REQUEST FOR BOARD ACTION

Date of Meeting: August 5, 2024

8.C. Electric Fund Write-Offs

To: Mayor and Board of Commissioners

From: Julie Niswonger, Finance Director and David Lucore, Electric System Manager

Action Requested:
Town staff and ElectriCities have cooperatively worked at collecting finaled electric accounts to accurately reflect the amount customers owe the Town. Commensurate with last year, staff recommends that annually the Board approve write offs of amounts that have proved uncollectible for more than 3 years. While this will not stop our collection efforts (these amounts will remain with our collection agency and we will continue to seek collection through the use of NC Debt Setoff program for accounts over $50), our financial statements will no longer report the amounts as likely collectible. Since FY 2013, when the Debt Setoff program was initiated, the Town has collected $90,420.72 in uncollectible electric debt.

Staff is requesting the Board approve write offs from FY 2021 totaling $14,496.16. In total, the Town has collected 99.68% of revenue billed in FY 2021. The Town Board last approved write offs in October 2023.

Manager's Recommendation:
Approve the FY2021 write off uncollectible accounts.