



BPS Business Office “Giving Kids a Helping Hand”



Accounting – Difference between Fixed Assets and Supply Assets

FIXED ASSETS (Object Code 57331)

These are tangible assets with a life longer than one year, such as buildings and improvements, equipment, and machinery. Upon receipt, these types of assets must be tagged and will be included in inventory. The purchase amount threshold for assets purchased to be categorized as Fixed Assets is **over \$5,000**.

Please note that many federal funds require pre-approval for Fixed Asset purchases.

SUPPLY ASSETS (OBJECT CODE 57332)

These are assets which are initial, additional and replacement items of equipment such as furniture, equipment, machinery, band uniforms and instruments. I Also included are expenditures for equipment for instruction, administration, operation and maintenance of plant, food, and community services. The purchase amount threshold for assets purchased to be categorized as Supply Assets is **\$5,000 and under**.