

BOARD RESOLUTION NO. 05-01

**A RESOLUTION OF THE BOARD OF PUBLIC WORKS, LEWES, DELAWARE,
ESTABLISHING THE CAPITALIZATION THRESHOLD AT \$5,000.00.**

WHEREAS, the capitalization threshold for financial reporting is currently set at \$1,000.00 and;

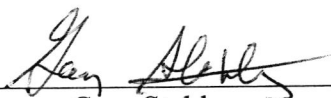
WHEREAS, the Board of Public Works desires to effectively manage the capital assets entrusted to the Board, and;

WHEREAS, capitalization threshold is the point at which plant and equipment having a useful life of more than one year are capitalized, and;

WHEREAS, increasing the capitalization threshold will aid in identifying the assets that require thorough monitoring.

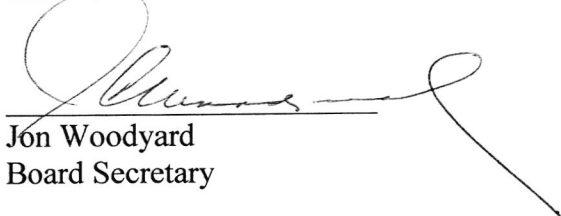
NOW THEREFORE, be it resolved by the Board of Public Works that expenditures that meet the definition of capital expenditures equal to or in excess of \$5,000.00 shall be capitalized for the purposed of financial reporting.

PASSED AND ADOPTED, by the Board of Public Works this 22nd day of September, 2005




Gary Stabley
Board President

ATTEST:


Jon Woodyard
Board Secretary

APPROVED AS TO FORM


Tempe Steen, Esq.
Board Solicitor