

Central Indiana Association of Government Accountants Luncheon Speaker Series

Asset Management within the Encompass Financial System

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What is Asset Management (AM)?

- In short, AM is the inventory module
 - More accurately, AM is the official book of records
- Module is integrated with eProcurement, Accounts Payable, and General Ledger
- Contains physical details, cost (value and chartfields), acquisition details
- Uses preset depreciation parameters to calculate NBV

What is an Asset?

8.2 ACCOUNTING THEORY

8.2.1 Financial Reports – State of Indiana CAFR

The State Comprehensive Annual Financial Report (CAFR) is compiled and audited each fiscal year. This report is vital to the State's bond rating and must be prepared in accordance with generally accepted accounting principles (GAAP), which requires capital assets to be included at cost (or estimated cost) and depreciated over the useful life of the asset. In order to obtain this financial information, each agency must maintain certain required information in the asset module of ENCOMPASS. The State of Indiana requires that assets costing \$500 and over are included in the ENCOMPASS financial system, thus available for inclusion in the financial statements.

What is an Asset?

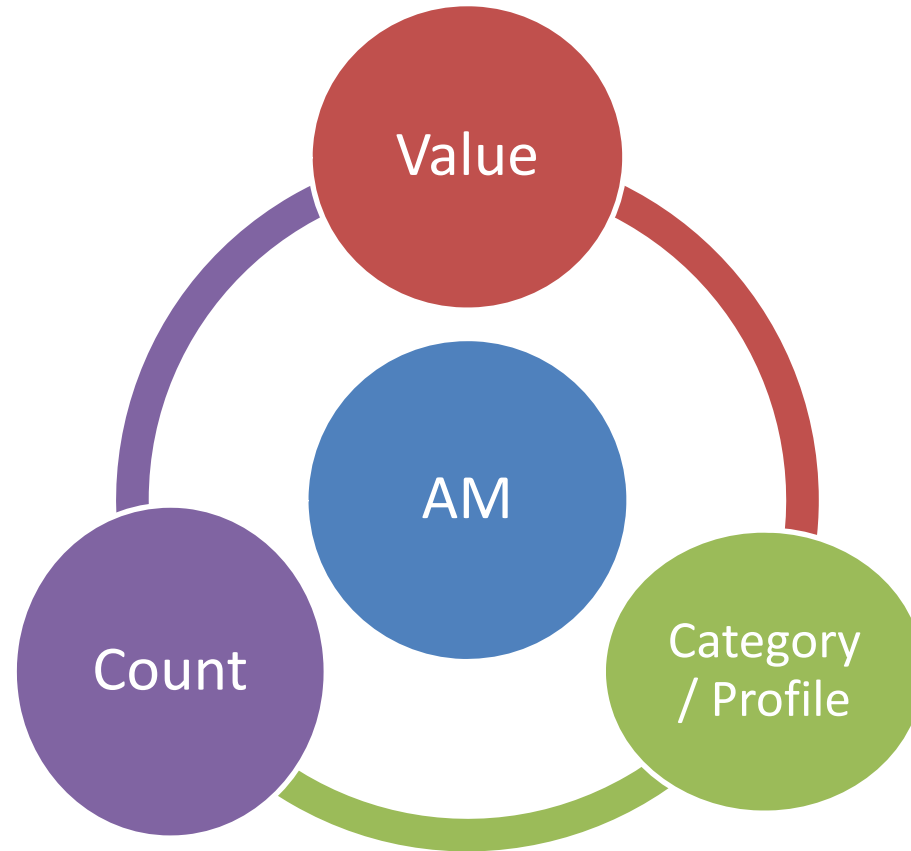
8.2.1.1

What are capital assets?

As defined in GASB 34, capital assets include all of the following, assuming a useful life of greater than one year:*

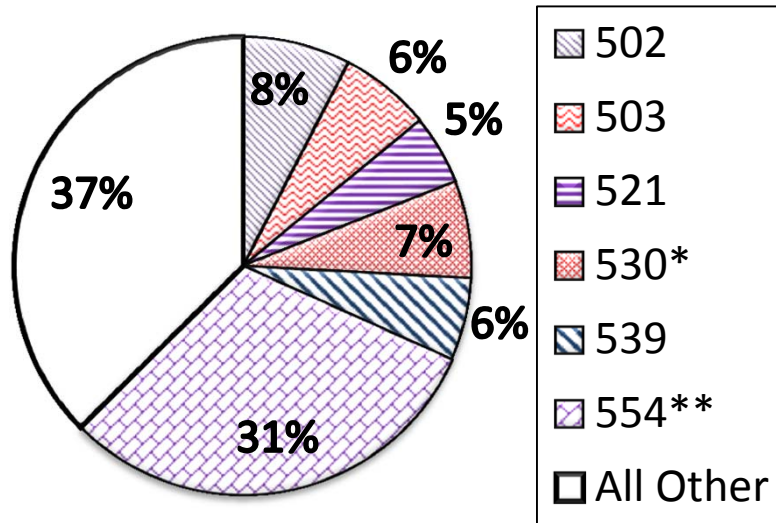
- *Land (including right of way, easements)*
- *Improvements to Land*
- *Infrastructure (roadways, bridges, etc.)*
- *Buildings*
- *Improvements Other than Buildings*
- *Transportation Equipment*
- *Machinery and Other Equipment*
- *Construction in Progress*

What is in AM?

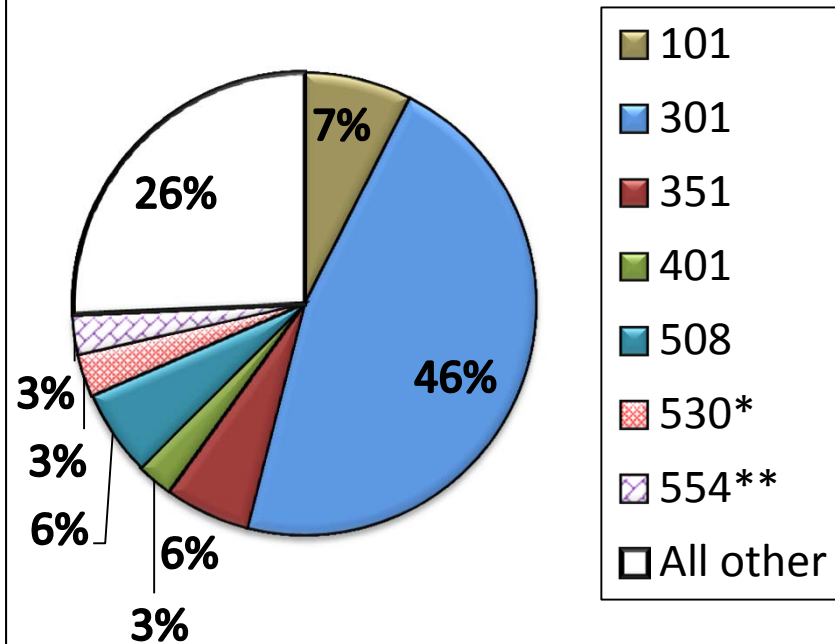


What is in AM?

**Composition of Assets
in AM as of Dec 31, 2012**



**Value of Assets
in AM as of Dec 31, 2012**



On December 31, 2012, there were 214,456 assets acquired for \$11,983,830,427.72.

What are AM's goals?

1. Reporting

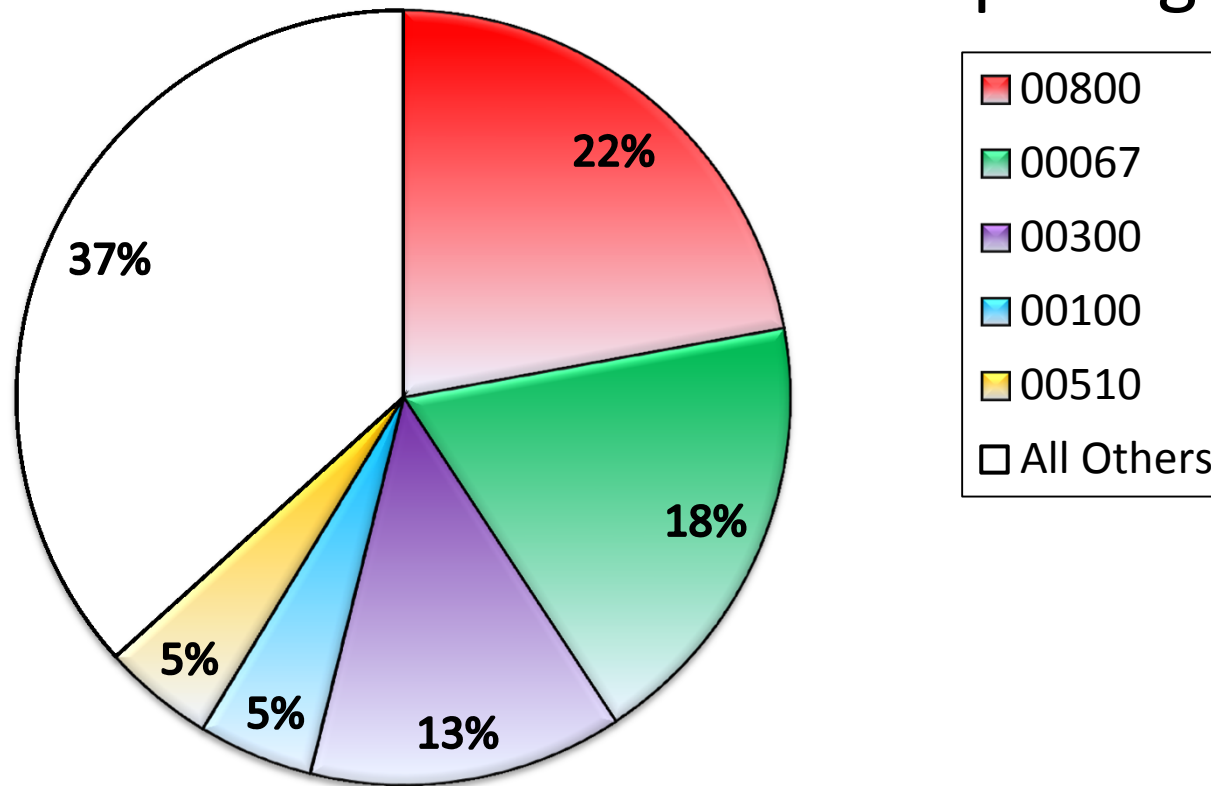
- AM will provide the source material used to create the annual asset CAFR note and to answer questions from various other entities

2. Tracking

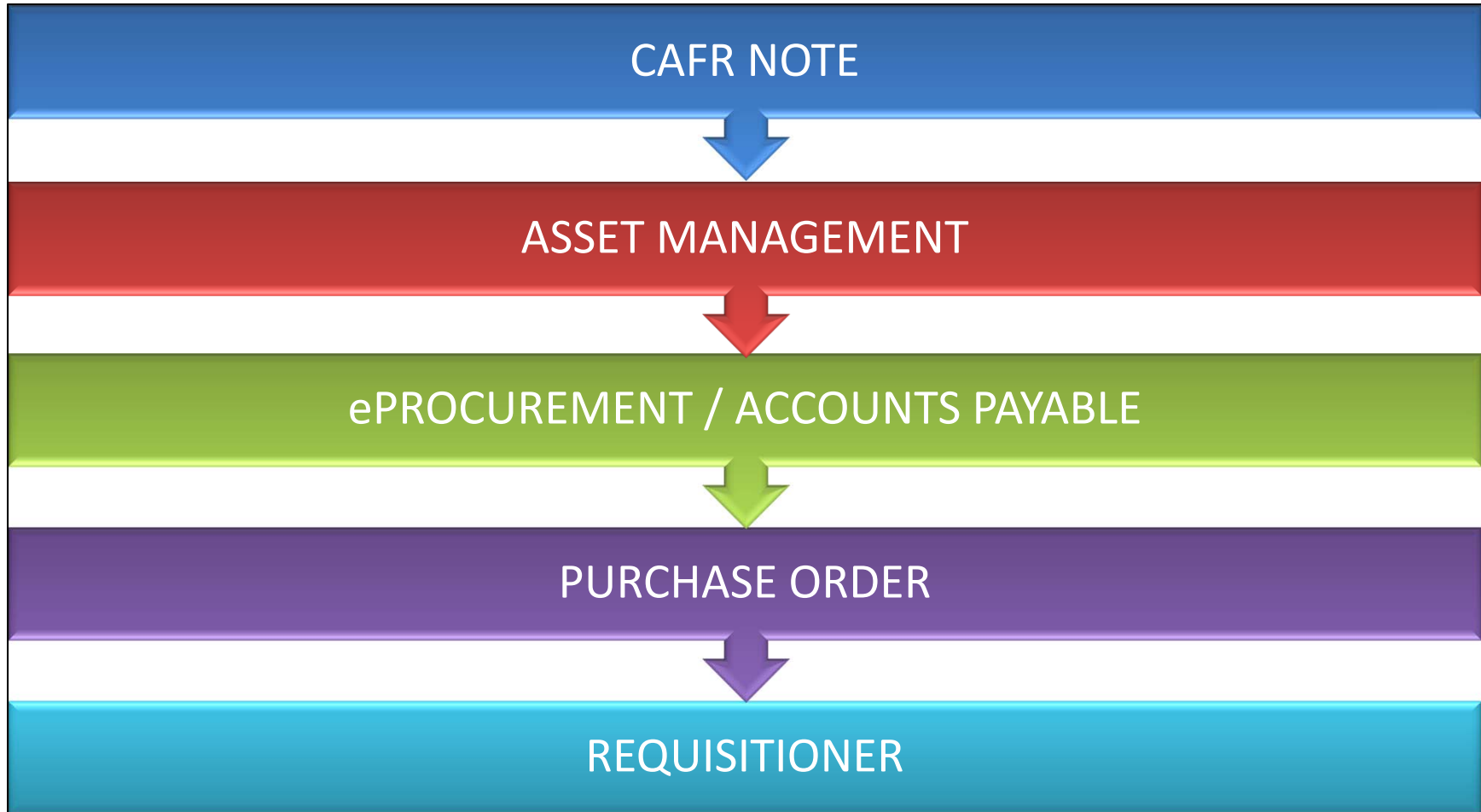
- AM will track all assets and asset related transactions (cost adjustments, category changes, retirements, etc.) for all agencies

What does AM achieve its goals?

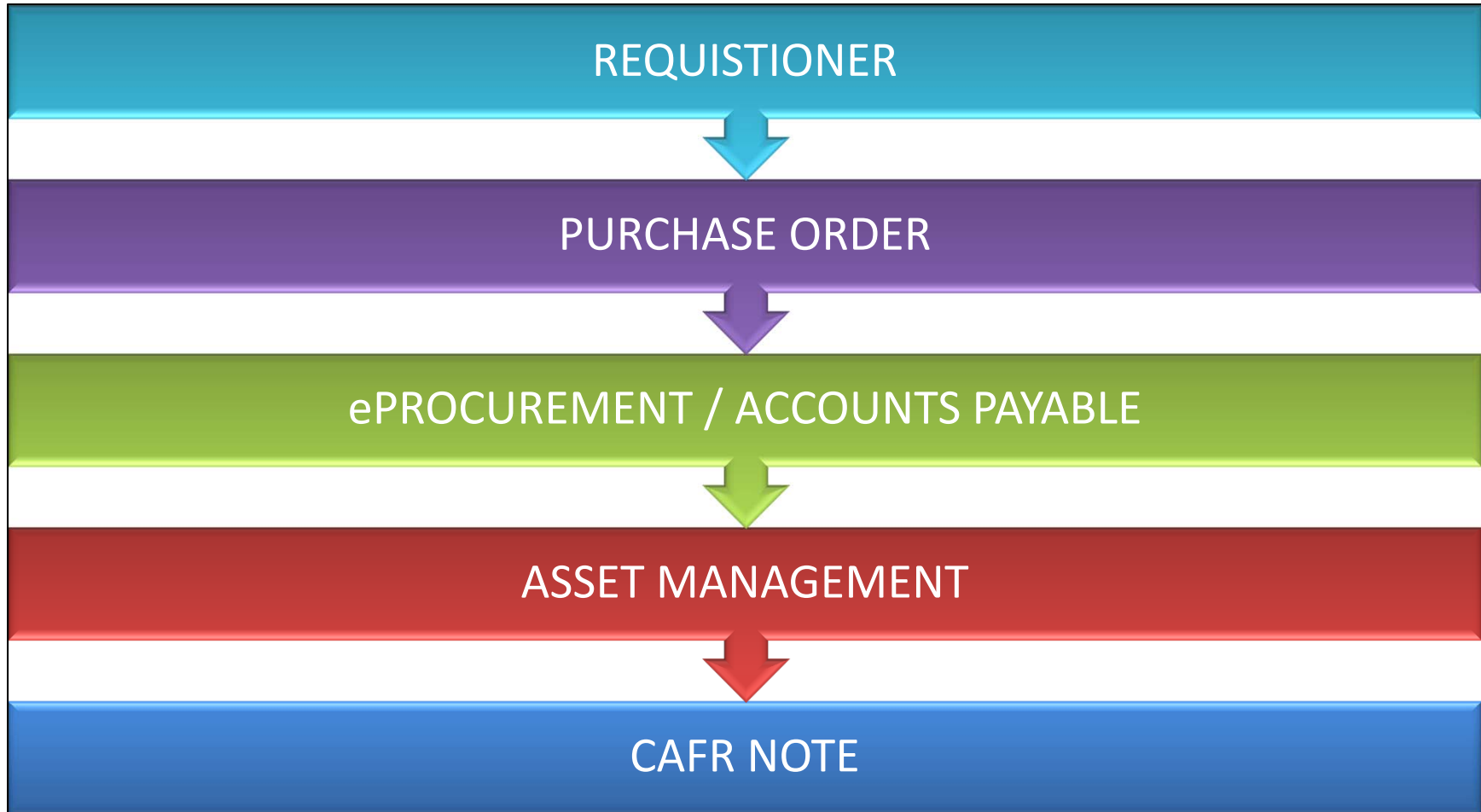
Assets per Agency



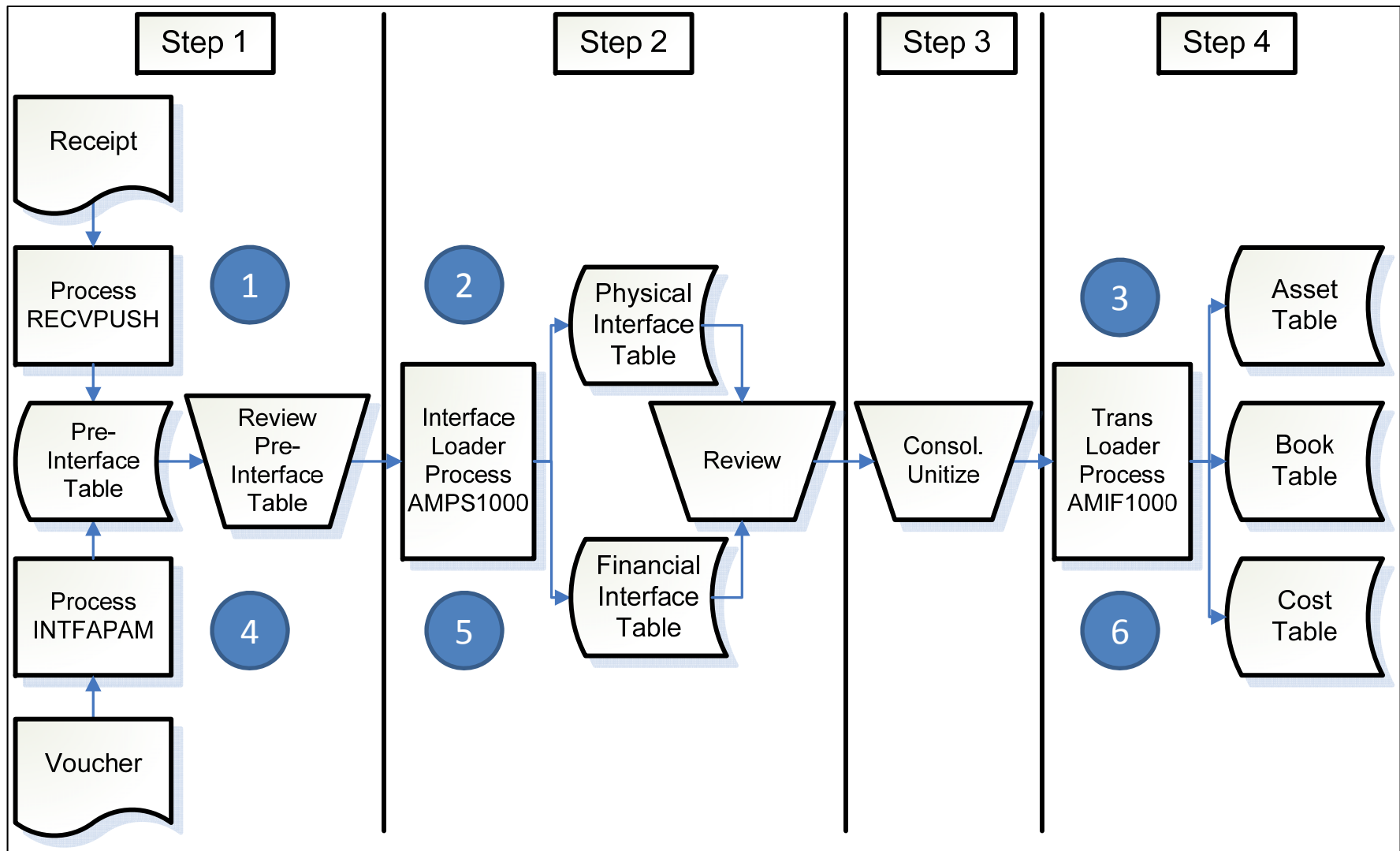
What is the AM lifecycle?



What is the AM lifecycle?



What are the AM interfaces?



What type of support is available for AM Users?

- AM Pagelets
- Public Queries
 - SOIAM025
 - SOIPO_ASSET_FLAGGED_POS
 - SOIPO_ACCOUNT_55X
- Encompass Website
- IDOA Website
- GMIS Tickets
- GMIS Month End Help Session
- GMIS Monthly AM Classes
- Contact AOS