



# CITY OF PHILADELPHIA

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RASHEIA R. JOHNSON  
City Treasurer

May 25, 2018

The Honorable Darrell Clarke  
City Council President  
City Hall, Room 490  
Philadelphia, PA 19107

Dear Council President Clarke,

This letter is in response to questions raised at the May 17, 2018 hearing before the Committee of the Whole on the Fiscal Year 2019 proposed budget for the City Treasurer's Office. At this hearing, the following questions were asked:

**Councilman Domb:** What are the monthly disbursements of the City of Philadelphia?

Approximately \$665.3 million flows through the general disbursement account on a monthly basis.

**Councilman Domb:** What is the annual pension disbursement?

Approximately \$1.6 billion flows through the pension disbursement account annually.

**Councilman Domb:** What is the annual dollar amount for the Pension Payroll Deduction and Adjustment Account (PPDAA)?

Approximately \$81.6 million flows through the PPDAA annually.

**Councilman Domb:** Provide the timeline to reconcile all accounts and outline what systems are being put into place to reconcile accounts going forward.

Attached please find the preliminary schedule from the outside accounting firm for completing its work to resolve the reconciliation backlog for the Consolidated Cash account. The firm anticipates making preliminary recommendations and providing trend analysis in late September 2018, completing its work by the end of November and issuing a report in December 2018. The final report will include a detailed discussion of the results of the reconciliations, recommendations to address any unresolved discrepancies, suggestions for changes to internal controls and corrective action plans to ensure that the City doesn't fall behind on reconciliations in the future. While the firm is doing its work, the Treasurer's Office will have weekly meetings to get updates on its progress.

Reconciliations for the other accounts that had fallen behind are being completed by Treasurer's Office staff. The schedule for completion of those reconciliations is below.

<i>Account</i>	<i>Last Month Reconciled.</i>	<i>Projected Completion</i>
<i>Levy</i>	<i>Jun-14</i>	<i>Dec-18</i>
<i>General Disbursement</i>	<i>Jan-12</i>	<i>Dec-18</i>
<i>Employee Payroll-Wells Fargo Accts</i>	<i>Sep-10</i>	<i>Jun-18</i>
<i>Supplemental Payroll-Wells Fargo Accts</i>	<i>Sep-10</i>	<i>Jun-18</i>
<i>Pension Disbursement-BoA</i>	<i>Jul-14</i>	<i>Sep-18</i>
<i>Pension PDAA- BoA</i>	<i>Dec-15</i>	<i>Oct-18</i>

If you have any additional questions, please feel free to contact my office.

Thank you,



Rastrea Johnson