

## **SAM—PROPERTY ACCOUNTING**

### **DEPRECIATION**

**8616**

(Revised and Renumbered from 8651.5 3/86)

Depreciation is the expensing of a tangible asset's depreciable cost to the time periods benefited. An asset's depreciable cost is the cost or other basis less the estimated residual value. Residual value is the estimated value of an asset at the end of its useful life. Generally, depreciation is performed only by those proprietary funds which conduct enterprise or internal service fund operations.