



BELLVILLE INDEPENDENT SCHOOL DISTRICT
Meeting of the BISD Board of Trustees

February 27, 2025

Subject:	Consider approving an update to Policy CFB(local)
Presenter:	Dennis Jurek
Board Policy:	
BISD Goal:	<ol style="list-style-type: none">1. Develop and attain local standards for high levels of integrated learning and performance. [LEARNING]2. Foster a connected, collaborative, and strategic approach to continuous improvement for the district. [LEADERSHIP]3. Create a culture that attracts, develops, and retains exceptional individuals to be part of our district and community. [HUMAN CAPITAL]4. Cultivate connections in our schools and community to ensure all feel safe, valued, and engaged in meaningful ways. [COMMUNITY]
Summary:	An update to CFB(local) is being recommended to increase the capitalization threshold to \$10,000 for individual capital assets. This will align with the Federal acquisition threshold that took effect this past year. This change only affects what asset individual items, guiltiness on aggregate purchases will remain the same.
Attachments:	<ul style="list-style-type: none">▪ CFB(local)▪ Capitalization guidelines
Recommendation:	Motion to approve the updated language to CFB(local) as written.

BELLVILLE BRAHMAS
LEARNERS TODAY. LEADERS TOMORROW.

PROPOSED REVISIONS

**Capitalization
Threshold**

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

The Superintendent 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.

Bellville ISD Capitalization Guidelines

Capitalization Policy and Definitions

The district will capitalize assets that meet one of the following criteria: (1) items valued greater than \$10,000 per unit and a useful life of 1 year or more, or (2) items purchased in aggregate greater than \$50,000 and a useful life of 1 year or more. Renovations or district improvements to facilities, grounds, etc. will be reviewed on a case-by-case basis to determine capitalization based on overall effect on the asset's useful life that are valued above \$10,000.

Capitalization Account Coding

- 63XX Object code - Non-capitalized assets are coded as supplies
- 6639 Object code – Capitalized assets over \$10,000 per unit
- 6649 Object code – Capitalized assets in aggregate over \$50,000

Examples of Capitalized Assets:

(Per unit item greater than \$10,000)

- HVAC unit valued at \$10,000 with a useful life of 15 years (object code 6639)
- Chrome Book Cart valued at \$12,000 with a useful life of 5 years (cart is considered one unit made up of multiple chrome books, object code 6639)

(Aggregate greater than \$50,000)

- Purchase order for 100 laptops valued at \$1,000 each, total purchase of \$100,000 exceeds \$50,000 threshold but individually less than \$10,000. (object code 6649)

Examples of Non-Capitalized Assets:

- Purchase order for 10 laptops valued at \$1,000 each, total purchase of \$10,000 does not exceed aggregate of \$50,000 and individually less than \$10,000. (object code 63XX)
- Ice maker purchase of \$9,900 does not exceed \$10,000 threshold (object code 63XX)