



# Boost Your Indirect Tax Integration with SAP

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SAPinsider  
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## In This Session

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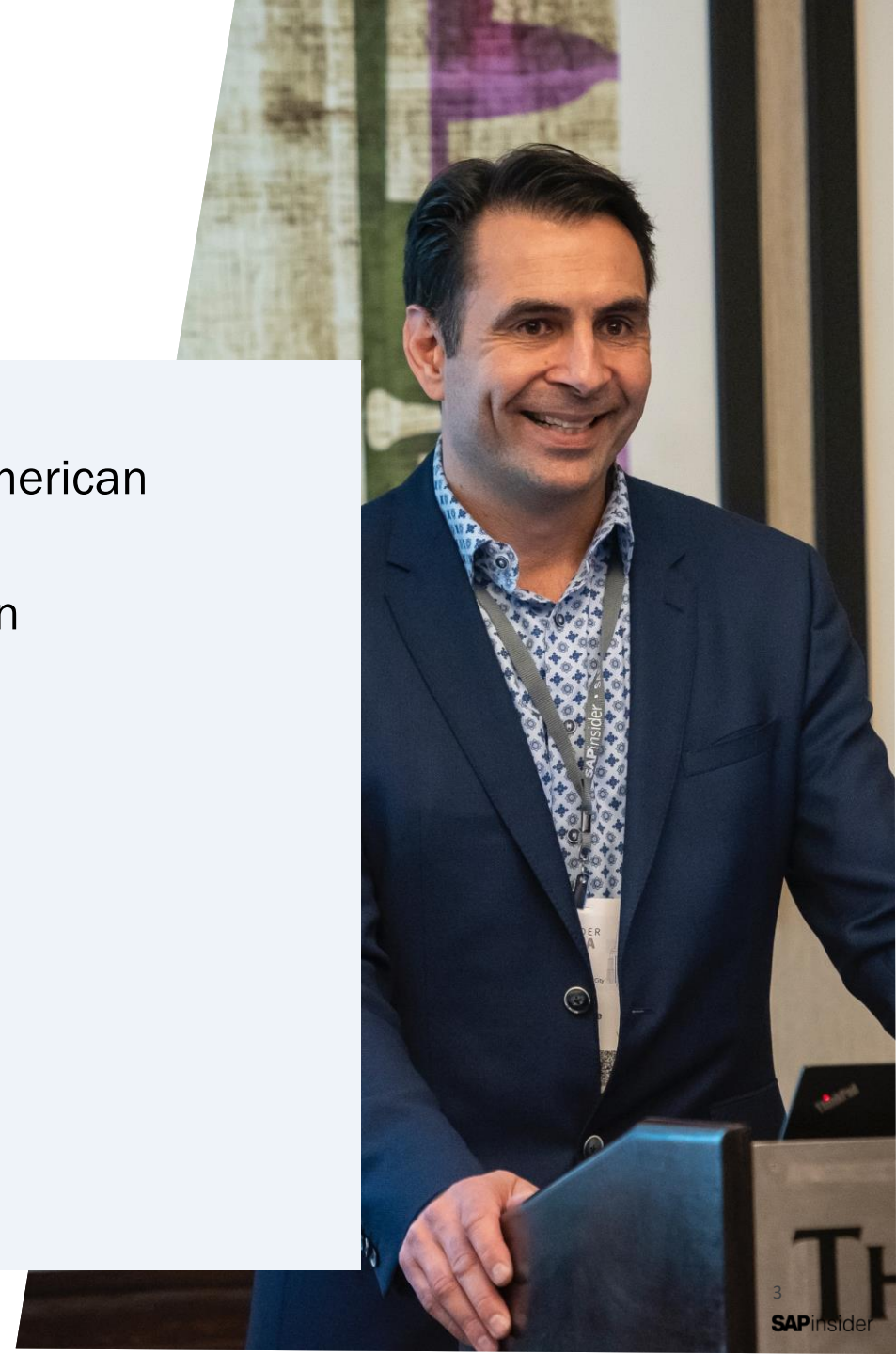
Why is Sales & Use Tax so difficult for SAP customers?



# What We'll Cover

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- Need for External Tax Engine for North American Indirect Tax
- Limitations within the Certified Integration
- Sovos Tools
- Benefits to this Approach
- Wrap-Up



# Indirect Tax Complexity in North America

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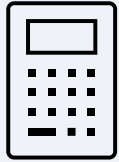
Why is Sales & Use Tax compliance so complex in North America?

- 12,000+ Taxing Jurisdictions
- Product & Service Taxability
- Customer Exemptions
- Tax on Purchases
- Pace of Change



# Remote Function Calls (RFCs) Available within Certified Integration

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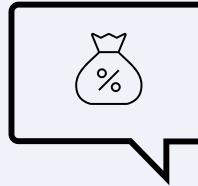
## Calculate Taxes

Calculate tax on a quote



## Update Taxes

Commit/Audit taxes calculated



## Force Taxes

Tell the engine how much tax was collected



## Determine Jurisdictions

Get tax jurisdiction code



## Get Geocode

Used to invoke Address Enhancement Service

# Limitations within Certified Integration

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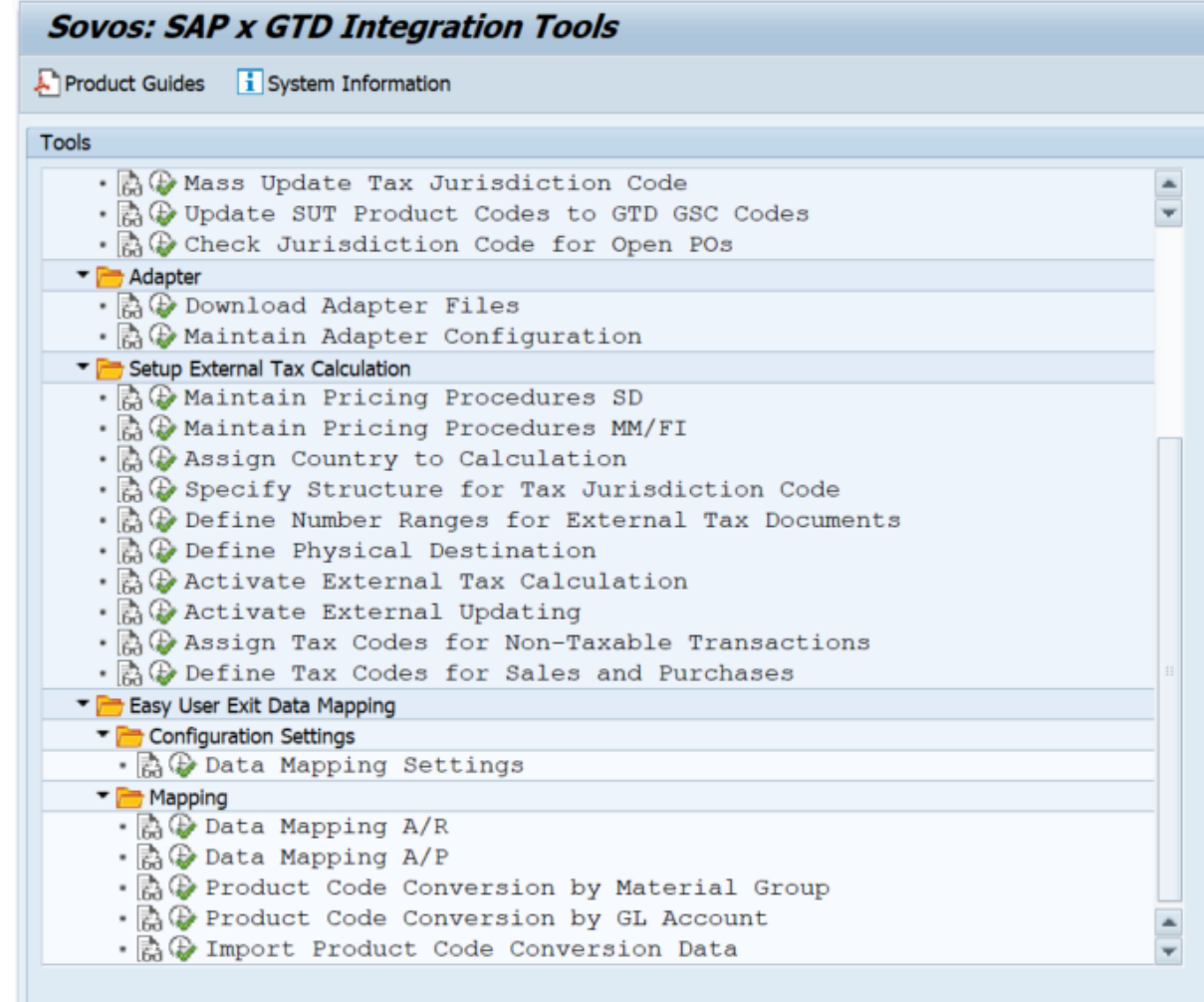
- **Limited Data Field Mapping**
- **Reliance on User to Select Appropriate Tax Code**
- **Tax Jurisdiction Code Challenges**

# Demonstration

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## Sovos Cockpit

- Data Mapping
- Tax Code Defaulting
- Tax Jurisdiction Code Selection



# Wrap Up

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**Pace of regulatory change continues to accelerate**

**What is the cost of compliance for your organization?**

**Leverage automation**



# Where to Find More Information

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## [Sovos Global Tax Determination on SAP Store](#)

- Listing for Sovos certified integration offerings with SAP S/4HANA

<https://sovos.com/technology/integrations-api/sovos-for-sap/>

<https://sovos.com/content-library/vat/the-state-of-indirect-tax-compliance-among-sap-customers/>

- Review the state of indirect tax solutions for SAP customers and see how you stack up against your peers as you embrace modernization

# Key Points to Take Home

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- External Tax solutions are critical for US Tax compliance within SAP
- To maintain certification, integration is inflexible, leading to potential compliance issues and inefficiency
- Sovos has tools to help organizations and partners easily map business processes within SAP to drive accurate tax determinations

# Thank You! Any Questions?

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