

## **FIXED ASSETS**

**Relative Information:** The District has established procedures for tracking and recording fixed assets as required by Generally Accepted Accounting Principles (GAAP) and the Governmental Accounting Standards Board (GASB) Statement 34. A fixed asset is defined as:

1. Property that has an expected useful life of more than one (1) year; and
2. Property that costs or has a value of \$5,000 or more.

Fixed assets are depreciated on an annual basis utilizing the straight-line method over established useful lives as identified in the Comprehensive Annual Financial Report (CAFR). Properties acquired through donations are recorded at fair market value at the time of receipt.

Disposal of fixed assets shall be in accordance with District policy and State Public Contracting Law.

**Policy Statement:** It is the policy of the Board of Directors to comply with and be guided by Generally Accepted Accounting Principles for recording and depreciating fixed assets.

It is the policy of the Board to declare fixed assets surplus prior to disposal and to dispose of such items in accordance with policy and State Law.