

## Capital Asset Planning

**SITUATION:** Expansion, acquisition, relocation decisions within your organization impact your plan to acquire/dispose of capital assets. Spreadsheet budgeting does not provide you with the scope and depth of data-infused information to accurately forecast your capital asset requirements, short term and long.

**SOLUTION:** Budget Maestro Capital Asset Planning

**REASON:** Enables you to forecast your capital asset requirements today and years out. Then easily associate these purchases and related expenses to particular departments, projects etc., so that you can accurately gauge the impact on your Income Statement, Balance Sheet and Cash Flows.

### What it helps you do:

- Track the lifecycle of any asset
- Schedule a purchase date, an 'in-service' date and a disposition date
- Measure the impact of purchasing an asset on your Balance Sheet and Cash Flow statements
- Automatically calculate the impact of your depreciation expense on your Income Statement based on its 'in-service' date
- Automatically update and revise dates and schedules in the budget, real time, to reveal the impact of your decisions

### Features:

#### Asset Acquisition set-up

Let's say you purchase an asset in January, but plan on using it in March. The depreciation on this asset would not start until March. If you elect to dispose of this asset in 2 years, you can set up the disposition date (with optional salvage value) and the depreciation expense will terminate within that period.

The impact of the purchase of the asset will appear on your Balance Sheet and Cash flow statement. The impact of your depreciation expense will automatically be calculated on your income statement in the period of its 'in-

General | Depreciation / Amortization Schedule | Payment Method | Disposition | Depreciation Table | Details | Notes / Supporting Documentation

Name (Asset) Computers

G/L Account (Asset) 1405 (PP&E)

Quantity (No. of Assets) 5

Purchase Price (Each) 1,500.00

Asset Type Fixed Asset

Acquisition Date January 2005

In-Service Date March 2005

Allocation Option None

ID

Global Group S & M Marketing

Asset Group Fixed Assets

Currency US Dollar

Setup Disposition

All within the same record:

1 Enter the purchase date.

2 Establish the date you want to put the asset into service.

3 Check here to set up the disposition date of the asset

service' date. Any update and revision to these dates/schedules would be automatically updated in your budget, real time, to reveal the impact immediately.

### Built-In Depreciation schedules

Budget Maestro comes complete with several built-in Depreciation schedules: straight line, double declining balance, sum of years, and the standard MACRS tables. This allows you

to automatically and accurately calculate depreciation for any existing and future assets you purchase. Optionally, you can create a custom asset depreciation schedule based on a specific requirement.

To dispose an asset, Budget Maestro automatically prepares all the accounting at a transaction level for the disposition, allowing you a precise, accurate, instant view of the impact of this decision.

[01] ABC Holdings Corp, Inc. ▾							
Name (Asset)							
Laptop Computer							
General   Depreciation / Amortization Schedule   Payment Method   Disposition   Depreciation Table   Details   Notes / Supporting Documentation							
Version 1							
Transaction View Round							
Plan Basis ▾ % \$ M YTD O QYTD Y All ▾ 2							
Transaction Type	GL	DR(+) CR(-)	Jan 05 FY 2005 Plan Basis	Feb 05 FY 2005 Plan Basis	Mar 05 FY 2005 Plan Basis	Apr 05 FY 2005 Plan Basis	May 05 FY 2005 Plan Basis
Asset (Purchase)	1420 (Computer)	DR	1 2,000.00	-	-	-	-
Payable Increase	2070 (Payables)	CR	2,000.00	-	-	-	-
Payable Decrease	2070 (Payables)	DR	-	2,000.00	-	-	-
Payment	1100 (Cash)	CR	-	2,000.00	-	-	-
Depreciation	7810 (Depreciation)	DR	-	-	52.78	52.78	52.78
Accum. Depreciation Increase	1800 (Acc. Depreciation)	CR	-	-	52.78	52.78	52.78
Asset (Sold)	1420 (Computer)	CR	-	-	-	-	2,000.00
Cash Received	1100 (Cash)	DR	-	-	-	-	1,900.00
Accum. Depreciation Decrease	1800 (Acc. Depreciation)	DR	-	-	-	-	158.33
Disposal (Gain)	4250 (Gain-Disposal of Assets)	CR	-	-	-	-	58.33

### Think about what you could do with a tool that:

- Streamlines your capital planning process with complete accuracy
- Tracks the depreciation on existing and forecasted assets, then reveals their accounting implications instantly, in real time
- Analyzes the impact of capital expenditures on your bottom line enabling you to make faster, sharper, more confident decisions

Your Budget Maestro accountant does the work for you:

- 1 Tracks the asset purchase, sets up liability
- 2 Schedules payment of invoice, removes liability
- 3 Begin depreciation expense on "in-service" data
- 4 Calculates gain on loss on disposal of asset

### Want to know more?

Talk to your Centage Account Manager at **800.366.5111** or visit us at **www.centage.com**



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