

**RESOLUTION NO. 25-106**

**RESOLUTION OF THE MENDOCINO COUNTY BOARD OF SUPERVISORS INCREASING THE COUNTY'S MINIMUM CAPITALIZATION THRESHOLD TO CONFORM TO 2 CFR PART 200**

WHEREAS, the County of Mendocino receives and administers federal funds; and

WHEREAS, the federal regulations governing the administration of federal funds, specifically 2 CFR Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (hereinafter "2 CFR Part 200"), establish the criteria for the capitalization of assets; and

WHEREAS, 2 CFR Part 200 was recently revised, and those revisions became effective on October 1, 2024; and

WHEREAS, the revisions to 2 CFR Part 200 include increasing the capitalization threshold for equipment from \$5,000 to \$10,000; and

WHEREAS, the County of Mendocino's current capitalization policy establishes a capitalization threshold of \$5,000, which is no longer consistent with the federal standard; and

WHEREAS, it is in the best interest of the County of Mendocino to amend its capitalization policy to conform to the requirements of 2 CFR Part 200, as revised.

NOW, THEREFORE, BE IT RESOLVED that the Mendocino County Board of Supervisors hereby approves increasing the minimum capitalization threshold from \$5,000 to \$10,000, effective July 1, 2025.

BE IT FURTHER RESOLVED, that the County Auditor-Controller is hereby directed to implement the change in the capitalization threshold and to make any necessary adjustments to the County's accounting records and procedures to ensure compliance with this resolution and with 2 CFR Part 200, as revised.

The foregoing Resolution introduced by Supervisor Williams, seconded by Supervisor Cline, and carried this 24<sup>th</sup> day of June 2025, by the following vote:

AYES: Supervisors Cline, Mulheren, Haschak, Norvell, and Williams  
NOES: None  
ABSENT: None

WHEREUPON, the Chair declared said Resolution adopted and SO ORDERED.

ATTEST: DARCIE ANTLE  
Clerk of the Board

  
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Deputy

APPROVED AS TO FORM:  
CHARLOTTE E. SCOTT  
County Counsel

  
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JOHN HASCHAK, Chair  
Mendocino County Board of Supervisors

I hereby certify that according to the provisions of Government Code Section 25103, delivery of this document has been made.

BY: DARCIE ANTLE  
Clerk of the Board

  
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Deputy