

Chapter 11 Outline

Property and Equipment
Lump Sum Purchase
Depreciation of Property and
Equipment
Intangible Assets
Other Assets

Competencies

1. Identify and describe assets that are classified as Property and Equipment on the balance sheet, demonstrate how to account for them, and distinguish between revenue expenditures and capital expenditures. (pp. 355–358)
2. Explain and demonstrate the straight-line method of depreciation. (pp. 358–359)
3. Explain and demonstrate the units of production method of depreciation. (p. 359)
4. Explain and demonstrate the sum-of-the-years' digits method of depreciation. (p. 359)
5. Explain and demonstrate the double declining balance method of depreciation. (p. 360)
6. Explain and demonstrate how to account for china, glassware, silver, linens, and uniforms. (p. 361)
7. Explain and demonstrate how to account for revisions of useful lives of assets and the sale, disposal, or exchange of property and equipment. (pp. 362–364)
8. Describe assets that typically are listed as Intangible Assets or Other Assets on the balance sheet, and demonstrate and explain how to account for them. (pp. 364–365)