

Branch 03 wants to order parts from branch 02. They create a transfer request which generates a sales order in the sending store and a PO in the receiving store.

A branch 02 invoice is generated to send parts to branch 03. Here are the settings in tables:

- 11610 is the account set up in POTOSO for 'Parts in transit acct' for ALL branches
- 17200\*\*\* is the parts inventory account where \*\*\* is the branch's profit center
- 24900 is the CASHTAB transfer asset account for ALL branches

1. When the sending store invoices their ticket to send the parts, the entries to the g/l are (SA journal):

<div>24900 (CASHTAB)</div> <div>24.38  </div>	<div>17200002 (PARTSINV)</div> <div>  24.38</div>
<div>11610 (POTOSO)</div> <div>24.38  </div>	<div>24900 (CASHTAB)</div> <div>  24.38</div>

This is still just the first half of the transfer though. This new version of transfers technically has three steps. Pay close attention to the net effect in the previous entries. The 24900 account (orange) is a wash--- this is technically what we've done so far:

<div>11610 (POTOSO)</div> <div>24.38  </div>	<div>11720002 (PARTSINV)</div> <div>  24.38</div>
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So now the system waits for the people in 03 to receive the parts on their PO. When this happens parts ordering system will make the final entry (IA journal) when the PO is receipted:

<div>17200003 (PARTSINV)</div> <div>24.38  </div>	<div>11610 (POTOSO)</div> <div>  24.38</div>
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NOTE: The PO accounting side used to be done overnight but for several years now it has been happening automatically as part of the receipt of the PO.