RESOLUTION NO 677

A RESOLUTION TO APPROVE WRITING OFF BAD DEBT FOR PAST DUE UTILITY ACCOUNTS THROUGH FISCAL YEAR 2022 FOR THE CITY OF ROSE HILL, KANSAS

BACKGROUND: The City's financial policy Section III (EE) provides provisions for writing off bad debt as follows: Write-offs are allowed under the following conditions: a. Any balances owed and written off must be non-tax balances. B. Balances in arrears for a period of at least one year may be considered for write-off at year end. C. Writing off a debt does not forgive the debt obligation, but rather is an accounting procedure to aid in properly representing the City's financial position.

As explained in the 2014 audit management letter, auditors recommended that uncollectible utility accounts should be identified and written off with Council approval on an annual basis. Those accounts have been identified through fiscal year 2022 and total $1,664.55. As a reminder, the City uses CBK Collections to try to collect unpaid utility bills, and some of this total may still eventually be paid to the City.

ACTION: BE IT RESOLVED BY THE GOVERNING BODY OF THE CITY OF ROSE HILL, KANSAS:

Section 1. The City Council approves writing of $1,644.55 of bad utility debt through fiscal year 2022.

Passed and adopted this 20th day of February 2024.

Gary Weaver, Mayor

CITY OF ROSE HILL CORPORATE Seal KANSAS

ATTEST:

Kelly Mendoza, City Clerk