

**CAPITALIZATION POLICY**

**FOR**

**MAINE TOWNSHIP**

**AND**

**THE MAINE TOWNSHIP ROAD AND BRIDGE DISTRICT**

**COOK COUNTY, ILLINOIS**

**I. Purpose**

MAINE TOWNSHIP and the MAINE TOWNSHIP ROAD AND BRIDGE DISTRICT, Cook County, Illinois believe it to be in their best interest to establish a capitalization policy for accounting purposes and compliance with the Governmental Accounting Standards Board Statement 34. The purpose of this CAPITALIZATION POLICY is to ensure compliance with GASB 34.

**II. Capitalization Amounts**

The minimum capitalization amount for individual equipment, is \$2,500, for buildings and improvements is \$10,000, and for infrastructure assets (roads, bridges, culverts, curbs, sidewalks, lighting systems, gutters, and drainage systems) is \$50,000. The cost for maintenance will be expensed.

**III. Infrastructure Costs**

The costs for infrastructure which is not already being capitalized, will be capitalized and depreciated on a prospective basis beginning in Fiscal Year 2022.

**IV. Depreciation Methods**

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

Adopted THIS 24<sup>th</sup> day of May, 2022 by the Board of Trustees of Maine Township and the Highway Commissioner of Maine Township Road and Bridge District, Cook County, Illinois.

**CAPITALIZATION POLICY**


**FOR**

**MAINE TOWNSHIP**

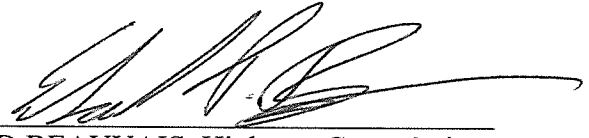
**AND**

**THE MAINE TOWNSHIP ROAD AND BRIDGE DISTRICT**

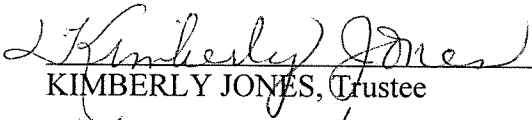
**COOK COUNTY, ILLINOIS**



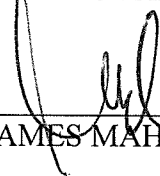
KAREN J. DIMOND, Supervisor



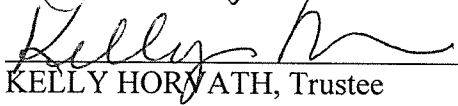
ED BEAUVAIS, Highway Commissioner



KIMBERLY JONES, Trustee

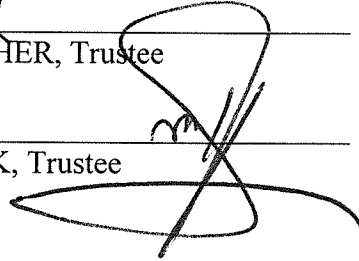


JAMES MAHER, Trustee



KELLY HORVATH, Trustee

ASIF MALIK, Trustee



ATTEST:



PETER GIALAMAS, Clerk