

CITY OF SHEBOYGAN

REQUEST FOR FINANCE AND PERSONNEL COMMITTEE CONSIDERATION

ITEM DESCRIPTION: Res. No. 16-22-23 by Alderpersons Mitchell and Filicky-Peneski authorizing entering into an Agency Agreement with Credit Management Control, Inc. with regard to providing collection services to the City

REPORT PREPARED BY: Kaitlyn Krueger, Finance Director

REPORT DATE: May 20, 2022

MEETING DATE: May 23, 2022

FISCAL SUMMARY:

Budget Line Item: N/A
Budget Summary: N/A
Budgeted Expenditure: N/A
Budgeted Revenue: N/A

STATUTORY REFERENCE:

Wisconsin Statutes: N/A
Municipal Code: N/A

BACKGROUND / ANALYSIS:

Historically, the City has not actively pursued collections of outstanding receivables due. In 2021, the Common Council approved the write-off of \$401,915.83 worth of uncollectible receivables due to the length of time they were outstanding. Though the Finance Department has begun sending out monthly statements, additional collection efforts available through Credit Management Control, Inc. will be more effective in receiving payment.

STAFF COMMENTS:

Though there will be a fee for this service, the amount collected should increase positively impacting cash flow. It is staff's hope that less bills will need to be written off in the future due to these efforts.

ACTION REQUESTED:

Motion to recommend the Common Council approve Res. No. 16-22-23 by Alderpersons Mitchell and Filicky-Peneski authorizing entering into an Agency Agreement with Credit Management Control, Inc. with regard to providing collection services to the City

ATTACHMENTS:

I. Res. No. 16-22-23