



FIXED ASSET CAPITALIZATION POLICY

I-LEAD Charter School capitalizes all property with a per unit cost in excess of \$1,000 and a useful life greater than one year. In instances where a large group of items are purchased simultaneously as part of a comprehensive plan, management may use its judgment to capitalize the purchase even though individually the items are less than \$1,000 (ex: furnishing a computer lab with 25 computers, \$500 per computer plus a total of \$1,000 spent on equipment/supplies needed to make the lab operable, such as powerstrips).

Fixed asset depreciation is calculated straight line over the assets estimated useful life, with depreciation beginning the month the asset is put into use.