RESOLUTION NO. 006-2005

A RESOLUTION SETTING & MAINTAINING A BASE VALUE OF $5,000.00 PER ITEM FOR ALL TOWN PROPERTY CARRIED ON THE FIXED ASSET INVENTORY USED IN CONJUNCTION WITH THE FISCAL YEAR 2005 AND FORWARD ANNUAL AUDITS OR AUDIT EXEMPTIONS

WHEREAS, the State of Colorado requires the Town to maintain in conjunction with the Annual Audit or Audit Exemption a reasonable and complete inventory of assets owned, operated and maintained by the Town; and

WHEREAS, the State of Colorado has set a state-wide Fixed Asset Inventory base guidline not to exceed $5,000.00 per item beginning and carrying forward with the 1998 fiscal year; and

WHEREAS, the Town's contracted Audit/Audit-Exempt Preparers, Martinez and Associates, has recommended that we set our Fixed Asset Inventory base at $5,000.00;

NOW THEREFORE, be it resolved by the Board of Trustees of the Town of Crestone, Colorado, that specifically for the purpose of satisfying the requirements of a Fixed Asset Inventory for use in conjunction with the Town's Annual Audit or Audit Exemption, only individual items with an original purchase price equal to or greater than $5,000.00 will be carried on the Fixed Asset Inventory beginning with the 2005 fiscal year and carrying forward.

This resolution shall take effect upon its adoption.

DONE and **SIGNED** this 10th day of October, 2005.

Kizzen Laki, Mayor

ATTEST:

Janet Dossigny, Town Clerk