



**SWEETWATER COUNTY  
SCHOOL DISTRICT #1**

## Agenda Item 11-e

Policy FCA (Capitalization Policy)

**CAPITALIZATION POLICY**

Policy to establish what is a Fixed Asset and to set up a minimum value for the Fixed Asset Inventory and Capitalization.

"Fixed Assets to be inventoried or capitalized shall be those items that:

1. Are tangible in nature
2. Have a life longer than one year, and
3. Have a significant value, which is defined as a cost or appraised value for donated assets as described below:

|                          | Tracking and Inventory | Capitalize and Depreciate              |
|--------------------------|------------------------|--|
| Land                     | \$1                    | Capitalize Only                        |
| Land Improvements        | \$1                    | <del>\$25,000</del> <b>\$50,000.00</b> |
| Buildings                | \$1                    | \$50,000                               |
| Building Improvements    | \$1                    | \$50,000                               |
| Construction in Progress | \$1                    | Capitalize Only                        |
| Machinery and Equipment  | \$1,000 *              | \$5,000                                |
| Vehicles                 | \$1,000                | \$5,000                                |
| Infrastructure           | \$50,000               | \$250,000                              |

**Note \* - Or lower as deemed necessary due to the nature of the asset**

Adopted 05/02/82

Revised 04/14/99 4/15/02 5/12/03

Effective July 1, ~~2002~~ 2017

Reference:

Wyoming School Budgeting, Accounting, and Reporting Manual, issued by the Wyoming Department of Education, Finance Division

Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments

School District #1, Sweetwater County, Wyoming