

FC - Allocation of a cost center to a GBU

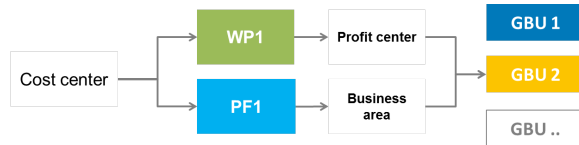
- Allocation of a cost center to a GBU in a BW Fixed costs report
- The fixed costs report is available by GBU.
- How can an error in the cost center's master data lead to an error in a BW fixed cost report?
- What must be done to correct an inconsistency ?
- What is the impact of the correction on historical data ?

Allocation of a cost center to a GBU in a BW Fixed costs report

The fixed costs report is available by GBU.

In the BW fixed costs query a cost center can only be allocated to one GBU.

- When it is a cost center in WP1, the determination of the GBU is done with its [Profit Center](#)
- When it is a cost center in PF1, the determination of the GBU is done with its [Business Area](#)



GBU determination in WP1

The determination of the GBU in WP1 is done with the [Profit Center Standard hierarchy](#)

Example

1. The profit center of the cost center 6062-6227 is 6062-11184

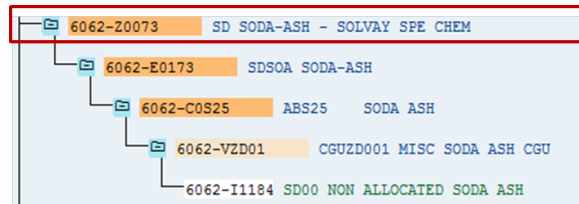
How to display the cost center master data ?
[KS03 - Display cost center](#)

Cost Center	6062-6227	Soda Ash
Controlling Area	2026	Rhodia Asia Pacific
Valid From	01.08.2014	to 31.12.9999

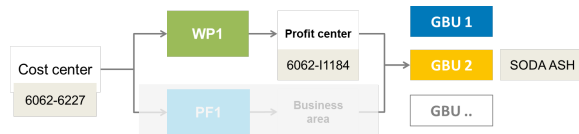
Profit Center	6062-11184	SD00 NO ALLOC.SODA A
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2. The profit center belongs to the GBU Soda Ash

How to display the profit centers hierarchy ?
[KCH3 - Display profit center hierarchy](#)



3. In the fixed costs report, the cost center 6062-6227 is allocated to the GBU Soda Ash



GBU determination in PF1

The determination of the GBU for PF1 cost centers is done with the [Business Area](#)

Example

1. The business area of the cost center SM16210000 is 8500

i How to display the cost center master data ?

[KS03 - Display cost center](#)

Display Cost Center: Basic Screen

Cost Center: SM16210000 RR - Country Mgt BE

Controlling Area: CRE1 ERP SOLVAY

Valid From: 01.04.2021 to 31.12.9999

Names

Name: RR - Country Mgt BE

Description: RR Country Management Belgium

Basic data

User Responsible: BE01472 Dominique BEAUTHIER

Person Responsible: 50026792

Department: GM-RR

Cost Center Category: H Service cost center

Hierarchy area: SMDNBGM RR EUR GM BELGIUM

Company Code: 0001 SOLVAY (SCH)

Business Area: 8500 CBS Function Costs

Currency: EUR

Profit Center: CNHA COMMUN NHA

2. The business area belongs to Corporate Business Services

i How to allocate a business area to a GBU?

[Rules - PF2 - Business Area](#)

3. In the fixed costs report, the cost center SM16210000 is allocated to Corporate Business Services

How can an error in the cost center's master data lead to an error in a BW fixed cost report?

The allocation of a cost center to the P&L is not handled in the same way in the P&L and the BW fixed cost report. Naturally, if the two methods are not consistent, this creates a discrepancy between the two reports.

As a reminder, the allocation of a cost center to the P&L is done through an assessment cycle, allowing it to be allocated to multiple GBUs. In contrast, in BW, the allocation is based solely on the cost center's master data (profit center or business area) and is assigned to a single GBU.

Example:

In the fixed costs report, the cost center TK19300000 is reported in the GBU Peroxides but in the P&L the same cost center is reported in the GBU Special Chem ?

ONE SOLVAY-End month - Cost center analysis

Cost Center	REC Global Business Unit (Resp Cost Center)	Actual - Destination (Local)
TK19300000	PEROXIDES	702 875 JPY
Result		702 875 JPY

P&L - LEGAL View

Cost Center	Cost Center	Struct.	Actual
		REC Global Business Unit	TOT-REBITDA - Recurring EBITDA
TK19300000	SHIP. INSUR. PE 3	SPECIAL CHEM	-702 875,00
Result			-702 875,00

1. The business area of the cost center TK19300000 is 7360

i How to display the cost center master data ?

[KS03 - Display cost center](#)

2. The business area 7360 belongs to the GBU Peroxide so in the fixed costs report, the cost center is allocated to the [GBU Peroxide](#)

How to allocate a business area to a GBU?

Rules - PF2 - Business Area

Cost Center	TK19300000	SHIP. INSUR. PE 36
Controlling Area	CHEF	ERP SOLVAY
Valid From	01.11.2020	to 31.12.9999

Name	SHIP. INSUR. PE 36
Description	SHIPPING INSURANCE PE 36

Person Responsible	50017821
Department	
Cost Center Category	W Administration
Hierarchy area	TK_INSUR Insurance
Company Code	0360 NIPPON SOLVAY
Business Area	7360 HYDROGEN PEROXIDE
Currency	JPY
Profit Center	CTKN 0360 NIPPON SOL TKN

3. The cost center TK19300000 is included in the COPA cycle 0360P1

How to display the cost center master data ?

KS03 - Display cost center

Cost Center: TK19300000 SHIP. INSUR. PE 36
Controlling Area: CHEF ERP SOLVAY
Valid From: 01.11.2020 to 31.12.9999

Names: SHIP. INSUR. PE 36
Description: SHIPPING INSURANCE PE 36

Person Responsible: 50017821
Department: Administration
Cost Center Category: W Insurance
Hierarchy area: TK_INSUR
Company Code: 0360 NIPPON SOLVAY

4. The cost center TK19300000 is allocated to the profit center D7630 which belongs to the GBU Special Chem

How to allocate a profit center to a GBU in PF1?

Rules - PF1 - Profit center

Operating concern: F001 Slv ERP Operating concern
Cycle: 0360P1 Final allocation to COPA
Segment Name: TK19300000 SHIPPING INSURANCE CHNR

CoCd Profit Ctr	Portion/percent
0360 D7630	100,00

What must be done to correct an inconsistency ?

The cost center TK19300000 is allocated to Peroxide via its business area and to GBU Special Chem via its assessment cycle, the following steps can help address this inconsistency:

1. Analyze the Business Rules:
 - Determine which GBU allocation via business area or via cycle is correct
2. Adjust Master Data or Cycle Configuration:
 - If the business area is incorrect, request the update of the cost center's master data: [Request the creation / update of Master Data](#)
 - Alternatively, if the assessment cycle, request the update of the assessment cycle in [Service One](#).

What is the impact of the correction on historical data ?

Once the change is made, the historical data will be impacted in the following ways:

In BW fixed costs query: when you update the master data of a cost center, historical data are reallocated to the new GBU.

In the P&L, if you update the assessment cycle of a cost center, it will only impact the future but historical data is not impacted. If there is a need to correct historical data, a manual correction in COPA should be done. It has to be requested in [Service One](#) .