

# Microsoft Dynamics 365 Business Central Deferral Cockpit



Date: January 2019

Issued by: Tisski Ltd

## Contents

1.	Introduction.....	3
2.	Prerequisites.....	3
3.	How to use the Deferral Cockpit .....	6
4.	Deferral Cockpit Tools .....	10
5.	Deferral Manager Role Centre .....	14
6.	Frequently Asked Questions.....	17

## 1. Introduction

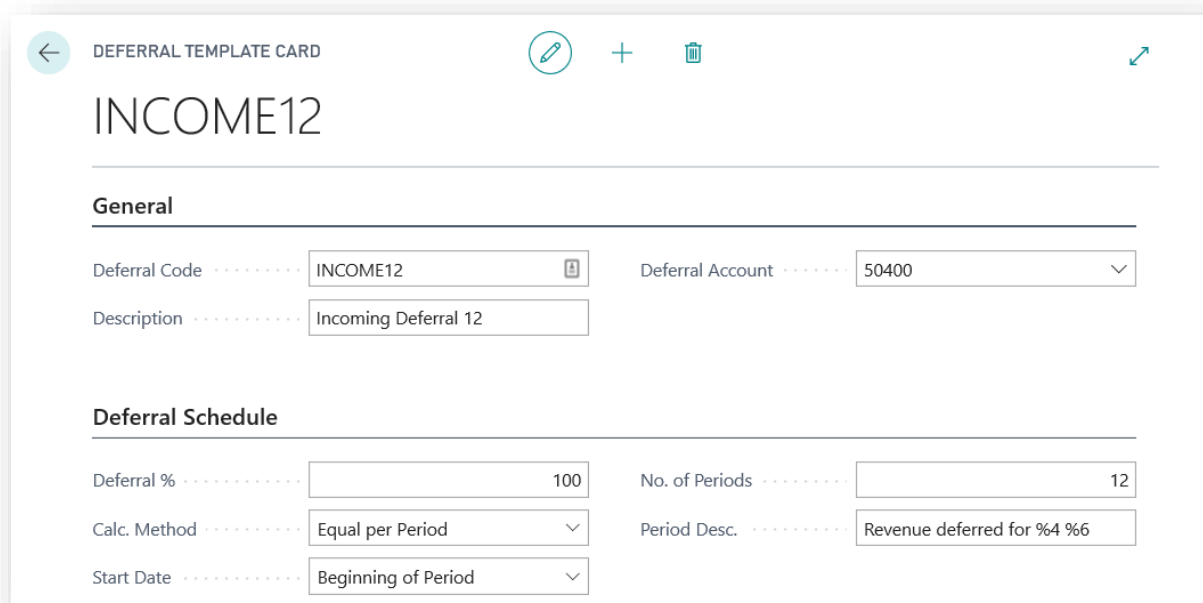
To recognise a revenue or an expense in a period other than the period in which the transaction was posted, standard Microsoft Dynamics 365 Business Central functionality can be used to automatically defer revenues and expenses over a specified schedule.

The Deferral Cockpit provides finance management, directors and financial controllers with additional functionality, offering fast and easy-to access visibility of deferrals and accruals posted in Microsoft Dynamics 365 Business Central. Upon accessing the Cockpit, the user is presented with a visual representation of the deferrals and accruals created from the standard deferral posting routine, split either by sales, purchases or general ledger entries. Each of the Cockpit views include a graphical depiction and line detail, which is fully drillable to the source document or journal G/L entries as well as including a quick navigation to the relevant account record.

## 2. Prerequisites

Firstly, ensure that deferrals have been set up correctly in Microsoft Dynamics 365 Business Central, including:

1. At least one Deferral Template created with the % amount to be deferred, the required calculation method, (apportion the deferred amounts equally, per the days in each period or force manual entry of amounts, for example) Period Description, Start Date method and Balance Sheet G/L account indicated:



DEFERRAL TEMPLATE CARD

### INCOME12

**General**

Deferral Code ..... INCOME12

Deferral Account ..... 50400

Description ..... Incoming Deferral 12

**Deferral Schedule**

Deferral % ..... 100

No. of Periods ..... 12

Calc. Method ..... Equal per Period

Period Desc. .... Revenue deferred for %4 %6

Start Date ..... Beginning of Period

To create a new Deferral Template:

- i) Search for and open Deferral Templates
- ii) In the Deferral Templates list page, select New from the toolbar

- iii) In the new Deferral Template, enter a Code and Description. Add the percentage to be deferred, e.g. 100% and the Calculation Method for how the amount for each period will be calculated, i.e. Straight-line, Equal per Period, Days per Period or User-Defined. Enter the number of periods for the amount to be deferred across and add a Period Description. Note that placeholder codes can be included in this description to auto-insert detail:

%1 = The day number of the period posting date  
%2 = The week number of the period posting date  
%3 = The month number of the period posting date  
%4 = The month name of the period posting date  
%5 = The accounting period name of the period posting date  
%6 = The fiscal year of the period posting date

2. The relevant items, Resources or G/L Accounts have a Deferral Template selected in their Default Deferral Template field:

The image displays three screenshots of the Dynamics 365 Finance user interface, illustrating the process of assigning a deferral template to different entities.

- ITEM CARD (1000 · Software License):** The 'Costs & Posting' fasttab is active. In the 'POSTING DETAILS' section, the 'Default Deferral Template' dropdown is highlighted with a red box, showing 'EXPENSE 12' selected.
- RESOURCE CARD (LINDA · Linda Martin):** The 'Invoicing' fasttab is active. In the 'POSTING DETAILS' section, the 'Default Deferral Template' dropdown is highlighted with a red box, showing 'EXPENSE 12' selected.
- G/L ACCOUNT CARD (10600 · Rental Income):** The 'Posting' fasttab is active. In the 'POSTING' section, the 'Default Deferral Template' dropdown is highlighted with a red box, showing 'INCOME12' selected.

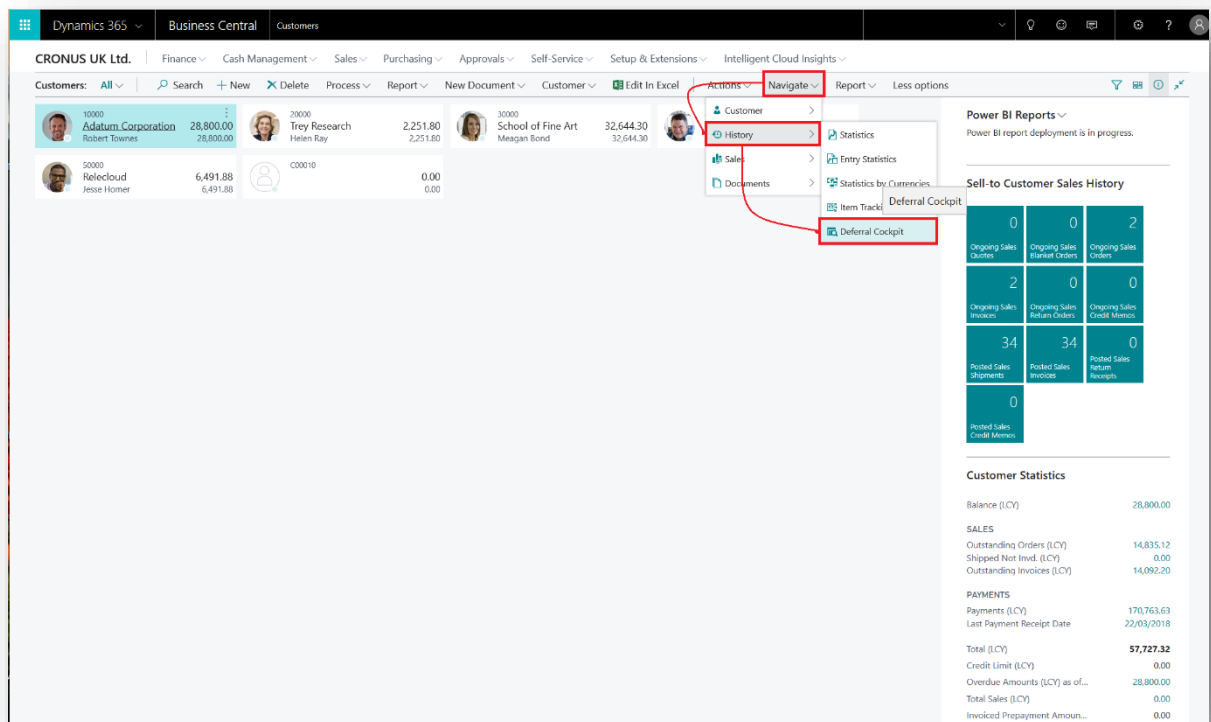
For example, to assign a deferral template to an item:

- i) Search for and open the Items List page
- ii) Select the relevant item for which revenues or expenses must be deferred to the accounting periods when the item is sold or purchased and open the item card
- iii) In the item card, go to the Cost & Pricing fasttab and in the Default Deferral Template field, select and add the Deferral Template to the item.

### 3. How to use the Deferral Cockpit

To view posted deferrals and accruals in the Deferral Cockpit, navigate to the page by following one of the three paths below:

1. From the Customer List, select the relevant Customer record, (either in the List or Tiles view) and then go to Navigate > History > Deferral Cockpit:



For example, to create and post deferrals for a Customer, create an order for the item set up above:

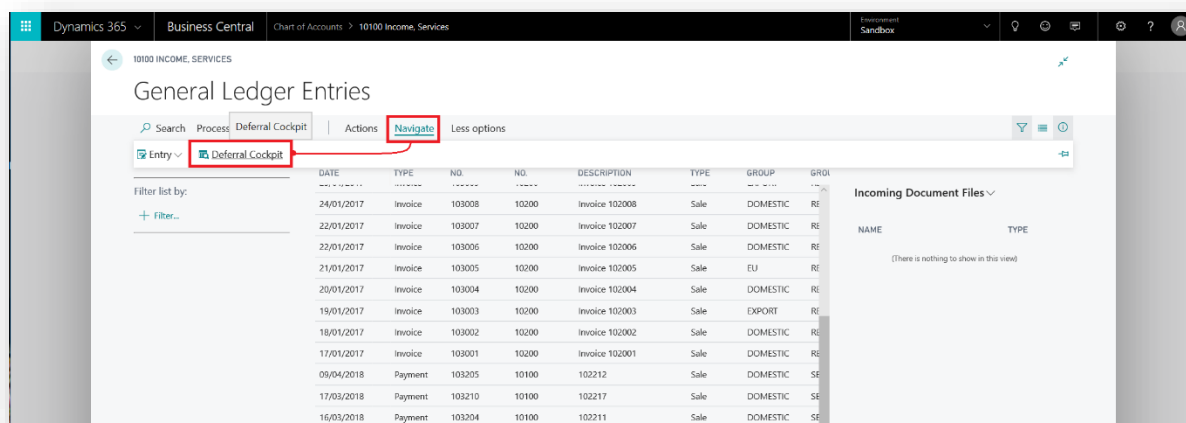
- i) Search for and open the Sales Order List page
- ii) Select new from the toolbar and in the Customer Name field, select the required Customer
- iii) Still in the new sales order, on the order lines, select Type Item and in the No. field select the item that has been set up with the deferral template above.
- iv) Enter a quantity and a Unit Price, as required
- v) On the toolbar above the order lines, select More Options and the Line > Related information > Deferral Schedule to view the deferred period amounts to be posted. Close the Deferral Schedule page.
- vi) Back in the Sales Order, from the top toolbar, select Posting > Post and in the options that appear, select Ship and Invoice
- vii) Once posted, select the option to open and view the Posted Sales invoice. Note the Posted Sales Invoice No. Close the posted invoice and sales order pages.
- viii) Search for and open customers.
- ix) In the Customer List page, go to the customer involved in the sales order but do not open the Customer Card. While still in the Customer List page and focused on the relevant customer, from the toolbar, go to Navigate > History > Deferral Cockpit.
- x) In the deferral Cockpit you will find the Customer and in the Document No. Column will be the Posted Sales Invoice generated from invoicing the order.

2. Similarly, follow the same path from the Vendor List Page, ensuring that you are focused on the required Vendor first.

For example, to create and post deferrals for a Customer, create an order for the item set up above:

- i) Search for and open the Purchase Order List page
- ii) Select new from the toolbar and in the Vendor Name field, select the required Vendor
- iii) Enter a Vendor Invoice No. on the order header
- iv) Still in the new purchase order, on the order lines, select Type Item and in the No. field select the item that has been set up with the deferral template, as above.
- v) Enter a quantity and a Unit Cost, as required
- vi) On the toolbar above the order lines, select More Options and the Line > Deferral Schedule to view the deferred period amounts to be posted. Close the Deferral Schedule page.
- vii) Back in the Purchase Order, from the top toolbar, select Posting > Post and in the options that appear, select Receive and Invoice
- viii) Once posted, select the option to open and view the Posted Purchase Invoice. Note the Posted Purchase Invoice No. Close the posted invoice and purchase order pages.
- ix) Search for and open Vendors.
- x) In the Vendor List page, go to the vendor involved in the purchase order but do not open the purchase Card. While still in the Vendor List page and focused on the relevant vendor, from the toolbar, go to Navigate > History > Deferral Cockpit.
- xi) In the deferral Cockpit you will find the Vendor and in the Document No. Column will be the Posted Purchase Invoice generated from invoicing the order. Note, amend the Date Range filter so that the relevant periods are displayed for the deferrals created.

3. From the General Ledger Entries page, go to Navigate > Deferral Cockpit:



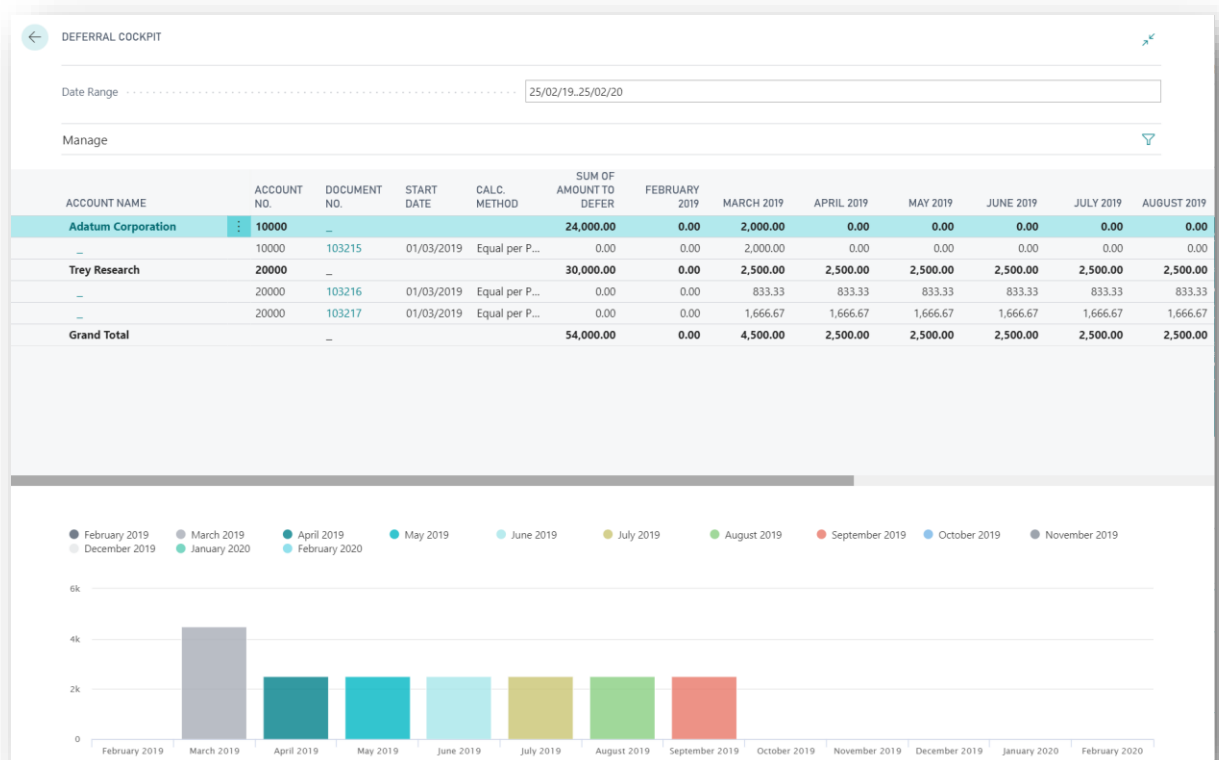
DATE	TYPE	NO.	NO.	DESCRIPTION	TYPE	GROUP	GROU
24/01/2017	Invoice	103008	10200	Invoice 102008	Sale	DOMESTIC	RE
22/01/2017	Invoice	103007	10200	Invoice 102007	Sale	DOMESTIC	RE
22/01/2017	Invoice	103006	10200	Invoice 102006	Sale	DOMESTIC	RE
21/01/2017	Invoice	103005	10200	Invoice 102005	Sale	EU	RE
20/01/2017	Invoice	103004	10200	Invoice 102004	Sale	DOMESTIC	RE
19/01/2017	Invoice	103003	10200	Invoice 102003	Sale	EXPORT	RE
18/01/2017	Invoice	103002	10200	Invoice 102002	Sale	DOMESTIC	RE
17/01/2017	Invoice	103001	10200	Invoice 102001	Sale	DOMESTIC	RE
09/04/2018	Payment	103205	10100	102212	Sale	DOMESTIC	SE
17/03/2018	Payment	103210	10100	102217	Sale	DOMESTIC	SE
16/03/2018	Payment	103204	10100	102211	Sale	DOMESTIC	SE

For example, to create and post General Ledger deferrals:

- i) Search for and open Chart of Accounts
- ii) Find and open the relevant G/L Account card and in the Default Deferral Template field on the Posting fasttab, select the deferral template created above.
- iii) Close the G/L Account Card and the Chart of Accounts and search for General Journals

- iv) In the General Journals, select the Default journal from the Batch Name at the top of the journal page.
- v) In the default journal batch, on the first journal line, select and enter the G/L Account code with the deferral template assigned, (as above) in the Account No. column 10500. Enter a sum of £1000 in the Credit Amount field. On the second line in the Account No. field, select a balancing G/L Account and the amount of £1000 in the Debit Amount field.
- vi) Ensure that both lines have the same Document No., (you may have to go to Page > Show more Columns to view the Document No.).
- vii) Go to Actions > Functions > Deferral Schedule to view the deferral schedule that will be generated on posting the journal.
- viii) Close the Deferral Schedule page and back in the journal batch, select Process > Post and post the journal.
- ix) Search for and open the General Ledger Entries Page and select the filter icon. The filter options will appear to the left of the screen and here select Filter List By G/L Account No. Enter the G/L account included in the journal posted to view only entries posted to this G/L account. Find the entry created from posting the journal and then go to Navigate > Deferral Cockpit:

Once opened, the Deferral Cockpit page will appear as below:

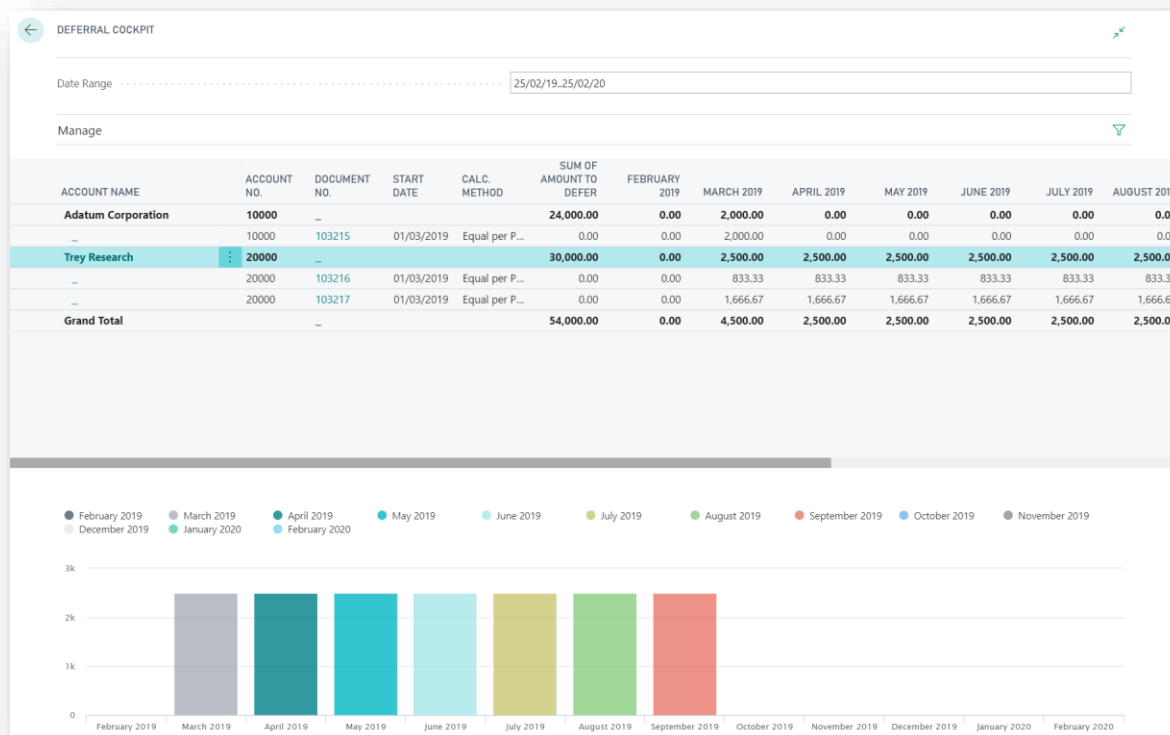


You will see that the Deferral Cockpit is divided into two sections:

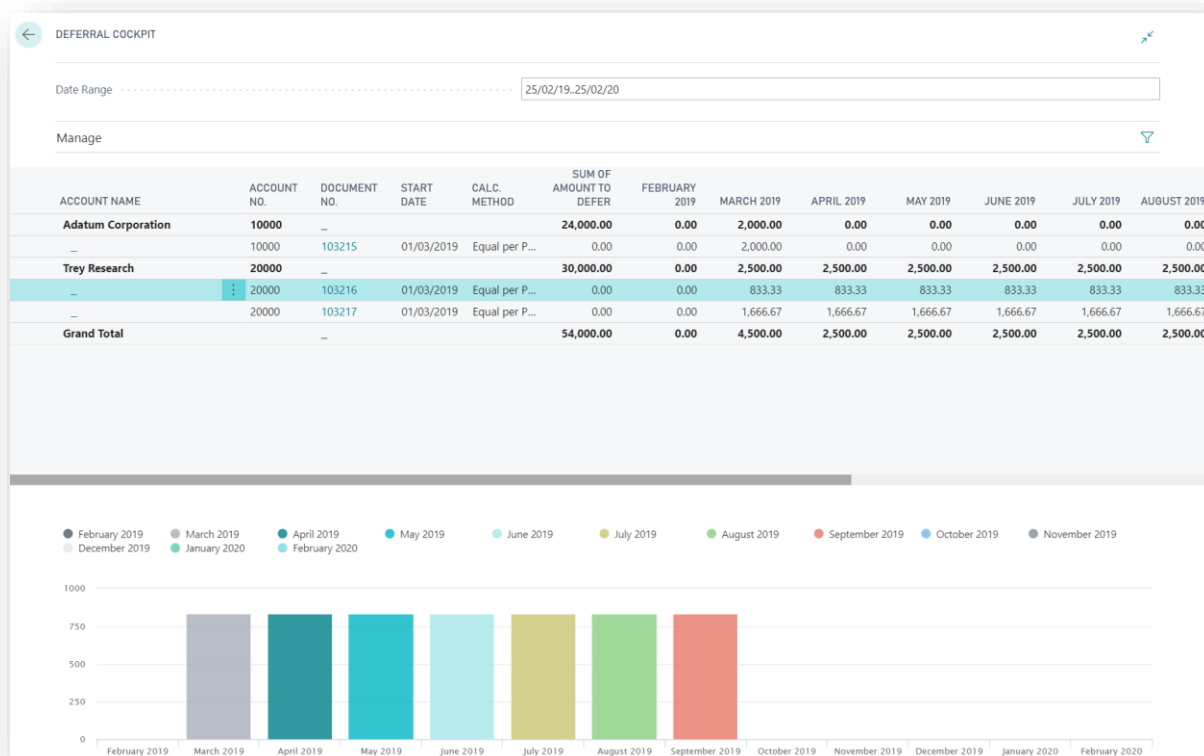
1. A list of all posted transactions that included the posting of deferrals, grouped by account, (Customer, Vendor or G/L Account, depending from where the Deferral Cockpit is accessed).
2. A graphical bar chart indicating the total value of deferrals per monthly period.



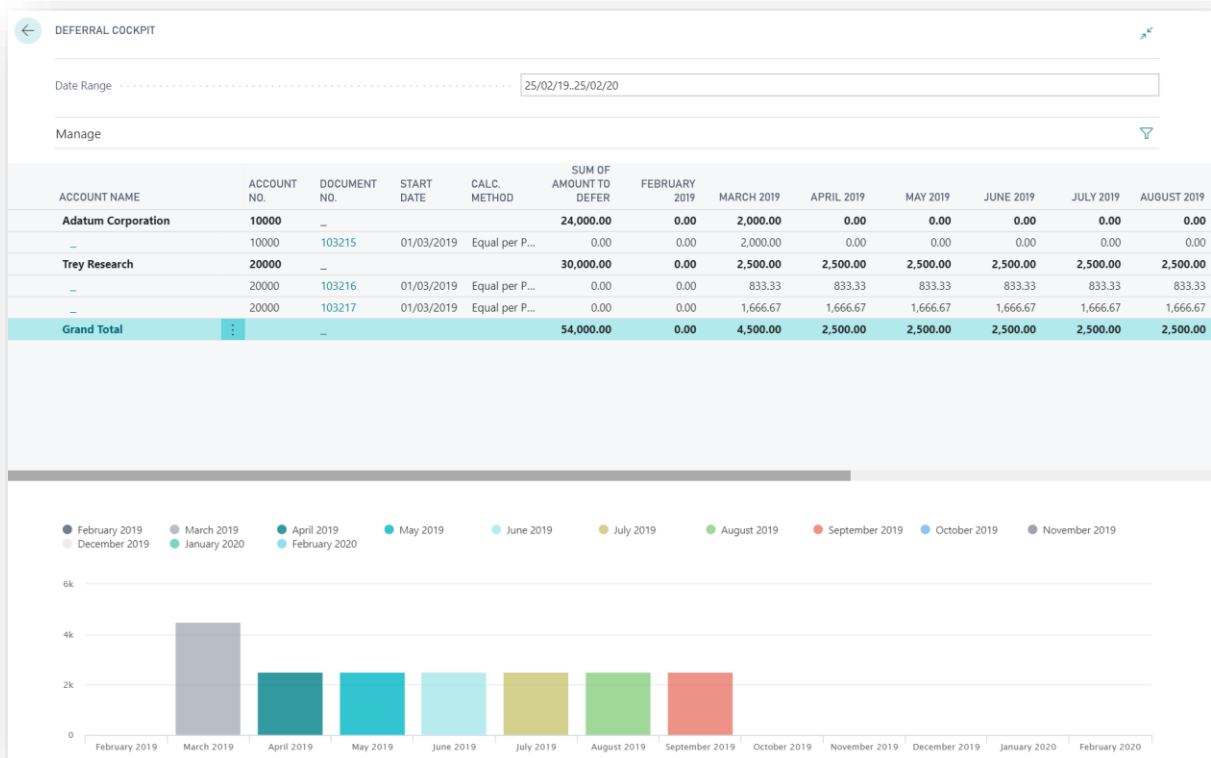
By highlighting an Account line, e.g. a customer, the chart will display the total deferrals for that account per period:



Highlight a specific document line to display the deferral values per month only for that document:



Or, highlight the Grand Total line to view the total value of all deferrals posted per period:



#### 4. Deferral Cockpit Tools

Other tools included with the Deferral Cockpit include:

1. A Date Range Filter. Here, the user can add a date range using the standard Microsoft Dynamics 365 Business Central filtering, e.g. 01/01/19..31/12/19:

The screenshot shows the 'DEFERRAL COCKPIT' interface. The 'Date Range' filter is highlighted with a red box and contains the text '31/01/19..31/01/20'. Below the filter is a 'Manage' button.

2. Further filtering can be applied by selecting the Filter option in the Manage section:

←

DEFERRAL COCKPIT

↗

Date Range ..... 31/01/19..31/01/20

Manage

⌵

Click Add Filter ( + ) and select from the drop-down of available fields that can be filtered:

←

DEFERRAL COCKPIT

↗

Date Range ..... 25/02/19..25/02/20

Manage

⌵

Views

×

Filter list by:

+ Filter...

Visible Columns

Account Name

Account No.

Document No.

Start Date

Calc. Method

Sum of Amount to Defer

February 2019

March 2019

April 2019

May 2019

June 2019

July 2019

August 2019

September 2019

October 2019

November 2019

December 2019

ACCOUNT NAME	ACCOUNT NO.	DOCUMENT NO.	START DATE	CALC. METHOD	SUM OF AMOUNT TO DEFER	FEBRUARY 2019	MARCH 2019	APRIL 2019	MAY 2019
<b>Adatum Corporation</b>	<b>10000</b>	—			<b>24,000.00</b>	<b>0.00</b>	<b>2,000.00</b>	<b>0.00</b>	<b>0.00</b>
—	10000	103215	01/03/2019	Equal per P...	0.00	0.00	2,000.00	0.00	0.00
<b>Trey Research</b>	<b>20000</b>	—			<b>30,000.00</b>	<b>0.00</b>	<b>2,500.00</b>	<b>2,500.00</b>	<b>2,500.00</b>
—	20000	103216	01/03/2019	Equal per P...	0.00	0.00	833.33	833.33	833.33
—	20000	103217	01/03/2019	Equal per P...	0.00	0.00	1,666.67	1,666.67	1,666.67
<b>Grand Total</b>	—	—			<b>54,000.00</b>	<b>0.00</b>	<b>4,500.00</b>	<b>2,500.00</b>	<b>2,500.00</b>

February 2019

September 2019

March 2019

October 2019

April 2019

November 2019

May 2019

December 2019

June 2019

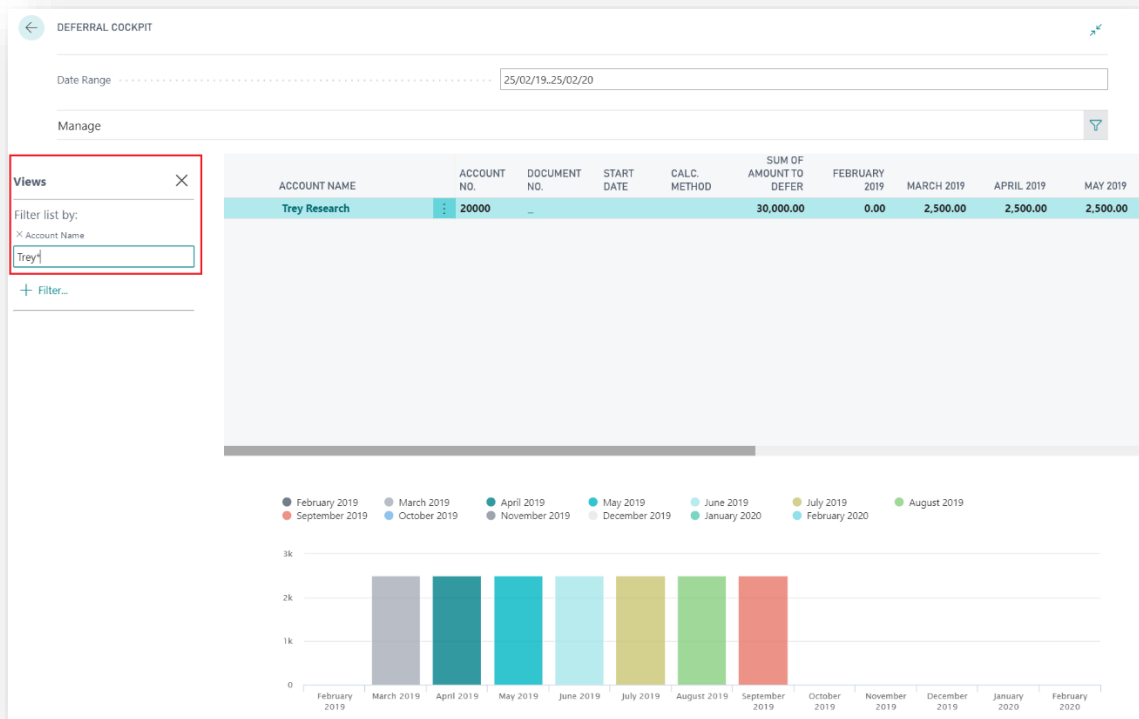
January 2020

July 2019

February 2020

August 2019

Once the field has been selected, e.g. Account Name, add the filter required and Enter to apply the filter:



To clear the filter, remove the filter value and Enter.

### 3. Drill into the Document:

DEFERRAL COCKPIT

Date Range: 31/01/19..31/01/20

Manage

**Views** X

Filter list by:

X Account Name

+ Filter...

ACCOUNT NAME	DOCUMENT NO.	START DATE	CALC. METHOD
Adatum Corporation	-	-	-
Trey Research	103216	01/02/2019	Equ
Trey Research	103217	01/02/2019	Equ
Grand Total	-	-	-

Open record "103216" in a new window

Manage Invoice Correct Page Actions Navigate Less options

POSTED SALES INVOICE - 103216 - TREY RESEARCH

**General**

No: 103216 Due Date: 15/10/2018

Customer: Trey Research Quote No:

Contact: Helen Ray Order No:

Posting/Tax Point Date: 01/10/2018 Closed: No

**Lines** Manage More options

TYPE	NO.	DESCRIPTION	QUANTITY	UNIT OF MEASURE CODE	UNIT PRICE EXCL. VAT
G/L Account	10600	Rental Income	1		10,000.00

Invoice Discount Amount Excl. VAT: 0.00

Total Excl. VAT (GBP): 10,000.00

Total VAT (GBP): 2,000.00

Total Incl. VAT (GBP): 12,000.00

**Invoice Details**

Currency Code: Department Code:

Shipment Date: 01/03/2019 Customergroup Code:

Payment Terms Code: 14 DAYS Payment Discount %: 0

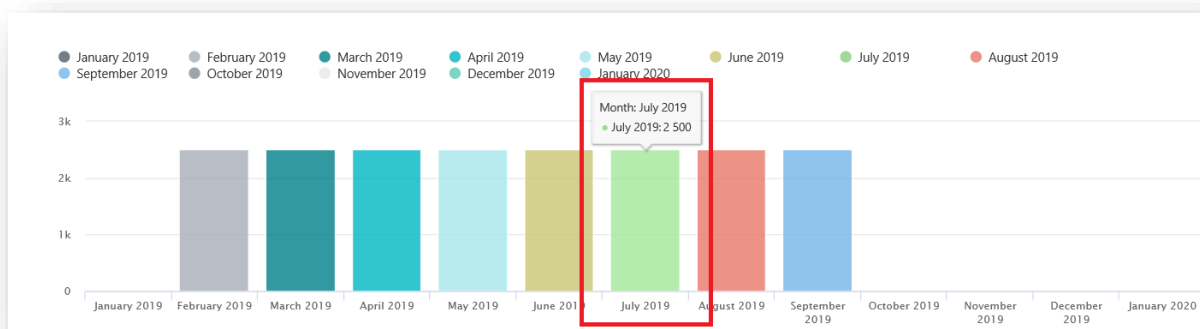
Payment Service: Demo Sandbox Account - PayPal Direct Debit Mandate ID:

OK Cancel

4. The Account record can also be opened by clicking on the Account Name:

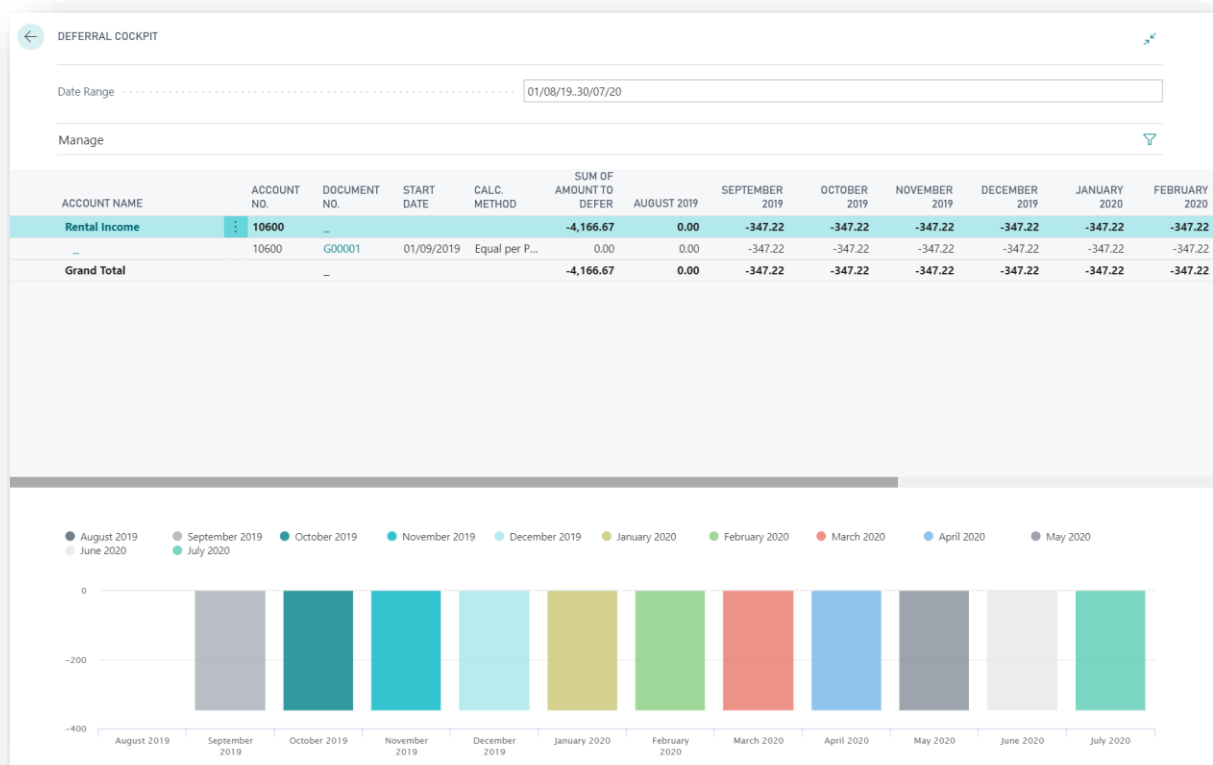
The screenshot shows the 'DEFERRAL COCKPIT' interface. On the left, there's a 'Views' panel with a filter list by 'Account Name'. The main area displays a table of accounts, with 'Trey Research' highlighted in blue. A red box is drawn around 'Trey Research' in the table, and a red line points from it to the 'General' section of the account record. The 'General' section includes fields for 'No.' (20000), 'Name' (Trey Research), 'IC Partner Code', 'Balance (LCY)' (38,251.80), 'Balance Due (LCY)' (38,251.80), 'Credit Limit (LCY)' (0.00), 'Blocked', 'Privacy Blocked', 'Salesperson Code' (PS), 'Responsibility Centre', 'Document Sending Prof...', 'Total Sales' (1,619.40), 'Costs (LCY)' (0.00), 'Profit (LCY)' (0.00), 'Profit %' (0.0), and 'Last Date Modified' (19/09/2018). Below this is the 'Address & Contact' section with fields for 'Address', 'Address 2', 'City', 'County', 'Postcode', 'Country/Region Code', 'Primary Contact Code', 'Contact Name', 'Phone No.', 'Email', 'Fax No.', 'Home Page', and 'Language Code'. At the bottom is the 'Invoicing' section with a 'PRICES AND DISCOUNTS' field. A 'Show less' link is visible next to the 'General' and 'Address & Contact' sections. On the right, a summary table shows the balance for June 2019: 0.00, 0.00, 2,500.00, 833.33, 1,666.67, and 2,500.00.

5. Hover over any of the bars in the chart to obtain a tooltip providing detail of the deferral value:



In the examples above, sales invoices were posted but deferral template codes can be entered on purchase invoices and general journals to achieve the same analysis in the Deferral Cockpit, for example:

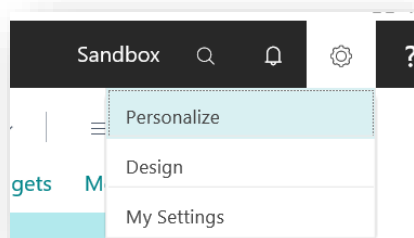
G/L Deferral Cockpit, (G/L Entries > Navigate):



The Deferral Cockpit provides additional functionality and the standard Microsoft Dynamics 365 Business Central Deferral options are also available, including the Sales, Purchasing and G/L Deferral Summary reports.

## 5. Deferral Manager Role Centre

A dedicated Role Centre for those users managing deferrals and accruals is available. To assign the Deferral Manager Role Centre to a user click on the setting icon in the top-right of the toolbar and select My Settings:



In the Role field, click on the three dots, (ellipses) and in the Available Roles List, select the Deferral Manager role.

The image shows two overlapping windows from a software application. The background window is titled 'EDIT - MY SETTINGS' and contains a form with the following fields: 'Role' (set to 'Deferral Manager'), 'Company' (set to 'CRONUS UK Ltd.'), 'Work Date' (set to '01/08/2021'), 'Region' (set to 'English (United Kingdom)'), 'Language' (set to 'English (United Kingdom)'), 'Time Zone' (set to '(UTC+00:00) Dublin, Edinburgh, L...'), and 'Notifications' (set to 'Change when I receive notifications.'). At the bottom of this window are 'OK' and 'Cancel' buttons. The foreground window is titled 'AVAILABLE ROLES' and features a search bar with a magnifying glass icon and a button labeled 'Open in Excel'. Below the search bar is a list of roles: 'Deferral Manager' (highlighted in blue), 'Test Role Center', 'Accountant', 'Administration', 'Business Manager', 'Dispatcher - Customer Service', 'Finance', 'Human Resources', and 'Manufacturing'. A red arrow originates from the dropdown arrow of the 'Role' field in the 'EDIT - MY SETTINGS' window and points to the 'Deferral Manager' role in the 'AVAILABLE ROLES' list.

Click OK to close the My Settings page. Your Role Centre should refresh.

The Deferral Manager Role Centre is divided into the following sections:

- **Actions:** quick links to create new documents, e.g. invoices and to the various Deferral Cockpit functional areas
- **Activities:** including Cues providing a quick link to customers, vendors and G/L Accounts deferral pages. The Cues can be opened to view the relevant documents and entries. A summary of the current balance for above records is also provided; click on this value (or on See More) to go to the respected Deferral Cockpit Page for each entity.
- **Insights:** lists and bar charts indicating the total value of deferrals per monthly period.

**Dynamics 365 Business Central** Sandbox

**Deferrals Demo** | Finance | Journals | Cash Management | Cost Accounting | Fixed Assets | Posted Documents | Setup & Extensions | Chart of Accounts | Bank Accounts | Customers | Vendors | Purchase Orders | Incoming Documents | Purchase Invoices | EC Sales List | VAT Returns | Budgets | VAT Statements | Intrastat

Notifications: 3 Your license expires in 0 days. Do you want to get a... | Thank you for trying out the Deferral Accounts app. Your trial period expires in 27 days. Do you... | This is a sandbox environment (preview) for test, demo, or development...

**HEADLINE**  
Hi, Chris Krikonis!

**ACTIONS**  
 + Sales Invoice  
 + Sales Credit Memo  
 + Purchase Order  
 + Purchase Invoice  
 + Purchase Credit Memo  
 + Cash Receipt Journal  
 + G/L Journal Entry  
 + Payment Journal Entry  
 + Payment Journal  
 + Analysis  
 > Setup  
 > History  
 > Deferral Cockpit Customers  
 > Deferral Cockpit Vendors  
 > Deferral Cockpit...General Ledger

**Activities**  
 Activities ▾  
 OVERDUE PURCHASE DOCUMENTS  
**16**  
 > See more  
 CASH ACCOUNTS BALANCE  
**£23,738**  
 > See more  
 NEW INCOMING DOCUMENTS  
**1**  
 > See more

**PAYMENTS**  
 PURCHASE DUE TODAY: **16**  
 PURCH. INVO. NEXT WEEK: **0**  
 PURCHASE DIS. NEXT WEEK: **0**  
 POS PENDING APPROVAL: **0**  
 SOS PENDING APPROVAL: **0**  
 UNPROCESSED PAYMENTS: **1**

**FINANCIALS**  
 TOTAL AMOUNTS TO DEFER  
 CUSTOMERS T. TO DEFER: **£17,399**  
 VENDORS TOT. TO DEFER: **£48,627**  
 G/L TOTAL AM. TO DEFER: **£7,817**

**INCOMING DOCUMENTS**  
 APPROVED IN. DOCUMENTS: **0**  
 OCR COMPLETED: **0**  
 PENDING USER TASKS: **0**

**MY USER TASKS**  
 PENDING USER TASKS: **0**

**PRODUCT VIDEOS**  
 Product Videos

**Insights**

**Deferrals Customers**

Account Name	Account No.	Document No.	Start Date	Calc. Method	Sum of Amount to Defe
Adatum Corporation	10000	103215	01/08/2020	Equal per P...	3,049.00
...	10000	103216	01/08/2020	Equal per P...	0.00
...	10000	103216	01/08/2020	Equal per P...	0.00
Trey Research	20000	103217	01/08/2020	Equal per P...	7,500.00
...	20000	103217	01/08/2020	Equal per P...	0.00
...	20000	103217	01/08/2020	Equal per P...	0.00
School of Fine Art	30000	...	...	...	6,850.00

**Deferrals Vendors**

Account Name	Account No.	Document No.	Start Date	Calc. Method	Sum of Amount to Defe
Fabrikam, Inc.	10000	108209	01/08/2020	Equal per P...	3,506.60
...	10000	108210	01/08/2020	Equal per P...	0.00
...	10000	108210	01/08/2020	Equal per P...	0.00
First Up Consultants	20000	108211	01/08/2020	Equal per P...	45,120.00
...	20000	108211	01/08/2020	Equal per P...	0.00
...	20000	108211	01/08/2020	Equal per P...	0.00
Grand Total	...	...	...	...	48,626.60

**Deferrals General Ledger**

Account Name	Account No.	Document No.	Start Date	Calc. Method	Sum of Amount to Defe
Advertising Expense	30200	TEST DEF 01	01/07/2021	Equal per P...	2,400.00
...	30200	TEST DEF 02	01/08/2020	Equal per P...	0.00
Workers Compensation	30900	TEST DEF 03	01/08/2020	Equal per P...	5,416.60
...	30900	TEST DEF 04	01/08/2020	Equal per P...	0.00
...	30900	TEST DEF 04	01/08/2020	Equal per P...	0.00
Grand Total	...	...	...	...	7,816.60

Back to top



## 6. Frequently Asked Questions

**Q1.** Why is my deferral not appearing in the Deferral Cockpit?

**A1.** Please check the following

- a) Has your deferral been posted?
- b) Check that the Date Range has the correct date range entered that will include the deferral that's been posted.
- c) Ensure that no other filters have been entered which may be excluding the detail that you are expecting to be included in the Cockpit
- d) Check that you are in the relevant Deferral Cockpit, i.e. Sales, Purchasing or G/L Entries.

**Q2.** Why can't I find the Deferral Cockpit?

**A2.** Please check the following

- a) Ensure that you are accessing the Deferral Cockpit from the correct page(s), i.e.
  - i. From the Customer List page, go to Navigate > History > Deferral Cockpit;
  - ii. From the Vendor List Page, go to Navigate > History > Deferral Cockpit;
  - iii. From the General Ledger Entries page, go to Navigate > Deferral Cockpit.

**Q3.** Why is my Deferral Cockpit not displaying any entries?

**A3.** Please check the following

- a) Have your deferrals been posted?
- b) Check that the Date Range has the correct date range entered that will include deferrals posted in that period
- c) Ensure the Date Range Filter include a range, i.e. a from and to date
- d) Ensure that no other filters have been entered which may be excluding the detail that you were expecting to be included in the Cockpit