**TOPIC:** Update of UMCP’s Software Conversion to KUALI

**COMMITTEE:** Audit Committee

**DATE OF COMMITTEE MEETING:** March 24, 2014

UMCP’s Management will provide an update regarding their January 2014 financial software conversion to KUALI

(see attached)

**FISCAL IMPACT:** none

**CHANCELLOR’S RECOMMENDATION:**

**COMMITTEE ACTION:**

**BOARD ACTION:**

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**SUBMITTED BY:** David Mosca
University of Maryland, College Park
Kuali Financial System
Post-Implementation Review

Board of Regents
Audit Committee

Monday, March 24, 2014
10:00 AM
Introductions

Campus / Project Sponsors

- **Paul S. Dworkis**
  Associate Vice President for Finance and CFO

- **Colleen Dove Auburger**
  Comptroller

Project Manager

- **John Farley**
  Associate Vice President
• FRS in-service since 2000
  • Reached the end of its useful life.
  • Technical Staff are retirement eligible
  • Best Practices functionality lacking

• Replacement is part of Enterprise Modernization Plan to:
  • Replace outdated technology
  • Be in close partnership with constituents
  • Build incrementally

• Kuali: Community source software by and for Higher Education

• Leverage our investment / relationship in Kuali for Student, Financial, and Research applications

• Efficient model from both an implementation and annual support perspective
KFS gave us the opportunity to change how we do business …

- Mostly implemented KFS “out-of-the-box” minimizing changes to business processes
- KFS went live successfully on January 6, 2014
- **Core Functions** implemented:
  - Chart of Accounts / General Ledger
  - Purchasing / Accounts Payable
  - Capital Asset Management
  - Electronic Documents
  - Reporting
  - Labor Distribution (** not in original Phase I scope**)
The initial project schedule was set based on what we knew then …

- Initial go-live scheduled for August 2013
- Revised go-live schedule to November 2013
  - Added Labor Distribution functionality
- Final go-live date changed to January 6, 2014
  - Added additional time for completion of Labor Module and various levels of system testing
  - Minimize risk by completing mid-year financials and effort reporting on FRS
  - Allow additional time for:
    - Training and campus readiness
    - Implementing a help-desk support solution
    - Develop reporting
    - Conversion reconciliations

- Successful implementation of KFS on January 6, 2014 for UMCP, UMES, UMCES and USMH
Where we are today . . .

- Nearly 3 months / 2 million transaction lines processed
- Successful nightly processing includes transfers from 44 unique interface units throughout the month
- Implemented performance tools to monitor activity
- Robust security including VPN authentication within firewall
- Transmitting financial data to external A/R system supporting Research Contract and Grant billing activity
- Recording daily ICR on C&G transactions
- Manual PO conversions (~3200) required prior to go-live
Where we are today (continued) . . .

- Daily / Monthly reconciliations in progress
  - RStars:
    - All vendor & disbursement transactions reconciled
    - Some “mapping” issues identified on journal entries including for new transaction types / volumes
    - Have validated 97% of transactions
    - Reconciliation variance <1% on $ basis
  - Financial Statements – reconciling fund balance changes
  - Variance Analysis – identify significant changes vs. prior year
- Reporting: Basic financial reports in use by campuses
- Help Desk / Support model in place; handle 30 – 40 calls / day
- Stabilization Period nearing completion; Bug/fix process in place
- Phase II planning underway
QUESTIONS?