

## I-10.01

Examine the following list of items, and match each to the best corresponding description from the choices list. Each choice should be used only once.

- 1 Cost minus salvage value
- 2 Cost minus accumulated depreciation
- 3 Depreciation is a process of this, rather than valuation
- 4 Costs that are added to an asset account
- 5 Costs of items added to a land-related account, like paving and landscaping
- 6 A bundled purchase of assets
- 7 Lessee does not report the asset
- 8 Like straight-line, but the denominator is not time
- 9 A tax-based allocation of cost that is not GAAP
- 10 Justification for expensing small items
- 11 Included with land cost
- 12 Expensed immediately
- 13 Results in less depreciation each year than the year before

### CHOICES:

Materiality  
Book value  
MACRS  
Land improvements  
Capital expenditures  
Accelerated depreciation  
Lump sum purchase  
Depreciable base  
Survey and title fees  
Abnormal damage during installation  
Operating lease  
Allocation  
Units-of-output method