

CITY OF DILLINGHAM, ALASKA

RESOLUTION NO. 2014-52 (AM)

**A RESOLUTION OF THE DILLINGHAM CITY COUNCIL APPROVING THE WRITE OFF OF BAD DEBTS PAYABLE TO THE CITY FOR PERSONAL PROPERTY TAX, SALES TAX, HARBOR AND DOCK INVOICES DATED 2007 AND PRIOR**

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WHEREAS, the City has an allowance for uncollectible accounts sufficient to cover the bad debts, as attached; and

WHEREAS, City auditors recommend periodically removing some of the uncollectible receivables from the general ledger; and

WHEREAS, the City provided original invoices to the debtors at the time the tax was levied or the service was provided, and mailed monthly statements detailing the charges and reminding the debtors to pay the City; and

WHEREAS, the City sent occasional individual collection letters asking for payment, but full payment was not received; and

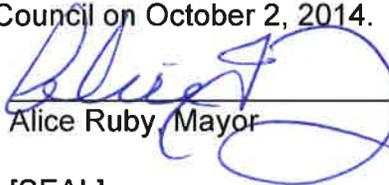
WHEREAS, we no longer have a valid mailing address for the majority of the debtors; and

WHEREAS, these individuals will remain on the Denied Services List;

NOW, THEREFORE, BE IT RESOLVED by the Dillingham City Council that these invoices totaling \$6,787.95 be written off of the customer accounts and the general ledger with a debit to the reserve for bad debts and a credit to accounts receivable.

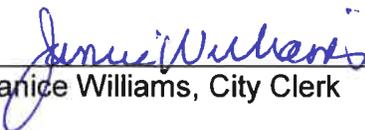
BE IT FURTHER RESOLVED that the Finance Department will remain alert to the changing conditions which may allow the collection of these invoices in the future.

PASSED and ADOPTED by the Dillingham City Council on October 2, 2014.

  
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Alice Ruby, Mayor

ATTEST:

[SEAL]

  
\_\_\_\_\_  
Janice Williams, City Clerk



City of Dillingham Information Memorandum No. R2014-52 (AM)

Subject: A Resolution of the Dillingham City Council Approving the write off of bad debts payable to the City for Personal Property Tax, Sales Tax, Harbor and Dock invoices dated 2007 and prior

Agenda of: October 2, 2014

City Council Action: At the September 4, 2014 Council meeting, the Council asked to postpone action to the next meeting.

Manager: Recommend approval.

City Manager: Rose Loera  
Rose Loera

Route To:	Department / Individual	Signature	Date
X	Finance	Carol Shade	9/22/14
X	City Clerk	Jumee Williams	9/22/14

Fiscal Note: Yes \_\_\_ No X Funds Available: Yes \_\_\_ No \_\_\_

Other Attachment(s): None

Summary Statement.

The Finance Department has been going through all the accounts receivable files to ascertain the feasibility of collecting on the old accounts. Some of the accounts listed are from 1999 through 2007. The accounts that might have a date of 2007 are mostly penalty and interest postings that add onto old receivable invoices. We have diligently researched these accounts and would request that we be given authority to write these accounts off so that we can begin FY15 fiscal year with receivable numbers on the balance sheet that more accurately reflect actual funds that are likely to be collected in the next 12 months.

Lookup	Last Name	First Name	Total Owed
010053	Evalt	Myrtice	\$2,979.10
101988	Hurley	Andrea	\$151.50
010057	Olson	Denise	\$2,986.24
010055	Olson	Lorna	\$117.93
100892	Chunak/Floresta	Simeon/Anna	\$162.89
010061	Spudhouse-Wertz-Baluta		\$390.29
		<b>Total</b>	<b>\$6,787.95</b>