

Accounting Capitalization Policy

For

(Name of Business)

This accounting capitalization policy is effective as of 01/01/2018, and treats as an expense for non-tax purposes:

- a. The amount paid for property that does not exceed \$2500 per invoice (or per item as substantiated by the invoice); or
- b. The amount paid for property with an economic useful life of 12 months or less.

Pursuant to this policy, the amounts described above will be treated as an expense on the book of records.

Signature _____ Date _____

Signature _____ Date _____

We are required to make an annual election on your tax return. Please fill in and sign above if you are a business owner and would like to expense purchases under \$2500.