



Board Policy Tangible Capital Assets / Amortization

Tangible Capital Assets / Amortization

Public Sector Accounting Board (PSAB) Section 3150 mandates that public organizations in Canada account for tangible capital assets and amortization (depreciation) on a basis similar to that used in the private sector.

Tangible capital assets and related straight line amortization are recorded as per the grid below:

Asset Category	Individual Capitalization Threshold \$	Group Capitalization Threshold	Life Span Years
Buildings	5,000	5,000	40
Leasehold improvements	5,000	5,000	5
Furniture & equipment	1,000	10,000	10
Vehicles	5,000	5,000	10
Computer equipment	3,000	15,000	3
Books (pooled asset)			5