

# Standard Cost Vs. Value Amount

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## Standard Cost vs Value Amount

### Overview

To understand the difference between Standard Cost and Value Amount in Order Time.

### Solution

#### Std. Cost

Standard Cost is a planning and projecting field to contain what you expect the Cost to be on the Item.

#### Value Amount

The Value Amount is based on actual transactions and includes the Cost paid for an Item plus or minus any Value Adjustments that have occurred such as added freight costs on a Receiver.

#### For example:

In the picture below, Item No 1 with a Quantity of 3 and the actual Cost of \$100 Each is Received making the Extended Cost or EXT. on the Receiver \$300.

This same Receiver has added freight cost of \$12. If the freight cost has been spread to all items on the receiver, then Item No 1 would have a freight cost of \$4 for each unit.

This would mean that the Value Amount for each unit of Item No 1 is;

Cost \$100 + Freight \$4 = Value Amount of \$104 for each unit

The screenshot shows a software interface for a Receiver. At the top, it says "Receiver - 128" with buttons for "EDIT", "ADD COST", "Create PDF", "Export", and "Print Label". The status is "Received".

**General**

No. 128  
Vendor PC Cases R US  
Date 3/10/2023  
Expected Date 3/10/2023  
PO No. 20021

**Bill Address** map  
PC CASES R US  
123 MAIN ST.  
ST. AUGUSTINE, FL 32086

**Summary** Revision: 1

Subtotal	300.00
Charges	12.00
Total Amount	312.00

**Items** Details Memo & Instructions Custom Attachments Open Activities Activity History Value Adjustments

Name/Number Search Item Scan Add Items From Open Purchase Orders

ITEM	DESCRIPTION	QUANTITY	UOM	COST	EXT.	LINKED OPEN QUANTITY	BIN	TRACK LOTS OR SERIAL NUMBERS	PART NO	VALUE AMOUNT	DROP SHIP	ACTIONS
PC3300	EATX WHITE	3.00	EA	100.00	300.00	0.00			MPN-13597	312.00		