

Intercompany Processing

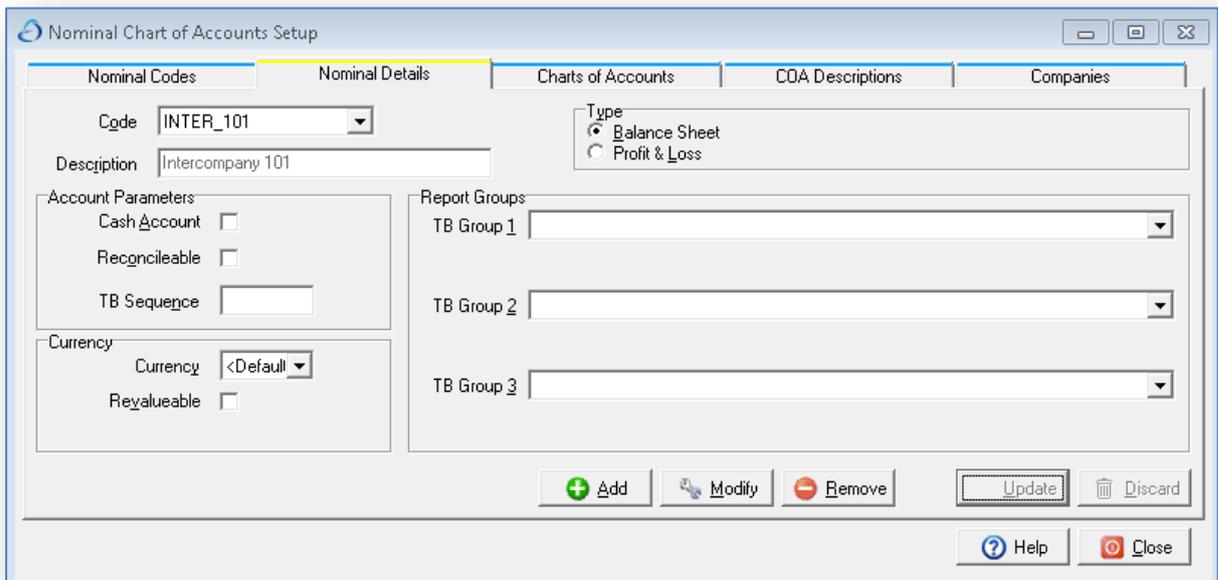
If a company receives a purchase invoice that needs to be re-charged in whole, or part, to one or more other companies set up in the Dataflow database, the Intercompany Processing function in Dataflow can make this easier.

Setting up an Intercompany Nominal

In order to use the Intercompany Processing, a “control” Nominal account is required for each pair of companies between which invoices are going to be recharged. These Nominal accounts should be Balance Sheet accounts set up using the Chart of Accounts maintenance window.

Steps

1. Dataflow Toolbar
2. Ledgers
3. Nominal
4. Setup
5. Chart of Accounts
6. Add
7. Enter all details as required (Type = Balance Sheet)
8. Update



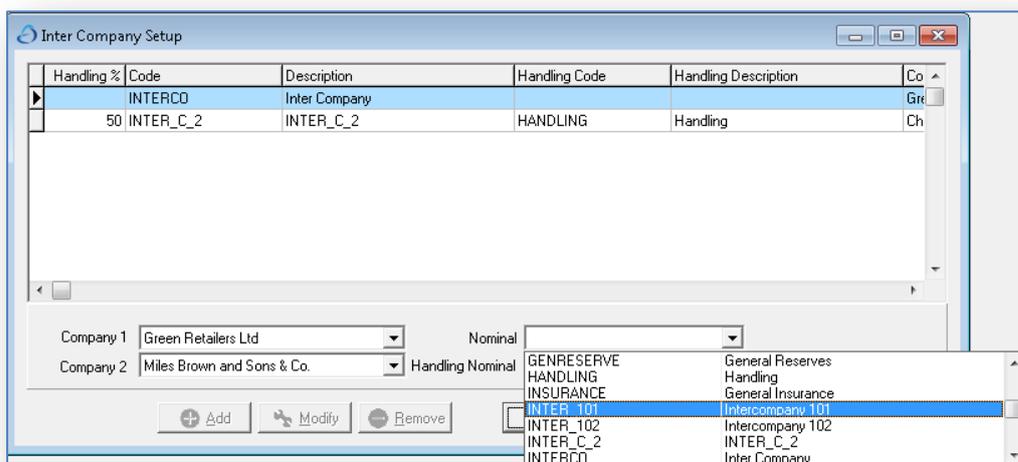
The screenshot shows the 'Nominal Chart of Accounts Setup' window. The 'Nominal Details' tab is selected. The 'Code' field is set to 'INTER_101' and the 'Description' is 'Intercompany 101'. The 'Type' is set to 'Balance Sheet'. Under 'Account Parameters', 'Cash Account' and 'Reconcilable' are unchecked, and 'TB Sequence' is empty. Under 'Currency', 'Currency' is set to '<Default>' and 'Revalueable' is unchecked. The 'Report Groups' section has three dropdown menus for 'TB Group 1', 'TB Group 2', and 'TB Group 3', all of which are currently empty. At the bottom of the window, there are buttons for '+ Add', 'Modify', '- Remove', 'Update', 'Discard', '? Help', and 'Close'.

Assigning a Nominal Code as an Intercompany Nominal Code

Each pair of companies between which invoices are going to be recharged, and their “control” Nominal account, must then be defined in the Intercompany Processing setup window. A handling charge can be added to each transaction that is recharged; in order to implement this, select the appropriate P&L account to which the charge should be posted and enter the percentage that should be used to calculate the charge.

Steps

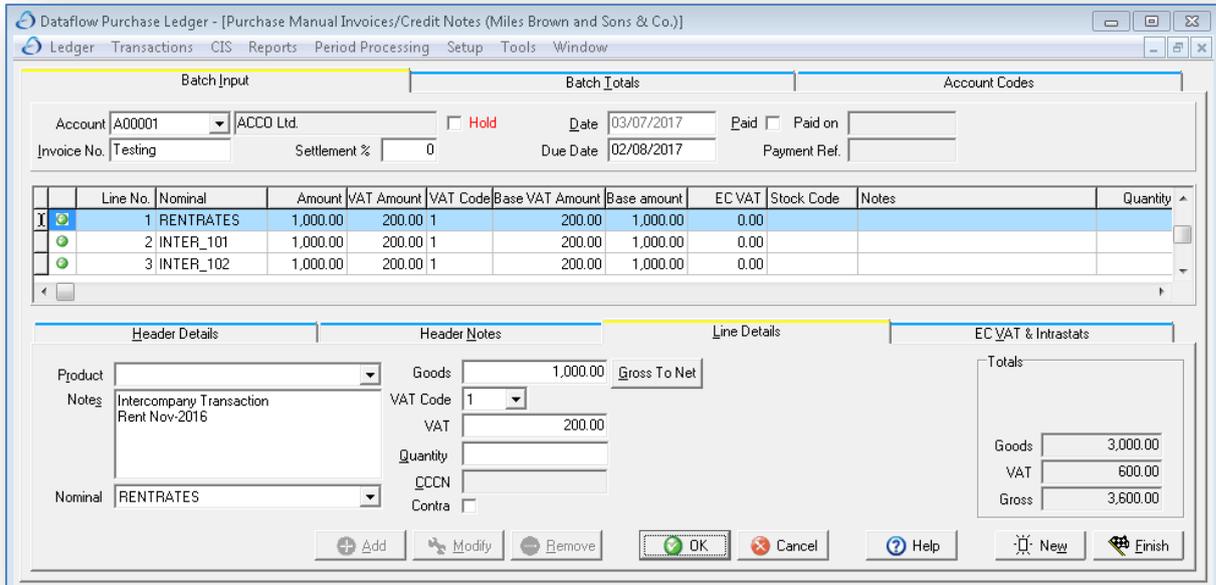
1. Dataflow Toolbar
2. Ledgers
3. Nominal
4. Setup
5. Intercompany Parameters
6. -Add Company 1 & 2
7. Nominal
8. Handling Nominal and percentage (if required?)



Once the above is completed we are ready to post Intercompany Transactions
 (See illustration below)

Transaction Input (Rent Invoice Split between multiple entities)

When a purchase invoice that should be re-charged is processed, rather than selecting a cost account in the P&L on the invoice line, the appropriate Intercompany “control” Nominal account should be selected. If an item on a purchase invoice is to be re-charged to two or more companies then it must be split across multiple invoice lines when entering it into Dataflow Accounts.



The screenshot shows the 'Dataflow Purchase Ledger' window for 'Purchase Manual Invoices/Credit Notes (Miles Brown and Sons & Co.)'. The 'Batch Input' section is active, showing details for account 'A00001' (ACCO Ltd.), date '03/07/2017', and invoice number 'Testing'. The 'Batch Totals' and 'Account Codes' sections are also visible.

Line No.	Nominal	Amount	VAT Amount	VAT Code	Base VAT Amount	Base amount	EC VAT	Stock Code	Notes	Quantity
1	RENTRATES	1,000.00	200.00	1	200.00	1,000.00	0.00			
2	INTER_101	1,000.00	200.00	1	200.00	1,000.00	0.00			
3	INTER_102	1,000.00	200.00	1	200.00	1,000.00	0.00			

The 'Header Details' section shows 'Product' as 'Goods' with a value of 1,000.00, 'Notes' as 'Intercompany Transaction Rent Nov-2016', and 'Nominal' as 'RENTRATES'. The 'Header Notes' section shows 'VAT Code' as '1' and 'VAT' as 200.00. The 'Line Details' section shows 'Quantity' and 'CCN' fields. The 'EC VAT & Intrastats' section shows a 'Totals' box with 'Goods' at 3,000.00, 'VAT' at 600.00, and 'Gross' at 3,600.00. At the bottom, there are buttons for 'Add', 'Modify', 'Remove', 'OK', 'Cancel', 'Help', 'New', and 'Finish'.

Intercompany Processing

When a batch of purchase invoices is updated, any Intercompany items will be added to a list of holding area for subsequent processing. To view and process these entries, open the Intercompany Processing window on the Transactions menu in the Nominal Ledger.

Select the pair of companies between which you want to process the re-charge items. Against each item select the Nominal account to which it should be posted in the “target” company. Also enter any Cost Centre apportionment where required.

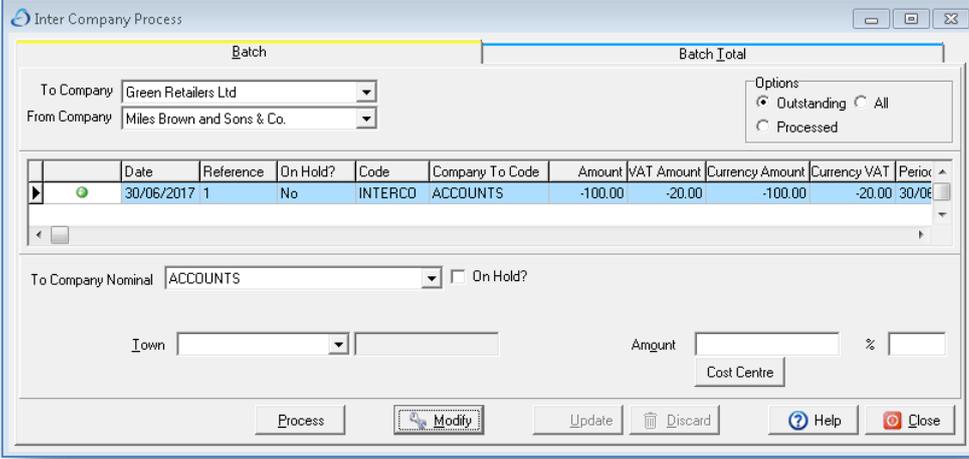
Once you have entered the details for all the re-charge items you want to post, click on the “Process” button and then update the batch. Only items that have been assigned a Nominal account in the “target” company, and those items not “held”, will be processed.

Steps

1. Nominal
2. Transactions
3. Intercompany Processing
4. Enter To & From Company
5. Modify
6. Enter Nominal

7. Update
8. Process
9. Update (Batch Total tab)

If Cost Centres are set up then we can 'Apportion' the cost as required.



The screenshot shows the 'Inter Company Process' window with the following details:

- Batch Tab:**
 - To Company: Green Retailers Ltd
 - From Company: Miles Brown and Sons & Co.
 - Options: Outstanding, All, Processed
- Table:**

	Date	Reference	On Hold?	Code	Company To Code	Amount	VAT Amount	Currency Amount	Currency VAT	Period
	30/06/2017	1	No	INTERCO	ACCOUNTS	-100.00	-20.00	-100.00	-20.00	30/06
- Batch Total Tab (Visible):**
 - To Company Nominal: ACCOUNTS
 - On Hold?
 - Town: []
 - Amount: [] % []
 - Cost Centre: []
- Buttons:** Process, Modify, Update, Discard, Help, Close