

Lee County Board Of County Commissioners
Agenda Item Summary

Blue Sheet No. 20021051

1. REQUESTED MOTION:

ACTION REQUESTED: Approval to remove account balances for Fiscal Year 95 and back considered uncollectible for Lee County EMS in the amount of \$212,435.34. The figure represents 2% of bad debt accounts turned over for collections to Professional Adjustment Corporation.

WHY ACTION IS NECESSARY:

Action reduces the accounts receivable balance to reflect actual anticipated collections.

WHAT ACTION ACCOMPLISHES:

Action adjusts accounts receivable balance to reflect actual anticipated collections.

**2. DEPARTMENTAL CATEGORY:
 COMMISSION DISTRICT #:**

C7A

3. MEETING DATE:

10-08-2002

4. AGENDA:

- CONSENT
- ADMINISTRATIVE
- APPEALS
- PUBLIC
- WALK ON
- TIME REQUIRED:

**5. REQUIREMENT/PURPOSE:
 (Specify)**

- STATUTE
- ORDINANCE
- ADMIN. CODE
- OTHER

6. REQUESTOR OF INFORMATION:

- A. COMMISSIONER
- B. DEPARTMENT
- C. DIVISION *Public Safety*
- BY: *John Wilson*

7. BACKGROUND: The request is made to remove uncollectible account balances from Emergency Medical Services billing program pursuing collection. The balances are from Fiscal Year '95 and back and are beyond the statute of limitations time allowable for bad debt collection.

All accounts deemed collectible with a balance of \$25.00 or greater and have exceeded the 120 day billing and payment window with no account activity has been referred to Professional Adjustment Corporation (PAC) for bad debt recovery. An uncollectible account results when a customer's bill remains unpaid for various reasons or approved as a legitimate non-billable or collectible charge. Examples of unpaid accounts are: 1) customer refuses to pay; 2) Medicare / Medicaid regulations prohibit collection of a certain percentage or amount of customer's bill; 3) court probates / bankruptcy; 4) prisoner transports; 6) undeliverable mail; 7) financial hardship approval from Lee County Human Services Department.

Current active (bad debt) accounts receivable assigned to Professional Adjustment Corporation is: \$10,097,064.94

Accounts Aging Data:

Accounts 3 to 7 years: \$5,127,310.81 (51%)

Accounts 1 to 2 years: \$4,969,754.13 (49%)

8. MANAGEMENT RECOMMENDATIONS: Management recommends approval.

9. RECOMMENDED APPROVAL:

A Department Director	B Purchasing or Contracts	C Human Resources	D Other	E County Attorney	F Budget Services				G County Manager
					OA	OM	Risk	GC	
<i>John Wilson</i> 9/23/02	<i>N/A</i>	<i>N/A</i>	<i>N/A</i>	<i>Ardena</i> <i>Sease</i> 9/25/02	<i>7/25/02</i>	<i>7/25/02</i>	<i>8/25/02</i>	<i>9/25/02</i>	<i>[Signature]</i>

10. COMMISSION ACTION:

- APPROVED
- DENIED
- DEFERRED
- OTHER

Rec. by Cathy
 Date: *9/24/02*
 Time: *3:00pm*
 Forwarded To:
Budget
9/24/02 3:40pm

**RECEIVED BY
 COUNTY ADMIN.** *PM*
9 25 8:40A
COUNTY ADMIN.
 REWARDED TO: *BU*
9/26 9:40