

RESOLUTION ESTABLISHING CAPITALIZATION POLICY

WHEREAS, the Governmental Accounting Standards Board (GASB) has established Statement 34, which is one of the most comprehensive reporting standards in the history of governmental accounting; and

WHEREAS, all state and local governments must begin implementation of this Standard; and

WHEREAS, the South Dakota Department of Legislative Audit has authorized Rapid City and Sioux Falls to implement this Standard immediately; and

WHEREAS, a major component of this Standard relates to cost, life and depreciation of infrastructure assets including roads, bridges, and similar assets not currently depreciated

NOW THEREFORE BE IT RESOLVED that the financial statements include fixed assets categorized as furniture, equipment or machinery that originally cost or exceed \$500; and other property that originally cost or exceeded \$15,000.

Dated this 24th day of July, 2000.

CITY OF RAPID CITY

ATTEST:

Finance Officer

Mayor