JD Edwards EnterpriseOne
Fixed Asset Accounting

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EnterpriseOne

The Issue: Controlling Fixed-Asset Accounting

Accounting for fixed assets—the long-term tangible and intangible assets of a company—can be a complex balancing act. Organizations strive to ensure compliance with changing tax and accounting regulations while constantly recording, updating, and disposing of fixed assets. And, because these are often high-value assets, the ability to select and apply the best depreciation parameters—from useful lives to the most advantageous depreciation method or schedule—can significantly impact the bottom line.

The Solution: Manage Fixed Assets for Maximum Bottom-Line Impact

Oracle's JD Edwards EnterpriseOne Fixed Asset Accounting provides unsurpassed flexibility and control of the fixed-asset accounting lifecycle— from acquisition and depreciation to revaluation and eventual disposal. Quick asset setup, detailed data capture, and sophisticated depreciation calculations help streamline the process and enable you to assign optimal depreciation methods, realize full economic benefits, and ensure compliance with government-mandated depreciation rules.

Streamlining Fixed-Asset Transactions and Records

Fixed Asset Accounting streamlines the process and minimizes the costs associated with tracking your physical assets. You can capture and analyze extensive asset information— including valuation, location, insurance, and claim information— throughout the asset accounting lifecycle. You can also meet the requirements for the proper accounting and reporting of leased assets using the Balance Sheet Lessee Accounting process. Because the solution is fully integrated, you enter account information only once, improving accuracy and saving considerable time and money. With intuitive asset entry pages, you can establish default depreciation rules for common assets, automatically populating account information whenever you add a new asset to the system. And, you always have the flexibility to override the defaults for special circumstances. With Fixed Asset Accounting, you can easily make comprehensive changes across your accounting structure—and maintain the integrity of

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- Streamline asset lifecycle management.
- Add, depreciate, split, revalue, and dispose of fixed assets.
- Ensure compliance with tax and accounting requirements.
- Configure and maintain an unlimited number of depreciation methods.
- Use predefined or custom depreciation methods.
- Use the most advantageous depreciation method for each asset.
- Value assets by using an unlimited number of currencies.
- Produce fixed-asset reports.
- Maintain insurance and tax information by asset.
- Automate asset definition and configuration.
- Update asset information daily, monthly, quarterly, or annually
- Account for leased assets using Balance Sheet Lessee Accounting

the system—by leveraging global updates to revise account numbers, business units, or companies.

Using Flexible Depreciation Methods for Improved Profitability

To help maximize the value of your fixed-asset inventory—and ultimately improve your bottom line—Fixed Asset Accounting enables you to select the most advantageous depreciation method for each asset in your organization. The system gives you the ability to define and maintain an unlimited number of depreciation methods by using one of 18 predefined methods, creating your own custom method, or modifying a predefined method. You can also calculate depreciation for any period—daily, weekly, monthly, quarterly, or annually. Customize your depreciation by substituting various depreciation conventions, formulas, and spread patterns to define company-specific depreciation methods. And, where international depreciation methods and multicurrency asset valuation are required, leverage the sophisticated multicurrency capabilities of the system.

Managing the Complete Asset Accounting Lifecycle

Although managing depreciation is important, it is just one aspect of the fixed-asset accounting lifecycle. Fixed Asset Accounting enables you to record asset transfers, splits, and disposals in your accounting ledger. You can choose to split assets by units, monetary value, or percentage or easily record the disposal of your assets via scrap, theft, or charity. Furthermore, Fixed Asset Accounting automatically creates the necessary journal entries, so business decisions can be based on timely, accurate fixed-asset records.

Improving Visibility and Control over Fixed Assets

Fixed Asset Accounting uses a highly flexible approach to revaluation, ensuring that your capital, financial, and strategic plans are based on the most current information. You can elect constant currency or current cost accounting as the basis for asset revaluation and leverage government indices to quickly revalue a large number of assets. And, while providing maximum control, Fixed Asset Accounting gives you the flexibility to set up multiple books for the same asset. For example, you can assign a three-year life for taxation purposes and a five-year life for financial statements—ensuring regulatory compliance and maximizing bottom-line benefits.

Solution Integration

This module is designed to be integrated with the following JD Edwards EnterpriseOne products across your operations using common tools and a Pure Internet Architecture:

- JD Edwards EnterpriseOne Financial Management
  - General Ledger
  - Accounts Payable
  - Accounts Receivable
- JD Edwards EnterpriseOne Supply Management (Procurement)
  - Procurement and Subcontracts Management
- JD Edwards EnterpriseOne Supply Chain Execution (Logistics)
  - Inventory Management

- JD Edwards EnterpriseOne Capital Asset Management
  - Capital Asset Management
- JD Edwards EnterpriseOne Real Estate Management
  - Real Estate Management