



Summary

- The Colorado State Capitol House and Senate Chambers Restoration project was appropriated to the Department of Personnel & Administration in SB 15-234.
- The majority of the components of the restoration of the House and Senate Chambers are not capitalized; only the seating and chandelier, including installation, will be depreciated.
- The Department estimates that this project will be completed during FY 2017-18.
- The Depreciation equivalent payments for the House and Senate Chambers Restoration project is estimated to be \$352,601; \$112,832 from the Legislative Department cash fund, \$239,769 General Funds.

Depreciation Methodology

- The Department utilized a depreciation methodology consistent with Fiscal Procedures, Chapter 4, Section 2.7.
- Under this methodology, the Department depreciated all exhaustible fixed assets using a straight-line method and the estimated useful lives, as determined by the Department and noted in the section below.
- The Department has not estimated a salvage value because there is no ability or intent to resell or salvage any value from the assets included at the end of their expected useful life.

Depreciable Assets

- The Department notes that the following assets are included in the calculated depreciation:
 - Building improvement
 - Total cost: \$6,942,016
 - Estimated useful life: 20 years
 - Calculated Depreciation: \$347,101
 - Two chandeliers, including hoisting equipment and installation
 - Total cost: \$550,000
 - Estimated useful life: 100 years
 - Calculated Depreciation: \$5,500

Items Not Capitalized

- Items not capitalized include paint, carpet, and other improvements that do not extend the useful life of the Colorado State Capitol House and Senate Chambers.