

Proceeds from Sale of Non- Operational Assets Policy

Adopted: 26 November 2015
Commences: 1 December 2015
Review date: 1 December 2020

1.0 DEFINITIONS

Non-Operational Asset is any asset owned by the Council that is not an Investment Asset as defined in the Investment Policy or an asset that has been used for the delivery of the Council's services and includes and is not limited to land, buildings and infrastructure.

2.0 EXCLUSIONS

- a) Investment Assets are covered by the provisions of the Investment Policy (see the Investment Policy)
- b) Net proceeds from Operational Assets (such as plant and vehicles) are returned to the relevant operational account.

3.0 POLICY

If there was debt attributable to the asset, payment of that debt is the first call upon any proceeds of sale (that is the cash value less any costs relating to the sale).

The proceeds of sale (that is the cash value less any costs relating to the sale) following the retirement of any debt will be used for the purposes of:

- a) The retirement of debt in relation to assets; or
- b) The funding of the purchase of new assets (as scheduled within a relevant Asset Management Plan); or
- c) The purchase of strategic assets; or
- d) Transferred to an appropriate reserve; or
- e) The funding of one off operational expenses.

The proceeds will not be used to fund general operational expenditure.