

**TEXAS SOUTHERN UNIVERSITY
BOARD OF REGENTS AGENDA**

COMMITTEE: Administration and Finance

ITEM: Student Accounts Receivable Write-Off

DATE PREVIOUSLY SUBMITTED:

SUMMARY

State Universities are required by law to extend credit to students without consideration of credit history or ability to repay. The write-off is for financial reporting purposes and will reduce our gross receivable and allowance for doubtful account balances, but will not affect the net accounts receivable balance. Additionally, we will maintain the detail records of the debts and continue to pursue collection of the balances. Students with unpaid debt cannot enroll for additional courses or obtain copies of degrees or transcripts.

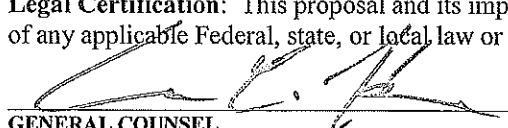
		Adjustment	
A/R Receivable (Beginning of Period)	33,988,535	(2,008,036)	31,980,499
Allowance	(8,047,481)	2,008,036	(6,039,445)
A/R Receivable (End of Period)	<u>25,941,054</u>	-	<u>25,941,054</u>

FISCAL NOTE:

SUPPORTING DOCUMENTATION: Schedule of Accounts and Notes Receivable Write-offs for FY 2015.

ACTION REQUESTED: Approval

Legal Certification: This proposal and its implementation will not be in violation of any applicable Federal, state, or local law or regulation.

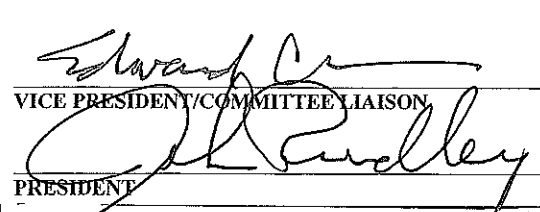

GENERAL COUNSEL

1/26/16
DATE

Fiscal Certification: The fiscal note shown above details the true and actual positive or negative fiscal effect that implementation of this proposal will achieve.


CHIEF FINANCIAL OFFICER

1/26/2016
DATE


VICE PRESIDENT/COMMITTEE LIAISON

Edward Craig Ness

1/26/2016
DATE


PRESIDENT

John M. Rudley

1/28/16
DATE

Texas Southern University
Student Accounts Receivable Summary
as of August 31, 2015

Accounts Receivable	Amount	% of Total Receivable	FY 15 Write off Request	Balance After Write-off
Less than 1 year	\$ 26,177,229	77%		26,177,229
1 year - 2 years	2,491,533	7%		2,491,533
2 years - 3 years	1,297,671	4%		1,297,671
Over 3 years (proposed write-off \$	4,022,101	12%	(2,008,036)	2,014,065
Totals	\$ 33,988,535	100%	(2,008,036)	31,980,499
 Allowance for Bad Debt	 (8,047,481)		 \$ 2,008,036	 (6,039,445)
 Net Receivables	 <u><u>\$ 25,941,054</u></u>			 <u><u>\$ 25,941,054</u></u>

	FY15	FY14	FY13	FY12
Total Receivable	\$ 33,988,535	31,330,994	28,474,843	32,059,049
Write-off Amount	(2,008,036)	(1,936,924)	(1,469,226)	(1,410,489)
Write-off percent of total Receiv	5.9%	6.2%	5.2%	4.4%