

# C-R-N-W-S-C

## CAPITAL REGION NORTHEAST WATER SERVICES COMMISSON AMORTIZATION POLICY

**Policy:** That the Commission amortize its capital assets in accordance with Canadian Not for Profit Generally Accepted Accounting Principals.

### Amortization Schedule:

Capital assets are reported at cost. Assets acquired before 1996 have been pooled and amortized on a straight line basis at 5% each year beginning in 1996.

Assets acquired after 1996 provide more detailed information and are classified and depreciated on a straight line basis over the useful lives of the assets for periods of between 3 and 75 years.

<b>Asset Amortization Rate</b>	<b>Useful Life</b>
Machinery and Equipment	
- Pumping Equipment and Control Valves, Parking Lot	15 Years
6.67 %	
- Instrumentation Systems	10 Years
	10.00 %
- Computer / Software	3 Years
	33.00 %
Engineering Structures	
- Pump-houses, Buildings & Reservoirs	50 Years
2.00 %	
- Pipelines & Appurtenances	75 Years
1.33 %	

A full year of amortization will be taken in the year of acquisition. No amortization will be taken in the year of disposal.

**Date Approved: April 24, 2006**

**Resolution #2006.04.24.03**