

1106.2 PLANT ASSETS – DEPRECIATION

Effective: December 1986
Revised: May 2017
Last Reviewed: May 2017
Responsible Office: Comptroller
Approval: Comptroller

PURPOSE

To provide the depreciation policy for plant assets.

POLICY

1. The Office of the Comptroller is responsible for all depreciation of plant assets.
2. Depreciation of plant assets will be provided for as part of Plant, net of depreciation in the Statement of Position in accordance with applicable financial accounting pronouncements. Depreciation expense on depreciable assets will be shown as an operating expense on the Statement of Activities.
3. All plant assets will be depreciated using the straight line method. Assets will be depreciated over a useful life as determined by the Office of the Comptroller.
4. Assets with an in-service date prior to the mid-point of the month will begin being depreciated in the current month; assets with an in-service date after the mid-point of the month will begin being depreciated in the subsequent month.
5. Depreciation of newly constructed buildings will commence upon issuance of a certificate of occupancy.