

WASHINGTON COUNTY LOCAL DEVELOPMENT CORPORATION

Resolution #	<u>22-9</u>
Introduced by:	<u>Tim Fisher</u>
Seconded by:	<u>Darrell Wilson</u>

Approval of change to the Doubtful Expense Policy

WHEREAS, the Auditors have recommended a change to the WCLDC Doubtful Expense Policy which outlines the responsibilities, controls, authorizations, and procedures to ensure past due customer accounts, that are unlikely or doubtful to be realistically collected, are properly reserved for bad debt; and

WHEREAS the change is to section 3.1 titled Allowances for Doubtful Accounts Reserve and is as follows:

3.1 Allowances for Doubtful Accounts Reserve Limits

The Corporation has set the limits for consideration of a reserve for bad debts on unpaid customer account balances based on the following formula of the unrestricted other current assets (unrestricted loan portfolio balance); this will exclude all IRP loan funds where the program allowance is established at 6% of outstanding loans balance.

0 – 90 Days	0%
91 – 180 Days	25%
181 – 270 Days	50%
271 – 364 Days	75%
365+	100%

NOW THEREFORE BE IT RESOLVED that the change to the WCLDC Allowance for Doubtful Expense Policy, as noted above, is hereby adopted and made effective immediately and is to be certified by the Chairman and Secretary.

Ayes: 9
Nays: 0
Abstention: 0
Adopted: 3/25/2022



Dave O'Brien, Chairman