

Acct 301 Chapter 9 Group Project (P1A)
301C9gpQ.doc/jun'09/Burbage

<u>Item #</u>	<u>Account classification</u>	<u>Amount</u>
1	land	280,000
2	fence – land improvement	6,800
3	land	24,000
4	building	23,000
5	land	2,179
6	parking lot – land improvements	29,000
7	building	33,000
8	property tax expense	5,800
9	building	640,000

Cost of building from above is **\$696,000**

Assume: salvage value is \$96,000 and life is 20 years

Required:

1. Calculate depreciation expense for years 2005-2007 using SL beginning 1/1/05.
2. Calculate depreciation expense for years 2005-2007 using SL beginning 9/30/05.
3. Calculate depreciation expense for years 2005-2007 using DDB beginning 1/1/05.
4. Calculate depreciation expense for years 2005-2007 using DDB beginning 9/30/05.