

RESOLUTION NO. 5001

A RESOLUTION ESTABLISHING AND INCREASING THE CITY'S FIXED ASSET CAPITALIZATION POLICY, AND REPEALING RESOLUTION NO. 3234.

WHEREAS, the Governmental Accounting Standards Board (GASB) has adopted Standard #34 which requires more stringent requirements for fixed assets, and

WHEREAS, capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more, and an estimated useful life of greater than one year, and

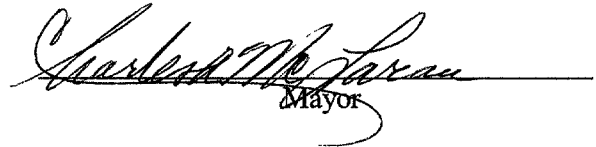
WHEREAS, additions or improvements and other capital outlays that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset, are capitalized, and

WHEREAS, depreciation is calculated using the straight-line method over the following useful lives:

Buildings and Improvements	25 – 75	years
Vehicles and Equipment	3 – 25	years
Infrastructure	20 – 50	years

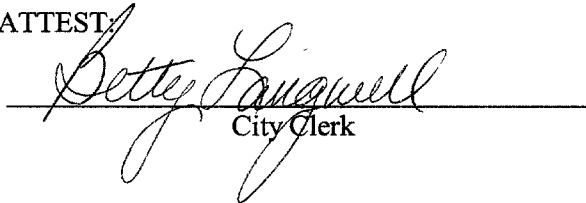
NOW, THEREFORE, BE IT RESOLVED that the Albany City Council establishes and adopts the straight-line method of depreciation for fixed assets and the estimated useful lives shown above, and adopts the capitalization policy for fixed assets of \$5,000.

DATED AND EFFECTIVE THIS 14 DAY OF JULY 2004.



Mayor

ATTEST



City Clerk