



University of Houston

Property Management

Changes in the Threshold for Capital and
Controlled Assets

Changes in the Thresholds

Effective September 1, 2024 (FY25), the threshold increased for Furniture/Equipment and Vehicles from \$5,000 to \$10,000:

- **Capital Assets:** The threshold is \$10,000 or greater (increase from \$5,000). If a single unit's acquisition cost is \$10,000 or greater, that item should be coded as capitalized item and use account code 58600-58616
- **Controlled Assets:** The threshold range \$500 - \$9,999.99 (increase from \$4,999.99). If a single unit's acquisition cost is \$500 - \$9,999.99, that item should be coded as controlled item and use account code 54354 or 53455. This increase does not affect firearms, which remain controlled at any costs.

Capitalization Thresholds

Description of the Asset	Minimum	Expenditure Account Code
MOTOR VEHICLES	\$10,000	58600
FURNISHING/EQUIPMENT	\$10,000	58601
COMPUTER EQUIPMENT	\$10,000	58602
TELECOMMUNICATIONS EQUIPMENT	\$10,000	58603
APPLICATION SOFTWARE	\$100,000	58604
FABRICATED EQUIPMENT	\$10,000	58605
ART ACQUISITION-CAP-DEPREC	\$5,000	58952
BOATS/MARINE EQUIPMENT	\$10,000	58607
DATABASE SOFTWARE	\$100,000	58611
AIRCRAFT ACQUISITION	\$10,000	58615
PASSENGER CARS	\$10,000	58616
EQUIPMENT-STATE CONTROLLED ASSET	\$500 - \$9,999.99	54354
COMPUTER EQUIP-STATE CONTROLLED ASSET	\$500 - \$9,999.99	54355

Capitalization Thresholds– (continued)

- **State Controlled Asset** –Personal Property due to its high-risk nature, and with a value less than capital threshold.

State Controlled Asset Class	Threshold	Expenditure Account
Handguns, Rifles, Shotguns	At Any Cost	54354
Sound Systems, Portable Cameras, Television, Video Players, Recorders, Data Projector and Unmanned Aerial Vehicle (UAV) Drones	\$500 to \$9,999.99	54354
Computers, Laptops, Smartphones, Tablets, iPads	\$500 to \$9,999.99	54355

Thank you

For more information on capitalization threshold, see
[Property Management Guidelines - University of Houston \(uh.edu\)](#)