

ReceivablesRadius - Cash Application Automation

ReceivablesRadius™ - Cash Application Automation is a hosted software-as-service solution available at <http://www.receivablesradius.com> that allows businesses to significantly improve their on-invoice hit rate by at least 90%. While alternative solutions automate parts of the process, such as Optical Character Recognition (OCR), Data Keying or matching algorithms, ReceivablesRadius - Cash Application Automation is the most comprehensive solution available that provides automation across all the touch points in the cash application process.

Challenge

The Cash Application process is a manually intensive task for most companies. Companies have to deal with a multitude of forms of payments (Check, ACH or Wire Transfer) across multiple lockboxes or banks. Customers provide payment remittance details in a variety of formats such as paper remittances, EDI and emails with spreadsheet attachments. An emerging trend requires the vendor to log into customer portals to retrieve the remittance details. Compounding this challenge is the inconsistency and the lack of detail for deductions and cash discounts. In certain cases remittance line items refer to alternate reference numbers such as a BOL Number, PO Number and others that are not the original invoice. Most ERP system lockbox or cash application programs require a 'clean' standardized remittance file with direct reference to your invoice numbers to auto-apply. If you have customers that continue to provide check and remittance in paper form, not only are bank keying fees expensive, but they only partially relieve the overall problem. The result is low on-invoice hit-rate, requiring a 'human-intensive' cash application operation that is not only time consuming and costly, but is also error-prone.

HighRadius Solution

ReceivablesRadius Cash Application Automation solution is composed of three key components that enable an end-to-end automation of the cash application process.

- Rules Engine: Intelligent pattern matching and transformation rules engine to handle various transformations and customer specific rules for invoice matching, deduction identification & coding, cash discount analysis.
- Data Aggregation Engine: Aggregate payment and remittance details from a variety of sources (Customer portals, Bank Websites, FTPs, Emails,) and formats (EDI, paper, web email etc.)
 - EDI Aggregation: Support for EDI 823, EDI 820, 812 or bank BAI or BAI2 formats
 - Web Aggregation: A Web based technology that transparently collects information from websites
 - Email Aggregation: Automatically parses emails and their attachments to transform data into machine readable remittance files
 - Optical Character Recognition (OCR): A built-in OCR engine captures data from check remittance
- ERP Lockbox Remittance: Syndication engine to publish a single file specific to particular ERP systems such as SAP, Oracle and JD Edwards in their required formats. This allows the ability to leverage standard ERP cash posting

Benefits

- Achieve a 90% plus on-invoice hit rate
- Achieve a 99% plus on-account hit rate
- Auto-create deductions and capture deduction information such as claim number, reason-code etc
- Apply cash within the same day the funds hit your bank
- Free up 80% or more of your cash application analysts time and minimize keying-in errors
- Zero foot-print implementation with your ERP system requiring no on-premise hardware or customization
- Hosted service available via web browser for a monthly fee requiring minimal or no IT involvement