



www.smrld.org

Two locations serving the communities of Granite City, Mitchell, and Pontoon Beach.

2001 Delmar Avenue
Granite City, IL 62040

618-452-6238

2145 Johnson Road
Granite City, IL 62040

618-452-6244

Tina Hubert
Executive Director

SMRLD Capitalization Policy

The Six Mile Regional Library District (SMRLD) Board of Trustees adopts a fixed asset policy to establish the minimum cost value (capitalization amount) that will be used to determine the capital assets recorded in SMRLD's annual financial statements. This is to be in compliance with the requirements of GASB Statement No. 34

Capital Asset definition

Capital assets are defined as tangible and intangible assets that have initial useful lives that extend beyond a single reporting period.

Capitalization method

All capital assets are recorded at historical cost as of the date acquired or constructed. If historical cost information is not available, assets are recorded at estimated historical cost by calculating current replacement cost and deflating the cost using the appropriate price-level index.

Capitalization thresholds

The SMRLD Board of Trustees establishes a minimum capitalization threshold of Five Thousand Dollars (\$5000) for fixed assets. This threshold applies at the per item or per invoice level and must include any allocable expenses included on the invoice.

Other Assets

Detailed records are maintained at the discretion of the Executive Director for all items below the capitalization threshold that should be safeguarded from loss. These items include computer equipment and maintenance equipment with value that falls below the established thresholds and any other assets specified by the Executive Director. When large purchases of said items do meet the threshold as a group purchase of like items, they are recorded for depreciation.

This policy does not apply to land, inventory, or certain temporary, emergency spare parts.

Adopted by the SMRLD Board of Trustees November 12, 2019

BOARD OF TRUSTEES

Chris Hutchings
President

Mary Jo Akeman
Vice President

Julie Willaredt
Treasurer

Linda McDonnell
Secretary

Dewey Melton
Trustee

Liz Cicio
Trustee

Adam Followell-Young
Trustee

MISISON

To make a significant difference in the everyday lives of the people, institutions, and communities of Granite City, Mitchell, and Pontoon Beach by listening, understanding, and then transforming needs into proactive library services.