

City of Milwaukee

Outstanding Receivables Report



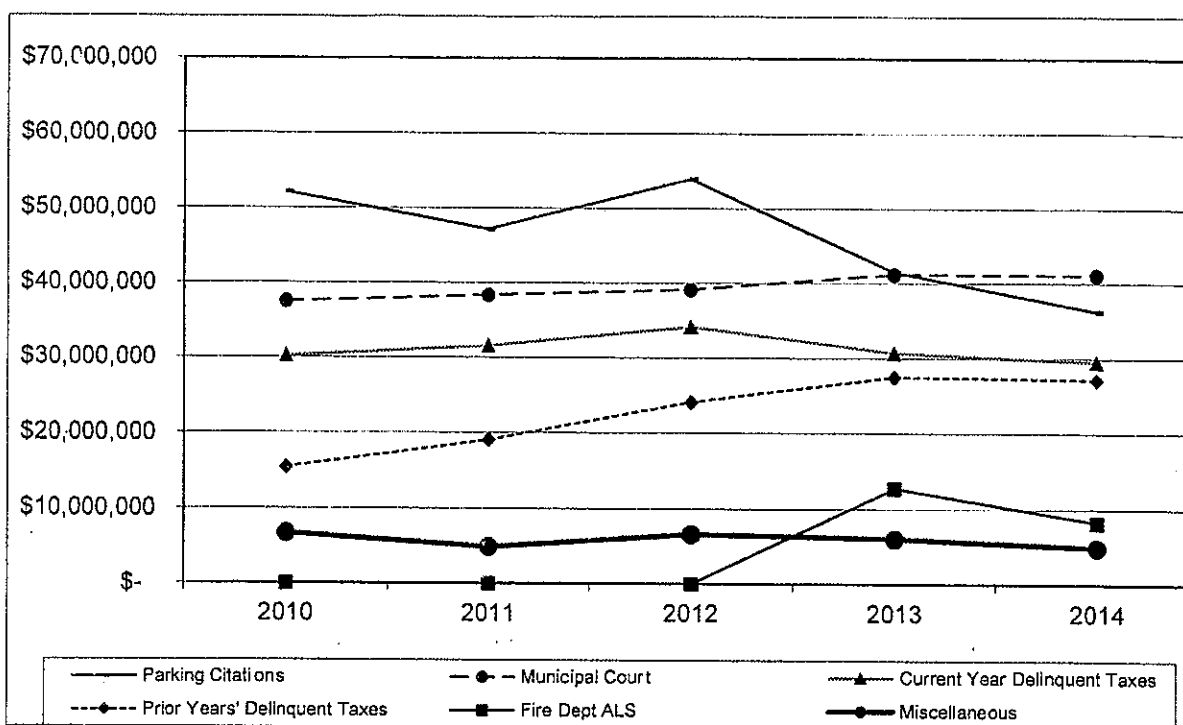
**Martin Matson
Comptroller**

June 2015

Introduction

The Comptroller's 2015 Report on Outstanding Receivables as of December 31, 2014, (unaudited) is being issued as required by Ordinance 304-1-5. The report provides summary information on City outstanding receivables including Delinquent Taxes, Parking Fund Citations, Municipal Court Judgments, Miscellaneous Accounts Receivable, and the Fire Department Advanced Life Support (ALS) Billings.

Outstanding Receivables at Year End 2010 – 2014



	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Parking Citations	\$ 52,158,000	\$ 47,150,000	\$ 53,965,000	\$ 41,537,000	\$ 36,252,000
Municipal Court	37,479,000	38,319,000	39,101,000	41,186,000	41,131,000
Current Year Delinquent Taxes	30,237,000	31,590,000	34,146,000	30,717,000	29,548,000
Prior Years' Delinquent Taxes	15,465,000	19,080,000	24,081,000	27,489,000	27,156,000
Fire Department ALS Billings	-	-	-	12,766,000	8,267,000
Miscellaneous	6,734,000	4,878,000	6,622,000	6,058,000	4,909,000
TOTAL	\$ 142,073,000	\$ 141,017,000	\$ 157,915,000	\$ 159,753,000	\$ 147,263,000

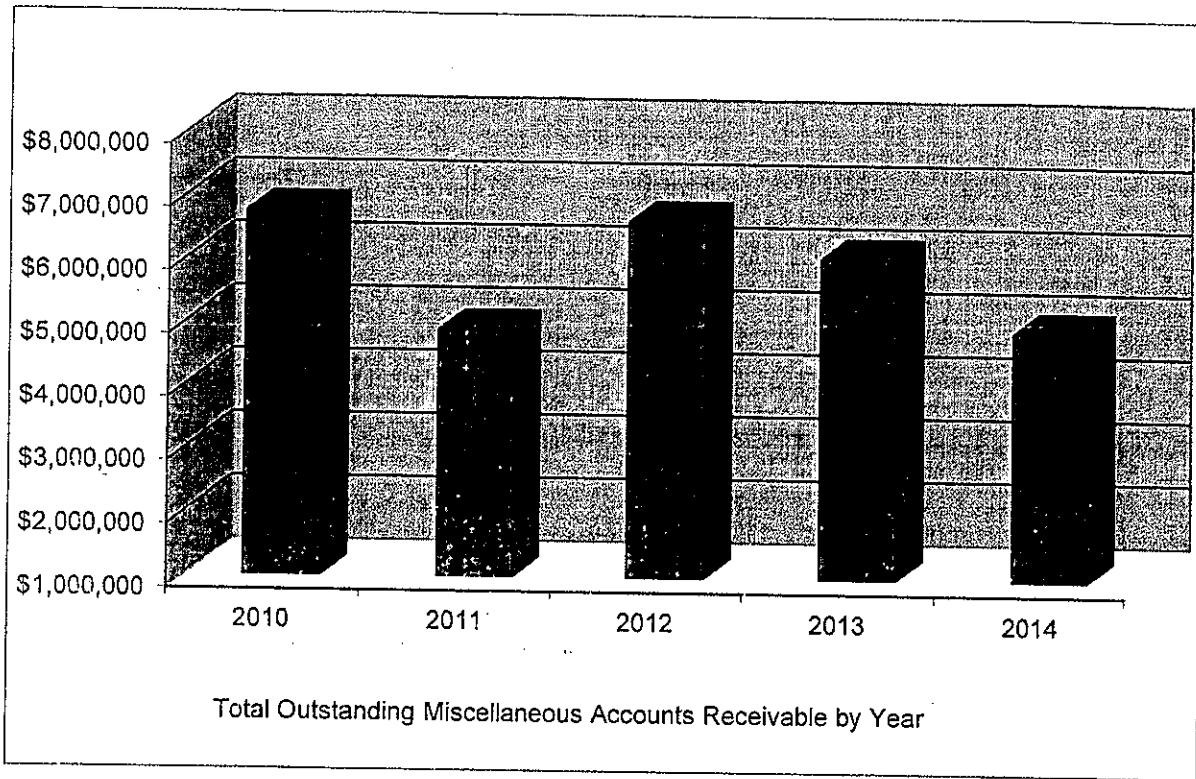
Outstanding receivables, by category from 2010 through 2014, are shown in the chart and table above. Total 2014 receivables decreased \$12.5 million compared to 2013. Moreover, the 2014 balances in all categories reported decreased compared to prior year.

Prior year's delinquent taxes receivable experienced the largest increase over the five year period, increasing from \$15.5 million in 2010 to \$27.2 million in 2014. However, this category decreased \$333,000 in 2014 from the prior year. Current year delinquent taxes receivable decreased from \$30.2 million to \$29.5 million during this time period.

Municipal Court receivables increased from \$37.5 million in 2010 to \$41.1 million in 2014 but decreased \$55,000 from 2013.

Parking citations decreased from \$52.2 million in 2010 to \$36.3 million in 2014, a \$15.9 million drop. Outstanding 2014 parking citations, decreased \$5.3 million compared to 2013.

Outstanding Miscellaneous Accounts Receivable



	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
City Clerk	\$ 1,000	\$ 1,000	\$ 28,000	\$ 66,000	\$ 28,000
City Attorney	83,000	-	-	137,000	48,000
City Development	297,000	297,000	297,000	29,000	30,000
Comptroller	222,000	255,000	268,000	311,000	270,000
Employee Relations	1,269,000	443,000	1,835,000	565,000	261,000
Dept of Administration	22,000	23,000	23,000	218,000	159,000
Fire Department	60,000	48,000	112,000	73,000	196,000
Health Department	101,000	89,000	60,000	45,000	53,000
Police Department *	1,640,000	1,641,000	1,641,000	1,641,000	1,641,000
Port of Milwaukee	957,000	929,000	838,000	800,000	709,000
Public Works	2,066,000	1,152,000	1,508,000	2,166,000	1,498,000
Treasurer	16,000	-	12,000	7,000	16,000
TOTAL	\$ 6,734,000	\$ 4,878,000	\$ 6,622,000	\$ 6,058,000	\$ 4,909,000

* \$1.636 million of the Police Department receivable was written off through Council resolution #141792 adopted 3-31-15.

The above chart and table show the change in outstanding miscellaneous accounts receivable by year for various City departments. Miscellaneous accounts receivable includes a variety of billings, such as damages to City property, leasing of City property, and employee health care costs to non-City agencies such as the Wisconsin Center District. In total, the year-end balance for outstanding miscellaneous receivables decreased \$1.8 million, or 27%, from 2010 to 2014.

OPEN CITATIONS AS OF 3/1/2016

Year	Out of State				Wisconsin			
	No RO		With RO		No RO		With RO	
	Dollars	Count	Dollars	Count	Dollars	Count	Dollars	Count
Prior to 2011	\$247,639	4,763	\$325,058	6,915	\$2,581,461	49,654	\$2,150,407	42,755
2011	\$221,962	4,338	\$293,593	6,603	\$2,288,936	44,256	\$1,811,140	36,642
2012	\$179,844	3,490	\$269,264	6,201	\$1,688,718	32,796	\$1,908,558	38,663
2013	\$168,588	3,283	\$310,404	7,027	\$1,582,737	30,512	\$2,838,967	57,444
2014	\$142,868	2,810	\$358,712	7,833	\$1,301,501	25,286	\$3,663,601	74,078
2015	\$166,527	3,174	\$397,113	8,406	\$1,479,557	28,151	\$5,663,658	110,702
2016	\$52,942	1,893	\$69,175	2,182	\$365,770	12,665	\$1,233,881	39,291
TOTALS >>	\$1,180,370	23,751	\$2,023,319	45,167	\$11,288,680	223,320	\$19,270,212	399,575
	OUT OF STATE >>	\$3,203,689	OPEN >>	\$33,762,581	WISCONSIN >>	\$30,558,892		622,895
					691,813			

Reasonably Collectable \$16,123,376 342,645

City-paid Collection Fee Summary - Percent of Debt Collected		Type of Collection			
February 8, 2016	Processing Fee Per Citation	Primary	Secondary	LITIGATED ⁽²⁾	TRIP ⁽²⁾
Fire Department (Intermedix and Harris & Harris) ⁽¹⁾	None	13.00%	18.00%	N/A	18.00%
Municipal Court (Duncan and Harris & Harris) ⁽¹⁾	\$2.12 - \$2.17	14.95%	14.95%	21.95%	4.90%
Parking Fund (Duncan Solutions) ⁽¹⁾	\$2.12 - \$2.17	None	27.00%	N/A	20.00%
Treasurer and Other (Kohn Law) ⁽¹⁾					
Property Tax					
<\$10,000	None	9.50%	9.50%	17.00%	N/A
>\$10,000	None	6.50%	6.50%	13.00%	N/A
Other					
<\$10,000	None	14.00%	14.00%	24.00%	5.00%
>\$10,000	None	9.00%	9.00%	14.00%	5.00%
(1) Collection Agency		(2) Costs Borne by Collection Agency			