

CITY OF READING, PENNSYLVANIA

OFFICE OF THE CITY AUDITOR
ROOM 2-36
815 WASHINGTON STREET
READING, PA 19601-3690
(610) 655-6123

MARIA M. RODRIGUEZ
CITY AUDITOR

CITY AUDITOR'S REPORT Monday, November 28, 2022

Admission Fee Tax Revenue— Update as of October 31, 2022

The majority of the revenue collected for the Admission Fee Tax comes from the Reading Royals, the Reading Phils and other events/concerts held at the Santander Arena and the Performing Arts Center. In 2022, the Administration budgeted \$200,000 for this revenue line item. And as of October 31, 2022, \$670,887.08 in revenue has already been collected, exceeding its budget target by \$470,887.08.

The table below illustrates 2022 YTD revenue collected for Admission Fees Tax:

Month	Reading Phils	Reading Royals	Santander Arena-Other	Performing Art Center	Reading Symphony	Varsity Spirit LLC	YTD Amount Recorded
January	2,686.19	8,618.11	5,013.05	4,687.02			21,004.37
February	2,797.68	9,277.90	44,010.19	25,533.63			81,619.40
March	4,312.12	18,087.90	54,424.75	23,490.73		3,133.98	103,449.48
April	6,919.24	9,876.94	77,475.84	23,792.76			118,064.78
May	7,355.98	7,606.55	34,515.52	10,421.32			59,899.37
June	8,941.65	-	-	4,856.09			13,797.74
July	6,355.72	-	25,022.62	10,493.65			41,871.99
August	8,226.27	-	80,327.16	10,380.14	6,978.98		105,912.55
September	33,089.40	-		3,181.74			36,271.14
October		2,460.44	71,738.56	14,797.26			88,996.26
Total	80,684.25	55,927.84	392,527.69	131,634.34	6,978.98	3,133.98	670,887.08



Earned Income Tax (EIT) / Earned Income Tax Prior Year – Update as of 10/31/2022

The City’s General Fund has recorded a combined total of about \$19.7 million in revenue for EIT and EIT Prior Year as of October 31, 2022. EIT Prior Year revenue, which was approximately \$5.7 million as of October 31, 2021, has already recorded over \$6.6 million as of October 31, 2022 and has exceeded its 2022 budget target by approximately \$1.1 million as of this date. And even though the combined budget for these two revenue line items was \$770,000 higher for 2022 than it was for 2021, \$922,585.67 more in EIT Prior Year revenue has been recorded as of October 31, 2022 than was recorded as of the same time in 2021.

Earned Income Tax Revenue - Comparison between YTD 10/31/21 and YTD 10/31/22:

	2022 Budget	YTD 10/31/2022	Variance	2021 Budget	YTD 10/31/2021	Variance
Earned Income	15,512,120.00	13,073,075.12	(2,439,044.88)	15,512,120.00	11,059,526.83	(4,452,593.17)
EIT Prior	5,500,000.00	6,624,363.53	1,124,363.53	4,730,000.00	5,701,777.86	971,777.86
TOTAL	21,012,120.00	19,697,438.65	(1,314,681.35)	20,242,120.00	16,761,304.69	(3,480,815.31)

Liquid Fuels – 2022 Allocation

- On November 21, 2022, \$2,077,422.85 was received from the Commonwealth of PA for the annual allocation to the Liquid Fuels account. According to the 2023 proposed budget, the Administration is estimating that \$2,100,304 will be received from the State.