



Revised: November 18, 2021, July 25, 2011
Adopted: October 1, 2008

704 DEVELOPMENT AND MAINTENANCE OF AN INVENTORY OF FIXED ASSETS AND A FIXED ASSET ACCOUNTING SYSTEM

I. PURPOSE

The purpose of this policy is to provide for the development and maintenance of an inventory of the fixed assets of the school and the establishment and maintenance of a fixed asset accounting system.

II. GENERAL STATEMENT OF POLICY

The policy of this school district is that a fixed asset accounting system and an inventory of fixed assets be developed and maintained.

III. DEVELOPMENT OF INVENTORY AND ACCOUNTING SYSTEM

The school board, School Director or designee shall be responsible for the development and maintenance of an inventory of the fixed assets of the school, and for the establishment and maintenance of a formal fixed asset accounting system. The accounting system shall be operated in compliance with the applicable provisions of the Uniform Financial Accounting and Reporting Standards for Minnesota School Districts (UFARS). In addition, the inventory shall specify the location of all continued abstracts showing the conveyance of the property to the school; certificates of title showing title to the property in the school; title insurance policies; surveys; and other property records relating to the real property of the school.

IV. REPORT

The School Director or designee shall annually update the property records of the school and make an inventory of the fixed assets of the school available to the school board.

V. CAPITAL ASSET THRESHOLD

It is the policy of this school district that an item being considered for capitalization must have a cost of \$5,000 or greater to meet the District Capitalization threshold.