



LEWIS COUNTY DEVELOPMENT CORPORATION

Board Approval: May 1, 2025
Fixed Asset Capitalization Policy

Purpose:

The purpose of this fixed asset policy is to establish guidelines for Management to follow in recording the purchase price of assets on the LCDC's records as to whether they are to be capitalized or expensed.

Objective:

To capitalize fixed asset purchases with a value of \$2,000.00 and useful life of more than one year.
To capitalize improvements that extend the estimated useful life of sites or buildings with a value of at least \$2,000.00

Procedure:

All fixed asset purchases are to be treated as complete units. If a purchase is less than the capitalization thresholds noted above, it will be expensed. If a purchase exceeds the capitalization threshold, it is to be capitalized and depreciated on the straight-line basis over the appropriate life using the standard use life table.

Review:

This policy will be reviewed for updates annually.