

FIXED ASSETS MANAGEMENT

The fixed assets accounting records are to be audited annually as part of the annual financial audit of the District.

Capitals assets include property, plant, and equipment. Assets are reported in the governmental activities column in the government-wide financial statements. Capitals assets are defined by the School District as assets with an initial, individual cost of \$5,000.00 or more. Such assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recoded at estimated fair market value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend the assets life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Buildings- 20 to 40 years

Equipment- 5 to 20 years

Complementing NDSBA Templates (may contain items not adopted by the Board)

- HEBD, Audit

End of Hope-Page School District 85 Policy HEAD..... Adopted:

11/2022