

MAJOR REVENUE SOURCES

Alcohol Gallonage Tax - Income generated from a state-imposed tax on every gallon of alcoholic beverages sold.

Auto Excise Tax - Income derived, in lieu of personal property tax, on all motor vehicles, except those that fall under the commercial vehicle excise tax classification.

Cable TV Franchise Fees - The City receives a percentage, currently 5%, of either the gross annual subscriber receipts of the franchisee's gross annual receipts, whichever is greater.

Commercial Vehicle Excise Tax – Revenue based on the weight of the vehicle and is paid at the time of registration. The base for this tax is commercial vehicles such as tractors and trailers that were subject to the property tax.

County Option Income Tax - Revenue generated from the income of those persons working within Allen County. This tax is at a level of .6% effective July 1, 1994.

Economic Development Income Tax - The base for this tax is the same as the County Option Income Tax, individual Indiana taxable income in Allen County. This tax is at a level of .4% effective July 1, 1998.

Financial Institutions Tax - This tax is based upon a combination of the net income and the personal property of financial institutions.

Fuel Tax - Taxes generated from the sale of gasoline and other fuels.

General Tobacco Tax - Revenue received from the taxation of all cigarettes sold, used, consumed, handled or distributed with the state.

Interest Income - Revenue earned as the City invests its idle funds in various investment vehicles.

Liquor Excise Tax - Income generated from the sale and renewal of liquor licenses.

Property Tax - The largest source of City revenues. This tax results from the tax rate applied against the assessed value of the property.

Solid Waste Collection Fees - Revenues received from residential households for the collection of solid waste, yard waste, and recyclables.

Other sources of revenue include, but are not limited to: animal control licenses, payments in lieu of taxes, ordinance violations, rental property, zoning fees, engineering and technical service fees, grants and other contributions.

TAXES BASED ON INCOME

In March of 1989, the Common Council of the City of Fort Wayne enacted the County Option Income Tax (COIT), one of three local option income taxes available to counties under State statutes in Indiana, as part of a tax reform package. Also, available to counties under Indiana law is the County Adjusted Gross Income Tax (CAGIT) and the County Economic Development Income Tax (CEDIT). The Common Council controlled enactment of the tax at that time based on the fact that the City comprised 58.5% of the population of Allen County, even though the Allen County COIT Council actually enacts the tax.

The tax reform effort involved two primary strategies. One, it is appropriate to tax those citizens who live outside the City but use City services such as roads and streets, fire protection, and police protection while they work in Fort Wayne. To a modest extent, COIT accomplishes that. Two, adding a different tax base into the picture, income as opposed to property, broadens and distributes the total tax burden in a fairer manner. COIT accomplishes that as well.

The tax reform package also included an increase in the Homestead Property Tax Credit from 4% to 12% by 1992 and a flat property tax rate through 1992. The COIT tax began on July 1, 1989 at a rate of .2% on Indiana adjusted gross income. Because of fluctuations in the base upon which COIT is computed, revenue could vary more from year to year than does property tax revenue.

COIT increased to .3% on July 1, 1990, where it remained frozen until July 1, 1992. In March of 1992, the Common Council removed a self-imposed freeze on the COIT tax and allowed it to go to .4% effective July 1, 1992. The Common Council increased COIT to .5% effective July 1, 1993 and to .6% effective July 1, 1994. The City receives revenues from the State of Indiana on a delayed basis.

In March of 1993, the Common Council enacted the Economic Development Income Tax (CEDIT) for Allen County at a level of .2% effective July 1, 1993. Use of these funds is restricted to projects related to economic development, infrastructure improvements, Parks and Safety capital expenditures or payment on bonds to fund any of these types of projects. In March of 1998, Common Council voted to increase the rate to .4% effective July 1, 1998.

The COIT and CEDIT revenue history for the City of Fort Wayne is as follows:

<u>Year</u>	<u>COIT Received</u>	<u>CEDIT Received</u>
1992	\$ 3,880,872	\$ -
1993	5,108,703	-
1994	6,948,785	4,364,927
1995	8,707,401	5,015,992
1996	9,183,664	6,200,011
1997	8,592,454	6,992,700
1998	9,871,928	7,272,282
1999	10,303,279	15,947,191
2000	11,263,966	17,668,570
2001	12,924,441	19,894,809
2001 Windfall*	4,624,444	5,267,845
2002	14,535,078	22,036,574
2003	10,703,146	16,622,168
2004	10,478,580	15,830,142
2005	9,781,044	16,206,853
2006	11,929,263	18,559,384
2007 Estimated	11,555,907	18,930,885
2008 Estimated	12,639,463	21,328,387

***Through a miscalculation by the Indiana Department of Revenue, a special distribution of County Option Income Tax and/or Economic Development Income Tax dollars was made to the City of Fort Wayne in March of 2001**

2008 BUDGET PROCESS
Budget Miscellaneous Revenues for years 2003-2008
BY REVENUE TYPE

	2003 DLGF Approved Budget	2004 DLGF Approved Budget	2005 DLGF Approved Budget	2006 DLGF Approved Budget	2007 DLGF Approved Budget	2008 Submitted
Taxes						
Fin. Inst. Tax	757,332	807,573	798,591	773,550	758,196	771,222
Auto/Aircraft Excise	4,739,188	5,190,875	5,466,966	5,466,967	5,607,765	7,089,309
CVET	531,746	531,746	583,365	615,562	615,564	646,339
Wheel Tax	-	-	-	285,500	268,780	342,350
Surtax	1,770,681	1,770,681	1,853,777	1,644,800	1,626,134	1,963,419
Taxes Total	7,798,947	8,300,875	8,702,699	8,786,379	8,876,439	10,812,639
Licenses & Permits						
Cable Franchise Fees	1,940,000	1,860,000	1,674,000	1,910,692	1,910,692	1,991,180
Misc. Fees	41,350	41,800	37,560	50,690	53,540	43,460
Misc. Licenses	4,600	7,390	8,555	10,425	9,550	11,790
Zoning Fees	54,800	81,620	106,600	78,700	86,900	55,000
Misc. Permits	53,495	36,203	38,195	113,395	32,739	73,405
Pet Permits	67,615	80,575	86,400	95,660	102,265	101,250
Building Permits	120,000	132,000	150,800	220,000	194,000	147,768
Right of Way Permits	275,000	330,000	303,500	373,000	324,000	316,000
Tax Abatement Filing Fee	26,400	33,000	30,000	-	27,500	24,000
Licenses & Permits Total	2,583,260	2,602,588	2,435,610	2,852,562	2,741,186	2,763,853
Intergovernmental Revenue						
State Law Enf. Training Grant	33,151	33,151	33,151	33,151	27,828	36,000
HUD Federal Grants	58,000	137,390	46,300	92,360	90,000	82,500
Police Grants	154,076	130,352	-	94,316	190,072	-
EEOC Federal Grants	478,704	347,450	285,050	151,300	151,300	485,000
State Fuel Tax	8,571,730	8,007,531	8,026,231	8,859,654	11,784,001	10,045,284
Cigarette Tax - State	1,036,741	997,776	1,051,718	976,753	1,005,652	1,117,885
Alcohol Beverage	381,274	401,168	447,587	443,176	436,457	485,167
Cigarette Tax - Pensions	8,603,500	9,366,650	10,016,300	9,715,400	8,782,000	9,227,000
Liquor Excise Tax	196,586	356,868	247,628	106,541	101,339	101,339
Gaming Tax	-	1,400,000	1,640,328	1,390,328	1,415,742	1,576,985
PILT-FWHA	-	6,600	6,000	6,000	6,000	-
PILT-Utilities	2,516,782	2,567,118	2,470,840	2,880,532	3,444,645	3,444,646
PILT-Parking Fund	-	-	-	100,000	-	-
Grant Revenue-Foundation	65,694	-	-	-	5,000	4,992
Other Federal Grant Funds	325,000	70,000	-	-	77,500	-
Intergovernmental Revenue Total	22,421,238	23,822,054	24,271,133	24,849,511	27,517,536	26,606,798
Charges for Services						
911 Fee	400,000	381,996	362,360	745,680	745,680	745,680
EMS Fees	-	-	-	345,600	-	-
Sale of Publication and Scrap	9,200	17,637	20,068	21,033	25,000	24,155
Sale of Specs, Maps, Reports and Copies	131,012	93,951	502,463	120,702	144,549	156,108
School Resource Officers	-	-	-	108,000	111,000	116,000
Signal Maintenance	81,524	103,169	118,900	90,839	108,573	85,338
Engineering and Other Services	867,000	860,950	3,335,711	447,786	382,545	412,330
Fire Protection Contracts	9,641	-	-	10,433	10,433	11,069
False Alarm Registrations	5,000	5,500	6,400	6,400	5,800	7,700
Fire Alarm Monitoring	-	-	-	13,320	14,980	14,980
Water Cut Restorations	-	-	-	-	400,000	350,000
Parking Meter Collections	198,400	198,400	169,200	170,900	176,875	182,950
City Scales Receipts	9,600	9,000	9,000	9,000	9,000	4,800
Animal Control Fees	236,524	260,367	239,399	235,656	250,449	251,118

2008 BUDGET PROCESS**Budget Miscellaneous Revenues for years 2003-2008****BY REVENUE TYPE**

	2003 DLGF Approved Budget	2004 DLGF Approved Budget	2005 DLGF Approved Budget	2006 DLGF Approved Budget	2007 DLGF Approved Budget	2008 Submitted
Classes and Workshops	5,000	5,000	5,000	5,000	-	-
Weed Cutting	84,500	92,950	93,000	122,000	122,000	153,000
Barrett Law Reimbursements	104,490	-	80,569	85,953	95,000	100,000
Legal Service Fees	19,500	22,550	20,500	20,500	22,500	22,500
Audit Fees	-	2,255	4,500	3,145	5,000	-
Park User Fees	1,746,250	1,857,200	2,024,450	1,934,950	1,699,850	1,754,000
Solid Waste Collection Fees	6,426,864	6,498,564	8,145,432	10,062,000	9,089,502	10,994,616
Insurance Revenue	113,500	113,390	141,750	150,775	147,236	182,000
Tech Service Fees	640,000	758,560	542,930	705,315	626,000	616,200
Services-Utilities	1,938,000	1,838,000	1,738,100	1,983,250	2,137,896	2,137,890
Sale of Office Services	182,850	157,300	158,400	136,800	136,800	136,800
Misc. Charges for Services	82,000	72,050	66,100	91,900	32,000	35,600
Charges for Services Total	13,290,855	13,348,789	17,784,232	17,626,937	16,498,668	18,494,834
Fines & Forfeitures						
Deferral Program fees	105,000	115,500	75,460	114,000	140,000	156,000
Parking Meter Fines	322,000	381,700	346,000	582,000	535,000	505,000
Misc. Violations	445,631	454,847	305,892	407,150	379,500	452,250
Court Settlements	100,815	113,114	113,114	113,114	100,000	100,000
Fines & Forfeitures Total	973,446	1,065,161	840,466	1,216,264	1,154,500	1,213,250
Miscellaneous Revenue						
Sale of Materials	37,867	-	-	-	-	-
Unclaimed Property Auction	50,400	47,740	50,000	63,500	55,600	37,200
Parking Garage Leases	725,000	-	-	-	-	-
Refunds and Overpayments	11,556	3,259	3,599	3,259	61,300	3,000
Interest	733,053	435,326	288,894	395,010	799,000	1,004,000
Rental income	150,708	158,090	194,259	196,259	1,596,716	1,559,016
Imp. Damage - Private Source	8,000	8,000	8,000	8,000	10,000	12,000
Pension Contributions	152,000	134,029	108,154	57,168	28,150	5,866
Contributions & Donations	136,000	-	3,000	136,000	90,000	80,000
CEDIT Reimbursements	162,400	25,300	689,894	300,000	300,000	-
Vehicle Milage Reimbursement	4,400	4,862	-	-	-	-
Miscellaneous Revenue	4,447	59,454	88,634	111,895	102,615	90,780
Miscellaneous Revenue Total	2,175,831	876,060	1,434,434	1,271,091	3,043,381	2,791,862
Other Financing Sources						
Sale of Land	300,000	300,000	-	-	-	-
Capital Transfers - other funds	4,748,824	4,936,291	3,584,282	3,283,000	3,426,000	4,362,040
Other Financing Sources Total	5,048,824	5,236,291	3,584,282	3,283,000	3,426,000	4,362,040
Sub Total Miscellaneous Revenues	54,292,401	55,251,818	59,052,856	59,885,744	63,257,710	67,045,276
COIT	11,156,478	10,738,709	9,781,044	12,289,112	11,555,907	12,639,463
CEDIT	16,622,168	15,830,142	16,206,853	18,559,384	18,930,885	21,328,387
Sub Total Income Tax	27,778,646	26,568,851	25,987,897	30,848,496	30,486,792	33,967,850
TOTAL	82,071,047	81,820,669	85,040,753	90,734,240	93,744,502	101,013,126