



General Conveyance Agreement SPL Phase 2 – Request for Decision

Meeting Date (Report Reference Only): 2021/05/13

Meeting (Report Reference Only): Council General

Background

Council approved agreements with the South Pigeon Lake Regional Wastewater Commission to be effective January 1, 2019 including a Master Transfer Agreement, Operations Agreement and General Conveyance Agreement. This was done in accordance with the *South Pigeon Lake Regional Wastewater Services Commission Regulation* and included a transfer of assets for Phase 1 of the project.

As part of the County/Commission year end process, the County transferred all assets related to Phase 2 of the project, including the land and equipment in Lift Station 3 with an effective date of January 1, 2020. This concluded the transfer of assets to the Commission and all depreciation was allocated to the Commission who in essence owned the assets.

However, during the South Pigeon Lake Regional Wastewater Commission audit, the auditor was not satisfied that the correct documentation was in place to complete the transfer and was prepared to issue a qualified final audit which is really an incomplete audit. Municipal Affairs generally contacts all Municipalities/Commissions who received a qualified audit statement.

In discussion with the Auditor and the SPL Commission, it was decided that rather than get a qualified statement that the Commission request an extension to file the Financial Information Return (FIR) and prepare the agreement that would transfer the assets of Phase 2 of the project.

Administration has prepared a second General Conveyance Agreement that approved the transfer of all Assets associated with Phase 2 of the project. The Agreement has been provided for Council to review. If Council approves the Agreement, then the SPL Commission will call a Special Meeting to follow suite.

Recommended Resolution

that Council approve the General Conveyance Agreement between the County of Wetaskiwin No. 10 and the South Pigeon Lake Regional Wastewater Commission to transfer the assets for Phase 2 of the regional wastewater project with an effective date of January 1, 2020.