
1108 INTEREST COSTS ON LONG TERM DEBT

Effective: December 1986
Last Reviewed: May 2006
Revised: May 2018
Resp Office: Treasurer's Office
Approval: Comptroller's Office

PURPOSE

The University may incur interest costs during the course of operations.

POLICY

1. The Treasurer's office in conjunction with the Comptroller's Office is responsible for accounting for all interest costs in accordance with the applicable financial accounting pronouncements. Generally these standards provide that:
 - A. All interest cost will be recorded as an expenditure when incurred. Interest costs resulting from debt used to finance construction or renovation of plant will be capitalized as required by the Generally Accepted Accounting Principles (GAAP).