IN THE VILLAGE OF CENTERTOWN, MISSOURI

Bill No. 0021-003 Ordinance No. 218

AN ORDINANCE ESTABLISHING A CENTERTOWN WATERWORKS CAPITALIZATION POLICY AS IT PERTAINS TO CENTERTOWN WATERWORKS’ ASSETS

**WHEREAS**, The Village of Centertown, State of Missouri, owns and operates a revenue producing public waterworks system; Centertown Waterworks

**NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF TRUSTEES OF THE VILLAGE OF CENTERTOWN, MISSOURI, AS FOLLOWS:**

 Section 1. A capital asset is a unit of property that has an economic useful life that extends beyond 12 months and was acquired or produced for a cost in excess of $1,000.

 Section 2. Repairs or improvements that extend the useful life of a Waterworks asset will also be capitalized if the dollar value is in excess of $1,000.

 Section 3. Documentation substantiating the acquisition cost of each unit of property shall be retained thru the estimated useful life.

 Section 4. All reported capital assets will be depreciated using the straight-line method over their estimated useful life.

1. Computers and related equipment: 5 years
2. Officer furniture: 10 years
3. Buildings and building improvements: 40 years
4. Infrastructure: 30 years
5. Water System: 40 years

 Section 5. This ordinance shall be in full force and effect from and after its passage by the Board of Trustees.

**FIRST READING HELD**: **JANUARY 26, 2021**

**SECOND READING AND FINAL PASSAGE ON THIS 26TH DAY OF JANUARY, 2021 BY THE FOLLOWING VOTE:**

Aye Nay

Adam Brown \_\_X\_\_\_ \_\_\_\_\_

Paula Hinshaw \_\_X\_\_\_ \_\_\_\_\_

Heather Hunger \_\_X\_\_\_ \_\_\_\_\_

Celine Whitaker \_\_X\_\_\_ \_\_\_\_\_