

CITY AUDITOR'S REPORT

MONDAY, JUNE 27, 2011

2011 ADMISSION FEE/TAX

WE RECEIVED CHECKS IN THE AMOUNT OF \$10,305.55 FROM THE READING PHILLIES FOR MAY'S ADMISSION FEES/TAXES. THE SOVEREIGN CENTER & PERFORMING ARTS CENTER EVENT FEES TOTALLED \$5,412.04 FOR MAY SALES. EVENTS INCLUDED IN THESE RECEIPTS ARE FROM PERFORMANCES BY PROFESSIONAL BOXING, BARNEY, EXPRESS ARENA FOOTBALL, AND THE READING SYMPHONY ORCHESTRA, JUST TO NAME A FEW. ALSO THIS MONTH, WE RECEIVED \$3,342.85 FROM THE READING ROYALS HOCKEY CLUB FOR MAY'S SALES.

THE 2011 BUDGET LISTS \$480,000 AS EXPECTED REVENUE.

THE FOLLOWING CHARTS LIST ANNUALLY (2007-2011) THE ADMISSION FEES BY SPORT/VENUE:

ADMISSION FEE/TAX	2007	2008	2009	2010	MAY 2011
READING PHILS -1 ST ENERGY STADIUM	\$97,078.39	\$85,828.62	\$94,788.30	\$98,219.57	\$38,329.96
READING ROYALS - SOVEREIGN CENTER	\$91,274.98	\$100,129.25	\$55,054.89	\$61,494.30	\$32,064.89
OTHER- SOVEREIGN CENTER	\$213,868.85	\$236,337.38	\$232,589.23	\$252,268.74	\$38,274.75
PERFORMING ARTS CENTER	\$133,717.69	\$132,528.70	\$99,602.64	\$100,701.62	\$72,608.63
TOTAL REVENUE	\$535,939.91	\$554,823.95	\$482,035.06	\$512,684.23	\$181,278.23
BUDGETED REVENUE	\$600,000.00	\$550,000.00	\$600,000.00	\$450,000.00	\$480,000.00
OVER/UNDER BUDGET	-\$64,060.09	\$4,823.95	-\$117,964.94	\$62,684.23	

REAL ESTATE TRANSFER TAX – 1/1/2007 TO 5/31/2011

THIS IS AN UPDATE ON THE REAL ESTATE TRANSFER TAX RECEIPTS SINCE I LAST REPORTED IN MY MAY 23, 2011 REPORT. THIS TAX WAS 1% ('02), 1.5% ('03), 2% ('04-'05), AND 3.5% FOR ('06-'11).

THE FOLLOWING CHART ILLUSTRATES ACTUAL DATA FROM 01/2007 - 05/2011. IN MAY 2011 THERE WERE 168 REAL ESTATE TRANSFER TRANSACTIONS, OF WHICH 116 WERE TAXABLE TRANSACTIONS. THE CITY'S PROCEEDS IN MAY TOTALLED \$174,829.49. THE 2011 BUDGET PROJECTS REVENUE FROM THIS SOURCE AS \$2,750,000.

	2011	2010	2009	2008	2007
January	90,044.35	159,017.30	148,961.51	652,118.37	571,588.55
February	135,391.03	106,687.67	142,169.66	228,471.03	490,135.40
March	214,724.17	229,645.70	185,351.64	249,460.68	436,044.99
April	156,823.78	393,268.60	258,946.66	546,640.28	535,330.62
May	174,829.49	384,978.30	242,328.73	392,206.10	855,745.40
June	??????????	349,449.25	204,198.52	352,496.09	641,669.28
July	??????????	222,286.60	182,852.57	267,767.04	663,865.08
August	??????????	185,037.44	189,488.42	371,358.83	808,641.08
September	??????????	128,921.23	301,455.52	279,643.32	399,709.39
October	??????????	204,050.03	273,838.88	236,179.13	484,759.56
November	??????????	240,401.03	214,016.65	268,455.35	539,733.18
December	??????????	209,455.28	232,908.94	158,499.81	288,401.49
JAN-MAY	771,812.82	1,273,597.57	977,758.20	2,068,896.46	2,888,844.96
Entire Year	??????????	2,813,198.43	2,576,517.70	4,003,296.03	6,715,624.02
Budget	2,750,000.00	2,500,000.00	5,000,000.00	7,215,868.00	7,215,868.00
Over Budget	??????????	313,198.43	<2,423,482.30>	<3,212,571.97>	<500,243.98>

THE FOLLOWING CHARTS LISTS THE TOTAL NUMBER OF MONTHLY REAL ESTATE TRANSFER TRANSACTION MINUS NON-TAXABLE TRANSACTIONS TO ARRIVE AT TAXABLE TRANSACTIONS. FOR EXAMPLE, IN JANUARY 2011 THERE WERE 101 TRANSACTIONS MINUS 44 NON-TAXABLE TRANSACTIONS, WHICH LEAVES 57 TAXABLE TRANSACTIONS.

		2010	2009	2008	2007
J	101-44=57	145-54=91	123-55=68	213-67=146	318-59=259
F	126-49=77	103-37=66	137-44=93	190-51=139	242-50=192
M	144-43=101	212-67=145	167-47=120	174-47=127	285-56=229
A	121-31=90	193-59=134	163-54=109	282-62=220	340-68=272
M	168-52=116	208-73=135	169-40=129	225-46=179	282-50=232
J		185-51=134	171-60=111	213-56=157	307-52=255
J		149-44=105	161-62=99	201-48=153	273-70=203
A		161-55=106	141-48=93	195-53=142	277-62=215
S		114-31=83	137-39=98	183-50=133	247-45=202
O		201-72=129	219-67=152	184-64=120	268-46=222
N		120-33=87	175-65=110	156-55=101	211-45=166
D		153-45=108	163-44=119	134-39=95	213-51=162
T		1944-621=1323	1926-625=1301	2350-638=1712	3263-654=2609

2010 CITY AUDIT UPDATE

THE 2010 CITYWIDE AUDIT, BY HERBEIN & COMPANY, **WILL NOT** BE COMPLETED BY JUNE 30, 2011. THIS IS DUE TO SEVERAL FACTORS INCLUDING RECORDKEEPING ISSUES, RECONCILIATION DELAYS, PERSONNEL TURNOVER IN THE FINANCE DEPARTMENT, AND AUDIT REPORT INFORMATION STILL NEEDED FROM THE READING AREA WATER AUTHORITY (RAWA) AND THE READING REDEVELOPMENT AUTHORITY (RAA).

AS THESE SITUATIONS ARE RESOLVED, WE WILL THEN INFORM ALL CONCERNED PARTIES OF THE REVISED TIMELINES FOR THE RELEASE OF THE AUDIT.

2011 COMMUNITY DEVELOPMENT CHECKS AUDIT

I HAVE PREPARED AND INCLUDED, AS A SEPARATE REPORT, AN AUDIT OF THE "NEW" COMMUNITY DEVELOPMENT CHECKS SYSTEM FROM THE PERIOD OF MARCH-MAY 2011.

THERE WERE A TOTAL OF NINETY-EIGHT (98) CHECKS ISSUED DURING THE EXISTANCE OF THE "NEW" SYSTEM WITH A TOTAL DOLLAR AMOUNT OF \$2,332,138.94.

THE ADMINISTRATION HAS RETURNED TO THE "OLD" SYSTEM FOR PROCESSING INVOICES/CHECKS SINCE MID MAY, 2011 IN CONFORMITY WITH OUR CITY CHARTER, ADMINISTRATIVE CODE AND A CHARTER BOARD ADVISORY OPINION.