



Municipal District of Bonnyville No. 87

Request for Decision (RFD)

Meeting:	Regular Meeting of Council
Meeting Date:	March 11, 2025
Originated By:	Susan Walker, General Manager of Corporate Services
Title:	Policy No. 2B.013 Tangible Capital Asset Policy – Amendment

PROPOSAL & BACKGROUND

Administration is proposing amendments to Policy No. 2B.013 Tangible Capital Asset Policy to establish consistent standards and guidelines for the management of Tangible Capital Assets.

DISCUSSION ON BENEFITS, DISADVANTAGES & OPTIONS

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. 2B.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

Public Sector Accounting Standard PS 3150 – Tangible Capital Assets

COSTS & SOURCE OF FUNDING

There are no cost implications to the M.D. associated with this report.

COMMUNICATIONS STRATEGY

This report is posted on the M.D. of Bonnyville website under the Council Agenda for March 11, 2025.

ADMINISTRATION RECOMMENDED ACTION

THAT Council adopts amended Policy No. C-2B.013 Tangible Capital Asset Policy, as recommended by the Committee of the Whole.

COUNCIL OPTIONS

1. THAT Council adopts amended Policy No. C-2B.013 Tangible Capital Asset Policy, as recommended by the Committee of the Whole.
2. THAT Council adopts amended Policy No. C-2B.013 Tangible Capital Asset Policy with further amendments to _____.
3. THAT Council refers amended Policy No. C-2B.013 Tangible Capital Asset Policy back to Administration for additional information regarding _____ and to bring it back to a future meeting of Council.

Report Approval Details

Document Title:	Policy 2B.013 Tangible Capital Assets Policy – Amendment.docx
Attachments:	- Appendix A - 2B.013 Tangible Capital Assets Policy-Final.pdf
Final Approval Date:	Feb 28, 2025

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

Susan Walker

Stephanie Severin