**E 11-18.** Wardell Company purchased a minicomputer on January 1, 2009, at a cost of 440,000. The computer was depreciated using the straight-line method over an estimated five-year life with an estimated residual value of $4,000. On January 1, 2011, the estimate of useful life was changed to a total of 10 years, and the estimate of residual value was changed to $900.

**Required**

1. Prepare the appropriate adjusting entry for depreciation in 2011 to reflect the revised estimate

**E11--20**

1. For financial reporting, Clinton Poultry Farm has used the declining balance method of depreciation for conveyor equipment acquired at the beginning 2008 for $2,560,000. Its useful life was estimaterd to be six years, with a $160,000 residual balance. At the beginning of 2011, Clinton decides to change to the straight line method. The effect of this change on depreciation for each year is as follows:

($ in 000s)

Year Straight line Declining Balance Difference

2008 $ 400 $ 853 $453

2009 $ 400 $ 569 $ 169

2010 $ 400 $379 $ (21)

$1,200 $1,801 $601

**Required**

1. Briefly describe the way Clinton should report this accounting change in 2010-2011 comparative financial statements.
2. Prepare 2011 **journal entry** related to change