

Casa di Mir Montessori School

## Capitalization Policy

3/22/2012.

### Capitalized Assets

A capitalized asset shall be any asset acquired by donation or purchase that has a useful life of longer than three years or extends the life of another capitalized asset or increases its value and meets a specific dollar threshold.

### Value of Assets

All capitalized assets shall be recorded at historical cost at acquisition date or estimated cost if acquired prior to the date of the initial inventory. Any donated capital asset shall be recorded at the date of donation using the fair market value of the item at that date.

### Depreciation

Depreciation shall be based on the straight line method of depreciation over the estimated useful life of each depreciable asset or group of assets. Periodically, management shall evaluate the estimated useful life of each depreciable asset to determine if revision of such an estimate is required.

### Dollar Threshold

A dollar threshold for each asset shall be set at \$1,000.

### Inventory Control

A physical inventory of all capital assets and other assets shall be taken at least once per year.

Adopted: March 21, 2012  
Apr. 24