

Oracle Accounts Receivable Deductions Settlement



Oracle Accounts Receivable Deductions Settlement is a solution that provides companies with the best-of-breed research, administration, analysis and settlement functionalities to not only resolve but also pre-empt deductions. A centralized repository that tracks claims for any reason, promotional or operational, thereby enabling all groups within the company to effectively communicate and collaborate with their customers. Taking control of your deductions will improve your customer relationships and yield significant financial reward.

KEY BUSINESS BENEFITS

Oracle Accounts Receivables Deductions Settlement application enables you to:

- Shorten Claim Cycle
- Easily Identify Invalid Claims
- Reduce Cost to Clear Deductions and Claims
- Automate Deductions and Claims Settlement process

Comprehensive Deduction Management

Oracle Accounts Receivable Deductions Settlement reduces both the transaction costs of settling claims and the hidden costs associated with deductions. Without automation, resolving claims is a slow process. Oracle Accounts Receivables Deductions Settlement provides a central repository of all claims and deductions and gives easy access to the information needed to resolve claims quickly, while providing full visibility into outstanding claims and deductions. With claims organized by type and reasons, your organization can identify inefficient operational procedures and take corrective measures as well as identify invalid claims/deductions more easily and clear valid ones promptly. Complete customer information on available funds, related activities, and past transactions slashes resolution time for both claims and deductions.

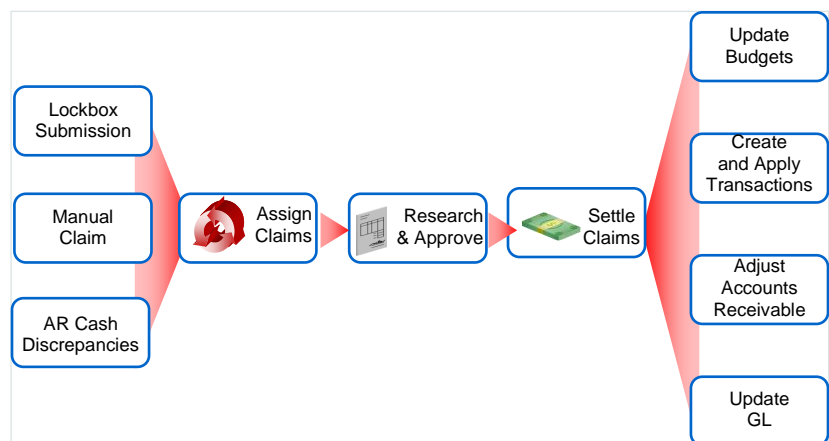


Figure 1: Claim Process Flow

KEY FEATURES

- Singular source for all customer disputes, claims and deductions
- Effective management of Accounts Receivable Balances and Disputes
- Customer Disputes Claim reason code mapping
- Auto Lockbox Integration generates deductions automatically based on customer payment discrepancies
- Handling subsequent receipts by Invoices
- Customer Balance Summary and 360 View
- Workflow based task management
- Netting open customer transactions via Mass Settlement
- Automatic Threshold based Write Offs
- Promotional accrual payments by check/wire/EFT or credit
- Deduction resolution by RMA, credit, write-off, chargeback
- Automatic netting of deductions with open credits or unpaid accruals via Rule Based Settlement

Researching claims is crucial to identify invalid claims, thus avoiding over-aggressive customer deductions, but rigorous validation can be so time-consuming that not every claim receives the scrutiny it deserves. With Oracle Accounts Receivable Deductions Settlement you can deploy industry best practices to enable quick administration and resolution of deductions to improve collections and reduce days sales outstanding (DSO).

Owner Assignment

When the Oracle Accounts Receivable application records a deduction through its cash application process, an assignment procedure is invoked to assign the right owner to the deduction. This is an important first step that put's the right set of people on the job of resolving the deduction. Assigning an "owner" to a deduction is an important step in an efficient deduction management process assuring the correct person has been assigned to research and settle the deduction. Oracle Accounts Receivable Deductions Settlement supports various attributes including deduction type, reason, customer, customer location, deduction/claim amount to drive the assignment of the deduction. With flexible assignment rules companies can appoint the right people to manage various deduction scenarios.

Customer	1-30 Days Past Due	31-60 Days Past Due	61+ Days Past Due	Total
Grand Total	183,451.93	41.18	185,669.62	1,334,513.85
Bigmart	693.82	16.76	14,084.33	30,757.16
Discount SuperStore	50,450.13	0.00	24,865.16	194,261.78
Hilman and Associates	0.00	0.00	0.00	50,000.00
Department of Defense	5,267.52	0.01	1,030.74	17,228.54
SmartBuy	67,829.25	0.00	27,075.57	261,321.11
Infinite Loop Corporation	0.00	0.00	6,311.22	12,622.44
Silicon Peak Technologies	0.00	0.00	5,199.97	10,399.94
Algoods Department Stores	43.12	18.02	7,254.59	14,631.46
Bay Circle Systems	0.00	0.00	1,304.99	2,609.98
Total Internet	0.00	0.00	0.00	100,000.00
Grand Total	183,451.93	41.18	185,669.62	1,334,513.85

Figure 2: Claims Aging View

Research and Administration Tools

Proper research drives the ultimate resolution on claims and deductions. An effective research and administration process can enable organizations to easily identify valid deductions, speeding the recovery of these funds and resolving disputes with its customers. Customer 360-degree view provides for complete customer information including contact information, class of trade, channel, category, orders and returns, invoices, payments, service, all transactions and past activities. Such data are indispensable to research. Integration with Oracle Channel Rebates and Point of Sales management allows for tying of accruals to claims and deductions as well as enables performance verification before a promotional deduction or claims can be settled. A comprehensive project-management tool, incorporating workflow management, coordinates the tasks for each party involved in the research process.

Leveraging Oracle's Trading Community Architecture, Oracle Accounts Receivable

Deductions Settlement can easily identify all related customer accounts (e.g., for bill to, ship to, even buying groups) to the one on the deduction, and search for and settle all related accruals and transactions.

Aging and task management track and escalate claims before they become customer satisfaction problems.

Promotional Payment

Currency - US dollar

Views

View: Vendor Balances | Go | Personalize

Select Customer: Pay | Search

Select	Customer	Earned	Paid	Balance	Open Claims	Year Ago Earned	Last Year Total Earned
<input type="checkbox"/>	Department of Defense	651,541.00	233,341.00	413,545.00	19,328.27	2,410.00	3,340.00
<input type="checkbox"/>	A. C. Networks	171,249.00	5,321.00	24,211.00	-49.00*	1,410.00	0.00
<input type="checkbox"/>	SmartBuy	3,342.00	0.00	0.00	209,687.16	0.00	0.00
<input type="checkbox"/>	Bigmart	371,541.00	3,341.00	326,246.00	17,071.22	33,410.00	42,032.00
<input type="checkbox"/>	Tainstow Food Supply	33,841.00	11,534.00	0.00	1,000.00	0.00	0.00
<input type="checkbox"/>	Alfapods Department Stores	23,338.00	0.00	6,445.00	7,315.73	453,710.00	0.00
<input type="checkbox"/>	Discount SuperStore	71,541.00	1,541.00	0.00	235,580.94	0.00	456,410.00
<input type="checkbox"/>	Bay Circle Systems	17,071.22	9,211.00	4,211.00	1,304.99	65,710.00	1,346,410.00
<input type="checkbox"/>	Infinite Loop Corporation	12,541.00	0.00	0.00	6,311.22	0.00	0.00
<input type="checkbox"/>	Goodway	3,271.00	0.00	7,281.00	71,145.38	12,565.00	0.00
Grand Total		Earned 912,351.00	Paid 711,351.00	Balance 31,541.00	Open Claims 1,073,691.09		
	Year Ago Earned 35,037.00	Last Year Total Earned 635,037.00					

Figure 3: Customer checkbook tracks liabilities and open claims from customers

Auto Resolution

Oracle Accounts Receivable Deductions Settlement provides a powerful tool to conduct transactional processing activities in an automated fashion, saving invaluable time and effort. At the initiation of the settlement process, Oracle Accounts Receivable Deductions Settlement routes deductions for approvals via workflow leveraging robust configurable approval rules.

Tight integration with back-end financial systems reduces settlement costs and cycle time. Oracle Accounts Receivables Deductions Settlement integrates resolution of deductions and claims with Accounts-Payable and Receivable systems and validates that the correct General Ledger accounts are assigned. Properly approved claims automatically create payments and credits in Oracle Payables and Receivables.

ORACLE Trade Management

Direct-ADS-Disco Trade Management

Customer Product Quota Budget Trade Planning Claim Indirect Sales Management Administration Calendar

Quick Find Offer Go

Mass Update Claims

TIP Mass Update is performed for the selected Operating Unit.

Operating Unit: Vision Operations

Claim Number	Date	Claim Amount	Currency	Customer	Claim Reason	Claim Type	Owner	Status	Operating Unit	Remove
CLA15926	06-Sep-2013	25869	US dollar	Business World	Vendor Rebates	Vendor Claim	Sonneshein, Mr. Evans	Open	Vision Operations	
CLA15927	01-Apr-2013	15965	US dollar	Goodway	Quality	Shipping	Sonneshein, Mr. Evans	Open	Vision Operations	
DED14376	26-May-2005	1970.36	US dollar	SmartBuy	Unknown	Unknown Type	Quinn, Tara	Open	Vision Operations	
DED15795	27-Sep-2006	1000	US dollar	Business World	Promotional	Promotional	Sonneshein, Mr. Evans	Open	Vision Operations	
OPM15326	04-Nov-2005	-1635.12	US dollar	SmartBuy	Unknown	Unknown Type	Sonneshein, Mr. Evans	Open	Vision Operations	

Details

Owner:

Sales Person:

Claim Type:

Customer Reason:

Reference Date:

Note Type: Callback

Notes:

Broker:

Claim Reason:

Claim Action:

Customer Reference:

Settlement Method:

Note Status: Private

Comments:

Claim Attachment

Figure 4: Claims Mass Update enables edits to multiple claims through a single screen

RELATED PRODUCTS

Oracle Accounts Receivables Deductions Settlement has built-in integration with the following products:

- Oracle General Ledger
- Oracle Accounts Payable
- Oracle Accounts Receivables
- Oracle Order Management
- Oracle Channel Rebate and POS Management
- Oracle Price Protection
- Oracle Supplier Ship and Debit

RELATED SERVICES

The following services are available from Oracle Support Services:

- Update Subscription Services
- Product Support Services
- Online DBA
- Online DBA for Applications
- Oracle University
- Oracle Consulting

Rule Based Settlement

Customers often provide a reference number that can be used to indicate the reason for deduction. Rule Based Settlement capabilities in Accounts Receivable Deductions Settlement provides for complete automation in resolving these deductions by matching to an internal credit or any available accruals systematically. An optional threshold setup and a mass approval process further provides for greater visibility and control over the resolution process.

Oracle E-Business Suite -- The Complete Solution





Oracle E-Business Suite enables companies to efficiently manage customer processes, manufacture products, ship orders, collect payments, and more—all from applications that are built on unified information architecture. This information architecture provides a single definition of your customers, suppliers, employees, products—all aspects of your business. Whether you implement one module or the entire Suite, Oracle E-Business Suite enables you to share unified information across the enterprise so you can make smarter decisions with better information.

CONTACT US

For more information about Oracle Accounts Receivables Deduction Settlement, visit oracle.com or call +1.800.ORACLE1 to speak to an Oracle representative.

ORACLE

CONNECT WITH US

-  blogs.oracle.com/oracle
-  facebook.com/oracle
-  twitter.com/oracle
-  oracle.com

Integrated Cloud Applications & Platform Services

Copyright © 2015, Oracle and/or its affiliates. All rights reserved. This document is provided for information purposes only, and the contents hereof are subject to change without notice. This document is not warranted to be error-free, nor subject to any other warranties or conditions, whether expressed orally or implied in law, including implied warranties and conditions of merchantability or fitness for a particular purpose. We specifically disclaim any liability with respect to this document, and no contractual obligations are formed either directly or indirectly by this document. This document may not be reproduced or transmitted in any form or by any means, electronic or mechanical, for any purpose, without our prior written permission.

Oracle and Java are registered trademarks of Oracle and/or its affiliates. Other names may be trademarks of their respective owners.

Intel and Intel Xeon are trademarks or registered trademarks of Intel Corporation. All SPARC trademarks are used under license and are trademarks or registered trademarks of SPARC International, Inc. AMD, Opteron, the AMD logo, and the AMD Opteron logo are trademarks or registered trademarks of Advanced Micro Devices. UNIX is a registered trademark of The Open Group. 0115

