What is included in the cost of a fixed asset?

Tell Me

1. The cost of a fixed asset includes the purchase price of the asset plus any other costs incurred to place the asset in its intended location and condition for use.

Examples

- Shipping/delivery fees and installation/setup fees.

Note

- Service contracts, maintenance agreements, and extended warranties are not part of the fixed asset's cost.

Related FAQs

- How do I know which Fixed Assets eForm to use?
- Which account code should I use to record the purchase of an asset when I create a new requisition?
- Where should I enter an account code in 49er Mart?
- How do I verify who the authorized fixed asset disposition approver is for my area?
- Who is responsible for safeguarding fixed assets?