Oracle Release 12

Oracle R12 Purchasing Changes
March 1, 2011
PO Changes in R12
- Oracle PO
- TechMart PO
Supplier Changes in R12
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
Impact to PO Processing

POs Entered in Oracle

![POs Entered in Oracle](image-url)
POs Entered in Oracle

To update category PO cannot be approved

<table>
<thead>
<tr>
<th>Line Description</th>
<th>Schedule Location</th>
<th>Transaction Business Category</th>
<th>Product Code</th>
<th>Product Fiscal Classification</th>
<th>Product Type</th>
<th>Tax Override</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. New Computer Server</td>
<td>CALTECH</td>
<td>Purchase Transaction</td>
<td>GOODS</td>
<td></td>
<td></td>
<td>EXMT-Service Only</td>
</tr>
<tr>
<td>2. Computing Services, Installation of Hardware into Computer Room</td>
<td>CALTECH</td>
<td>Purchase Transaction</td>
<td>GOODS</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
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.
Caltech

Impact to PO Processing

POs Imported From TechMart

IMSS - Information Management System and Services
Supplier Management Overview

- Full Web-based Forms
- Additional fields to capture more information
- New procedure to capture supplier tax exempt status.
In R12, high level navigation region will be on the left of the form.

In R12, high level regions are navigated from top to bottom.

In R12, there are lower level navigation regions that contain folders.
**Tax Exempt Suppliers**

**Suppliers**
- Quick Update
- Company Profile
  - Organization
- Tax Details
- Address Book
- Contact Directory
- Business Classification
- Products & Services

**Update NOVA UNIVERSITY - 67366: Tax Details**

**Income Tax**

```
Personalize "Income Tax"
Personalize Table Layout: (SuppTaxOtRN)
```

<table>
<thead>
<tr>
<th>Taxpayer ID</th>
<th>Allow Withholding Tax</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Reportable</th>
<th>Federal</th>
<th>State</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**Associated Fiscal Classifications**

- * Indicates required field
- **TIP**

```
Personalize Advanced Table: [ZAssocFiscalClassificationRN]
```

<table>
<thead>
<tr>
<th>Fiscal Classification Type Code</th>
<th>* Fiscal Classification Code</th>
<th>Fiscal Classification Name</th>
<th>* Effective From</th>
<th>Effective To</th>
</tr>
</thead>
<tbody>
<tr>
<td>SUPPLIER_TAX_CLASSIFICAT</td>
<td>Tax Not Applicable</td>
<td>Tax Not Applicable</td>
<td>01-Feb-2011</td>
<td></td>
</tr>
</tbody>
</table>

**Add Another Row**
Enter Purchase Order
  - Override Taxes
Query Suppliers
Q & A