



# Implementing Tangible Capital Asset Accounting:

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Let's Talk Details

Fall 2007



# Agenda

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- Five parts to the day
  - Brief overview of what is being done to support your work on TCA accounting – Dan Cowin
  - Brief refresher on key concepts with regard to inventories, assets, aggregation of assets, etc. – Bruce Ratford



# Agenda (con't)

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- Detailed discussion of valuation techniques for key asset classes – Joe Lombardo and Calvin Hawke
- Making TCA accounting dynamic – Bruce Ratford
- Preview of the end product and future issues:
  - Financial statements of Winnipeg – Calvin Hawke
  - Budgeting in a PSAB world – Calvin Hawke
  - Changes to the Financial Information Return – Bill Tumas



# Municipal Assets Matter

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- Across Canada, local government owns almost 60% of public assets

	1961	2005	% chg
Municipal	30%	58%	93%
Provincial	38%	30%	-21%
Federal	33%	12%	-64%



# More Pronounced in Ontario

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- Across Ontario, local government owns just over 2/3's of all public assets

	1961	2005	% chg
Municipal	38%	67%	76%
Provincial	31%	22%	-29%
Federal	31%	10%	-68%



# Our Goal

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- To use the information from tangible asset accounting to make better financial decisions with regard to assets
- PS 3150 → Asset Management → Long-term Integrated Financial Plans



# What We Are Doing

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- Newsletters
- E-mail hotline
- Tool Kit (for small and medium municipalities)
- Deflator Study underway
- BVC Discussions with Federal Gov't
- Will begin monograph on financial statements
- Spring 2008 Seminars
  - Financial Statements
  - Budgeting



# Many Roads Lead to Rome

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- PS 3150 is not overly prescriptive. We view this as positive
- Few questions have just one right answer
- The thinking of our experts is evolving
- Tests:
  - Can you make a case that what you have done complies with the standard?
  - Is your approach reasonable and consistently applied?
  - Is your auditor on side?