

Overview

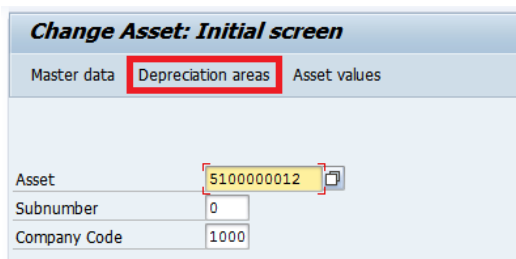
This Job Aid details the procedure for the revising the Useful Life of an asset. It is important to follow these instructions when changing the useful life, to ensure depreciation is calculated correctly.

Note if the revision of useful life is necessary due to impairment in value as well, please follow job aid 6 on fixed asset impairments.

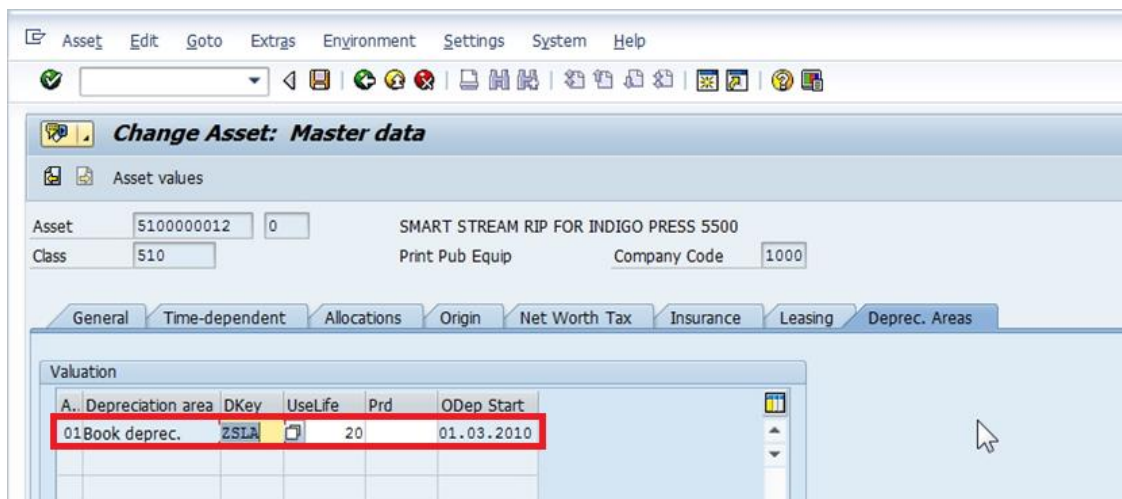
T1 – Revise the Useful Life of an Asset:

Note that Adjustment of Useful Life is done by users granted Enterprise Role of “Financial Accounting: Asset Accounting User” (FA.15).

1. Log in to Umoja ECC.
2. Execute Transaction code **AS02**
3. Enter the asset number/subnumber you wish to modify, then click on ‘Depreciation areas’.



4. On the **Deprec. Areas** tab, double click on depreciation row:



5. Click on More Intervals:

Change Asset: Depreciation area Book deprec.

Asset values Data for revaluation

Asset: 5100000012 0 SMART STREAM RIP FOR INDIGO PRESS 5500
 Class: 510 Print Pub Equip Company Code: 1000
 Area: 01 Book deprec. Book depreciation in local currency

Interval from 01.01.1900 to 31.12.9999

General Specifications

Depreciation Key: ZSLA Straight Line- Actual Month

Useful life: 20 /
 Exp. Useful Life: 4 / 10
 Exp. Life Spec. Dep.: /
 Original useful life: 0 / 0

Start of Calculation
 Ord.dep.start date: 01.03.2010
 Operating readiness: 15.03.2010

Units Depreciated:

Additional Specifications

Scrap value: USD
 Scrap Value %:
 Acquis.year: 2010 3

More Intervals

6. Click on “Add Interval”

Change Asset: Depreciation area Book deprec.

Asset values Data for revaluation

Asset: 5100000012 0 SMART STREAM RIP FOR INDIGO PRESS 5500
 Class: 510 Print Pub Equip Company Code: 1000
 Area: 01 Book deprec. Book depreciation in local currency

Fr	De...	Use Per	Scrap value	Scrap Val. [%]
01.01.1900	ZSLA			

Choose Interval **Add Interval**

7. Set correct date for effective date of Impairment and change of useful life – note that the date must be the first day of the month:

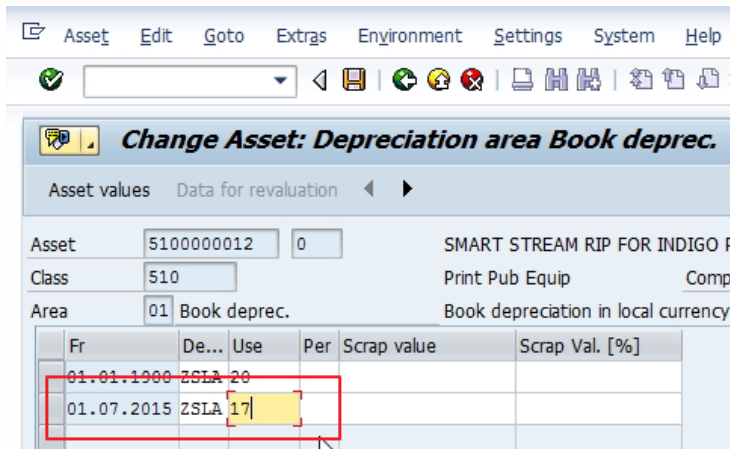
Create New Interval

From-Date of New Interval: 01.07.2015

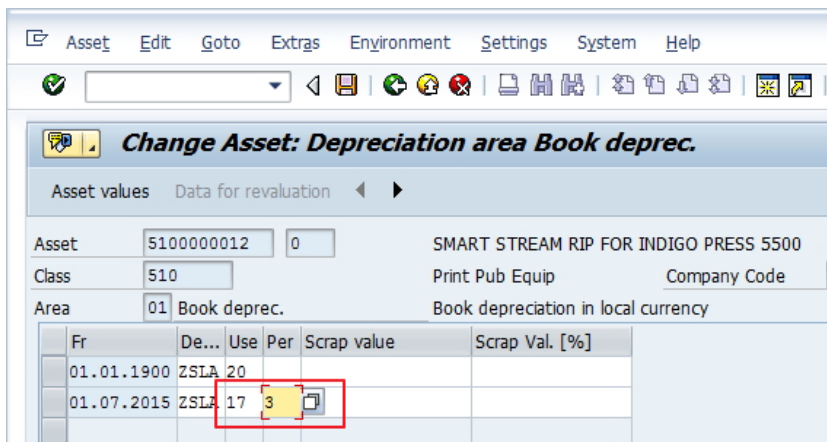
✓ ✗

- Enter the revised useful life in that row, under the **Use** column.

Note: The new adjusted value of Useful Life entered here represents the new **Total Useful Life** of the asset, where **Total Useful Life = Expired Useful Life + Remaining Useful Life**. The new useful life will still be applied to the asset from its Capitalization Date. The system will “prorate” ordinary depreciation starting on the From-Date of the New Interval entered in the previous step.



- If necessary to define adjusted useful life using months, then record number of additional months (1-11) in **Per** field.



- Save the record.