



Office of the Tax Commissioner 2012 Business Plan

**Richard Steele
Tax Commissioner**

- ❖ **Elected Constitutional Officer**
- ❖ **Bills and collects property taxes, fees**
- ❖ **Bills and collects motor vehicle taxes, fees**
- ❖ **Tag agent for the state**
- ❖ **Services provided generate revenue and/or are mandated by law**

In 2010 –

- ❖ **Directly served 873,694 customers**
- ❖ **Processed 1,900,693 transactions**
- ❖ **Collected and disbursed \$1,135,318,994**



**Property taxes represented 75% of the total
FY 2010 General Fund revenues**

Property Tax

- ❖ Served 298,820 customers and processed 830,439 transactions
- ❖ Collected \$1,047,209,246

Motor Vehicles

- ❖ Served 574,874 customers and processed 1,070,254 transactions
- ❖ Collected \$88,109,748

- ❖ **March 2011:**
 - \$30,899**
(authorized reduction to Contributions)
 - \$61,037**
(reduction for elimination of pay for four holidays)
- ❖ **June 2011:**
 - +\$60,655 (city collection fees)**

Current budget: \$9,015,428

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- ❖ **2011 budget adopted in January: \$9,046,710**
 - ❖ **128 employees**
 - ❖ **Property tax bills to be mailed by September 15
with November 15 due date**

Through July 31, 2011

- ❖ **Mailings to delinquent taxpayers have resulted in \$5,213,785 collected**
- ❖ **Sales of Fi.Fa.s have resulted in \$5,375,647 collected**
- ❖ **Tax sales have brought in \$2,211,066**
- ❖ **Individual Delinquent Collector activities have resulted in \$1,311,945**

Total from these collection activities: \$14,112,443

Addition of Four Delinquent Collectors to Full-Time Staff

- ❖ In 2010, three Delinquent Collectors collected \$5,666,914 through their individual efforts**

- ❖ Adding positions will increase delinquent collections by**
 - Increasing the frequency of contact with delinquent taxpayers**

 - Increasing efficiencies in the filing and sale of tax liens, and in the preparation of tax sales**



Addition of Four Delinquent Collectors to Full-Time Staff

The cost of four additional positions - \$192,888 per year, with an increase in delinquent collections of as much as \$4 million per year based on the current success rate



DOR New License Plate Mandate Postage Requirements

- ❖ **2012 mandate for replacing all license plates from 1997 series**
- ❖ **19,000 plates to be mailed; postage cost per plate: \$2.05**
- ❖ **Total postage cost: \$38,950**

No service reductions recommended

- ❖ **Services generate revenue -- reduction in services reduces collection efficiencies**
- ❖ **Some services cannot be cut due to mandates**

Years 2001 - 2010

+21%



+46%



+21%



+30%



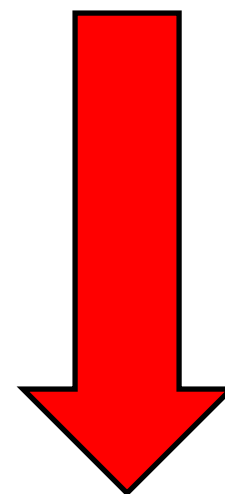
\$973.6 million

Tax Digest

\$458.6 million

+112%

Staffing: 128
Employees



-1%₁₃

2011	DESCRIPTION	2012
\$6,824,810	Personal Svcs	\$6,723,443
\$2,139,772	GOE	\$2,073,110
\$50,846	Contr., Debt, Cap. Outlay	\$2,133,801
<u>\$9,015,428</u>	Total Base Budget	<u>\$10,930,354</u>
\$0	Decision Package	\$231,838
<u>\$9,015,428</u>	Total 2012 Budget Request	<u>\$11,162,192</u>

Questions