



**CARAVEL**

BPM Technology Solutions

# Letting Go of Control in Non-Controlling Interest:

## Automation in NetSuite

Customer Success Webinar Series



# Caravel Team Introductions



## **Rob Cupka | Senior Solutions Engineer**

I have spent 5 years working with NetSuite as an implementation project lead and solutions engineer, constantly customizing to meet each of my clients' needs.



## **Tai Valenzuela | Director, Advisory**

Over the last 20 years, I have established and optimized brand strategies, harnessed the power of digital platforms, and led cross-functional teams towards generating substantial revenue growth.



## **Meagan Hove | Director, Client Engagement**

As Caravel's dedicated client engagement lead, Meagan has spent the last 10 years working on strengthening relationships between companies and their clients.





## AGENDA

### **1** About Caravel

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### **2** NCI Automation Setup

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### **3** NCI Automation Process

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### **4** NCI Reporting

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### **5** NCI Considerations

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# About **Caravel**



# About Caravel



**750+**

**NETSUITE  
IMPLEMENTATIONS**

**9+**

**VERTICAL  
SPECIALTIES**

**50+**

**IP SOLUTION  
BUNDLES**

**1200+**

**GLOBAL  
EMPLOYEES**

**1500+**

**CONSULTING  
PROJECTS**

**150+**

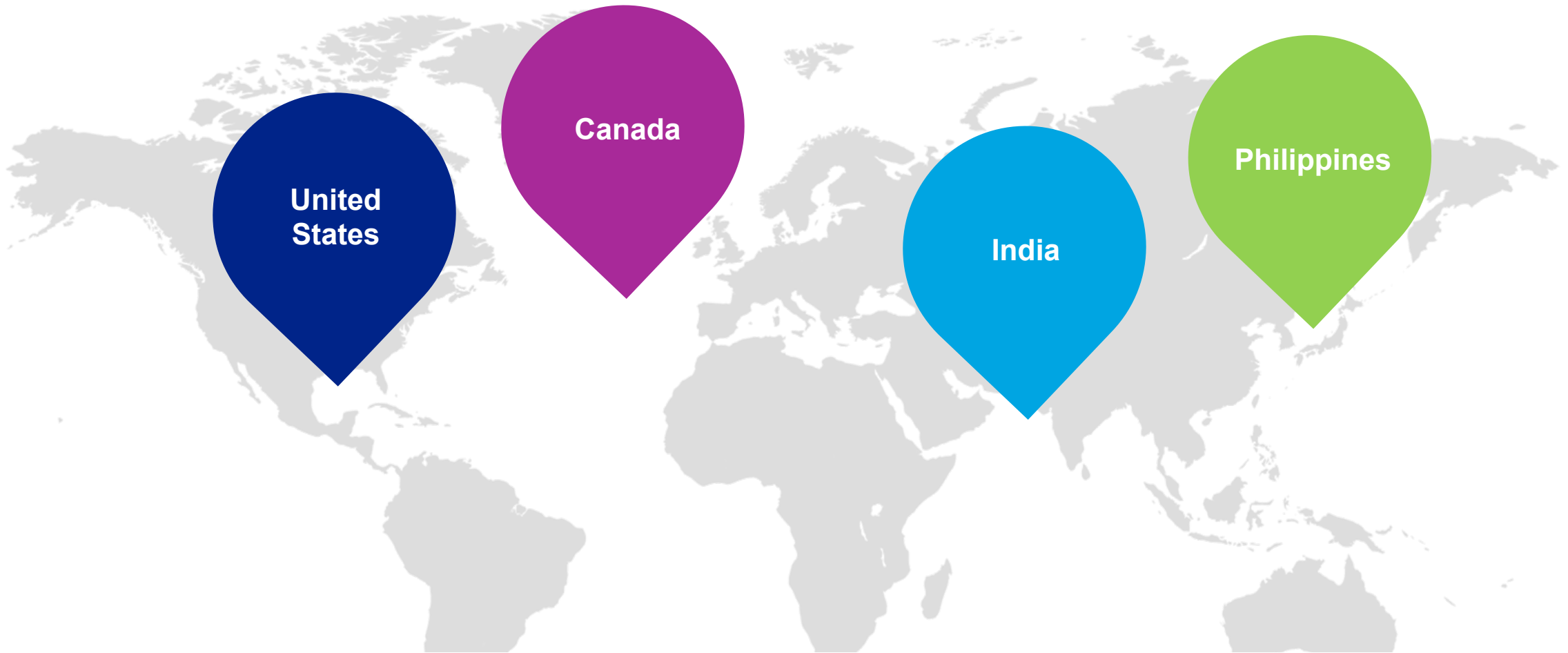
**MANAGED  
SERVICES CLIENTS**

**4**

**GLOBAL  
DEPLOYMENT  
CENTERS**



# FOUR Global Delivery Centers



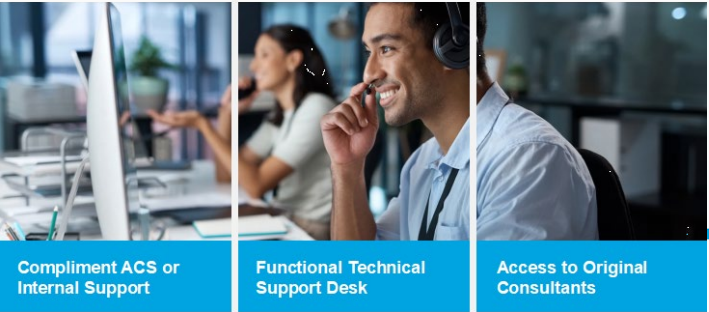
# Caravel SERVICES



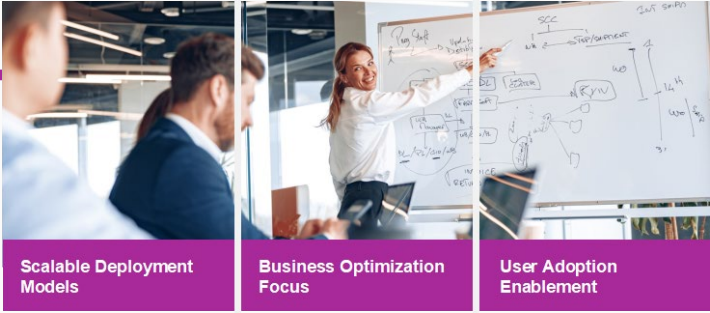
Health Check Assessment      Business System Assessment      Technology Roadmap Development

## ADVISORY

## SUPPORT



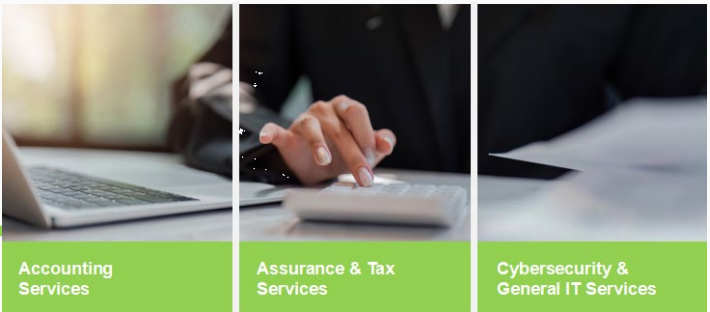
Compliment ACS or Internal Support      Functional Technical Support Desk      Access to Original Consultants



Scalable Deployment Models      Business Optimization Focus      User Adoption Enablement

## IMPLEMENTATION

## EXTENDED



Accounting Services      Assurance & Tax Services      Cybersecurity & General IT Services





# Non- Controlling Interest Automation





# Non-Controlling Interest | Setup

## Account Setup

EDIT   VIEW	SUMMARY	INTERNAL ID ▼	NUMBER	ACCOUNT	TYPE
Edit   View	No	266	4999	NCI IS Account	Income
Edit   View	No	265	3999	NCI BS Account	Equity

## Non-Controlling Interest Custom Record Setup

### CP | Non-Controlling Interest Setup

[Edit](#) [Back](#) |   Actions

DATE CREATED  
4/1/2024 8:18 am

LAST MODIFIED BY  
4/2/2024 7:49 am Rob Cupka

☐ INACTIVE

FREQUENCY  
Ad Hoc

SUBSIDIARY  
Parent Company : Child Company East (US)

NCI %  
20.0%

NCI BS ACCOUNT  
3999 NCI BS Account

NCI IS ACCOUNT  
4999 NCI IS Account

SUBSIDIARY OWNED BY

NCI SAVED SEARCH  
CP | NCI Saved Search - rc

LAST SUCCESSFUL RUN  
4/2/2024 7:49:14 am

## Non-Controlling Interest Saved Search Setup

### Saved Transaction Search

CP | NCI Saved Search - rc

[Save & Run](#) [Cancel](#) [Preview](#) [New Template](#) [Change ID](#) Actions

SEARCH TITLE \*  
CP | NCI Saved Search - rc

ID  
customsearch\_cp\_nci\_as\_2

OWNER  
Rob Cupka

☒ PUBLIC

☐ AVAILABLE AS LIST VIEW

Criteria Results Highlighting Available Filters Audience Roles Email Audit Trail Execution Log

Use this tab to specify criteria that narrow down your search.

☐ USE EXPRESSIONS

Standard Summary

Filter \*Description \*

Postingis true

Account Typeis any of Income, Cost of Goods Sold, Expense, Other Income, Other Expense

Accountis none of 3999 NCI BS Account, 4999 NCI IS Account

▼ Add✕ Cancel➕ Insert⊞ Remove



# Non-Controlling Interest | Processing

## Transactional Data

CP | NCI Saved Search - rc: Results

[Return To Criteria](#) [Edit this Search](#)

FILTERS

END DATE

(Custom)

FROM

9/1/2022

TO

9/30/2022

SUBSIDIARY

Parent Company : Child Company East (US)

STYLE

Normal

Learn about NetSuite Analytics Warehouse

List

See

SUBSIDIARY	ACCOUNT TYPE	ACCOUNT TYPE	SUM OF AMOUNT (DEBIT)	SUM OF AMOUNT (CREDIT)	PERIOD ▲
Parent Company : Child Company East (US)	Income	Income		25,000.00	Sep 2022
Parent Company : Child Company East (US)	Expense	Expense	7,000.00		Sep 2022
Total			7,000.00	25,000.00	

## Non-Controlling Interest Process Journals Page

CP | NCI Journal Creation Form

[Run NCI Journal](#) [Apply Filters](#)

SUBSIDIARY \*

Parent Company

Parent Company : Child Company East (US)

Parent Company : Child Company South (US)

Parent Company : Child Company West (US)

POSTING PERIOD FROM

9/1/2022

POSTING PERIOD TO

9/30/2022

MEMO (EXCLUDE)

NCI output

List \*

SUBSIDIARY	ACCOUNT TYPE	DEBIT AMOUNT	CREDIT AMOUNT ▲
Parent Company : Child Company East (US)	Expense	7000.00	0
Parent Company : Child Company East (US)	Income	0	25000.00

## Non-Controlling Interest Calculation

Calculator

Standard

History

Memory

18000 × 0.2 =

3,600

25000 - 7000 =

18,000

Journal

4949

Request to Edit

Actions

Primary Information

ENTRY NO.

4949

SUBSIDIARY

Child Company East (US)

CURRENCY

USD

EXCHANGE RATE

1.00

MEMO

NCI Output

DATE

9/30/2022

POSTING PERIOD

Sep 2022

REVERSAL #

REVERSAL DATE

Loan Information

SOURCE DISBURSEMENT

SOURCE CUSTOMER PAYMENT

JL PREPARED

Rob Gupta

JL APPROVER

Rob Gupta

Lines

Communication

Related Records

System Information

GL Impact

3,600.00 \*

ACCOUNT	DEBIT	CREDIT	MEMO	LOAN	TRANSACTION TYPE	NAME	DEPARTMENT	CLASS	LOCATION	SCHEDULE	START DATE	END DATE	ELIMINATE	CANCELLED	CUSTOMER	LINE UNQUOTE KEY (USE)
4999 NCI IS ACCOUNT	3,600.00															
3999 NCI BS ACCOUNT		3,600.00														

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# Non-Controlling Interest | Reporting

## Balance Sheet

### NCI Balance Sheet [View Detail](#)

FINANCIAL ROW	AMOUNT
<b>ASSETS</b>	
<b>Current Assets</b>	
<b>Bank</b>	
Checking - 2	\$25,000.00
<b>Total Bank</b>	<b>\$25,000.00</b>
<b>Accounts Receivable</b>	
1100 - Accounts Receivable	(\$248,107.00)
<b>Total Accounts Receivable</b>	<b>(\$248,107.00)</b>
<b>Total Current Assets</b>	<b>(\$223,107.00)</b>
<b>Total ASSETS</b>	<b>(\$223,107.00)</b>
<b>Liabilities &amp; Equity</b>	
<b>Current Liabilities</b>	
<b>Other Current Liability</b>	
Deferred Revenue	(\$248,107.00)
9999996 Due To/From - Eliminating - Other Current Liability	\$7,000.00
<b>Total Other Current Liability</b>	<b>(\$241,107.00)</b>
<b>Total Current Liabilities</b>	<b>(\$241,107.00)</b>
<b>Equity</b>	
Net Income	\$14,400.00
<b>Total Equity</b>	<b>\$14,400.00</b>
<b>Total Liabilities &amp; Equity</b>	<b>(\$226,707.00)</b>
<b>Total Liabilities &amp; Equity Less NCI</b>	
<b>Non-Controlling Interest</b>	
3999 - NCI B5 Account	\$3,600.00
<b>Total - Non-Controlling Interest</b>	<b>\$3,600.00</b>
<b>Total Liabilities &amp; Equity Less NCI</b>	<b>(\$223,107.00)</b>

## Income Statement

### NCI Income Statement [View Detail](#)

FINANCIAL ROW	AMOUNT
<b>Ordinary Income/Expense</b>	
<b>Income</b>	
4000 - Sales	\$25,000.00
<b>Total - Income</b>	<b>\$25,000.00</b>
<b>Gross Profit</b>	<b>\$25,000.00</b>
<b>Expense</b>	
6000 - Expenses	\$7,000.00
<b>Total - Expense</b>	<b>\$7,000.00</b>
<b>Net Ordinary Income</b>	<b>\$18,000.00</b>
<b>Net Income</b>	<b>\$18,000.00</b>
<b>Non-Controlling Interest Gain/Loss</b>	
4999 - NCI IS Account	(\$3,600.00)
<b>Total - Non-Controlling Interest Gain/Loss</b>	<b>(\$3,600.00)</b>
<b>Net Income Less NCI</b>	<b>\$14,400.00</b>

END OF (Custom)

AS OF Sep 2022

SUBSIDIARY CONTEXT  
Child Company East (US)

ACCOUNTING BOOK Primary Accounting Book

PERIOD (Custom)

FROM Sep 2022

TO Sep 2022

SUBSIDIARY CONTEXT  
Child Company East (US)





# Non-Controlling Interest | **Considerations**

1. Do you have Non-Controlling Interests you need to account for in your business?
2. Or are you looking to acquire a percentage of a company and run the books in your NetSuite environment?
3. Is the burden of manual calculations to derive the right amounts too burdensome?
4. Need help assessing your minority interest impact?
5. NCI is not always equity classified, there are instances where it is liability or temporary equity classified. Has the Company done an analysis to determine the classification of its NCI?
6. In some instances, NCI should be allocated on a basis other than ownership percentage, such as a hypothetical book value liquidation method. Has the Company concluded on its allocation methodology?



# Questions & Wrap-Up



# CARAVEL CONTACTS

## Upcoming Webinar

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6/21/24

Partner Webinar  
with Versapay

### Caravel Contacts



Tai Valenzuela, Managing Director,  
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Meagan Hove, Director, Client  
Engagement  
[mhove@bpm.com](mailto:mhove@bpm.com)





# THANK YOU!

