



Snohomish County Council

Legislation Details (With Text)

File #:	2022-0997	Version:	1
Type:	Motion	Status:	Approved
File created:	9/22/2022	In control:	General Legislative Session
On agenda:	10/5/2022	Final action:	10/5/2022
Title:	Motion 22-408, removing certain uncollectible accounts from the County's accounting records		
Sponsors:			
Indexes:			
Code sections:			
Attachments:	1. Motion 22-408, 2. Staff Report, 3. Attachment A, 4. Accounts Receivable Write-Off Summary, 5. Motion Assignment Slip		

Date	Ver.	Action By	Action	Result
10/5/2022	1	General Legislative Session	Approved	Pass
10/4/2022	1	Administrative Session	Moved to the GLS Regular Agenda	
10/4/2022	1	Administrative Session	Reassigned	
9/27/2022	1	Administrative Session	Assigned	

Executive/Council Action Form (ECAF)

ITEM TITLE:

Motion 22-408, removing certain uncollectible accounts from the County's accounting records

DEPARTMENT: Finance

ORIGINATOR: Teresa Levine

EXECUTIVE RECOMMENDATION: Approved by Ken Klein 09/23/22

PURPOSE: To authorize removal from the financial system of certain accounts receivable deemed uncollectible due to bankruptcy, death, statute of limitations, etc in order to more accurately reflect receivable balances on the financial statements.

BACKGROUND: The County has retained a collection agency to pursue the collection of delinquent accounts receivable. The majority of the listed accounts have previously been pursued through this process. Accounts may be deemed uncollectible for reasons such as bankruptcy, death, statute of limitations of six years per RCW 4.16.040, or for other appropriate reasons. This action does not cancel these debts. It is possible that the debts may still be collected, however, it has been determined that the likelihood of such collection is remote. For optimal performance and manageability of the accounts receivable subsystem, uncollectible accounts should be periodically removed. The majority of the listed accounts have been outstanding for over six years. There will be no further impact on fund balance because all of the listed accounts have already been recorded as bad debt. The history for 2020 and 2021 is included for informational purposes in the Attachment, but this action is to write off 2022 in the amount of \$61,384.94

FISCAL IMPLICATIONS:

EXPEND: FUND, AGY, ORG, ACTY, OBJ, AU	CURRENT YR	2ND YR	1ST 6 YRS
TOTAL			

REVENUE: FUND, AGY, ORG, REV, SOURCE	CURRENT YR	2ND YR	1ST 6 YRS
TOTAL			

DEPARTMENT FISCAL IMPACT NOTES: There is no impact on expenses or revenues, only balance sheet accounts are affected.

CONTRACT INFORMATION:

ORIGINAL _____ CONTRACT# _____ AMOUNT _____
 AMENDMENT _____ CONTRACT# _____ AMOUNT _____

Contract Period

ORIGINAL START _____ END _____
 AMENDMENT START _____ END _____

OTHER DEPARTMENTAL REVIEW/COMMENTS: Reviewed/approved by Finance 09/23/22