

E-Business Suite - Release 12 - Subledger Accounting and multi-org access, a review for multi-national implementations

Hans Kolbe, Celantra Systems Inc.

About Us:

- Celantra Systems provides international program management services with a strong focus on multi-org, inter-company, and global compliance and implementation issues. Celantra Systems also offers specialized software tools to augment application functionality in global implementations. Celantra's consulting and technical services can add valuable impact in the integration of Oracle Apps with boundary systems such as SAP, People Soft, trade and customs compliance systems and others. Former and current clients include Xerox, Tektronix, British Telecom, Assa Abloy, Yahoo, Texas Instruments, PPG, Dionex, GE Medical, GE Power, Cree Corp. and others.
- **Hans Kolbe** has managed and advised software implementation projects for over 16, global projects for over 9 years. His extensive knowledge on Oracle applications is combined with a formal background as a German attorney, trained in international and comparative law.

Goal of this Session:

- Explore practical application of new Sub-Ledger Accounting functionality
- Identify possibilities and constraints in current release set, using business actual business requirements – compare release 11I and release 12
- Help Oracle Application Users Managers to achieve an understanding how to use new functionality for business process improvements and efficiency

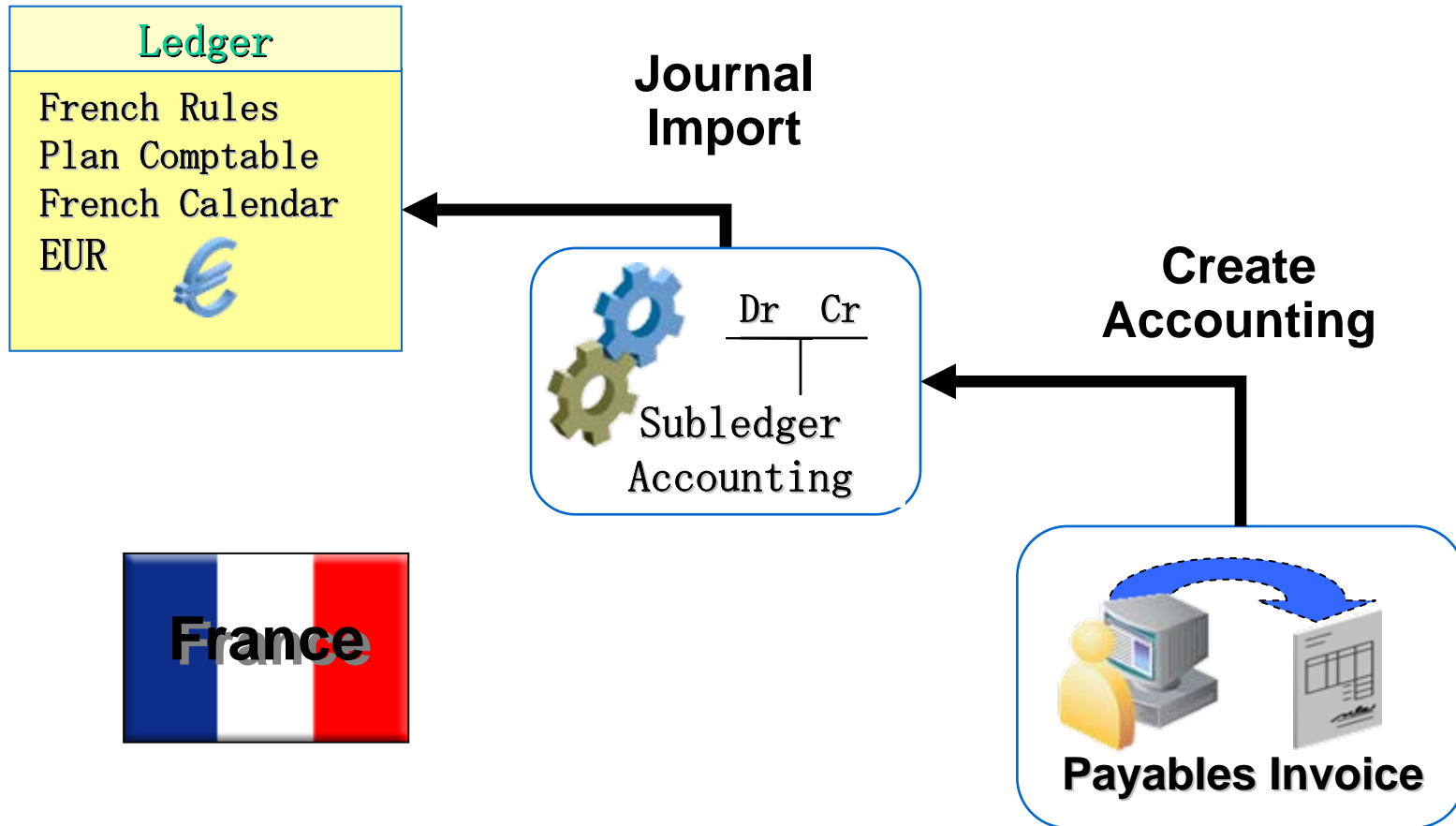
Structure of the Session

1. Introduction: Sub-Ledger Accounting and Multi-Org Access – Overview and Business needs
2. Specific Business Examples and Challenges
3. Panel Discussion of Sample Configurations
4. Additional Resources and Papers

Rel 12: Business Needs addressed

- Ledger Architecture - Allocate, post, and report across multiple ledgers.
- Sub-Ledger Accounting - Common rules-based engine that controls how financial transactions are accounted for.
- Multi-Org Access Control - Perform multiple tasks across operating units without changing responsibilities while maintaining security of the line of business.
- Financial Consolidation Hub - Support complex consolidations from Oracle and non-Oracle sources.
- E-B Tax - Common rules-based engine for calculating tax.
(from Oracle presentation at Oracle Open World 2007)

Subledger Accounting Process



Another Slide from Oracle Presentation

Let's make this simple

Not French Accounting principles, but general business needs on 4 examples:

Sub-Ledger Accounting

1) PO Receipt – Account for Purchase Price Variance by Product line or SEC Segment

2) AP Off-Set Accounting: include recoverable VAT

Multi-Org Access:

3) Receive payment for one legal entity's invoice into another legal entity's bank account

4) Re-Organization of Legal Ownership of Inventory Organization

Business Case 1: PPV by product line

- Details of Requirement
- Sub-Ledger Accounting Rule Design
- Sub-Ledger Accounting Setup Example

Business Case 2: AP Off-Set Accounting with VAT

- Details of Requirement
- Sub-Ledger Accounting Rule Design
- Sub-Ledger Accounting Setup Example

Business Case 3: Receive payment for another entity's invoice

- Details of Requirement
- Sub-Ledger Accounting Rule Design
- Sub-Ledger Accounting Setup Example

Business Case 4: Re-Organization of Inventory Ownership

- Details of Requirement
- Sub-Ledger Accounting Rule Design
- Sub-Ledger Accounting Setup Example

Another Note for international implementations – (No practical experience yet)

- Sequencing
 - Sequence general ledger journals at posting or period close.
 - Sequence sub-ledger accounting journals at create accounting or period close

This may resolve many current issues and customizations around sequencing by accounting date:

- **Sequencing of external GL journal imports (journals are imported at month end with earlier GL dates)**
- **Sequencing of sub-ledger entries (AP or AR Invoices) that are on initial holds or amended after initial entry date.**

Documents of Interest

Ledger Setup

- **462088.1 - Release 12 - Accounting Setup Manager Concepts**
- **460654.1 - R12:How To Set Up Access for Primary and Secondary Ledgers With Different Chart of Accounts**
- **429009.1 - Release 12: Setting Up Tax Book To Secondary Ledger in GL**
- **463793.1 - Oracle General Ledger News Letter, October - December 2007, Volume 33**
- **452639.1 - Oracle Financials Software Updates, Release 12.0.3**

Legal Entity Setup

- **396752.1 - Oracle Legal Entity Configurator Release 12 Roadmap Document**
- **465428.1 - Where do I find documentation on Legal Entity Configurator?**
- **418738.1 - A Quick List of Release 12 Changes in HRMS**

More Documents

Sub-Ledger Accounting

- 396829.1 - SLA Documentation Resources
- 466513.1 - What is Sub-Ledger Accounting for Cost Management?
- 429105.1 - Impact of R12 Design in PO Accounting
- 416162.1 - Getting Started With R12 - Process Manufacturing (OPM) Support Enhanced RCD
- 460034.1 - Fixed Assets Newsletter September, 2007

Multi-Org Access Control

- 396750.1 - Oracle Applications Multiple Organizations Release 12 Roadmap Document
- 420787.1 - Oracle Applications Multiple Organizations Access Control for Custom Code
- 397362.1 - Multi Org Access Control (MOAC) in Oracle Purchasing
- 393634.1 - R12: How To Setup Multi Org Access Control (MOAC) for Order Management?
- 418813.1 - Applications DBA MOAC Setup Test
- 404800.1 - FAQ: MOAC in Oracle Purchasing