Deloitte. Insights

Achieving digital transformation in shared services organizations

Which business enablers are the most effective? Sonal Bhagia, Ankush Bhadrish, and Sarah Qin

RGANIZATIONS HAVE HISTORICALLY invested in shared services centers (SSC) to reduce costs, develop capabilities, standardize processes, and drive overall efficiency and business value. Over the past year, some organizations have prioritized **accelerating their digital agenda** as another top objective for investing in SSCs. In fact, high-performing global business services (GBS) organizations—those that have achieved three or more SSC objectives—have digital transformation as part of their strategic agenda.

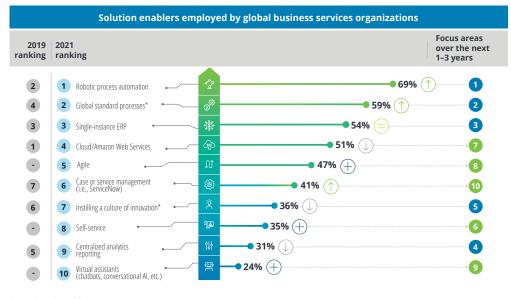
These insights are reflected in the results of the *2021 Deloitte shared services and outsourcing survey*, in which **600+ GBS and shared services leaders** said that digital enablers—digital technologies that improve and optimize their services—are critical to how their organization innovate across functions to achieve their objectives. Figure 1 from the survey report shows that the respondents identified robotic process automation (RPA), single-instance enterprise resource planning (ERP), and global standardized processes as the top three key enablers to achieving their objectives.

RPA may be the top-ranked enabler, but it is not a stand-alone strategy to maximize savings and streamline business operations. While many organizations have already implemented RPA, almost half of the respondents cited process and technical complexity as the biggest challenges to automation. Additionally, the majority of respondents who were able to attain savings through RPA also employed a single-instance ERP. The survey results indicate that all the top three enablers go hand in hand: A simplified environment, supported by global standardized process and single-instance ERP, can help GBS organizations realize greater benefits from RPA implementation.

Digital adoption is a priority for shared services organizations, with growing focus on innovation and analytics over the next three years

() Improvement in rank \bigcirc Reduction in rank \bigcirc No change in rank

(+) New addition to the list, not available in last survey



^{*}Nondigital enablers. Source: Deloitte Shared Services and Outsourcing Survey, 2021.

The results also show that while the top three enablers are likely to remain the same over the next one to three years, there is also increased focus on the areas of instilling a culture of innovation and centralized analytics reporting within the GBS organization. For more insights on the latest trends and challenges impacting shared service and GBS models, check out the *2021 global shared services and outsourcing report.*¹

Endnotes

1. Deloitte, 2021 global shared services and outsourcing report, 2021.

Finance Transformation Services

CFOs know finance transformation can be difficult and time-consuming. But they also know it's an effective way to keep up with the changing needs of the business. Whether it's technology disruption, business model innovation, or a new industry ecosystem, Deloitte helps finance organizations look ahead to what's next while keeping the ship on a steady course. To learn more, visit Deloitte.com.

About the authors

Sonal Bhagia | sbhagia@deloitte.com

Sonal Bhagia is a managing director in Deloitte Consulting LLP's Global Business Services practice and focuses on global service delivery transformations. She advises clients on structuring their business models for core back office functions. She has nearly 15 years of extensive experience guiding global organizations through their shared services and outsourcing journey from strategic assessment and operating model design through to successful facilitation of transition and implementation. She has served clients across multiple industries including insurance, consumer products, manufacturing industrial products, and financial services.

Ankush Bhadrish | abhadrish@deloitte.com

Ankush Bhadrish, a manager with Deloitte Consulting LLP, works with finance leaders to advise them on their future-state operating models, identify and define future-state shared services and/or outsourcing partners and strategies, implement relevant digital strategies, and drive organizational cost transformation.

Sarah Qin | sarqin@deloitte.com

Sarah Qin, Deloitte Consulting LLP, is a senior consultant in Deloitte's Finance & Enterprise Performance practice. She has worked with clients across industries on large-scale digital transformations that include SAP S/4HANA and Workday implementations. Prior to her time at Deloitte, she completed rotations in financial planning and analysis, commercial finance, and investor relations at a multinational conglomerate. Qin holds a bachelor's degree in business administration from the University of Texas at Austin.

Deloitte. Insights

Sign up for Deloitte Insights updates at www.deloitte.com/insights.

Follow @DeloitteInsight

Deloitte Insights contributors

Editorial: Aditi Rao, Sayanika Bordoloi, and Ribhu Ranjan **Creative:** Govindh Raj and Swagata Samanta **Promotion:** Maria Martin Cirujano

About Deloitte Insights

Deloitte Insights publishes original articles, reports and periodicals that provide insights for businesses, the public sector and NGOs. Our goal is to draw upon research and experience from throughout our professional services organization, and that of coauthors in academia and business, to advance the conversation on a broad spectrum of topics of interest to executives and government leaders.

Deloitte Insights is an imprint of Deloitte Development LLC.

About this publication

This publication contains general information only, and none of Deloitte Touche Tohmatsu Limited, its member firms, or its and their affiliates are, by means of this publication, rendering accounting, business, financial, investment, legal, tax, or other professional advice or services. This publication is not a substitute for such professional advice or services, nor should it be used as a basis for any decision or action that may affect your finances or your business, you should consult a qualified professional adviser.

None of Deloitte Touche Tohmatsu Limited, its member firms, or its and their respective affiliates shall be responsible for any loss whatsoever sustained by any person who relies on this publication.

About Deloitte

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited, a UK private company limited by guarantee ("DTTL"), its network of member firms, and their related entities. DTTL and each of its member firms are legally separate and independent entities. DTTL (also referred to as "Deloitte Global") does not provide services to clients. In the United States, Deloitte refers to one or more of the US member firms of DTTL, their related entities that operate using the "Deloitte" name in the United States and their respective affiliates. Certain services may not be available to attest clients under the rules and regulations of public accounting. Please see www.deloitte.com/about to learn more about our global network of member firms.

Copyright © 2021 Deloitte Development LLC. All rights reserved. Member of Deloitte Touche Tohmatsu Limited