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TODAY

2013  
OIL & GAS  
CONFERENCE

**New  
location  
for 2013!**



Oil & Gas Conference  
Cleveland | In-person Course #44635  
Webcast Course #45556  
August 21, 2013

# OIL & GAS CONFERENCE

August 21, 2013  
Cleveland, OH

How are you helping your clients who are involved in Ohio's burgeoning oil and gas industry? At OSCP's 2013 Oil & Gas Conference you will get the insights you need to navigate the regulations and requirements specific to energy exploration and extraction. Build and maintain your skills and attend sessions led by some of the industry's foremost experts. **Register today!**

## DETAILS:

Date: Wednesday, August 21, 2013

Time: 8:00 a.m. - 3:45 p.m.

(registration begins at 7:00 a.m.)

Course: #44635

Credits: Earn 8 CPE credits

Location: Bertram Inn &  
Conference Center  
600 North Aurora Rd.  
Aurora OH, 44202

## FEES:

Early member \$319\*

Early nonmember \$474\*

Standard member \$369

Standard nonmember \$524

\*Save \$50 when you register by August 7.

## WEBCAST AVAILABLE!

Several sessions are available  
via live webcast.

\* = Session is webcast

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REGISTER NOW >>

General Session 8:00 - 9:30 a.m.

### Session 1 \*

#### Tax Treatment of Geological & Geophysical Expenditures

This session will cover some fundamental exploration activities that make up geological and geophysical costs. **Patrick A. Hennessee, Ph.D., CPA**, president, Hennessee On Taxation, LLC will teach you how to compute the amortization schedule for exploration costs for both independent and major integrated oil and gas companies for domestic geological and geophysical costs. You'll also

learn how to describe the allocation process of foreign exploration cost to properties acquired and when these costs may be written off. (TX)

General Session 9:45 - 11:15 a.m.

### Session 2 \*

#### Oil and Gas Deal Structuring – Tax Issues

Get the latest information on deal structuring. In this session led by **Patrick A. Hennessee, Ph.D., CPA**, president, Hennessee On Taxation, LLC, you will find out how to identify both a sublease and a sale and learn

# SCHEDULE AT A GLANCE

7:00 a.m.	Registration and Continental Breakfast			
8:00 a.m.	<b>Session 1 *:</b> Tax Treatment Of Geological & Geophysical Expenditures <i>Patrick A. Hennessee, Ph.D., CPA (TX)</i>			
9:30 a.m.	Networking Opportunity and Refreshments			
9:45 a.m.	<b>Session 2 *:</b> Oil and Gas Deal Structuring – Tax Issues <i>Patrick A. Hennessee, Ph.D., CPA (TX)</i>			
11:15 a.m.	Networking Opportunity and Refreshments			
11:30 a.m.	3: Intangible Drilling and Development Costs (TX)	4: What Happened to the Shale Boom? (AA)	5 *: Tax Issues for Landowners: Welcome to the Big Leagues! (TX)	6: An Effective Audit Approach to Contract Accounting (AA)
12:30 p.m.	<b>Lunch: Economic Development and Workforce Development</b> <i>Jayson Wilson - Director, The Governor's Office of Appalachia</i>			
1:30 p.m.	7: Section 704(c) – Special Allocations for Contributed Oil and Gas Properties to a Partnership! (TX)	8: Depletion (AA)	9: Landowner Issues: Current Market Developments in Ohio and Related Accounting Issues (AA)	10 *: “But Mr. Auditor, I’m Exempt!” Applicability of Ohio State and Local Taxes to the Oil & Gas Industry (TX)
2:30 p.m.	Networking Opportunity and Refreshments			
2:45 p.m.	11 *: Oil & Gas Income Tax Basics (TX)	12: Oil & Gas Legal and Economic Knowledge About Lessors That Every Accountant Should Know (AA)	13: Landowners: They Signed the Lease. Now What? (SK)	14: 2014-2015 Ohio Biennial Budget Update (TX)
3:45 p.m.	Adjourn			

how to describe the tax consequences of both a sublease and a sale of oil and gas properties and compute the amount of § 1254 recapture upon the sale of an oil and gas property. (TX)

Taxation, LLC for this informative session. You’ll learn how to describe and identify expenditures that qualify for the IDC deduction. You’ll also discover how to explain how to make the election to expense IDCs on a taxpayer’s tax return and to determine whether an expenditure will be deductible in the year paid as “prepaid” IDC. (TX)

**Concurrent Sessions 11:30 a.m. – 12:30 p.m.**

## Session 3

### Intangible Drilling and Development Costs

Need a review of Intangible Drilling and Development Costs (IDC)? Then join **Patrick A. Hennessee, Ph.D., CPA**, president, Hennessee On

**Session 4****What Happened to the Shale Boom?**

Get a handle on what the shale energy play means to Ohio from **Jim Samuel**, principal, Capitol Integrity Group. You'll learn about economic development updates in the Utica Shale region and get insight into the regulatory environment in Ohio. You'll also discover assorted plans for future growth associated with shale opportunities. (AA)

**Session 5 ✱****Tax Issues for Landowners: Welcome to the Big Leagues!**

This session is a great introduction to understanding the unique set of tax requirements for landowners. Join **Steven Franckhauser**, director, HbK Energy to get the latest on tax issues related to production and find out how to set up tax plans for estate purposes. You'll also learn about emerging issues in energy evolution that are applicable to tax practice in this field. (TX)

**Session 6****An Effective Audit Approach to Contract Accounting**

Make sure you know all the ins and outs of contract accounting by attending this engaging session. Led by **Victor Szerpicki, CPA**, audit manager, CBIZ/Mayer Hoffman McCann P.C., you'll learn effective audit techniques that will allow you to accurately assess both the expense and revenue sides of the income statement. You'll also learn how these different techniques can be extremely beneficial to your clients. (AA)

**Session 7****Section 704(c) – Special Allocations for Contributed Oil and Gas Properties to a Partnership**

This presentation deals with oil and gas properties contributed to a partnership by a partner in exchange for a partnership interest where the tax basis of the properties and their tax basis differ and requires § 704(c) treatment. **Patrick A. Hennessee, Ph.D., CPA**, president, Hennessee On Taxation, LLC will help you identify when the general rules of § 704(c) applies to property contributed to a partnership when a partnership uses the traditional method, the traditional method with curative allocations or the remedial method. (TX)

**Session 8****Depletion**

Oil and gas properties are depleting assets. U.S. tax law recognizes this fact by providing a depletion deduction to taxpayers having an economic interest in oil and gas properties. In this session, led by **Butch Roberts, CPA, MT**, owner, RBR Consulting, LLC, you will learn the general rules for computing both cost and percentage depletion and become familiar with the limitations that apply to percentage depletion. (AA)

**Session 9****Landowner Issues: Current Market Developments in Ohio and Related Accounting Issues**

Join **Glenn Krassen, J.D.**, attorney, Bricker & Eckler, LLP for this session that will discuss current trends and activities in shale oil and gas leasing in Ohio affecting landowners. You'll also learn about the financial aspects of shale oil and gas leases as well as current and

future accounting opportunities affecting landowners in the realm of shale oil and gas mineral royalty rights. (AA)

## Session 10 \*

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### **“But Mr. Auditor, I’m Exempt!” Applicability of Ohio State and Local Taxes to the Oil & Gas Industry**

Get an overview of changes from the Ohio Biennial Budget Bill and their impact on the oil and gas industry. **Matthew Stamp J.D., LLM** director of state and local tax services, and **Anthony Ott, CPA** senior manager for state and local tax services, both of GBQ Partners, LLC will address specific Ohio sales and use tax, CAT and municipal income tax issues related to upstream and midstream businesses as well as ancillary service providers. Make sure you’re there to learn about the potential risks and opportunities for companies and clients and to discuss best practices to limit exposure. (TX)

Concurrent Sessions 2:45 – 3:45 p.m.

## Session 11 \*

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### **Oil & Gas Income Tax Basics**

Oil and gas taxation is one of the more complicated areas of the federal income tax system. The terminology, concepts and specific rules are challenging to learn and apply. This session, led by **Butch Roberts, CPA, MT**, owner, RBR Consulting, LLC, is designed to make this challenge less daunting by getting down to the basics of oil and gas taxation. (TX)

## Session 12

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### **Oil & Gas Legal and Economic Knowledge About Lessors That Every Accountant Should Know**

Get the information you need to help your lessors of gas and oil leases

make informed decisions. In this timely session led by **Bill Williams, J.D.**, shareholder, director and management committee member, Krugliak, Wilkins, Griffiths & Dougherty Co., L.P.A., you’ll gain a better understanding of oil and gas lease significant terms affecting monetary payments and decline curve of royalty payments. You’ll also learn about the pitfalls of blindly executing producer landman’s preprinted form lease and subsequent presented documents. (AA)

## Session 13

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### **Landowners: They Signed the Lease. Now What?**

Discuss expectations and planning issues with regard to landowner interests with **Chris Gabrick, CPA, CMM**, principal, Schroedel, Scullin & Bestic LLC. You’ll discover key components that make up royalty payments, determine what happens to a lease when the owner doesn’t drill and get insights into proactive mineral succession planning. (SK)

## Session 14

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### **2014-2015 Ohio Biennial Budget Update**

Join **Matthew Stamp J.D., LLM** director of state and local tax services, and **Anthony Ott, CPA** senior manager for state and local tax services, both of GBQ Partners, LLC for this comprehensive review of the tax provisions in the 2014-2015 Ohio Biennial Budget bill. You’ll learn about the specific changes impacting the oil and gas and ancillary industries and get an update on the latest proposed changes related to municipal income taxes. (TX)

# Oil & Gas Conference | August 21 | #44635

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\* Course confirmations will be sent via email. In the event the Society does not have an email address for you on file, confirmation will be mailed USPS.

## THE OHIO SOCIETY OF CPAs MEMBERSHIP STATUS (Check all that apply)

- Member       Membership Pending – The Ohio Society of CPAs  
 Nonmember       Other State Society Member (eligible for member rate)

## SESSION SELECTION

### 8:00 – 11:15 a.m. (General Sessions)

- 1: Tax Treatment of Geological & Geophysical Expenditures  
2: Oil and Gas Deal Structuring – Tax Issues

### 11:30 a.m. – 12:30 p.m.

- 3: Intangible Drilling and Development Costs  
 4: What Happened to the Shale Boom?  
 5: Tax Issues for Landowners: Welcome to the Big Leagues!  
 6: An Effective Audit Approach to Contract Accounting

### 1:30 – 2:30 p.m.

- 7: Section 704(c) – Special Allocations for Contributed Oil and Gas Properties to a Partnership!

- 8: Depletion  
 9: Landowner Issues: Current Market Developments in Ohio and Related Accounting Issues  
 10: “But Mr. Auditor, I’m Exempt!” Applicability of Ohio State and Local Taxes to the Oil & Gas Industry

### 2:45 – 3:45 p.m.

- 11: Oil & Gas Income Tax Basics  
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 14: 2014-2015 Ohio Biennial Budget Update

## REGISTRATION OPTIONS

- Early Member Fee – \$319\*       Standard Member Fee – \$369  
 Early Nonmember Fee – \$474\*       Standard Nonmember Fee – \$524  
 Attend via webcast (#45556)

\* Register by August 7 to take advantage of early registration savings.

- Check (Payable to The Ohio Society of CPAs)       Company Credit Card  
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# More to Explore

## **Summer Getaway CPE Conference – Kalahari Resort**

*8/9/2013 – Sandusky – Course # 44402*

Advance your career and strengthen your knowledge with a full day of CPE at the first EVER Summer Getaway CPE Conference at the Kalahari Resort and Waterpark in Sandusky, Ohio. Take advantage of this great new program and bring the family along for the trip! If you decide to stay the night on August 8, OSCPA can offer a special room rate and four waterpark passes that start at noon on the 8th and are good for all day on the 9th. You can even extend your stay for the weekend at a reduced rate as well!

## **Manufacturing & Construction Issues for CPAs Conference**

*9/11/2013 – Cleveland, OH – Course #44644*

Are you involved with the manufacturing or construction industries? Our second annual Manufacturing & Construction Issues for CPAs Conference is a great opportunity to get a broad overview of issues specific to both industries. Prepare yourself for the intricacies of the construction industry – especially the contractor tax regulations. This specialized practice requires that you provide efficient, high-quality audit and review services and apply U.S. GAAP accounting methods. This conference is designed for accountants seeking a broad overview of the construction industry, financial professionals in the construction industry and practitioners who deal with contractor clients.

## **Governmental and Nonprofit Update**

*9/13/2013 – Cleveland – Course # 44652*

Get up-to-date on the latest developments in governmental and nonprofit accounting and auditing. This course will cover everything from Yellow Book updates, A-133 and OMB compliance modifications, the latest activities and standards issued by the AICPA and FASB and GASB requirements. Learn about the latest developments to enable you to be current and efficient in your accounting projects.



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