

SWANSEA VILLAGE CO-OPERATIVE INC.

AMORTIZATION/CAPITALIZATION POLICY

Passed by the Board of Directors  
on November 19, 2020

Confirmed by the  
Members on February 23, 2021

1. Purpose

The purpose of this Policy is to describe an accounting required by Canada Mortgage and Housing Corporation (CMHC).

2. Priority of this Policy

This Policy takes priority over and or amends all previous Board polices, resolutions or decisions that deal with amortization.

3. Amendment of this Policy

This Policy may be amended by Board resolution.

4. Capital Expenditures

Capital expenditures are to be capitalized and recorded as assets on the statement of financial position. Amortization of these assets is to be recognized on a straight-line basis over the course of their useful lives

5. Estimated Useful Life of Capital Assets

Doors and Windows	30 Years
Grounds	30 Years
Interior Renovations	25 Years
Electrical	25 Years
Roof	20 Years
Mechanical	20 Years
Appliances	15 Years
Consulting Fees	5 Years

**Passed** by the Board of Directors of the Swansea Co-operative Inc. at a meeting properly held on \_\_\_\_\_

And **confirmed** by at least two-thirds of the votes cast at a general meeting of the members of the Co-operative held on \_\_\_\_\_

\_\_\_\_\_  
President

\_\_\_\_\_  
Secretary

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date