

BIG CANOE POLICY

153 Capital Expenditure Policy

I. POLICY

Capital funds shall not be used for a single capital project of more than \$1,000,000 (as adjusted per the CPI beginning in 2010) unless the project is approved by more than fifty percent (50%) of the votes cast by Members. This restriction shall not apply to dams, roads, or bridges. The \$1,000,000 amount will include the cost of planning and design and all construction costs including a reasonable contingency. For the purposes of this policy, projects costing more than \$1,000,000 shall not be broken up into smaller projects so as to avoid a vote cast by Members.

Any Capital Expenditure in excess of \$100,000 must follow the processes and information requirements outlined in this section, unless otherwise excepted in Section IV of Procedure 153.1. Any unbudgeted Capital Expenditure in excess of \$25,000 must also follow these procedures, unless otherwise excepted in Section IV of Procedure 153.1.

The General Manager will provide an activity summary to the POA board as part of the General Managers monthly report.

Management will assure that goods and services provided are delivered according to contract and that any warranties provided to the POA are fully enforced.

II. RESPONSIBILITIES

POA Board, Finance Committee and General Meeting

III. SCOPE

This policy provides consistency with the intent of Article VI of the Big Canoe Covenants regarding projects of more than \$1,000,000 in cost, as adjusted.

IV. DEFINITIONS

V. RELATED POLICIES OR DOCUMENTS

Article VI, Section 13(c) Big Canoe Covenants, Capital Reserve Fund

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