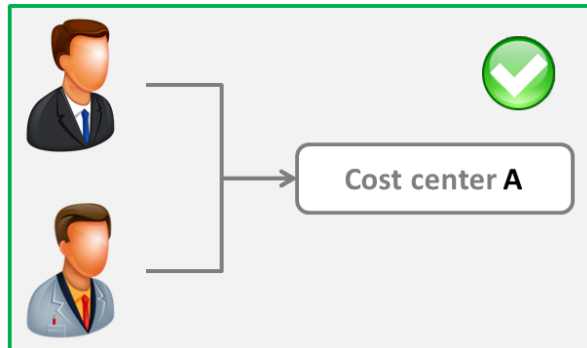
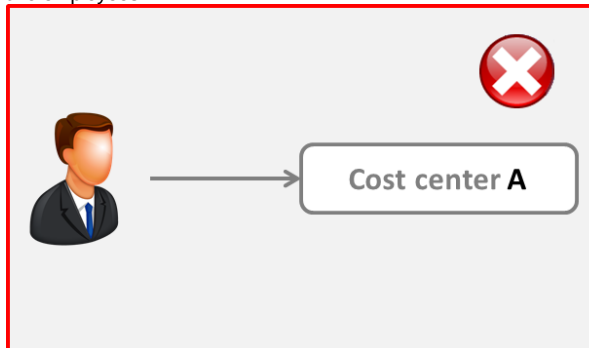


Costing Key Principles - WP1

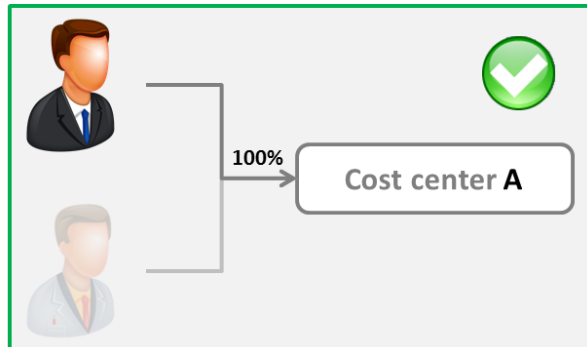
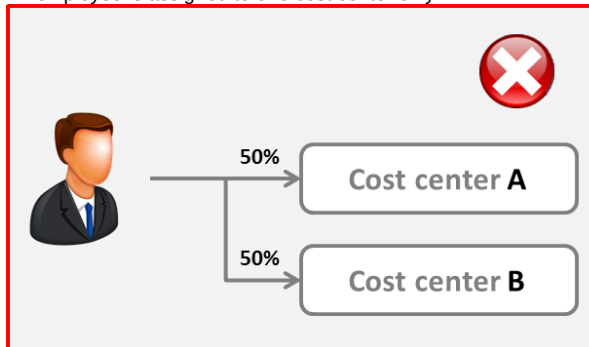
Rule 1

It is not allowed to create a cost center for less than two employees



Rule 2

An employee is assigned to one cost center only



Rule 3

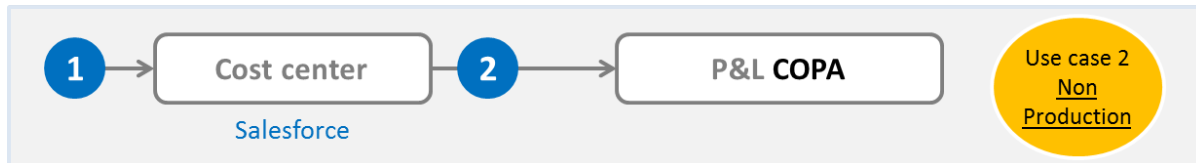
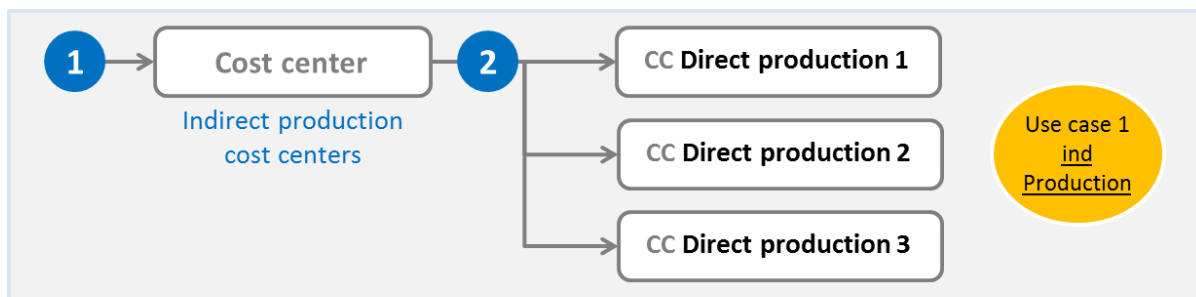
Threshold of minimum amount per year of primary expense.

Recommendation: minimize the number of CC allocation

- Indirect production cost centers are settled monthly to the direct cost centers
- Other cost centers are assessed to COPA

Exception

- [Cycle insurance WP1](#)
- [IAS19 WP1 - cycle CCCC19](#)
- R&I: allocation from CC to WBS
- [Restructuring WP1 - cycle CCCCRT](#)
- Maintenance cost centers are settled through PM orders to production cost centers



1. Cycle name

Display Actual Assessment Cycle: Header Data

Controlling Area: CREF ERP SOLVAY
 Cycle: 0245ID Status: Saved
 Start Date: 01.01.2016 To: 31.12.2016
 Text: Indirect Costs

Indicators: ☒ Iterative, ☐ Cumulative, ☐ Cumulated Opt
 Field Groups: ☒ Object Currency, ☐ Transaction Currency

2. Segment name = cost center

3. Allocation Structure

4. Sender rule = always "Posted amounts" (except IC)

5. Receiver rule =

- Fixed percentage except Utilities: variable portions / SKF

Display Actual Assessment Cycle: Segment

Controlling Area: CREF ERP SOLVAY
 Cycle: 0245ID Indirect Costs
 Segment Name: ST13200000 Internal logistics ☐ Lock indicator

Segment Header | Senders/Receivers | Sender Values | Receiver Tracing Factor

Assessment C/El:
 Allocation structure: SC Logistic (assess prod)

Sender values:
 Sender rule: Posted amounts
 Share in %: 100,00 %
☐ Actual value origin ☐ Plan value origin

Receiver tracing factor:
 Receiver rule: Fixed percentages

6. Sender Cost Center

7. Cost Center Group that will receive cost

Segment Header | Senders/Receivers | Sender Values | Receiver Tracing Factor

Sender	From	To	Group
Cost Center	ST13200000		
Cost Object			
Cost Element			
Receiver			
Order			
Cost Center			0245INCC
Cost Object			
WBS Element			

8. Percentage for each Cost Center

Segment Header | Senders/Receivers | Sender Values | Receiver Tracing Factor

Receivers	Portion/percent
Cost Ctr	
EV32505800	0,00
S51625A00C	0,00
ST1264103K	0,00
ST19341090	5,00
ST19341190	2,00
ST19342010	18,00
ST19343250	0,00
ST19441091	0,00

Please refer to file [Assessment cycles rules WP1](#)

Assessment cycles

Budget

PPPPBU	Budget
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Actual

PPPPCO	Actual
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Code	Description	Procedure
CCCCRT	Restructuring	Restructuring WP1 - cycle CCCCRT

COPA cycles

Code	Description	Procedure
PPPPPA	Plant COPA cycles	
CCCC-A	Sales correction CNP others (stock depreciation)	
CCCC-B	SG&A	
CCCC-C	R&I, Other operating costs, Post ROP	Restructuring WP1 - cycle CCCCCR2
CCCC-S	Sweep cost center	Cycle COPA WP1 - CCCC-S Sweep cycle
CCCCNA	CCCC-9200	

Distribution cycles

Code	Description	Procedure
CCCC19	IAS 19	IAS19 WP1 - cycle CCCC19
CCCCIN	Insurance	Cycle insurance WP1