Executive in Charge, Office of Management
Action Item

SUBJECT: Approval of two updated financial policy chapters.

Vol.	Ch.	Title
V	9	General Property, Plant and Equipment
II	7D	Guidelines to Avoid Augmenting an Appropriation

DISCUSSION: The Financial Policy Steering Committee voted, approved, and recommended CFO approval of the following policy chapters:

- Volume V, Chapter 9, *PP&E*, establishes VA financial policy and procedures for general property, plant and equipment (PP&E) owned or leased by VA, to include depreciation or amortization, deferred maintenance and repairs, non-recurring maintenance, and major and minor construction projects. VA has a vast holding of diverse assets consisting of hospitals, clinics, cemeteries, office buildings, and medical and non-medical equipment, VA-owned and leased.

- Volume II, Chapter 7D, *Guidelines to Avoid Augmenting an Appropriation*, establishes VA financial policy and procedures relating to appropriated funds made available for obligations and expenditures by means of an appropriation act and the subsequent administrative actions that release appropriations to the spending agencies. In addition, the authority to deliver goods or perform services for a fee is authorized by means of an appropriation act, i.e., the Supply Fund and the Franchise Fund.

RECOMMENDATION: Approve the two updated financial policy chapters by signing below.

Approved:

/S/ 02/13/13
W. Todd Grams Date
Executive in Charge, Office of Management
and Chief Financial Officer