

1
2 COUNCIL OF THE CITY OF PHILADELPHIA
3 PUBLIC HEARING AND PUBLIC MEETING BEFORE THE
4 SELECT COMMITTEE ON
5 FISCAL STABILITY AND INTERGOVERNMENTAL COOPERATION
6

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8 Room 696, City Hall
9 Philadelphia, Pennsylvania
10 Thursday, 4/25/02
11 10:25 a.m.
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13 RES. 020059 - Providing for the approval by the
14 Council of the City of Philadelphia of a Revised
15 Five-Year Financial Plan for the City of
16 Philadelphia covering Fiscal Years 2003 through
17 2007, and incorporating proposed changes with
18 respect to Fiscal Year 2002, which is to be
19 submitted by the Mayor to the Pennsylvania
20 Intergovernmental Cooperation Authority pursuant to
21 the Intergovernmental Cooperation Agreement,
22 authorized by an ordinance of the Council approved
23 by the Mayor on January 3, 1992 (Bill No. 1563-A),
24 by and between the City and the Authority.
25

16 COUNCILMEMBERS PRESENT:

17 Anna C. Verna, Chair
18 Michael A. Nutter, Vice Chair
19 Jannie L. Blackwell
20 David Cohen
21 Frank DiCicco
22 Brian J. O'Neill
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1 4/25/02 FISCAL STABILITY - RESOLUTION 020059

2 COUNCIL PRESIDENT VERNA: Those on
3 Fiscal Stability are Councilman Nutter, Councilman
4 DiCicco, Councilwoman Blackwell, Councilman Cohen,
5 and Councilman O'Neill.

6 This is the continued public hearing on
7 the Select Committee on Fiscal Stability regarding
8 Bill No. 020059 -- oh, I'm sorry, it's a resolution.

9 Do we have any questions from members of
10 the committee?

11 Mr. Dubow?

12 MR. DUBOW: Yes.

13 COUNCIL PRESIDENT VERNA: Did you submit
14 amendments?

15 MR. DUBOW: Yes, we did. We submitted
16 amendments to reflect that the plan has been
17 changed, so the amendment really says that the plan
18 was amended on April 23, 2002.

19 The plan was amended to show basically
20 two things. One was the impact of the tax reduction
21 lowering our revenues by \$118 million over the life
22 of the plan and moving the loan repayment from PGW
23 from Fiscal Year '02 to Fiscal Year '07. We
24 compensated for those changes by changing the line
25 that's now called "Future Efficiencies" and

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2 increasing that by \$118 million over the life of the
3 plan.

4 COUNCIL PRESIDENT VERNA: Thank you.
5 Are there any questions from members of
6 the committee?

7 COUNCILMAN COHEN: May I ask that
8 Mr. Dubow repeat the testimony he just gave. I
9 thought I was catching it, but I missed the part
10 about the --

11 MR. DUBOW: Okay, we changed the plan to
12 reflect two changes on the revenue side. One was
13 the impact of Bill 92, so we reduce tax revenue over
14 the life of the plan by \$118 million.

15 COUNCILMAN COHEN: Yes, I got that part.

16 MR. DUBOW: And then the second part was
17 moving the loan repayment from PGW from Fiscal Year
18 '03 to Fiscal Year '07. On the other side to
19 compensate for that, we changed line that's now
20 called "Future Efficiencies" and increased that by
21 \$118 million over the life of the plan.

22 COUNCILMAN COHEN: Does anything in what
23 you last said refer to the \$18 million annual
24 payment that's been made up till now by PGW?

25 MR. DUBOW: No. The plan still assumes

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2 that that's received each year.

3 COUNCILMAN COHEN: Okay, thank you.

4 COUNCIL PRESIDENT VERNA: Thank you.

5 Are there any other questions from members of the
6 committee?

7 (No further questions.)

8 COUNCIL PRESIDENT VERNA: Seeing none,
9 this will conclude our public hearing.

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2 COUNCIL PRESIDENT VERNA: We will now go
3 into our public meeting, and the Chair recognizes
4 Councilman Nutter.

5 COUNCILMAN NUTTER: Madam Chair, I move
6 the adoption of the amendments to the resolution.

7 COUNCIL PRESIDENT VERNA: Do I hear a
8 second?

9 (Duly seconded.)

10 COUNCIL PRESIDENT VERNA: It has been
11 moved and seconded that the amendment be adopted.

12 All those in favor will signify by
13 saying aye.

14 Those opposed?

15 The ayes have it and the amendment has
16 been adopted.

17 The Chair recognizes Councilman Nutter.

18 COUNCILMAN NUTTER: Thank you, Madam
19 President -- Madam Chair, I'm sorry.

20 I move that Resolution No. 020059, as
21 amended, be reported out of this committee with a
22 favorable recommendation.

23 (Duly seconded.)

24 COUNCIL PRESIDENT VERNA: It has been
25 moved and seconded that resolution No. 020059, as

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2 amended, be reported out of committee with a
3 favorable recommendation

4 All in favor will say aye.

5 Those opposed?

6 The ayes have it and the motion carries.

7 This concludes our public meeting on the
8 Committee on Fiscal Stability. I would ask all
9 members to please join me in the anteroom so that we
10 could have our caucus immediately.

11 Thank you all very much.

12 (Proceedings end at 10:28
13 a.m.)

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RE: Resolution No. 020059

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Josephine Cardillo

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