

Allocation structure

Definition

- All Cost centers, depending on the original cost elements posted in them, have to allocate their cost as Fixed Cost or Depreciation.
- It may be necessary to track these allocations with separate assessment cost elements to track the origin of costs (fixed costs or depreciation)
- This can be done creating several segments for each cost center or cost center group allocation
- But we can SIMPLIFY and merge all segments into one segment, using an allocation structure.
- It helps to have standardized assessment cycles for all companies, treating equally the allocation of cost elements and cost centers to Indirect production cost centers to direct cost production cost centers or from cost centers to COPA.

? Unknown Attachment

Allocation structures in WP1

- The Allocation Structure of **Indirect production cost centers** (PPPP-2xxx) is based on the [Cost element Group ZSOLV](#)

Example: allocation structure CE >>

AS code	Name	Assignment	Sender Group	Assessment cost element
CE	EPRD1X Maintenance	10	ZSO-FC_BON ★	99422200 Maintenance CNP
		20	ZSO-STDEP ★	99423050 Maintenance AMO
		40	ZSOL-OTH26	99422200 Maintenance CNP
		50	ZSO-IF16 ★	99423600 IFRS16 depreciation
		60	ZSO-BONUS ★	99422099 Grp-Leg contr empl

- For **Allocation to COPA** the Allocation Structure is based on the [Cost element Group ZSOLV](#) and is used with the corresponding [PA transfer structure](#)

Example: allocation structure that is used in COPA cycles: C1 >>

AS code	Name	Assignment	Sender Group	Assessment cost element
C1	Site allocation	10	ZSO-FC_BON ★	99429910 COPA Assessment CNP
		20	ZSO-STDEP ★	99429920 COPA Assessment AMO
		30	ZSOL-OTH28	99429910 COPA Assessment CNP
		40	ZSO-IF16 ★	99429921 R25860 Period depreciation
		50	ZSO-BONUS ★	99429941 BONUS

Allocation structures in PF1

- The Allocation of Utilities cost centers (cycle code: CC

AS code	Name	Assignment	Sender Group	Assessment cost element
UP	Steam Prod Boiler	10	XCS-FCAL1	9325310401 Regl - Centrale thermique (Vapeur)
		20	XCS-VCAL	9325310421 Steam Central

CCUT) to direct production cost centers is based on the [Cost element Group XCS-ALL](#)

Example: allocation structure UP >>

30	STDDEP-XCS	9630310401 Dep Steam Prod Boiler
40	XCS-STAT	I630000001 Depreciation-Local Adjustment
50	XCS-SELL	9325310421 Steam Central
60	XCS-DEP16	9163000501 IFRS16 depreciation
70	XCS-MOBNUS	9629200201 Grouping-Legal contribution employer

- The Allocation Structure of **Indirect production cost centers** ([cycle code](#) : CCCCID) is based on the [Cost element Group ZSOLV](#)

Example: allocation structure SD >>

AS code	Name	Assignment	Sender Group	Assessment cost element
SD	Qual Ctrl & Lab (assess prod)	10	ZSO-FC_BON ★	9141000001 Regl-Laboratory Quality Control
		20	ZSO-STDEP ★	9630000001 Depreciations
		30	ZSOLV-SALE	9141000001 Regl-Laboratory Quality Control
		40	ZSOLV-UNL1	I630000001 Depreciation-Local Adjustment
		50	ZSO-IF16 ★	9163000501 IFRS16 depreciation
		60	ZSO-BONUS ★	9629200201 Grouping-Legal contribution employer

- For **Allocation to COPA** the Allocation Structure is based on the [Cost element Group ZSOLV](#) and is used with the corresponding [PA transfer structure](#)

Example: allocation structure that is used in COPA cycles: S1 >>

AS code	Name	Assignment	Sender Group	Assessment cost element
S1	Commercial (assess rep)	10	ZSO-FC_BON ★	9805100001 Total commercial costs
		20	ZSO-STDEP ★	98052Z9001 FATA - Non function (Depreciation)
		30	ZSOLV-SALE	9805100001 Total commercial costs
		40	ZSOLV-UNL1	I805100001 FCOMT Depreciation-Local Adjustment
		50	ZSO-IF16 ★	9816200101 R33800 Administrative and commercial exp
		60	ZSO-BONUS ★	9805100001 Total commercial costs

★ The following groups are a grouping of groups of the hierarchy ZSOLV:

- ZSO-FC_BON - Fixed Cost w/o Bonus/PSU
- ZSO-STDEP - Standard dep. outside IFRS16
- ZSO-IF16 - Total IFRS16 depreciation
- ZSO-BONUS - Bonus & PSU