

## **ORIGINAL COST TRENDING FACTORS**

**2010**

The purpose of the trending factor is to adjust previously established cost (original or historical) to a current date for estimating **REPLACEMENT COST NEW** values. The original cost trending factors represent a composite average of all equipment costs.

The following cost trending factors may be used to estimate the current replacement cost new of an item when the original cost and acquisition date is known. The purchase price and details of the purchase should be verified to establish the original cost. If the reliability of the original cost is doubtful, multiplying by a cost trending factor will not improve the reliability.

Calculation process:

Original cost of the item should be cost new or, in the case of used items, cost at the time of acquisition. Enter the factor for the appropriate year and multiply times the original cost to estimate replacement cost new.

Due to constant changes in value of desk top computers, printers, fax machines, adding machines, calculators, copiers, and other office electronic equipment, we suggest not trending original cost.

<b>Year Acquired</b>	<b>Factor</b>	<b>Year Acquired</b>	<b>Factor</b>
2009	1.0000	1996	1.3961
2008	0.9843	1995	1.4175
2007	1.0383	1994	1.4684
2006	1.0847	1993	1.5098
2005	1.1471	1992	1.5391
2004	1.2498	1991	1.5578
2003	1.2930	1990	1.5891
2002	1.3149	1989	1.6316
2001	1.3228	1988	1.7190
2000	1.3339	1987	1.7925
1999	1.3581	1986	1.8185
1998	1.3622	1985	1.8358
1997	1.3740	1984	1.8630
		Prior to 1984	1.8630

