

Real Estate Terminology

What is a capital expenditure?

The cost of an improvement made to increase the value of a property or extend its useful life, for example, by adding a new room. Costs associated with repair are not a capital expenditure. Capital expenditures are depreciated over their useful life; repairs are subtracted from income for the current year.

Unique solution ID: #1080

Author: admin

Last update: 1970-01-01 01:00