

RESOLUTION NO. R-4-18

A RESOLUTION AMENDING THE FISCAL PERFORMANCE POLICIES OF THE CITY OF FORT SMITH

BE IT RESOLVED AND ENACTED BY THE BOARD OF DIRECTORS OF THE CITY OF FORT SMITH, ARKANSAS, THAT:

WHEREAS, the City Board of Directors finds it in the best interest of the citizens to establish policies to ensure the financial stability of the City; and

WHEREAS, the City Board will regularly review existing policies and establish additional policies to promote fiscal responsibility and the efficient transaction of City business; and

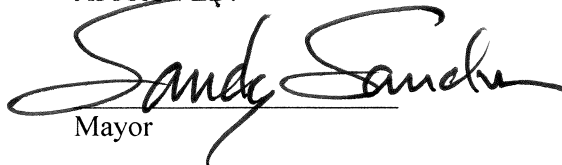
WHEREAS, administration recommends increasing the threshold for determination to capitalize fixed assets; now, therefore,

SECTION 1: Capital Improvement Policies, Section 5 of the Fiscal Performance policy is hereby amended to read as follows:

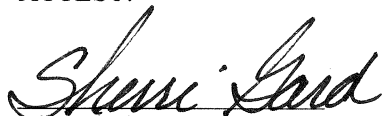
5. All equipment, projects and improvements, other than infrastructure, with a value equal to or greater than \$20,000 per unit and an estimated life greater than or equal to 3 years will be capitalized for financial reporting purposes. Infrastructure assets are those that are provided by the Street Sales Tax Fund and include streets, bridges and drainage projects. All land and rights-of-way are capitalized for infrastructure projects. The project cost is capitalized for projects greater than or equal to \$250,000 and are grouped by project year. Individual infrastructure projects are capitalized separately if the project totals greater than or equal to \$5.9 million.

THIS RESOLUTION ADOPTED THIS 16th DAY OF JANUARY, 2018.

APPROVED:


Mayor

ATTEST:


City Clerk

Approved as to form:



No Publication Required