

Prob. 10–5A
2008

Jan.	7	Delivery Equipment	45,600	
		Cash		45,600
Feb.	27	Truck Repair Expense	130	
		Cash		130
Dec.	31	Depreciation Expense—Delivery Equipment	11,400	
		Accumulated Depreciation—Delivery Equipment		11,400
		Delivery equipment depreciation [\$45,600 × (1/8 × 2)].		

2009

Jan.	8	Delivery Equipment	75,000	
		Cash		75,000
Mar.	13	Truck Repair Expense	200	
		Cash		200
Apr.	30	Depreciation Expense—Delivery Equipment	2,850	
		Acc. Depreciation—Delivery Equipment		2,850
		Delivery equipment depreciation [\$45,600 – \$11,400 × (1/8 × 2) × 4/12].		
	30	Acc. Depreciation—Delivery Equipment	14,250	
		Cash.....	30,000	
		Loss on Sale of Delivery Equipment.....	1,350	
		Delivery Equipment.....		45,600
Dec.	31	Depreciation Expense—Delivery Equipment	15,000	
		Acc. Depreciation—Delivery Equipment		15,000
		Delivery equipment depreciation [(75,000 × (1/10 × 2)].		

Prob. 10–5A Concluded
2010

July	1	Delivery Equipment	82,000	
		Cash		82,000
Oct.	4	Depreciation Expense—Delivery Equipment	9,000	
		Acc. Depreciation—Delivery Equipment		9,000
		Delivery equipment depreciation		
		[\$75,000 – \$15,000 × (1/10 × 2) × 9/12].		
	4	Cash.....	53,000	
		Acc. Depreciation—Delivery Equipment	24,000	
		Delivery Equipment.....		75,000
		Gain on Sale of Delivery Equipment.....		2,000
Dec.	31	Depreciation Expense—Delivery Equipment	8,200	
		Acc. Depreciation—Delivery Equipment		8,200
		Delivery equipment depreciation		
		[\$82,000 × (1/10 × 2) × 6/12].		