Building a Business Case and a Project Plan for your SAP HANA project

Dr. Heiko Hecht IBIS America Inc.



In This Session

- You will understand how to establish your SAP HANA road map and how to validate the best approach for your organization.
- You will gather Best Practices how to calculate and simulate potential performance improvements and database space savings.
- You will discover where SAP HANA will have a real impact on your current real life SAP usage.
- You will learn how to build a business case for SAP HANA in your organization.
- You will take home a methodological approach to collect strategic goals, requirements and technical input to calculate an ROI for your SAP HANA investment.

Dr. Heiko Hecht



SAP Functional Consultant since 1994 (FI-AA, FI, BW, SolMan, S/4)

SolMan Dev-Team (2001)

SAP STAR, TRAC, MOVE, RISE, Customer Evolution

SAP HANA Business Case (SAP ERP)

"Our last presentation with our CEO didn't go so well...This time we'll work up a business case." – N.N., Director IT



SAP TRAC

Glen Moffatt VP, Canada, Midmarket, and National Programs COE – Intelligent Enterprise SAP North America Center of Excellence M +1 416-648-9359 | W +1 416-250-3306 | <u>glen.moffatt@sap.com</u> www.sap.com

Get started with the program

SAP consultants and partners know exactly how you use SAP ECC 6.0 today and what is required to transition to SAP S/4HANA. The SAP S/4HANA Movement program includes a mix of free, low-cost and fixed-price offerings. Here are the first three engagements we recommend.







SAP S/4HANA Value Starter

The most critical step is understanding what SAP S/4HANA means for your business. See how SAP S/4HANA improves existing processes and delivers valuable new capabilities.

Register for an info session

SAP S/4HANA Total ROI Analysis

Use SAP TRAC to scan your ECC 6.0 system and compute the cost of doing business today and compare it to how S/4HANA will improve your business processes.

Contact us

SAP S/4HANA Partner Conversion Factories

With this "Conversion Factory" tool, an SAP partner will convert a single ERP system to SAP S/4HANA for a fixed price and predefined outcome.

Explore the partner solution finder

Planning Your SAP S/4HANA Transformation

Accelerated System & Process Analysis Tool + Workshop (TRAC/STAR)

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Pathfinder



Simplification List / Item Catalog



SAP Fiori Apps Library / Recommendation

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Search by Dark End Product			2	
Applications powered by SAP HARA			^	
Crisia Products				
SNP assesses and compliance software	25			
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Application Landscape Today

Readiness Check



SAP TRAC provides SAP customers with an exact thumbprint of their current ECC, CRM or BW (process and technical). Outcome is a mapping of Business Process Opportunities to a Value Tree of business value.

SAP TRAC Outcomes

- Quantifiable business value and benefits of S/4HANA for your organization
- Process analysis includes ERP & LOB solutions (Ariba, Integrated Business Planning, etc)

Based Upon

- Systematic scan of YOUR business process execution
- Mapping of your business processes vs. SAP S/4HANA best practices
- Business Outcome KPI's and Value Trees by process area pulled directly from your system

What we'll cover

- Your data already knows: Understanding the As-Is
- Why: Identifying potential opportunities with SAP S/4HANA
- How: Options for SAP HANA utilization
- What: Prerequisites and what you can already do today
- Wrap-Up



Your data already knows:

• Understanding the As-Is



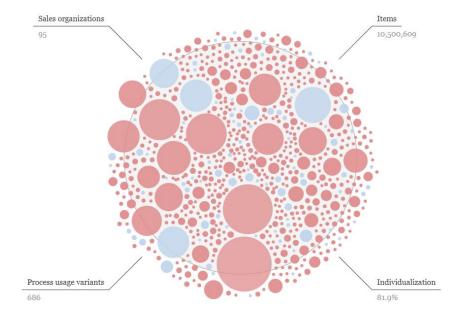
SAP TRAC – Low Touch, High Impact

- Use SAP TRAC to scan your ECC 6.0 system and compute the cost of doing business today and compare it to how SAP S/4HANA will improve your business processes.
- Understanding the As-IS
 - What is there?
 - What is used?
 - What is important?
 - Process in-efficiencies and pain points?



Understanding As-Is

• Inventory and Use of WRICEF objects, Organizational Units, Master Data, Customizing/Configuration, Processes





 Identifying Potential Opportunities With SAP S/4HANA



SAP TRAC – Low Touch, High Impact

- Use SAP TRAC to scan your ECC 6.0 system and compute the cost of doing business today and compare it to how SAP S/4HANA will improve your business processes.
- Identifying Potential Opportunities With SAP S/4HANA
 - Reach your strategic goals!
 - Improvement Indicators
 - S/4HANA Fit-Gap-Analysis
 - Best Practice Mapping



Identifying Potential Opportunities With SAP S/4HANA

• What is in for your? From your current As-Is to a better To-Be

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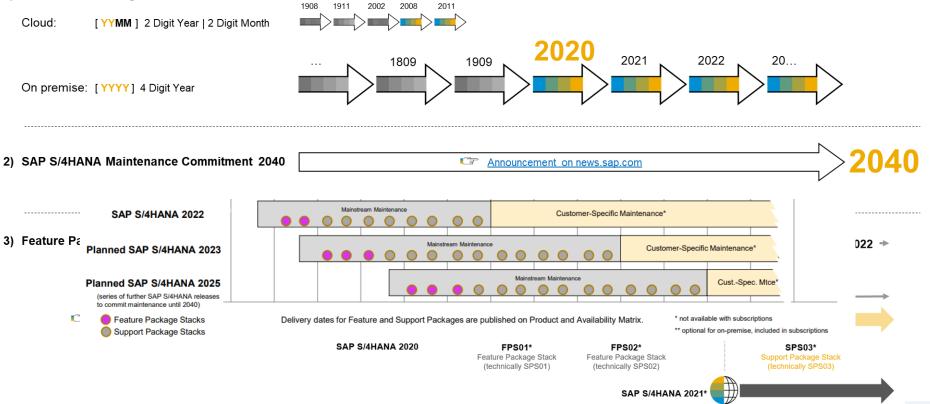
How?

• Options for SAP HANA Utilization



Release Strategy SAP S/4HANA

1) New release naming convention:

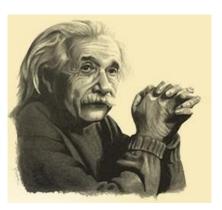


Transition to SAP S/4HANA

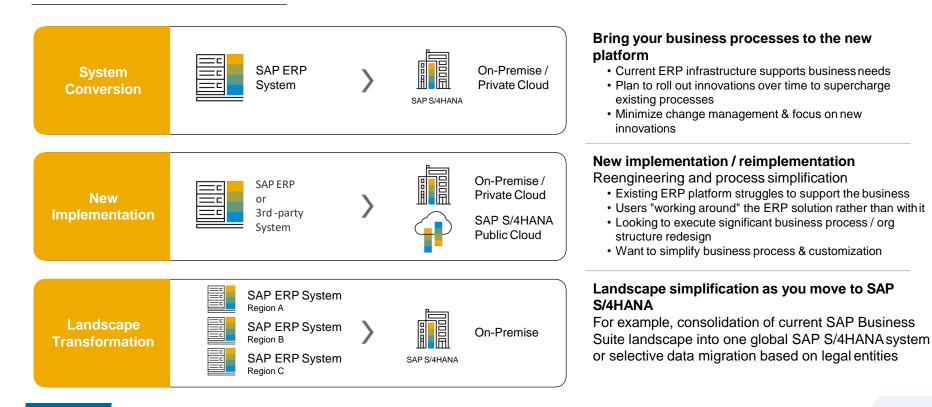
- Business Suite on HANA first
- Pure Technical "Upgrade"
- Greenfield Brownfield Hybrid
- On-Premise/Cloud

"Insanity: doing the same thing over and over again and expecting different results."

-- Albert Einstein



Three different approaches to move to SAP S/4HANA



SAP S/4HANA and the Intelligent Enterprise

Suite	SAP S/4HANA FINANCE SAP Ariba C CONCUR • Accounting and financial close • Treasury & financial risk management • Receivables management • Integrated business planning	SAP S/4HANA HUMAN RESOURCES SAP SuccessFactors ♥ SAP Fieldglass (\u03c6)	SAP S/4HANA SOURCING & PROCUREMENT SAP Ariba C. CONCUR SAP Fieldglass () Supplier Collaboration Business Network	SAP S/4HANA MANUFACTURING	SAP S/4HANA SUPPLY CHAIN
Products additional license	 Accounting & financial close Treasury & financial risk management Receivables management 				
	 Accounting and Closing Operations Accounting Cost management and profitability analysis 	 Time and Attendance Management SAP Success Factors Employee Central connectivity 	Supplier information and master data Operational procurement Invoice and payables management Operational sourcing and contract management	 Production Orchestration and Execution Quality management and compliance 	 Production Planning / MRP Inventory and basic warehouse management
Digital Core	SAP S/4 HANA Ent	terprise Management			
	 Order and contract management 	 Service management Service master data management Service parts management Service agreement management 		✓ Maintenance Management	 Product development and project control Production Engineering
Products	 Sales planning and performance management 		 Billing and revenue innovation management 	 Environment, health, and safety 	 Product safety and stewardship
Suite	SAP S/4HANA SALES	SAP S/4HANA SERVICE	SAP S/4HANA MAREKTING AND COMMERCE	SAP S/4HANA ASSET MANAGEMENT	SAP S/4HANA RESEARCH & DEVELOPMENT
 additional license additional installation 	SAP Hybris (V) Cloud for Sales	SAP Hybris (v) Cloud for Service	SAP Hybris (v) Cloud for Marketing		
	<u> </u>		INDUSTRIES		

What?

• Prerequisites and what you can already do today



SAP TRAC – Low Touch, High Impact

- Use SAP TRAC to scan your ECC 6.0 system and compute the cost of doing business today and compare it to how SAP S/4HANA will improve your business processes.
- Prerequisites and what you can already do today
 - Back to Standard!
 - Data Aging/Archiving
 - Fiori App Recommendation
 - Custom Code Analysis
 - Simplification Items



Prerequisites and what you can already do today

• What is really needed?



Wrap Up



Key Points to Take Home

- There are many lessons learned and SAP also has changed their recommendation, e.g. go directly to S/4, not Business Suite on HANA first.
- SAP S/4HANA's value goes beyond performance improvements, "pure" technical upgrade is a huge opportunity missed.
- Don't underestimate the effort of Self-Service Assessments and Tools and high quality of input for reliable results.
- Get your SAP system in shape now! Data archiving and custom code reduction should be prioritized before SAP S/4HANA implementation.
- Utilizing your data will get management buy-in. Benchmark information is helpful but not sufficient.
- Try to add as many quantifiable and measurable components in your business case as possible (hard facts).
- Position not measurable components and cost reduction wisely (soft facts).

Wrap up

- Don't ignore/forget Lessons Learned from your ECC implementation and operation, e.g. As-Is Assessment/Documentation is not a fools errand
- No business case without the business
- Avoid project burn-out, generate tangible benefits (Suite on HANA vs. technical "upgrade" vs. business transformation)
- Too many non integrated tools will confuse
- S/4HANA upgrade should start way before your are ready to upgrade (Clean-Up, Archiving, Back to Standard)
- Significant effort to use/get "for free" tools running (prerequisites and OSS notes)
- Look for Quick Wins outside of S/4HANA to find sponsors and to realize tangible benefits before S/4HANA implementation
- There is no pure technical upgrade and think of Albert!

Where to find more information



- <u>www.amazon.com/dp/B0130FJADO</u>
 - John Appleby, Building the Business Case for SAP HANA: Engineering Simplicity (London: Bluefin Solutions, 2015).
- <u>https://scn.sap.com/community/s4hana</u>
 - SAP S/4HANA on the SAP Community Network
- <u>https://sapinsider.org/how-to-create-a-business-case-for-sap-rise-sap-s4hana/</u>
 - Akash Kumar, How to Create a Business Case for SAP S/4HANA & RISE with SAP (SAPinsider article)
- Path to S/4HANA 278 Pages for success
 - recorded webinar
- http://wpc.0b0c.edgecastcdn.net/000B0C/sap_insider/How%20to%20Get%20the%20Most %20Out%20of%20SAP%20HANA%20-%20IBIS.pdf
 - Dr. Andreas Hufgard, "How to Get the Most Out of SAP HANA Before You Implement It" (SAPinsider).

Dr. Heiko Hecht

hhecht@ibisamerica.com

Social

linkedin.com/in/heikohecht @IBISAmerica

Please remember to complete your session evaluation.

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