



Transforming tax accounting

A KPMG tax solution powered by Workday Financial Management and Thomson Reuters ONESOURCE

Whether you've already implemented Workday Financial Management or thinking about implementing, it's time to transform tax accounting across your enterprise in order to:

- Reduce significant offline activities to manage a tax ledger
- Eliminate poor linkages to multiple legacy systems
- Stop completing GAAP-to-tax walk reconciliation manually offline
- Reduce company resources needed to drive your processing, including close
- Make it easier to produce and maintain your tax-basis balance sheet
- Better mitigate tax risk environment

The KPMG approach for transforming tax accounting brings together Workday Financial Management to establish a tax-specific book, automate tax-affected book entries and GAAP-to-tax walk reconciliation while Thomson Reuters ONESOURCE calculates income tax provisions and footnotes for reporting purposes. Our tax solution offers a design that leverages Workday Financial Management capabilities to automate your accounting and enable your resources to shift from data gathering and offline activities to analysis. Our design incorporates prebuilt integrations with Workday's partners, and our solution leverages Workday's partner ecosystem to integrate the provision entry calculation and post-accounting entry. We have an inventory of tax adjustments designed to automate tax-affect accounting entries plus a menu of tax-specific reports that can be precisely tailored to your needs.

Our comprehensive offering to transforming tax accounting brings together Workday Financial Management and Thomson Reuters ONESOURCE.

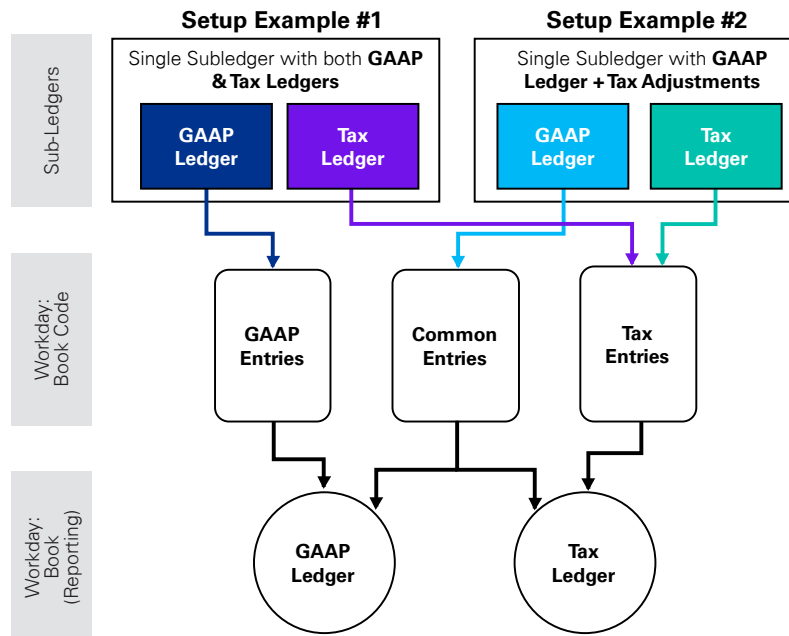
Why Workday?

The Workday platform is built with a true cloud architecture that allows the company to scale and deliver innovation to everyone at once – without the need for custom coding or updating legacy applications. An intelligent data core combines external data with Workday data so you can gain real-time insights for quick decision-making. Finally, Workday delivers the latest Workday release automatically every six months, so you're always ready for what's next. Innovation, power, and convenience are why Workday has an industry-leading 97% customer satisfaction rating.

The Power of Workday

KPMG believes leveraging Workday Financial Management functionality is foundational to transforming your tax operations. At the center of this foundation is Workday’s book code setup highlighted by the following:

- GAAP ledger booked to common or GAAP book code
- Tax ledger or adjustments booked to tax book code
- Journal Source Worktag used to distinguish tax transactions
- Book-enabled generation of a tax-basis trial balance (TB)
- GAAP and tax TBs fed to ONESOURCE to calculate provision
- Full visibility for the tax team into the balances posted by the GAAP team
- Workday unites GAAP and Tax in one platform using one common language



Let Workday Financial Management automate a range of tax activities:

Accounting Entries

- Automatically generate and post accounting to GAAP or tax specific book code based on journal source

Mapping table

- Incorporate a mapping table for book tax difference, tax return mapping, and deferred footnote roll-up code

Tax adjustments

- Leverage allocation functionality in Workday Financial Management to automate GAAP-to-tax entries

Tax trial balance

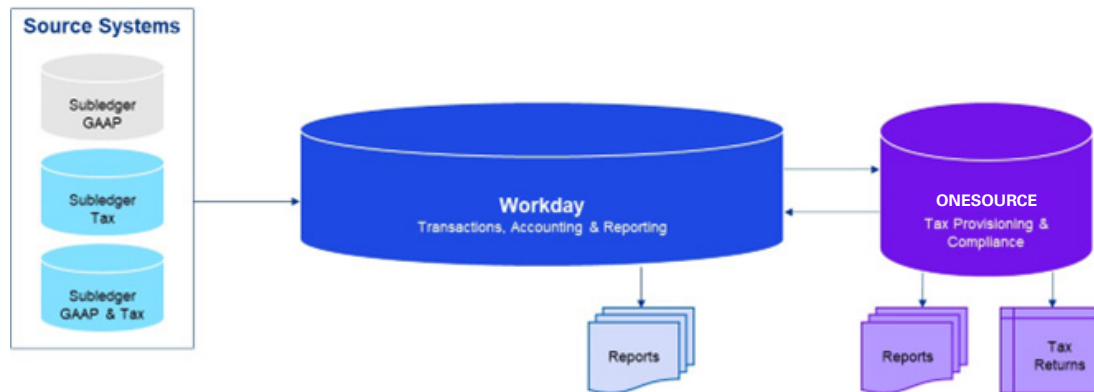
- Generate tax-basis trial balances

Thomson Reuters ONESOURCE provides:

Provision calculations

Leverage closed-loop integration to feed GAAP and Tax trial balances from Workday Financial Management to:

- Calculate book-to-tax differences
- Generate footnote reports
- Generate and send accounting entries to Workday Financial Management



Why partner with Workday and KPMG?

KPMG has an exceptional working relationship with Workday. We continue to expand our long-standing alliance, partnering with our clients and Workday to enable an insights-driven future powered by Workday. Teaming with Workday since 2008, KPMG is aligned with a leader in cloud-based enterprise solutions. We help enable agile enterprises with an innovative approach to business applications.

Analysts rank KPMG as leaders in Workday implementation, business transformation, and change management.

Client impact

- ✓ Reduced time to execute quarterly tax close process by 66%
- ✓ Automated 45% of monthly tax adjustments previously completed manually

Let's improve your vision!

KPMG and Workday believe an integrated approach is key to understanding and managing your increasingly complex tax obligations. Contact us to learn how our tax solution can help you increase your organization's efficiency and improve your insights.

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