



Financial Management of Property, Plant and Equipment Appendix F: Fabrications Flowchart

Does the equipment I am building qualify for capitalization?

A project to build an item that:

- is non-expendable, tangible property, physically constructed by Harvard personnel;
- has aggregated capitalizable costs of at least \$5,000;
- have an expected completion date;
- will have a useful life of one year or more;
- is made up of parts and materials combined or manufactured to work together as a free-standing unit;
- and is not simply a multi-component assembly of separate items.

