

The Integra Depletion application provides calculation and reporting of both cost and percentage depletion.

Cost or percentage depletion amounts are computed on a type interest basis.

User controlled percentage of net and percentage of gross factors help insure proper depletion calculations for both federal and state, including marginal properties and 1,000 barrel per day limitation.

Features and Benefits

Cost and Percentage Depletion
Depletion Data Extraction
Multiple Overhead Allocation Methods
Cost Basis Depletion Limitation
Flexible On-Demand Reporting
Federal and State Percentages
Marginal Prod. Depletion Feature
1,000 Barrel Per Day Allowance
Cumulative Depletion Rollover
Multiple Year Balances Database
Overhead Cost Extraction
On-Demand Re-Calculation Feature
Multiple Well Depletion Roll-up
On Screen Depletion Data Inquiry
Report Print/Export File Formats
Depletion Basis Excess Calculation
General Ledger Integration
Revenue Entry Integration

Overview

Integra Depletion provides comprehensive calculation and reporting of both cost and percentage depletion and may be used in conjunction with Integra General Ledger and Integra Revenue Entry applications or as a stand-alone application.

Cost depletion is defined as the process of expensing leasehold costs incurred on a lease, at a rate based on the amount of oil and/or gas produced each year. Percentage depletion is a statutory deduction currently defined as a fixed percentage (i.e. 15%) of gross income from oil or gas sales, and may be limited to 100% of the net income from the oil and gas produced. If the average daily production of the lease is less than or equal to a specified per barrel limit (i.e.15 barrels), then the lease qualifies as "stripper" and may be eligible for a higher depletion factor.

Integra Depletion also manages state depletion factors, as they often vary from the federal percentages. Each depletion calculation is computed on a type interest basis at the federal and state levels. The deductible amount allowed is the higher of the cost or percentage depletion. When Integra Depletion is integrated with Integra General Ledger and Integra Revenue Entry, volumes and amounts can be imported and transferred directly from the Revenue and General Ledger applications. These imported values are stored in the Integra Depletion master database and maintain information for each depletion income and expense category on a per lease basis.

The system will allow you to combine multiple properties to a single Depletion Property number for calculation and reporting. The system will produce cross-reference lists for you to coordinate your property roll-up scenarios. Depletion Account number and Property classifications are codified in the General Ledger and Revenue Entry systems so that the proper values may be extracted into the Depletion database for calculation and reporting. General Ledger and Revenue Entry data import interfaces facilitate the depletion calculation processes by importing data from those applications. Overhead cost accounts identified in the Chart of Accounts may also be extracted and apportioned to the leases with several overhead allocation methods available. Once all depletion related data are imported or entered and overhead allocated, both cost and percentage depletion can then be computed and is available for subsequent inquiry and reporting.

Service and Support
Help Desk Support
Training & Implementation
Data Migration & Integration
Consulting

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