**Section 100.60 Capital Assets and Depreciation**

a) In order to account for capital assets properly, each school board shall adopt a capitalization threshold.

b) For purposes of calculating per capita costs under Section 18-3 of the School Code [105 ILCS 5/18-3], the depreciation allowance shall include both depreciable capital assets and non-capitalized equipment.

c) Unless otherwise required by state or federal law or regulation, useful lifetimes and annual depreciation rates for various classes of capital assets and non-capitalized equipment shall be based on the following schedule.

|  |  |  |
| --- | --- | --- |
| **Classification** | **Estimated Useful Lifetime** | **Annual Depreciation Rate** |
| Works of Art and Historical Treasures | Permanent | None |
| Land | Permanent | None |
| Permanent Buildings | 50 Years | 2% |
| Temporary Buildings | 20 Years | 5% |
| Improvements other than Buildings (Infrastructure) | 20 Years | 5% |
| Equipment (Three-Year Schedule) | 3 Years | 33⅓% |
| Equipment (Five-Year Schedule) | 5 Years | 20% |
| Equipment (Ten-Year Schedule) | 10 Years | 10% |
| Construction in Progress | Not Applicable | None |
| Non-Capitalized Equipment | 10 Years | 10% |