



Policy Type:	General Government
Policy Title:	Building Replacement Reserve Policy – Asset Management
Policy Number:	100-07
Authority:	
<i>Council Resolution #</i>	<i>82/21</i>

The Council of the Village of Loon Lake hereby adopts the following policies for the maintenance and replacement of buildings owned by the Village.

1. Village Office (old) is currently being used by the local library. Amortization is \$1,281 per year. The Village will continue to maintain at its current condition and should no longer be required for library or other uses it will be sold by tender.
2. Storage Building is currently being used for storage of old and discontinued equipment. Amortization is \$97 per year. The Village will continue to maintain at its current condition and should the village office building be sold the storage shed would be sold with it.
3. Maintenance Shop is currently being used for the storage of village maintenance equipment. Amortization is \$583 per year. The Village will continue to maintain it in its current condition. The Village will establish a reserve fund of \$5,000 per year to replace this building in the future. The first year of reserve to be budgeted will be 2021
4. Water Treatment Plant- Currently the Village is charging an infrastructure fee to all property owners within the Village. Amortization is \$3,092 per year. Funds collected for infrastructure will be placed into a reserve for future upgrades and replacement of the water treatment plant.
5. Recreation Center – Currently operated independently of the Village. Amortization is \$11,661 per year. A recreation board committee has been established and is responsible for all maintenance, repairs and replacement of this building.
6. Fire Hall – Currently operated independently of the Village. Amortization is \$1,564. A fire department committee has been established and is responsible for all maintenance, repairs and replacement of this building.
7. Communications Building – This building is no longer used by the Village and is on property owned by Sask Tel. Amortization is \$11 per year. This building has minimal value and does not need to be replaced.
8. Evergreen Villa Terrace - – Currently operated independently of the Village. Amortization is currently \$11,843. A housing board committee has been established and is responsible for all maintenance, repairs and replacement of this building.

The Village of Council will strive towards budgeting the total building amortization amount of \$30,131 to be placed in a capital reserve account to be used for future upgrades and replacement of buildings.

Effective Date/Repeal

This policy will come into effect on May 5, 2021 unless otherwise specified and shall be implemented as outlined in this policy. This policy repeals and replaces all resolutions and any policies pertaining to Building Replacement Reserve Policy - Asset Management and replaces all past practices. This policy may only be amended or repealed by resolution of Council.