

## FORMATION OF ELEMENTS OF FIXED ASSETS ACCOUNTING POLICY

**Kolisnyk O.P.**

Candidate of Economic Sciences,  
Senior Lecturer at Department of Accounting,  
University of State Fiscal Service of Ukraine

**Polishchuk M.S.**

Student,  
Department of Accounting,  
University of State Fiscal Service of Ukraine

The article deals with the issues of formation of fixed assets accounting policy's elements based on legal requirements and business practices.

Developing accounting policy of fixed assets involves all possible means, methods, and techniques that will be reflected in a regulatory document on accounting policy. First of all, it is necessary to identify the main regulations, which govern the issues of accounting provision of fixed assets. Secondly, to define the essence of key "elements of accounting policy" and their disclosure specifically to accounting object.

Accounting policy of a company is an effective tool that provides a possibility of a simultaneously optimal combination of government regulation and the company's own initiative according to the issues of organization and maintenance of accounting records. In the view of above, the issue of development of fixed assets accounting policy's elements is subject to careful consideration and the solution of this issue is to provide specific recommendations to the entity considering the current regulatory support.

The aim of the research is to identify and correctly form the fixed assets accounting policy's elements.

An analytical review provides an opportunity to argue that the fixed assets accounting policy of the enterprise consists of many heterogeneous and unequal elements such as the recognition of fixed assets and installation of cost limit, delimitation of fixed assets and low value irreversible tangible assets; initial evaluation; definition of the composition of objects and terms of useful usage of certain fixed assets' objects and their groups in accordance with depreciation methods; determination of the residual value of fixed assets; reasoning of necessity and the procedure of revaluation; representation in cost accounting to improve the fixed assets, etc.

So, it is appropriate for the enterprise to point out the creating concepts of fixed assets accounting policy and form the elements that will significantly streamline accounting process at the enterprise and, also, to provide sustainability, purposefulness of accounting, and ensure its effectiveness.

Further scientific researches, which reveal the issues of formation of fixed assets accounting policy's elements, should be focused on developing the practical implementation of accountant's professional judgment to strengthen its role as the main subject of the formation of accounting policy at the enterprise.