



# Municipal District of Bonnyville No. 87

## Action Request

<b>Meeting:</b>	Committee of the Whole Meeting
<b>Meeting Date:</b>	February 18, 2025
<b>Originated By:</b>	Susan Walker, General Manager of Corporate Services
<b>Title:</b>	2B.013 Tangible Capital Assets Policy – Amendment

### **PROPOSAL**

Administration has prepared amendments to the Tangible Capital Assets Policy to establish consistent standards and guidelines for the management of Tangible Capital Assets for the Committee's consideration.

### **DISCUSSION**

The Municipal District of Bonnyville (M.D.) recognizes the need for prudent business practices that will enhance the M.D.'s long-term financial strength. The following Policy will provide the structure and guidelines for improved financial flexibility, cash flow management, and the ability of the M.D. to achieve Council's Strategic Plan while providing financial flexibility, property tax stabilization, provision of consistent service levels, and reduce the need for debt financing.

The amended Policy No. 2A..013 Tangible Capital Asset Policy was last reviewed in 2015 and contains minor wording changes. Attachment A proposes a change to Transportation equipment amortization method from % Declining Balance to Straight-line amortization. This change is consistent with industry best practice for this type of equipment, is easier to administer and more closely reflects the actual useful life of the equipment.

Attached for Council review:

- Appendix A: Policy No. 2B.013 Tangible Capital Assets Policy - Amendment

### **REFERENCE TO STRATEGIC PLAN**

Council's Strategic Goal #1 – Building a viable and diversified regional economy.  
Objective 4 – Create a Municipal Financial Sustainability Plan

### **REFERENCE TO PROVINCIAL/FEDERAL LEGISLATION**

N/A

## **BUDGET IMPACTS**

N/A

## **RECOMMENDATION**

THAT the Committee recommends to Council adopting amended Policy No. C-2B.013 Tangible Capital Assets Policy, as presented.

## **OPTIONS**

1. THAT the Committee recommends to Council adopting amended Policy No. C-2B.013 Tangible Capital Assets Policy, as presented.
2. THAT the Committee recommends to Council adopting amended Policy No. C-2B.013 Tangible Capital Asset Policy with additional amendments as follows: \_\_\_\_\_.
3. THAT the Committee requests Administration to revise amended Policy No. 2B.018 Tangible Capital Assets Policy, as discussed, and bring it back to a future meeting for consideration.

## Report Approval Details

Document Title:	Policy No. 2B.013 Tangible Capital Assets Policy - Amendment.docx
Attachments:	- Appendix A - 2B.013 Tangible Capital Assets Policy-Final.pdf
Final Approval Date:	Jan 27, 2025

This report and all of its attachments were approved and signed as outlined below:

Susan Walker

Stephanie Severin