

AMENDED FISCAL REPORTS

For Fiscal Years:

July 1, 2014 to June 30, 2015

July 1, 2015 to June 30, 2016

July 1, 2016 to June 30, 2017

Philadelphia County Children and Youth Agency

November 2020



Commonwealth of Pennsylvania
Department of the Auditor General

Eugene A. DePasquale • Auditor General



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EUGENE A. DePASQUALE
AUDITOR GENERAL

Independent Auditor's Report

The Honorable Jim Kenney, Mayor
City of Philadelphia
Room 215 City Hall
Philadelphia, PA 19107

Dear Mayor Kenney:

We have fulfilled the requirements pursuant to authority derived from Act 148 of 1976, as amended, (62 P.S. § 704.1(a)(4)) for the submitted CY-370 Expenditure Report, the CY-370A Revenue Report, and the CY-348 Fiscal Summary, hereinafter referred to as the submitted fiscal reports, and the related financial records of the Philadelphia County Children and Youth Agency (agency), legally known as Philadelphia Department of Human Services, for the purpose of ascertaining and certifying the actual Commonwealth expenditures incurred on behalf of children residing within the County for the fiscal years July 1, 2014 to June 30, 2015, July 1, 2015 to June 30, 2016, and July 1, 2016 to June 30, 2017. The scope of our engagement was limited to the fiscal reports submitted to the Commonwealth Department of Human Services (DHS) as part of the Act 148 Invoice Packages for the fiscal years ended June 30, 2015, June 30, 2016, and June 30, 2017.

Preparation of the submitted fiscal reports, and compliance with children, youth, and families regulations, are the responsibility of agency management. Our engagement procedures included a review of selected agency records, and other procedures we deemed necessary, to enable us to ascertain and certify the actual Commonwealth expenditures incurred on behalf of children residing within the County and to determine the County's compliance with certain provisions of 55 Pa. Code, Part V. Children, Youth, and Families Manual, Subpart C, Chapters 3140 and 3170 (55 Pa. Code §§ 3140.1 *et seq.* and 3170.1 *et seq.*), but was not conducted, nor was it required to be, in accordance with professional auditing or attestation standards. We believe that our engagement procedures provided us a reasonable basis to ascertain and certify the actual Commonwealth expenditures incurred on behalf of children residing within Philadelphia County.

We certify that the enclosed amended fiscal reports fairly present, in all material respects, the total Commonwealth expenditures paid on behalf of children residing within the county for the 2014-2015, 2015-2016, and 2016-2017 fiscal years based on the accrual basis of accounting.

Independent Auditor's Report (Continued)

Adjustments to the agency's submitted fiscal reports resulting from the procedures we performed during this engagement are as follows:

- For the **2014-2015 fiscal year**, our engagement resulted in two adjustments being made to the agency's submitted fiscal reports. While these adjustments in total impacted the agency's Final Net State Share by increasing agency expenditures by \$17,485,902 and increasing revenue by \$356,603, the agency cannot receive state reimbursement in excess of the Total State Act 148 Allocation. Thus, there is no impact on the Final Net State Share Payable, and no amount is due to the county or state because the agency's expenditures exceeded the total State Act 148 allocation by \$13,817,030. These adjustments are detailed in our amended fiscal reports for fiscal year 2014-2015, as included in Section 1 of this report.
- For the **2015-2016 fiscal year**, our engagement resulted in two adjustments being made to the agency's submitted fiscal reports. While these adjustments in total impacted the agency's Final Net State Share by increasing agency expenditures by \$16,978,015, the agency cannot receive state reimbursement in excess of the Total State Act 148 Allocation. Thus, there is no impact on the Final Net State Share Payable, and no amount is due to the county or state because the agency's expenditures exceeded the total State Act 148 allocation by \$13,210,771. These adjustments are detailed in our amended fiscal reports for fiscal year 2015-2016, as included in Section 2 of this report.
- For the **2016-2017 fiscal year**, our engagement resulted in two adjustments being made to the agency's submitted fiscal reports. While these adjustments in total impacted the agency's Final Net State Share by increasing agency expenditures by \$2,755,492 and decreasing revenue by \$370,692, the agency cannot receive state reimbursement in excess of the Total State Act 148 Allocation. Thus, there is no impact on the Final Net State Share Payable, and no amount is due to the county or state because the agency's expenditures exceeded the total State Act 148 allocation by \$220,416. These adjustments are detailed in our amended fiscal reports for fiscal year 2016-2017, as included in Section 3 of this report.

In addition, we found that the agency failed to comply with one of the three findings included in our prior released engagement report, as detailed in Section 4 of this report. This resulted in our issuance of a repeat finding, as detailed in Section 5 of this report.

Finding – Unresolved Prior Recommendations – Lack of Internal Control Policies and Procedures to Reduce the Risk of Paying Overbillings or Fraudulent Billings Submitted by Contracted In-Home Purchased Service Providers

Furthermore, we included the observation listed below related to DHS' monitoring of County Children and Youth (C&Y) Agencies' compliance with the Child Protective Services Law (CPSL), as detailed in Section 6 of this report:

Observation – Pennsylvania Department of Human Services is Making Strides in Increasing the Protection of At-Risk Children in the Care of Contracted In-Home

Independent Auditor's Report (Continued)

Preventative Service Providers; Risk that has been Further Exacerbated by the Current COVID-19 Crisis.

The results of our engagement procedures, as presented in this report, were discussed with agency management and county officials at an exit conference held on October 15, 2020.

This report is being forwarded to the DHS Bureau of Financial Operations, and the Office of Children, Youth, and Families for review and settlement of the recommended adjustments included in our amended fiscal reports. You will be notified by DHS of the decisions made regarding the approval and finalization of the adjustment amounts during the DHS settlement process and the impact, if any, on a future Act 148 payment. At that time, in accordance with the Commonwealth's General Rules of Administrative Practice and Procedure, 1 Pa. Code § 31.1 *et seq.*, you will be afforded the opportunity by Commonwealth DHS to appeal its settlement process decision.

We appreciate the cooperation, assistance, and courtesy granted our representatives by your officials and the staff of the Philadelphia County Children and Youth Agency.

Sincerely,

A handwritten signature in black ink, appearing to read "Eugene A. DePasquale", with a long horizontal flourish extending to the right.

Eugene A. DePasquale
Auditor General

October 26, 2020

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BACKGROUND

The Department of the Auditor General is responsible for reviewing the fiscal reports, known as the submitted CY-370 Expenditure Report, the CY-370A Revenue Report, and the CY-348 Fiscal Summary of the 67 County Children and Youth Agencies to determine proper reporting and utilization of funds according to program regulations and guidelines under the Human Services Code 62 P.S. § 704.1(a)(4). The annual state Act 148 allocations are used by the Counties to administer social services for the children and youth that reside within the Commonwealth of Pennsylvania, whose stated goal is “to ensure, for each child in this Commonwealth, a permanent, legally assured family which protects the child from abuse and neglect.” According to information provided by the Department of Human Services (DHS), Office of Children, Youth and Families (OCYF), the Philadelphia County Children and Youth Agency provided in-home and placement services to 16,774 children residing within the County during the 2017-2018 fiscal year. The Children and Youth Social Services Program is County-Administered and State-Supervised by DHS and thus, they are jointly responsible for achieving the Commonwealth’s goal.

In accordance with the Human Services Code (62 P. S. § 703), DHS is responsible for making and enforcing all rules and regulations necessary and appropriate to the proper accomplishment of the child welfare duties and functions vested by law in the county institution districts or their successors. Title 55 Pa. Code, Part V. Children, Youth, and Families Manual, Subpart C, outlines the rules and regulations relative to the County Administration of the Children and Youth Social Service Programs. Specifically, in compliance with 55 Pa. Code § 3140.31, the Counties must report their cumulative actual expenditures incurred for the provision of children and youth social services on a quarterly basis to DHS through the Act 148 Invoice package. The expenditures reported in the Act 148 Invoice Package refers to all costs for dependent and delinquent children and youth services funded or administered by DHS.

As part of our engagement, we reviewed the County Children and Youth Agency’s submitted fiscal reports, as referenced above, which are included in the Act 148 Invoice package. Specifically, we reviewed the final, cumulative 4th Quarter fiscal reports submitted to DHS, along with the County Children and Youth Agency’s related financial records and supporting documentation, to determine whether the County Children and Youth Agency’s actual, cumulative expenditures and revenues were properly reported to DHS for the respective fiscal years (FYs). Typically, any variances identified between the submitted and actual costs and revenues required adjustments to these fiscal reports, unless as detailed in Footnote # 5 of our Amended Computation of Final Net Share Report, an the agency’s expenditures exceeded its total State Act 148 allocation. Thus, our Amended CY-370 Expenditure Report, Amended CY-370A Revenue Report, and Amended CY-348 Fiscal Summary, resulting from our engagement procedures and included in this report for each fiscal year included in our engagement, reflect the County Children and Youth Agency’s actual related costs and revenues for those years. The reports typically include the impact of those costs and revenues on the County Children and Youth Agency’s corresponding Net State Shares; however, for this engagement, there was no impact on the net state shares for each fiscal year included in our engagement because the agency’s expenditures exceeded its total State Act 148 allocation.

SECTION 1

AMENDED FISCAL REPORTS

FOR THE FISCAL YEAR:

JULY 1, 2014 to JUNE 30, 2015

**PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2014 TO JUNE 30, 2015
AMENDED
COMPUTATION OF FINAL NET STATE SHARE**

Approved State Allocation ¹	\$ 360,601,273
Supplemental Act 148	<u>0</u>
Total State Allocation	360,601,273
State Share (CY348) ²	\$ 374,418,303
Less: Major Service Category Adjustment	<u>0</u>
Net State Share	\$ 374,418,303
Less: Expenditures in Excess of the Approved State Allocation	<u>13,817,030</u>
Final Net State Share Payable ³	\$ 360,601,273
Actual Act 148 Revenues Received ⁴	<u>360,601,273</u>
Net Amount Due County/(State) ⁵	\$ <u><u>0</u></u>

¹ Approved State Allocation is the amount of Act 148 State Funds that were budgeted for the County.

² State Share (CY348) is the total amount of County expenditures that are eligible for reimbursement from Act 148 Funds after audit adjustments are considered.

³ Final Net Share Payable is the net amount of reimbursable expenditures from Act 148 funds after audit adjustments are considered.

⁴ Actual Act 148 Revenues Received is the amount of Act 148 funds the County received.

⁵ No amount is due to the County or State because the Children and Youth Agency's expenditures exceeded the Total State Act 148 Allocation by \$13,817,030, as detailed above. While our adjustments resulted in a net increase of \$17,485,902 in expenditures for the agency for said fiscal year, as detailed on page 7 of this report, the agency cannot receive state reimbursement in excess of the Total State Act 148 Allocation. Thus, there is no impact on the the Final Net State Share of Expenditures.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2014 TO JUNE 30, 2015
AMENDED CY348
FISCAL SUMMARY

	A	B	C	D	E	F	G	H	I	J	K
	GRAND TOTAL	PROGRAM INCOME	TITLE IV-E	TANF	TITLE XX	TITLE IV-B	Child Welfare Demonstration Project Title IV-E	MEDICAL ASSISTANCE	NET TOTAL	STATE ACT 148	LOCAL SHARE
NET CHILD WELFARE EXPENDITURES											
01. 100% REIMBURSEMENT	11,348,598	0	137,506	0	0	0	308,721	0	10,902,371	10,902,371	0
02. 90% REIMBURSEMENT	6,659,772	84,669	15,083	0	0	0	431,150	0	6,128,870	5,515,982	612,888
03. 80% REIMBURSEMENT	414,393,162	2,062,721	23,599,860	26,033,804	3,493,612	2,575,773	23,208,789	0	333,418,603	266,734,881	66,683,722
04. 60% REIMBURSEMENT	153,566,609	1,335,098	1,571,870	0	0	0	35,477,052	282,290	114,900,299	68,940,179	45,960,120
05. 50% REIMBURSEMENT	44,649,778	0	0	0	0	0	0	0	44,649,778	22,324,890	22,324,888
06. TOTAL NET CHILD WELFARE EXPEND.	630,617,918	3,482,488	25,324,319	26,033,804	3,493,612	2,575,773	59,425,712	282,290	509,999,920	374,418,303	135,581,617
YDC/YFC PLACEMENT COSTS											
07. 60% DHS PARTICIPATION	24,931,126	0							24,931,126	14,958,676	9,972,450
08. NON-REIMBURSABLE EXPENDITURES	6,067,879	0							6,067,879		6,067,879
09. TOTAL EXPENDITURES	661,616,923	3,482,488	25,324,319	26,033,804	3,493,612	2,575,773	59,425,712	282,290	540,998,925	389,376,979	151,621,946
10. TOTAL TITLE IV-D COLLECTIONS	1,638,753										
11. TITLE IV-D Collections for IV-E Children	139,679										
12. STATE ACT 148 - line 6	374,418,303										
13. STATE ACT 148 ALLOCATION	360,601,273										
14. ADJUSTED STATE SHARE (lower of 12 or 13)	360,601,273										
INVOICE											
AMENDED STATE SHARE (ACT 148)	374,418,303										
ACT 148 AMOUNT RECEIVED	360,601,273										
ADJUSTMENT TO STATE SHARE	13,817,030										

**PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2014 TO JUNE 30, 2015
AMENDED CY370A
REVENUE REPORT**

MAJOR SERVICE CATEGORIES & COST CENTERS														REVENUE SOURCES												
														1	2	3	4	5	6	7	8	9	10	11	12	
IN-HOME														TOTAL REIMBURSABLE EXPENDITURES	PROGRAM INCOME	TITLE IV-E MAINTENANCE	TITLE IV-E ADMIN.	TANF	TITLE XX	TITLE IV-B	Child Welfare Demonstration Project Title IV-E	MEDICAL ASSISTANCE	NET REIMBURSABLE EXPENDITURES	STATE ACT 148	LOCAL SHARE	
1-A ADOPTION SERVICE														11,348,598	0		137,506	0			308,721	0	10,902,371	10,902,371	0	12
1-B ADOPTION ASSISTANCE														44,769,978	57,718	16,678,302	0			1,931,829	0	26,102,129	20,881,703	5,220,426		
1-C SUBSIDIZED PERMANENT LEGAL CUSTODIANSHIP														14,044,305	2,897	4,723,557	0				0	0	9,317,851	7,454,281	1,863,570	
1-D COUNSELING - DEPENDENT														119,719,014	251,103	402,836	19,517,516	3,493,612	0	834,946	0	95,219,001	76,175,201	19,043,800		
1-E COUNSELING - DELINQUENT														24,873,827	402	23,849	3,333,279	0	0	53,426	0	21,462,871	17,170,297	4,292,574		
1-F DAY CARE														1,700,287	0		1,147,738	0	0	0	0	552,549	442,039	110,510		
1-G DAY TREATMENT - DEPENDENT														1,493,769	0		26	965,400	0	49	0	528,294	422,635	105,659		
1-H DAY TREATMENT - DELINQUENT														2,599,702	0		1,967	1,069,871	0	4,449	0	1,523,415	1,218,732	304,683		
1-I HOMEMAKER SERVICE														0	0		0	0	0	0	0	0	0	0		
1-J INTAKE & REFERRAL														17,216,623	0		227,970	0	0	510,755	0	16,477,898	13,182,318	3,295,580		
1-K LIFE SKILLS - DEPENDENT														0	0		0	0	0	0	0	0	0	0		
1-L LIFE SKILLS - DELINQUENT														0	0		0	0	0	0	0	0	0	0		
1-M PROTECTIVE SERVICE - CHILD ABUSE														7,466,159	0		102,176	0	0	231,030	0	7,132,953	5,706,362	1,426,591		
1-N PROTECTIVE SERVICE - GENERAL														27,479,411	0		363,529	0	0	821,982	0	26,293,900	21,035,120	5,258,780		
1-O SERVICE PLANNING														10,731,945	0		128,817	0	0	272,663	0	10,330,465	8,264,372	2,066,093		
1-P JUVENILE ACT PROCEEDINGS - DEPENDENT														7,821,913	0		7,821,913	0	0	7,821,913	3,910,957	3,910,956				
1-Q JUVENILE ACT PROCEEDINGS - DELINQUENT														276,169	0		0	0	0	0	0	276,169	138,085	138,084		
SUBTOTAL IN-HOME														291,541,700	312,120	21,401,859	1,388,676	26,033,804	3,493,612	1,931,829	3,038,021	233,941,779	186,904,473	47,037,306		
COMMUNITY BASED PLACEMENT														TOTAL REIMBURSABLE EXPENDITURES	PROGRAM INCOME	TITLE IV-E MAINTENANCE	TITLE IV-E ADMIN.	TANF	TITLE XX	TITLE IV-B	Child Welfare Demonstration Project Title IV-E	MEDICAL ASSISTANCE	NET REIMBURSABLE EXPENDITURES	STATE ACT 148	LOCAL SHARE	
2-A ALTERNATIVE TREATMENT - DEPENDENT														879,811	886	0	0		0	0	0	878,925	703,140	175,785		
2-B ALTERNATIVE TREATMENT - DELINQUENT														0	0	0	0		0	0	0	0	0	0		
2-C COMMUNITY RESIDENTIAL - DEPENDENT														25,294,423	340,578	295,944	23,429		0	2,320,991	0	22,313,481	17,850,785	4,462,696		
2-D COMMUNITY RESIDENTIAL - DELINQUENT														6,958,308	172,547	14,438	3,607		0	135,066	0	6,632,650	5,306,120	1,326,530		
2-E EMERGENCY SHELTER - DEPENDENT														1,631,005	26,717	3,227	9,506	0	0	163,379	0	1,428,176	1,285,358	142,818		
2-F EMERGENCY SHELTER - DELINQUENT														5,028,767	57,952	0	2,350	0	0	267,771	0	4,700,694	4,230,624	470,070		
2-G FOSTER FAMILY - DEPENDENT														103,742,567	1,200,910	200,834	395,707		0	643,944	17,987,958	83,313,214	66,650,571	16,662,643		
2-H FOSTER FAMILY - DELINQUENT														98,661	3,781	791	835		0	11,500	0	81,754	65,403	16,351		
2-I SUP. INDEPENDENT LIVING - DEPENDENT														3,852,884	17,872	0	10,103		0	21,394	0	3,803,515	3,042,812	760,703		
2-J SUP. INDEPENDENT LIVING - DELINQUENT														1,471,488	14,027	0	1,143		0	2,580	0	1,453,738	1,162,990	290,748		
2-K SUBTOTAL CBP														148,957,913	1,835,270	515,234	446,680	0	0	643,944	20,910,639	124,606,146	100,297,803	24,308,343		
INSTITUTIONAL PLACEMENT														TOTAL REIMBURSABLE EXPENDITURES	PROGRAM INCOME	TITLE IV-E MAINTENANCE	TITLE IV-E ADMIN.	TANF	TITLE XX	TITLE IV-B	Child Welfare Demonstration Project Title IV-E	MEDICAL ASSISTANCE	NET REIMBURSABLE EXPENDITURES	STATE ACT 148	LOCAL SHARE	
3-A JUVENILE DETENTION SERVICE														36,551,696	0							0	36,551,696	18,275,848	18,275,848	
3-B RESIDENTIAL SERVICE - DEPENDENT														25,642,254	567,724	185,837	50,460		0	1,639,284	0	23,198,949	13,919,369	9,279,580		
3-C RES. SERVICE - DELINQUENT (NON YDC/YFC)														32,147,336	767,374	9,285	18,905		0	263,694	0	31,088,078	18,652,847	12,435,231		
3-D SECURE RES. SERVICE (EXCEPT YDC)														9,506,772	0							0	9,506,772	5,704,063	3,802,709	
3-E YDC SECURE														24,931,126	0							24,931,126	14,958,676	9,972,450		
3-F SUBTOTAL INSTITUTIONAL														128,779,184	1,335,098	195,122	69,365	0	0	0	1,902,978	0	125,276,621	71,510,803	53,765,818	
4 ADMINISTRATION														86,270,247	0		1,307,383		0	0	33,574,074	282,290	51,106,500	30,663,900	20,442,600	
5 TOTAL REVENUES														655,549,044	3,482,488	22,112,215	3,212,104	26,033,804	3,493,612	2,575,773	59,425,712	282,290	534,931,046	389,376,979	145,554,067	

**PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2014 TO JUNE 30, 2015
AMENDED CY370
EXPENDITURE REPORT**

MAJOR SERVICE CATEGORIES & COST CENTERS												
OBJECTS OF EXPENDITURE												
1	2	3	4	5	6	7	8	9	10	11	12	
WAGES AND SALARIES	EMPLOYEE BENEFITS	SUBSIDIES	OPERATING	PURCHASED SERVICES	FIXED ASSETS	TOTAL EXPENDITURES	Children Served (by county)	Children Served (Purchased)	Non- Reimbursable Non PS/Sub.	Non-Reim. Purchased Serv/ Subsidies	Program Income related to all Non- Reimbursable	
IN-HOME												
1-A ADOPTION SERVICE	5,338,363	3,843,621	1,767,276	398,980	24,921	11,373,161	1,734	0	22,563	2,000	0	
1-B ADOPTION ASSISTANCE	0	44,769,978	0	0	0	44,769,978	0	5,442	0	0	0	
1-C SUBSIDIZED PERMANENT LEGAL CUSTODIANSHIP	0	14,044,305	0	0	0	14,044,305	0	1,708	0	0	0	
1-D COUNSELING - DEPENDENT	6,518,123	4,693,049	15,360,867	93,123,531	37,559	119,733,129	0	46,195	12,115	2,000	0	
1-E COUNSELING - DELINQUENT	897,905	646,492	0	23,339,049	0	24,883,446	0	2,853	9,619	0	0	
1-F DAY CARE	0	0	0	1,757,233	0	1,757,233	0	373	0	56,946	0	
1-G DAY TREATMENT - DEPENDENT	0	0	0	1,493,769	0	1,493,769	0	166	0	0	0	
1-H DAY TREATMENT - DELINQUENT	82,982	59,747	0	2,457,862	0	2,600,591	0	400	889	0	0	
1-I HOMEMAKER SERVICE	0	0	0	0	0	0	0	0	0	0	0	
1-J INTAKE & REFERRAL	8,733,044	6,287,791	2,217,527	0	7,172	17,245,534	20,180	0	28,911	0	0	
1-K LIFE SKILLS - DEPENDENT	0	0	0	0	0	0	0	0	0	0	0	
1-L LIFE SKILLS - DELINQUENT	0	0	0	0	0	0	0	0	0	0	0	
1-M PROTECTIVE SERVICE - CHILD ABUSE	4,015,051	2,890,837	521,936	0	51,585	7,479,409	5,082	0	13,250	0	0	
1-N PROTECTIVE SERVICE - GENERAL	14,285,130	10,285,293	2,770,369	0	185,763	27,526,555	15,098	0	47,144	0	0	
1-O SERVICE PLANNING	2,232,808	1,607,622	6,872,539	0	25,889	10,738,858	18,066	0	6,913	0	0	
1-P JUVENILE ACT PROCEEDINGS - DEPENDENT	0	0	0	7,821,913	0	7,821,913	9,903	9,903	0	0	0	
1-Q JUVENILE ACT PROCEEDINGS - DELINQUENT	0	0	0	276,169	0	276,169	4,770	4,770	0	0	0	
1-R SUBTOTAL IN-HOME	42,103,406	30,314,452	58,814,283	29,510,514	332,889	291,744,050	0	0	141,404	60,946	0	
Number of Children receiving only NON-PURCHASED IN-Home Services												
COMMUNITY BASED PLACEMENT												
2-A ALTERNATIVE TREATMENT - DEPENDENT	0	0	0	879,811	0	879,811	11,770	82	0	0	0	
2-B ALTERNATIVE TREATMENT - DELINQUENT	0	0	0	0	0	0	0	0	0	0	0	
2-C COMMUNITY RESIDENTIAL - DEPENDENT	338,110	243,439	1,489,029	23,228,047	5,698	25,304,323	166,525	2,240	1,116	8,784	0	
2-D COMMUNITY RESIDENTIAL - DELINQUENT	150,237	108,171	6,964	6,694,546	0	6,959,918	54,030	670	1,610	0	0	
2-E EMERGENCY SHELTER - DEPENDENT	126,791	91,290	78,346	1,334,416	581	1,631,424	10,324	447	419	0	0	
2-F EMERGENCY SHELTER - DELINQUENT	97,882	70,475	314	4,861,145	0	5,029,816	35,101	1,585	1,049	0	0	
2-G FOSTER FAMILY - DEPENDENT	5,747,863	4,138,461	13,344,600	85,836,658	76,120	109,143,702	1,738,016	15,375	18,969	5,382,166	0	
2-H FOSTER FAMILY - DELINQUENT	5,380	3,874	1,373	88,092	0	98,719	194,880	23	58	0	0	
2-I SUP. INDEPENDENT LIVING - DEPENDENT	126,791	91,290	233,097	3,457,124	581	3,908,883	63,836	453	419	55,580	0	
2-J SUP. INDEPENDENT LIVING - DELINQUENT	47,596	34,269	4,377	1,385,756	0	1,471,998	16,973	156	510	0	0	
2-K SUBTOTAL CBP	6,640,650	4,781,268	15,158,100	127,765,595	82,980	154,428,593	2,291,455	21,031	24,150	5,446,530	0	
INSTITUTIONAL PLACEMENT												
3-A JUVENILE DETENTION SERVICE	0	0	0	36,551,696	0	36,551,696	59,132	2,340	3,905	0	0	
3-B RESIDENTIAL SERVICE - DEPENDENT	1,183,384	852,036	1,423,629	22,173,390	13,720	25,646,159	175,907	1,812	3,905	0	0	
3-C RES. SERVICE - DELINQUENT (EXCEPT YDC/YFC)	787,400	566,928	14,339	30,787,105	0	32,155,772	280,227	3,760	8,436	0	0	
3-D SECURE RES. SERVICE (EXCEPT YDC)	0	0	270,986	9,235,786	0	9,506,772	36,812	404	0	0	0	
3-E YDC SECURE	0	0	0	24,931,126	0	24,931,126	51,992	1,982	0	0	0	
3-F SUBTOTAL INSTITUTIONAL	1,970,784	1,418,964	1,708,954	123,679,103	13,720	128,791,525	604,070	10,298	12,341	0	0	
ADMINISTRATION												
4	28,308,624	20,382,210	0	37,750,947	0	210,974	86,652,755	0	382,508	0	0	
TOTAL EXPENDITURES												
5	79,023,464	56,896,894	58,814,283	84,128,515	382,113,204	640,563	661,616,923	0	560,403	5,507,476	0	
County Indirect Costs = \$ 8,518,730												

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2014 TO JUNE 30, 2015
AMENDED
SUMMARY OF EXPENSE AND EXPENSE ADJUSTMENTS

COST CENTER ITEMS	AS REPORTED PER CY370	INCREASE (DECREASE)	AS AMENDED PER CY370
Adoption Service	\$ 9,650,324	\$ 1,722,837	\$ 11,373,161
Adoption Assistance	44,571,718	198,260	44,769,978
Subsidized Permanent Legal Custodianship	14,047,256	(2,951)	14,044,305
Counseling	139,737,917	4,878,658	144,616,575
Day Care	1,897,641	(140,408)	1,757,233
Day Treatment	4,140,038	(45,678)	4,094,360
Homemaker Service	0	0	0
Intake and Referral	15,297,142	1,948,392	17,245,534
Life Skills	0	0	0
Protective Service - Child Abuse	6,899,684	579,725	7,479,409
Protective Service - General	24,548,355	2,978,200	27,526,555
Service Planning	8,709,197	2,029,661	10,738,858
Juvenile Act Proceedings	8,323,035	(224,953)	8,098,082
Alternative Treatment	879,810	1	879,811
Community Residential	32,291,541	(27,300)	32,264,241
Emergency Shelter	7,087,111	(425,871)	6,661,240
Foster Family	106,581,063	2,661,358	109,242,421
Supervised Independent Living	5,518,266	(137,385)	5,380,881
Juvenile Detention Service	31,990,895	4,560,801	36,551,696
Residential Service	58,587,138	(785,207)	57,801,931
Secure Residential Service (Except YDC)	9,470,536	36,236	9,506,772
YDC Secure	25,718,466	(787,340)	24,931,126
Administration	88,183,888	(1,531,133)	86,652,755
Combined Total Expense	644,131,021	17,485,902	661,616,923
Less Non-reimbursables	6,067,879	0	6,067,879
Total Net Expense	\$ <u>638,063,142</u>	\$ <u>17,485,902</u>	\$ <u>655,549,044</u>

OBJECTS OF EXPENDITURE	AS REPORTED PER CY370	INCREASE (DECREASE)	AS AMENDED PER CY370
Wages and Salaries	\$ 79,023,464	\$ 0	\$ 79,023,464
Employee Benefits	41,329,273	15,567,621	56,896,894
Subsidies	58,618,974	195,309	58,814,283
Operating	91,307,161	(7,178,646)	84,128,515
Purchased Services	373,626,513	8,486,691	382,113,204
Fixed Assets	225,636	414,927	640,563
Combined Total Expense	644,131,021	17,485,902	661,616,923
Less Non-reimbursables	6,067,879	0	6,067,879
Total Net Expense	\$ <u>638,063,142</u>	\$ <u>17,485,902</u>	\$ <u>655,549,044</u>

**PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2014 TO JUNE 30, 2015
ADJUSTMENT SCHEDULE**

REPORT REFERENCE			ADJ. NO.	EXPLANATION OF ADJUSTMENTS	AS REPORTED OR ADJUSTED	INCREASE/ (DECREASE)	ADJUSTED TOTAL
SCHEDULE	LINE	COLUMN					
CY-370				CY-370 Adjustments			
	1-A	2	1	Adoption Service - Employee Benefits	\$ 2,791,964	\$ 1,051,657	\$ 3,843,621
	1-D	2		Counseling (Dependent) - Employee Benefits	\$ 3,408,978	\$ 1,284,071	\$ 4,693,049
	1-E	2		Counseling (Delinquent) - Employee Benefits	\$ 469,604	\$ 176,888	\$ 646,492
	1-H	2		Day Treatment (Delinquent) - Employee Benefits	\$ 43,400	\$ 16,347	\$ 59,747
	1-J	2		Intake & Referral - Employee Benefits	\$ 4,567,382	\$ 1,720,409	\$ 6,287,791
	1-M	2		Protective Service Child Abuse - Employee Benefits	\$ 2,099,872	\$ 790,965	\$ 2,890,837
	1-N	2		Protective Service General - Employee Benefits	\$ 7,471,123	\$ 2,814,170	\$ 10,285,293
	1-O	2		Service Planning - Employee Benefits	\$ 1,167,759	\$ 439,863	\$ 1,607,622
	2-C	2		Community Residential (Dependent) - Employee Benefits	\$ 176,832	\$ 66,607	\$ 243,439
	2-D	2		Community Residential (Delinquent) - Employee Benefits	\$ 78,574	\$ 29,597	\$ 108,171
	2-E	2		Emergency Shelter (Dependent) - Employee Benefits	\$ 66,312	\$ 24,978	\$ 91,290
	2-F	2		Emergency Shelter (Delinquent) - Employee Benefits	\$ 51,192	\$ 19,283	\$ 70,475
	2-G	2		Foster Family (Dependent) - Employee Benefits	\$ 3,006,132	\$ 1,132,329	\$ 4,138,461
	2-H	2		Foster Family (Delinquent) - Employee Benefits	\$ 2,814	\$ 1,060	\$ 3,874
	2-I	2		Supervised Independent Living (Dependent) - Employee Benefits	\$ 66,312	\$ 24,978	\$ 91,290
	2-J	2		Supervised Independent Living (Delinquent) - Employee Benefits	\$ 24,893	\$ 9,376	\$ 34,269
	3-B	2		Residential Service (Dependent) - Employee Benefits	\$ 618,910	\$ 233,126	\$ 852,036
	3-C	2		Residential Service (Delinquent) - Employee Benefits	\$ 411,810	\$ 155,118	\$ 566,928
	4	2		Administration - Employee Benefits	\$ 14,805,410	\$ 5,576,800	\$ 20,382,210
	1-B	3		Adoption Assistance - Subsidies	\$ 44,571,718	\$ 198,260	\$ 44,769,978
	1-C	3		Subsidized Permanent Legal Custodianship - Subsidies	\$ 14,047,256	\$ (2,951)	\$ 14,044,305
	1-A	4		Adoption Service - Operating	\$ 1,114,092	\$ 653,184	\$ 1,767,276
	1-D	4		Counseling (Dependent) - Operating	\$ 20,179,582	\$ (4,818,715)	\$ 15,360,867
	1-E	4		Counseling (Delinquent) - Operating	\$ 249,913	\$ (249,913)	\$ -
	1-G	4		Day Treatment (Dependent) - Operating	\$ 1,781	\$ (1,781)	\$ -
	1-H	4		Day Treatment (Delinquent) - Operating	\$ 7,128	\$ (7,128)	\$ -
	1-J	4		Intake & Referral - Operating	\$ 1,993,693	\$ 223,834	\$ 2,217,527
	1-M	4		Protective Service Child Abuse - Operating	\$ 766,370	\$ (244,434)	\$ 521,936
	1-N	4		Protective Service General - Operating	\$ 2,726,668	\$ 43,701	\$ 2,770,369
	1-O	4		Service Planning - Operating	\$ 5,299,338	\$ 1,573,201	\$ 6,872,539
	2-C	4		Community Residential (Dependent) - Operating	\$ 1,065,389	\$ 423,640	\$ 1,489,029
	2-D	4		Community Residential (Delinquent) - Operating	\$ 16,130	\$ (9,166)	\$ 6,964
	2-E	4		Emergency Shelter (Dependent) - Operating	\$ 449,467	\$ (371,121)	\$ 78,346
	2-F	4		Emergency Shelter (Delinquent) - Operating	\$ 10,509	\$ (10,195)	\$ 314
	2-G	4		Foster Family (Dependent) - Operating	\$ 10,245,157	\$ 3,099,443	\$ 13,344,600
	2-H	4		Foster Family (Delinquent) - Operating	\$ 578	\$ 795	\$ 1,373
	2-I	4		Supervised Independent Living (Dependent) - Operating	\$ 485,903	\$ (252,806)	\$ 233,097
	2-J	4		Supervised Independent Living (Delinquent) - Operating	\$ 5,111	\$ (734)	\$ 4,377
	3-B	4		Residential Service (Dependent) - Operating	\$ 1,610,006	\$ (186,377)	\$ 1,423,629
	3-C	4		Residential Service (Delinquent) - Operating	\$ 84,540	\$ (70,201)	\$ 14,339
	3-D	4		Secure Residential Service - Operating	\$ -	\$ 270,986	\$ 270,986
	4	4		Administration - Operating	\$ 44,995,806	\$ (7,244,859)	\$ 37,750,947
	1-A	5		Adoption Service - Purchased Services	\$ 397,581	\$ 1,399	\$ 398,980
	1-D	5		Counseling (Dependent) - Purchased Services	\$ 97,682,435	\$ (4,558,904)	\$ 93,123,531
	1-E	5		Counseling (Delinquent) - Purchased Services	\$ 10,318,714	\$ 13,020,335	\$ 23,339,049
	1-F	5		Day Care - Purchased Services	\$ 1,897,641	\$ (140,408)	\$ 1,757,233
	1-G	5		Day Treatment (Dependent) - Purchased Services	\$ 1,440,751	\$ 53,018	\$ 1,493,769
	1-H	5		Day Treatment (Delinquent) - Purchased Services	\$ 2,563,996	\$ (106,134)	\$ 2,457,862
	1-P	5		Juvenile Act Proceedings (Dependent) - Purchased Services	\$ 8,046,867	\$ (224,954)	\$ 7,821,913
	1-Q	5		Juvenile Act Proceedings (Delinquent) - Purchased Services	\$ 276,168	\$ 1	\$ 276,169
	2-A	5		Alternative Treatment (Dependent) - Purchased Services	\$ 879,810	\$ 1	\$ 879,811
	2-C	5		Community Residential (Dependent) - Purchased Services	\$ 23,620,081	\$ (392,034)	\$ 23,228,047
	2-D	5		Community Residential (Delinquent) - Purchased Services	\$ 6,844,639	\$ (150,093)	\$ 6,694,546
	2-E	5		Emergency Shelter (Dependent) - Purchased Services	\$ 1,393,826	\$ (59,410)	\$ 1,334,416
	2-F	5		Emergency Shelter (Delinquent) - Purchased Services	\$ 4,890,551	\$ (29,406)	\$ 4,861,145
	2-G	5		Foster Family (Dependent) - Purchased Services	\$ 87,352,245	\$ (1,515,587)	\$ 85,836,658
	2-H	5		Foster Family (Delinquent) - Purchased Services	\$ 194,565	\$ (106,473)	\$ 88,092
	2-I	5		Supervised Independent Living (Dependent) - Purchased Services	\$ 3,384,536	\$ 72,588	\$ 3,457,124
	2-J	5		Supervised Independent Living (Delinquent) - Purchased Services	\$ 1,376,543	\$ 9,213	\$ 1,385,756
	3-A	5		Juvenile Detention Service - Purchased Services	\$ 31,990,895	\$ 4,560,801	\$ 36,551,696
	3-B	5		Residential Service (Dependent) - Purchased Services	\$ 22,197,030	\$ (23,640)	\$ 22,173,390
	3-C	5		Residential Service (Delinquent) - Purchased Services	\$ 31,688,637	\$ (901,532)	\$ 30,787,105
	3-D	5		Secure Residential Service - Purchased Services	\$ 9,470,536	\$ (234,750)	\$ 9,235,786
	3-E	5		YDC Secure - Purchased Services	\$ 25,718,466	\$ (787,340)	\$ 24,931,126

REPORT REFERENCE			ADJ. NO.	EXPLANATION OF ADJUSTMENTS	AS REPORTED OR ADJUSTED	INCREASE/ (DECREASE)	ADJUSTED TOTAL
SCHEDULE	LINE	COLUMN					
				CY-370 Adjustments (Continued)			
	1-A	6		Adoption Service - Fixed Assets	\$ 8,324	\$ 16,597	\$ 24,921
	1-D	6		Counseling (Dependent) - Fixed Assets	\$ 12,663	\$ 24,896	\$ 37,559
	1-J	6		Intake & Referral - Fixed Assets	\$ 3,023	\$ 4,149	\$ 7,172
	1-M	6		Protective Service Child Abuse - Fixed Assets	\$ 18,391	\$ 33,194	\$ 51,585
	1-N	6		Protective Service General - Fixed Assets	\$ 65,434	\$ 120,329	\$ 185,763
	1-O	6		Service Planning - Fixed Assets	\$ 9,292	\$ 16,597	\$ 25,889
	2-C	6		Community Residential - Dependent - Fixed Assets	\$ 1,549	\$ 4,149	\$ 5,698
	2-G	6		Foster Family (Dependent) - Fixed Assets	\$ 26,329	\$ 49,791	\$ 76,120
	3-B	6		Residential Service (Dependent) - Fixed Assets	\$ 5,421	\$ 8,299	\$ 13,720
	4	6		Administration - Fixed Assets	\$ 74,048	\$ 136,926	\$ 210,974
				Total Adjustment Amount		\$ 17,485,902	
				To increase expenditures by \$17,485,902 to properly report total expenditures and reconcile to the agency's final expenditure ledger. Revisions were made to the expenditure ledger subsequent to the submission of the Act 148 Invoice to Commonwealth DHS.			
				Title 55 PA Code, Chapter 3170.95(a)(b)			
				CY-370A Adjustment			
CY-370A	1-B	2	2	Adoption Assistance - Program Income	\$ 51,808	\$ 5,910	\$ 57,718
	1-C	2		Subsidized Permanent Legal Custodianship - Program Income	\$ 2,600	\$ 297	\$ 2,897
	1-D	2		Counseling (Dependent) - Program Income	\$ 225,390	\$ 25,713	\$ 251,103
	1-E	2		Counseling (Delinquent) - Program Income	\$ 361	\$ 41	\$ 402
	2-A	2		Alternative Treatment (Dependent) - Program Income	\$ 795	\$ 91	\$ 886
	2-C	2		Community Residential (Dependent) - Program Income	\$ 305,703	\$ 34,875	\$ 340,578
	2-D	2		Community Residential - (Delinquent) - Program Income	\$ 154,878	\$ 17,669	\$ 172,547
	2-E	2		Emergency Shelter (Dependent) - Program Income	\$ 23,981	\$ 2,736	\$ 26,717
	2-F	2		Emergency Shelter (Delinquent) - Program Income	\$ 52,018	\$ 5,934	\$ 57,952
	2-G	2		Foster Family (Dependent) - Program Income	\$ 1,077,938	\$ 122,972	\$ 1,200,910
	2-H	2		Foster Family (Delinquent) - Program Income	\$ 3,394	\$ 387	\$ 3,781
	2-I	2		Supervised Independent Living (Dependent) - Program Income	\$ 16,042	\$ 1,830	\$ 17,872
	2-J	2		Supervised Independent Living (Delinquent) - Program Income	\$ 12,591	\$ 1,436	\$ 14,027
	3-B	2		Residential Service (Dependent) - Program Income	\$ 509,590	\$ 58,134	\$ 567,724
	3-C	2		Residential Service (Delinquent) - Program Income	\$ 688,796	\$ 78,578	\$ 767,374
				Total Adjustment Amount		\$ 356,603	
				To increase Program Income by \$356,603 to include Human Services Development Fund (HSDF) grant revenue which was not reported on the Act 148 Invoice submitted to Commonwealth DHS. <i>Note: This issue was also cited as a finding in the June 30, 2015 Schedule of Financial Assistance (Single Audit), as Finding 2015-020.</i>			
				Title 55 PA Code, Chapter 3170.95(a)(b)			

SECTION 2

AMENDED FISCAL REPORTS

FOR THE FISCAL YEAR:

JULY 1, 2015 to JUNE 30, 2016

**PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2015 TO JUNE 30, 2016
AMENDED
COMPUTATION OF FINAL NET STATE SHARE**

Approved State Allocation ¹		\$ 343,459,981
Supplemental Act 148		<u>12,535,901</u>
Total State Allocation		355,995,882
State Share (CY348) ²	\$ 369,206,653	
Less: Major Service Category Adjustment	<u>0</u>	
Net State Share		\$ 369,206,653
Less: Expenditures in Excess of the Approved State Allocation		<u>13,210,771</u>
Final Net State Share Payable ³		\$ 355,995,882
Actual Act 148 Revenues Received ⁴		<u>355,995,882</u>
Net Amount Due County/(State) ⁵		\$ <u><u>0</u></u>

¹ Approved State Allocation is the amount of Act 148 State Funds that were budgeted for the County.

² State Share (CY348) is the total amount of County expenditures that are eligible for reimbursement from Act 148 Funds after audit adjustments are considered.

³ Final Net Share Payable is the net amount of reimbursable expenditures from Act 148 funds after audit adjustments are considered.

⁴ Actual Act 148 Revenues Received is the amount of Act 148 funds the County received.

⁵ No amount is due to the County or State because the Children and Youth Agency's expenditures exceeded the Total State Act 148 Allocation by \$13,210,771, as detailed above. While our adjustments resulted in a net increase of \$16,978,015 in expenditures for the agency for said fiscal year, as detailed on page 15 of this report, the agency cannot receive state reimbursement in excess of the Total State Act 148 Allocation. Thus, there is no impact on the the Final Net State Share of Expenditures.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2015 TO JUNE 30, 2016
AMENDED CY348
FISCAL SUMMARY

	A	B	C	D	E	F	G	H	I	J	K
	GRAND TOTAL	PROGRAM INCOME	TITLE IV-E	TANF	TITLE XX	TITLE IV-B	Child Welfare Demonstration Project Title IV-E	MEDICAL ASSISTANCE	NET TOTAL	STATE ACT 148	LOCAL SHARE
NET CHILD WELFARE EXPENDITURES											
01. 100% REIMBURSEMENT	11,799,621	27,904	134,716	0	0	0	97,358	0	11,539,643	11,539,643	0
02. 90% REIMBURSEMENT	7,387,894	61,018	15,617	0	0	0	20,015	0	7,291,244	6,562,120	729,124
03. 80% REIMBURSEMENT	407,351,695	3,172,881	26,129,611	26,032,546	3,493,612	2,575,773	10,921,709	0	335,025,562	268,020,451	67,005,111
04. 60% REIMBURSEMENT	146,733,244	625,446	1,543,269	0	0	0	46,525,523	258,843	97,780,163	58,668,099	39,112,064
05. 50% REIMBURSEMENT	48,832,679	0	0	0	0	0	0	0	48,832,679	24,416,340	24,416,339
06. TOTAL NET CHILD WELFARE EXPEND.	622,105,133	3,887,249	27,823,213	26,032,546	3,493,612	2,575,773	57,564,605	258,843	500,469,292	369,206,653	131,262,639

YDC/YFC PLACEMENT COSTS											
07. 60% DHS PARTICIPATION	19,482,136	0							19,482,136	11,689,282	7,792,854

08. NON-REIMBURSABLE EXPENDITURES	7,452,366	0							7,452,366		7,452,366
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09. TOTAL EXPENDITURES	649,039,635	3,887,249	27,823,213	26,032,546	3,493,612	2,575,773	57,564,605	258,843	527,403,794	380,895,935	146,507,859
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10. TOTAL TITLE IV-D COLLECTIONS 1,973,405

11. TITLE IV-D Collections for IV-E Children 32,089

12. STATE ACT 148 - line 6 369,206,653

13. STATE ACT 148 ALLOCATION 355,995,882

14. ADJUSTED STATE SHARE (lower of 12 or 13) 355,995,882

INVOICE	
AMENDED STATE SHARE (ACT 148)	369,206,653
ACT 148 AMOUNT RECEIVED	355,995,882
ADJUSTMENT TO STATE SHARE	13,210,771

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2015 TO JUNE 30, 2016
AMENDED CY370A
REVENUE REPORT

MAJOR SERVICE CATEGORIES & COST CENTERS		REVENUE SOURCES										
	1	2	3	4	5	6	7	8	9	10	11	12
IN-HOME	TOTAL REIMBURSABLE EXPENDITURES	PROGRAM INCOME	TITLE IV-E MAINTENANCE	TITLE IV-E ADMIN.	TANF	TITLE XX	TITLE IV-B	Child Welfare Demonstration Project Title IV-E	MEDICAL ASSISTANCE	REIMBURSABLE EXPENDITURES	STATE ACT 148	LOCAL SHARE
1-A ADOPTION SERVICE	11,799,621	27,904		134,716	0		0	97,358	0	11,539,643	11,539,643	0
1-B ADOPTION ASSISTANCE	45,537,054	17,758	18,210,448	0			0		0	27,308,848	21,847,078	5,461,770
1-C SUBSIDIZED PERMANENT LEGAL CUSTODIANSHIP	12,580,530	0	4,800,505	0			0	0	0	7,780,025	6,224,020	1,556,005
1-D COUNSELING - DEPENDENT	104,809,053	223,278		276,628	17,148,694	3,493,612		187,256	0	83,479,585	66,783,668	16,695,917
1-E COUNSELING - DELINQUENT	21,257,613	123		22,505	5,584,700	0	0	16,316	0	15,633,970	12,507,176	3,126,794
1-F DAY CARE	2,342,421	0		1,234	1,076,216	0	0	895	0	1,264,076	1,011,261	252,815
1-G DAY TREATMENT - DEPENDENT	1,706,761	0		0	1,109,114	0	0	0	0	597,647	478,117	119,530
1-H DAY TREATMENT - DELINQUENT	2,867,790	0		2,210	1,113,822	0	0	1,602	0	1,750,156	1,400,125	350,031
1-I HOMEMAKER SERVICE	0	0		0	0	0	0	0	0	0	0	0
1-J INTAKE & REFERRAL	22,466,131	0		181,979	0	0	0	131,046	0	22,153,106	17,722,485	4,430,621
1-K LIFE SKILLS - DEPENDENT	0	0		0	0	0	0	0	0	0	0	0
1-L LIFE SKILLS - DELINQUENT	0	0		0	0	0	0	0	0	0	0	0
1-M PROTECTIVE SERVICE - CHILD ABUSE	6,239,292	0		66,492	0	0	0	48,237	0	6,124,563	4,899,650	1,224,913
1-N PROTECTIVE SERVICE - GENERAL	35,158,961	0		386,873	0	0	0	280,692	0	34,491,396	27,593,117	6,898,279
1-O SERVICE PLANNING	11,306,254	0		157,307	0	0	0	109,685	0	11,039,262	8,831,410	2,207,852
1-P JUVENILE ACT PROCEEDINGS - DEPENDENT	10,284,288	0		0	0		0	0	0	10,284,288	5,142,144	5,142,144
1-Q JUVENILE ACT PROCEEDINGS - DELINQUENT	610,666	0		0	0		0	0	0	610,666	305,333	305,333
1-R SUBTOTAL IN-HOME	288,966,435	269,063	23,010,953	1,229,944	26,032,546	3,493,612	0	873,088	0	234,057,229	186,285,227	47,772,002
COMMUNITY BASED PLACEMENT	TOTAL REIMBURSABLE EXPENDITURES	PROGRAM INCOME	TITLE IV-E MAINTENANCE	TITLE IV-E ADMIN.	TANF	TITLE XX	TITLE IV-B	Child Welfare Demonstration Project Title IV-E	MEDICAL ASSISTANCE	NET REIMBURSABLE EXPENDITURES	STATE ACT 148	LOCAL SHARE
2-A ALTERNATIVE TREATMENT - DEPENDENT	380,527	864	0	0		0	0	0	0	379,663	303,730	75,933
2-B ALTERNATIVE TREATMENT - DELINQUENT	0	0	0	0		0	0	0	0	0	0	0
2-C COMMUNITY RESIDENTIAL - DEPENDENT	26,961,907	163,607	722,166	38,482		0	0	350,364	0	25,687,288	20,549,831	5,137,457
2-D COMMUNITY RESIDENTIAL - DELINQUENT	5,156,255	63,887	4,328	2,759		0	0	13,805	0	5,071,476	4,057,181	1,014,295
2-E EMERGENCY SHELTER - DEPENDENT	2,349,151	9,368	6,966	2,870	0	0	0	18,257	0	2,311,690	2,080,521	231,169
2-F EMERGENCY SHELTER - DELINQUENT	5,038,743	51,650	3,357	2,424	0	0	0	1,758	0	4,979,554	4,481,599	497,955
2-G FOSTER FAMILY - DEPENDENT	103,392,425	2,656,627	511,776	521,243		0	2,575,773	9,767,622	0	87,359,384	69,887,507	17,471,877
2-H FOSTER FAMILY - DELINQUENT	124,219	6,891	3,671	81		0	0	2,442	0	111,134	88,907	22,227
2-I SUP. INDEPENDENT LIVING - DEPENDENT	3,730,201	30,191	201,014	16,874		0	0	10,992	0	3,471,130	2,776,904	694,226
2-J SUP. INDEPENDENT LIVING - DELINQUENT	1,334,301	9,655	0	1,036		0	0	754	0	1,322,856	1,058,284	264,572
2-K SUBTOTAL CBP	148,467,729	2,992,740	1,453,278	585,769	0	0	2,575,773	10,165,994	0	130,694,175	105,284,464	25,409,711
INSTITUTIONAL PLACEMENT	TOTAL REIMBURSABLE EXPENDITURES	PROGRAM INCOME	TITLE IV-E MAINTENANCE	TITLE IV-E ADMIN.	TANF	TITLE XX	TITLE IV-B	Child Welfare Demonstration Project Title IV-E	MEDICAL ASSISTANCE	NET REIMBURSABLE EXPENDITURES	STATE ACT 148	LOCAL SHARE
3-A JUVENILE DETENTION SERVICE	37,937,725	0							0	37,937,725	18,968,863	18,968,862
3-B RESIDENTIAL SERVICE - DEPENDENT	26,514,593	199,593	313,054	50,862		0	0	488,988	0	25,462,096	15,277,258	10,184,838
3-C RES. SERVICE - DELINQUENT (NON YDC/NFC)	29,632,431	425,853	14,213	16,757		0	0	15,337,673	0	13,837,935	8,302,761	5,535,174
3-D SECURE RES. SERVICE (EXCEPT YDC)	9,397,376	0							0	9,397,376	5,638,426	3,758,950
3-E YDC SECURE	19,482,136	0								19,482,136	11,689,282	7,792,854
3-F SUBTOTAL INSTITUTIONAL	122,964,261	625,446	327,267	67,619	0	0	0	15,826,661	0	106,117,268	59,876,590	46,240,678
4 ADMINISTRATION	81,188,844	0		1,148,383		0	0	30,698,862	258,843	49,082,756	29,449,654	19,633,102
5 TOTAL REVENUES	641,587,269	3,887,249	24,791,498	3,031,715	26,032,546	3,493,612	2,575,773	57,564,605	258,843	519,951,428	380,895,935	139,055,493

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2015 TO JUNE 30, 2016
AMENDED CY370
EXPENDITURE REPORT

MAJOR SERVICE CATEGORIES & COST CENTERS	OBJECTS OF EXPENDITURE											
	1	2	3	4	5	6	7	8	9	10	11	12
	WAGES AND SALARIES	EMPLOYEE BENEFITS	SUBSIDIES	OPERATING	PURCHASED SERVICES	FIXED ASSETS	TOTAL EXPENDITURES	Children Served (by county)	Children Served (Purchased)	Non- Reimbursable Non PS/Sub.	Non-Reim. Purchased Serv/ Subsidies	Program Income related to all Non- Reimbursable
IN-HOME												
1-A ADOPTION SERVICE	5,610,577	4,048,376		1,630,989	507,374	41,256	11,838,572	1,279	455	38,951	0	0
1-B ADOPTION ASSISTANCE	0	0	45,537,054	0	0	0	45,537,054	0	5,674	0	0	0
1-C SUBSIDIZED PERMANENT LEGAL CUSTODIANS/HI	0	0	12,580,530	0	0	0	12,580,530	0	1,543	0	0	0
1-D COUNSELING - DEPENDENT	4,332,373	2,937,516		15,481,816	82,073,274	7,353	104,832,332	44,361	44,361	23,279	0	0
1-E COUNSELING - DELINQUENT	1,036,306	0		1,681	20,222,227	0	21,260,214	2,497	2,497	2,601	0	0
1-F DAY CARE	57,580	46,351		3,783	2,252,791	0	2,360,505	448	448	0	18,084	0
1-G DAY TREATMENT - DEPENDENT	0	0		(3,783)	1,710,544	0	1,706,761	0	222	0	0	0
1-H DAY TREATMENT - DELINQUENT	101,786	0			2,766,260	0	2,868,046	325	325	256	0	0
1-I HOMEMAKER SERVICE	0	0		0	0	0	0	0	0	0	0	0
1-J INTAKE & REFERRAL	7,521,642	12,845,753		2,156,889	0	0	22,524,284	21,467	0	58,153	0	0
1-K LIFE SKILLS - DEPENDENT	0	0			0	0	0	0	0	0	0	0
1-L LIFE SKILLS - DELINQUENT	0	0			0	0	0	0	0	0	0	0
1-M PROTECTIVE SERVICE - CHILD ABUSE	2,941,028	2,868,301		427,066	0	23,314	6,259,709	4,765	0	20,417	0	0
1-N PROTECTIVE SERVICE - GENERAL	17,103,210	15,578,975		2,466,376	0	129,138	35,277,699	18,169	0	118,738	0	0
1-O SERVICE PLANNING	3,925,440	502,267		6,876,121	0	27,990	11,331,818	23,569	0	25,564	0	0
1-P JUVENILE ACT PROCEEDINGS - DEPENDENT					10,284,288		10,284,288	11,066	11,066	0	0	0
1-Q JUVENILE ACT PROCEEDINGS - DELINQUENT				0	610,666		610,666	4,312	4,312	0	0	0
1-R SUBTOTAL IN-HOME	42,629,942	38,827,539	58,117,584	29,040,938	120,427,424	229,051	289,272,478			287,959	18,084	0
Number of Children receiving only NON-PURCHASED IN-Home Services												
COMMUNITY BASED PLACEMENT	WAGES AND SALARIES	EMPLOYEE BENEFITS	SUBSIDIES	OPERATING	PURCHASED SERVICES	FIXED ASSETS	TOTAL EXPENDITURES	DAYS OF CARE	Children Served (Purchased)	Non- Reimbursable Non PS/Sub.	Non-Reim. Purchased Serv/ Subsidies	Program Income related to all Non- Reimbursable
2-A ALTERNATIVE TREATMENT - DEPENDENT	0	0	0	0	380,527	0	380,527	3,901	27	0	0	0
2-B ALTERNATIVE TREATMENT - DELINQUENT	0	0	0	0	0	0	0	0	0	0	0	0
2-C COMMUNITY RESIDENTIAL - DEPENDENT	316,726	237,971	0	1,471,770	24,934,341	3,298	26,964,106	153,271	1,457	2,199	0	0
2-D COMMUNITY RESIDENTIAL - DELINQUENT	127,030	0	0	6,916	5,022,627	0	5,156,573	32,276	369	318	0	0
2-E EMERGENCY SHELTER - DEPENDENT	90,493	23,795	0	86,885	2,148,301	306	2,349,780	13,332	499	629	0	0
2-F EMERGENCY SHELTER - DELINQUENT	111,640	0	0	312	4,927,071	0	5,039,023	27,450	1,264	280	0	0
2-G FOSTER FAMILY - DEPENDENT	4,253,179	1,004,535	0	13,352,496	91,448,359	32,208	110,090,777	1,815,572	12,607	29,528	6,668,824	0
2-H FOSTER FAMILY - DELINQUENT	3,714	0	0	1,362	119,152	0	124,228	934	12	9	0	0
2-I SUP. INDEPENDENT LIVING - DEPENDENT	197,438	118,984	0	261,190	3,177,247	306	3,755,165	36,741	285	629	24,335	0
2-J SUP. INDEPENDENT LIVING - DELINQUENT	47,728	0	0	4,345	1,282,348	0	1,334,421	12,353	90	120	0	0
2-K SUBTOTAL CBP	5,147,948	1,385,285	0	15,185,276	133,439,973	36,118	155,194,600	2,095,830	16,610	33,712	6,693,159	0
INSTITUTIONAL PLACEMENT	WAGES AND SALARIES	EMPLOYEE BENEFITS	SUBSIDIES	OPERATING	PURCHASED SERVICES	FIXED ASSETS	TOTAL EXPENDITURES	DAYS OF CARE	Children Served (Purchased)	Non- Reimbursable Non PS/Sub.	Non-Reim. Purchased Serv/ Subsidies	Non-Reim. Program Income
3-A JUVENILE DETENTION SERVICE	0	1,992,451	0	0	35,945,274	0	37,937,725	34,573	765	0	0	0
3-B RESIDENTIAL SERVICE - DEPENDENT	1,131,165	478,469	0	1,388,642	23,515,888	8,282	26,522,446	159,516	1,197	7,853	0	0
3-C RES. SERVICE - DELINQUENT (EXCEPT YDC/YFC)	771,430	0	0	14,237	28,848,700	0	29,634,367	193,988	1,891	1,936	0	0
3-D SECURE RES. SERVICE (EXCEPT YDC)	0	190,378	0	297,654	8,909,344	0	9,397,376	28,065	177	0	0	0
3-E YDC SECURE	0	0	0	0	19,482,136	0	19,482,136	40,469	1,535	0	0	0
3-F SUBTOTAL INSTITUTIONAL	1,902,595	2,661,298	0	1,700,533	116,701,342	8,282	122,974,050	456,611	5,565	9,789	0	0
ADMINISTRATION	26,809,703	18,700,480	0	35,958,277	0	130,047	81,598,507			409,663	0	0
TOTAL EXPENDITURES	76,490,188	61,574,602	58,117,584	81,885,024	370,568,739	403,498	649,039,635			741,123	6,711,243	0
County Indirect Costs = \$ 9,850,062												

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2015 TO JUNE 30, 2016
AMENDED
SUMMARY OF EXPENSE AND EXPENSE ADJUSTMENTS

COST CENTER ITEMS	AS REPORTED PER CY370	INCREASE (DECREASE)	AS AMENDED PER CY370
Adoption Service	\$ 10,567,853	\$ 1,270,719	\$ 11,838,572
Adoption Assistance	45,598,465	(61,411)	45,537,054
Subsidized Permanent Legal Custodianship	12,580,530	0	12,580,530
Counseling	125,300,214	792,332	126,092,546
Day Care	2,373,558	(13,053)	2,360,505
Day Treatment	4,585,748	(10,941)	4,574,807
Homemaker Service	0	0	0
Intake and Referral	13,614,549	8,909,735	22,524,284
Life Skills	0	0	0
Protective Service - Child Abuse	4,964,860	1,294,849	6,259,709
Protective Service - General	28,872,569	6,405,130	35,277,699
Service Planning	11,920,892	(589,074)	11,331,818
Juvenile Act Proceedings	10,894,954	0	10,894,954
Alternative Treatment	978,917	(598,390)	380,527
Community Residential	33,113,696	(993,017)	32,120,679
Emergency Shelter	7,402,065	(13,262)	7,388,803
Foster Family	109,169,573	1,045,432	110,215,005
Supervised Independent Living	5,707,444	(617,858)	5,089,586
Juvenile Detention Service	32,006,761	5,930,964	37,937,725
Residential Service	57,568,272	(1,411,459)	56,156,813
Secure Residential Service (Except YDC)	8,899,327	498,049	9,397,376
YDC Secure	19,482,136	0	19,482,136
Administration	86,459,237	(4,860,730)	81,598,507
Combined Total Expense	632,061,620	16,978,015	649,039,635
Less Non-reimbursables	7,452,366	0	7,452,366
Total Net Expense	\$ 624,609,254	\$ 16,978,015	\$ 641,587,269

OBJECTS OF EXPENDITURE	AS REPORTED PER CY370	INCREASE (DECREASE)	AS AMENDED PER CY370
Wages and Salaries	\$ 76,490,188	\$ 0	\$ 76,490,188
Employee Benefits	40,004,370	21,570,232	61,574,602
Subsidies	58,178,995	(61,411)	58,117,584
Operating	89,955,288	(8,070,264)	81,885,024
Purchased Services	367,251,825	3,316,914	370,568,739
Fixed Assets	180,954	222,544	403,498
Combined Total Expense	632,061,620	16,978,015	649,039,635
Less Non-reimbursables	7,452,366	0	7,452,366
Total Net Expense	\$ 624,609,254	\$ 16,978,015	\$ 641,587,269

**PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2015 TO JUNE 30, 2016
ADJUSTMENT SCHEDULE**

REPORT REFERENCE			ADJ. NO.	EXPLANATION OF ADJUSTMENTS	AS REPORTED OR ADJUSTED	INCREASE/ (DECREASE)	ADJUSTED TOTAL
SCHEDULE	LINE	COLUMN					
CY-370	1-A	2	1	CY-370 Adjustments			
	1-D	2		Adoption Service - Employee Benefits	\$ 2,934,332	\$ 1,114,044	\$ 4,048,376
	1-E	2		Counseling (Dependent) - Employee Benefits	\$ 2,265,831	\$ 671,685	\$ 2,937,516
	1-F	2		Counseling (Delinquent) - Employee Benefits	\$ 541,988	\$ (541,988)	\$ -
	1-G	2		Day Care - Employee Benefits	\$ 30,114	\$ 16,237	\$ 46,351
	1-J	2		Day Treatment (Delinquent) - Employee Benefits	\$ 53,234	\$ (53,234)	\$ -
	1-M	2		Intake & Referral - Employee Benefits	\$ 3,933,819	\$ 8,911,934	\$ 12,845,753
	1-N	2		Protective Service Child Abuse - Employee Benefits	\$ 1,538,158	\$ 1,330,143	\$ 2,868,301
	1-O	2		Protective Service General - Employee Benefits	\$ 8,944,979	\$ 6,633,996	\$ 15,578,975
	2-C	2		Service Planning - Employee Benefits	\$ 2,053,005	\$ (1,550,738)	\$ 502,267
	2-D	2		Community Residential (Dependent) - Employee Benefits	\$ 165,648	\$ 72,323	\$ 237,971
	2-E	2		Community Residential (Delinquent) - Employee Benefits	\$ 66,437	\$ (66,437)	\$ -
	2-F	2		Emergency Shelter (Dependent) - Employee Benefits	\$ 47,328	\$ (23,533)	\$ 23,795
	2-G	2		Emergency Shelter (Delinquent) - Employee Benefits	\$ 58,388	\$ (58,388)	\$ -
	2-H	2		Foster Family (Dependent) - Employee Benefits	\$ 2,224,413	\$ (1,219,878)	\$ 1,004,535
	2-I	2		Foster Family (Delinquent) - Employee Benefits	\$ 1,942	\$ (1,942)	\$ -
	2-J	2		Supervised Independent Living (Dependent) - Employee Benefits	\$ 103,260	\$ 15,724	\$ 118,984
	3-A	2		Supervised Independent Living (Delinquent) - Employee Benefits	\$ 24,962	\$ (24,962)	\$ -
	3-B	2		Juvenile Detention Service - Employee Benefits	\$ -	\$ 1,992,451	\$ 1,992,451
	3-C	2		Residential Service (Dependent) - Employee Benefits	\$ 591,599	\$ (113,130)	\$ 478,469
	3-D	2		Residential Service (Delinquent) - Employee Benefits	\$ 403,458	\$ (403,458)	\$ -
	4	2		Secure Residential Service - Employee Benefits	\$ -	\$ 190,378	\$ 190,378
	1-B	3		Administration - Employee Benefits	\$ 14,021,475	\$ 4,679,005	\$ 18,700,480
	1-A	4		Adoption Assistance - Subsidies	\$ 45,598,465	\$ (61,411)	\$ 45,537,054
	1-D	4		Adoption Service - Operating	\$ 1,510,285	\$ 120,704	\$ 1,630,989
	1-E	4		Counseling (Dependent) - Operating	\$ 14,438,985	\$ 1,042,831	\$ 15,481,816
	1-G	4		Counseling (Delinquent) - Operating	\$ 95,311	\$ (93,630)	\$ 1,681
	1-H	4		Day Treatment (Dependent) - Operating	\$ 3,783	\$ (3,783)	\$ -
	1-J	4		Day Treatment (Delinquent) - Operating	\$ 9,362	\$ (9,362)	\$ -
	1-M	4		Intake & Referral - Operating	\$ 2,159,088	\$ (2,199)	\$ 2,156,889
	1-N	4		Protective Service Child Abuse - Operating	\$ 475,713	\$ (48,647)	\$ 427,066
	1-O	4		Protective Service General - Operating	\$ 2,766,456	\$ (300,080)	\$ 2,466,376
	2-C	4		Service Planning - Operating	\$ 5,930,035	\$ 946,086	\$ 6,876,121
	2-D	4		Community Residential (Dependent) - Operating	\$ 2,380,507	\$ (908,737)	\$ 1,471,770
	2-E	4		Community Residential (Delinquent) - Operating	\$ 11,683	\$ (4,767)	\$ 6,916
	2-F	4		Emergency Shelter (Dependent) - Operating	\$ 77,790	\$ 9,095	\$ 86,885
	2-G	4		Emergency Shelter (Delinquent) - Operating	\$ 10,268	\$ (9,956)	\$ 312
	2-H	4		Foster Family (Dependent) - Operating	\$ 11,374,063	\$ 1,978,433	\$ 13,352,496
	2-I	4		Foster Family (Delinquent) - Operating	\$ 342	\$ 1,020	\$ 1,362
	2-J	4		Supervised Independent Living (Dependent) - Operating	\$ 968,179	\$ (706,989)	\$ 261,190
	3-B	4		Supervised Independent Living (Delinquent) - Operating	\$ 4,389	\$ (44)	\$ 4,345
	3-C	4		Residential Service (Dependent) - Operating	\$ 2,098,443	\$ (709,801)	\$ 1,388,642
	3-D	4		Residential Service (Delinquent) - Operating	\$ 71,380	\$ (57,143)	\$ 14,237
	4	4		Secure Residential Service - Operating	\$ -	\$ 297,654	\$ 297,654
	1-A	5		Administration - Operating	\$ 45,569,226	\$ (9,050,696)	\$ 36,518,530
	1-D	5		Adoption Service - Purchased Services	\$ 493,657	\$ 13,717	\$ 507,374
	1-E	5		Counseling (Dependent) - Purchased Services	\$ 84,710,959	\$ (2,637,685)	\$ 82,073,274
	1-F	5		Counseling (Delinquent) - Purchased Services	\$ 17,875,559	\$ 2,346,668	\$ 20,222,227
	1-G	5		Day Care - Purchased Services	\$ 2,282,081	\$ (29,290)	\$ 2,252,791
	1-H	5		Day Treatment (Dependent) - Purchased Services	\$ 1,671,011	\$ 39,533	\$ 1,710,544
	1-I	5		Day Treatment (Delinquent) - Purchased Services	\$ 2,750,355	\$ 15,905	\$ 2,766,260
	2-A	5		Alternative Treatment (Dependent) - Purchased Services	\$ 978,917	\$ (598,390)	\$ 380,527
	2-C	5		Community Residential (Dependent) - Purchased Services	\$ 25,026,963	\$ (92,622)	\$ 24,934,341
	2-D	5		Community Residential (Delinquent) - Purchased Services	\$ 5,017,629	\$ 4,998	\$ 5,022,627
	2-E	5		Emergency Shelter (Dependent) - Purchased Services	\$ 2,077,569	\$ 70,732	\$ 2,148,301
	2-F	5		Emergency Shelter (Delinquent) - Purchased Services	\$ 4,928,283	\$ (1,212)	\$ 4,927,071
	2-G	5		Foster Family (Dependent) - Purchased Services	\$ 91,178,364	\$ 269,995	\$ 91,448,359
	2-I	5		Supervised Independent Living (Dependent) - Purchased Services	\$ 3,073,162	\$ 104,085	\$ 3,177,247
	2-J	5		Supervised Independent Living (Delinquent) - Purchased Services	\$ 1,288,020	\$ (5,672)	\$ 1,282,348
	3-A	5		Juvenile Detention Service - Purchased Services	\$ 32,006,761	\$ 3,938,513	\$ 35,945,274
	3-B	5		Residential Service (Dependent) - Purchased Services	\$ 23,607,617	\$ (91,729)	\$ 23,515,888
	3-C	5		Residential Service (Delinquent) - Purchased Services	\$ 28,889,349	\$ (40,649)	\$ 28,848,700
	3-D	5		Secure Residential Service - Purchased Services	\$ 8,899,327	\$ 10,017	\$ 8,909,344

REPORT REFERENCE			ADJ. NO.	EXPLANATION OF ADJUSTMENTS	AS REPORTED OR ADJUSTED	INCREASE/ (DECREASE)	ADJUSTED TOTAL
SCHEDULE	LINE	COLUMN					
				CY-370 Adjustments (Continued)			
	1-A	6		Adoption Service - Fixed Assets	\$ 19,002	\$ 22,254	\$ 41,256
	1-D	6		Counseling (Dependent) - Fixed Assets	\$ 2,902	\$ 4,451	\$ 7,353
	1-M	6		Protective Service Child Abuse - Fixed Assets	\$ 9,961	\$ 13,353	\$ 23,314
	1-N	6		Protective Service General - Fixed Assets	\$ 57,924	\$ 71,214	\$ 129,138
	1-O	6		Service Planning - Fixed Assets	\$ 12,412	\$ 15,578	\$ 27,990
	2-C	6		Community Residential (Dependent) - Fixed Assets	\$ 1,073	\$ 2,225	\$ 3,298
	2-G	6		Foster Family (Dependent) - Fixed Assets	\$ 14,404	\$ 17,804	\$ 32,208
	3-B	6		Residential Service (Dependent) - Fixed Assets	\$ 3,831	\$ 4,451	\$ 8,282
	4	6		Administration - Fixed Assets	\$ 58,833	\$ 71,214	\$ 130,047
				Total Adjustment Amount		\$ 17,538,268	
				To increase expenditures by \$17,538,268 to properly report total expenditures and reconcile to the agency's final expenditure ledger. Revisions were made to the expenditure ledger subsequent to the submission of the Act 148 Invoice to the Commonwealth Department of Human Services.			
				Title 55 PA Code, Chapter 3170.95(a)(b)			
CY-370	4	4	2	Administration - Operating	\$ 36,518,530	\$ (560,253)	\$ 35,958,277
				To decrease indirect costs by \$560,253 because the agency did not follow its own methodology of subtracting out Public Property Building Service costs from the total Cost Allocation Plan amount as was done in prior and subsequent fiscal years. In addition, the agency did not use the final PW1171 Roster of Personnel total reimbursables salaries amount in the indirect cost calculation.			
				Title 55 PA Code, Chapter 3170.60 OCYF Bulletin 00-95-12			

SECTION 3

AMENDED FISCAL REPORTS

FOR THE FISCAL YEAR:

JULY 1, 2016 to JUNE 30, 2017

**PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2016 TO JUNE 30, 2017
AMENDED
COMPUTATION OF FINAL NET STATE SHARE**

Approved State Allocation ¹		\$ 349,659,236
Supplemental Act 148		<u>14,720,176</u>
Total State Allocation		364,379,412
State Share (CY348) ²	\$ 364,599,828	
Less: Major Service Category Adjustment	<u>0</u>	
Net State Share	\$ 364,599,828	
Less: Expenditures in Excess of the Approved State Allocation	<u>220,416</u>	
Final Net State Share Payable ³	\$ 364,379,412	
Actual Act 148 Revenues Received ⁴	<u>364,379,412</u>	
Net Amount Due County/(State) ⁵	\$ <u><u>0</u></u>	

¹ Approved State Allocation is the amount of Act 148 State Funds that were budgeted for the County.

² State Share (CY348) is the total amount of County expenditures that are eligible for reimbursement from Act 148 Funds after audit adjustments are considered.

³ Final Net Share Payable is the net amount of reimbursable expenditures from Act 148 funds after audit adjustments are considered.

⁴ Actual Act 148 Revenues Received is the amount of Act 148 funds the County received.

⁵ No amount is due to the County or State because the Children and Youth Agency's expenditures exceeded the Total State Act 148 Allocation by \$220,416, as detailed above. While our adjustments resulted in a net increase of 2,755,492 in expenditures for the agency for said fiscal year, as detailed on page 23 of this report, the agency cannot receive state reimbursement in excess of the Total State Act 148 Allocation. Thus, there is no impact on the the Final Net State Share of Expenditures.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2016 TO JUNE 30, 2017
AMENDED CY348
FISCAL SUMMARY

	A	B	C	D	E	F	G	H	I	J	K
	GRAND TOTAL	PROGRAM INCOME	TITLE IV-E	TANF	TITLE XX	TITLE IV-B	Child Welfare Demonstration Project Title IV-E	MEDICAL ASSISTANCE	NET TOTAL	STATE ACT 148	LOCAL SHARE
NET CHILD WELFARE EXPENDITURES											
01. 100% REIMBURSEMENT	10,919,456	0	173,392	0	0	0	0	0	10,746,064	10,746,064	(0)
02. 90% REIMBURSEMENT	6,433,247	0	3,755	0	0	0	1,301,957	0	5,127,536	4,614,782	512,754
03. 80% REIMBURSEMENT	416,358,967	3,473,820	28,104,310	26,033,804	3,493,612	2,575,773	24,594,435	0	328,083,213	262,466,570	65,616,643
04. 60% REIMBURSEMENT	139,179,443	0	1,160,367	0	0	0	30,552,346	274,679	107,192,051	64,315,230	42,876,821
05. 50% REIMBURSEMENT	44,991,966	0	77,603	0	0	0	0	0	44,914,363	22,457,182	22,457,181
06. TOTAL NET CHILD WELFARE EXPEND.	617,883,078	3,473,820	29,519,427	26,033,804	3,493,612	2,575,773	56,448,737	274,679	496,063,226	364,599,828	131,463,398
YDC/YFC PLACEMENT COSTS											
07. 60% DHS PARTICIPATION	21,939,180	0							21,939,180	13,163,508	8,775,672
08. NON-REIMBURSABLE EXPENDITURES	8,569,333	0							8,569,333		8,569,333
09. TOTAL EXPENDITURES	648,391,591	3,473,820	29,519,427	26,033,804	3,493,612	2,575,773	56,448,737	274,679	526,571,739	377,763,336	148,808,403
10. TOTAL TITLE IV-D COLLECTIONS	1,784,661										
11. TITLE IV-D Collections for IV-E Children	178,734										
12. STATE ACT 148 - line 6	364,599,828										
13. STATE ACT 148 ALLOCATION	364,379,412										
14. ADJUSTED STATE SHARE (lower of 12 or 13)	364,379,412										
INVOICE											
AMENDED STATE SHARE (ACT 148)	364,599,828										
ACT 148 AMOUNT RECEIVED	364,379,412										
ADJUSTMENT TO STATE SHARE	220,416										

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2016 TO JUNE 30, 2017
AMENDED CY370A
REVENUE REPORT

MAJOR SERVICE CATEGORIES & COST CENTERS		REVENUE SOURCES											
		1	2	3	4	5	6	7	8	9	10	11	12
IN-HOME		TOTAL REIMBURSABLE EXPENDITURES	PROGRAM INCOME	TITLE IV-E MAINTENANCE	TITLE IV-E ADMIN.	TANF	TITLE XX	TITLE IV-B	Child Welfare Demonstration Project Title IV-E	MEDICAL ASSISTANCE	NET REIMBURSABLE EXPENDITURES	STATE ACT 148	LOCAL SHARE
1-A	ADOPTION SERVICE	10,919,456	0		173,392	0		0	0	0	10,746,064	10,746,064	(0)
1-B	ADOPTION ASSISTANCE	47,193,740	0	19,997,911	0			0	0	0	27,195,829	21,756,663	5,439,166
1-C	SUBSIDIZED PERMANENT LEGAL CUSTODIANSHIP	11,182,750	0	4,148,279	0			0	0	0	7,034,471	5,627,577	1,406,894
1-D	COUNSELING - DEPENDENT	99,869,995	1,689,159		237,310	14,896,526	3,493,612	0	0	0	79,553,388	63,642,710	15,910,678
1-E	COUNSELING - DELINQUENT	23,261,215	0		70,788	4,947,038	0	0	0	0	18,243,389	14,594,711	3,648,678
1-F	DAY CARE	2,635,686	0		4,717	2,827,212	0	0	0	0	(196,243)	(156,994)	(39,249)
1-G	DAY TREATMENT - DEPENDENT	1,758,660	0		0	1,111,841	0	0	0	0	646,819	517,455	129,364
1-H	DAY TREATMENT - DELINQUENT	2,214,090	0		0	1,830,625	0	0	0	0	383,465	306,772	76,693
1-I	HOMEMAKER SERVICE	0	0		0	0	0	0	0	0	0	0	0
1-J	INTAKE & REFERRAL	40,501,882	0		581,589	420,562	0	0	991,525	0	38,508,205	30,806,564	7,701,641
1-K	LIFE SKILLS - DEPENDENT	0	0		0	0	0	0	0	0	0	0	0
1-L	LIFE SKILLS - DELINQUENT	0	0		0	0	0	0	0	0	0	0	0
1-M	PROTECTIVE SERVICE - CHILD ABUSE	6,334,934	0		178,897	0	0	0	0	0	6,156,037	4,924,830	1,231,207
1-N	PROTECTIVE SERVICE - GENERAL	34,867,993	0		802,820	0	0	0	1,933,129	0	32,132,044	25,705,635	6,426,409
1-O	SERVICE PLANNING	8,416,374	0		61,730	0	0	0	0	0	8,354,644	6,683,715	1,670,929
1-P	JUVENILE ACT PROCEEDINGS - DEPENDENT	4,223,440	0		68,188	0		0	0	0	4,155,252	2,077,626	2,077,626
1-Q	JUVENILE ACT PROCEEDINGS - DELINQUENT	417,675	0		9,415	0		0	0	0	408,260	204,130	204,130
1-R	SUBTOTAL IN-HOME	293,797,889	1,689,159	24,146,190	2,188,846	26,033,804	3,493,612	0	2,924,654	0	233,321,624	187,437,458	45,884,166

COMMUNITY BASED PLACEMENT		TOTAL	REIMBURSABLE EXPENDITURES	PROGRAM INCOME	TITLE IV-E MAINTENANCE	TITLE IV-E ADMIN.	TANF	TITLE XX	TITLE IV-B	Child Welfare Demonstration Project Title IV-E	MEDICAL ASSISTANCE	NET REIMBURSABLE EXPENDITURES	STATE ACT 148	LOCAL SHARE
		2-A	ALTERNATIVE TREATMENT - DEPENDENT	248,997	0	0	0		0	0	0	0	248,997	199,198
2-B	ALTERNATIVE TREATMENT - DELINQUENT	0	0	0	0	0		0	0	0	0	0	0	0
2-C	COMMUNITY RESIDENTIAL - DEPENDENT	24,516,971	0	773,733	15,998	0		0	0	5,726,282	0	18,000,957	14,400,766	3,600,191
2-D	COMMUNITY RESIDENTIAL - DELINQUENT	4,464,448	0	0	64	0		0	0	0	0	4,464,384	3,571,507	892,877
2-E	EMERGENCY SHELTER - DEPENDENT	3,727,363	0	0	3,753	0		0	0	1,301,957	0	2,421,654	2,179,488	242,166
2-F	EMERGENCY SHELTER - DELINQUENT	2,705,884	0	0	2	0		0	0	0	0	2,705,882	2,435,294	270,588
2-G	FOSTER FAMILY - DEPENDENT	102,892,087	1,784,661	790,819	432,582	0		0	2,575,773	15,023,695	0	82,284,557	65,827,646	16,456,911
2-H	FOSTER FAMILY - DELINQUENT	309,214	0	0	14	0		0	0	0	0	309,200	247,360	61,840
2-I	SUP. INDEPENDENT LIVING - DEPENDENT	4,674,225	0	0	7,018	0		0	0	919,804	0	3,747,403	2,997,922	749,481
2-J	SUP. INDEPENDENT LIVING - DELINQUENT	1,015,707	0	0	41	0		0	0	0	0	1,015,666	812,533	203,133
2-K	SUBTOTAL CBP	144,554,895	1,784,661	1,564,552	459,472	0	0	2,575,773	22,971,737	0	115,198,700	92,671,714	22,526,986	

INSTITUTIONAL PLACEMENT		TOTAL	REIMBURSABLE EXPENDITURES	PROGRAM INCOME	TITLE IV-E MAINTENANCE	TITLE IV-E ADMIN.	TANF	TITLE XX	TITLE IV-B	Child Welfare Demonstration Project Title IV-E	MEDICAL ASSISTANCE	NET REIMBURSABLE EXPENDITURES	STATE ACT 148	LOCAL SHARE
		3-A	JUVENILE DETENTION SERVICE	40,350,851	0	0	0	0	0	582,042	0	40,350,851	20,175,426	20,175,425
3-B	RESIDENTIAL SERVICE - DEPENDENT	22,242,307	0	0	41,298	0	0	0	0	0	0	21,618,967	12,971,380	8,647,587
3-C	RES. SERVICE - DELINQUENT (NON YDC/YFC)	24,409,165	0	0	131	0	0	0	0	0	0	24,409,034	14,645,420	9,763,614
3-D	SECURE RES. SERVICE (EXCEPT YDC)	6,259,204	0	0	0	0	0	0	0	0	0	6,259,204	3,755,523	2,503,681
3-E	YDC SECURE	21,939,180	0	0	0	0	0	0	0	0	0	21,939,180	13,163,508	8,775,672
3-F	SUBTOTAL INSTITUTIONAL	115,200,708	0	0	41,429	0	0	0	0	582,042	0	114,577,237	64,711,257	49,865,980

4	ADMINISTRATION	86,268,766	0	0	1,118,938	0	0	0	0	29,970,304	274,679	54,904,845	32,942,907	21,961,938
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5	TOTAL REVENUES	639,822,258	3,473,820	25,710,742	3,808,685	26,033,804	3,493,612	2,575,773	56,448,737	0	274,679	518,002,406	377,763,336	140,239,070
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PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2016 TO JUNE 30, 2017
AMENDED CY370
EXPENDITURE REPORT

MAJOR SERVICE CATEGORIES & COST CENTERS												
OBJECTS OF EXPENDITURE												
	1	2	3	4	5	6	7	8	9	10	11	12
	WAGES AND SALARIES	EMPLOYEE BENEFITS	SUBSIDIES	OPERATING	PURCHASED SERVICES	FIXED ASSETS	TOTAL EXPENDITURES	Children Served (by county)	Children Served (Purchased)	Non-Reimbursable Non PS/Sub.	Non-Reim. Purchased Serv/ Subsidies	Program Income related to all Non-Reimbursable
IN-HOME												
1-A	ADOPTION SERVICE	4,683,554	3,860,186	1,563,550	837,386	300	10,944,976	1,982	0	23,750	1,770	0
1-B	ADOPTION ASSISTANCE	0	0	47,193,740	0	0	47,193,740	0	5,718	0	0	0
1-C	SUBSIDIZED PERMANENT LEGAL CUSTODIANSHIP	0	0	11,182,750	0	0	11,182,750	0	1,317	0	0	0
1-D	COUNSELING - DEPENDENT	2,006,569	1,653,813	15,305,991	80,915,087	135	99,881,595	0	46,985	10,796	805	0
1-E	COUNSELING - DELINQUENT	0	0	2,433	23,258,782	0	23,261,215	0	2,275	0	0	0
1-F	DAY CARE	186,754	153,921	0	2,295,011	0	2,635,686	0	469	0	0	0
1-G	DAY TREATMENT - DEPENDENT	0	0	0	1,758,660	0	1,758,660	0	238	0	0	0
1-H	DAY TREATMENT - DELINQUENT	0	0	0	2,214,090	0	2,214,090	0	272	0	0	0
1-I	HOMEMAKER SERVICE	0	0	0	0	0	0	0	0	0	0	0
1-J	INTAKE & REFERRAL	20,380,102	16,797,280	3,330,232	0	68	40,507,682	19,203	0	5,398	402	0
1-K	LIFE SKILLS - DEPENDENT	0	0	0	0	0	0	0	0	0	0	0
1-L	LIFE SKILLS - DELINQUENT	0	0	0	0	0	0	0	0	0	0	0
1-M	PROTECTIVE SERVICE - CHILD ABUSE	2,999,715	2,472,365	983,226	0	1,431	6,456,737	4,606	0	113,355	8,449	0
1-N	PROTECTIVE SERVICE - GENERAL	16,483,840	13,585,981	5,464,224	0	3,285	35,537,330	16,037	0	622,910	46,427	0
1-O	SERVICE PLANNING	509,151	419,643	7,508,216	0	245	8,437,255	24,271	0	19,432	1,448	0
1-P	JUVENILE ACT PROCEEDINGS - DEPENDENT	0	0	0	4,223,440	0	4,223,440	11,144	0	0	0	0
1-Q	JUVENILE ACT PROCEEDINGS - DELINQUENT	0	0	0	417,675	0	417,675	4,245	0	0	0	0
1-R	SUBTOTAL IN-HOME	47,249,685	38,943,189	58,376,490	34,157,872	115,920,131	5,464	294,652,831	0	795,641	59,301	0
Number of Children receiving only NON-PURCHASED IN-Home Services 11,709												
COMMUNITY BASED PLACEMENT	WAGES AND SALARIES	EMPLOYEE BENEFITS	SUBSIDIES	OPERATING	PURCHASED SERVICES	FIXED ASSETS	TOTAL EXPENDITURES	DAYS OF CARE	Children Served (Purchased)	Non-Reimbursable Non PS/Sub.	Non-Reim. Purchased Serv/ Subsidies	Program Income related to all Non-Reimbursable
2-A	ALTERNATIVE TREATMENT - DEPENDENT	0	0	0	248,997	0	248,997	2,592	81	0	0	0
2-B	ALTERNATIVE TREATMENT - DELINQUENT	0	0	0	0	0	0	0	0	0	0	0
2-C	COMMUNITY RESIDENTIAL - DEPENDENT	291,853	240,544	0	1,344,703	136	26,398,574	183,125	893	11,601	1,870,003	0
2-D	COMMUNITY RESIDENTIAL - DELINQUENT	0	0	0	4,296	4,460,152	4,464,448	34,724	188	0	0	0
2-E	EMERGENCY SHELTER - DEPENDENT	29,186	24,054	0	267,225	14	3,408,044	27,291	567	1,160	0	0
2-F	EMERGENCY SHELTER - DELINQUENT	0	0	0	194	2,705,690	2,705,884	15,379	748	0	0	0
2-G	FOSTER FAMILY - DEPENDENT	1,034,485	852,623	0	18,888,875	491	108,555,382	2,118,499	9,798	1,727,631	3,935,665	0
2-H	FOSTER FAMILY - DELINQUENT	0	0	0	846	308,368	309,214	2,585	21	0	0	0
2-I	SUP. INDEPENDENT LIVING - DEPENDENT	145,925	120,272	0	353,019	68	4,696,254	61,644	201	5,800	16,229	0
2-J	SUP. INDEPENDENT LIVING - DELINQUENT	0	0	0	2,699	0	1,015,707	9,185	57	0	0	0
2-K	SUBTOTAL CBP	1,501,449	1,237,493	0	20,861,857	710	152,122,984	2,455,024	12,554	1,746,192	5,821,897	0
INSTITUTIONAL PLACEMENT	WAGES AND SALARIES	EMPLOYEE BENEFITS	SUBSIDIES	OPERATING	PURCHASED SERVICES	FIXED ASSETS	TOTAL EXPENDITURES	DAYS OF CARE	Children Served (Purchased)	Non-Reimbursable Non PS/Sub.	Non-Reim. Purchased Serv/ Subsidies	Non-Reim. Program Income
3-A	JUVENILE DETENTION SERVICE	2,583,330	2,129,180	0	35,638,341	0	40,350,851	0	2,067	0	0	0
3-B	RESIDENTIAL SERVICE - DEPENDENT	479,967	395,588	0	1,694,808	231	22,273,068	157,772	751	19,721	11,040	0
3-C	RES. SERVICE - DELINQUENT (EXCEPT YDC/YFC)	0	0	0	8,842	24,400,323	24,409,165	174,899	1,264	0	0	0
3-D	SECURE RES. SERVICE (EXCEPT YDC)	233,482	192,435	0	939,103	108	6,268,484	17,558	257	9,280	0	0
3-E	YDC SECURE	0	0	0	21,939,180	0	21,939,180	43,018	291	0	0	0
3-F	SUBTOTAL INSTITUTIONAL	3,296,779	2,717,203	0	2,642,753	339	115,240,748	393,247	4,630	29,001	11,040	0
4	ADMINISTRATION	24,780,503	20,424,089	0	40,362,877	0	86,375,028	0	0	106,262	0	0
5	TOTAL EXPENDITURES	76,828,416	63,321,974	58,376,490	98,025,359	814,072	648,391,591	0	0	2,677,095	5,892,238	0
County Indirect Costs = \$ 10,455,166												

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2016 TO JUNE 30, 2017
AMENDED
SUMMARY OF EXPENSE AND EXPENSE ADJUSTMENTS

COST CENTER ITEMS	AS REPORTED PER CY370	INCREASE (DECREASE)	AS AMENDED PER CY370
Adoption Service	\$ 12,574,576	\$ (1,629,600)	\$ 10,944,976
Adoption Assistance	47,072,201	121,539	47,193,740
Subsidized Permanent Legal Custodianship	11,196,362	(13,612)	11,182,750
Counseling	114,686,743	8,456,067	123,142,810
Day Care	3,586,567	(950,881)	2,635,686
Day Treatment	5,720,982	(1,748,232)	3,972,750
Homemaker Service	0	0	0
Intake and Referral	39,180,397	1,327,285	40,507,682
Life Skills	0	0	0
Protective Service - Child Abuse	12,224,177	(5,767,440)	6,456,737
Protective Service - General	54,885,507	(19,348,177)	35,537,330
Service Planning	4,213,207	4,224,048	8,437,255
Juvenile Act Proceedings	5,776,417	(1,135,302)	4,641,115
Alternative Treatment	189,599	59,398	248,997
Community Residential	30,652,100	210,922	30,863,022
Emergency Shelter	6,528,549	(94,142)	6,434,407
Foster Family	101,027,073	7,837,523	108,864,596
Supervised Independent Living	5,335,513	376,448	5,711,961
Juvenile Detention Service	39,893,662	457,189	40,350,851
Residential Service	48,027,456	(1,345,223)	46,682,233
Secure Residential Service (Except YDC)	5,510,348	758,136	6,268,484
YDC Secure	21,939,180	0	21,939,180
Administration	75,415,482	10,959,546	86,375,028
Combined Total Expense	645,636,099	2,755,492	648,391,591
Less Non-reimbursables	8,569,333	0	8,569,333
Total Net Expense	\$ 637,066,766	\$ 2,755,492	\$ 639,822,258

OBJECTS OF EXPENDITURE	AS REPORTED PER CY370	INCREASE (DECREASE)	AS AMENDED PER CY370
Wages and Salaries	\$ 78,446,741	\$ (1,618,325)	\$ 76,828,416
Employee Benefits	64,655,798	(1,333,824)	63,321,974
Subsidies	58,268,563	107,927	58,376,490
Operating	102,926,921	(4,901,562)	98,025,359
Purchased Services	340,065,436	10,959,844	351,025,280
Fixed Assets	1,272,640	(458,568)	814,072
Combined Total Expense	645,636,099	2,755,492	648,391,591
Less Non-reimbursables	8,569,333	0	8,569,333
Total Net Expense	\$ 637,066,766	\$ 2,755,492	\$ 639,822,258

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2016 TO JUNE 30, 2017
ADJUSTMENT SCHEDULE

REPORT REFERENCE			ADJ. NO.	EXPLANATION OF ADJUSTMENTS	AS REPORTED OR ADJUSTED	INCREASE/ (DECREASE)	ADJUSTED TOTAL
SCHEDULE	LINE	COLUMN					
CY-370				CY-370 Adjustments			
	1-A	1	1	Adoption Service - Wages and Salaries	\$ 4,780,654	\$ (97,100)	\$ 4,683,554
	1-D	1		Counseling (Dependent) - Wages and Salaries	\$ 2,055,119	\$ (48,550)	\$ 2,006,569
	1-J	1		Intake & Referral - Wages and Salaries	\$ 20,817,050	\$ (436,948)	\$ 20,380,102
	1-M	1		Protective Service Child Abuse - Wages and Salaries	\$ 3,064,448	\$ (64,733)	\$ 2,999,715
	1-N	1		Protective Service General - Wages and Salaries	\$ 16,839,871	\$ (356,031)	\$ 16,483,840
	1-O	1		Service Planning - Wages and Salaries	\$ 525,334	\$ (16,183)	\$ 509,151
	2-G	1		Foster Family (Dependent) - Wages and Salaries	\$ 1,050,668	\$ (16,183)	\$ 1,034,485
	3-A	1		Juvenile Detention Service - Wages and Salaries	\$ 2,631,880	\$ (48,550)	\$ 2,583,330
	3-B	1		Residential Service (Dependent) - Wages and Salaries	\$ 496,150	\$ (16,183)	\$ 479,967
	4	1		Administration - Wages and Salaries	\$ 25,298,367	\$ (517,864)	\$ 24,780,503
	1-A	2		Adoption Service - Employee Benefits	\$ 3,940,215	\$ (80,029)	\$ 3,860,186
	1-D	2		Counseling (Dependent) - Employee Benefits	\$ 1,693,828	\$ (40,015)	\$ 1,653,813
	1-J	2		Intake & Referral - Employee Benefits	\$ 17,157,413	\$ (360,133)	\$ 16,797,280
	1-M	2		Protective Service Child Abuse - Employee Benefits	\$ 2,525,718	\$ (53,353)	\$ 2,472,365
	1-N	2		Protective Service General - Employee Benefits	\$ 13,879,422	\$ (293,441)	\$ 13,585,981
	1-O	2		Service Planning - Employee Benefits	\$ 432,981	\$ (13,338)	\$ 419,643
	2-G	2		Foster Family (Dependent) - Employee Benefits	\$ 865,961	\$ (13,338)	\$ 852,623
	3-A	2		Juvenile Detention Service - Employee Benefits	\$ 2,169,195	\$ (40,015)	\$ 2,129,180
	3-B	2		Residential Service (Dependent) - Employee Benefits	\$ 408,926	\$ (13,338)	\$ 395,588
	4	2		Administration - Employee Benefits	\$ 20,850,913	\$ (426,824)	\$ 20,424,089
	1-B	3		Adoption Assistance - Subsidies	\$ 47,072,201	\$ 121,539	\$ 47,193,740
	1-C	3		Subsidized Permanent Legal Custodianship - Subsidies	\$ 11,196,362	\$ (13,612)	\$ 11,182,750
	1-A	4		Adoption Service - Operating	\$ 3,016,020	\$ (1,452,470)	\$ 1,563,550
	1-D	4		Counseling (Dependent) - Operating	\$ 14,206,417	\$ 1,099,574	\$ 15,305,991
	1-E	4		Counseling (Delinquent) - Operating	\$ 4,557,542	\$ (4,555,109)	\$ 2,433
	1-J	4		Intake & Referral - Operating	\$ 1,205,866	\$ 2,124,366	\$ 3,330,232
	1-M	4		Protective Service Child Abuse - Operating	\$ 6,632,580	\$ (5,649,354)	\$ 983,226
	1-N	4		Protective Service General - Operating	\$ 24,158,343	\$ (18,694,119)	\$ 5,464,224
	1-O	4		Service Planning - Operating	\$ 3,254,647	\$ 4,253,569	\$ 7,508,216
	1-P	4		Juvenile Act Proceedings (Dependent) - Operating	\$ 5,042,050	\$ (5,042,050)	\$ -
	1-Q	4		Juvenile Act Proceedings (Delinquent) - Operating	\$ 734,367	\$ (734,367)	\$ -
	2-C	4		Community Residential (Dependent) - Operating	\$ 561,722	\$ 782,981	\$ 1,344,703
	2-E	4		Emergency Shelter (Dependent) - Operating	\$ 203,070	\$ 64,155	\$ 267,225
	2-G	4		Foster Family (Dependent) - Operating	\$ 9,180,188	\$ 9,708,687	\$ 18,888,875
	2-I	4		Supervised Independent Living (Dependent) - Operating	\$ 214,088	\$ 138,931	\$ 353,019
	3-B	4		Residential Service (Dependent) - Operating	\$ 1,916,448	\$ (221,640)	\$ 1,694,808
	3-D	4		Secure Residential Service - Operating	\$ 22,035	\$ 917,068	\$ 939,103
	4	4		Administration - Operating	\$ 28,004,661	\$ 12,358,216	\$ 40,362,877
	1-A	5		Adoption Service - Purchased Services	\$ 837,387	\$ (1)	\$ 837,386

REPORT REFERENCE			ADJ. NO.	EXPLANATION OF ADJUSTMENTS	AS REPORTED OR ADJUSTED	INCREASE/ (DECREASE)	ADJUSTED TOTAL
SCHEDULE	LINE	COLUMN					
				CY-370 Adjustments (Continued)			
	1-D	5		Counseling (Dependent) - Purchased Services	\$ 67,810,652	\$ 13,104,435	\$ 80,915,087
	1-E	5		Counseling (Delinquent) - Purchased Services	\$ 24,363,050	\$ (1,104,268)	\$ 23,258,782
	1-F	5		Day Care - Purchased Services	\$ 3,245,892	\$ (950,881)	\$ 2,295,011
	1-G	5		Day Treatment (Dependent) - Purchased Services	\$ 2,512,441	\$ (753,781)	\$ 1,758,660
	1-H	5		Day Treatment (Delinquent) - Purchased Services	\$ 3,208,541	\$ (994,451)	\$ 2,214,090
	1-P	5		Juvenile Act Proceedings (Dependent) - Purchased Services	\$ -	\$ 4,223,440	\$ 4,223,440
	1-Q	5		Juvenile Act Proceedings (Delinquent) - Purchased Services	\$ -	\$ 417,675	\$ 417,675
	2-A	5		Alternative Treatment (Dependent) - Purchased Services	\$ 189,599	\$ 59,398	\$ 248,997
	2-C	5		Community Residential (Dependent) - Purchased Services	\$ 25,033,210	\$ (511,872)	\$ 24,521,338
	2-D	5		Community Residential (Delinquent) - Purchased Services	\$ 4,520,339	\$ (60,187)	\$ 4,460,152
	2-E	5		Emergency Shelter (Dependent) - Purchased Services	\$ 3,478,371	\$ (70,327)	\$ 3,408,044
	2-F	5		Emergency Shelter (Delinquent) - Purchased Services	\$ 2,793,660	\$ (87,970)	\$ 2,705,690
	2-G	5		Foster Family (Dependent) - Purchased Services	\$ 89,620,427	\$ (1,841,519)	\$ 87,778,908
	2-H	5		Foster Family (Delinquent) - Purchased Services	\$ 308,492	\$ (124)	\$ 308,368
	2-I	5		Supervised Independent Living (Dependent) - Purchased Services	\$ 3,829,348	\$ 247,622	\$ 4,076,970
	2-J	5		Supervised Independent Living (Delinquent) - Purchased Services	\$ 1,023,113	\$ (10,105)	\$ 1,013,008
	3-A	5		Juvenile Detention Service - Purchased Services	\$ 35,092,587	\$ 545,754	\$ 35,638,341
	3-B	5		Residential Service (Dependent) - Purchased Services	\$ 20,208,802	\$ (506,328)	\$ 19,702,474
	3-C	5		Residential Service (Delinquent) - Purchased Services	\$ 24,988,057	\$ (587,734)	\$ 24,400,323
	3-D	5		Secure Residential Service - Purchased Services	\$ 5,062,288	\$ (158,932)	\$ 4,903,356
	1-N	6		Protective Service General - Fixed Assets	\$ 7,871	\$ (4,586)	\$ 3,285
	4	6		Administration - Fixed Assets	\$ 1,261,541	\$ (453,982)	\$ 807,559
				Total Adjustment Amount		\$ 2,755,492	
				To increase expenditures by \$2,755,492 to properly report total expenditures and reconcile to the agency's final expenditure ledger. Revisions were made to the expenditure ledger subsequent to the submission of the Act 148 Invoice to the State Department of Human Services.			
				Title 55 PA Code, Chapter 3170.95(a)(b)			
CY-370A	4	2	2	CY-370A Adjustment			
				Administration - Program Income	\$ 370,692	\$ (370,692)	\$ -
				Total Adjustment Amount		\$ (370,692)	
				To decrease Program Income by \$370,692 because second quarter Administration revenues were erroneously reported twice.			
				Title 55 PA Code, Chapter 3170.95(a)(b)			

SECTION 4

STATUS OF PRIOR ENGAGEMENT FINDINGS AND RECOMMENDATIONS

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
STATUS OF PRIOR ENGAGEMENT FINDINGS AND RECOMMENDATIONS

Prior Engagement Finding No. 1 – Philadelphia County Children and Youth Agency Received Act 148 Reimbursement to Which It Was Not Entitled for Unspent (Encumbered) Funds That Were Improperly Reported On Its CY-370 Expenditure Reports as Expenditures (Resolved)

In our prior engagement report, for the fiscal years July 1, 2010 to June 30, 2014, we cited the Philadelphia County Children and Youth Agency (agency) for improperly reporting encumbered funds as actual expenditures on its CY-370 Expenditure Reports submitted to, and processed by, the Commonwealth Department of Human Services (DHS).

During the conduct of our current engagement, we obtained evidence substantiating that, as of the 2015-2016 fiscal year, the agency discontinued the practice of including encumbrances (estimates of accounts payable) on its Act 148 Invoices. The agency made changes to its case management and accounting systems, and the accounting system now produces reports containing information related only to days of care that have occurred and no longer includes encumbrances. For the 2014-2015 fiscal year, the agency completed a revised Act 148 Invoice and made revisions to the expenditures ledger subsequent to completing the revised Act 148 Invoice and these revisions are included as audit adjustments in Section 1 of this report.

The results of our engagement procedures evidenced that, for the fiscal years included in our current engagement, the agency discontinued its former practice of improperly reporting encumbered funds as actual expenditures on its CY-370 Expenditure Reports submitted to, and processed by, the Commonwealth Department of Human Services (DHS) and that only actual expenditures incurred were included in the agency's submitted expenditure reports. Therefore, we concluded the agency properly reported encumbered funds and actual expenditures on its CY-370 Expenditure Reports submitted to, and processed by, DHS for the three fiscal years included in our engagement. Therefore, the issuance of a repeat finding is not warranted.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
STATUS OF PRIOR ENGAGEMENT FINDINGS AND RECOMMENDATIONS

Prior Engagement Finding No. 2 – Philadelphia County Children and Youth Agency Failed to Provide Complete Financial Records and Supporting Documentation to Substantiate Reported Purchased Services’ Expenditures (Resolved)

In our prior engagement report, for the fiscal years July 1, 2010 to June 30, 2014, we cited the agency for failing to provide our auditors complete financial records and supporting documentation to substantiate total Purchased Services’ expenditures reported on the agency’s submitted CY-370 Expenditure Reports for the 2010-2011 to 2013-2014 fiscal years; therefore, we could not conclude on the accuracy of Purchased Services’ expenditures reported on these reports and in the agency’s respective corresponding general ledgers for these fiscal years. A fatal flaw had existed in the agency’s accounting system, whereby transactions were recorded by the date the invoice was posted instead of the date the services were rendered. As a result, we could not determine the total population of paid invoices supporting the total reported Purchased Services’ expenditures from which to select invoices to examine and could not conclude on the accuracy of the agency’s reported Purchased Services’ expenditures on corresponding CY-370 Expenditure Reports submitted for the four fiscal years included in our prior engagement report.

During the conduct of our current engagement, we obtained evidence substantiating that, retroactive to the 2014-2015 fiscal year, agency management made a change that corrected the fatal flaw that had existed in the agency’s accounting system, whereby transactions were improperly recorded as of the date invoices were posted instead of the date the services were actually rendered.

As a result, for the years included in our current engagement period, we were able to determine the total population of paid invoices supporting the total reported Purchased Services’ expenditures from which to select invoices to examine and were able to conclude on the accuracy of the agency’s reported Purchased Services’ expenditures on corresponding CY-370 Expenditure Reports submitted for the three fiscal years included in our current engagement. Based on the results of the procedures performed during our current engagement, we concluded that the agency recorded expenditures in the proper periods for each of the fiscal years included in our current engagement, and that the list of Purchased Services’ expenditure invoices that the agency provided to us, for the fiscal years included in our current engagement, reconciled with the amounts reported on the agency’s CY-370 Expenditure Reports. Therefore, we concluded the issuance of a repeat finding is not warranted.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
STATUS OF PRIOR ENGAGEMENT FINDINGS AND RECOMMENDATIONS

Prior Engagement Finding No. 3 – Philadelphia County Children and Youth Agency Failed to Perform Monitoring Procedures of In-Home Purchased Service Contractors, Including Preventative Services’ Contractors and Subcontractors, To Provide Reasonable Assurance that Contracted In-Home Services Were Actually Provided (Unresolved)

In our prior engagement report, for the fiscal years July 1, 2010 to June 30, 2014, we cited the agency for failing to perform sufficient fiscal monitoring procedures to obtain reasonable assurance that services related to invoiced In-Home Purchased Service fees were actually provided, and if provided, provided in adherence to the requirements of the respective provider contract terms. During our prior engagement, we reviewed invoices submitted by contracted Fee-for-Service providers and noted that the agency did not require that these providers submit documentation evidencing each listed individuals’ actual monthly attendance/participation and supporting documentation substantiating the number of days or hours invoiced for each individual. We also reviewed invoices submitted by contracted Program Funded providers, which included fiduciaries,¹ and noted that a majority of these invoices did not include names of individuals who received invoiced services and that the agency did not require that providers submit documentation substantiating the invoiced operating costs, or that the invoiced services were actually provided. In addition, the agency did not require fiduciaries to perform fiscal-related monitoring of subcontractors.

During the conduct of our current engagement, while we found that the agency implemented corrective actions in response to the recommendations included in our prior engagement report, because some of those corrective actions were not implemented until after the end of the current engagement period, we determined that the issuance of a repeat finding is warranted. Refer to the current finding included in Section 5 of this report.

¹ The agency contracts with entities to provide preventative services to children that the agency refers to as fiduciaries, which subcontract these services to other contractors referred to as subcontractors.

SECTION 5

FINDING AND RECOMMENDATIONS

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
CURRENT ENGAGEMENT FINDING AND RECOMMENDATIONS

Finding – Unresolved Prior Recommendations – Lack of Internal Control Policies and Procedures to Reduce the Risk of Paying Overbillings or Fraudulent Billings Submitted by Contracted In-Home Purchased Service Providers

Condition: As detailed in the Status of Prior Engagement Findings and Recommendations section (*Section 4*) of this report, the Philadelphia County Children and Youth Agency (agency) lacked internal control procedures designed to sufficiently reduce the risk of paying overbillings or fraudulent billings submitted by two types of contracted In-Home Purchased Service providers.

For the fiscal years included in our current engagement, as detailed in the chart below, the agency entered into contracts with three types of In-Home Purchased Service Providers who managed the expenditure of, or directly expended, In-Home Purchased Services funds. The three types of In-Home Purchased Service Providers (providers) were:

- Community Umbrella Agencies (CUAs)
- Service providers with which the agency directly contracts (Direct Providers)
- Fiduciaries, which allocate In-Home preventative services funds to subcontractors to provide services

In-Home Purchased Services funds paid to each type of provider are detailed in the following table:

Fiscal Year	CUAs	Direct Providers ²	Fiduciaries	Total
2014-15	\$18,205,275.27	\$ 65,605,727.22	\$28,200,727.00	\$112,011,729.49
2015-16	\$15,933,889.56	\$ 61,493,715.06	\$29,816,610.00	\$107,244,214.62
2016-17	\$ 1,290,267.47	\$ 67,062,519.27	\$29,541,898.80	\$ 97,894,685.54
Totals	\$35,429,432.30	\$194,161,961.55	\$87,559,235.80	\$317,150,629.65

The agency began contracting with CUAs in 2013 as part of its Improving Outcomes for Children initiative.³ As a result, Philadelphia was divided into 10 regions for the purpose of at-

² The amounts in the table for do not include \$28,130,062.13 of costs associated with Adoption, Day Care, and Juvenile Act Proceedings because those costs are not affected by the internal control deficiencies described in this finding. All costs in those categories were made to direct care providers.

³ The six CUAs operate on a regional community-based approach in a total of ten regions whereby each family has one case manager and one plan. Each year, the agency enters into two contracts with each CUA – one for case management services, which are not In-Home Purchased Services, and one for prevention services, which are In-Home Purchased Services. As it relates to In-Home Purchased Service expenditures, the CUAs are funded on a program-funded basis whereby the CUAs operating costs are reimbursed, subject to agreed-upon budgetary maximums.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY CURRENT ENGAGEMENT FINDING AND RECOMMENDATIONS

risk service provision. Direct providers provide In-Home Purchased services to children and families via contract on a Fee-For-Service basis while fiduciaries allocate In-Home preventative services funds to subcontractors who provide these services. Funds are provided to fiduciaries on a contracted maximum basis as a result of negotiations between the agency and each fiduciary, which includes costs for wages and benefits for fiduciaries' staff members and the total costs of In-Home Purchased services subcontracted to these providers.

Children and Youth providers/contractors bill for services for services either on a Fee-For-Service basis (FFS) or a Program-Funded (PF) basis. FFS providers bill an agreed upon dollar amount for a unit of services, such as for 15 minutes of service time. PF providers bill for reimbursement in a manner which is predetermined by the agency, which is often reimbursement of their operating costs. Because the fiduciaries manage the provision of In-Home services rather than directly providing services, both of the fiduciaries are PF providers.

Monitoring of CUAs

In response to our inquiries, agency management informed us that fiscal-related monitoring of the CUAs has been performed by the agency's Fiscal Monitoring Unit (FMU) since 2014, however, corresponding written policies and procedures were not issued until July 2016. Agency management further stated that the FMU's fiscal-related monitoring procedures include the conduct of annual fiscal and program related on-site reviews of each of the ten CUAs. Agency management also stated that during the conduct of these on-site reviews, documentation evidencing CUA salaries and benefits, operating costs, and indirect costs are compared to the agency received invoices. At the conclusion, a fiscal review final report with results and findings is created, and disputed costs are recovered from future payments. To assess the sufficiency of these procedures, we reviewed six on-site fiscal review reports completed by the FMU, which in total included coverage of five different CUAs and expenditures for each of the fiscal years included in our current engagement. We concluded that monitoring procedures performed provided agency management reasonable assurance the operating costs invoiced were substantiated and that invoiced and paid for services were actually provided.

Monitoring of Direct Providers

Monitoring procedures for payments to Direct Providers were not implemented until after the end of our engagement period. Therefore, we concluded that for the fiscal years included in our engagement, the agency performed no fiscal related monitoring for contracted Direct Providers and, thus, did not obtain reasonable assurance that invoiced, and paid for, services were actually provided for the number of units invoiced or that reimbursed operating costs were actually incurred.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
CURRENT ENGAGEMENT FINDING AND RECOMMENDATIONS

Monitoring of Fiduciaries

The agency contracted with two fiduciaries to allocate In-Home preventative services funds to subcontractors. The agency's contract with the fiduciary that receives a majority of the funds requires that the fiduciary review all of its contractors' invoices for accuracy and completeness and review the performance of attendance audits to ensure the validity of client and/or parent attendance. However, the contract with the second fiduciary did not include any monitoring requirements. Furthermore, fiscal-related agency monitoring procedures for payments to fiduciaries were not implemented until after the end of our engagement period. Therefore, we concluded that for the fiscal years included in our engagement, the agency performed no fiscal related monitoring for contracted fiduciaries and, thus, did not obtain reasonable assurance that invoiced and reimbursed operating costs for the fiduciaries were actually incurred and that the services for which the fiduciaries' subcontractors billed were actually provided.

Criteria: The following section of 55 Pa. Code Chapter 3140, Planning and Financial Reimbursement Requirements for County Children and Youth Social Service Programs:

Section 3140.21. Reimbursement for Services. General. "(a) Under section 704.1 of the [Human Services] (62 P.S. § 704.1), the Department reimburses expenses incurred by the county for children and youth social services, including services to alleged and adjudicated dependent and delinquent children according to an approved county plan and budget estimate up to the amount of State funds allocated to the county under section 709.3 of the [Human Services] Code (62 P.S. § 709.3)."

- *Office of Children, Youth and Families (OCYF) Bulletin 3140-06-06, applicable for fiscal year ended 6/30/2011; Bulletin 3140-11-02, applicable for fiscal year ended 6/30/2012; Bulletin 3140-13-01, applicable for fiscal year ended 6/30/2013; Bulletin 3140-13-05, applicable for fiscal year ended 6/30/2014 : Act 148 Invoicing Procedures for County Child Social Services - Instructions for Completion of Expenditure Report. This form is a report of the ACTUAL EXPENDITURES of the County Children and Youth Agency (CCYA).*

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CURRENT ENGAGEMENT FINDING AND RECOMMENDATIONS

The following sections of 55 Pa. Code § 3170, Allowable Costs and Procedures for County Children and Youth:

- *Section 3170.2. Definitions.* Program funded agency – An agency whose total eligible expenditures are funded in a manner which is predetermined by the appropriate county authorities.
- *Section 3170.23(a). Purchase of Service.* Purchase of service funding may be by unit of service funding or by program funding.
- *Section 3170.85. Responsibility of the County.* “...the county executive officers shall be responsible for the effective execution of each purchase of service agreement...”
- *Section 3170.91. County Responsibility.* “The county is responsible for the general fiscal management of the county agency. This includes maintaining fiscal records of expenditures and revenues of the program, providing data for budgeting and expenditure reporting to the Department, monitoring the financial activities of the program, and other activities related to the fiscal operations of the program.”
- *Section 3170.92(b). Accountability for Expenditures for Clients. Records Maintenance.* “County agencies shall maintain sufficient and appropriate records and data to justify payment for expenses by the Department. The local authorities or contractors shall maintain books, records, documents and other evidence and accounting procedures and practices, sufficient to reflect properly all direct and indirect costs of whatever nature claimed to have been incurred and anticipated to be incurred for funds supported by the Department and for which reimbursement is claimed...”

Cause: We first notified the agency of the need for fiscal-related monitoring procedures during our audit that was completed in January 2016. Agency officials, several of whom began employment with the agency after January 2016, have worked to develop the fiscal-related monitoring policies and implement corresponding procedures as described above. However, due to the extent of effort necessary to implement effective fiscal-related monitoring procedures, coupled with other important priorities of the agency, some needed fiscal-related monitoring policies and procedures were not implemented prior to the end of the current engagement period.

Effect: The agency did not have sufficient fiscal-related monitoring controls in place to reduce the agency’s risk of paying erroneous or fraudulent billings submitted by direct providers and

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
CURRENT ENGAGEMENT FINDING AND RECOMMENDATIONS

fiduciaries for In-Home Purchased Services provided during the fiscal years included in our current engagement, which increased the agency's risk of:

- Failure to detect fraudulent or erroneous In-Home provider billings (invoices).
- Failure to prevent or detect improper payments for such invoices.
- Inappropriately billing the Commonwealth DHS for such improper payments.
- Receipt of Act 148 funds to which the agency may not be entitled.

Recommendation: We recommend that agency management ensure that the fiscal-related monitoring policy and procedures that they stated were recently implemented are sufficient to reduce the agency's risk of paying for erroneous and fraudulent In-Home Purchased Service billings for direct providers and fiduciaries, including providing agency management reasonable assurance that the services related to the fees invoiced by contracted In-Home Purchased Service providers were actually provided, and provided in adherence to executed contract terms.

Specifically, this written fiscal-related monitoring policy, and corresponding procedures, must be sufficient to assess the validity of the number of units invoiced by contracted FFS providers and the operating costs invoiced by of any PF providers.

Furthermore, we again recommend that agency management ensure that:

- Agency staff responsible for reviewing and approving submitted In-Home Purchased Services providers' invoices for payment are made aware of the results of fiscal-related monitoring reviews of direct providers and fiduciaries and, for which significant documentation deficiencies have been identified, the impact on the agency's review and approval process for these providers.
- The agency maintains sufficient evidence substantiating the results of all fiscal-related monitoring procedures performed to obtain reasonable assurance that contracted In-Home Purchased Services performed by direct providers and fiduciaries were provided in adherence to DHS regulations and executed contract terms and to reduce the agency's risk of erroneous and/or fraudulent billings submitted by contracted In-Home Purchased Services providers going undetected.

Finally, we recommend that the agency include a fiscal monitoring requirement in its contract with the fiduciary that did not contain such a requirement and, moving forward, ensure that such a requirement is included in all contracts with fiduciaries.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
CURRENT ENGAGEMENT FINDING AND RECOMMENDATIONS

Agency Representative Response: Philadelphia agrees with the current comment as written. Since Fiscal 2019, Philadelphia DHS has put fiscal monitoring policies into place in order to properly test for allowable and allocable costs charged by providers. Invoice reviews are completed by the Department's internal audit unit.

Auditor's Conclusion: We commend the agency's management on acknowledging the deficiencies that existed in the agency's invoice review and approval process for In-Home Purchased Services providers during the fiscal years included in our engagement , and their efforts to develop and implement formal, written fiscal-related monitoring policy and procedures for these contracted In-Home Purchased Services providers. During our next audit of the agency, we will review and determine whether the agency's implemented monitoring policy and procedures are adequate to reduce the agency's risk of overbillings and fraudulent billings submitted by contracted In-Home Purchased Services providers going undetected.

SECTION 6

CURRENT ENGAGEMENT OBSERVATION

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
CURRENT ENGAGEMENT OBSERVATION

Observation – Pennsylvania Department of Human Services is Making Strides in Increasing the Protection of At-Risk Children in the Care of Contracted In-Home Preventative Service Providers; Risk that has been Further Exacerbated by the Current COVID-19 Crisis.

The vast majority of Pennsylvania’s County Children and Youth (C&Y) Agencies contract with non-government In-Home Preventative Service Providers (Contracted Providers) to deliver services to children outside of an institutional or community-based setting, and those services are referred to as In-Home Purchased Services.⁴ The Child Protective Services Law (CPSL) requires the conduct of Criminal Background Checks and Child Abuse History Clearances (Certifications) for all Contracted Providers’ (and their respective subcontractors’) employees and direct volunteers.⁵

Since 2016, we have communicated concerns to the Pennsylvania Department of Human Services (DHS) that these Contracted Providers were not being monitored for compliance with the CPSL certification mandates, specifically as it relates to obtaining assurance as to the sufficiency of each C&Y Agency’s procedures for reviewing the Certifications of Contracted Providers’ employees and volunteers and their respective subcontractors, whose duties require them to come into direct contact with children and taking appropriate corrective action when disqualifying incidents are identified. Furthermore, these Contracted Providers are not subject to licensure nor annual inspections under the Human Services Code (Code).⁶ Our concerns have been, and continue to be, communicated through the inclusion of a standardized observation in our C&Y Program engagement reports and through correspondence with DHS.

In February 2018, DHS senior management staff affirmed that DHS is responsible for communicating contract monitoring expectations to the C&Y Agencies and for implementing a method to ensure that the certification monitoring is being performed adequately. DHS staff also stated that DHS had communicated these expectations to the C&Y Agencies on numerous occasions since 2016.

⁴ Institutional and community-based settings are those in which the child is outside of the home for the entire time (e.g., Juvenile Detention, Residential Services, Secure Residential, Youth Development Camps, Youth Forestry Camps, Foster Care, Emergency Shelter, Group Homes, etc.). In-Home supportive services are provided while the child is in their own home or supportive services provided to the child or child’s family while the child is in substitute care.

⁵ 23 Pa.C.S. §§ 6344 and 6344.2. Please note that CPSL 23 Pa.C.S. § 6344.4 now requires recertification of the required state and federal background checks and the child abuse clearance every 60 months.

⁶ Based on a recent communication with DHS in early September 2020, the agency candidly indicated that it lacks sufficient budgetary resources, leading to inadequate staffing to provide for the licensure and inspection of these Contracted Providers, which includes a large population of not only these providers, but also their subcontractors. Further, the implication of these budgetary constraints is that it would not be reasonable to pursue or support related legislation to make these Contracted Providers and their subcontractors subject to licensure and inspection. Please see the Special Note in Endnote 1.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
CURRENT ENGAGEMENT OBSERVATION

Our 2018 Position Statement Letter

On March 18, 2018, we sent a Position Statement Letter to the then DHS Deputy Secretary for Children, Youth and Families, which was also simultaneously delivered to the Pennsylvania Senate and House of Representatives' children and youth committee chairs focused on protecting the health, safety, and wellbeing of the children and youth receiving contracted in-home services across the Commonwealth. The major purpose of our letter was to express our concerns, as detailed above.

DHS Corrective Actions Taken

In an effort to further address our concerns, DHS expanded its CPSL adherence requirements for C&Y Agencies through the issuance of its 2019 revision of its Single Audit Supplement (Supplement) for counties, effective for the fiscal years ended June 30, 2019. The Supplement included the following requirements for C&Y Agencies and auditors who conduct Single Audits of counties.

C&Y Agencies are required to:

- Monitor provider adherence to the CPSL background check requirements to assure the safety of children receiving prevention, reunification, and aftercare services (services coded as in-home).
- Document these efforts and report them to DHS on a supplemental schedule included in each counties' Single Audit package.
- Create a listing of providers that deliver in-home coded services.
- Monitor a sample of in-home service providers' compliance with the CPSL requirements, including checking for incidents since the date of the background clearances.
- Communicate any violations to providers and obtain a corrective action plan.
- Follow-up on implementation of the corrective action plan within six months.
- Document the results of the monitoring.

Single Auditors are required to:

- Obtain a listing of providers that deliver in-home coded services for the C&Y Agency.
- Test the listing of providers for completeness.
- Analyze the C&Y Agency's documentation of monitoring activities for adequacy of monitoring, the C&Y Agency's obtaining of any necessary corrective action plans, the C&Y Agency's timely follow-up on corrective action plans, and the adequacy and accuracy of the monitoring documentation.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY CURRENT ENGAGEMENT OBSERVATION

Our Current Position

We are glad that the DHS' 2019 revision to its Supplement requires (1) C&Y Agencies to document their monitoring of Contracted Providers' compliance with the CPSL; (2) the Single Auditors to evaluate the adequacy of this documentation; and (3) the documentation be provided to DHS for its review. However, the Supplement is entirely silent with regards to actions DHS will take if Single Auditors find a C&Y Agency failed to identify disqualifying incidents and/or failed to take appropriate corrective actions when disqualifying convictions that would prohibit employees and volunteers from having direct contact with children receiving services were identified.

We believe that the requirements that DHS included in its Supplement are great first steps in obtaining assurance of the C&Y Agencies' compliance with the CPSL certification requirements **if the requirements are actually being followed consistently and routinely by each county C&Y Agency**. Therefore, as the oversight agency, we believe that it is imperative that DHS implement its own monitoring process to obtain assurance that each C&Y Agency is following the CPSL certification requirements by ensuring that appropriate corrective actions are taken if it is found by the Single Auditors that C&Y Agencies are not adequately protecting the safety of these already at-risk children. This specifically relates to obtaining assurance as to the sufficiency of each C&Y Agency's procedures for reviewing the Certifications of the Contracted Providers' employees and volunteers (whose duties require them to come into direct contact with children) and their respective subcontractors and taking appropriate corrective action when disqualifying incidents are identified.⁷ Furthermore, we continue to believe that these children remain particularly vulnerable since the in-home services are sometimes provided outside the presence and view of others, which has been further aggravated by the current COVID-19 crisis.⁷

Conclusion

As previously stated, as the oversight agency, DHS must implement its own monitoring process that will provide DHS management with the assurance that every C&Y Agency and their respective Contracted Providers and their subcontractors are actually adhering to the CPSL certification requirements. This specifically relates to obtaining assurance as to the sufficiency of each C&Y Agency's procedures for reviewing the Certifications of their Contracted

⁷ Various article point to children in commonwealth experiencing more abuse. See May 11, 2020, <https://www.ydr.com/story/news/2020/05/11/coronavirus-pa-hospitals-seeing-more-severe-child-abuse-injuries/3103045001/>; June 20, 2020, <https://www.buckscountycouriertimes.com/news/20200620/state-more-child-abuse-calls-coming-in-than-at-start-of-pandemic-but-still-being-underreported>; and July 17, 2020, <https://www.goerie.com/news/20200717/child-abuse-in-pandemic-as-hospitals-see-more-severe-injuries-the-worst-is-yet-to-come> (accessed July 29, 2020).

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Providers' employees and volunteers and their subcontractors (whose duties require them to come into direct contact with children) and taking appropriate corrective action when disqualifying incidents are identified. On August 31, 2020, DHS informed us that they began receiving the supplemental schedules (monitoring documentation) for Single Audits conducted for the fiscal years ended June 30, 2019. DHS further stated that, beginning in October 2020, they plan to review these supplement schedules and each county's Corrective Action Plan (CAP) for CPSL adherence as a part of its on-site reviews of counties.

Finally, we note that in addition to following up with DHS on these issues, our Department will also reach out to the newly appointed Child Advocate Nicole Yancy and the new Council on Reform, as well as the Pennsylvania Senate and House of Representatives committee chairs focused on the protection of children and youth to ensure they are aware of our concerns.

ⁱ **Special Note:** In marked contrast to contracted foster care parents/providers and day treatment centers/child residential facilities, as well as 12 other types of facilities and programs, these C&Y Contracted Providers are not subject to annual licensure and an inspection process in accordance with the Human Services Code (Code). As noted in an earlier footnote, DHS recently made the candid statement that it lacks sufficient budgetary resources, leading to inadequate staffing, to provide for the licensure and inspection of these Contracted Providers.

Our Department understands and appreciates these budgetary difficulties and that it may not be practical, but it is definitely reasonable to have licensure and inspections under the Code for this very large population of these C&Y Agencies' Contracted Providers and their subcontractors. However, it is important to note that these children under the care of the Contracted Providers remain particularly vulnerable since the in-home services are sometimes provided outside the presence and view of others, which has been further aggravated by the current COVID-19 crisis.

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