

Patterson Dental Company

Services Allowances and Charges Segment

Updated 12/10/02

Freight payment reporting

In order to monitor Patterson's freight costs, the following request for shipping information has been added to implementation guide. Please indicate in the invoice which party is paying the freight for the shipment. Do this in the invoice in the SAC12 element, the SAC charge / Method of payment. Insert a 'CC', if Patterson Dental is paying the freight. Otherwise, place code 'PP', if your company is paying the freight. No description (SAC15) is necessary. If you have questions regarding this policy or if you have questions about specific scenarios, give me a call.

Patterson Dental SAC codes

The SAC segment performs a summary function in the 4010 version of the electronic invoice. It is used to report those services, allowances, and charges associated with the invoice. Following are SAC segments and how Patterson views their use.

Freight charges D240

Freight charges are reported in the SAC segment. The SAC segment shall report whether the vendor or Patterson Dental pays for the shipment in the SAC12 element. The two alternate qualifiers are 'CC' collect or 'PP' prepaid. This element is required on all invoices. Do not hard code this field.

Coop Payments C310

Co-op payments are received from vendors to pay for advertising, free goods, etc. The coop payment must be reported in a credit invoice. The item detail may be used to describe the coop payment. However, report the price in the SAC segment as a positive number. Send the Coop Payment credit memo to branch facility 138.

Additional Credit B800

Credit for sundry discounts, sales goals, and other periodic bonuses are to be reported using code B800. This code is not to be used to reflect standard item discounts where the retail price is quoted at the item level. Send as a positive number. Item cost should be reported as the net cost to Patterson Dental.

Restocking charge D500

If your company assesses a restocking charge for items returned, the following reporting procedure must be followed. The restocking charge must be reported in the SAC segment, using code D500 (handling).

Repair Charge G400

Repair invoices represent a cost to Patterson Dental, but do not represent an addition to inventory, as normal invoices do. Therefore, reporting repairs requires a different strategy. The invoice amount must be reported using SAC code G400. You can itemize the parts as items in the invoice, but the unit price *must* be zero. Multiple repair items can be described, too. However, the SAC charge can only be the total of all charges.

A description of the repair may be included in the SAC15 element. This element is 80 characters long. Describe the charge in your words or use the charge description as seen in the list below.

Rebates F970

Sent as part of terms agreed upon between Patterson Dental and its vendors. Rebates are coded to an accounting code, where they are held for future disbursement to the branches. We earn rebates from the vendors for meeting certain purchasing guidelines. When a rebate relates to a certain item, put your item number in the detail part of the invoice. Otherwise, report the total in the SAC segment. The rebate must be reported in a credit invoice. Send the rebate credit memo to branch 138, if the rebate pertains to a rebate program and not for a specific item.

Miscellaneous Charge B090

Miscellaneous charges not applicable to another Patterson Dental charge code. Use of this code requires some manual oversight by Patterson personnel. Please specify charge in the SAC15 field to facilitate coding.

SAC processing

When reporting multiple occurrences of a SAC code, such as repairs, summarize the dollar total in one SAC entry. By contrast, different SAC codes should each be reported as a separate entry.

Codes used by Patterson Dental - See Patterson's EDI 810 invoice implementation guide

C040	Delivery	Charge for delivery
C310	Discount or allowance	Invoice level discount not related to an item. Includes coop payments and free goods.
C310	Discount charge back	Offset to previously taken discount
B800	Additional credit	Sundry discounts and bonus credits
D240	Freight	Charge for freight
D500	Handling	Handling charge for invoiced items
D530	Hazardous cargo charge	Charge for working with hazardous cargo
G400	Repair	Total cost of repairs listed in the invoice
F970	Rebate	Invoice-level rebate, not for specific item
D360	Goods and service tax	This tax is not normally charged to Patterson – Canada (federal tax)
B090	Charge	Miscellaneous charge
H700	Local tax	This tax is not normally charged to Patterson
H770	State tax	This tax is not normally charged to Patterson
H850	Province tax	This tax is not normally charged to Patterson