



# CITY OF READING, PENNSYLVANIA

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## CITY AUDITOR'S REPORT Monday, August 10, 2020

### 2020 CABLE FRANCHISE FEES – UPDATE AS OF 6/30/2020

For the current fiscal year, the City budgeted \$875,000.00 in revenue for the Cable Franchise Fees line item and for the first two quarters, the City collected \$414,260.20. Although the revenue collected as of June 30, of the current year is slightly less than the amount received for the same period of time last year. If this revenue continues this trend for the last two quarters of this year, it will not have a huge negative impact this year.

### REVENUE RECEIVED FROM COMCAST CABLE FRANCHISE FEES

	2020	2019	2018	2017	2016
1ST QUARTER	207,751.86	209,042.39	212,684.39	229,932.97	220,552.22
2ND QUARTER	206,508.34	210,579.70	214,578.59	236,184.17	225,348.66
3RD QUARTER		199,517.55	208,734.78	224,527.59	213,597.58
4TH QUARTER		204,481.07	214,925.66	223,161.86	222,328.15
Revenue- 6/30	414,260.20	419,622.09	427,262.98	466,117.14	445,900.88
TOTAL REVENUE		823,620.71	850,923.42	913,806.59	881,826.61
Total Budgeted	875,000.00	875,000.00	930,000.00	875,000.00	825,000.00
OVER/UNDER BUDGET		-51,379.29	-79,076.58	38,806.59	56,826.61



## UNEMPLOYMENT COMPENSATION-UPDATE 6/30/2020

For the current fiscal year, the City allocated \$71,600.00 to cover the expense of unemployment compensation. For the first & second quarters of this year, the City has spent \$60,931.73 or 85% of total amount budgeted. For most part, the City is going to exceed the total amount allocated for this line item this year.

### **THE FOLLOWING CHART ILLUSTRATES THE UNEMPLOYMENT COSTS OF THE CITY FOR THE LAST 9 YEARS**

YEAR	BUDGET	YEARLY EXPENSE	VARIANCE
2011	475,000.00	227,164.19	247,835.81
2012	275,000.00	133,050.01	141,949.99
2013	150,000.00	37,836.85	112,163.15
2014	100,000.00	55,150.86	44,849.14
2015	100,000.00	75,408.74	24,591.26
2016	100,000.00	116,761.38	<b>(16,761.38)</b>
2017	100,000.00	81,852.56	18,147.44
2018	100,000.00	43,271.49	56,728.51
2019	71,600.00	25,152.40	46,447.60
<b>2020-2<sup>nd</sup> Qtr.</b>	<b>71,600.00</b>	<b>60,931.73</b>	

## USER FEES REVENUE AS OF 6/30/2020

For the current fiscal year, the City budgeted \$3,138,000.00 for User Fees which is the revenue collected for EMS service that the City provides. Although the City has collected \$2,363,680.15 through June 30, \$1,408,717.14 of that amount has been accrued by Finance/Accounting to last year. As it was discussed at previous meetings, the City expected to receive a large amount of 2019 revenue in 2020 and it explains the large revenue collected as of June 30, 2020.

Due to the accrual, as of June 30, 2020, the City collected a total of \$954,863.01 for User Fees.

The chart below explains the revenue collected as of June 30, 2020.

	YTD 6/30/2020	2019	2018	2017	2016
<b>USER FEES-EMS</b>	954,863.01	3,333,157.10	2,808,204.15	2,912,755.52	2,977,680.38
<b>BUDGET</b>	3,138,000.00	3,095,000.00	2,900,000.00	2,900,000.00	2,900,000.00
<b>OVER/UNDER BUDGET</b>	<b>(2,183,136.99)</b>	<b>238,157.10</b>	<b>(91,795.85)</b>	<b>12,755.52</b>	<b>77,680.38</b>