
Procedure Title: Capitalization
Policy: 1300-08
Adopted: April 11, 2006
Amended:



POLICY STATEMENT:

To establish guidelines to distinguish capital items from operational items for clarification on financial reporting and budgeting.

GUIDELINES AND PROCEDURES:

Capital items are defined as follows for the Village of Mannville:

1. A minimum cost of **\$2,000** will be set in order to avoid capitalizing small or insubstantial items which may have a reasonable life expectancy of several years.
2. The anticipated life expectancy of the item shall exceed 3 years.
3. The item must directly increase the Village of Mannville's equity in assets.