

**AN ORDINANCE ESTABLISHING A CAPITALIZATION POLICY FOR VERMILION
COUNTY IN ACCORDANCE WITH GASB 34**

WHEREAS, there is a need for Vermilion County to establish a Capitalization Policy in accordance with GASB 34; and

WHEREAS, the Finance/Personnel Committee asked that this policy be forwarded directly to the Full County Board.

NOW, THEREFORE BE IT ORDAINED by the County Board of Vermilion County, Illinois that the following shall be Vermilion County, Illinois Capitalization Policy.

Section 1: The County Board of Vermilion County, Illinois hereby establishes a capitalization policy for purposes of the Governmental Accounting Standards Board Statement 34:

A. Minimum capitalization amounts shall be as follows:

Individual equipment	\$ 5,000
Buildings and improvements	\$ 10,000
Infrastructure assets (including but not limited to water treatment and distribution systems)	\$150,000
Intangible assets (including but not limited to computer software, websites and easements)	\$ 10,000

B. Costs for maintenance will be expensed.

C. Infrastructure will be capitalized and depreciated from November 30, 2015 forward.

D. The following depreciation methods are established:

- Appliances - 5 years, straight line
- Tools - 5 years, straight line
- Equipment - 7 years, straight line
- Vehicles under 13,000 gross vehicle weight - 5 years, straight line
- Vehicles 13,000 gross vehicle weight - 7 years, straight line
- Other improvements - 20 years, straight line
- Buildings - 40 years, straight line
- Road improvements - 10 years, straight line
- New infrastructure - 40 years, straight line

Section 2: This Ordinance is effective immediately.

PRESENTED, APPROVED AND ORDAINED by the County Board of Vermilion County, Illinois at the January 12, 2016 A.D. Session.

DATED this 12th day of January, 2016 A.D.

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1 Vacancy

Michael T. Marron
Chairman, Vermilion County Board

ATTEST:

Cathy Johnson
Clerk of the County Board

Randall J Brunegar
Approved to Form: State's Attorney

ORDINANCE 16-0105