

CAPITALIZATION POLICY
Region VI Workforce Investment Board, Inc.

A capital expenditure is an expenditure that meets the following requirements:

- Owned or considered owned by the Region VI Workforce Investment Board, Inc.; and
- Has a useful life that exceeds one year; and
- Meets the capitalization threshold*.

* The capitalization threshold is \$5,000.

Capital expenditures will be recorded as a fixed asset on the general ledger and will be depreciated over the useful life of the property. A detailed fixed asset depreciation schedule will be maintained that will be reconciled to the general ledger.

Expenditures that are less than \$5,000 will be considered as a current operating expense.