

Oracle[®] Financials for the Netherlands Documentation Updates

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Summary of Changes

This section contains important information. Please read this section for the latest updates and additions to your user's guide.

The updates include the following changes:

- The *Defining Payment Formats* section is added to the *Setup Instructions* section.
- In the *Defining Bank Accounts* section, the *Attention* is updated.
- In the *Defining Payment Documents* section, a note is added to *Foreign Payments* in Step 5.



Setup

CHAPTER

1

This chapter explains how to set up Oracle Financials for the Netherlands, including the *Setup Instructions* section.

Setup Instructions

This section explains how to set up Oracle Financials for the Netherlands.

Overview

There are six steps to set up Oracle Financials for the Netherlands:

- Defining VAT Registration
- Defining Location
- Defining System Options
- Defining Profile Options
- Defining System Options
- Creating Pay Group

Defining VAT Registration

You must enter VAT Registration information because the system references these values to determine the data that is displayed.

To define VAT Registration:

1. Navigate to the Financial Options window (Oracle Payables: Setup > Options > Financials).
2. Navigate to the Tax region.
3. Enter registration information:

In this field...	Enter this value...
Member State	Netherlands
VAT Registration Number	NL...

Defining Location

Define a location in Oracle Payables that the EFT module uses to determine your organization's name and address. You should enter *NL EFT Location* in the name field because the system references this value when it gets the address information.

Your name is written on the header record of each batch, and your name and address are printed on payment documents.

To define your location:

1. Navigate to the Organization Location window (Employees > Locations).
2. Enter your location:

In this field...	Enter this...
Name	NL EFT Location
Description	Organization Name
Address Line 1	Address (last line entered is selected for printing)
Address Line 2	
Address Line 3	
City	City
Country	Country

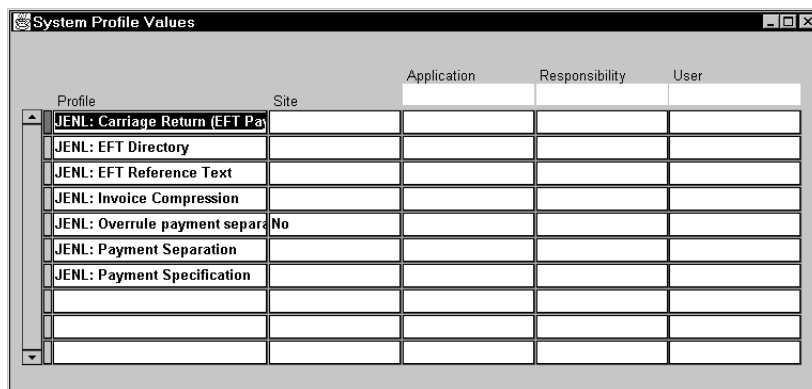
Defining System Options

To define system options:

1. Navigate to the System Options window (Setup > Options > Payables).
2. Navigate to the Payment region.
3. Enter your user number in the EFT User Number field.

Note: The first five digits of the user number are included in the headers of EFT files.

Defining Profile Options



The screenshot shows a window titled "System Profile Values" with a table of profile options. The table has five columns: Profile, Site, Application, Responsibility, and User. The first row is highlighted, showing "JENL: Carriage Return (EFT Pa" in the Profile column. Other rows include "JENL: EFT Directory", "JENL: EFT Reference Text", "JENL: Invoice Compression", "JENL: Override payment separa", "JENL: Payment Separation", and "JENL: Payment Specification". The "Site" column for the "JENL: Override payment separa" row contains the value "No".

Profile	Site	Application	Responsibility	User
JENL: Carriage Return (EFT Pa				
JENL: EFT Directory				
JENL: EFT Reference Text				
JENL: Invoice Compression				
JENL: Override payment separa	No			
JENL: Payment Separation				
JENL: Payment Specification				

Most of these profile options should be set at Responsibility level for your Dutch Payables responsibility.

To define profile options:

1. Navigate to the Update System Profile Options window (System Administrator: Profile > System).
2. Enter these values:

JENL : Eft Reference Text

If the Description Field of the EFT data file cannot hold all of your invoice numbers, your Reference Text is printed instead.

If you leave Reference Text blank, the Document Number is printed instead.

JENL : Payment Separation

Choose how the EFT process generates payments when you have more invoices than can fit in the Description Field (96 characters for domestic or 140 for foreign).

- Yes if you want another payment record created to hold the payments that do not fit.
- No if you do *not* want extra payment records. Your Reference Text will be put in the Description field. If you have not set a Reference Text, the Payment Number will be put in the Description field.

Attention: The Dutch National Bank requires special handling on foreign payments that exceed 25,000 NLG. If the invoice information is not the same for each payment schedule (Payment Category Code, Nature of Payment, and Goods/Article Number) the payment is split. Only those payment schedules with identical information are combined.

JENL : Carriage Return (EFT Payments)

Choose Yes if you would like the EFT module to include a Carriage Return/Line-Feed (CR/LF) at the end of every record.

JENL : Invoice Compression

Invoice Compression attempts to reduce the amount of space needed to list invoices regardless of whether Payment Separation is enabled.

Invoice Compression specifies as many invoices per payment as possible. If payment separation is enabled (the invoice numbers do not fit in the current payment, a new one is created), you can reduce the number of payments generated with invoice compression.

If you enable Invoice Compression, invoices with a common prefix are grouped. The prefix is printed with a “+” followed by lists of suffixes. For example:

96I/00134 96I/00135 96I/00140 96I/00156 96I/00245 96I/00267
96C/0003

compresses to:

96I/001+34+35+40+56 96I/002+45+67 96C/0003

JENL : Override Payment Separation for Negative Payments

You can only set this profile option at Site and Application level.

If you choose *Yes*, Override Payment Separation prevents negative payments for a site by combining invoices. Invoices are combined when:

- There is more than one valid payment for a site that is not Pay Alone.
- Group by Due Date is not enabled.
- Payment Separation is *No* or Override Payment Separation is *Yes*.
- One or more payments are negative.
- The total of the payments is positive.

If you choose *No*, the program will not attempt to prevent negative payments by overruling your setting for Payment Separation.

When payments are combined, the information in the additional invoice data might not be unique across all invoice/credit memos. Specifically, the Payment Category Code, Product Group, and Nature of Payment might not be unique.

This is only an issue if the payment exceeds 25,000 NLG and must therefore be reported to the Dutch National Bank. In that case, the EFT process checks that the invoices have identical values for the additional invoice data. If they do not, the payment is invalidated.

JENL : EFT Directory

You can only set this profile option at Application level.

Enter the directory where the EFT data files are written.

JENL : Payment Specification

If you choose *Yes*, the Payment Specification report (run after the Confirm stage) reports only those payments that had more invoices than could fit in the Description Field.

If you choose *No*, the Payment Specification report details all payments in the batch.

Defining System Formats

EFT System Information (Netherlands Operating Unit2)

Country Code **NL**

Description **Kingdom of the Netherlands**

Payment Formats

EFT Type	Description
Netherlands Foreign	

To define EFT system formats:

1. Navigate to the Define EFT System Formats window (Netherlands Localizations: Localizations > System Formats).
2. Query System Information with the country code *NL*.
3. Choose the name of your payment format, for example, *Netherlands Foreign*.
4. Navigate to the System Format descriptive flexfield.
5. Enter these values:

In this field...	Enter this value...
DNB Registration Number	Number issued by Dutch National Bank
Trader Number	Number issued by your bank
Authorized Bank	First four characters of your bank's SWIFT Address
Business Sector	(Ask your bank what to enter)
EFT Rate Type	(Select from the list)

System Formats are required for the Foreign EFT payment process.

Defining Payment Formats

Use the Payment Formats window to define your domestic and foreign payment formats.

Payment Formats (Netherlands Operating Unit)

Action Edit Query Go Folder Special Help

Payment Format

Payment Method **Electronic Payments**

☐ Zero Amount Payments Only

☐ Group by Maturity Date

Currency

☐ Multiple

☒ Single **NLG**

Remittance

☒ Before Document

☐ After Document

☐ None

Number of Invoices []

Programs

Build Payments

Format Payments

Separate Remittance

To define domestic payment formats:

1. Navigate to the Payment Formats window (Netherlands AP: Standard > Setup > Payment > Formats).
2. Enter *Netherlands Domestic* in the Payment Format field.
3. Choose *Electronic Payments* in the Payment Method field.
4. Enter *1* for the number of invoices for each Remittance Advice in the Number of Invoices field.
5. Enter *Standard Build Payments Program* in the Build Payments field.
6. Enter *Netherlands Domestic* in the Format Payments field.
7. Enter *Netherlands Payment Specification Report* in the Separate Remittance field.

To define foreign payment formats:

1. Navigate to the Payment Formats window (Netherlands AP: Standard > Setup > Payment > Formats).

2. Enter *Netherlands Foreign* in the Payment Format field.

Attention: If your functional currency is different than NLG, you must define a payment format for each currency that you want to make payments in. Enter *Netherlands Foreign (XXX)*, where XXX is the name of the currency.

3. Choose *Electronic Payments* in the Payment Method field.
4. Enter *1* for the number of invoices for each Remittance Advice in the Number of Invoices field.
5. Enter *Standard Build Payments Program* in the Build Payments field.
6. Enter *Netherlands Foreign* in the Format Payments field.
7. Enter *Netherlands Payment Specification Program* in the Separate Remittance field.

Creating Pay Groups

The Pay Group *Swift* is assigned to suppliers who are paid by the Foreign Payment method.

To assign the pay group:

1. Navigate to the QuickCodes window (Setup > QuickCodes).
2. Navigate to the Payables region.
3. Enter these values:

In this field...	Enter this value...
Type	Pay Group
Code	Swift
Description	Swift
Active	Yes



Oracle Payables EFT Payments

CHAPTER

2

This chapter overviews documentation updates for Oracle Payables EFT Payments, including the *Defining Bank Accounts and Payment Documents* section.

Defining Bank Accounts and Payment Documents

This section explains how to define bank accounts and payment documents.

Defining Bank Accounts

Define the banks and accounts that your payments are made from. You can define as many accounts as you wish. You must enter values for the Bank Branch and Bank Account regions.

To define bank accounts:

- 1. Navigate to the Setup Bank Information window (Setup > Payment > Banks).
- 2. Navigate to the Bank Branch region.
- 3. Enter these values:

In this field...	Enter this value...
Bank	Bank name for payment documents
Country	Country
Address	Address
City	City
Postal Code	Postal Code

4. Navigate to the Bank Account region.
5. Enter these values:

In this field...	Enter this value...
Name	Account name
Number	Account number
Currency	Currency to use for payments. The default is NLG.
Postal Multi-currency	Yes if any invoices will be paid in a currency different from what you entered in Currency field. <i>No otherwise.</i>

Attention: If your functional currency is different than NLG, you can only make payments in the currency that you defined for your bank account. Do not check the Multiple Currency Payments check box in the Payables Options region. Define a bank account for each currency that you want to payments in.



See also

Set Up Bank Information, *Oracle Payables User's Guide*

Defining Payment Documents

Name	Disbursement Type	Payment Format	Payment Method	Inactive Date

Define the payment documents for each bank account from which EFT payments are made.

To define payment documents:

- 1. Navigate to the Setup Bank Information window (Setup > Payment > Banks).
- 2. Query the bank account that you want.
- 3. Press the Payables Documents button. The Payables Documents window appears. Enter values for both domestic and foreign payments.
- 4. Navigate to the Document Information region. Enter these values for domestic payments:

In this field...	Enter this value...
Name	Binnenland
Disbursement Type	Computer generated (use QuickPick)
Payment Format	Netherlands Domestic (use QuickPick)

5. Enter these values for foreign payments:

In this field...	Enter this value...
Name	<i>Buitenland</i>
Disbursement Type	Computer generated (use QuickPick)
Payment Format	<i>Netherlands Foreign</i> (use QuickPick)

Note: If your functional currency is different than NLG, use QuickPick to select *Netherlands Foreign (XXX)* in the Payment Format field, where XXX is the currency of the bank account.

6. Navigate to the Additional Information region. Enter these values for domestic and foreign payments:

In this field...	Enter this value...
Last Used	Start of range
Last Available	End of range

Attention: You must assign a unique range within one account for one payment document. The range can be any size.



See also

Set Up Bank Information, *Oracle Payables User's Guide*

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- Are the examples correct? Do you need more examples?
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