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Kinetic AR Hierarchy Technical Reference Guide

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Accounts Receivable Transaction Hierarchy

This hierarchy is a summary of common general ledger (GL) transactions posted from within the Accounts Receivable (AR) module.

> ℹ️ This hierarchy assumes your company uses an unmodified version of the Standard posting rules delivered with the Epicor application. If you use the Extended posting rules, or if you need information regarding an AR transaction that is not listed on this hierarchy, refer to GL Transaction Type Maintenance and review the details of the AR Invoice posting rules.

AR Invoice Entry - Add Invoice

Note you can always change the AR Account GL Control in **AR Invoice Entry**.

Action	Debit	Credit
Post Advanced Billing Invoice With the **Deferred Revenue**option	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config	Deferred Revenue Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config ℹ️ If you select the **Deferred Revenue** check box on an invoice line, the application credits the**Deferred Revenue Account.**

Action	Debit	Credit
Post Advanced Billing Invoice Without the **Deferred Revenue**option	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config	Sales Account 1. Product Group GL Control - Product Group 2. AR Account GL Control - Customer 3. AR Account GL Control - Company Config If you clear the **Deferred Revenue** check box on an invoice line, the application credits the **Sales Account.**
Post Deposit Billing Invoice	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config	Prepayment Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config
Post Miscellaneous Charge Amount	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config	Miscellaneous Charge Income Account 1. Account from GL Control on Miscellaneous Charge
Post Credit Memo	Returns Account 1. AR Account GL Control - Product Group 2. AR Account GL Control - Customer 3. AR Account GL Control - Company Config	Receivables Account 1. AR Account GL Control - Custome 2. AR Account GL Control - Company Config

Action	Debit	Credit
Post Advance Billing Credit Memo With the **Deferred Revenue** Account option	**Deferred Revenue Account** 1. AR Account GL Control - Custome 2. AR Account GL Control - Company Config ⓘ If you select the **Deferred Revenue** check box on a credit memo invoice line, the application debits the **Deferred Revenue Account.**	**Receivables Account** 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config
Post Advance Billing Credit Memo Without the **Deferred Revenue** Account option	**Sales Account** 1. AR Account GL Control - Product Group 2. AR Account GL Control - Customer 3. AR Account GL Control - Company Config ⓘ If you clear the **Deferred Revenue** check box on a credit memo invoice line, the application debits the **Sales Account.**	**Receivables Account** 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config
Post Deposit Billing Credit Memo	**Prepayment Account** 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config	**Receivables Account** 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config

Action	Debit	Credit
Post Miscellaneous Invoice	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config	Sales Account 1. Product Group GL Control - Product Group 2. AR Account GL Control - Customer 3. AR Account GL Control - Company Config ⓘ A Sales Account can be updated on an AR invoice line at the time of invoice entry.

AR Invoice Entry - Overflow Menu

Note you can always change the AR Account GL Control in **AR Invoice Entry**

Action	Debit	Credit
Get Shipments - Post Shipment Invoice	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config	Sales Account 1. AR Account GL Control - Product Group 2. AR Account GL Control - Sold To Customer 3. AR Account GL Control - Bill To Customer 4. AR Account GL Control - Company Config ⓘ • If a **Sales** Category is used (invoice line or customer), the Department segment comes from the **Department** GL Control selected on the Sales Category. • If a **Site** is selected on the invoice, the **Division** segment comes from the Division GL Control selected on the Warehouse or Site.
Post Cancellation Invoice	Reverses original AR invoice GL debit transactions	Reverses original AR invoice GL credit transactions
Post Finance Charges	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config	AR Finance Charge Accrual Account 1. AR Account GL Control - Customer

AR Invoice Entry - Discounts and Taxes

Note you can always change the AR Account GL Control in **AR Invoice Entry**

Action	Debit	Credit
Post Discount Amount (All Invoice Types, Part)	Sales Discount Account 1. AR Account GL Control - Product Group 2. AR Account GL Control - Customer 3. AR Account GL Control - Company Config *If a Sales Category is used (invoice line or customer), the **Department** segment comes from the Department GL Control selected on the Sales Category. *If a Site is selected on the invoice, the **Division** segment comes from the Division GL Control selected on the Warehouse or Site.	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config
Post Discount Amount (Credit Memo, Part)	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config	Discount Account 1. AR Account GL Control - Product Group 2. AR Account GL Control - Customer 3. AR Account GL Control - Company Config
Set Terms Discount (On Invoice)	Payment Discount 1. AR Account GL Control assigned to invoice you are paying	Receivables Account 1. AR Account GL Control assigned to invoice you are paying.
Sales Tax (All Invoice Types except for Deposit Billing and Advanced Billing, Part)	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config	AR Tax Accrual Account 1. Tax GL Control - Tax Type

Action	Debit	Credit
Sales Tax (Advanced Billing and Deposit Billing Invoice Types, Part)	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config	AR Tax Accrual Account 1. Tax GL Control - Tax Type using Deposit/Adv Billing Tax Timing 2. Tax GL Control - Tax Type using Default Tax Timing
Sales Tax (Credit Memo, Part)	AR Tax Accrual Account 1. Tax GL Control - Tax Type	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config
Sales Tax(Credit Memo for Advanced Billing and Deposit Billing Invoice Types, Part)	AR Tax Accrual Account 1. Tax GL Control - Tax Type using Deposit/Adv Billing Tax Timing 2. Tax GL Control - Tax Type using Default Tax Timing	Receivables Account 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config

Cash Receipt Entry

Note you can always change the AR Account GL Control in **Cash Receipt Entry**.

Function	Debit	Credit
Post Invoice Payment	**Cash Account** 1. Bank GL Control - Bank Account ⓘ If the **Reconciled AR Balance** check box is selected on the bank record in Bank Account Maintenance, this transaction debits the **Pending Cash Account** defined in the Bank GL Control instead of the Cash Account.	**Receivables Account** 1. AR Account GL Control assigned to invoice you are paying.

Function	Debit	Credit
Book Unapplied Cash ℹ️ Unapplied cash on receipts creates Unapplied Receipt (UR) Credit Memos.	**Cash Account** 1. Bank GL Control - Bank Account ℹ️ • If the **Reconciled AR Balance** check box is selected on the bank record in Bank Account Maintenance, this transaction debits the **Pending Cash Account** defined in the Bank GL Control instead of the Cash Account. • If the **Reconciled Other Balances** check box is selected on the bank record in Bank Account Maintenance, the posting of withdrawals to accounts is delayed by using pending accounts until the bank statement is reconciled in Bank Statement Processing. The application posts all transfers and bank adjustments to the **Pending Transfer** and **Other Pending Cash contexts.**	**Unapplied Cash Account** 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config

Function	Debit	Credit
Post Miscellaneous Payment	**Cash Account** 1. Bank GL Control - Bank Account ⓘ If the **Reconciled AR Balance** check box is selected on the bank record in Bank Account Maintenance, this transaction debits the **Pending Cash Account** defined in the Bank GL Control instead of the Cash Account.	**Enter Account Number on Record**
Post Deposit Payment (Allocated or Unallocated)	**Cash Account** 1. Bank GL Control - Bank Account ⓘ If the **Reconciled AR Balance** check box is selected on the bank record in Bank Account Maintenance, this transaction debits the **Pending Cash Account** defined in the Bank GL Control instead of the Cash Account.	**Prepayment Account** 1. AR Account GL Control - Company Config 2. Option to enter Account Number on record.
Post Debit Note	**Receivables Account** 1. AR Account GL Control - Customer 2. AR Account GL Control - Company Config	If applied to an invoice, this transaction credits **Receivables Account**. If not applied to an invoice, this transaction credits **Unapplied Cash Account.**

Function	Debit	Credit
Book Bank Fee	Bank Fee Account 1. Bank Fee GL Control - Bank Fee 2. Option to change account on the Cash Receipt (A/R Account > Bank Fee sheet)	Cash Account 1. Bank GL Control - Bank Account ⓘ If the **Reconciled AR Balance** check box is selected on the bank record in Bank Account Maintenance, this transaction credits the **Pending Cash Account** defined in the Bank GL Control instead of the Cash Account.
Post Transfers or Other Payments	Cash Account 1. Bank GL Control - Bank Account ⓘ If the **Reconciled Other Balances** check box is selected on the bank record in Bank Account Maintenance, the posting of withdrawals to accounts is delayed by using pending accounts until the bank statement is reconciled in Bank Statement Processing. The application posts all transfers and bank adjustments to the **Pending Transfer** and **Other Pending Cash contexts.**	**Unapplied Cash Account** AR Account GL Controls for transfers or other payments

Function	Debit	Credit
Post Positive Write Off - Invoice Remaining Balance ⓘ This is for a regular invoice remaining balance.	**Check Detail Write Off Account** **Write Off Account** selected for invoice payment in **Cash Receipts Entry.**	**Receivables Account** 1.**Receivables** account that holds balance of the invoice you are paying.
Post Positive Write Off - Credit Memo Remaining Balance ⓘ This is for a regular credit memo remaining balance.	**Receivables Account** 1. **Receivables** account that holds balance of the invoice you are paying.	**Check Detail Write Off Account** **Write Off Account** selected for invoice payment in **Cash Receipts Entry.**
Post Negative Write Off	**Receivables Account** 1. **Receivables** account that holds balance of the invoice you are paying	**Check Detail Write Off Account** **Write Off Account** selected for invoice payment in **Cash Receipts Entry.**

Cash Receipt Entry - Write Off Taxes

Function	Debit	Credit
Write Off Tax Transaction (Invoice with collection method Invoicing) ⓘ This is for a regular invoice with a write off set as Taxable and an Invoice collection method.	**AR Tax Accrual Account** 1. Tax GL Control Tax Type using Tax Effective Rate 2. Tax GL Control Tax Type using Tax Rate	**Check Detail Write Off Account** **Write Off Account** selected for invoice payment in **Cash Receipts Entry**
Write Off Tax Transaction (Invoice with collection method Self-Assessment or Self-Assessment Dual Entry) ⓘ This is for a regular invoice with a write off set as Taxable and a collection method Self-Assessment or Self-Assessment Dual Entry	**AR Tax Contra Account** 1. Tax GL Control Tax Type using Tax Effective Rate 2. Tax GL Control Tax Type using Tax Rate	**AP Tax Contra Account** 1. Tax GL Control Tax Type using Tax Effective Rate 2. Tax GL Control Tax Type using Tax Rate
Write Off Tax Transaction (Credit Memo with collection method Invoicing) ⓘ This is for a credit memo with a write off set as Taxable and an Invoice collection method.	**Check Detail Write Off Account** **Write Off Account** selected for invoice payment in **Cash Receipts** Entry.	**AR Tax Accrual Account** 1. Tax GL Control Tax Type using Tax Effective Rate 2. Tax GL Control Tax Type using Tax Rate

Function	Debit	Credit
Write Off Tax Transaction (Credit Memo with collection method Self-Assessment or Self-Assessment Dual Entry) ⓘ This is for a credit memo with a write off set as Taxable and a collection method Self-Assessment or Self-Assessment Dual Entry	AP Tax Contra Account 1. Tax GL Control Tax Type using Tax Effective Rate 2. Tax GL Control Tax Type using Tax Rate	AR Tax Contra Account 1. Tax GL Control Tax Type using Tax Effective Rate 2. Tax GL Control Tax Type using Tax Rate

Apply Document

Function	Debit	Credit
Apply Credit Memo CM created in AR Invoice Entry	Receivables Account 1. AR Account GL Control - Posted Credit Memo	Receivables Account 1. AR Account GL Control - Posted Invoice to which you are applying credit memo
Apply Credit Memo CM created when unapplied cash posted in Cash Receipt Entry	Unapplied Cash Account 1. AR Account GL Control - Posted UR Credit Memo	Receivables Account 1. AR Account GL Control - Posted Invoice to which you are applying the credit memo

Reverse Cash Receipt

Function	Debit	Credit
Reverse Deposit Payment Credit	Prepayment Account 1. AR Account GL Control - Source Cash Receipt	Cash Account 1. Bank GL Control - Bank Account - Source Cash Receipt
Reverse Invoice Payment Credit	Receivables Account 1. AR Account GL Control - Source Cash Receipt	Cash Account 1. Bank GL Control - Bank Account - Source Cash Receipt ⓘ If a **Pending Cash** Account is defined in the Bank GL Control, this transaction credits that account instead of the Cash Account.
Reverse Miscellaneous Payment Credit	Account Selected on Source Cash Receipt	Cash Account 1. Bank GL Control - Bank Account - Source Cash Receipt ⓘ If a **Pending Cash Account** is defined in the Bank GL Control, this transaction credits that account instead of the Cash Account.

Function	Debit	Credit
Reverse Unapplied Cash	Unapplied Cash Account 1. AR Account GL Control - Source Cash Receipt	Cash Account 1. Bank GL Control - Bank Account - Source Cash Receipt ⓘ If a **Pending Cash Account** is defined in the Bank GL Control, this transaction credits that account instead of the Cash Account.
Reverse Positive Write Off - Invoice Remaining Balance ⓘ This is for reversing a regular invoice remaining balance.	Receivables Account 1. **.Receivables** account that holds balance of the invoice you are paying.	Check Detail Write Off Account **Write Off Account** selected for invoice payment in **Cash Receipts Entry.**
Reverse Positive Write Off - Credit Memo Remaining Balance ⓘ This is for reversing a regular credit memo remaining balance.	Check Detail Write Off Account **Write Off Account** selected for invoice payment in **Cash Receipts Entry.**	Receivables Account 1. **Receivables** account that holds balance of the invoice you are paying.
Reverse Negative Write Off	Check Detail Write Off Account **Write Off Account** selected for source cash receipt in **Cash Receipts Entry.**	Receivables Account 1. **Receivables** account that holds balance of the invoice you are paying.

Function	Debit	Credit
Reverse Write Off Tax Transaction (Invoice with collection method Invoicing) ⓘ This is for reversing a regular invoice with a write off set as Taxable and an Invoice collection method.	**Check Detail Write Off Account** **Write Off Account** selected for invoice payment in **Cash Receipts Entry.**	**AR Tax Accrual Account** 1. Tax GL Control Tax Type using Tax Effective Rate 2. Tax GL Control Tax Type using Tax Rate
Reverse Write Off Tax Transaction (Invoice with collection method Self-Assessment or Self-Assessment Dual Entry) This is for reversing a regular invoice with a write off set as Taxable and a collection method Self-Assessment or Self-Assessment Dual Entry.	**AP Tax Contra Account** 1. Tax GL Control Tax Type using Tax Effective Rate 2. Tax GL Control Tax Type using Tax Rate	**AR Tax Contra Account** 1. Tax GL Control Tax Type using Tax Effective Rate 2. Tax GL Control Tax Type using Tax Rate
Reverse Write Off Tax Transaction (Credit Memo with collection method Invoicing) ⓘ This is for reversing a credit memo with a write off set as Taxable and an Invoice collection method.	**AR Tax Accrual Account** 1. Tax GL Control Tax Type using Tax Effective Rate 2. Tax GL Control Tax Type using Tax Rate	**Check Detail Write Off Account** **Write Off Account** selected for invoice payment in **Cash Receipts Entry.**

Function	Debit	Credit
Reverse Write Off Tax Transaction (Credit Memo with collection method Self-Assessment or Self-Assessment Dual Entry) ⓘ This is for reversing a credit memo with a write off set as Taxable and a collection method Self-Assessment or Self-Assessment Dual Entry.	AR Tax Contra Account 1. Tax GL Control Tax Type using Tax Effective Rate 2. Tax GL Control Tax Type using Tax Rate	AP Tax Contra Account 1. Tax GL Control Tax Type using Tax Effective Rate 2. Tax GL Control Tax Type using Tax Rate

Cash Receipt Adjustment

The Adjust Cash Receipt transaction combines two existing GL transaction types, the **Reverse Cash Receipt** and the **AR Payment** (Cash Receipt Entry) GL transaction types.

The Cash Receipt Adjustment transaction does not have posting rules or input documents. It is a posting algorithm that posts, confirms or terminates the reverse cash receipt and AR payment as one combined transaction.

ⓘ For more information, please refer to the **Reverse Cash Receipt** and **Cash Receipt Entry** topics.

AR Write Off and Adjustment

Function	Debit	Credit
Increase or decrease an open invoice amount	Enter Account Number on Record	Receivables Account 1. AR Account GL Control assigned to invoice you are adjusting
Increase or decrease an open credit memo amount	Receivables Account 1. AR Account GL Control assigned to credit memo you are adjusting	Enter Account Number on Record

Payment Instrument (PI) Receivable Entry

Action	Debit	Credit
AR PI Payment	**PI Receivable Account** 1. Payment Instrument GL Control assigned to the Payment Instrument Receivable	**Receivables Account** 1. AR Account GL Control assigned to the invoice to which you are applying the Payment Instrument Receivable