



Additional documents

Audit and Risk

Management Committee

Wednesday 15 June 2022 5.30pm



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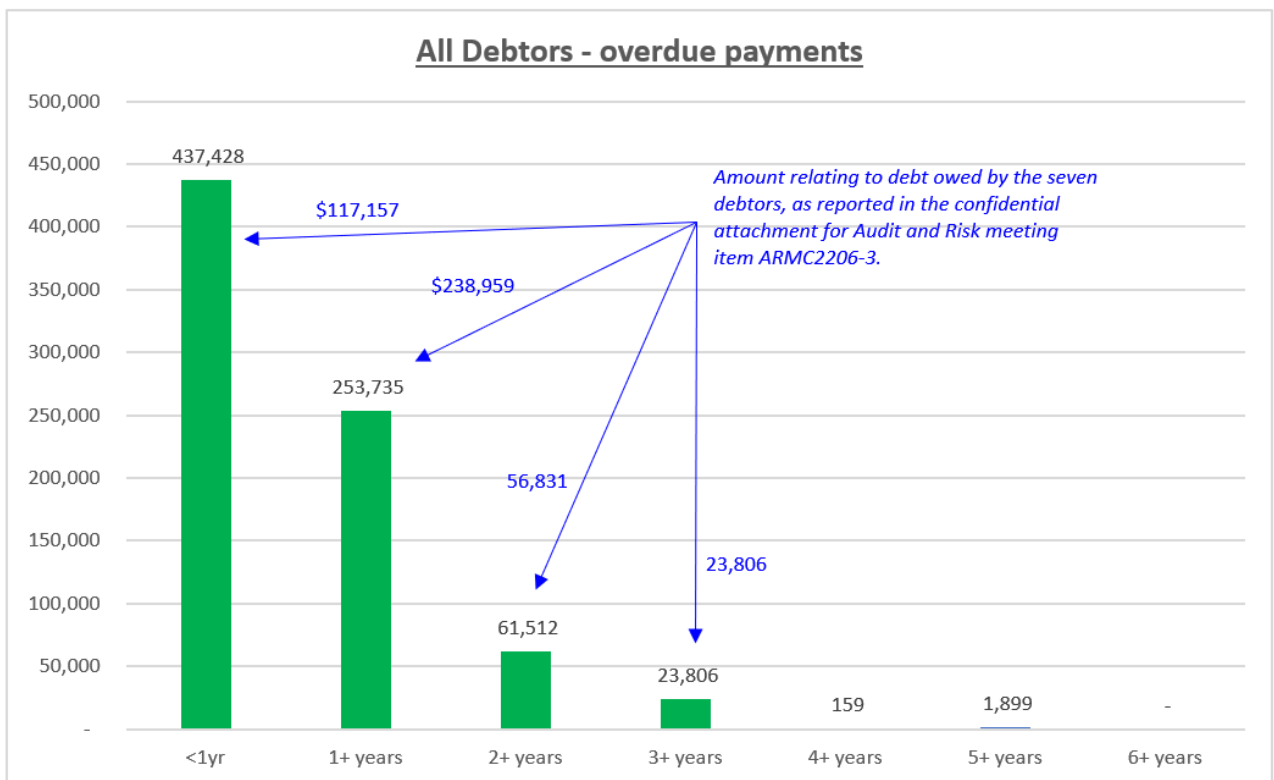
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ARMC2206-3 OVERDUE DEBTORS REPORT AS AT 30 APRIL 2022

ADDITIONAL OFFICER INFORMATION

Further to the request from elected members at the Finance, Policy, Operations and Legislation Committee meeting on 8 June 2022, the following information is provided in relation to the ageing profile of overdue debtors as at 13 June 2022.



The chart provides an indication of the amount of debt in each category that relates to the seven debtors as reported in the confidential attachment for the Audit and Risk Management Committee meeting item ARMC2206-3.

The seven debtors include those with outstanding debts exceeding 90 days with a combined value of debt exceeding \$10,000, as is the standard criteria for confidential reporting of individual debts. A summary of the information provided in the chart has been provided below.

- Total overdue debt as at 13 June 2022 amounted to \$778,540, of which \$436,753 (60%) relates to debts owed by the seven debtors as reported in



the confidential attachment for the Audit and Risk Management Committee meeting item ARMC2206-3.

- Of the \$437,428 that is less than one year overdue (first column in the chart), \$117,157 (27%) of that amount relates to debts owed by the seven debtors as reported in the confidential attachment for the Audit and Risk Management Committee meeting item ARMC2206-3.
- Of the \$253,735 that is more than one year overdue (second column in the chart), \$238,959 (94%) of that amount relates to debts owed by the seven debtors as reported in the confidential attachment for the Audit and Risk Management Committee meeting item ARMC2206-3.
- Of the \$65,512 that is more than 2 years overdue (third column in the chart), \$56,831 (87%) of that amount relates to debts owed by the seven debtors as reported in the confidential attachment for the Audit and Risk Management Committee meeting item ARMC2206-3.
- Of the \$23,806 that is more than three years overdue (fourth column in the chart), \$23,806 (100%) of that amount relates to debts owed by the seven debtors as reported in the confidential attachment for the Audit and Risk Management Committee meeting item ARMC2206-3.
- Of the \$2,058 that is more than four and five years old (fifth and sixth columns in the chart combined), none of those amounts relates to debts owed by the seven debtors as reported in the confidential attachment for the Audit and Risk Management Committee meeting item ARMC2206-3. This is because the amounts are less than \$10,000. Both of these amounts relate to the same debtor.

As demonstrated in the chart, the majority of debt that is more than one year old primarily relates to the seven debtors as reported in the confidential attachment for the Audit and Risk Management Committee meeting item ARMC2206-3.

Active debt collection activities are ongoing for all debtors. As per Council's debtor management policy action for the writing off bad debts (other than rates and services charges) should only take place where all avenues for recovery have been exhausted or it becomes unviable to keep pursuing the debt.