Oracle ® Financials for Australia Documentation Update

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Oracle Purchasing

This chapter overviews documentation updates to Oracle Purchasing for Australia, including Oracle Purchasing windows.

This chapter contains important information. Please read this chapter for the latest updates and additions to your user's guide.

Oracle Purchasing

The first page of Chapter 2, *Oracle Purchasing*, contains an incorrect list of windows. The correct list of windows in Oracle Purchasing for Australia is as follows:

- Import Requisitions

- Define Automatic Accounting

Oracle Assets

This chapter overviews documentation updates to Oracle Assets for Australia, including Oracle Assets windows and reports.

This chapter contains important information. Please read this chapter for the latest updates and additions to your user's guide.

Oracle Assets Windows

In addition to the windows described in the *Oracle Financials for Australia User's Guide*, Oracle Financials for Australia also contains the following Oracle Assets windows:

- Allocate Balancing Charges

- Enable/Disable Balancing Charges

- View Balancing Charges/ Capital Gains Tax information

- Import Balancing Charges

Setting up Balancing Charges

Before you can use balancing charges functionality, you must first enable balancing charges for the required set of books.

Enable Balancing Charges
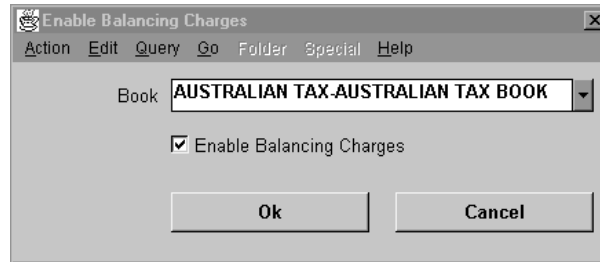
To enable balancing charges:

1. Log in under the Australian Asset Manager responsibility. Under the Australian Globalization menu, select Enable Balancing Charges.

2. Select the set of books from the pull-down list in the Book field.

3. Check the Enable Balancing Charges check box to enable balancing charges.

4. Click on Ok to save changes.

Allocating Balancing Charges

To allocate balancing charges, you select the retired asset that sources the balancing charge, and then you select the destination asset. As described in the following instructions, you use the Allocate Balancing Charges window to perform this task.

To allocate balancing charges:

1. Log in under the Australian Asset Manager responsibility. Under the Australian Globalization menu, select Allocate Balancing Charges.

2. Select the Set of Books for the allocation from the pull-down list in the Book field.

3. Modify the Retired Since field to limit the range of retired assets between the current date and up to two years prior.

4. From the Asset Number field located in the Source Asset region of the window, press the Find button or select Query Find from the menu. The details of the source asset and all of its prior allocations are retrieved from the database.

5. From a blank asset line in the Allocations region of the window, either enter the asset number or select the LOV button in the toolbar to choose an asset number.

6. In the Amount Applied field, make changes, as needed.

7. Select Save from the toolbar.

To adjust a prior balancing charge allocation:

1. Log in under the Australian Asset Manager responsibility. Under the Australian Globalization menu, select Allocate Balancing Charges.

2. Select the Set of Books for the allocation from the pull-down list in the Book field.

3. Modify the Retired Since field to limit the range of retired assets between the current date and up to two years prior.

4. From the Asset Number field located in the Source Asset region of the window, press the Find button or select Query Find from the menu. The details of the source asset and all of its prior allocations are retrieved from the database.

5. From a blank asset line in the Allocations region of the window, either enter the asset number or select the LOV button in the toolbar to choose an asset number.

6. In the Amount Applied field, make your change.

7. Select Save from the toolbar.

Setting Capital Gains Tax Information

The Capital Gains Tax definition window is attached to the Asset Details window.

To set capital gains tax information:

1. Log in under the Australian Asset Manager responsibility. Under the Australian Globalization menu, select Asset Details.

2. From the Asset Number field, use Query Find from the menu, or press the Find toolbar button.

3. In the alternate name region field, select Capital Gains Tax.

4. In the Tax Book field, select the appropriate set of books.

5. Enter the Deemed value, Deemed Date, and Incidental Costs, as needed.

6. Press the Ok button to save your changes.

Viewing Balancing Charge Details

To view the balancing charge information about an asset:

1. Log in under the Australian Asset Manager responsibility. Under the Australian Globalization menu, select Asset Details.

2. From the Asset Number field, use Query Find from the menu, or press the Find toolbar button.

3. In the alternate name region field, select Balancing Charges.

4. In the Tax Book field, select the appropriate set of books.

5. View the details.

Oracle Assets Reports

In addition to the reports described in the *Oracle Financials for Australia User's Guide*, Oracle Financials for Australia also contains these Oracle Assets reports:

Taxation Retirements Report for Depreciable Assets

This report shows all retirements for depreciable assets.

Capital Gains Tax Report

This report shows the application of capital gains tax to all asset retirements in the tax year. It shows capital gains and capital losses that accrued during a tax year for all assets. It also shows assets that are not affected by capital gains tax.

Balancing Charges Allocated Report

This report shows balancing charges applied against assets.

Balancing Charge Audit Report

This report provides an audit listing of adjustments made to an asset's cost as a result of balancing charges applied.

Calculated Balancing Charges Report

This report shows balancing charges that were calculated on an asset's retirement.

Australian Tax Retirements Report

This report shows retirements for all assets.

Australian Tax Depreciation Schedule 32

This report shows tax depreciation in the old Australian Taxation Office depreciation schedule 32 layout.

Taxation Retirements Report for Depreciable Assets

Use this report to show all retirements for depreciable assets and include Division 10D Buildings and Improvements.

Report Parameters

When you request the Taxation Retirements report, Oracle Assets asks you for the following information:

Book

Choose the tax depreciation book required.

From Period

Choose first period.

To Period

Choose last period.

Category

Choose one, or leave blank for all asset categories.

Sort Options

- **Asset Number:** The report is sorted by asset number, then by date retired.

- **Date Retired:** The report is sorted by date retired, then by asset number.

- **Category (with subtotals):** The report is sorted by category, asset number, then by date retired.

Note: *Category Summary* is not available on this report.

Column Headings

In this column...	Oracle Assets prints...
Asset No.	The asset's identification number.
Description	The description of the asset.
Category	The asset category.
Depreciation Method	The method used to depreciate the asset.
Depreciation Rate	The rate used to depreciate the asset. This rate is derived in the case of life based methods.
Date Acquired	The date the asset was placed in service.
Date Retired	The date the asset was disposed or retired.
Tax Value	The asset's tax depreciable value.
Total Tax Allowance	The tax depreciation claimed to date, or in the case of Division 10D assets, the capital allowance claimed to date.
Net Tax Value	The tax depreciated or written down value of the asset at retirement.
Proceeds of Sale	The net disposal proceeds, which is the proceeds of sale less the cost of removal.
Assessable (Deductible)	The assessable gain or the deductible loss that is to be recognized for this tax year. Assessable income is calculated as the proceeds of sale, less the net tax value, less the gain in excess of the asset's tax value if the proceeds of sale are more than the asset's net tax value. Division 10D buildings are excluded since they cannot have an assessable gain. The deductible loss is calculated as the proceeds of sale, less the net tax value if the proceeds of sale are less than the asset's net tax value. Division 10D buildings can only have a deductible loss if they have a retirement type of SCRAP/DEMOL.

In this column...	Oracle Assets prints...
Balancing Charges	The amount of an otherwise assessable gain, which has been applied against another asset as a balancing charge and, therefore, is not assessable.
Gain Over Tax Cost	The proceeds of sale, less the asset's tax value if the proceeds of sale exceed the asset's tax value.

Capital Gains Tax Report

Use this report to show the application of capital gains tax to all asset retirements in the tax year. Capital gains and capital losses that accrued during a tax year for all assets are shown, as well as assets that are not affected by capital gains tax.

Report Parameters

When you request the Capital Gains Tax report, Oracle Assets asks you for the following information:

Book

Choose the tax depreciation book required.

From Period

Choose first period.

To Period

Choose last period.

Category

Choose one, or leave blank for all asset categories.

Sort Options

- **Asset Number:** The report is sorted by asset number.

- **Category (with subtotals):** The report is sorted by category, then by asset number.

Note: *Date Retired* and *Category Summary* are not available with this report.

Column Headings

In this column...	Oracle Assets prints...
Asset Number	The asset's identification number.
Description	The description of the asset.
Category	The asset category.
Deemed Date	The date the asset was acquired (or deemed acquired) and the date retired. If a deemed date was entered for the asset, then this date is shown as the date acquired; otherwise, the date the asset was placed in service is printed.
Deemed Value	The asset's tax depreciable value or deemed value. If a deemed value was entered for the asset, then this value is shown; otherwise, the current cost is printed.
Proceeds	The proceeds on the sale of the asset, less the cost of removal.
Incidental Costs	The incidental capital gains tax capital costs typically incurred at disposal.
Index Factor	The index factor, which Oracle Assets calculates by dividing quarterly index at date of retirement by quarterly index at acquisition or deemed date. If an index factor is not applicable per the CGT provisions, 1.00 is printed in this column.
Indexed Cost Base	The indexed cost base, which Oracle Assets calculates by multiplying the deemed value by the index factor, if a gain is made on disposal, plus incidental costs. Oracle Assets prints the deemed value if the proceeds do not exceed the deemed value.
Reduced Cost Base	If a loss is made on a DIV-10D building, Oracle Assets prints the deemed value reduced by the capital allowance taken at retirement. Otherwise, zero is shown.
Capital Gain/Loss Indexed	Capital gains subject to capital gains tax that involved indexing the cost base.

(continued)

In this column...	Oracle Assets prints...
Capital Gain/Loss Not Indexed	Capital gains or losses subject to capital gains tax that did not involve indexing the cost base.
Capital Gain/Loss Non-CGT Gains	Non-CGT capital gains that are not subject to CGT from exempt assets or pre-CGT assets.

Allocated Balancing Charges Report

Use this report to show balancing charges applied against assets.

Report Parameters

When you request the Allocated Balancing Charges report, Oracle Assets asks you for the following information:

Book

Choose tax depreciation book required.

From Period

Choose first period.

To Period

Choose last period.

Category

Choose one, or leave blank for all asset categories.

Sort Options

- **Asset Number:** The report is sorted by asset number.

- **Category (with subtotals):** The report is sorted by category, then by asset number.

Note: *Category Summary* and *Date Retired* are not available with this report.

Column Headings

In this column...	Oracle Assets prints...
Asset No.	The asset's identification number.
Description	The asset's description.
Category	The asset category.
Original Cost	The asset's original acquisition cost.
Balancing Charges	The total of balancing charges that were applied to the asset.
Date Effective	The date the asset was placed in service.
Source Asset No.	The asset number that the balancing charge was allocated from.
Source Asset Description	The asset description that the balancing charge was allocated from.
Source Asset Date Retired	The date of the source asset's retirement.
Source Asset Amount	The amount of the balancing charge allocated from the source asset.

Balancing Charge Audit Report

Use this report to provide an audit listing of adjustments made to an asset's cost as a result of balancing charges applied.

Report Parameters

When you request the Balancing Charge Audit report, Oracle Assets asks you for the following information:

Book

Choose tax depreciation book required.

From Period

Choose first period.

To Period

Choose last period.

Category

Choose one, or leave blank for all asset categories.

Sort Options

- **Asset Number:** The report is sorted by asset number.

- **Category (with subtotals):** The report is sorted by category, then by asset number.

Note: *Date Retired* and *Category Summary* are not available with this report.

Column Headings

In this column...	Oracle Assets prints...
Asset No.	The asset's identification number.
Description	The description of the asset.
Category	The asset category.
Previous Cost	The cost of the asset before the application of the balancing charge.
Balancing Charge	The balancing charge applied to the asset.
Adjusted Cost	The asset's adjusted cost after the application of the balancing charge.
Transaction Date	The date of the balancing charge transaction.
Transaction Type	The type of transaction that was performed on the asset.

Calculated Balancing Charges Report

Use this report to print balancing charges that are calculated when an asset is retired.

Report Parameters

When you request the Calculated Balancing Charge report, Oracle Assets asks you for the following information:

Book

Choose tax depreciation book required.

From Period

Choose first period.

To Period

Choose last period.

Category

Choose one, or leave blank for all asset categories.

Sort Options

- **Asset Number:** The report is sorted by balancing charge status, then by asset number.

- **Category (with subtotals):** The report is sorted by category, then by asset number.

Note: *Date Retired* and *Category Summary* are not available with this report.

Column Headings

In this column...	Oracle Assets prints...
Asset No.	The asset's identification number.
Description	The description of the asset.
Asset Category	The asset category.
Balancing Charge Status	The status of Fully Applied, Partially Applied, Not Applied, or Reversed. Reversed balancing charges occur as a result of asset reinstatement.
Date Retired	The retirement or disposal date of an asset.
Balancing Charge Calculated	The balancing charge calculated on an asset's retirement.
Balancing Charge Applied	The balancing charge applied in full or in part against new assets.
Balancing Charge Remaining	The balancing charge remaining after allocation to other assets. A reinstated asset may have a negative remaining balance if a balancing charge was applied prior to the reinstatement, which resets the calculated balancing charge to zero.

Australian Tax Retirements Report

Use this report to print retirements for all assets.

Report Parameters

When you request the Australian Tax Retirements report, Oracle Assets asks you for the following information:

Book

Choose tax depreciation book required.

From Period

Choose first period.

To Period

Choose last period.

Category

Choose one, or leave blank for all asset categories.

Sort Options

- **Asset Number:** The report is sorted by asset number, then by date retired.

- **Date Retired:** The report is sorted by date retired, then by asset number.

- **Category (with subtotals):** The report is sorted by category, asset number, then by date retired.

Note: *Category Summary* is not available with this report.

Column Headings

In this column...	Oracle Assets prints...
Asset No.	The asset's identification number.
Description	The description of the asset.
Category	The asset category.
Date Acquired	The date the asset was placed in service.
Retired Date	The date the asset was retired.
Original Cost	The asset's original acquisition cost.
Balancing Charges	The total of the balancing charges applied to the asset.
Depreciable Cost	The tax depreciable value of the asset. This is the original cost, less balancing charges.
Life To Date Depreciation	The life-to-date tax depreciation (the tax depreciation claimed to date).
Depreciation Method	The method used to depreciate the asset.
Depreciation Rate	The method of depreciation used for the asset.
Net Tax Value	The tax depreciated or written down value of the asset.
Net Proceeds	The retirement proceeds net of removal costs.
Assessable Amount	The assessable gain that is recognized in this tax year. This is the amount of depreciation recouped on retirement, except in the case of Division 10D buildings, which cannot generate an assessable gain.
Non-Assessable Amount	The non-assessable income calculated on disposal. This is the capital allowance recouped on disposal of a Division 10D building.
Unadjusted Capital Gain	The amount of the gain above the tax depreciable value.
Deductible or Non-Deductible Loss	The deductible or non-deductible loss that is to be recognized in the current tax year.

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Australian Tax Depreciation Schedule 32

Use this report to print tax depreciation in the old Australian Taxation Office depreciation schedule 32 layout.

Report Parameters

When you request the Australian Tax Depreciation Schedule 32 report, Oracle Assets asks you for the following information:

Book

Choose tax depreciation book required.

From Period

Choose first period.

To Period

Choose last period.

Category

Choose one, or all asset categories.

Sort Options

- **Asset Number:** The report is sorted by asset number.
- **Category:** The report is sorted by category. This report shows all assets.
- **Category Summary:** This report shows a summary line for each category only.

Note: *Date Retired* is not available with this report.

Column Headings

In this column...	Oracle Assets prints...
Asset No.	The asset's identification number.
Description	The description of the asset.
Category	The asset category.
Original Cost	The asset's original acquisition cost.
Balancing Charges	The sum of the balancing charge applied to this asset.
Original Cost - Balancing Charges	The original cost of the asset adjusted for the balancing charges applied.
Opening WDV	The tax depreciated (or written down) value at the start of the specified period range.
Disposal Date	The date the asset was retired.
Disposal Consideration	The retirement proceeds of sale, less removal costs.
Disposal Adjustment	The assessable gain or deductible loss on retirement. Assessable gain is depreciation recouped on disposal. Deductible loss is the depreciated value less the proceeds. Depreciable assets can have a deductible loss, but Division 10D buildings can only have a deductible loss if they have a retirement type of SCRAP/DEMOL.
Additions Cost	The acquisition cost if the asset was acquired in the current tax year.
Additions Date	The date placed in service if the asset was acquired in the current tax year.
Depreciable Value	The tax depreciable value adjusted for balancing charges applied.
Depreciation Rate	The tax depreciation rate applicable to the asset. This rate is derived for life-based assets.

In this column...	Oracle Assets prints...
Depreciation Prime Cost	The tax depreciation calculated using the prime cost method.
Depreciation DVM	The tax depreciation calculated using the diminishing value method.
Closing WD Value	The tax depreciated (or written down) value at the end of the selected period range.
Closing Cost - Bal Chgs	The original asset tax acquisition cost adjusted for balancing charges applied.

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