

Procurement Spend Taxonomy

Structural Overview

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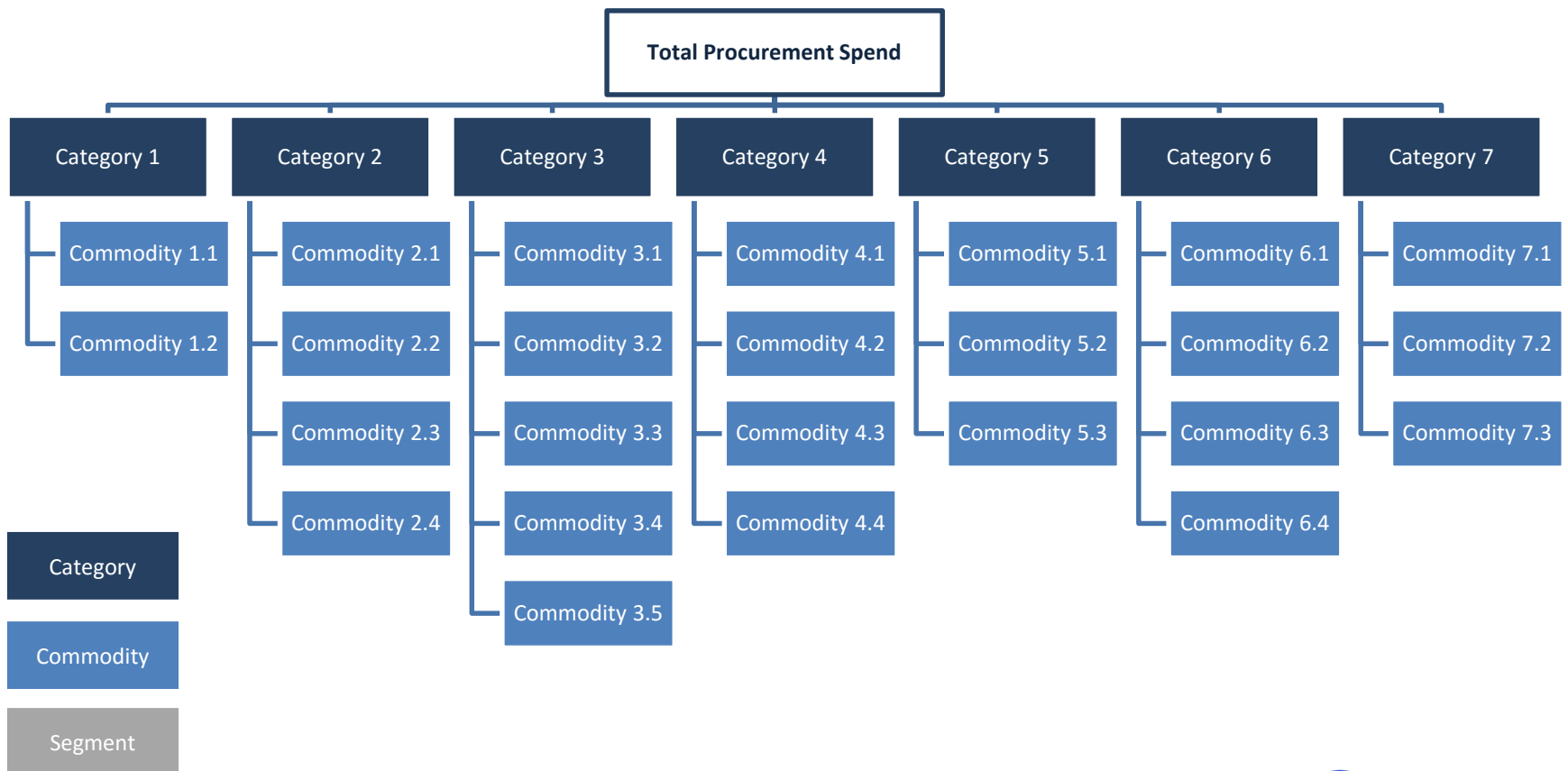
Spend Taxonomy Definitions

A procurement **spend taxonomy** is a well thought out **database structure** that puts spend data into groups that make it **easier to obtain and analyze**.

Category	A logical grouping of goods and services forming the highest tier of a company's Procurement Spend Taxonomy
Commodity	A logical grouping of goods and services forming the middle tier of the company's Procurement Spend Taxonomy
Segment	A logical grouping of goods and services forming the lowest tier of the company's Procurement Spend Taxonomy

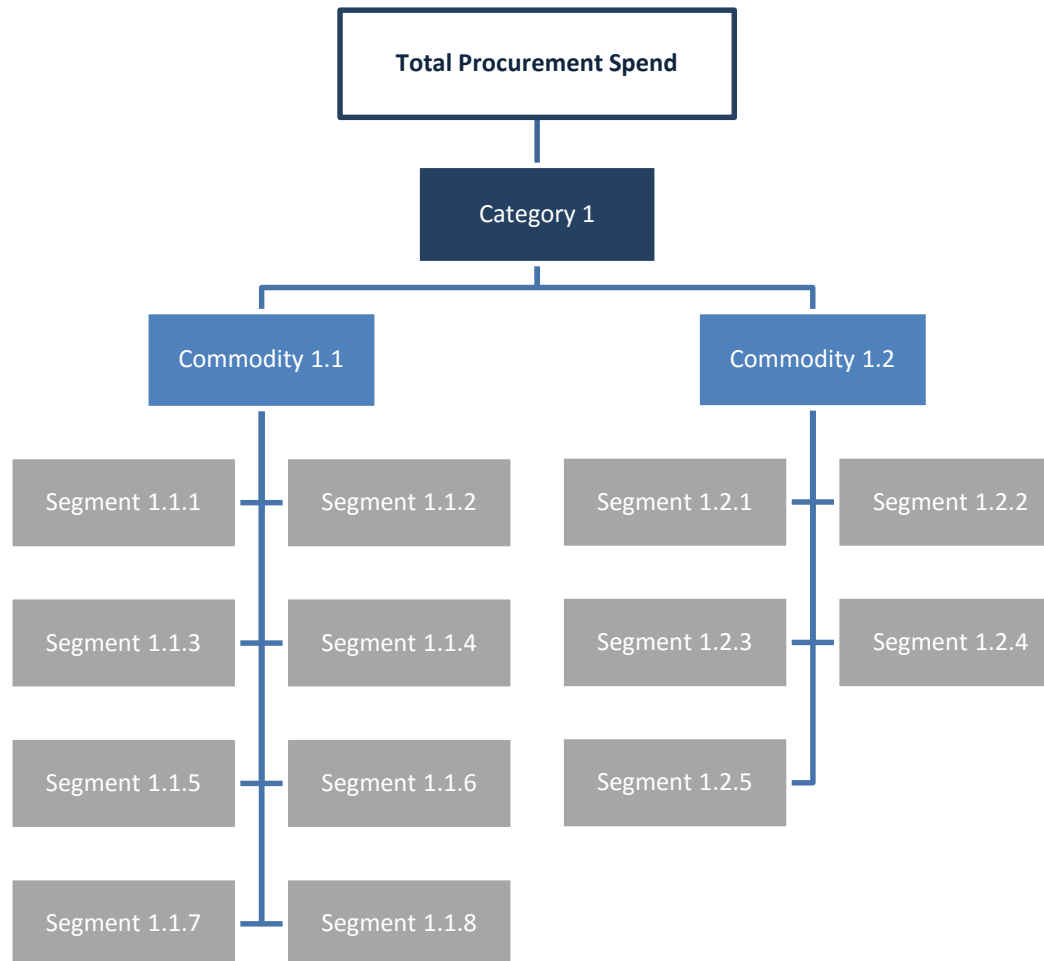


Category and Commodity Structure





Commodity and Segment Structure



Category

Commodity

Segment



Taxonomy Summary



A well thought out and effectively deployed
spend taxonomy gives you:

- Immediate visibility of current and historical spend
 - At a total, category, commodity, and segment level
- Significantly reduced time to get correct data and turn it into usable information
- Near-immediate ability to recognize changing spend patterns
- Easy deployment of procurement dashboards