



CITY OF READING, PENNSYLVANIA

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CITY AUDITOR'S REPORT Monday, June 22, 2020

Per Capita Tax and Per Capita Tax Prior - Update

As of May 31st, 2020, no revenue has been received for Per Capita Tax. We must take into consideration that Per Capita Tax are not mailed until July 1st of each fiscal year. Due to this reason, it is a matter of time for the City to start collecting this revenue. In 2020, \$275,000.00 was budgeted for this line item which is the same amount that was budgeted in 2019, and last year the City ended with a total revenue collected of \$233,738.86 or 85% of total amount budgeted.

For Per Capita Tax Prior, \$60,000.00 has been budgeted for this fiscal year and as of May 31, 2020, the City has already exceeded the budget target by \$39,462.90. For the fiscal year of 2019, the City budgeted \$30,000.00 for this line item and it ended with a positive variance of \$243,192.77.

The following chart illustrates budget to actual comparison and revenue results at the end of 2019

	2020	YTD	YTD	2019	YTD	YTD	YTD	YTD
	Budget	5/31/2020	Variance	Budgeted	5/31/2019	Variance	12/31/2019	Variance
Per Capital Tax	275,000.00	-	(275,000.00)	275,000.00	125.89	(274,874.11)	233,738.86	(41,261.14)
Per Capital Tax Prior	60,000.00	99,462.90	39,462.90	30,000.00	112,754.02	82,754.02	273,192.77	243,192.77



Business Privilege Tax and Business Privilege Tax Prior – Update

For the current fiscal year, the City budgeted \$1,877,750.00 for Business Privilege Tax and as of 5/31/2020, the City Has collected \$907,813.26, and for the same period of time in 2019, the City collected \$1,429,862.94 or \$522,049.68 More than this year. The decrease of revenue for this line item during first five months of this year could be due to the effect of the COVID-19 or a delay on payments from the business owners.

For Business Privilege Tax Prior the revenue received as of May 31, 2020 is \$29,775.72 which is also less by \$11,871.39 compared to the amount received in 2019 for the same period of time.

I will continue monitoring the revenue for this line items and updated information will be provided at future meetings

The following chart explains revenue YTD comparison 2020 vs 2019

	2020	YTD	YTD	2019	YTD	YTD	YTD	YTD
	Budget	5/31/2020	Variance	Budget	5/31/2019	Variance	12/31/2019	Variance
Business Privilege Tax	1,877,750.00	907,813.26	(969,936.74)	1,850,000.00	1,429,862.94	(420,137.06)	1,732,317.83	(117,682.17)
Bus Privilege Tax Prior	213,150.00	29,775.72	(183,374.28)	210,000.00	41,647.11	(168,352.89)	100,805.29	(109,194.71)