

### 3.2.1.2.25 Other Cost Center Expenses

*Change Release Communication May 2019*  
*Valid from Jan 1, 2020 for all reporting events*

#### Definition

Costs relating to operating expenditures (above Operating Profit) that do not belong in any of the other specific types of cost.

'Other Cost Center Expenses' include:

- Company insurance
- Charges received from LafargeHolcim service companies (e.g. IT Service Centers) other than e.g. Industrial Franchise Fee (IFF) which is charged as ['Income \(expenses\) on non-operating assets-Group'](#)
- Telecommunication (data transmission fees, telecommunication fees, rent of network, etc.)
- Mobile and fixed telephones
- Not capitalized equipment (low value assets)
- Computer hardware and software ((if not to be capitalized) as described in ['Property, Plant and Equipment'](#))
- Office supplies
- Community relations
- Charitable and non-charitable contributions
- Professional dues and membership
- Utilities (drinking water, building heating, etc.)
- Rates and taxes
- Licenses and permits
- Books and subscriptions
- Conferences and meetings (including entertainment and recreation costs associated with third parties)
- Fines and penalties
- Postage / courier services
- Certification costs (does not include quality control test inspection and consulting)
- Non-recoverable taxes (other than income taxes, taxes attributable to personnel and taxes on dividends)

- Board of directors fees
- etc.

## Compulsory Sub-Type of Cost

- Company insurance  
Costs relating to the payment of an insurance premium
- Telecommunications  
Including the following communication cost:
  - Voice mobile originated: subscription, communication (national, international, roaming in and out, SMS, etc.)
  - Voice fixed originated: subscription, communication (national, international, etc.)
  - Data mobile originated: subscription, data traffic (GPRS, etc.)

Due to the complexity to extract from data communication fees the Voice over IP part (VoIP), those fees are reported under the category Data Communication.

- IT hardware  
All IT hardware that includes servers, storage, laptops, printers, phones, tablets and leasing (if not under IFRS 16) of hardware, switches, routers, firewalls, network accelerators, data lines and data center interlinks and web conferencing equipment (screens, cameras, etc.)
- IT software and licenses  
All software license and maintenance related purchases like Operating systems software, ERP (SAP, Oracle, etc), CRM, Data Center software (like Citrix, SQL), industrial software (Prometheus, TIS, Autodesk) Search appliances, Chrome box, Google apps, cloud subscription etc
- DELETED from this chapter: Costs/revenues from CO<sub>2</sub> emission rights  
Costs/revenues relating to the transactions with CO<sub>2</sub> emission rights as described in Accounting for Emission Rights on transaction level

### 3.2.1.2.25 Other Cost Center Expenses

***Change Release Communication May 2019***

***Valid until December 31, 2019***

#### Definition

Costs relating to operating expenditures (above Operating Profit) that do not belong in any of the other specific types of cost.

'Other Cost Center Expenses' include:

- Company insurance
- Costs/revenues from CO<sub>2</sub> emission rights (transactions)
- Charges received from LafargeHolcim service companies (e.g. IT Service Centers) other than e.g. Industrial Franchise Fee (IFF) which is charged as ['Income \(expenses\) on non-operating assets-Group'](#)
- Telecommunication (data transmission fees, telecommunication fees, rent of network, etc.)
- Mobile and fixed telephones
- Not capitalized equipment (low value assets)
- Computer hardware and software ((if not to be capitalized) as described in ['Property, Plant and Equipment'](#))
- Office supplies
- Community relations
- Charitable and non-charitable contributions
- Professional dues and membership
- Utilities (drinking water, building heating, etc.)
- Rates and taxes
- Licenses and permits
- Books and subscriptions

- Conferences and meetings (including entertainment and recreation costs associated with third parties)
- Fines and penalties
- Postage / courier services
- Certification costs (does not include quality control test inspection and consulting)
- Non-recoverable taxes (other than income taxes, taxes attributable to personnel and taxes on dividends)
- Board of directors fees
- etc.

### Compulsory Sub-Type of Cost

- Company insurance  
Costs relating to the payment of an insurance premium
- Costs/revenues from CO<sub>2</sub> emission rights  
Costs/revenues relating to the transactions with CO<sub>2</sub> emission rights as described in [Accounting for Emission Rights on transaction level](#)
- Telecommunications  
Including the following communication cost:
  - Voice mobile originated: subscription, communication (national, international, roaming in and out, SMS, etc.)
  - Voice fixed originated: subscription, communication (national, international, etc.)
  - Data mobile originated: subscription, data traffic (GPRS, etc.)

Due to the complexity to extract from data communication fees the Voice over IP part (VoIP), those fees are reported under the category Data Communication.