



University of California, Los Angeles
Undergraduate Students Association

STUDENT GOVERNMENT ACCOUNTING SERVICES

Policy on Fixed Assets

- USA capitalizes its equipment purchases at cost using the straight-line depreciation method over estimated useful lives which range from 5 to 8 years.
- When assets are retired or sold, the related cost and accumulated depreciation are removed from the accounts, and any gain or loss arising from such disposition is recorded. Expenditures for repairs and maintenance are charged to expenses as incurred.