

TOPIC	GAAP REPORTING	SUB-SECTION 27.50.10
SECTION	CAPITAL ASSETS	ISSUANCE DATE July 6, 2011
SUB-SECTION	OVERVIEW	REVISED – 2019

OVERVIEW

PURPOSE

Capital assets additions, deletions, and transfers is captured in the asset sub-ledger in MAGIC. The associated general ledger account is automatically updated when an asset accounting transaction occur. The GAAP Trial Balance displays the balance of assets, accumulated depreciation, and depreciation expense by asset class. General ledger accounts for assets cannot have direct postings. However, if an accrual entry is needed for capital assets, please contact the OFR staff for guidance.

Agencies are responsible for reviewing capital asset activity to ensure they are recorded properly. Some commonly used reports are below:

<u>Transaction Code</u>	<u>Report Name</u>
S_ALR_87011990	Asset History Sheet
S_ALR_87011979	Physical Inventory List
S_ALR_87012050	Asset Acquisitions
S_ALR_87012052	Asset Retirements
S_ALR_87012054	Intracompany Asset Transfers

The CAFR only report capital assets having unit values equal to or greater than the capitalization threshold by capital asset class as shown below:

Capitalization Thresholds

Land	Report All
Land improvements	\$ 25,000
Buildings	50,000
Furniture and Equipment	5,000
Infrastructure	100,000
Intangibles	1,000,000
Construction in Progress	Based on project