



OFFICE OF THE VICE PRESIDENT
Finance
swtxc.edu

MEMORANDUM

TO: Board of Trustees, Southwest Texas College
FROM: Administration
DATE: February 19, 2026
SUBJECT: Capitalization Threshold for Assets - Policy CDB(Local)

Administration recommends increasing the capitalization threshold for individual capital assets from \$5,000 to \$10,000 to match the State of Texas threshold. If approved, the new threshold will be retroactive back to purchases on or after September 1, 2025.

Capitalization Threshold The capitalization threshold for purposes of classifying individual capital assets shall be ~~\$5,000~~ **\$10,000**

The College President or designee shall determine the capitalization threshold for a group of assets, the individual cost of which does not exceed the capitalization threshold above but for which the cost in the aggregate is significant.