

Policy Number: 8.3.0

Title:
LRP – LONG RANGE ASSET MANAGEMENT PLAN

Introduction:

This policy has been developed to establish parameters under which the District shall create, review and revise the long range asset management plan.

Ends:

1. Preventive Maintenance
 - a. The assets of the District are of considerable value. Preventive maintenance is a means by which the District can retain as much of that value as possible over the useful life of an asset. Therefore, preventive maintenance is a task that should be undertaken on a regular basis. The District, shall budget for, fund and perform the preventive maintenance required to improve and/or extend the life cycle and reliability of its assets.
 - b. On an annual basis, as part of the budgeting process, the District shall generate a preventive maintenance planning and control document to identify maintenance needs and schedules, and to aid in manpower and cost estimating. The plan shall be updated to reflect the retirement of assets and the addition of new assets.
2. Replacement
 - a. At the end of the expected useful life of assets of the District, the District shall have set aside adequate cash reserves to fund or obtain funding to replace those assets. On an annual basis, during the budgeting process, the District shall determine an adequate set aside for the upcoming fiscal year.
3. New Assets
 - a. New Technologies
 - i. On an annual basis, the District shall review the new technologies available for the more efficient operation and maintenance of the District. Analysis shall be conducted considering the total project cost and anticipated benefits over the life of the asset. The Capital Fund shall be the source of monies associated with new technology expenditures.
 - b. Expanded Facilities
 - i. On an annual basis, the District shall review the need for expanded facilities. As a function of new development in the valley, the expanded facilities shall be planned for and funded by the development which requires service.

Responsibility:

It is the responsibility of the Board of Directors to implement this policy as a function of the rate structure and budgeting process.