	17,000	4,900	20,091	(3,091)
Office of Fleet Management	4,786	4,886	2,573	2,313	6,127	(3,554)
Director of Finance	-	-	-	-	-	-
City-Wide Appropriation Under the Director of Finance:						
Pension Contributions	35,195	36,801	36,597	204	41,051	(4,454)
Other Employee Benefits	28,555	26,949	22,200	4,749	24,041	(1,841)
Purchase of Services	3,146	3,146	3,038	108	2,614	424
Contributions, Indemnities and Taxes	2,512	1,305	-	1,305	-	-
Advances, Subsidies, Miscellaneous	-	-	-	-	-	-
Sinking Fund Commission	138,778	138,778	91,006	47,772	123,448	(32,442)
Procurement	-	-	-	-	-	-
Commerce	163,727	163,327	146,785	16,542	167,592	(20,807)
Law	1,287	1,480	1,480	-	1,604	(124)
Mayor's Office of Transportation	-	-	-	-	-	-
Mayor's Office of Sustainability	88	88	88	-	94	(6)
Total Obligations	425,715	425,715	346,905	78,810	415,304	(68,399)
Operating Surplus (Deficit) for the Year	(7,481)	(7,481)	46,826	54,307	3,212	43,614

City of Philadelphia
 Budgetary Comparison Schedule
 Community Development Fund
 For the Fiscal Year Ended June 30, 2021

Exhibit 27

Amounts in thousands of USD

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Final Budget to Actual Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Locally Generated Non-Tax Revenue	500	500	2,646	2,146
Revenue from Other Governments	95,481	75,481	58,451	(17,030)
Total Revenues	95,981	75,981	61,097	(14,884)
<u>Other Sources</u>				
Decrease in Financed Reserves	-	-	9,666	9,666
Total Revenues and Other Sources	95,981	75,981	70,763	(5,218)
<u>Expenditures and Encumbrances</u>				
Personal Services	6,559	7,206	4,990	2,216
Pension Contributions	2,261	3,024	2,020	1,004
Other Employee Benefits	1,892	2,018	1,388	630
Sub-Total Employee Compensation	10,712	12,248	8,398	3,850
Purchase of Services	64,985	72,615	62,110	10,505
Materials and Supplies	259	135	38	97
Equipment	-	121	109	12
Payments to Other Funds	25	25	24	1
Advances, Subsidies, Miscellaneous	20,000	20,000	-	20,000
Total Expenditures and Encumbrances	95,981	105,144	70,679	34,465
Operating Surplus (Deficit) for the Year	-	(29,163)	84	29,247
Fund Balance Available for Appropriation, July 1, 2020	-	(8,386)	(16,190)	(7,804)
<u>Operations in Respect to Prior Fiscal Years</u>				
Commitments Cancelled - Net	-	-	6,139	6,139
Prior Period Adjustments	-	8,386	-	(8,386)
Adjusted Fund Balance, July 1, 2020	-	-	(10,051)	(10,051)
Fund Balance Available for Appropriation, June 30, 2021	-	(29,163)	(9,967)	19,196

City of Philadelphia
 Budgetary Comparison Schedule
 Car Rental Tax Fund
 For the Fiscal Year Ended June 30, 2021

Exhibit 28

Amounts in thousands of USD

	<u>Budgeted Amounts</u>		<u>Actual</u>	Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Taxes	5,495	4,650	4,860	210
Locally Generated Non-Tax Revenue	<u>25</u>	<u>25</u>	<u>7</u>	<u>(18)</u>
Total Revenues	5,520	4,675	4,867	192
<u>Expenditures and Encumbrances</u>				
Purchase of Services	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>-</u>
Total Expenditures and Encumbrances	7,000	7,000	7,000	-
Operating Surplus (Deficit) for the Year	<u>(1,480)</u>	<u>(2,325)</u>	<u>(2,133)</u>	<u>192</u>
Fund Balance Available for Appropriation, July 1, 2020	<u>4,004</u>	<u>10,530</u>	<u>10,530</u>	<u>-</u>
Fund Balance Available for Appropriation, June 30, 2021	<u><u>2,524</u></u>	<u><u>8,205</u></u>	<u><u>8,397</u></u>	<u><u>192</u></u>

City of Philadelphia
 Budgetary Comparison Schedule
 Housing Trust Fund
 For the Fiscal Year Ended June 30, 2021

Exhibit 29

Amounts in thousands of USD

	<u>Budgeted Amounts</u>		<u>Actual</u>	Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Locally Generated Non-Tax Revenue	12,434	12,434	15,742	3,308
Revenue from Other Funds	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Total Revenues	32,434	32,434	35,742	3,308
<u>Expenditures and Encumbrances</u>				
Personal Services	2,250	2,250	688	1,562
Purchase of Services	59,502	79,352	40,484	38,868
Materials and Supplies		13	13	-
Equipment		<u>137</u>	<u>5</u>	<u>132</u>
Total Expenditures and Encumbrances	61,752	81,752	41,190	40,562
Operating Surplus (Deficit) for the Year	<u>(29,318)</u>	<u>(49,318)</u>	<u>(5,448)</u>	<u>43,870</u>
Fund Balance Available for Appropriation, July 1, 2020	37,318	24,558	24,668	110
<u>Operations in Respect to Prior Fiscal Years</u>				
Commitments Cancelled - Net	12,000	27,000	8,378	(18,622)
Revenue Adjustments - Net	-	-	-	-
Prior Period Adjustments	-	-	-	-
Other Adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Adjusted Fund Balance, July 1, 2020	<u>49,318</u>	<u>51,558</u>	<u>33,046</u>	<u>(18,512)</u>
Fund Balance Available for Appropriation, June 30, 2021	<u>20,000</u>	<u>2,240</u>	<u>27,598</u>	<u>25,358</u>

City of Philadelphia
 Budgetary Comparison Schedule
 General Capital Improvement Funds
 For the Fiscal Year Ended June 30, 2021

Exhibit 30

Amounts in thousands of USD

	<u>Budgeted Amounts</u>		<u>Actual</u>	Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Locally Generated Non-Tax Revenue	739,308	739,508	972	(738,536)
Revenue from Other Governments	655,968	655,868	34,572	(621,296)
Revenue from Other Funds	192,902	192,902	10,260	(182,642)
Total Revenues	1,588,178	1,588,278	45,804	(1,542,474)
<u>Other Sources (Uses)</u>				
Increase in Unreimbursed Commitments	-	-	312	312
Total Revenues and Other Sources	1,588,178	1,588,278	46,116	(1,542,162)
<u>Expenditures and Encumbrances</u>				
Capital Outlay	1,588,178	1,588,278	179,613	1,408,665
Operating Surplus (Deficit) for the Year	-	-	(133,497)	(133,497)
Fund Balance Available for Appropriation, July 1, 2020	-	-	1,595	1,595
<u>Operations in Respect to Prior Fiscal Years</u>				
Commitments Cancelled - Net	-	-	2,247	2,247
Adjusted Fund Balance, July 1, 2020	-	-	3,842	3,842
Fund Balance Available for Appropriation, June 30, 2021	-	-	(129,655)	(129,655)

City of Philadelphia
 Budgetary Comparison Schedule
 Acute Care Hospital Assessment Fund
 For the Fiscal Year Ended June 30, 2021

Exhibit 31

Amounts in thousands of USD

	<u>Budgeted Amounts</u>		<u>Actual</u>	Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Tax Revenue	<u>310,000</u>	<u>310,000</u>	<u>190,335</u>	<u>(119,665)</u>
Total Revenues	<u>310,000</u>	<u>310,000</u>	<u>190,335</u>	<u>(119,665)</u>
<u>Other Sources</u>				
Increase in Unreimbursed Commitments	<u>-</u>	<u>-</u>	<u>495</u>	<u>495</u>
Total Revenues and Other Sources	<u>310,000</u>	<u>310,000</u>	<u>190,830</u>	<u>(119,170)</u>
<u>Expenditures and Encumbrances</u>				
Personal Services	<u>7,242</u>	<u>7,242</u>	<u>4,095</u>	<u>3,147</u>
Pension Contributions	<u>30</u>	<u>42</u>	<u>-</u>	<u>42</u>
Other Employee Benefits	<u>239</u>	<u>227</u>	<u>1</u>	<u>226</u>
Sub-Total Employee Compensation	<u>7,511</u>	<u>7,511</u>	<u>4,096</u>	<u>3,415</u>
Purchase of Services	<u>305,990</u>	<u>305,990</u>	<u>181,520</u>	<u>124,470</u>
Materials and Supplies	<u>915</u>	<u>505</u>	<u>6</u>	<u>499</u>
Equipment	<u>-</u>	<u>410</u>	<u>141</u>	<u>269</u>
Payments to Other Funds	<u>4,500</u>	<u>4,500</u>	<u>4,500</u>	<u>-</u>
Total Expenditures and Encumbrances	<u>318,916</u>	<u>318,916</u>	<u>190,263</u>	<u>128,653</u>
Operating Surplus (Deficit) for the Year	<u>(8,916)</u>	<u>(8,916)</u>	<u>567</u>	<u>9,483</u>
Fund Balance Available for Appropriation, July 1, 2020	<u>26,483</u>	<u>22,747</u>	<u>22,747</u>	<u>-</u>
<u>Operations in Respect to Prior Fiscal Years</u>				
Commitments Cancelled - Net	<u>2,000</u>	<u>2,000</u>	<u>-</u>	<u>(2,000)</u>
Adjusted Fund Balance, July 1, 2020	<u>28,483</u>	<u>24,747</u>	<u>22,747</u>	<u>(2,000)</u>
Fund Balance Available for Appropriation, June 30, 2021	<u>19,567</u>	<u>15,831</u>	<u>23,314</u>	<u>7,483</u>

City of Philadelphia
 Budgetary Comparison Schedule
 Budget Stabilization Fund
 For the Fiscal Year Ended June 30, 2021

Exhibit 32

Amounts in thousands of USD

	<u>Budgeted Amounts</u>		<u>Actual</u>	Final Budget to Actual Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Revenue from Other Funds	-	-	-	-
Total Revenues	-	-	-	-
<u>Expenditures and Encumbrances</u>				
Advances, Subsidies, Miscellaneous	34,276	34,276	34,276	-
Total Expenditures and Encumbrances	34,276	34,276	34,276	-
Operating Surplus (Deficit) for the Year	(34,276)	(34,276)	(34,276)	-
Fund Balance Available for Appropriation, July 1, 2020	34,276	34,276	34,276	-
<u>Operations in Respect to Prior Fiscal Years</u>				
Commitments Cancelled - Net	-	-	-	-
Adjusted Fund Balance, July 1, 2020	34,276	34,276	34,276	-
Fund Balance Available for Appropriation, June 30, 2021	-	-	-	-

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Philadelphia have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

1. REPORTING ENTITY

The City of Philadelphia was founded in 1682 and was merged with the county in 1854. Since 1951 the City has been governed largely under the Philadelphia Home Rule Charter. However, in some matters, including the issuance of short-term and long-term debt, the City is governed by the laws of the Commonwealth of Pennsylvania.

As required by GAAP, the financial statements of the City of Philadelphia include those of the primary government and its component units. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationships with the City. The financial statements of these component units have been included in the City's reporting entity either as blended component units or as discretely presented component units. The criteria to determine an entity as a component unit is established by Governmental Accounting Standards Board Statement (GASBS) No. 14 which has been amended by GASB Statements No. 39, No. 61 No. 80, No. 84, No. 85, No. 90, and No. 97. Certain other organizations also met the criteria for inclusion; however, they are not included in the City's financial statements because they are not significant to a fair representation of the City's reporting entity. Individual financial statements can be obtained directly from their administrative offices by writing to the addresses provided.

As used, both on the face of the financial statements and in the footnotes, the term "Primary Government" includes both City funds and Blended Component Units while the term "Component Units" includes only Discretely Presented Component Units. A Related Organization is an entity which the City appoints board members but for which the city has no significant financial responsibility.

A. BLENDED COMPONENT UNITS

Pennsylvania Intergovernmental Cooperation Authority (PICA) – 1500 Walnut St., Philadelphia, PA 19102

PICA was established by act of the Commonwealth of Pennsylvania to provide financial assistance to cities of the first class and is governed by a five-member board appointed by the Commonwealth. Currently, the City of Philadelphia is the only city of the first class. The activities of PICA are reflected in two of the governmental fund types (Special Revenue and Debt Service).

Philadelphia Municipal Authority (PMA) – 1515 Arch St., Philadelphia, PA 19102

PMA is governed by a five-member board appointed by the City and was established to issue tax exempt bonds for the acquisition and use of certain equipment and facilities for the City. The activities of PMA are reflected in three of the governmental fund types (Special Revenue, Debt Service and Capital Improvement).

B. DISCRETELY PRESENTED COMPONENT UNITS

The component unit columns in the applicable combined financial statements include the combined financial data for the organizations discussed below. They are reported in a separate column to emphasize that they are legally separate from the City. However, in order to retain their identity, applicable combining statements have been included as part of this report.

Philadelphia Gas Works (PGW) – 800 W. Montgomery Ave., Philadelphia, PA 19122

PGW was established by the City to provide gas service to residential and commercial customers within the City of Philadelphia. The City appoints a voting majority of PGW's board and has the ability to modify or approve their budget.

Philadelphia Housing Authority (PHA) – 12 South 23RD Street, Philadelphia, PA 19103

PHA was established to provide low cost housing and other social services to the residents of the City. PHA is governed by a nine-member board with all members appointed by the City. In addition, the Mayor of Philadelphia has the ability to remove a majority of PHA's board without cause during any calendar year. Since the City appoints a voting majority of PHA's board and can impose its will, due to the Mayor's ability to remove a majority of the board at will; PHA meets the criteria for inclusion as a discretely presented component unit in accordance with GASB.

Philadelphia Redevelopment Authority (PRA) – 1234 Market St., Philadelphia, PA 19107

PRA was established to rehabilitate blighted sections of the City. It is governed by a five-member board appointed by the City and must submit its budgets to the City for review and approval. PRA's reported amounts include the financial activity of the Head House Retail Associates, L.P., which is PRA's discretely presented component unit whose fiscal year ended December 31, 2019.

Philadelphia Parking Authority (PPA) – 3101 Market St., Philadelphia, PA 19104

PPA was established by the City to coordinate a system of parking facilities and on-street parking on behalf of the City. Its fiscal year ends on March 31. The City has guaranteed debt payments for PPA. A voting majority of PPA's governing board is not appointed by the City, however the significance of the City's relationship with PPA is such that exclusion from the City's financial report would be misleading.

School District of Philadelphia (SDP) – 440 N. Broad St., Philadelphia, PA 19130

SDP was established by the Educational Supplement to the Philadelphia Home Rule Charter to provide free public education for the City's residents. As of July 1, 2018, the SDP is governed by a nine-member board appointed by the Mayor and approved by City Council. Since the Mayor appoints the governing board and there exist a financial benefit/burden relationship between the SDP and the City; the SDP meets the criteria for inclusion as a discretely presented component unit in accordance with GASB.

Community College of Philadelphia (CCP) – 1700 Spring Garden St., Philadelphia, PA 19130

CCP was established by the City to provide two-year post-secondary education programs for its residents. It is governed by a Board appointed by the City and receives substantial subsidies from the City. CCP's reported amounts include the financial activity of the Community College of Philadelphia Foundation, which is a discretely presented component unit of CCP. Since the City appoints the governing board and there exists a financial benefit/burden relationship between the CCP and the City; the CCP meets the criteria for inclusion as a discretely presented component unit in accordance with GASB.

Community Behavioral Health (CBH) – 801 Market St., Philadelphia, PA 19107

CBH is a not-for-profit organization established by the City's Department of Public Health to provide for and administer all behavioral health services required by the Commonwealth of Pennsylvania. Its board is made up of City officials and City appointees. Any decrease in funding would present a financial burden to the City.

Philadelphia Authority for Industrial Development (PAID) – 2600 Centre Sq. West, Philadelphia, PA 19102

PAID was formed under the Industrial Development Authority Law to issue debt to finance eligible industrial and commercial development projects. PAID is the delegate agency responsible for administration of certain state grants and acts in the City's behalf on major development projects in the City. The City appoints a voting majority of PAID's board and is responsible for the debt service that PAID issues on the City's behalf.

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The City's *government wide* financial statements (i.e. the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the primary government and its component units. *Governmental activities* which are normally supported by taxes and intergovernmental revenues are reported separately from *business type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable. Interfund activity and balances have been eliminated from the statements to avoid duplication.

The Statement of Activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific program. *Program revenues* include: (1) charges to customers or applicants who purchase, use or directly benefit from services or privileges provided by a given program and (2) grants and contributions that are restricted to meeting operational or capital requirements of a program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate *fund* financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the *government wide* financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the *fund* financial statements.

3. BASIS OF ACCOUNTING, MEASUREMENT FOCUS AND FINANCIAL STATEMENTS

A. PRIMARY GOVERNMENT

The government wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred regardless of the timing of related cash flows. Real estate taxes are recognized as revenues in the year for which they are levied. Derived tax revenues such as wage, business income and receipts, and net profits and earnings taxes are recognized when the underlying exchange transaction has taken place. Grant and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred as under accrual accounting. Debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. However, those expenditures may be accrued if they are to be liquidated with available resources.

Imposed non-exchange revenues such as real estate taxes are recognized when the enforceable legal claim arises, and the resources are available. Derived tax revenues, such as wage, business income and receipts tax, net profits and earnings taxes, are recognized when the underlying exchange transaction has occurred, and the resources are available. Grant revenues are recognized when all the applicable eligibility requirements have been

met and the resources are available. All other revenue items are considered to be measurable and available only when cash is received by the City.

Generally, the effect of interfund activity has been eliminated from the government wide financial statements. Exceptions to this general rule are charges between the City's water and sewer function and various other programs of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various programs concerned.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

Amounts reported as program revenue include: (1) charges to customers or applicants for goods received, services rendered or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program specific revenues. Accordingly, general revenues include all taxes.

The City reports the following major governmental funds:

- The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in other funds.
- The Health Choices Behavioral Health Fund accounts for resources received from the Commonwealth of Pennsylvania. These resources are restricted to providing managed behavioral health care to Philadelphia residents.
- The Grants Revenue Fund accounts for the resources received from various federal, state, and private grantor agencies. The resources are restricted to accomplishing the various objectives of the grantor agencies.

Additionally, the City reports on Permanent funds, which are used to account for resources legally held in trust for use by the park and library systems of the City. There are legal restrictions on the resources of the funds that hold that the principal remains intact and only the earnings are allowed to be used for the program.

The City reports on the following fiduciary funds:

- The Municipal Pension Fund accumulates resources to provide pension benefit payments to qualified employees of the City and certain other quasi-governmental organizations.
- The Philadelphia Gas Works Retirement Reserve Fund accumulates resources to provide pension benefit payments to qualified employees of the Philadelphia Gas Works.
- The Escrow Fund accounts for funds held in escrow for various purposes.
- The Employees Health & Welfare Fund accounts for funds deducted from employees' salaries for payment to various organizations.
- The Departmental Custodial Accounts account for funds held in custody by various City Departments.

The City reports the following major proprietary funds:

- The Water Fund accounts for the activities related to the operation of the City's water delivery and sewage systems.
- The Aviation Fund accounts for the activities of the City's airports.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's ongoing operations. The principal operating revenues of the Water Fund are charges for water and sewer service. The principal operating revenue of the Aviation Fund is charges for the use of the airport. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

B. COMPONENT UNITS

The component units of the City prepare their financial statements in a manner similar to that of proprietary funds, with the exception of the following:

The **SDP** prepares their financial statements in a manner similar to the City and utilizes the full range of governmental and proprietary fund types.

The financial statements of the **CCP** have been prepared in accordance with GASBS No. 35 - Basic Financial Statements - and Management's Discussion and Analysis - For Public Colleges and Universities.

4. DEPOSITS AND INVESTMENTS

The City utilizes a pooled Cash and Investments Account to provide efficient management of the cash of most City funds. In addition, separate cash accounts are maintained by various funds due to either legal requirements or operational needs. For Permanent Funds, all highly liquid investments (except for Repurchase Agreements) with a maturity of three months or less when purchased are considered to be cash equivalents.

The City reports investments at fair value. Short-term investments are reported at cost which approximates fair value. Securities traded on national or international exchanges are valued at the last reported sales price. The fair value of real estate investments is based on independent appraisals. Investments which do not have an established market are reported at estimated fair value.

Statutes authorize the City to invest in obligations of the Treasury, agencies, and instruments of the United States, repurchase agreements, collateralized certificates of deposit, bank acceptance or mortgage obligations, certain corporate bonds, and money market funds. The Pension Trust Fund is also authorized to invest in corporate bonds rated AA or better by Moody's Bond Ratings, common stocks, private equity, hedge funds, and real estate.

From February to early June, deposits of the City significantly exceeded the amounts reported at calendar year end. This was due to cyclical tax collections (billings for taxes are mailed in December and payable in March).

5. INVENTORIES

A. PRIMARY GOVERNMENT

Supplies of governmental funds are recorded as expenditures when purchased rather than capitalized as inventory. Accordingly, inventories for governmental funds are shown on the Statement of Net Position but not on the Governmental Funds Balance Sheet. Inventories of proprietary funds are valued at moving average cost except for the following:

- **Industrial and Commercial Development Fund** inventory represents real estate held for resale and is valued at cost.

B. COMPONENT UNITS

All inventories are valued at moving average cost except for the following:

- **PGW** inventory consists primarily of fuel stock and gases which are stated at average cost.
- The **SDP** Food Services Fund inventories include food donated by the Federal Government which was valued at government cost or estimated value. All other food or supply inventories were valued at last unit cost and will be expensed when used.
- **PRA** inventory represents real estate held for resale and is recorded based on the estimated appraisal of values and cost basis of land inventories acquired.

6. CAPITAL ASSETS

A. PRIMARY GOVERNMENT

Capital Assets, which include property, plant, equipment and infrastructure assets (e.g. bridges, curbs and gutters, streets and sidewalks and lighting systems), are reported in the applicable governmental or business-type activities columns in the government wide financial statements. Capital assets are defined by the City as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of three years (except for the Aviation Fund which uses \$10,000 for personal property and \$100,000 for fixed assets). Capital assets are recorded at cost. Costs recorded do not include interest incurred as a result of financing asset acquisition or construction. Assets acquired by gift or bequest are recorded at their acquisition price at the date of gift. Upon sale or retirement, the cost of the assets and the related accumulated depreciation, if any, are removed from the accounts. Maintenance and repair costs are charged to operations.

The City transfers Construction In Process to one or more of the major asset classes: (1) when project expenditures are equal to or have exceeded 90% of the estimated cost on new facilities (except for the Aviation Fund which uses "substantially complete" as their determining basis for transferring construction in process to one or more of the major asset classes), (2) when the expenditures are for existing facilities or (3) when they relate to specific identifiable items completed during the year which were part of a larger project.

Cost of construction for proprietary fund capital assets includes all direct contract costs plus overhead costs. Overhead costs include direct and indirect engineering costs and interest incurred during the construction period for projects financed with bond proceeds. Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of the borrowing until completion of the project with interest on invested proceeds over the same period.

Depreciation on the capital assets for all City funds is provided on the straight-line method over their estimated useful lives: buildings - 20 to 50 years; building leasehold asset - 20 years; equipment and storage facilities - 3 to 25 years; and transmission and distribution lines - 50 years.

Collections of art and historical treasures meet the definition of a capital asset and normally should be reported in the financial statements. However, the requirement for capitalization is waived for collections that meet certain criteria. The City has collections of art, historical treasures and statuary that are not capitalized as they meet all of the waiver requirements which are: (1) the collections are held solely for public exhibition, (2) the collections are protected, preserved and cared for and (3) should any items be sold, the proceeds are used only to acquire other items for the collections. Among the City's collections are historical artifacts at the Ryers Museum & Library, Loudoun Mansion, Fort Mifflin, Atwater Kent Museum, and the Betsy Ross House. The City also has sculptures, paintings, murals and other works of art on display on public property and buildings throughout the City.

B. COMPONENT UNITS

Depreciation on the capital assets for component units is provided on the straight-line method over their estimated useful lives: buildings - 15 to 50 years; equipment and storage facilities - 3 to 25 years; and transmission and distribution lines - 50 years.

7. BONDS AND RELATED PREMIUMS, DISCOUNTS & ISSUANCE COSTS

In the *government-wide* financial statements and in the proprietary fund statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. In FY13 GASB Statement No. 65 was implemented resulting in bond issuance costs being recognized as an expense and reported in the period incurred.

In *governmental fund* financial statements, bond premiums, discounts and issuance costs are recognized in the current period. The face amount of the debt is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts are reported as other financing uses. Issuance costs are reported as debt issuance expenditures.

8. INSURANCE

The City, except for the Airport and certain other properties, is self-insured for most fire and casualty losses to its structures and equipment and provides statutory workers' compensation and unemployment benefits to its employees. The City is self-insured for medical benefits provided to employees in the Fraternal Order of Police, the city-administered health plan, the International Association of Fire Fighters and District Council 47.

9. RECEIVABLES AND PAYABLES

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as due to/from other funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances".

Accounts receivable included in current assets consists of billed and unbilled rentals and fees, which have been earned but not collected as of June 30, 2021 and 2020. Credit balance receivables have been included in unearned revenue in the statement of net position. The allowance for doubtful accounts is management's estimate of the amount of accounts receivable which will be deemed to be uncollectible and is based upon specific identification. Unpaid accounts are referred to the City's Law Department if deemed uncollectible. Accounts are written off when recommended by the Law Department.

All trade and property receivables in the governmental-wide financial statements are shown net of allowance for uncollectible. The real estate tax receivable allowance is equal to 30.99% of outstanding real estate taxes at June 30. Property taxes are levied on a calendar year basis. The City's property taxes levied on assessed valuation as of January 1, are due and payable on or before March 31. Taxes levied are intended to finance the fiscal year in which they become due. The City of Philadelphia and the School District of Philadelphia both impose a tax on all real estate in the City. Current real estate rates are \$1.3998 on each \$100 assessment; \$0.6317 for the City and \$0.7681 for the School District of Philadelphia. Delinquent charges are assessed at 1.5% per month on all unpaid balances as of April 1. Real estate tax delinquents are subject to lien as of the following January 1. The City has established real estate improvement programs that abate, for limited periods, tax increases that result from higher assessments for improved properties. Certain incremental tax assessments are earmarked to repay loans from the City to developers who improve properties under Tax Increment Financing agreements.

10. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES AND NET POSITION

In accordance with Government Accounting Standards Board Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, the City reports deferred outflows of resources in the Statement of Financial Position in a separate section following Assets. Similarly, the City reports deferred inflows of resources in the Statement of Net Position in a separate section following Liabilities.

Deferred Outflows of resources represents consumption of net position that applies to a future period(s) and will not be recognized as an expenditure/expense until that time. Deferred Inflows of resources represents an acquisition of net position that applies to future periods and will not be recognized as revenue until that time.

On the full accrual basis of accounting, the components of the deferred outflows of resources and deferred inflows of resources are as follows:

- Derivative instruments are reported for the changes in fair value.
- Deferred Refunding results from the difference in the refunding of debt and its reacquisition price.
- Deferred pension transactions are recognized as an expense or revenue in a future period.
- Deferred outflows of resources and deferred inflows of resources related to the City's OPEB.

Six component units, including (PGW), (PRA), (PPA), (SDP), (CCP), and (PHA) have items that qualify in some of the categories, which are deferred refunding, deferred pension, and deferred OPEB categories. These items have been reported as deferred outflows or deferred inflows on the City's and the component unit's Statement of Net Position.

11. COMPENSATED ABSENCES

It is the City's policy to allow employees to accumulate earned but unused vacation and sick leave benefits. Vacation is accrued when earned in the government-wide financial statements and in the proprietary and fiduciary-fund financial statements. Sick leave is accrued in the government-wide financial statements and in the proprietary and fiduciary-fund financial statements based on an estimate of future payouts.

12. CLAIMS AND JUDGMENTS

Pending claims and judgments are recorded as expenses in the *government wide* financial statements, and in the proprietary and fiduciary fund financial statements when the City solicitor has deemed that a probable loss to the City has occurred. Claims and judgments are recorded as expenditures in the government fund financial statements when paid or when judgments have been rendered against the City.

13. UNEARNED REVENUE

GASB Statement No.65 prohibits the usage of the term "deferred" on any line items other than deferred inflows or outflows. Therefore, the term "Deferred Revenue" has been replaced by "Unearned Revenue". Unearned Revenue as reported in all the City's fund financial statements represents revenue received in advance with the exception of the General Fund. The General Fund reports two types of unearned revenue, Revenue Received in Advance (\$5.8 million) and Business Income and Receipts Tax (BIRT) (\$364.1 million).

14. NEW ACCOUNTING PRONOUNCEMENTS - ADOPTED

In January 2017, **GASB issued Statement No. 84, Fiduciary Activities**. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting

and financial reporting purposes and how those activities should be reported. The effect of this statement has not yet been determined.

In August 2018, **GASB issued Statement No. 90, Majority Equity Interests—An Amendment of GASB Statements No. 14 and No. 61.** The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. The adoption of this statement had no effect on previously reported amounts.

In June 2020, **GASB issued Statement No. 97, Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32.** The objective of this Statement is to increase consistency and comparability related to the reporting of fiduciary component units that are established as Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The adoption of this statement had no effect on previously reported amounts.

In October 2021, **GASB issued Statement No. 98, The Annual Comprehensive Financial Report.** This Statement establishes the term annual comprehensive financial report and its acronym ACFR. That new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments. The adoption of this statement had no effect on previously reported amounts.

NEW ACCOUNTING PRONOUCEMENTS – TO BE ADOPTED:

In June 2017, **GASB issued Statement No. 87, Leases.** This statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

In June 2018, **GASB issued Statement No. 89, Accounting for Interest Cost Incurred Before the End of a Construction Period.** The objectives of this Statement are to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and to simplify accounting for interest cost incurred before the end of a construction period.

In May 2019, **GASB issued Statement No. 91, Conduit Debt Obligations.** The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures.

In January 2020, **GASB issued Statement No. 92, Omnibus 2020.** The objective of this statement is to enhance the comparability in accounting and financial reporting and improve the consistency of authoritative literature by focusing on practice issues that have been identified during the implementation of various GASB statements.

In March 2020, **GASB issued Statement No. 93, Replacement of Interbank Offered Rates.** This Statement establishes accounting and financial reporting requirements related to the replacement of Interbank Offered Rates in hedging derivative instruments and leases. It also identifies appropriate benchmark interest rates for hedging derivative instruments.

In March 2020, **GASB issued Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements.** The primary objective of this Statement is to address and improve financial reporting issues related to public-private and public-public partnership arrangements (PPPs).

In May 2020, **GASB issued Statement No. 96, Subscription-Based Information Technology Arrangements.** This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments).

The new standards must be adopted as follows:

GASB Statement No. 87 – Effective July 1, 2021 for financial statements for fiscal year ending June 30, 2022.

GASB Statement No. 89 – Effective July 1, 2021 for financial statements for fiscal year ending June 30, 2022.

GASB Statement No. 91 – Effective July 1, 2022 for financial statements for fiscal year ending June 30, 2023.

GASB Statement No. 92 – Effective July 1, 2021 for financial statements for fiscal year ending June 30, 2022.

GASB Statement No. 93 – Effective July 1, 2021 for financial statements for fiscal year ending June 30, 2022.

GASB Statement No. 94 – Effective July 1, 2022 for financial statements for fiscal year ending June 30, 2023.

GASB Statement No. 96 – Effective July 1, 2022 for financial statements for fiscal year ending June 30, 2023.

The effect of these statements has not yet been determined.

II. LEGAL COMPLIANCE

1. BUDGETARY INFORMATION

The City's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). In accordance with the Philadelphia Home Rule Charter, the City has formally established budgetary accounting control for its operating and capital improvement funds.

The operating funds of the City, consisting of the General Fund, nine Special Revenue Funds (County Liquid Fuels Tax, Special Gasoline Tax, Health Choices Behavioral Health, Hotel Room Rental Tax, Grants Revenue, Community Development, Car Rental Tax, Housing Trust, and Acute Care Hospital Assessment Funds) and two Enterprise Funds (Water and Aviation Funds), are subject to annual operating budgets adopted by City Council. Included with the Water Fund is the Water Residual Fund. These budgets appropriate funds for all City departments, boards and commissions by major class of expenditure within each department. Major classes are defined as: personal services; purchase of services; materials and supplies; equipment; contributions, indemnities and taxes; debt service; payments to other funds; and advances and other miscellaneous payments. The appropriation amounts for each fund are supported by revenue estimates and take into account the elimination of accumulated deficits and the re-appropriation of accumulated surpluses to the extent necessary. All transfers between major classes (except for materials and supplies and equipment, which are appropriated together) must have council approval. Appropriations that are not expended or encumbered at year end are lapsed. Comparisons of budget to actual activity at the legal level of compliance are in the City's *Supplemental Report of Revenues and Obligations*, a separately published report.

The City Capital Improvement Fund budget is adopted annually by the City Council. The Capital Improvement budget is appropriated by project for each department. All transfers between projects must be approved by City Council. Any funds that are not committed or expended at year end are lapsed. Comparisons of departmental project actual activity to budget are in the City's *Supplemental Report of Revenues and Obligations*.

The budgetary comparison schedules presented differ from the modified accrual basis of accounting. These schedules differ from the GAAP basis statements in that both expenditures and encumbrances are applied against the current budget, adjustments affecting activity budgeted in prior years are accounted for through fund balance or as reduction of expenditures and certain interfund transfers and reimbursements are budgeted as revenues and expenditures.

During the year, classification adjustments and supplementary appropriations were necessary for City funds. Therefore, budgeted appropriation amounts presented are as originally passed

and as amended by the City Council. As part of the amendment process, budget estimates of City related revenues are adjusted and submitted to City Council for review. Changes in revenue estimates are submitted in support of testimony with regard to the appropriation adjustments and do not need City Council approval. Revenue estimates are presented as originally passed and as amended.