

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 (x)
Land	\$1	Capitalize Only
Land Improvements	\$1	\$50,000
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
Art Collection	\$1,000	\$5,000

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

Note (x) - Or determined to be material in the aggregate

Adopted: 05/02/82

Revised: 04/14/99 4/15/02 5/12/03 03/12/18

Effective July 1, 22

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

Governmental Accounting Standards Board, Implementation Guide No. 2021-1, Implementation Guidance Update - 2021

Revised: 11-13-2023

School District #1, Sweetwater County, Wyoming