

Benefits

Visibility

- Creates a shared plan of upcoming sourcing activities to be executed
- Helps determine if necessary resources are available for upcoming projects
- Companies quantitatively measure the delivered value of their sourcing activities
- Shows tracking to savings goals and warns when those goals are at risk
- Allows continuous updates of values as sourcing contracts are executed
- Captures historical data to help in planning future sourcing initiatives

Flexibility

- Flexibility in the way savings initiatives are tracked
- Multi-dimension breakdown of savings by time period, region, department, supplier, and spend type
- Configurable allocation by month or user-defined period
- Streamlining the way savings initiatives are conceived, approved, and executed
- Validation tolerance allows threshold to be set for variance between totals and line level detail

Security

- Controlled document access, versioning, publishing and approving control capability

Implementing an online sourcing solution can play a significant role in achieving program goals, yet many companies still struggle in driving the usage of their tools and associated processes to realize the full benefit. To further complicate the matter, it has proven a challenge for many to fully measure and report on the benefits being produced by their sourcing initiatives.

Ariba has worked extensively with our customers to help them accelerate the adoption of their technology and drive results. Developing a pipeline of events to be executed has proven to be one of the most significant factors in driving sourcing activities. By defining a set of events and assigning the necessary resources, companies ensure that the tools are being used and the desired levels of throughput and spend under management are being achieved.

Timely and accurate visibility into existing savings initiatives, flexibility in the way savings initiatives are tracked, and streamlining the way savings initiatives are conceived, approved, and executed are critical for tracking savings initiatives. An effective solution must be able to:

- Track current transactions and histories associated with individual savings initiatives and use that information as a template for future initiatives
- Warehouse all transactional data to create reports and analyze savings
- Effectively capture and share savings insights across stakeholders using a collaborative team workspace
- Provide warnings when at risk of not meeting savings goals

Ariba Savings Pipeline and Tracking achieves these capabilities by combining the strengths of Ariba Sourcing Professional's workflow and reporting to create a unique platform—helping companies establish a pipeline of savings activities and measure the impact of their sourcing programs.

How it Works

To begin the process, Ariba Sourcing Professional allows all customers to create projects in the system in a "planned" state with estimated start and end dates. This can be done for both online and offline projects to get the full picture of upcoming sourcing activities. By assigning people to the project, it becomes easy to assess resource needs for upcoming projects. For maximum flexibility, resources can be designated as Internal, Ariba, or Other, in order to represent the full extent of execution support.

By adding the optional Savings Tracking capability, users can then monitor the entire lifecycle of each savings initiative, capturing multiple spend and savings data points to quickly generate reports that help organizations evaluate how they are tracking to their sourcing goals. Companies can track estimated, negotiated, implemented, and actual spend and savings for each savings initiative. Information can be broken out by month, region, department, or supplier allowing for complete tracking flexibility. Users may easily add specialized fields, like whether savings is attributed to a minority-owned supplier, using powerful configuration tools, and report on all captured information using the analytical reporting engine.

The multi-dimensional breakdown of data allows users to generate reports from several pre-defined templates. This solution is fully configurable and allows users to define custom logic for allocating savings and establishing validation tolerances. Additionally, the platform provides document control and versioning, as well as workflow and approval capabilities.

About Ariba, Inc.

Ariba, Inc. is the leading provider of collaborative business commerce solutions. Ariba combines industry-leading technology with the world's largest web-based trading community to help companies discover, connect and collaborate with a global network of partners – all in a cloud-based environment. Using the Ariba® Commerce Cloud, businesses of all sizes can buy, sell and manage cash more efficiently and effectively. Over 500,000 companies around the globe use the Ariba Commerce Cloud to simplify inter-enterprise commerce and enhance results. Why not join them? To get on the path to Better Commerce visit: www.ariba.com/commercecloud/

Multi-Dimensional Breakdown of Data

Users can easily manipulate pre-defined reports that cover the entire range of spend and savings relevant information including an executive overview of savings, spend and savings detailed data, implemented and actual spend and savings data, and savings allocation details listed by savings initiative name and supplier. Moreover, users can easily manipulate reports to slice and dice through the entire available data model, easily creating their own insights into the company's spend profile.

Documentation Version Control and Approval Workflow

Documentation for savings initiatives is stored in a single area and controlled by versioning, locking, and check in/out functionality. Document reviews and approvals are possible at the individual document level, or the overall phase level.

Integration with Ariba Sourcing Professional

The Savings Tracking environment can be used to monitor ongoing activities within sourcing events. The Savings Tracking integration feature directly pulls in bid information and negotiated savings from associated Sourcing projects. Manual entry gives users the flexibility to incorporate offline event information to ensure comprehensive reporting on all savings.

This screenshot shows a summary report for 'Savings Allocation Summary'. It includes filters for Contract Number (11) and End Date (12/31/2008). Key metrics displayed are:

- Desired Savings: \$100,000.00
- Estimated Savings: 100%
- Estimated Spend: \$0.00
- Actual Spend: \$100,000.00
- Implemented Savings: \$0.00
- Implemented Savings %: 0%
- Implemented Spend: \$100,000.00
- Actual Savings: \$0.00
- Actual Savings %: 0%
- Actual Spend: \$100,000.00

 Below the summary is a table for 'Savings Allocation Details' with columns for Start Date, End Date, Status, Supplier, Estimated Spend, Negotiated Savings, Implemented Savings, and Actual Savings.

This screenshot shows a detailed report for 'Savings Allocation Detailed Report'. It includes an 'Applied Filters' section and a table with columns: Project Name, Supplier, Project ID, Project Name, Region, Organization, Spend Type, Spend, Estimated Spend (USD), and Estimated Savings (USD).

Project Name	Supplier	Project ID	Project Name	Region	Organization	Spend Type	Spend	Estimated Spend (USD)	Estimated Savings (USD)
IT Sourcing Project 2									
		W3216	Sourcing Project 2	Europe	Manufacturing	Market	1,125,000.00	787,500.00	337,500.00
		W3216	Sourcing Project 2	Europe	Manufacturing	Market	1,125,000.00	787,500.00	337,500.00
		W3216	Sourcing Project 2	Europe	Manufacturing	Market	1,125,000.00	787,500.00	337,500.00
		W3216	Sourcing Project 2	Europe	Manufacturing	Market	1,125,000.00	787,500.00	337,500.00
IT Sourcing Project 3									
		W3217	Sourcing Project 3	USA	Corporate	Market	164,900.00	123,675.00	41,225.00
		W3217	Sourcing Project 3	USA	Corporate	Market	164,900.00	123,675.00	41,225.00
		W3217	Sourcing Project 3	USA	Corporate	Market	164,900.00	123,675.00	41,225.00

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11/10

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