

[illegible]

## **BUSINESS PERSONAL PROPERTY-2025**

### **Various Life Expectancies or Categories for Depreciation**

In order to apply depreciation to the cost of an asset it is necessary to assign a useful life expectancy to the asset. As a rule of thumb, the following is a listing of assets and the number of years we will typically assign as the useful life expectancy.

| <b>LIFE</b> | <b>ASSETS</b>                                                                                                                                                                                                                    |
|-------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 3 YEARS     | P. C.'s/Mini computers, Video Tapes                                                                                                                                                                                              |
| 5 YEARS     | Main frame computers, Most electronic equipment, VCR's, electronic gas pumps, Security systems, Computerized medical equipment                                                                                                   |
| 8 YEARS     | Certain Machinery and Equipment of proprietary nature such as some found in Fast food restaurants or convenience stores or in other similar cases                                                                                |
| 10 YEARS    | Mechanical gas pumps, car wash equipment, Retail or Office furniture and fixtures and machinery and equipment, signs.<br>The vast majority of business personal property not otherwise indexed should fall under a 10 YEAR life. |
| 12 YEARS    | Fork lifts, Construction machinery and equipment                                                                                                                                                                                 |
| 15 YEARS    | Machinery and equipment for Industrial purposes, leasehold improvements                                                                                                                                                          |
| 20 YEARS    | Tanks, piping                                                                                                                                                                                                                    |
| 25 YEARS    | Sign poles, billboards, plant processing components                                                                                                                                                                              |

**\*\*\*Keep in mind that the life of an asset can vary in specific situations. Any variation from the norm should carry a notation for future reference. \*\*\***