TRANSFORMING FINANCE

GOALS:

- Streamline
- Simplify
- Organize
- Automate

Create a financial structure that offers

- Standardization
- Effective analytics
- Flexibility
- Governance
- Consistency
- Single source of truth
- Transparency
- Single source of truth
- Consistency
- Single source of truth
- Transparency

Enable technology that offers

- Access to real-time data
- More standardization, less customization
- Derived information, less duplicate manual entry
- Transaction efficiency

HOW WILL WE GET THERE?

Defined Cost Elements – Easier Account Management

- **Funds** will represent specific funding source, rather than operating activity
- **Fund/Cost Centers** will represent an organizational unit and include the ability to track major activities across campus
- **Orders** will represent a specific account tied to an organizational unit. Order types and groups will be used to categorize orders. Orders are intuitive account numbers, important information can be derived for transaction and reporting.
- **Work Breakdown Structure (WBS)** will represent a specific account tied to a funding source. It will be used to provide structure for faculty allocations. Important information can be derived for transactions and reporting.
- **General Ledger** represents an accounting record used to keep track of financial transactions

<table>
<thead>
<tr>
<th>Fund Type</th>
<th>Department</th>
<th>Sub-Department</th>
<th>Program</th>
<th>Sub-Division</th>
<th>Account</th>
</tr>
</thead>
<tbody>
<tr>
<td>21010000</td>
<td>1011101000</td>
<td>101400</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

- **Fund** reduction: 97%
- **Cost Center** reduction: 87%
- **General Ledger** account reduction: 27%
Behind the Scenes: Internal Orders and Master Data

Order Structure

Order structure offers both consistency and flexibility.

- **Order Type** is a field in master data that categorizes the order
- **Order Group** is functionality that allows users to group like orders together
- **Internal Order** is an individual account number (that needs to be purposefully segregated)

<table>
<thead>
<tr>
<th>Order Type (Categories)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Category A (Gifts)</td>
</tr>
<tr>
<td>Category B (Scholarships)</td>
</tr>
<tr>
<td>Category C (Departmental)</td>
</tr>
</tbody>
</table>

Users can group orders together

Intuitive Master Data

Master Data connects important information.

- Order number replaces today's account string
- Important information is derived when order is used
- Validation tables (manually updated) are eliminated

WHEN WE GET THERE - BETTER ANALYTICS

Statement of Financial Activity - the Future

Simplification and standardization of funds, cost centers and general ledger:

- Hierarchy between budget and actual will match
- Budget will be consistent to actual
- Breakout of faculty allocations will help narrow actual operating costs

Standardization: Faculty Allocations

Control Ledger Capabilities

- Standard allocation structure
  - Flexibility where needed
- Create ‘plan’
  - Plan can extend over years
  - Track changes
  - View history
- Use Work Breakdown Structure (WBS) elements to provide standard structure

Faculty Name

![Diagram of Order Structure]

![Diagram of Intuitive Master Data]

![Diagram of Standardization: Faculty Allocations]

![Image of WHEN WE GET THERE - BETTER ANALYTICS]