

## RESOLUTION NO. 2193

### A RESOLUTION AMENDING THE HOUSING AUTHORITY CAPITALIZATION POLICY

**Whereas**, the Housing Authority of the City of Salem, Oregon, last revised its Capitalization Policy on November 2, 1998, through adoption of resolution no. 1708; and

**Whereas**, in accordance with Generally Accepted Accounting Principles (GAAP) require the Housing Authority to establish and follow criteria for the capitalization of non-expendable assets for purposes of inventory control and systematic allocation of the depreciable amount of an asset over its useful life; and

**Whereas**, the Housing Authority's current policy defines a "non-expendable capital" asset as having a unit cost of \$500 or more;

**Whereas**, the Housing Authority financial auditor review has recommended increasing "non-expendable capital" limits to \$1,500 as a more useful threshold for inventory purposes;

NOW, THEREFORE, THE HOUSING AUTHORITY OF THE CITY OF SALEM, OREGON,  
RESOLVES AS FOLLOWS:

**Section 1. Replacement.** The attached Capitalization Policy amends resolution no. 1708, and replaces all prior versions of the Capitalization Policy.

**Section 2. Effective Date.** This resolution shall become effective on October 1, 2016, to coincide with the beginning of the fiscal year.

ADOPTED by the Commission of the Housing Authority of the City of Salem this 8<sup>th</sup> day of August, 2016.

ATTEST:

Recording Secretary

APPROVED BY CITY ATTORNEY: \_\_\_\_\_

Checked by: A. Wilch