Guide to
*System Business Rules for
Bank Reconciliation*

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Overview

This guide presents the System Business Rules for Bank Reconciliation. The System Business Rules are categorized by object. These Business Rules are only applicable for the new Bank Reconciliation with Koali or later releases.

For information on the System Business Rules for the Accounting Seed application, refer to the System Business Rules article.

Bank Deposit

BUSINESS RULE	PURPOSE	BANK	AR/AP
A Bank Deposit that has been "Cleared" on a Bank Reconciliation cannot change its child record (Cash Receipts and/or Journal Entry Lines) relationships. **Note:** A "Cleared" source record is defined as being associated with a Bank Reconciliation.	System Integrity		
If multi-currency is enabled, a Bank Deposit record and its associated child records (Cash Receipts and/or Journal Entry Lines) must have the same currency.	System Integrity		
A Cash Receipt or Journal Entry Line that is associated with a Bank Deposit cannot display or be cleared/uncleared on a Bank Reconciliation.	System Integrity		
A Bank Deposit cannot be associated with (cleared on) more than one Bank Reconciliation.	System Integrity		

Bank Reconciliation

BUSINESS RULE	PURPOSE	BANK	AR/AP
On a Bank Reconciliation record, the following fields cannot be modified once a Bank Reconciliation has been created: ● Bank/Credit Card Account ● Ledger ● Currency (if multi-currency is enabled) ● GL Variables 1-4 ● Type **Note:** If these fields need to be changed, delete the Bank Reconciliation and create a new one.	System Integrity		
A Bank Reconciliation cannot be deleted if it has a Statement Ending Date that is prior to another related Bank Reconciliation's Statement Ending Date.	System Integrity		
The Bank Reconciliation field cannot be directly edited and can only be modified through the UI or through a Bank Reconciliation API.	System Integrity		

Bank Reconciliation (cont'd)

BUSINESS RULE	PURPOSE	BANK	AR/AP
The Next Bank Reconciliation cannot be created if a subsequent related Bank Reconciliation has been set to a "Completed" status.	System Integrity		
The Next Bank Reconciliation can be created if all subsequent related Bank Reconciliations have been set to an "In Progress" status.	System Integrity		
The Next Bank Reconciliation must include a Statement Ending Date that is AFTER the Statement Ending Date of the current Bank Reconciliation and BEFORE the Statement Ending Date of the next subsequent Bank Reconciliation.	System Integrity		

Bank Reconciliation (cont'd)

BUSINESS RULE	PURPOSE	BANK	AR/AP
The following fields cannot be manually edited: ● Beginning Balance ● Statement Ending Balance ● Cleared Deposits ● Cleared Payments ● Uncleared Deposits ● Uncleared Payments ● GL Ending Balance	System Integrity		
Only the following source records can be cleared on a Bank Reconciliation: ● Cash Receipt ● Cash Disbursement ● Bank Deposit ● Journal Entry Line	System Integrity		
A Bank Reconciliation that has a Status of "Completed" cannot be deleted.	System Integrity		

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Bank Reconciliation (cont'd)

BUSINESS RULE	PURPOSE	BANK	AR/AP
A source record that is "Cleared" on a Bank Reconciliation cannot be unposted. It must be uncleared first and than, it can be unposted. **Note:** A "Cleared" source record is defined as being associated with a Bank Reconciliation.	System Integrity		
A Cash Disbursement that has been "Cleared" on a Bank Reconciliation cannot be voided. It must be uncleared first and then, it can be voided.	System Integrity		
A Bank Deposit that has been "Cleared" on a Bank Reconciliation cannot change its child records (Cash Receipts and/or Journal Entry Lines) relationships. **Note:** A "Cleared" source record is defined as being associated with a Bank Reconciliation.	System Integrity		

Bank Reconciliation (cont'd)

BUSINESS RULE	PURPOSE	BANK	AR/AP
A Bank Reconciliation can only clear source records with the same dimensions as follows: ● Bank/Credit Card GL Account ● Ledger ● GL Variable 1-4 (if blank, then source records GL Variable 1-4 can be any value) 　○ Example: Bank Reconciliation has GL Variable 1 set to "North" and GL Variable 2 is blank. Only source records with GL Variable 1 (North) will be returned and GL Variable 2 can be any value. ● GL Variable 1-4 (if this is not blank, the source records GL Variables 1-4 must match) 　○ Example: Bank Reconciliation has GL Variable 1 set to "North" and GL Variable 2 is blank. Using this example, only source records with GL Variable 1 (North) will be returned and GL Variable 2 can be any value.	System Integrity		
Only Transactional Ledgers can be selected in the Ledger field on a new Bank Reconciliation.	System Integrity		

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Bank Reconciliation (cont'd)

BUSINESS RULE	PURPOSE	BANK	AR/AP
When multi-currency is enabled, a Bank Reconciliation can have a different Currency than its Ledger.	System Integrity		
Source records must be posted in order to display and be available for clearing on a Bank Reconciliation. **Note:** This rule is not applicable for Bank Deposits since they are non-posting source records.	System Integrity		
The Beginning Balance on the current Bank Reconciliation will be updated with the prior related Bank Reconciliation's Cleared Balance upon creation or upon changing the Status to "Completed." **Note:** The Beginning Balance can be manually entered if the Override Beginning Balance checkbox is selected.	System Integrity		
A Bank Reconciliation cannot be created with a Statement Ending Date that is prior to another related Bank Reconciliation's Statement Ending Date that is already in a "Completed" Status.	System Integrity		

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Bank Reconciliation (cont'd)

BUSINESS RULE	PURPOSE	BANK	AR/AP
A Bank Reconciliation Status can only be changed to "Completed," if: ● The Difference between the Cleared Balance and the Statement Ending Balance is zero (0.00) ● The Status is "Completed" on prior related Bank Reconciliations ● Subsequent related Bank Reconciliation's Status is "In Progress" ● The Cleared/uncleared source record count on the Bank Reconciliation is equal to or less than 8000 records.	System Integrity		
With multi-currency enabled, if a Bank Reconciliation's currency is equal to the Ledger's currency, then the source records that can display and be cleared can have any currency.	System Integrity		
With multi-currency enabled, if a Bank Reconciliation's currency is not equal to the Ledger's currency, then the source records that can display and be cleared must equal the Bank Reconciliation's currency.	System Integrity		

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Bank Reconciliation (cont'd)

BUSINESS RULE	PURPOSE	BANK	AR/AP
Up to 8000 records can be included on a Bank Reconciliation. **Note:** This includes cleared and uncleared records.	System Integrity		
Up to 100 records per page can display on a Bank Reconciliation. And up to 100 records can be batched cleared/uncleared on a Bank Reconciliation.	System Integrity		
A Cash Receipt or Journal Entry Line that is associated with a Bank Deposit cannot display or be cleared/uncleared on a Bank Reconciliation.	System Integrity		
A source record cannot be associated with (cleared on) more than one Bank Reconciliation.	System Integrity		

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Cash Disbursement

BUSINESS RULE	PURPOSE	BANK	AR/AP
A Cash Disbursement that is "Cleared" on a Bank Reconciliation cannot be unposted. It must be uncleared first and than, it can be unposted. **Note:** A "Cleared" source record is defined as being associated with a Bank Reconciliation.	System Integrity		
A Cash Disbursement that has been "Cleared" on a Bank Reconciliation cannot be voided. It must be uncleared first and then, it can be voided.	System Integrity		
A Cash Disbursement must be posted in order to display and be available for clearing on a Bank Reconciliation.	System Integrity		
A Cash Disbursement cannot be associated with (cleared on) more than one Bank Reconciliation.	System Integrity		

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Cash Disbursement (cont'd)

BUSINESS RULE	PURPOSE	BANK	AR/AP
A Cash Disbursement that was created and voided before the Statement Ending Date will not display on a Bank Reconciliation.	System Integrity		
A Cash Disbursement that was created before the Statement Ending date, but subsequently voided, will display on a Bank Reconciliation. However, the record cannot be cleared.	System Integrity		

Cash Receipt

BUSINESS RULE	PURPOSE	BANK	AR/AP
A Cash Receipt that is "Cleared" on a Bank Reconciliation cannot be unposted. It must be uncleared first and than, it can be unposted. **Note:** A "Cleared" source record is defined as being associated with a Bank Reconciliation.	System Integrity		
A Cash Receipt must be posted in order to display and be available for clearing on a Bank Reconciliation.	System Integrity		
A Cash Receipt that is associated with a Bank Deposit cannot display or be cleared/uncleared on a Bank Reconciliation.	System Integrity		
A Cash Receipt cannot be associated with (cleared on) more than one Bank Reconciliation.	System Integrity		

GL Account

BUSINESS RULE	PURPOSE	BANK	AR/AP
Only GL Accounts with the Bank/Credit Card Account checkbox selected are allowed in the Bank/Credit Card Account field on a Bank Reconciliation.	System Integrity	✓	

Journal Entry

BUSINESS RULE	PURPOSE	BANK	AR/AP
A Journal Entry Line that is "Cleared" on a Bank Reconciliation cannot be unposted. The Journal Entry Line must be uncleared first and then, the Journal Entry can be unposted. **Note:** A "Cleared" source record is defined as being associated with a Bank Reconciliation.	System Integrity		
A Journal Entry must be posted in order for the Journal Entry Line(s) to display and be available for clearing on a Bank Reconciliation.	System Integrity		

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Journal Entry Line

BUSINESS RULE	PURPOSE	BANK	AR/AP
A Journal Entry Line that is associated with a Bank Deposit cannot display or be cleared/uncleared on a Bank Reconciliation.	System Integrity		
A Journal Entry Line cannot be associated with (cleared on) more than one Bank Reconciliation.	System Integrity		
The Date on a Journal Entry Line must be less than or equal to the Journal Date on the Journal Entry.	System Integrity		