Changes in Depreciation

ABC Company purchased a piece of machinery 2 two years ago. At the end of the 2nd year, an extraordinary repair was made that extended the life of the asset. Here are the details:

Original Cost:	$	95,000
Original Estimated Life (years):		4
Original Salvage Value:	$	15,000
Repair Cost	$	22,000
New Est Remaining Life (years):		6
New Salvage Value:	$	23,000