



1471 Ring Road • Calumet City, IL 60409 • 708.862.2262

To: Village of Dolton-Mayor & Board of Trustees
From: Cristiano Miroballi, John Kasperek Co., Inc.
Date: July 29, 2020
Subject: Motion to Transfer Funds General Fund to Debt Service 2004C, 2004D, 2009A, 2009B, 2009C, and Homewood Disposal

The Village currently reflects an interfund balance between its General Fund and Debt Service Funds of \$440,594.45.

These interfund balances were created because the Village only collects around 80-85% of its bond and interest tax levies, the difference is funded by the General Fund. The Debt Service Funds, will only collect the amount levied for the current year bond and interest payment. The Debt Service Funds will never be able to repay the General Fund for the amounts it contributed to fund the debt service payment, creating an uncollectible receivable. Proper accounting requires that when a receivable/payable is determined to be uncollectible it is written-off. These interfund balances were created over fiscal year 2019 and 2020. The below transactions will recognize a revenue in each Debt Service Fund with an offsetting expenditure in the General Fund. There will be no transferring of cash.

Please motion as follows:

A motion to authorize the Finance Department/Director of Administrative Services to authorize the following permanent transfers for the fiscal year ended April 30, 2020:

- \$25,139.17 from General Fund to 2004C Debt Service Fund
- \$22,277.75 from General Fund to 2004D Debt Service Fund
- \$150,012.87 from General Fund to 2009A Debt Service Fund
- \$241,164.66 from General Fund to 2009C Debt Service Fund
- \$2,000 from General Fund to Homewood Disposal Bond

Thank You.