

Scott Drilling Company owns an oil and gas drilling rig. The company is continually spending money to repair, maintain, refurbish, and upgrade this unit. Below is a listing of various costs incurred. Indicate, by placing check marks in the appropriate boxes, if each cost is a "capital" or "revenue" expenditure. If a capital item, indicate whether the cost is more likely considered to be a "replacement" or a "betterment."

	<b>Classification:</b>		<b>For Capital Items:</b>	
	Capital	Revenue	Replacement	Betterment
Routine cleaning and repainting		✓		
Replacement of expensive cables and pulleys				
Addition of directional drilling motor				
Safety inspection fee				
Raising and lowering rig at each new drill site				
Interest cost on loan to buy rig				
Installation of additional advanced lighting system technology				
Turntable, deck, and bearings in place of similar worn out unit				
Lubrication of all moving parts				
Welding broken outrigger mount				
Installation of anti-slip flooring on all smooth surface walk ways				