

AMENDED FISCAL REPORTS

For Fiscal Years:

July 1, 2019 to June 30, 2020

July 1, 2020 to June 30, 2021

Philadelphia County Children and Youth Agency

February 2024



Commonwealth of Pennsylvania
Department of the Auditor General

Timothy L. DeFoor • Auditor General



**Commonwealth of Pennsylvania
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**TIMOTHY L. DEFOOR
AUDITOR GENERAL**

The Honorable Cherelle L. Parker, Mayor
City of Philadelphia
Room 215, City Hall
Philadelphia, PA 19107

Dear Mayor Parker:

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 Philadelphia Department of Human Services (agency). The purpose of this engagement is to ascertain and certify the actual commonwealth expenditures incurred on behalf of children residing within the county for the fiscal years July 1, 2019 to June 30, 2020, and July 1, 2020 to June 30, 2021 (herein referred to as the 2019-2020 fiscal year and 2020-2021 fiscal year). The scope of our engagement was limited to the 2019-2020 and 2020-2021 fiscal reports submitted to the Pennsylvania Department of Human Services (DHS) as part of the Act 148 Invoice Packages.

Agency management is responsible for the preparation of the submitted fiscal reports, and compliance with children, youth, and families regulations. 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. We also performed procedures 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.*). The engagement 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 the City of Philadelphia.

We certify 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 2019-2020 and 2020-2021 fiscal years based on the accrual basis of accounting.¹

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

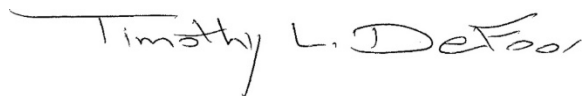
- For the **2019-2020 fiscal year**, our engagement resulted in one adjustment being made to the agency's submitted fiscal reports. This adjustment in total impacted the agency's Net State Share by increasing program income by \$207,736. Based on the application of the state participation rates, the adjustment resulted in an amount due to the state totaling \$153,539.
- For the **2020-2021 fiscal year**, our engagement resulted in no adjustments being made to the agency's submitted fiscal reports.

The results of our engagement procedures, as presented in this report, were discussed with agency management at an exit conference held on February 1, 2024.

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 any recommended adjustments included in our amended fiscal reports. You will be notified by DHS of the decisions made regarding the approval and finalization of any recommended 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 to our representatives by your officials and agency staff. If you have any questions, please feel free to contact the Bureau of County Audits at 717-787-1363.

Sincerely,



Timothy L. DeFoor
Auditor General
February 5, 2024

¹ In accordance with DHS regulations, the expenditures reported in the enclosed fiscal reports are limited to expenditures funded by allocations made pursuant to Act 148 of 1976, as amended, (62 P.S. § 704.1) and do not include any expenditures made from other appropriations or grant funds.

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BACKGROUND

The Department of the Auditor General (department) 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. The department determines 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.” The Children and Youth Social Services Program is county-administered and state-supervised by DHS, with shared responsibility 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, which includes the fiscal reports. 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.

We reviewed the final, cumulative 4th quarter fiscal reports submitted to DHS, the agency’s related financial records, and other supporting documentation. This was done to determine whether the agency’s actual, cumulative expenditures and revenues were properly reported to DHS for the respective fiscal years. The amended fiscal reports below include any adjustments we considered necessary to reflect the agency’s actual related revenue, expenditures, and net state share for each fiscal year in our engagement period.

We did not evaluate the agency’s provision of services or compliance with requirements in the Child Protective Services Law (CPSL). The Commonwealth of Pennsylvania Department of Human Services monitors each county’s provision of children and youth services and requires auditors who conduct the [Single Audit](#) of a county to evaluate the county’s monitoring of contracted providers of prevention, reunification, and aftercare services (services coded as in-home) for compliance with CPSL background check requirements.

SECTION 1

AMENDED FISCAL REPORTS

FOR THE FISCAL YEAR:

JULY 1, 2019 to JUNE 30, 2020

**PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2019 TO JUNE 30, 2020
AMENDED
COMPUTATION OF FINAL NET STATE SHARE**

Approved State Allocation ¹		\$ 363,798,761
Supplemental Act 148		<u>0</u>
Total State Allocation		363,798,761
State Share (CY348) ²	\$ 351,170,646	
Less: Major Service Category Adjustment	<u>0</u>	
Net State Share		\$ 351,170,646
Less: Expenditures in Excess of the Approved State Allocation		<u>0</u>
Final Net State Share Payable ³		\$ 351,170,646
Actual Act 148 Revenues Received ⁴		<u>351,324,185</u>
Net Amount Due County/(State) ⁵		\$ <u>(153,539)</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 auditor's adjustments are considered.

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

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

⁵ Net Amount Due the County/(State) is the variance between the amount of Act 148 funds the County received and the Final Net State Share Payable to the County.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
 FOR THE PERIOD JULY 1, 2019 TO JUNE 30, 2020
 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	10,560,434	0	1,734,681	0	0	0	0	0	8,825,753	8,825,753	0
02. 90% REIMBURSEMENT	3,020,505	0	359,463	0	0	0	0	0	2,661,042	2,394,938	266,104
03. 80% REIMBURSEMENT	458,209,249	1,416,030	96,478,099	26,033,804	3,493,612	2,575,773	0	0	328,211,931	262,569,546	65,642,385
04. 60% REIMBURSEMENT	113,304,717	619,834	16,394,828	0	0	0	0	161,876	96,128,179	57,676,907	38,451,272
05. 50% REIMBURSEMENT	39,407,002	0	0	0	0	0	0	0	39,407,002	19,703,502	19,703,500
06. TOTAL NET CHILD WELFARE EXPEND.	624,501,907	2,035,864	114,967,071	26,033,804	3,493,612	2,575,773	0	161,876	475,233,907	351,170,646	124,063,261

YDCYFC PLACEMENT COSTS											
07. 60% DHS PARTICIPATION	17,219,436	0							17,219,436	10,331,662	6,887,774

08. NON-REIMBURSABLE EXPENDITURES	2,676,167	0							2,676,167		
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09. TOTAL EXPENDITURES	644,397,510	2,035,864	114,967,071	26,033,804	3,493,612	2,575,773	0	161,876	495,129,510	361,502,308	133,627,202
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10. TOTAL TITLE IV-D COLLECTIONS 1,051,541

11. TITLE IV-D Collections for IV-E Children 158,517

12. STATE ACT 148 - line 6 351,170,646

13. STATE ACT 148 ALLOCATION 363,798,761

14. ADJUSTED STATE SHARE (lower of 12 or 13) 351,170,646

INVOICE	
AMENDED STATE SHARE (ACT 148)	351,170,646
ACT 148 AMOUNT RECEIVED	351,324,185
ADJUSTMENT TO STATE SHARE	(153,539)

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
 FOR THE PERIOD JULY 1, 2019 TO JUNE 30, 2020
 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	10,560,434	0	1,734,681	0	0	0	0	0	0	8,825,753	8,825,753	0
1-B ADOPTION ASSISTANCE	67,337,971	0	32,133,611	180,188	0	0	0	0	0	35,024,172	28,019,338	7,004,834
1-C SUBSIDIZED PERMANENT LEGAL CUSTODIANSHIP	10,711,793	0	4,072,327	0	0	0	0	0	0	6,639,466	5,311,573	1,327,893
1-D COUNSELING - DEPENDENT	111,359,654	244,999	4,124,084	23,134,315	3,493,612	0	0	0	0	80,362,644	64,290,115	16,072,529
1-E COUNSELING - DELINQUENT	18,071,146	0	931,919	2,115,362	0	0	0	0	0	15,023,865	12,019,092	3,004,773
1-F DAY CARE	851,125	0	241,907	0	0	0	0	0	0	609,218	487,374	121,844
1-G DAY TREATMENT - DEPENDENT	3,143,800	0	0	363,791	0	0	0	0	0	2,780,009	2,224,007	556,002
1-H DAY TREATMENT - DELINQUENT	1,260,863	0	0	178,429	0	0	0	0	0	1,082,434	865,947	216,487
1-I HOMEMAKER SERVICE	5	0	0	0	0	0	0	0	0	5	4	1
1-J INTAKE & REFERRAL	26,824,727	0	4,643,560	0	0	0	0	0	0	22,181,167	17,744,934	4,436,233
1-K LIFE SKILLS - DEPENDENT	0	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	0
1-M PROTECTIVE SERVICE - CHILD ABUSE	7,298,908	0	1,264,210	0	0	0	0	0	0	6,034,698	4,827,758	1,206,940
1-N PROTECTIVE SERVICE - GENERAL	28,025,796	0	4,854,161	0	0	0	0	0	0	23,171,635	18,537,308	4,634,327
1-O SERVICE PLANNING	23,917,190	0	4,137,643	0	0	0	0	0	0	19,779,547	15,823,638	3,955,909
1-P JUVENILE ACT PROCEEDINGS - DEPENDENT	1,152,495	0	0	0	0	0	0	0	0	1,152,495	576,248	576,247
1-Q JUVENILE ACT PROCEEDINGS - DELINQUENT	1,696,135	0	0	0	0	0	0	0	0	1,696,135	848,068	848,067
1-R SUBTOTAL IN-HOME	312,212,042	244,999	36,205,938	21,870,446	26,033,804	3,493,612	0	0	0	224,363,243	180,401,157	43,962,086

COMMUNITY BASED PLACEMENT	NET											
	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	3,662	0	0	0	0	0	0	0	0	3,662	2,930	732
2-B ALTERNATIVE TREATMENT - DELINQUENT	0	0	0	0	0	0	0	0	0	0	0	0
2-C COMMUNITY RESIDENTIAL - DEPENDENT	17,957,148	0	2,501,631	575,065	0	0	0	0	0	14,880,452	11,904,362	2,976,090
2-D COMMUNITY RESIDENTIAL - DELINQUENT	1,428,462	0	0	0	0	0	0	0	0	1,428,462	1,142,770	285,692
2-E EMERGENCY SHELTER - DEPENDENT	3,020,505	0	234,898	124,565	0	0	0	0	0	2,661,042	2,394,938	266,104
2-F EMERGENCY SHELTER - DELINQUENT	0	0	0	0	0	0	0	0	0	0	0	0
2-G FOSTER FAMILY - DEPENDENT	80,687,707	1,171,031	10,899,699	9,318,413	0	2,575,773	0	0	0	56,722,791	45,378,233	11,344,558
2-H FOSTER FAMILY - DELINQUENT	52,234	0	131	0	0	0	0	0	0	52,103	41,682	10,421
2-I KINSHIP CARE - DEPENDENT	53,506,471	0	10,076,083	5,899,881	0	0	0	0	0	37,530,507	30,024,406	7,506,101
2-J KINSHIP CARE - DELINQUENT	0	0	0	0	0	0	0	0	0	0	0	0
2-K SUP. INDEPENDENT LIVING - DEPENDENT	5,474,108	0	455,952	409,541	0	0	0	0	0	4,608,615	3,686,892	921,723
2-L SUP. INDEPENDENT LIVING - DELINQUENT	296,479	0	0	0	0	0	0	0	0	296,479	237,183	59,296
2-M SUBTOTAL CBP	162,426,776	1,171,031	24,168,394	16,327,465	0	2,575,773	0	0	0	118,184,113	94,813,396	23,370,717

INSTITUTIONAL PLACEMENT	NET											
	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	36,558,372	0	1,282,367	599,595	0	0	0	0	0	36,558,372	18,279,186	18,279,186
3-B RESIDENTIAL SERVICE - DEPENDENT	15,161,849	0	0	562	0	0	0	0	0	13,279,887	7,967,932	5,311,955
3-C RES. SERVICE - DELINQUENT (NON YDC/YFC)	10,811,684	0	1,217	0	0	0	0	0	0	10,809,905	6,485,943	4,323,962
3-D SECURE RES. SERVICE (EXCEPT YDC)	3,589,712	0	0	0	0	0	0	0	0	3,589,712	2,153,827	1,435,885
3-E YDC SECURE	17,219,436	0	0	0	0	0	0	0	0	17,219,436	10,331,662	6,887,774
3-F SUBTOTAL INSTITUTIONAL	83,341,053	0	1,283,584	600,157	0	0	0	0	0	81,457,312	45,218,550	36,238,762

4 ADMINISTRATION	83,741,472	619,834	0	14,511,087	0	0	0	0	0	68,448,675	41,069,205	27,379,470
5 TOTAL REVENUES	641,721,343	2,035,864	61,657,916	53,309,155	26,033,804	3,493,612	2,575,773	0	161,876	492,453,343	361,502,308	130,951,035

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
 FOR THE PERIOD JULY 1, 2019 TO JUNE 30, 2020
 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 SERVICES	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	4,375,800	3,502,829	67,337,971	2,139,225	542,576	4	10,560,434	1,848	634	0	0	0
1-B ADOPTION ASSISTANCE	0	0	10,711,793	0	0	0	67,337,971	0	7,042	0	0	0
1-C SUBSIDIZED PERMANENT LEGAL CUSTODIANS/SH	4,906,139	3,927,365	15,135,558	87,385,279	5,313	0	10,711,793	0	1,066	0	0	0
1-D COUNSELING - DEPENDENT	2,916,735	2,334,846	117,880	12,701,685	0	0	111,359,654	4,312	29,879	0	0	0
1-E COUNSELING - DELINQUENT	0	0	0	0	0	0	18,071,146	253	1,579	0	0	0
1-F DAY CARE	0	0	0	0	851,125	0	851,125	0	194	0	0	0
1-G DAY TREATMENT - DEPENDENT	0	0	0	0	3,143,800	0	3,143,800	0	412	0	0	0
1-H DAY TREATMENT - DELINQUENT	0	0	0	0	1,260,863	0	1,260,863	0	136	0	0	0
1-I HOMEMAKER SERVICE	0	0	0	0	5	0	5	0	1	0	0	0
1-J INTAKE & REFERRAL	13,960,572	11,175,437	1,688,716	0	0	2	26,824,727	26,128	0	0	0	0
1-K LIFE SKILLS - DEPENDENT	0	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	0
1-M PROTECTIVE SERVICE - CHILD ABUSE	3,469,318	2,771,190	1,052,333	0	67	0	7,298,908	3,925	0	0	0	0
1-N PROTECTIVE SERVICE - GENERAL	13,321,230	10,663,645	4,040,664	0	257	0	28,025,796	11,896	0	0	0	0
1-O SERVICE PLANNING	10,472,392	8,383,150	5,061,643	0	5	0	23,917,190	14,022	0	0	0	0
1-P JUVENILE ACT PROCEEDINGS - DEPENDENT	0	0	0	0	1,152,495	0	1,152,495	0	8,517	0	0	0
1-Q JUVENILE ACT PROCEEDINGS - DELINQUENT	0	0	0	0	1,696,135	0	1,696,135	0	2,762	0	0	0
1-R SUBTOTAL IN-HOME	53,422,186	42,764,462	78,049,764	29,236,019	108,733,963	5,648	312,212,042	0	0	0	0	0
Number of Children receiving only NON-PURCHASED IN-Home Services 12,231												
COMMUNITY BASED PLACEMENT												
2-A ALTERNATIVE TREATMENT - DEPENDENT	0	0	0	0	3,662	0	3,662	39	76	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	211,487	169,294	0	1,244,754	17,365,980	4	18,991,519	94,421	699	7,671	1,026,700	0
2-D COMMUNITY RESIDENTIAL - DELINQUENT	0	0	0	0	1,428,462	0	1,428,462	6,872	42	0	0	0
2-E EMERGENCY SHELTER - DEPENDENT	40,396	32,336	0	436,874	2,541,039	1	3,050,646	16,387	312	0	30,141	0
2-F EMERGENCY SHELTER - DELINQUENT	0	0	0	0	0	0	0	0	0	0	0	0
2-G FOSTER FAMILY - DEPENDENT	1,052,677	842,668	0	25,441,377	54,772,184	20	82,108,926	785,803	3,159	6,864	1,414,355	0
2-H FOSTER FAMILY - DELINQUENT	0	0	0	0	52,234	0	52,234	428	3,693	0	0	0
2-I KINSHIP CARE - DEPENDENT	0	0	0	0	53,613,140	0	53,613,140	947,636	2	0	106,669	0
2-J KINSHIP CARE - DELINQUENT	0	0	0	0	0	0	0	0	0	0	0	0
2-K SUP. INDEPENDENT LIVING - DEPENDENT	45,148	36,142	0	608,958	4,788,053	1	5,478,302	56,632	288	0	4,194	0
2-L SUP. INDEPENDENT LIVING - DELINQUENT	0	0	0	0	296,479	0	296,479	2,075	16	0	0	0
2-M SUBTOTAL CBP	1,349,708	1,080,440	0	27,731,963	134,861,233	26	165,023,370	1,910,293	8,287	14,535	2,582,059	0

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 SERVICES	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
INSTITUTIONAL PLACEMENT												
3-A JUVENILE DETENTION SERVICE	0	0	0	2,400,998	34,157,374	0	36,558,372	67,384	1,499	0	0	0
3-B RESIDENTIAL SERVICE - DEPENDENT	118,813	95,109	0	1,387,285	13,640,213	2	15,241,422	75,549	504	0	79,573	0
3-C RES. SERVICE - DELINQUENT (EXCEPT YDC/YC)	0	0	0	10,811,684	0	0	10,811,684	42,411	279	0	0	0
3-D SECURE RES. SERVICE (EXCEPT YDC)	28,515	22,826	0	758,681	2,779,689	1	3,589,712	1,458	13	0	0	0
3-E YDC SECURE	0	0	0	0	17,219,436	0	17,219,436	33,371	239	0	0	0
3-F SUBTOTAL INSTITUTIONAL	147,328	117,935	0	4,546,964	78,608,396	3	83,420,626	220,173	2,534	0	79,573	0
4 ADMINISTRATION	23,051,730	18,452,910	0	41,779,936	0	456,896	83,741,472	0	0	0	0	0
5 TOTAL EXPENDITURES	77,970,932	62,415,747	78,049,764	103,294,882	322,203,592	462,573	644,397,510	0	0	14,535	2,661,632	0
County Indirect Costs = \$ 7,165,770												

**PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2019 TO JUNE 30, 2020
AMENDED
SUMMARY OF EXPENSE AND EXPENSE ADJUSTMENTS**

COST CENTER ITEMS	AS REPORTED PER CY370	INCREASE (DECREASE)	AS AMENDED PER CY370
Adoption Service	\$ 10,560,434	\$ 0	\$ 10,560,434
Adoption Assistance	67,337,971	0	67,337,971
Subsidized Permanent Legal Custodianship	10,711,793	0	10,711,793
Counseling	129,430,800	0	129,430,800
Day Care	851,125	0	851,125
Day Treatment	4,404,663	0	4,404,663
Homemaker Service	5	0	5
Intake and Referral	26,824,727	0	26,824,727
Life Skills	0	0	0
Protective Service - Child Abuse	7,298,908	0	7,298,908
Protective Service - General	28,025,796	0	28,025,796
Service Planning	23,917,190	0	23,917,190
Juvenile Act Proceedings	2,848,630	0	2,848,630
Alternative Treatment	3,662	0	3,662
Community Residential	20,419,981	0	20,419,981
Emergency Shelter	3,050,646	0	3,050,646
Foster Family	82,161,160	0	82,161,160
Kinship Care	53,613,140	0	53,613,140
Supervised Independent Living	5,774,781	0	5,774,781
Juvenile Detention Service	36,558,372	0	36,558,372
Residential Service	26,053,106	0	26,053,106
Secure Residential Service (Except YDC)	3,589,712	0	3,589,712
YDC Secure	17,219,436	0	17,219,436
Administration	83,741,472	0	83,741,472
Combined Total Expense	<u>644,397,510</u>	<u>0</u>	<u>644,397,510</u>
Less Non-reimbursables	<u>2,676,167</u>	<u>0</u>	<u>2,676,167</u>
Total Net Expense	<u>\$ 641,721,343</u>	<u>\$ 0</u>	<u>\$ 641,721,343</u>

OBJECTS OF EXPENDITURE	AS REPORTED PER CY370	INCREASE (DECREASE)	AS AMENDED PER CY370
Wages and Salaries	\$ 77,970,952	\$ 0	\$ 77,970,952
Employee Benefits	62,415,747	0	62,415,747
Subsidies	78,049,764	0	78,049,764
Operating	103,294,882	0	103,294,882
Purchased Services	322,203,592	0	322,203,592
Fixed Assets	462,573	0	462,573
Combined Total Expense	<u>644,397,510</u>	<u>0</u>	<u>644,397,510</u>
Less Non-reimbursables	<u>2,676,167</u>	<u>0</u>	<u>2,676,167</u>
Total Net Expense	<u>\$ 641,721,343</u>	<u>\$ 0</u>	<u>\$ 641,721,343</u>

**PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2019 TO JUNE 30, 2020
ADJUSTMENT SCHEDULE**

REPORT REFERENCE			ADJ. NO.	EXPLANATION OF ADJUSTMENTS	AS REPORTED OR ADJUSTED	INCREASE/ (DECREASE)	ADJUSTED TOTAL
SCHEDULE	LINE	COLUMN					
CY-370A	1-D	2	1	CY-370A Adjustment			
				Counseling (Dependent) - Program Income	\$ 220,000	\$ 24,999	\$ 244,999
	2-G	2		Foster Family (Dependent) - Program Income	\$ 1,051,541	\$ 119,490	\$ 1,171,031
	4	2		Administration - Program Income	\$ 556,587	\$ 63,247	\$ 619,834
				Total Adjustment Amount		<u>\$ 207,736</u>	
				To increase Program Income by \$207,736 to include income not reported on the Act 148 invoice submitted to the Commonwealth Department of Human Services and reconcile to the agency's Program Income ledger.			
				Title 55 PA Code, Chapter 3170.95(a)(b)			

SECTION 2

AMENDED FISCAL REPORTS

FOR THE FISCAL YEAR:

JULY 1, 2020 to JUNE 30, 2021

**PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2020 TO JUNE 30, 2021
AMENDED
COMPUTATION OF FINAL NET STATE SHARE**

Approved State Allocation ¹		\$ 367,496,456
Supplemental Act 148		<u>0</u>
Total State Allocation		367,496,456
State Share (CY348) ²	\$ 352,427,561	
Less: Major Service Category Adjustment		<u>0</u>
Net State Share		\$ 352,427,561
Less: Expenditures in Excess of the Approved State Allocation		<u>0</u>
Final Net State Share Payable ³		\$ 352,427,561
Actual Act 148 Revenues Received ⁴		<u>352,427,561</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 auditor's adjustments are considered.

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

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

⁵ Net Amount Due the County/(State) is the variance between the amount of Act 148 funds the County received and the Final Net State Share Payable to the County.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2020 TO JUNE 30, 2021
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	FAMILY FIRST TRANSITION ACT	MEDICAL ASSISTANCE	NET TOTAL	STATE ACT 148	LOCAL SHARE
NET CHILD WELFARE EXPENDITURES											
01. 100% REIMBURSEMENT	16,093,487	0	2,779,004	0	0	0	0	0	13,314,483	13,314,483	0
02. 90% REIMBURSEMENT	2,258,346	0	347,827	0	0	0	0	0	1,910,519	1,719,467	191,052
03. 80% REIMBURSEMENT	447,053,903	1,212,219	91,463,282	26,033,804	3,493,612	2,575,773	0	0	322,275,213	257,820,168	64,455,045
04. 60% REIMBURSEMENT	115,206,235	687,233	17,928,248	0	0	0	0	235,929	96,354,825	57,812,895	38,541,930
05. 50% REIMBURSEMENT	43,559,787	0	38,692	0	0	0	0	0	43,521,095	21,760,548	21,760,547
06. TOTAL NET CHILD WELFARE EXPEND.	624,171,758	1,899,452	112,557,053	26,033,804	3,493,612	2,575,773	0	235,929	477,376,135	352,427,561	124,948,574

YDC/YFC PLACEMENT COSTS											
07. 60% DHS PARTICIPATION	15,093,074	0							15,093,074	9,055,844	6,037,230

08. NON-REIMBURSABLE EXPENDITURES	1,440,883	0							1,440,883		1,440,883
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09. TOTAL EXPENDITURES	640,705,715	1,899,452	112,557,053	26,033,804	3,493,612	2,575,773	0	235,929	493,910,092	361,483,405	132,426,687
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10. TOTAL TITLE IV-D COLLECTIONS 992,219

11. TITLE IV-D Collections for IV-E Children 30,095

12. STATE ACT 148 - line 6 352,427,561

13. STATE ACT 148 ALLOCATION 367,496,456

14. ADJUSTED STATE SHARE (lower of 12 or 13) 352,427,561

INVOICE											
AMENDED STATE SHARE (ACT 148)	352,427,561										
ACT 148 AMOUNT RECEIVED	352,427,561										
ADJUSTMENT TO STATE SHARE	0										

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
 FOR THE PERIOD JULY 1, 2020 TO JUNE 30, 2021
 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	Family First Transition Act	MEDICAL ASSISTANCE	NET REIMBURSABLE EXPENDITURES	STATE ACT 148	LOCAL SHARE
1-A ADOPTION SERVICE	16,093,487	0	0	2,779,004	0	0	0	0	0	13,314,483	13,314,483	0
1-B ADOPTION ASSISTANCE	69,504,732	0	35,281,924	262,500	0	0	0	0	0	33,960,308	27,168,246	6,792,062
1-C SUBSIDIZED PERMANENT LEGAL CUSTODIANSHIP	10,474,714	0	4,113,695	5,693	0	0	0	0	0	6,355,326	5,084,261	1,271,065
1-D COUNSELING - DEPENDENT	115,632,350	220,000	0	5,022,608	23,844,186	3,493,612	0	0	0	83,051,944	66,441,555	16,610,389
1-E COUNSELING - DELINQUENT	20,853,872	0	0	1,168,774	1,886,019	0	0	0	0	17,799,079	14,239,263	3,559,816
1-F DAY CARE	441,962	0	0	26,720	0	0	0	0	0	415,242	332,194	83,048
1-G DAY TREATMENT - DEPENDENT	3,510,877	0	0	0	276,879	0	0	0	0	3,233,998	2,587,198	646,800
1-H DAY TREATMENT - DELINQUENT	487,808	0	0	0	0	0	0	0	0	487,808	390,246	97,562
1-I HOMEMAKER SERVICE	0	0	0	0	0	0	0	0	0	0	0	0
1-J INTAKE & REFERRAL	38,807,638	0	0	6,918,578	0	0	0	0	0	31,889,060	25,511,248	6,377,812
1-K LIFE SKILLS - DEPENDENT	0	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	0
1-M PROTECTIVE SERVICE - CHILD ABUSE	10,828,837	0	0	1,940,211	0	0	0	0	0	8,888,626	7,110,901	1,777,725
1-N PROTECTIVE SERVICE - GENERAL	29,194,543	0	0	5,250,190	0	0	0	0	0	23,944,353	19,155,482	4,788,871
1-O SERVICE PLANNING	7,150,267	0	0	1,272,703	0	0	0	0	0	5,877,564	4,702,051	1,175,513
1-P JUVENILE ACT PROCEEDINGS - DEPENDENT	1,649,216	0	0	23,648	0	0	0	0	0	1,625,568	812,784	812,784
1-Q JUVENILE ACT PROCEEDINGS - DELINQUENT	750,421	0	0	15,044	0	0	0	0	0	735,377	367,689	367,688
1-R SUBTOTAL IN-HOME	325,380,724	220,000	39,395,619	24,658,953	26,033,804	3,493,612	0	0	0	231,578,736	187,217,601	44,361,135

COMMUNITY BASED PLACEMENT	REVENUE SOURCES											
	1	2	3	4	5	6	7	8	9	10	11	12
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	0	0	0	0	0	0	0	0	0	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	16,856,067	0	858,288	279,028	0	0	0	0	15,718,751	12,575,001	3,143,750	
2-D COMMUNITY RESIDENTIAL - DELINQUENT	418,374	0	0	0	0	0	0	0	418,374	334,699	83,675	
2-E EMERGENCY SHELTER - DEPENDENT	2,258,346	0	266,764	81,063	0	0	0	0	1,910,519	1,719,467	191,052	
2-F EMERGENCY SHELTER - DELINQUENT	0	0	0	0	0	0	0	0	0	0	0	
2-G FOSTER FAMILY - DEPENDENT	67,665,644	992,219	8,878,522	6,793,346	0	2,575,773	0	0	48,425,784	38,740,627	9,685,157	
2-H FOSTER FAMILY - DELINQUENT	47,783	0	0	0	0	0	0	0	47,783	38,226	9,557	
2-I KINSHIP CARE - DEPENDENT	50,236,370	0	8,285,521	4,664,980	0	0	0	0	37,285,869	29,828,695	7,457,174	
2-J KINSHIP CARE - DELINQUENT	0	0	0	0	0	0	0	0	0	0	0	
2-K SUP. INDEPENDENT LIVING - DEPENDENT	4,777,339	0	178,858	287,863	0	0	0	0	4,310,618	3,448,494	862,124	
2-L SUP. INDEPENDENT LIVING - DELINQUENT	164,726	0	0	0	0	0	0	0	164,726	131,781	32,945	
2-M SUBTOTAL CBP	142,424,649	992,219	18,467,953	12,106,280	0	2,575,773	0	0	108,282,424	86,816,990	21,465,434	

INSTITUTIONAL PLACEMENT	REVENUE SOURCES											
	1	2	3	4	5	6	7	8	9	10	11	12
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	41,160,150	0	683,374	296,518	0	0	0	0	41,160,150	20,580,075	20,580,075	
3-B RESIDENTIAL SERVICE - DEPENDENT	14,638,008	0	0	0	0	0	0	0	13,658,116	8,194,870	5,463,246	
3-C RES. SERVICE - DELINQUENT (NON YDC/YFC)	2,179,579	0	0	0	0	0	0	0	2,179,579	1,307,747	871,832	
3-D SECURE RES. SERVICE (EXCEPT YDC)	3,112,235	0	0	0	0	0	0	0	3,112,235	1,867,341	1,244,894	
3-E YDC SECURE	15,093,074	0	683,374	296,518	0	0	0	0	15,093,074	9,055,844	6,037,230	
3-F SUBTOTAL INSTITUTIONAL	76,183,046	0	683,374	296,518	0	0	0	0	75,203,154	41,005,877	34,197,277	

4 ADMINISTRATION	95,276,413	687,233	0	16,948,356	0	0	0	0	235,929	77,404,895	46,442,937	30,961,958
5 TOTAL REVENUES	639,264,832	1,899,452	58,546,946	54,010,107	26,033,804	3,493,612	2,575,773	0	235,929	492,469,209	361,483,405	130,985,804

**PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
FOR THE PERIOD JULY 1, 2020 TO JUNE 30, 2021
AMENDED
SUMMARY OF EXPENSE AND EXPENSE ADJUSTMENTS**

COST CENTER ITEMS	AS REPORTED PER CY370	INCREASE (DECREASE)	AS AMENDED PER CY370
Adoption Service	\$ 16,093,487	\$ 0	\$ 16,093,487
Adoption Assistance	69,504,732	0	69,504,732
Subsidized Permanent Legal Custodianship	10,474,714	0	10,474,714
Counseling	136,486,222	0	136,486,222
Day Care	441,962	0	441,962
Day Treatment	3,998,685	0	3,998,685
Homemaker Service	0	0	0
Intake and Referral	38,807,638	0	38,807,638
Life Skills	0	0	0
Protective Service - Child Abuse	10,828,837	0	10,828,837
Protective Service - General	29,194,543	0	29,194,543
Service Planning	7,150,267	0	7,150,267
Juvenile Act Proceedings	2,399,637	0	2,399,637
Alternative Treatment	0	0	0
Community Residential	17,882,558	0	17,882,558
Emergency Shelter	2,258,346	0	2,258,346
Foster Family	68,546,193	0	68,546,193
Kinship Care	50,236,370	0	50,236,370
Supervised Independent Living	4,942,065	0	4,942,065
Juvenile Detention Service	41,160,150	0	41,160,150
Residential Service	16,817,587	0	16,817,587
Secure Residential Service (Except YDC)	3,112,235	0	3,112,235
YDC Secure	15,093,074	0	15,093,074
Administration	95,276,413	0	95,276,413
Combined Total Expense	<u>640,705,715</u>	<u>0</u>	<u>640,705,715</u>
Less Non-reimbursables	<u>1,440,883</u>	<u>0</u>	<u>1,440,883</u>
Total Net Expense	<u>\$ 639,264,832</u>	<u>\$ 0</u>	<u>\$ 639,264,832</u>

OBJECTS OF EXPENDITURE	AS REPORTED PER CY370	INCREASE (DECREASE)	AS AMENDED PER CY370
Wages and Salaries	\$ 79,557,621	\$ 0	\$ 79,557,621
Employee Benefits	63,685,876	0	63,685,876
Subsidies	79,947,608	0	79,947,608
Operating	109,994,939	0	109,994,939
Purchased Services	307,182,228	0	307,182,228
Fixed Assets	337,443	0	337,443
Combined Total Expense	<u>640,705,715</u>	<u>0</u>	<u>640,705,715</u>
Less Non-reimbursables	<u>1,440,883</u>	<u>0</u>	<u>1,440,883</u>
Total Net Expense	<u>\$ 639,264,832</u>	<u>\$ 0</u>	<u>\$ 639,264,832</u>

SECTION 3

STATUS OF PRIOR ENGAGEMENT FINDING AND RECOMMENDATIONS

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

The prior report included the following finding:

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

In our prior engagement report, for the 2017-2018 and 2018-2019 fiscal years, we found that the agency implemented corrective actions designed to sufficiently reduce the risk of paying overbillings or fraudulent billings submitted by In-Home Purchased Service Providers, Community Umbrella Agencies (CUAs), and service providers with which the agency directly contracts (Direct Providers). However, we cited the agency for not performing sufficient fiscal related monitoring of the two contracted fiduciaries to 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 provided.

During of our current engagement, we obtained evidence substantiating that, as of July 2019, the agency implemented fiscal-related monitoring policy and procedures designed to reduce the agency's risk of paying the two contracted fiduciaries overbillings or fraudulent billings.

The agency's fiscal-related monitoring policy required that the Performance Management and Accountability (PMA) Division conduct reviews of the two main fiduciaries that subcontract with providers for prevention services. PMA included a Provider Relations and Evaluation of Programs (PREP) Unit that reviewed eleven prevention programs subcontracted under one of the fiduciaries and five prevention programs subcontracted under the other fiduciary. Each review consisted of a ten percent sample of case files and a 100% employee file review for the provider of the program. After the reviews were completed, a Provider Evaluation Findings Summary was prepared, and an exit interview was held. If findings were issued, the provider was required to submit a plan of improvement.

To assess the sufficiency of these procedures, we reviewed several agency subcontractor reviews and the related supporting documentation and verified the agency obtained sufficient documentation to verify the invoiced number of units and operating costs.

Based on the procedures performed during our current engagement, we concluded the issuance of a repeat finding is not warranted.

PHILADELPHIA COUNTY CHILDREN AND YOUTH AGENCY
REPORT DISTRIBUTION LIST

This report was originally distributed to the following:

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Commonwealth of Pennsylvania

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Secretary
Department of Human Services

Mr. Laval Miller-Wilson
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Office of Children, Youth and Families
Department of Human Services

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Division of County Programs
Bureau of Budget and Fiscal Support
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City of Philadelphia

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