



CAPITALIZATION POLICY

East Georgia Housing Authority Partners, and its member authorities, City of Thomson Housing Authority, City of Warrenton Housing Authority, City of Harlem Housing Authority, City of Crawfordville Housing Authority, adopts the following capitalization policy for the purpose of determining, distinguishing and recording materials and non-expendable equipment and personal property purchased or acquired in connection with the development, management and maintenance of public housing developments owned or operated by this Authority.

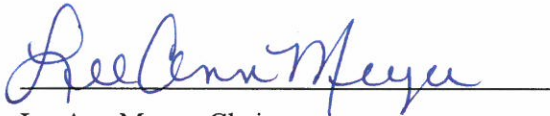
A. If the initial cost of a piece of equipment and/ or other personal property is Two Thousand Five Hundred Dollars (2500.00) or more and the anticipated life or useful value of said equipment or property is more than one (1) year the same shall be capitalized and recorded as non-expendable equipment and charged as a capital expenditure.

B. If the initial cost of the piece of equipment and/ or personal property is less than Two Thousand Five Hundred Dollars (2500.00) or its useful life is less than one (1) year regardless of cost. The same shall be treated and recorded as materials or inventory and charged to maintenance, administration or tenant service expense.

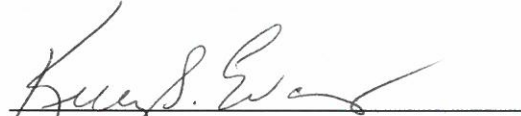
C. The Executive Director or in the Executive Directors designee is authorized and directed to determine whether each piece of equipment or other personal property that is acquired by the Housing Authority in connection with the development, management and maintenance of the properties owned or operated by the Housing Authority, shall be classified as material or nonexpendable as defined in the preceding sections. The Executive Director is further directed to ensure that the determination is documented in the appropriate records of the Housing Authority and retained for the information and guidance of its personnel and for audit purposes.

This policy will be in conformity with the Federal Office of Management and Budget (OMB), A-133 Compliance Supplement – Part 3, Section F, Equipment and Real Property Management and Generally Accepted Accounting principles (GAAP). The policy will be effective for all programs and for the conversion to generally accepted accounting principles (GAAP).

Adopted this 19 day of March, 2019.



LeeAnn Meyer, Chairman



Kelly S. Evans, Executive Director