

Streamline your accounting and enhance profitability

Understanding how with Project-Centric
Enterprise Resource Planning Services



Introduction

In the dynamic landscape of project and contract-based services businesses, strategic resource management is paramount for maintaining competitiveness. Engineering, logistics, construction, and professional services are just a few examples where project and contract based services businesses are playing a critical role in global economy. However, many companies struggle to effectively track and report profitability metrics by customer, project, location, asset, or contract due to fragmented systems and data. Workarounds often result in overly complex ledger structures, accompanied by manual adjustments and prolonged period close processes.



The solution: a project-centric ERP configuration

An effective configuration of Oracle Cloud ERP, utilizing the embedded projects module and aligning key profitability dimensions across different modules, empowers businesses to:



Gain insights into profitability across various dimensions such as asset, customer, contract, company/department, and project.



Streamline project and contract reporting and billing processes.



Identify cost and revenue drivers to inform strategic decision-making.



Enhance cost control and revenue management capabilities.



Evaluate the contribution of key assets to overall performance.



Establish a clear audit trail of approvals and control points.



Improve reporting within ERP, reducing reliance on additional reporting solutions.



Simplify accounting processes by optimizing the chart of accounts.

94%

Of companies are encountering operational challenges due to inaccurate financial data.

20%

Of companies are facing difficulties in tracking true project costs and revenue.

Connecting the dots

Our team specializes in aligning key structures across Oracle-configured modules, facilitating easy identification, and tracking of profitability dimensions to enhance profit management.

Profitability dimension	General ledger chart of	Procurement and inventory structure	Project Definition	Revenue and expense
Company/department	●	●	●	●
Contract			●	●
Project		●	●	●
Customer			●	●
Location*	●	●	●	●
TBD (LOB, Market Sector, Asset)	●	●	●	●

*Sorted by region, area, oil field, specific holes, etc.

● Directly supports profit tracking ● Indirectly supports profit tracking



Where can it help?



Accounting Challenges

Overcomplicated ledger structure, lots of manual adjustments and slow period close.



Reporting Challenges

Challenges with the tracking and reporting of cost, tax, inventory, time and labor, and profitability by customer, project, location, asset, or contract.



Joined-up data flows

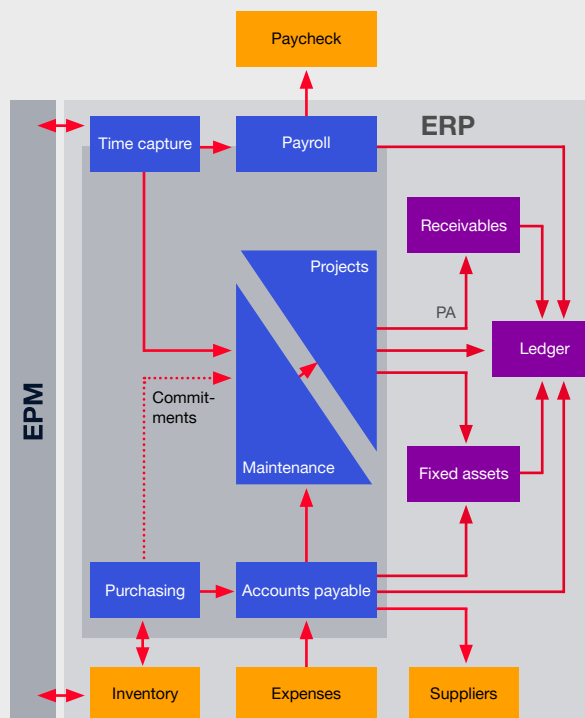
Hitachi Digital Services offers a blueprint Oracle Cloud ERP design tailored for project and contract-based organizations. Our solution enables the extraction and unification of project financial data across your enterprise, providing a single version of truth.

Benefits to you:

- **Simplify** your Chart of Accounts, reducing complexity and enhancing clarity.
- **Strengthen** the link between projects and finance by leveraging costing and billing functionalities.
- **Efficiently** track key project, asset, and contract dimensions.
- **Enhance** reporting and profitability analysis via Enterprise Performance Management (EPM).
- **Improve** governance with a transparent audit trail.
- **Expedite** period close processes, saving time.

Benefits achieved by clients using the solution:

- **Streamlined** accounting for all transactions by **100%** as manual account string coding no longer required.
- **Reduced** closing cycle to less than **5** days.
- **Reduced** accruals and Manual Intervention by **75%**.
- **Enhanced** ability to identify profitability abnormalities on a timelier basis thus increasing bottom line by **15%**.



Schedule your free consultation

Begin optimizing your accounting processes and enhancing profitability understanding.
Schedule your free consultation with our experts today.

Get Started 

About Hitachi Digital Services

Hitachi Digital Services, a wholly owned subsidiary of Hitachi Ltd., is an edge-to-core digital consultancy and technology services provider helping organizations realize the full potential of AI-driven digital transformation. Through a technology-unified operating model for cloud, data, and IoT, Hitachi Digital Services' end-to-end value creation for clients is established through innovation in digital engineering, implementation services, products, and solutions. Built on Hitachi Group's more than 110 years of innovation across industries, Hitachi Digital Services helps to improve people's lives today and build a sustainable world tomorrow. To learn more, visit hitachids.com.

© Hitachi Digital Services LLC 2024. All Rights Reserved. HITACHI and Lumada are trademarks or registered trademarks of Hitachi, Ltd. All other trademarks, service marks and company names are properties of their respective owners.

HDS-CBE-SP-Streamline-Your-Accounting-and-Enhance-Profitability-US-27Jun24-I

Headquarters: 2535 Augustine Drive, Santa Clara, CA 95054