



#### **Effectively Using Allocations**

The allocation functionality in Peoplesoft General Ledger has significant functionality beyond merely allocating rental costs. By using creativity in the use of trees and additional chartfields, the functionality can become a primary tool. In this presentation, learn about creative techniques to solve business problems

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#### Background

- Petro-Canada acquired Peoplesoft General Ledger in 1993, Version 1, and Accounts Payable in 1999
- Have used allocations to perform business functions rather than acquiring modules
- Current release is 8.42; upgrade in progress to Version 9.0







### Agenda

- Basic Allocation
- Moving Costs
  - Moving Costs to a Target
  - Moving Costs to a Different Chartfield
  - Moving Costs to the Same Chartfield
- Creating Data
  - Straight Line Lease Amortization
  - Accruing for Costs
  - Unit of Production Depreciation
- Conclusion













# Peoplebooks provide the beginning

🚷 Folio Views - [PeopleSoft 7.5 General Ledger PeopleBook (Read	- 🗆 🗙
[] <u>F</u> ile <u>E</u> dit <u>V</u> iew <u>S</u> earch <u>I</u> nsert <u>L</u> ayout <u>T</u> ools T <u>a</u> ble <u>W</u> indow <u>H</u> elp	_ 8 ×
PeopleSoft General Ledger Business Processes Processing Allocations Reviewing the Technical Walk-Through	
Reviewing the Technical Walk-Through	-
This section provides more technical detail about Allocations processing.	
Topics	
Selecting the pool	
Selecting the basis and inserting into the basis working table	
Creating the target and offset	
Creating journals	
Creating the target or offset table records	
Return to topic list	-
Browse )  Document /  Documents /  HitList /	
Record: 6,110 / 7,819 Hit: 0 / 0 Query:	





Term	Explanation
Allocation	A calculation that creates journal entries from selected data
Туре	The calculation method
Pool	The data that is selected
Basis	The data used to create percentages
Target	The data created by applying the type and the basis to the pool
Offset	The data with the opposite sign







Term	Explanation
Group By	The function that determines how the pool and basis are connected
Allocation Step	The data used by the system to perform the calculation
Allocation Group	Steps are executed in groups by run control
Clearing	Percentages entered by the user for use in allocations







Term	Explanation
Timespan	Uses the As of Date to determine the accounting periods included in the pool
	If the pool includes the offset, the timespan can be longer than a period
Factor	Enables the pool to be increased / decreased by a percentage







Types	Explanation
Сору	Copies pool amounts to the target and offset, using either fixed or basis values, (Processing Fees)
Pro Rata	Pool * Basis / Total Basis creates the target, (Vehicles)
Arithmetic Operation	Pool (operation) Basis creates the target (Accrual)





#### A process to follow

- Create the journal that you want
   Define the TARGET and the OFFSET parts
- Where can the data be found
  - Which data needs to be changed
  - Which data provides the new data
- Connect the parts to allocation terminology







#### **Decide the Method**

Туре	<u> </u>	ol Y	<u>B</u> asis	<u>T</u> arget	<u>O</u> ffsi
SetID:	90995	Step:	TESTING		
Effective	e Date				
*Effecti	ive Date:	01/01	/1999 🛐	Status	Activ
*Descri	iption:	Test			
*Alloca	tion Type:	Alloca	ate on Fixed B	3asis	*
Transa	action Code:	Alloca Arithm Copy	ite on Fixed E netic Operatio	)asis on	
		Prorat Sprea	ta with Recor Id Evenly	d Basis	

- Allocate on Fixed Basis (Percentages not available to users)
- Arithmetic Operation (a one step calculation)
- Copy (move the pool to a new chartfield)
- Prorate with Record Basis (Percentages updated via Clearing Information)
- Spread Evenly (allocate amounts equally)







#### **Decide the Output**

Target Record	tus: Active	e Descrip	Mon: OD&	o sso split-D
Target Record Type: Journal Reco	ords	🖌 Ta	get Ledger:	ACTUALS
ime Span: PER Q Basis	s Span Opt:	Combine Periods	for Basi 😽	Target Span (
Specify Field Values				Customize
Specify Field Values Field Name	<u>*Source</u>	Field Mappin	a	<u>Customize</u>   <u>V</u> a
Specify Field Values Field Name Account	<u>'Source</u> Basis	Field Mappin	đ	Customize   Va
Specify Field Values Field Name Account Business Unit	<u>'Source</u> Basis Basis	Field Mappin	9	Customize   Va Va Va Va Va Va Va Va Va Va Va Va Va
Specify Field Values 'Field Name Account Business Unit Department	<u>'Source</u> Basis Basis Basis	Field Mappin	a a	Customize   Va

- Determine what is required in the journal rows
- Use the chosen method to derive the entry amounts
- Determine which of the rows will be the TARGET and which will be the OFFSET
- Use the information to construct the POOL and BASIS data





#### **Allocations are calculations**

### The pool is a summation of values from a table

The basis is a number to be applied to the pool

An arithmetic operation, usually multiplication, is the method of application

(pool)(operation)(basis) = result
(cost)( x )(percent) = distributed amount







#### Pro Rata is the same as Percentages when the numbers add to 100

<b>Value</b>	Number	Percent	Number	Percent
Α	15.33	21.8906%	2,189.06	21.89%
В	17.20	24.5609%	2,456.09	24.56%
С	19.40	27.7024%	2,770.24	27.70%
D	18.10	25.8461%	2,584.61	25.85%
Total	70.03	100.0000%	10,000.00	100.00%





#### Basis Values can be entered

- In the Allocation
  - Where the percentage does not change
  - Where the pool / basis chartfields are the same
- In a Ledger
  - Where ledger loads of values can be used
  - Where the fields used are chartfields
- In a Custom Table
  - Where users enter the amounts / percents
  - Where the chartfields and values change







#### **Basic Concepts**

- Mapping can create values in chartfields
- Group By field must exist in Pool and Basis
- Tree Maintenance GLS9001 can load data into trees to maintain the list of values
- Pro Rata adding to 100 creates
   percentage
- Only one row in the Basis multiplies by 1













#### **Cost Transfer Types**

- Copy the POOL with no BASIS – Work in Progress
- Copy the POOL using cost objects in different chartfields

- IT Project Costs

- Copy the POOL using cost objects in the same chartfield
  - Vehicle / Facility Costs







#### Work in Progress









#### Work in Progress Allocation Journal

- Projects are initially set up as Work in Progress (AWPWIP)
- Costs are charged to Work in Progress accounts
- Project is changed to capital (AWPCAP) or expense (AWPEXP)
- Allocation moves costs to the appropriate accounts









#### **Work in Progress**







#### **Selecting the Projects**

The attribute for Work in Progress is
updated to a tree each night and
specified in the POOL

50-G/94-J-9 Inj Test	By: LOVIE	
Account: 072995 🔍	*WIP Node: AWPCAP	Q
008 <b>by</b> n_rstcye	Last WIP Upd: 02/08/2007 08:21	
ALL - All Value ACT - Active Work In AWPCAP - Active C AWPEXP - Active E AWPNON - Active AWPWIP - Active V AWPWIP - Active V INACT - Inactive Work HIST - Historical	Progress & Frogress Capital Work in Progres Expense Work in Progres Projects Non WIP Vork in Progress Proj In Progress	

Pool Fields		
*Field Name:	Account	
✓ How Specified		
Selected Det	tail Values	⊙ Select∈
Tree Type:	Detail	*
Tree Name:	MAJOR	
Specify Values/Ra <u>Value</u> MJ058	ange of Value	s/Tree Node:
'Field Name:	Project	
'Field Name: ▼ How Specified	Project	
<sup>*</sup> Field Name: ▼ How Specified ○ Selected Det	Project tail Values	⊙ Selecte
<sup>4</sup> Field Name: ▼ How Specified ○ Selected Def Tree Type:	Project tail Values Detail	<ul> <li>Select∈</li> <li>✓</li> </ul>
<sup>4</sup> Field Name:	Project tail Values Detail WIP_IND	⊙ Selecte
*Field Name: ▼ How Specified ○ Selected Det Tree Type: Tree Name: Specify Values/Ra	Project tail Values Detail WIP_IND	⊙ Selecte ▼ s/Tree Node:
<sup>4</sup> Field Name: ▼ How Specified ● Selected Det Tree Type: Tree Name: Specify Values/Ra Value	Project tail Values Detail WIP_IND	⊙ Selecte ▼ s/Tree Node:





## This would be a straight copy except for the transaction month

## The BASIS needs only one record for each accounting month, ProRata of 100%

▼ Data By Period					
<u>Account</u>	<u>Dept</u>	Project	<u>Affiliate</u> <u>Occur DT</u>	<u>'Per</u> Posted Total Amount <u>A</u>	
056996	Q	Q	Q Q 20080 Q	1 1.00	

The OCCUR\_DT value corresponds to the accounting period, the value of OCCUR\_DT is determined by the BASIS timespan of PER









#### **Comments on this allocation**

- Process needs an allocation for every major (POOL)
- Allocation Steps do not change
- BASIS is 12 records that can be copied to the new year







### **IT Project Costs**









#### **IT Project Allocation Journal**

ITCLR	20001	Date:	12/31/2007 *	Process: Edit Journal	Process	
			Errors Only	≍ ≜ Line 10 ₹	I	
			A	chartfield G	L_DETAIL	
tics Y	Exchange Rate		iden	tifies where t	he cost is fro	m
<u>Jnit</u>	<u>Project</u>	Dept				
10160		DE7290	890974	1,558.00	P917035	
10200			207171	1,168.50	P917035	
10200		DE7410	890974	5,063.50	P917035	
30201	P917035	G30565	890	The POOL i	s apportione	d to
			d	ifferent chart	field combin	ations

The Target crosses business units







#### **IT Project Cost Allocation**

- IT project costs are charged to an IT cost centre and allocated to business cost centres.
- Project is set up
  - Project is created with applicable attributes
  - Project is added to the STATISTICS ledger using the percents as amounts
- Costs are cleared to the business units responsible for the project









# The BASIS in the STATISTICS ledger







#### The Target for this allocation

ime Span: PER 🔍 Basi	s Span Opt:	Con	nbine Periods for Basi 🔽	Target Span Opt: Divide
Specify Field Values				Customize   Find   View /
<u>*Field Name</u>	*Source		Field Mapping	<u>Value / Mask</u>
Account 💊	Basis	*		*
Business Unit 🛛 💊	Basis	*	Affiliate	*
Department 💊	Basis	~		*
Project 💊	Group by	*		*
GL Detail 🔹	Pool	~	Project	<b>~</b>





#### A report to verify the result

<u>Account</u>	<u>Project</u>		<u>Description</u>	<u>Period</u>	<u>Year</u>	<u>Total</u>
			Current Month and			
Department			Current Month and	484,388.42	613,242.40	622,917.47
			Year To Date should			
			be zero after Stage 2			
Accounts			5	484,388.42	613,242.40	622,917.47
Broject				L 000 NON	2 640 790 04	10 000 050 00
		Alloo	ITALLOC not equal to	404,300.42	3,040,700.01 (2,007,527,61)	19,239,002.33
ALLOCATE	ALLOCATE	Alloc	PROJECT means	0.00	(3,027,537.61)	(10,010,934.00)
			project is not set up			
	ITALLOC	IT AF	project is not set up	320 746 14	3 477 137 73	10 967 995 23
TEMP	TEMP	Temp	 orary Node	3 705 00	132 558 98	132 558 98
Blank			ESCRIPTION - BLANK PROJECT	0.00	0.00	9 675 00
Total				0.00	0.00	11 110 129 21
Confirm						FALSE
						17,202
Detail				484,388,42	613.242.40	622,917,47
1						,
Blank						9,675.00
	B911014		List of known	Purchase Wellmaster Software		0.01
	B911025		variances from	Leveraging U/S Im	aging Pilot	0.02
	B911033		previous vears	Vision Browse En	hancements	0.01
	B911034			OBLM Land Imple	mentation	0.03
Account Balance						9,675.07







#### **Comments about the allocation**

- The STATISTICS ledger is unfriendly for this use, therefore it was replaced with 'a table of values'.
- The allocation uses the GROUP BY and MAPPING options to generate the result
- The project was common to the POOL and the BASIS, other chartfields changed







#### **Vehicle Cost**









#### **Vehicle Allocation Journal**

ID:	CL2VEH0001	Date: 01	/31/2008 * <b>Pi</b>	ocess: Edit Journal	Process
			Errors Only	≍ 🖄 Line: 10 ₹	- I
tati	istics 🍸 🛛 Exchange Rate 🗋	1			
ck	<u>Unit</u> <u>Project</u>	Dept	<u>Account</u>	<u>Amount At</u>	<u>ffiliate Detl</u>
	10200	4698020	600003	562.62	V003603
	10200	6980600	600003	562.62	V003603
	10200	V003603	610999	-1,125.24	V003603

#### The POOL and BASIS DEPTID are not the same







#### **Two Steps are Required**

- Because the Group By must use the same Chartfield; a separate step for each vehicle would normally be required
- If another chartfield had common values in the POOL and BASIS then only two steps would be required for all vehicles
- Step 1 creates the the other chartfield
- The second step allocates the values using Group By and Mapping







#### Step 1 is a simple copy

Time Span: PER	Rasis Span Opt:	C	The account is fixed so that th	e sum of the
Specify Field Values <u>*Field Name</u>	<u>*Source</u>		costs will be allocated, and ca	nn be offset
Account	Value	~	610999	
Department	🖌 Pool	~	✓	
GL Detail	🖌 Pool	*	Department 💌	
Occur DT	🖌 Pool	*		
			Mapping creates a v	value that
			<b>GROJP BY car</b>	n use

Specify Field Values	;		Customize   Find   View All   🏙	First 💽 1-4 of 4
*Field Name	<u>*Source</u>	Field Mapping	Value / Mask	
Account	This volue w	vill arooto th	610999	Q
Departme	1 ms value w	in create th		
GL Detail	offset to	the costs	ALLOCATION	Q
Occur DT	💌 Pool	¥		




#### Additional set up required

 As the department code is going to become a GL\_DETAIL value, when the vehicle is created as a DEPTID, it is also created as a GL\_DETAIL









## Step 2

- Uses a custom table rather than the STATISTICS ledger
  - User can enter the data
  - Edits verify that the percents add to 100
  - Effective dating provide history
- Uses a view of the custom table
  - To eliminate the effective dated records
  - To convert the entered chartfield to GL\_DETAIL
- Uses the GROUP BY on the GL\_DETAIL field







## Clearing Data rather than Ledger Data

Clearing Info	L						
							<u>Find</u>   View All
SetID:	90995	*Unit:	10200 🔍	Specify:	Vehicle		
ChartField:	DEPTID			From Accou	nt:	To Acco	sunt:
Object ID:	V003090			Tree Name:			
Description:	Tool Body	Crane		Tree Node:			
'Effective Date	e 01/01/200	1 🛐	*Status:	kctive 🔽	Last Update	: 04/29/	993 00:00:00
*Percent:	100.00000	)	Complete: Y	,	User:	CONVE	ERT
				<u>Customize</u>	Find   View Al	🔲 🛗 Fi	rst 🗹 1-3 of 6 🕨 <u>Last</u>
<u>*To Unit</u> <u>*To</u>	<u>Chartfield</u>	<u>To Obje</u>	ctID Descr	iption		*Account	<u>Percent</u>
1020(Q DE	PTID 🔽	385230	0 🔍 Utikun	na Ptns T 81 83	2R910	600003 🔍	1.00000 + -
1020(Q DE	PTID 🛛 🔽	389363	0 🔍 Utikun	na Field Office (	& Warehou	600003 🔍	4.00000 + -
1020(Q DE	PTID 🔽 🔽	389365	5 🔍 Utikun	na Field Split		600003 🔍	24.00000 + -





#### **Step 2 Target uses the GROUP BY**

Effective Date: 01/0	1/2000	Statu	IS:	Active		
Target Record Type:	Journal I	Recor	ds			·
Time Span: PER	Q <sub>E</sub>	Basis	Span (	opt: C	om	bine
Specify Field Values						
*Field Name			*Sourc	<u>:e</u>		Field
Account		*	Basis		~	
Business Unit		*	Basis		~	
Department		~	Basis		~	
GL Detail		*	Group	by 🛉	~	
Occur DT		*	Pool		~	
Project		~	Basis		~	







#### **Comments about the allocation**

- Using the Clearing Table causes us to see every allocation as allocating from GL\_DETAIL
- Used this process for the IT Project allocation to avoid the STATISTICS ledger
- Is effective regardless of the number of vehicles; and does not require manual determination of the number of cost objects to be allocated.







## **Copy Data Allocations**









### **Final Notes**

- The POOL and BASIS chartfields need to be the same for GROUP BY
- MAPPING is effective in moving data into other chartfields
- The Statistics Ledger can be used to store percents, but a custom table is user friendly
- If you can manually create the journal using tree nodes and calculation, it can be done by allocatio







## **Other Copy Data Allocations**

- Eliminate chartfields to reduce Period 0 rows
- Transfer Financial Planning Seminar costs to Labour Burden Liability account
- Transfer costs of a project from one department to another
- Reclassify Revenue (processing fees) to Expense













#### **Examples of Calculated Transfers**

- Lease Amortization
- Unit of Production Depletion
- Project Accrual







#### **Lease Amortization**









: LSYEA	R0001	Date:	01/31/2008	*Process: Edit Jou y 📧 🚖 Line: [	urnal 🔽 Process	
stics /	Exchange Rate	Dant			8	Occ DT
<u>Unit</u>	Project	Dept	Account	Lease	<u>Amount</u>	OCC DT
10200		3501075	202006	0002052454	-432	200801
10200		3501075	910100	0002052454	432	2.46 200801







#### Lease Term

SetID: 909	95 Lease C	d: 0002052454		
Lease Effective	• Date: 04/13/2004	Lease Status Effective Date:	Lease Sta Code:	atus
*Description:	PN 53755		GL Lease Status:	Active 🗸
'Short Descript	ion: PN 53755			
Lease Term:	5	Term UOM:	Years	
Acquisition Dat	te: 04/13/2004	Acquisition Method	LANDSALE	

	В	С	E	G	H	K	L	M
2	Lease Unprover	<u>n Land Depreciation Ca</u>	<u>alculation</u>					
3	%ASD,LACTUAL	S%						
4								
5	<u>Node</u>	<u>From</u>	Lease	<u>Term</u>	<u>Unit</u>	<u>Cost</u>	<u>Amortized</u>	<u>Net Book</u>
6	YEARS	All Leases	All Leases	5	YEARS	5,000.00	(1,000.00)	4,000.00
7								







## Definition

SetID:	90995	Step:	LEASE_YEA	R			
Effective	e Date					<u>Find</u>   View All	🛛 First 🖪
*Effecti	ive Date:	þ1/01	/1999 🛐	Status:	Active 💌		
*Descr	iption:	Lease	es with Yearly T	erms			
*Alloca	tion Type:	Arithr	netic Operation	*	Extension opcode:	Divide	*
Transa	action Code	: GENE	ERAL 🔍 Gei	neral Trans Code	e		







Tree Type:

Tree Name:

<u>Value</u> YEARS Detail

Specify Values/Range of Values/Tree Nodes

home of the OAUG KNOWledge Factory

LEASE\_TERM

Q

Q

#### **Cost and Term are the Pool**

			*Field Name:	Account	
✓ Pool Record			How Specified		
*Pool Record Type: Time Span: Zero Pool Amount Option:	Ledger Group 💙 BAL Q Select Next Pool 💙	Pool Ledger: ACTUALS	○ Selected Det Tree Type: Tree Name:	tail Values Detail MAJOR	⊙ Selected Tree ✓
			Specify Values/Ra <u>Value</u>	inge of Value	s/Tree Nodes
Α	mortization eq	uals	MJ078		<u>्</u>
Post	ted Amount * F	actor /	*Field Name:	Lease Cd	
Leas	e Period where	e factor	Selected Det	tail Values	Selected Tree

is a percentage converting years into months (100/12)





#### **Basis finds the Lease Data**

Effective Date:	01/01/1999	Status:	Active	Description:	Leases with	n Yearly Terms	
▼ Basis Recor	d						
Basis Record Type:		Any Table		~	Table:	PCR_LEASE	_CD
Time Span:			Q		'Basis factor:	100.0000	
Zero Basis:		Select Ne>	t Basis 🔽 🗸	]			
Basis Fields						Find   View All	First
*Field Name:	Lease Cd		~	•			
✓ How Spec	ified						
○ Selecte	ed Detail Values	📀 Sele	cted Tree N	odes 🔿 Rang	ge of Values		
Tree Type:	Detail	*		Set Control Value	:	Q	
Tree Name	EASE_TE	RM	Q	Level Name:		Q	
Specify Valu	es/Range of Val	ues/Tree No	des	Cu	istomize   Find	View All   🛗	First
Value			<u>To</u>				<u>%</u>
YEARS			2				





#### **Amount Fields find the term**

			+ -
Allocation Amount Fields			Custon
Amount Field	Pool	<u>Basis</u>	<u>Target</u>
Amount	Posted Total Amount	🖌 Lease Term (Periods)	👻 Foreign Amount
Base Amount	Posted Base Currency Amount	<b>~</b>	Monetary Amount
Log Amount	Allocations Pool Amount	<ul> <li>Alloc Basis Amt</li> </ul>	Alloc Target/Offset Amount
Log Base Amount	Allocations Pool PBA Amount	<b>~</b>	Alloc Target/Offset PBA Amt
Log Basis Total Amount		Alloc Basis Total	▼







#### **Comments about the allocation**

- The tree load determines which calculation will apply
- Tree nodes determine the allocated amount
- A factor converts the years into months







#### **Project Accrual**







#### **Accrual Allocation Journal**

⊫ AFEAC	C0001	Date:	01/31/2008 *F Errors Only	Process: Edit Jo	ournal 🗸 🔽	Target equals Proje
tistics Y	Exchange Rate	)				Incurred less Actua
<u>Unit</u>	Project	<u>Dept</u>	<u>Account</u>	<u>Amount</u>	Occ DT	
10200	P407809	6C92630	180995	22,7	41.00 200801	
10200	P406250	6C92635	180995	19,2	98.00 200801	
10200	P407056	6C92640	180995	8,7	30.00 200801	
10200	P387249	6C98120	180995	4,7	63.00 200801	
10200	P387250	6C98120	180995	15,2	13.00 200801	
10200	P387251	6C98120	180995	17,1	48.00 200801	
10200	P387268	6C98120	180995	10,3	16.00 200801	
10200	P387301	6C98120	180995	2,2	92.00 200801	The Offset is the total
10200	P387823	6C98120	180995	11,6	82.00 200801	
10200			229208	-92,797,9	96.00 200801	the calculated amour

#### Projects selected from the PROJ\_ACCRUE tree







## POOL

Effective Date: 01	/01/1999	Status:	Active	Description:	AFE Accrua	al for 10200
✓ Pool Record						
'Pool Record Type: Time Span:		Any Table		~	Table: *Pool factor:	PCR_PROJ_EFF_VW 100.0000
Zero Pool Amount ( Pool Fields	Option:	Calculate	This Pool		A vie	w is used to eliminate the
*Field Name:	Status as	S OI Ellecuv	e Date	×		
✓ How Specified	ailMahusa	Ocal		odos O Danu	na af Valuesa	
Tree Type: Tree Name:	Detail	V Sei		Set Control Va Level Name:	alue:	
Specify Values/Ra	inge of Valu	ies/Tree N	odes		Cus	<b>Only Active codes are</b>
A			]Q		sel	ected to avoid edit errors





#### **The Project Chartfield attributes**

SetID: 90995 Project: P387249	Setid Maint
Effective Date	<u>Find</u>   View All
*Effective Date:01/01/1900Status:ActiveDescription:Gilby 2-27-40-3W5 Temp Reg 100	Updated: 09/14/2007 11:18:57 By: DEIMERT
Eligible for Accrual Account: 180995	*WIP Node: AWPNON Q Last WIP Upd: 08/02/2007 12:50
Accrual attribute is used t the PROJ_ACCRUAI	tree 19,350
Proj Cat: 38 A Alliance: Norman M Proj Typ: Devi Default 180 Mai	Total to Date 5,600
i	The Amount entered as the ncurred is the POOL amount





#### Accrual Report is used to confirm

Project 🔻	<u>Total</u> 🔽	<u>Tree</u> 🔽	<u>Query</u> 🔽	<u>Test</u>
B384297	32,000.00	2,400.01	2,400.01	Unequal
B384743	37,757.00	2,656.01	2,656.01	Unequal
B404169	700,000.00	595,467.35	595,467.35	Unequal
P146055	295,368.00	0.01	0. <u>01</u>	Unequal
P147028	7,644,350.00	7,581,676.07	7 ,581 ,676.	
P147049	227,790.00	227,790.39	227,790,	lach pi
P147050	90,000.00	31,430.50	31,430.	
P385566	740,000.00	670,646.59	670,646.	I ne an
P385567	100,000.00	61,082.41	61,082. 👍	oblo
P386064	132,000.00	(716.39)	(716, 🤳	able,
P386074	214,000.00	207,570.63	207,570.	Theor
P386075	100,000.00	87,068.41	87,068.	I lie al
P386083	8,000.00	5,136.32	5,136. 👍	ho pro
P386123	22,000.00	18,850.80	18,850.	ne pro
P386127	331 500 00	53 937 12	53 937	The ar

Each project is shown with The amount from the project table,

The amount from the ledger if the project is in the accrual tree
The amount from the ledger if the project is marked as eligible
The status – unequal is an error







#### **Comment about the allocation**

- Allocation should calculate zero when no BASIS exists, but error results. Workaround is to create a setup journal to initialize the amount
- A view is used to eliminate the effective dates in the project chartfield.
- Only Active codes are selected to prevent edit errors.
- An NVISION report is used to confirm the allocation







# Unit of Production Depreciation







## **Unit of Production Depreciation**

Depreciation is calculated based on the volume produced by a field

A field is a node on a Deptid tree.

There are five hundred fields with rates for each product Use Adjust Budget to enter rates into a Statistics Ledger using the field's Deptid

Create a summary ledger using the field tree node as a Chartfield for pool and basis

Set the pool and basis to the Summary Ledger using the Table option

**Use the Group By function on Field and Statistics Code** 







#### **The Depreciation Volume Data**

Account	Deptid	Stat	Posted		
300120	5555500	OIL	300		Da
300120	0550500	OIL	400		
301120	5555500	GAS	600		
300120	3823160	OIL	300		
301120	3823160	GAS	600		
300120	38X0500	OIL	5		Da
300120	38X0500	GAS	9		
300120	45X0100	OIL	3		
300120	45X0100	GAS	7		
Account	Deptid	Treenode	Stat	<b>Posted</b>	
800120	5555500	AB0500	OIL	300	Up
300120	0550500	AB0500	OIL	400	
301120	5555500	AB0500	GAS	600	
300120	3823160	BC0100	OIL	300	
301120	3823160	BC0100	GAS	600	
300120	38X0500	AB0500	OIL	5	Up
800120	38X0500	AB0500	GAS	9	
200120	45X0100	BC0100		3	

GAS

45X0100 BC0100

300120

Data Input to Actuals Ledger

Data input to Statistics Ledger

0	Updated Summary Ledger
0	
0	
0	
0	
5	Updated Summary Ledger
9	. , , ,
3	
7	







## Unit of Production Volume







#### The volume entry

	-						
	Dent	Account	Detl	St <u>at</u>	<u>Journal Lir</u>	The FIFI D is she	!
Differ	ent acc	ounts	are us	ed for <sup>AS</sup>	AB0074	The FIELD is sho	<b>) // 11</b> 91
				GL	AB0074	for reference	9 I
differ	ent kin	ds of d	lepreci	iation	AB0074		19
(000	inmon	t prov	on lon	AS AS	AB0074		2,066.191
(cyu	upmen	<b>b</b> ,		GL	AB0074		81.89
	38X0074	902001	902001				181.79
	38X0074	902002	902002	The G	L_DI	ETAIL code will	2,066.19
	38×0074	902002	902002	bor		Stop 2 og the	81.89 I
	38X0074	902002	902002	De u	sea n	i step 2 as the	181.79
	38X0074	910030	910030		GR	OUP BY	2,066.19

The DEPTID is assigned to hold the depreciation for the field. A Field is a group of DEPTID codes The same volume for each STATISTICS\_CODE is recorded for each account





### To make this happen

- Summary Ledger with a Summary Chartfield is created.
- The depreciation accounts are initialized with the assigned DEPTID for each FIELD
- A Customized BASIS table is created to include the summary chartfield







## The TARGET

ime Span: PER Q Bas	is Span Opt:	Combine Periods for Basi 🔽	Target Span Opt: Divide Target A	kcross Perioc 💌
Specify Field Values			Customize   Find   View All   🏙	First 💽 1-6 of 6
<u>*Field Name</u>	*Source	Field Mapping	<u>Value / Mask</u>	
Account	<ul> <li>Basis</li> </ul>	*	*	
Department	/ Basis	<b>~</b>	~	
Ledger	<ul> <li>Value</li> </ul>	~	ACTUALS	Q
Journal Line Description	Group by	Dept Field tree node	~	
GL Detail	<ul> <li>Basis</li> </ul>	Account	~	
Statistics Code	Group by	~	~	

The FIELD summary chartfield is mapped to the JRNL\_DESC because the field is 20 characters The ledger is specified because the POOL came from a summary ledger





## **Unit of Production Dollars (Volume x Rate)**









#### **DDA GAS Rate Journal Entry**

Jo eria	ournal ID: 1	: DDAG	AS0001	Th acc	e BAS ounts f	IS provides the rate and the control of the content	he try
ns Jp	γ <u>S</u> tati Check	istics y Unit	Exchange Rate	Account	Deti	Amount Affil	
		10200	38X0074	198009	900021	-46,849.08	
		10200	38X0074	200002	902001	-144,723.26	
		10200	38X0074	203001	9		
		10200	38X0074	204040	9 <mark>I î h</mark>	e GL_DETAIL field is nee	eded
		10200	38X0074	900021	<sup>9</sup> be	ecause the BASIS and PO	
	$\checkmark$	10200	38X0074	902001	9		
		10200	38X0074	910030	9	accounts are not the same	e
	$\mathbf{\mathbf{N}}$	10200	38X0074	910501	910501	4,214.86	

## The DEPTID and GL\_DETAIL from the VOLUME are matched with a Rate







#### The TARGET has special note

*Field Name:	Currency Code
✓ How Specifi	ed
Selected Tree Type: Tree Name:	Detail Values       Selected Tree Nodes       Range of Values         Detail       Set Control Value:
Specify Values	Range of Values/Tree Nodes <u>Customize</u>   Find   View
Value	<u><u><u>To</u></u></u>
CAD	
Field Name:	Statistics Code
▼ How Specifi	ed
Selected	Detail Values 🔿 Selected Tree Nodes 🛛 🔿 Range of Values
Tree Type:	Detail Set Control Value:
Tree Name:	Level Name:

Peoplebooks state If the pool value is a statistic, and the output monetary, specify the values of foreign\_currency and currency\_cd





# Volume x Factor x Rate = Journal

	1 to 4 of 4							
edger Details								
Period	<u>Activity</u>	<u>Account</u>	<u>Department</u>	Detl	<u>Stat</u>	<u>Total Amt</u>		
1	<u>Activity</u>	900021	46X2000	900021	GAS	13,814.500		
2	<u>Activity</u>	900021	46X2000	900021	GAS	12,858.400		
3	<u>Activity</u>	900021	46X2000	900021	GAS	13,222.100		
4	Activity	900021	46X2000	900021	GAS	13,118.900		

Data By Year Customize   Find   View			12112 0 * 0/ 0051 /			
<u>Del/Cal</u>	<u>Account</u>	<u>Dept</u>	<u>Posted Total</u> <u>Amount</u>	<u>Project</u>	<u>GL Detail</u>	100 * 11 11
	<u>198009</u>	46X2000	11.11		900021	

Period Period		<u>Account</u>	<u>Dept</u>		<u>Vendor</u>	Occ DT	Projec
4		900021	46X200	)0		200704	
Transac	tion Amt:		160,690.98	CAD	Base Amount:		160,690
Journals						Customiz	e   Find
<u>Journal ID</u>	<u>Date</u>	Seq		Stat Am	<u>t N/R</u>	Amou	<u>nt</u>
DDAGAS0001	04/30/200	7			Ν	137,013.3	5 CAD







## The TARGET

Time Span: PER	Q Basis s	Span Opt:	Corr	nbine Periods for Basi 🗸	Target Span Opt: Divide Ta	arget Across Perioc 🗸
Specify Field Values					Customize   Find   View All	📕 🛛 First 🗹 1-5 of 5
*Field Name	-	Source		Field Mapping	<u>Value / Mask</u>	
Account	~	Pool	*		*	
Currency Code	*	Value	*		CAD	Q
Department	*	Group by	*		*	
GL Detail	*	Group by	~		*	
Occur DT	~	Value	*		200801	Q

The Account from the POOL is the Expense; the OFFSET will have the account from the BASIS, accumulated depreciation

The GROUP BY ensure there is a one to one relationship between POOL and BASIS






### **Comment about the allocation**

- The rate allocation creates values to three decimals. Manual intervention is required
- Summary Ledgers and Summary trees are needed
- Depreciation is calculated if there is a volume. Could use the tree to be more selective
- Mapped to fields must be at least the same length as the originating data fields







#### **Comments Continued**

- A customized Basis Work Table is needed
- Set up outlined in PEOPLEBOOKS for statistics and dollar amounts must be reviewed









### **Create Data Allocations**







### **Final Notes**

- Data can be created using arithmetic operations
- Using 'any table' and customizing the BASIS work tables may be necessary
- MAPPING requires the TO field be the same size as the from field
- Allocations removed the need for many manual entries at month end.





### Other 'create data' allocations

- Convert internal time sheets into project costs
- Convert vehicle distances into expenses
- Calculate simple overhead charges based on statistics values (number of wells, buildings, vehicles)
- Calculate commissions based on units sold









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## **Stage 1 Allocations**

Allocation	Description
Vehicle	Vehicle allocated vehicle account
Facility	Facilities allocated to same account
Fuel	Facility 6911310 allocated to specific account,
BC Gathering	Midstream revenue, 376078, transferred to expense, 600123
Mineral Tax	Expense 60_205 transferred to Revenue 301390







### **Stage 1 Allocations**

Allocation	Description
Financial Planning	Transfer Centre G30855, G30856 to Payroll Burden account
Jedney	Transfer department 4698275 based on clearing percentage
AFE Transfer	Transfer costs for identified projects from one department to another department code







# **Stage 2 Allocations**

Allocation	Description
AFE Accrual	Calculates the amount project accrual
Work in Progress	Transfer costs from Work in Progress to Capital or Expense
Lease Amortization	Calculate straight line depreciation on the unproved land
Volume setup	Set up the volume in the depreciation accounts
Unit of Production	Calculate depreciation based on volume







# **Stage 2 Allocations**

Allocation	Description
Admin Cost Transfer	Calculate the unit of production depreciation based on volume
East Coast	Transfer costs of DE5020 per clearing percentages
IT Allocation	Transfers costs of IT projects to business cost centres
North of 60	Transfers costs from DE7291 based on clearing percentage
Exploration	Transfer Administrative Expenses to Exploration Expense







# We have used allocations creatively to solve business problems

- Using a second Chartfield to reduce the number of steps (the Flip)
- Using the Fixed Basis to combine or transfer Accounts (the Squish)
- Using the pro rate feature to allocate on a percentage basis (Joint Interest Partners)
- Using statistical values in the pool and rates in the basis to calculate costs





## **Effective Allocations**

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