

Bill of Material & Formula Cost Roll- UP

- Introduction
- Process- Bill of Material & Formula Cost Roll-UP

Introduction

The Bill of Materials (BOM) and Formula Cost Roll-Up process is a crucial element in manufacturing, involving the detailed calculation of costs associated with a product. The BOM outlines all necessary components, and the cost roll-up aggregates these costs, offering a comprehensive view of production expenses. This process is essential for accurate pricing, strategic decision-making, and effective financial planning in manufacturing businesses.

Business process

The business process for the Bill of Materials (BOM) and Formula Cost Roll-Up involves a systematic approach to calculate and manage the costs associated with manufacturing a product. Here's a simplified overview:

Process- Bill of Material & Formula Cost Roll-UP

The screenshot shows a software window titled 'Home (34) Bill of Material & Formula ...'. Below the title bar, there is a header section with the text: 'This Process allow integrate Bill of Material & Formula Cost' and 'This Process allow Integrate Bill of Material & Formula Cost Element Cost = Element Cost this level + Element Cost this low level Total BOM Cost = Sum every Element Cost'. Below this, there are several dropdown menus for configuration: 'Organization', 'Accounting Schema' (set to 'Konnect Demo Instance UN/35 Indian Rupee'), 'Cost Type' (set to 'Konnect Demo Instance UN/35 Indian Rupee'), 'Costing Method' (set to 'Standard Costing'), 'Product', 'Product Category', 'Product Type', 'Resource', and 'Warehouse'. There is also a checkbox labeled 'Run as Job' which is currently unchecked. At the bottom left, there is a 'Saved Parameters' dropdown menu with icons for save and delete. At the bottom right, there are 'OK' and 'Cancel' buttons.

Organization : User have to mention the organization here.

Accounting schema : user have to select the accounting schema here

cost Type : user have to select the cost type according.

costing method: user have to select the costing method.

product: user have to select the product here.

product category: user have to select the product category here

product type : user can select the product type

resource: user can select the resource here.

warehouse: user can select the warehouse here.

while user click on the "ok" button system will intergrade with the bill of material and formal cost element cost