



The Corporation of the Town of Tecumseh

Financial Services

To: Mayor and Members of Council

From: Tom Kitsos, Director Financial Services & Chief Financial Officer

Date to Council: June 25, 2019

Report Number: FS-2019-05

Subject: Strategic Asset Management Policy

Recommendations

It is recommended:

That the Strategic Asset Management Policy No. 95, as attached to Report FS-2019-05, **be adopted.**

Background

Ontario Regulation 588/17: Asset Management Planning for Municipal Infrastructure (O. Reg. 588/17) details specific requirements and deadlines for the undertaking of various Corporate Asset Management processes. The first of those specific legislated requirements and deadlines being the adoption and public posting of a Strategic Asset Management Policy by July 1, 2019.

Comments

The Town of Tecumseh's Asset Management Plan (AMP) is a long-range, holistic planning tool for the care of existing and new infrastructure assets. The AMP guides investment decisions to maximize benefits, manage risk and provide satisfactory levels of service to the public in a financially sustainable manner.

Council adopted the Town's original AMP in December 2013 and an updated AMP in May 2018.

The Province established requirement of formal AMPs for Ontario municipalities with “Building Together”, a long-term infrastructure plan, in June 2011. In Building Together, the Province required that:

- Municipalities seeking provincial capital funding must submit a detailed asset management plan;
- Asset management plans must include condition assessments, desired levels of service, asset management strategies and financing strategies;
- Council receive and approve the asset management plan;
- Council consider the plan during budget deliberations;
- The plan be updated as needed over time.

The Province later announced authority for Ontario Regulation of AMPs within Infrastructure for Jobs and Prosperity Act, 2015. The purpose of the regulation was to implement best practices throughout the municipal sector, provide consistency among AMPs and to promote collaboration. O. Reg. 588/17: Asset Management Planning for Municipal Infrastructure (O. Reg. 588/17) passed in late 2017.

The regulation includes additional requirements of municipalities and their AMPs. These requirements are to be completed in a multi-phase approach that extends out to 2024, beginning with the development and adoption of an Asset Management Policy by July 1, 2019. Due to the regulatory timeline, Council is requested to consider the policy for adoption at the RCM of June 25, 2019.

AMPs for core infrastructure, prepared in accordance with enhanced requirements as set out in O. Reg. 588/17, must be completed by July 1, 2021. AMPs for all assets, prepared in accordance with enhanced requirements, must be completed by July 1, 2023.

Additional information will be required of AMPs for July 1, 2024. Post 2024, municipalities will be required to update their AMP at least every five years and provide annual updates to Council.

The Town of Tecumseh Strategic Asset Management Policy, as attached to this report, was developed by Administration with reference to the Municipal Finance Officers’ Association of Ontario (MFOA) Strategic Asset Management Policy Toolkit and satisfies requirements established within the Infrastructure for Jobs and Prosperity Act, 2015 and O. Reg. 588/17.

Consultations

Chief Administrative Officer
Public Works & Environmental Services
Planning & Building Services
Parks & Recreation Services
Corporate Services & Clerks
MFOA

Financial Implications

None

Link to Strategic Priorities

Applicable	2017-18 Strategic Priorities
<input checked="" type="checkbox"/>	Make the Town of Tecumseh an even better place to live, work and invest through a shared vision for our residents and newcomers.
<input checked="" type="checkbox"/>	Ensure that the Town of Tecumseh's current and future growth is built upon the principles of sustainability and strategic decision-making.
<input checked="" type="checkbox"/>	Integrate the principles of health and wellness into all of the Town of Tecumseh's plans and priorities.
<input checked="" type="checkbox"/>	Steward the Town's "continuous improvement" approach to municipal service delivery to residents and businesses.
<input checked="" type="checkbox"/>	Demonstrate the Town's leadership role in the community by promoting good governance and community engagement, by bringing together organizations serving the Town and the region to pursue common goals.

Communications

Not applicable

Website Social Media News Release Local Newspaper

This report has been reviewed by Senior Administration as indicated below and recommended for submission by the Chief Administrative Officer.

Prepared by:

Tom Kitsos, CPA, CMA, BComm
Director Financial Services & Chief Financial Officer

Reviewed by:

Phil Bartnik, P.Eng.
Director Public Works & Environmental Services

Reviewed by:

Brian Hillman, MA, MCIP, RPP
Director Planning & Building Services

Reviewed by:

Paul Anthony, RRFA
Director Parks & Recreation Services

Reviewed by:

Laura Moy, Dipl. M.M., CMMIII HR Professional
Director Corporate Services & Clerk

Recommended by:

Margaret Misek-Evans, MCIP, RPP
Chief Administrative Officer

**Attachment
Number**

**Attachment
Name**

1

Strategic Asset Management Policy No. 95