



*Adopted: MSBA/MASA Model Policy 704*

*Revised: 2022 (Orig. 1995)*

## **704 Development and Maintenance of an Inventory of Fixed Assets and a Fixed Asset Accounting System**

### **I. PURPOSE**

It is the policy of BrightWorks, the service cooperative, to provide for the development and maintenance of an inventory of the fixed assets of the service district and the establishment and maintenance of a fixed asset accounting system.

### **II. GENERAL STATEMENT OF POLICY**

It is the policy of BrightWorks, the service cooperative, that a fixed asset accounting system and an inventory of fixed assets be developed and maintained.

### **III. DEVELOPMENT OF INVENTORY AND ACCOUNTING SYSTEM**

The executive director and their designee shall be responsible for the development and maintenance of an inventory of the fixed assets of the service cooperative and for the establishment and maintenance of a formal fixed asset accounting system. The accounting system shall be operated in compliance with the applicable provisions of the Uniform Financial Accounting and Reporting Standards for Minnesota School Districts (UFARS). In addition, the inventory shall specify the location of all continued abstracts showing the conveyance of the property to the service cooperative; certificates of title showing title to the property in the service cooperative; title insurance policies; surveys; and other property records relating to the real property of the service cooperative.

### **IV. REPORT**

The administration shall annually update the property records of the service cooperative and provide an inventory of the fixed assets of the service cooperative to the BrightWorks Board.

**Legal References:** Minn. Stat. § 123B.02 (General Powers of Independent School Districts)  
Minn. Stat. § 123B.09 (Boards of Independent School Districts)  
Minn. Stat. § 123B.51 (Schoolhouse and Sites; Uses for School and Nonschool Purposes; Closings)

**Cross References:** MSBA/MASA Model Policy 702 (Accounting)