

School Board & School Authority Tangible

Capital Asset Guide revisions

Release no. 6

April 2011

This release should be retained and filed.

This release's is accomplishing two purposes:

- A. Update guide to allow computer hardware and software to be included in the furnishing and equipping of new schools and school additions or the First Time Equipping Class.
- B. Update guide to amend building capitalization threshold to include capitalization on a per project basis in addition to the per unit basis outlined.
- C. Update guide to explain that if a building suffers physical damage and is no longer being used, it should be written off the books. This means that the cost and the associated accumulated amortization should be removed from the building asset class.

Revisions have therefore been made to the following areas:

APPENDIX C – TANGIBLE CAPITA ASSET LISTING

Updated this section to include computer hardware and software to be eligible for capitalization in the First Time Equipping class.

APPENDIX B – ESTIMATED USEFUL LIVES AND CAPITALIZATION THRESHOLD

Updated this section to add that the cost of the project should be considered when determining whether the cost of the project should be capitalized.

WRITEDOWNS

Updated section to add that the cost and associated accumulated amortization of a building that suffers physical damage and is longer being used should be taken off the books.