

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