

# JETELLIGENCE

## Consignment Management QRG

Repair Cost is NOT Accrued

**Purpose:** The purpose of this guide is to outline the basics of Consignment Management including Owner Code Set-up and Behavior, Tracking Repair Costs and Sales with Repair Costs as Accrued Costs, Owner Code Adjustments and Consignment Management.

### Quick Reference Guide

#### Owner Code Set-up and Behavior

1. To ensure the Repair Order cost be captured as an Accrued Cost, uncheck the box "Move to Repair Cost to Accrual?" on the Owner Code. The Consignor Payable will now be calculated as:

**Sales x Consignment Rate.**

The image shows a software interface. At the top, a dialog box titled "Consignment Information" is open. It contains three rows: "Consignment?" with a checked checkbox, "Move Repair Cost to Accrual?" with an unchecked checkbox (highlighted by a red rectangle), and "Default Consignor" with a link to "Consignor 1". Below this, a table for "Owner Code TEST3" is visible. The table has six columns: "Lot Code?", "Chargeout Rate", "Remaining Cost", "Consignment?", "Consignment Rate", and "Accrued Cost". The "Accrued Cost" cell contains "USD 0.00" and is highlighted in yellow.

Lot Code?	Chargeout Rate	Remaining Cost	Consignment?	Consignment Rate	Accrued Cost
<input type="checkbox"/>			<input checked="" type="checkbox"/>	85.00%	USD 0.00

2. Back on the Owner Code, Accrued Cost (highlighted in yellow) will change based on Repair Cost & other associated Cost captured as Accrued Cost and then processed as Bill Backs against the Consignor.

## Tracking Repair Cost as Accrued Cost

1. As Repair Order is received, a Transaction Activity is created which produces an automated Receiving Journal Entry and an Owner Code Adjustment.
2. For example, let's look at the cost of repair from RO-45159 of \$750 where it is not Accrued on the Owner Code (OC) however the repair cost is retained on the inventory line.

### Owner Code Adjustments (0)

SUMMARY	
Owner Code Type	Total Adjustments
Consignment Code	\$0.00
Lines in Inventory	Total Sales
1	\$0.00
Inventory Lines on Exchange	Total COGS
0	\$0.00
Inventory Lines on Repair	Total Profit
0	\$0.00
Total Repair Cost in Inventory ⓘ	
\$750.00	
Total Accrued Repair Costs ⓘ	
\$0.00	
Total Inventory Lines	
2	

Inventory	
<b>INV-638928</b>	
Cycles Remaining ⓘ	
Unit Cost	
Acquisition Cost	
Repair Cost ⓘ	USD 750.00
Extended Cost	USD 750.00

## Tracking Sales where Repair Cost is on the Inventory Line

- For this example, let's use Owner Code TEST3 & an outright sale that had a Repair Cost. (Highlighted GL Accounts below correspond to additional information about this example later).

**Owner Code**  
**TEST3**

Lot Code?	Chargeout Rate	Remaining Cost	Consignment?	Consignment Rate	Accrued Cost
<input type="checkbox"/>			<input checked="" type="checkbox"/>	85.00%	USD 0.00

Accounting Information

Inventory Account-Acq	21114-Accrued Payables - Consignor	Inventory Account-Rep	11302-Inventory - Consignor Owned
Expense Account-Acq	41110-COS TR Parts - Parts Sales	Expense Account-Rep	41110-COS TR Parts - Parts Sales
Adjustment Account	49110-COS Other - Inventory Adjustments	Revenue Account	31110-Rev TR Parts - Parts Sales
Exchange Core Repair Account	11306-Inventory - Clearing	Consignor Accrual Account	21114-Accrued Payables - Consignor
GL Variable 1	N/A	Consignor Payable Account	21101-Accounts Payable - Trade (USD)
GL Variable 2	N/A		
GL Variable 3	N/A		
GL Variable 4	N/A		

- As Sales are Shipped, the following records are automatically generated:
  - Invoice
  - Billing
  - Transaction Activity
  - Journal Entry (Type: Shipping) which identifies the Cost of Goods Sold (COGS).

- Let's now look at INVC-25148 for an Outright Sale of \$8000.
  - Revenue Entry was generated.

Transaction N...	Accounting Period	GL Account	Amount ↓
<a href="#">TRN-781092</a>	2024-06	11201-Accounts Receivable - Trade (USD)	USD 8,000.00
<a href="#">TRN-781093</a>	2024-06	31110-Rev TR Parts - Parts Sales	USD -8,000.00

- Consignor's Payable is  $[(\$8000-750) \times 85\% = \$6162.50]$  and this is recorded as Cost of Goods Sold (COGS).

INVOICE	Release	Part Number	Keyword	SN	INV-ID	Owner Code	Qty Invoiced	Extended P...	Consignor Payable
INVC-25148	RLS-70005	TEST	WRONG		INV-638928	TEST3	1	\$8,000.00	\$6,162.50

Journal Entr...	GL Account ↑	Repair Cost	Credit
<a href="#">JEL-337389</a>	11302-Inventory - Consignor Owned		USD 750.00
<a href="#">JEL-337387</a>	21114-Accrued Payables - Consignor		USD 6,162.50
<a href="#">JEL-337386</a>	41110-COS TR Parts - Parts Sales		USD 6,162.50
<a href="#">JEL-337388</a>	41110-COS TR Parts - Parts Sales	Consignor's Payable	USD 750.00

- Summary (Total Sales, COGS, Profit) increases, and the invoice is now listed under the Tab Sales.

SOID	DATE	CUSTOMER	PN	KEYWORD	COND	Q ORD	Q OPEN	Q SHP	Q INV	PRICE
SOL-127986	Jun 13, 20...	Test Custo...	TEST	WRONG	SV	2	0	2	2	USD8,000.00

Export All

Previous 1/1 Next

SUMMARY	
Owner Code Type	Total Adjustments
Consignment Code	\$0.00
Lines in Inventory	Total Sales
0	\$8,000.00
Inventory Lines on Exchange	Total COGS
0	\$6,912.50
Inventory Lines on Repair	Total Profit
0	\$1,087.50
Total Repair Cost in Inventory ⓘ	
\$0.00	
Total Accrued Repair Costs ⓘ	
\$0.00	
Total Inventory Lines	
2	

## Owner Code Adjustments

1. Next, manually record all other cost (i.e. Teardown Cost, Legal Fees, etc.) as an Owner Code Adjustment.
2. From the Owner Code, select "New Adjustment".
3. Complete applicable fields like Date, Type, Description and Amount.
4. Check the "Update Owner Code Cost" box.
5. Next, if debits and credits need to be reflected on a GL Account(s) different from what is already set-up, select them here.
6. Finally, click "Save".
7. Continuing the example above, create said Payable in Accounting Seed, the Debit Entry is the Expense account used as highlighted in Yellow.

Payee Information							
Vendor		Bluegrace Logistics			Payee Reference		INVOICE 3322
Payable Line Name	Description	Quantity	Unit Cost	Total	Expense GL Account		
APL-38011		1.000000	\$850.000000	\$850.00	52801-Freight Expenses		

**Note:** Remember to credit the same expense so that it zeroes out.

8. The Debit Entry is the "Inventory Account-Acq" of that OC as this is where the Accrued Cost pulls from as highlighted in Green.

Owner Code Adjustment  
**OCA-56697**

Related **Details**

Information

Owner Code Adjustment Name: OCA-56697      Owner Code: TEST3

Adjustment Date: 6/10/2024      Business Category:

Type: Teardown Freight

Description:

Total Amount: USD 850.00

Reference-Reporting Purposes

Inventory:      Part Number

Doc #:      Serial Number

Line #:      Qty

Account:      Unit Cost

Accounting Update

Update Owner Code Cost:

Debit Account: 21114-Accrued Payables - Consignor      Debit Amount: USD 850.00

Credit Account: 52801-Freight Expenses      Credit Amount: USD 850.00

GL Variable 1:

GL Variable 2:

GL Variable 3:

GL Variable 4:

Owner: Ann Martin      Last Modified By: Ann Martin 6/13/2024 8:47 AM

Created By: Ann Martin 6/13/2024 8:47 AM      Company: CID-0

9. Journal Entry in Accounting Seed when OCA was created, and Accrued Cost increased by \$850.

Journal Ent...	GL Account ↑	Debit	Credit
JEL-337390	21114-Accrued Payables - Consignor	USD 850.00	
JEL-337391	52801-Freight Expenses		USD 850.00

This then will show in the Owner Code the Accrued Cost has increased by those that Adjustment.

Owner Code  
**TEST3**

Lot Code?  Chargeout Rate Remaining Cost Consignment?  Consignment Rate 85.00% Accrued Cost **USD 850.00**

Details Analysis Inventory Receipts Sales Repairs **Adjustments** Related Archives

**Owner Code Adjustments (1)**

Owner Code Adjustment Name	Total Amount	Adjustment Date	Type
<a href="#">OCA-56697</a>	USD 850.00	6/10/2024	Teardown Freight

[View All](#)

## Consignment Management

Finally, from Sales Tools > Consignment Management, use the on-screen filters to find the applicable Sales & Adjustments (e.g. by Owner Code).

Using the examples above, when sorting by the Owner Code, you will see under the tab "Sales", the 1 invoice listed to be processed to Consignor and under the tab "Adjustments", select the OCAs that is being processed as Bill Backs which includes the previous Repair Cost and click Next.

Consignment Management

Filter

Select Consignor  --Select Owner Code Group--   Open  Processed  Complete

From Date  To Date  OD-0

Sales Adjustments

[Export](#)

INVOICE	Release	Part Number	Keyword	SN	INV-ID	Owner Code	Qty Invoiced	Extended P...	Consignor Payable	Cons Status	Invoice Paid	ESN	NSN
<input type="checkbox"/>	INVC-23148	RLS-70005	TEST	WRONG	INV-438928	TEST3	1	\$8,000.00	\$6,162.50				

Consignment Management

Filter

Select Consignor  --Select Owner Code Group--   Open  Processed  Complete

From Date  To Date  OD-0

Sales **Adjustments**

[Export](#)

OCA-ID	Adjustments...	Type	PN	Keyword	SN	Doc.#	Line.#	Account	INV-ID	Owner Code	Default Con...	Total Amount	Status
<input type="checkbox"/>	OCA-56697	6/10/2024	Teardown_Fr...							TEST3	Consignor 1	\$850.00	

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Select the applicable Invoice Lines, and/or Owner Code Adjustment Lines from the Sales & Adjustments tabs and click, "Next".

When the Invoices & OCAs are selected to be processed to a Consignor Payable, select "Create New Payable".

The screenshot shows the 'Consignment Management' interface. At the top, there is a 'Header' section with a summary table:

CONSIGNOR	NUMBER OF SALES LINES	NUMBER OF ADJUSTMENT LINES	TOTAL SALES	TOTAL CONSIGNOR PAYABLE	TOTAL ADJUSTMENTS
Consignor 1	1	1	\$8,000.00	\$6,162.50	\$850.00

Below the summary table are three buttons: 'Back', 'Add to Existing Payable', and 'Create New Payable' (highlighted with a red border).

Underneath, there are tabs for 'Sales' and 'Adjustments'. An 'Export' button is located above a table of sales and adjustments:

INVOICE	Release	Part Number	Keyword	SN	INV-ID	Owner Code	Qty Invoiced	Extended P...	Consignor ...	Cons Status	Invoice Paid	ESN	NSN	Date Shipped	Days Invoiced	Default Con...
INV-25148	RLS-70005	TEST	WRONG		INV-438908	TEST3	1	\$8,000.00	\$6,162.50					6/13/2024	0	Consignor 1

Give the Consignor Payable record a Name (e.g. YYYY-MM OCTEST3).

The screenshot shows a 'Create New Payable' dialog box. It has a title bar with 'Create New Payable' and a close button 'X'. Inside the dialog, there is a text input field labeled 'Payable Name' containing the text '2024-06-OCTEST3'. At the bottom right of the dialog is a blue 'Save' button.

Once the Consignor Payable is complete (and greater than or equal to 0), click "Generate Documents" and "Save Copy" to store the file on the record.

Consignor Payable  
CNS-000069

Quantity of Sales Lines: 1    Quantity of Adjustment Lines: 1    Total Sales: USD 8,000.00

Buttons: Generate Documents (highlighted in red)

Details:

Consignor Payable Name	CNS-000069	Owner	Ann Martin
Payable Name	2024-06-OCTEST3	Consignor	Consignor 1
Processed By	Ann Martin	Company	CID-0
Quantity of Sales Lines	1	Quantity of Adjustment Lines	1
Total Consignor Payable	USD 6,162.50	Total Sales	USD 8,000.00
Total Adjustments	USD 850.00		
Consignor Due	USD 5,312.50		
Status			
Created By	Ann Martin, 6/13/2024 8:57 AM	Last Modified By	Ann Martin, 6/13/2024 8:57 AM

### Consignment Payable Print

Owner Code: TEST3  
Default Consignor: Consignor 1

INVOICE	RELEASE	SO#	PART NUMBER	KEYWORD	SN	INV-ID	QTY INVOICED	EXTENDED PRICE	EXT REP COST	CONSIGNOR PAYABLE	CONS STATUS	INVOICE PAID	ESN	NSN	DATE SHIPPED	DAYS INVOICED
INVC-25148	RLS-70005	SD-Z2408	TEST	WRONG		INV-638928	1	\$8000.00	\$750.00	\$6162.50	Processed				6/13/2024	0

### Consignment Bill Back

OCA-ID	ADJUSTMENTS DATE	TYPE	PN	KEYWORD	SN	DOC #	LINE #	ACCOUNT	INV-ID	OWNER CODE	DEFAULT CONSIGNOR	TOTAL AMOUNT	STATUS	ESN	NSN
OCA-56697	6/10/2024	Teardown_Freight								TEST3	Consignor 1	\$850.00	Processed		

TA #	
Payable	\$6,162.50
Bill Back -/+	\$850.00
Match TA Total =	\$5,312.50

Next, create the Payable and click Continue

Consignor Payable  
CNS-000069

Quantity of Sales Lines: 1    Quantity of Adjustment Lines: 1    Total Sales: USD 8,000.00

Buttons: Generate Documents    Create Payable (highlighted in red)

Details:

Consignor Payable Name	CNS-000069	Owner	Ann Martin
Payable Name	2024-06-OCTEST3	Consignor	Consignor 1
Processed By	Ann Martin	Company	CID-0
Quantity of Sales Lines	1	Quantity of Adjustment Lines	1
Total Consignor Payable	USD 6,162.50	Total Sales	USD 8,000.00
Total Adjustments	USD 850.00		
Consignor Due	USD 5,312.50		
Status	Paid		
Created By	Ann Martin, 6/13/2024 8:57 AM	Last Modified By	Ann Martin, 6/13/2024 9:00 AM

All consignment sales and Adjustment lines will be marked as "Paid" and the Accrued Cost for each owner code will be reduced by the Total Adjustments amount. Are you sure you want to continue?

Buttons: Cancel    Continue (highlighted in red)



Consignment Management - When the "Payable" record is created, it will appear under the List View for Open Payables in Accounting Seed.

Payable **AP-63039** + Follow Edit Delete Submit for Approval Post Unpost Pay Apply/Unap

Issue Date: 6/13/2024    Due Date: 6/13/2024    Accounting Period: 2024-06    Posting Status: Posted    Total: USD 5,312.50    Balance: USD 5,312.50

**Details**   Applied To   Amortization   Aging History   Notes & Files   All Activities   Archives

Payable Name	AP-63039	Posting Status	Posted
Ledger		Type	Invoice
Payment Method		Sub-Total	USD 5,312.50
Payment Priority		Purchase Tax	USD 0.00
Vendor Terms		Total	USD 5,312.50
Payment Status	Unpaid	Net Amount	USD 5,312.50
Urgent?	<input type="checkbox"/>	Ledger Amount	5,312.50
Payment Hold?	<input type="checkbox"/>	Currency Conversion Rate	1.000000
Payment Hold Reason		Paid Amount	USD 0.00
Currency	USD - U.S. Dollar	Credit Memo Applied Amount	USD 0.00
		Balance	USD 5,312.50

**Payee Information**

Vendor	Consignor 1	Payee Reference	CNS-000069
Employee		Repair Order	
Payee	Consignor 1	Purchase Order	
Payee Check Name		Fixed Asset	
Payable Contact		Recurring Payable	

Payable Line N...	Description	Quantity	Unit Cost	Total	Expense GL Account
APL-108326		1.000000	USD 5,312.50	USD 5,312.50	21114-Accrued Payables - Consignor

**Note:** The Accrued Cost reduces by what OCAs were selected when the Consignor Payable is created. Since all of the OCAs were selected to be processed against the consignor payable, the accrued cost will be back to 0.

Owner Code **TEST3**

Lot Code?	Chargeout Rate	Remaining Cost	Consignment?	Consignment Rate	Accrued Cost
<input type="checkbox"/>			<input checked="" type="checkbox"/>	85.00%	USD 0.00