

Capitalization Policy

Revised 06/11/2019

The policy of the Ohio County Fiscal Court is to capitalize assets when the useful life is greater than one year and the acquisition cost meets the capitalization threshold.

Purchased or constructed capital assets and infrastructure are reported at acquisition or construction cost or estimated historical cost.

Capital assets and infrastructure are capitalized and depreciated as outlined in the attached capitalization threshold table for the Ohio County Fiscal Court.

Assets will be depreciated on the straight-line basis over their estimated useful lives as outlined below.

The useful life table below shows the useful life by asset type for the Ohio County Fiscal Court.

Threshold Amounts:

Land and Land Improvements	\$20,000
Buildings	\$50,000
Building Improvements	\$25,000
Vehicles & Equipment	\$30,000
Infrastructure	\$50,000

<u>Asset</u>	<u>Useful Life (Expressed in Years)</u>
Land Improvements	10 - 60
Buildings	10 - 75
Building Improvements	
Machinery and Equipment	3 - 25
Infrastructure	10 - 50
Intangibles	2 - 40