Oracle Release 12

Oracle R12 Purchasing Changes
March 1, 2011
Purchasing R12 Overview
  • Manage Tax in Oracle PO
  • TechMart Purchase Orders
A look into invoices
Q&A
The only change in PO is related to sales and use tax process

- 11i
  - Buyers and/or AP processors enter tax codes on POs and invoices
  - Tax calculated based on tax codes
- R12
  - **Caltech-defined** business rules will determine the taxability of a transaction
  - If taxable, tax rate is then determined based on **ship-to** location
Tax Override

- Can only override one way
  - Allowed from taxable to non-taxable only

- When can you override the default taxability?
  - Refer to new guidelines set by the Tax Department and the Procurement Department

- Purchase Order must be in a status of ‘unapproved’ to make the change
POs Entered in Oracle

IMSS - Information Management System and Services
POs Entered in Oracle

To update category PO cannot be approved
POs Imported From TechMart

- **Tax Status Variance**
  - TechMart Tax Status imported into a DFF at PO line.
  - Oracle eBTax determines the “true” tax status once PO is imported. This is what AP processors see during matching.
  - A tax status variance report is available to buyers for review.

- **Tax Status Exception**
  - eBTax cannot handle a PO line that has a mix of taxable PTAE and non-Taxable PTAE.
  - Mixed POs will be imported as “Incomplete” instead of “Approved”.
  - Buyers must split the PO line into two shipments.

IMSS - Information Management System and Services
TechMart PO’s

POs Imported From TechMart
Key Tax-related Data Fields:

- Invoice Header
  - Invoice Sub-type: Flag for 11i Invoices and R12 zero-dollar cost transfer invoices associated with 11i Invoices
  - Supplier

- Invoice Line
  - Project
  - Expenditure Type
  - Tax Override
    - Apply exemption if legitimate; or
    - Accrue use tax
  - Tax Classification Code: Populate only if it is 11i Invoices or R12 zero-dollar cost transfer invoices associated with 11i Invoices
A look into invoices

Sample of R12 Invoice

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<tr>
<th>Operating Unit</th>
<th>Type</th>
<th>Invoice Sub-Type</th>
<th>Trading Po</th>
<th>Supplier Num</th>
<th>Supplier Site</th>
<th>Invoice Date</th>
<th>Invoice Num</th>
<th>Invoice Amount</th>
<th>Tax Amount</th>
<th>Customer Taxpayer ID</th>
<th>Tax Code</th>
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</table>

IMSS - Information Management System and Services
A look into invoices

Sample of 11i Invoice
Enter Purchase Order
  - Override Taxes