CRITICAL SUCCESS FACTORS (CSFS) OF ENTERPRISE RESOURCE PLANNING (ERP) SYSTEM IMPLEMENTATION IN HIGHER EDUCATION INSTITUTIONS (HEIS): CONCEPTS AND LITERATURE REVIEW

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\textbf{ABSTRACT}

Nowadays, Information Technology (IT) plays an important role in efficiency and effectiveness of the organizational performance. As an IT application, Enterprise Resource Planning (ERP) systems is considered one of the most important IT applications because it enables the organizations to connect and interact with its administrative units in order to manage data and organize internal procedures. Many institutions use ERP systems, most notably Higher Education Institutions (HEIs). However, many projects fail or exceed scheduling and budget constraints; the rate of failure in HEIs sector is higher than in other sectors. With HEIs’ recent movement to implement ERP systems and the lack of research studies examining successful implementation in HEIs, this paper provides a critical literature review with a special focus on Saudi Arabia. Further, it defines Critical Success Factors (CSFs) contributing to the success of ERP implementation in HEIs. This paper is part of a larger research effort aiming to provide guidelines and useful findings that help HEIs to manage the challenges for ERP systems and define CSFs that will help practitioners to implement them in the Saudi context.

\textbf{KEYWORDS}

Enterprise Resource Planning (ERP) system, Critical Success Factors (CSFs), Higher Education Institutions (HEIs), ERP implementation, Higher Education

1. INTRODUCTION

Information Technology (IT) has brought the best products to enrich various aspects of modern life; no organization can be effective without the adoption of the latest available technology. An Enterprise Resource Planning (ERP) system is one of the technologies used for the best running of organizations to attain effectiveness and efficiency. This system has been defined by many researchers as an integrated information system (IS) and a comprehensive software package that
integrates and controls all the business processes and functions in an organization to institutionalize the sharing of organizational data resources [1, 2, 3, 4].

The ERP system consists of software support modules including utilities for marketing and sales, field service, product design and development, production and inventory control, procurement, distribution, industrial facilities management, process design and development, manufacturing, quality, human resources, finance and accounting, and information services [5]. It helps the different departments of an organization to move information among different processes, reduce costs, increase operational efficiencies, improve business process management, facilitate communication, share information and knowledge across organizational units, and improve decision making capability [6]. Because of these improved features and through the development of business and administrative procedures, many organizations around the world have implemented or updated their current management IS with an ERP system or are in the process of implementing such a system. Despite all the benefits of these systems, implementation is costly, time consuming and complicated, requiring large investments in the fields of planning, consulting and implementing software projects. About 60–90% of organizations fail in the implementation of the ERP system [5, 7, 8], while about 90% of ERP projects go over time or over budget [9, 10]. Accordingly, many challenges and obstacles may arise that hinder successful implementation and affect the benefits intended from the system.

The Higher Education Institutions (HEIs) sector is one of the most important sectors seeking to keep pace with technological development and to benefit from ERP systems to accelerate and simplify the management of data and internal procedures while reducing the cost and increasing the efficiency of institutional performance. Unlike business sectors, which seek commercial profit, HEIs belong to the non-profit governmental sector. HEIs spend huge amounts to move to these advanced systems, but many difficulties may arise. Such difficulties often end the process of ERP implementation, resulting in failure because HEIs –as part of the governmental sector– have a unique nature where administrative structures are inert and employees tend to resist the idea of change. Therefore, HEIs have an urgent need to concentrate on changing the processes prior to implementing the technology. Thus, the role of the top management support is vital for planning and implementing ERP systems, as it is necessary to stimulate the organization and employees before implementation and engage in effective communication with staff to increase the probability of success [11, 12].

Previous studies have suggested that ERP software system implementations is complicated and time consuming [5, 7, 10, 13, 14, 15]. In addition, these studies have pointed out that there is no sure method of achieving success in implementing ERP systems; many ERP implementation projects fail or go over time and over budget. It is noteworthy that several previous studies have focused on the implementation of ERP systems in the business sector [5, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24], but there is lack of studies on implementation in the HEI sector around the world [25, 26, 27, 28, 29]. Moreover, these studies have argued that the university community needs research attention to achieve more relevant knowledge regarding ERP implementation [26]. Furthermore, there is an urgent need to identify the success factors that lead to the successful implementation of these systems [28], since the failure rate in HEIs is higher than that in the business sector [11, 30]. Moreover, Saudi HEIs are in the early stage of technology development because of the lack of implementation of ERP systems in this country [30, 31]. Therefore, it is crucial to study critical success factors (CSFs) to reduce the failure rate of ERP systems in Saudi HEIs.
2. DEFINITION OF ERP SYSTEMS

Several definitions of ERP systems have been offered by a range of authors in the literature. For example, Gable [32] described ERP systems as comprehensive software packages that seek to integrate and automate the complete range of business processes and functions to present a holistic view of the business from a single information and IT architecture. Rosemann and Wiese defined ERP systems as “customizable, standard application software which includes integrated business solutions for the core processes (e.g. production planning and control, warehouse management) and the main administrative functions (e.g. accounting, human resource management) of an enterprise” [33, p. 1].

Previously, ERP systems were perceived as integrated software applications that control and manage different departmental functions such as inventory control, accounting, finance, and human resources (HR) in a single centralized system with a common database. Now, ERP II — the second generation of ERP systems — has been introduced with advanced features to deal with multiple business units, such as customer relationship management and supply chain management. Moreover, it integrates Internet-enabled applications for e-business, allowing access at anytime and from anywhere. The term ERP evolution is widespread and describes integrated information systems appropriate to any organization, regardless of geographic location and size [14, 34, 35].

Many researchers have provided broad definitions of ERP systems. However, a recent and comprehensive definition of ERP systems was provided by Beheshti as “a set of business applications or modules, which links various business units of an organization such as financial, accounting, manufacturing, and human resources into a tightly integrated single system with a common platform for flow of information across the entire business. With the use of the Internet as a business medium, organizations can use the expanded version of ERP, ERP II, to connect their internal business systems with the systems of customers and suppliers” [36, pp. 184–185].

Each ERP system contains many different modules referring to business functions such as HR; some business functions have more advanced and powerful modules than others. A typical ERP system may consist of the following software modules: HR Management, Accounting and Finance, Procurement Management, Manufacturing, Distribution and the Supply Chain [37]. Moreover, several vendors offer ERP systems in the marketplace; the top four vendors are SAP, Oracle, Baan, and PeopleSoft [21, 38].

3. MOTIVATIONS FOR ADOPTING ERP SYSTEMS AND THEIR BENEFITS

There are many reasons to adopt ERP systems. It is important for the organization to understand the reasons for deciding to adopt ERP systems so that they can take advantage of the full benefits.

The main reasons for implementing an ERP system can be summarized as follows: providing an integrated business computing solution, improving a company’s ability to compete in the marketplace, improving business processes and internal efficiency of workflow and reducing the overhead costs in an institution through computerization, enhancing the decision-making process.
by providing accurate and updated organization-wide information. Improvement in all of these areas will enhance company performance [36, 39, 40, 41, 42].

A comprehensive framework for assessing the benefits of ERP systems has been proposed by Shang and Seddon [43, 44]. This framework classifies the types of benefits that organizations can obtain by using ERP systems along five dimensions as follows:

- **Strategic**: Supporting business alliance and business growth, generating product differentiation, and building cost leadership, business innovations, and external linkages with customers and suppliers;
- **Operational**: Cost and cycle time reduction, quality, productivity and customer service improvement;
- **Managerial**: Better resource management, improved decision making and planning, and performance improvement;
- **IT infrastructure**: Building business flexibility for current and future changes, IT cost reduction, and increased IT infrastructural capability; and
- **Organizational**: Supporting organizational changes, and facilitating business learning, empowerment, and building a common vision.

Numerous studies [40, 41, 43] have listed the most important attributes of ERP systems and their ability to effectively improve business’organizational processes, including the following:

- Automating, coordinating, and integrating business processes across organizational locations and functions.
- Sharing common data and practices across the whole enterprise to reduce errors.
- Producing, accessing, and managing information in a real-time environment available anywhere and anytime to facilitate rapid and better decision making and cost reductions.
- Providing a user-friendly web interface system to corroborate interactivity, as such an interface can improve integrated portals for an extensive variety of administrative functionalities.
- Enabling effective and useful conduct of a new business process, such as government, e-learning, e-commerce, e-procurement and e-portfolio.

### 4. CHALLENGES TO ERP IMPLEMENTATION

Although implementing an ERP system has significant benefits, doing so successfully is a challenge. ERP systems are highly complex and require a comprehensive risk strategy; moreover, they are very costly and have a high failure rate even under ideal circumstances [13]. They often require long implementation times and significant resources [5, 7, 10, 13, 14, 15, 45]. According to Zhang et al. [15], on average, ERP projects were 178% over budget, took 2.5 times as long as projected, and delivered only 30% of the planned benefits. In addition, many barriers appear that affect successful implementation, including substantial organizational problems such as employee resistance to change [13, 24, 46]. Thus, the decision to implement an ERP system is a difficult undertaking for any organization.

Over the years, many companies have implemented ERP systems, but many others have faced implementation failure or ended up going over budget and experiencing delays [14, 38, 47, 48,
49, 50]. Approximately 90% of ERP projects end up late or over budget [9, 10, 13]. Markus and Tanis [51] defined success from the viewpoint of managers and implementation consultants as completing the ERP project implementation on time and within budget. Therefore, chief executive officers and senior executive teams must be deeply involved and have a strong commitment to the ERP project to achieve successful implementation [38].

An understanding of the main reasons why many ERP implementation projects have failed could be a recipe for success in a new project. Umble et al. [24] summarized reasons for project failure into 10 categories. They contended that ERP could fail because of a lack of clearly defined strategic goals, lack of commitment of top management, poor project management, resistance to change in the organization, poor selection of an implementation team, lack of data accuracy, inadequate education and training such that users cannot run the ERP system, lack of adaptation of performance measures to ensure that the organization changes, lack of resolution of multi-site issues, and technical complications.

5. SUCCESS FACTORS FOR ERP IMPLEMENTATION

The concept of CSFs was developed in the early 1960s. According to Rockart [52], Ronald Daniel first discussed the idea of CSFs in the management literature, stating that information analysis must focus on “success factors” when as a new approach to help achieve organizational goals.

Rockart [52] developed the idea of identifying the CSFs from the viewpoint of chief executives, pointing out that the process of identifying CSFs helps to ensure that these factors receive the necessary attention and are carefully managed by an organization. Rockart defined CSFs as “the limited number of areas in which results, if they are satisfactory, will ensure successful competitive performance for the organization”[52, p.85]. Rockart and Bullen affirmed that “CSFs are the few key areas where ‘things must go right’ for the business to flourish and for the manager’s goals to be attained” [53, p.7]. Meanwhile, Pinto and Slevin described CSFs as “factors which, if addressed, significantly improve project implementation chances” [54, p. 22].

In the ERP context, Rabaa’I defined CSFs as “a set of activities that needs special considerations and continual attention for planning and implementing an ERP system” [28, p. 137]. They have also been defined as “factors needed to ensure a successful ERP project“ [17, p. 31]. Thus, CSFs are particularly useful, as they provide clear insight and guidance on where to focus special consideration and resources and continual attention in planning for successful ERP project implementation [55].

It is important to improve the implementation success of ERP systems, identify the CSF, and understand the critical factors that constitute successful ERP implementation at each phase [56]. Thus, the critical factors involved in ERP implementation can be given more, and proactive approaches can be developed to counter the high failure rate of ERP implementation [21, 52]. Ultimately, this will enhance the likelihood of achieving higher success levels, cost savings, time savings, quality and efficiency in their ERP system [57].
6. ERP SYSTEM IN HEIs

Instead of developing an IT system in-house, many local government organizations are turning to commercial off-the-shelf (COTS) ERP systems solutions offered by commercial vendors that support core administrative processes such as budgeting, accounting, procurement, performance, and HR management by integrating the data required for these processes in a single database. This allows them to plan their IT resources more effectively, manage their data and legacy systems, and increase the efficiency of the institutional performance [58]. Recently, ERP systems have been applied to new institutional contexts (i.e., financial services, public sector, healthcare, and higher education). Therefore, the HEI sector as one of the main parts of government has been strongly influenced by global trends to adopt new technologies. HEIs begin implementing ERP systems and replace their old systems to overcome the limitations of legacy systems, support all business functions (administrative, accounting, organizational, etc.), improve their management and administration systems, manage their operations and make them more transparent, and achieve performance improvements.

The investment in ERP systems implementation represents the biggest investment in information and communications technology (ICT) for HEIs [50, 59]. It is tempting to see HEIs as unique institutions [50]; however, according to Lockwood [60], there are many similarities and differences between HEIs and business organizations, so that the HEIs face many problems common to most modern business corporations, including coordinating resources, stimulating and facilitating the enterprise among staff, and controlling costs. Meanwhile, the uniqueness of HEIs is based on a combination of different characteristics, namely the complexity of purpose, limited measurability of outputs, autonomy and dependency from wider society, a diffuse structure of authority and internal fragmentation. In addition, HEIs are fundamentally different from business organizations due to their unique decision-making processes, where each executive member is capable of independent decision-making and behavior [50, 61]. Further, HEIs are generally more resistant to change than business corporations due to the loosely coupled and autonomously operating administrative and academic units [25]. Furthermore, Bologa et al. [62] pointed out that the communication in HEIs is more difficult than in companies due to the large number of very different groups with different interests and objectives in different fields; thus, there are no clear formal communication structures in HEIs. The characteristics that make HEIs different require a distinct project management approach.

The main advantages of implementing an ERP system in HEIs are as follows: lower business risks; improved services for the faculty, students, and employees; increased income and decreased expenses due to improved efficiency; and improved information access for planning, organizing, and managing the institution where different departments share an integrated database [63]. Furthermore, Sabau et al. [64] introduced many ERP benefits for universities in terms of business and technical viewpoints.

The business benefits include:

- Campus-wide integration of a conventional system.
- Enhanced internal communications.
- Reduction or elimination of manual processes.
- Improved strategic decision making and planning capabilities.
- Self-service environment for students and faculty.
• Higher availability of administrative systems.
• Support of sophisticated and advanced data analyses for use in decision making.
• Integrated workflow for the industry’s best practices and decreased dependence on paper.

The technical benefits include:

• Decrease or eliminated need for backup systems.
• Platform for re-engineering business practices and continued process enhancements.
• Maintenance and development of consistent data definitions.
• Accessible, user-friendly administrative and student support services.
• Increased data integrity, reliability, and validity.
• Guaranteed system-wide security and protection of confidential information.
• More seamless integration between technology and education delivery by providing a single platform based on new technologies and access to data in real time.

Nevertheless, a limited number of integral ERP solutions have been implemented in HEIs, and there is a need to introduce such ERP systems. Still, the risks related to the implementation of ERP systems in HEIs are relatively high due to the high degree of complexity [59]. According to Pollock and Cornford, ERP systems are “refashioning the identity of universities and accompanied by tensions in which ever site it is implemented” [50, p. 32]. Therefore, the implementation of these systems in the HEI sector is raising new organizational issues [65]. These systems were initially designed for the corporate sector, with little effort to make them fit universities’ business processes; consequently, they either adjust the universities business processes to fit the ERP system or customize the ERP system to fit the universities’ business processes [66]. In addition, Davison [67] identified cultural differences from that of North America through a case study on a Hong Kong University’s implementation of an ERP system, including beliefs concerning providing access to information and miscommunication and difficulties in reengineering organizational processes. A number of researches have shown a high failure rate in the implementation of ERP systems; for instance, Cleveland State University (1998) took legal action against the ERP vendor when they found their new system could handle only half of their transaction volume. The university continued with the implementation of ERP despite rising costs, with a final cost of $15 million, which exceeded the initial forecast by $10.8 million. Likewise, ERP implementation costs for Ohio State University rose from an initial planned amount of $53 million to $85 million. The University of Minnesota had a comparable experience when planned projected costs of $38 million finally reached $60 million [68]. This illustrates the importance of minimizing ERP implementation failure in the HEI sector.

7. RELATED WORK

ERP systems have received substantial consideration in both academia and practice. Numerous research articles about ERP systems have been published, covering several topics and issues. Furthermore, a number of ERP literature reviews have been conducted [14, 26, 38, 45, 57, 69, 70, 71, 72, 73] that provide an overview of existing ERP literature from varied perspectives.

Ngai et al. [14] reviewed 48 articles to illustrate the disparity between the 10 different countries/regions surveyed and the recommended empirical evidence for criticality of the 18 identified ERP success factors. The study results showed the most frequently cited critical factors
for successful implementation of ERP systems are top management support, as well as training and education. Moreover, a clear and defined project plan was another frequently cited factor in all the countries and regions.

In addition, Gargeya and Brady [38] identified six groups of factors leading to success in ERP implementation by reviewing published articles that reported SAP implementations in 44 companies from different industries based on conducting content analysis. The primary factors for successful implementation of SAP ERP projects include working with SAP functionality and maintaining scope and the cooperation of the project team/management support/consultants. Other success factors are the internal readiness/training, adequate system testing, organizational diversity, and planning/development/budgeting.

A comprehensive taxonomy of CSFs for ERP system implementation was presented by Dezdar and Sulaiman [45]. They analyzed the content of 95 articles published between 1999 and 2008; then, they arranged 17 identified ERP success factors using the frequency count method. They found that the most frequent CSFs include top management support and commitment, project management and evaluation, business process reengineering and minimum customization, ERP team composition, competence and compensation, and the change management program.

However, Finney and Corbett [57] recommended 26 CSFs based on the results of a comprehensive compilation and analysis of ERP implementation success factors, which they identified using content analysis and grouped into strategic and tactical categories. The study reveals that the five most significantly cited CSFs are top management commitment and support, change management, business process reengineering (BPR) and software configuration, training and job redesign, and the best and brightest project team. However, change management has emerged as the most widely cited CSF.

Since ERP literature is a wide topic, we centered our review on ERP implementation in HEIs, which provide a more detailed analysis and deeper understanding of CSFs in ERP implementation within this sector. Abugabah and Sanzogni [11] collected critical literature reviews of the implications of ERP systems in HEIs, especially in Australia. The study shows that system users at all levels play a major role in defining the feasibility of ERP implementation. The researchers discuss the importance of establishing the requisite criteria to evaluate the performance of the system through the performance of its users after providing necessary training. It is important not to neglect other characteristics, such as technical and managerial aspects. The researchers stress the importance of aspects that influence the performance of staff, the quality of services provided, and the output of the system. Therefore, they try to gather the evaluation of ERP implementation while considering user and organization perspectives.

Furthermore, a study by Rabaa’i [28] concentrates on ERP implementation and evaluation, also in Australian HEIs. He discussed the CSFs identified by previous studies and their importance to answer the following research question: What are the key critical factors for ERP implementation success in a university environment? Based on a literature review, 12 CSFs for ERP implementation were identified using the frequency analysis. Change management and top management commitment and support are the most widely cited CSFs. Other factors include project management, business process reengineering and system customization, user training, cross-functional implementation teams, visioning and planning, consultant selection and
relationship, an effective communication plan, ERP system selection, ERP systems integration, and post-implementation evaluation measures.

8. RESEARCH METHODOLOGY

The researchers conducted an extensive literature review, analyzing more than 50 articles published over a period of 13 years (2002–2015) to address the following question: ‘What are the most imperative critical factors for ERP implementation success?’ In this study, articles from journals, book chapters, conference proceedings, and dissertations were identified, analyzed, and classified. These articles were identified through a computer search of Management Information System (MIS) journals and number of databases including Emerald, ScienceDirect, Proquest Computing, IEEE/Xplore, EBSCOhost, SpringerLink, ACM Digital Library and Google Scholar.

The articles were selected was based on the following search terms and keywords: “enterprise resource planning success factors,” “ERP implementation success,” “ERP implementation success in higher education institutions,” “critical success factors for ERP implementation in higher education,” “critical success factors for enterprise systems,” “enterprise resource planning successful implementation,” “success factors of enterprise systems” and “CSFs of ERP system implementation in HEIs.”

9. SUCCESS FACTORS FOR ERP IMPLEMENTATION IN HEIs

As mentioned above, an ERP redefines business operations and plays an important role in managing business processes in many organizations. In addition, there are many previously identified factors that could influence the successful implementation of ERP systems. Recently, universities have implemented ERP systems, but there is a lack of research focusing on the implementation of ERP systems in the HEI sector around the world [26, 29, 74]. Furthermore, some studies have identified the urgent need to identify success factors that lead to the successful implementation of the system, as failure rate of ERP systems in HEIs is higher than that in the business sector [11, 30].

Allen et al. [75] investigated the issues associated with ERP implementation via four in-depth case studies of HEIs in the UK that were in the process of implementing ERP systems to investigate whether the systems provided a feasible IS strategy for HEIs through interviews and reviews of secondary documentation. They adopted Pinto and Slevin's [54] and Holland et al.’s [76] CSF models, which include strategic issues and specify the need for a project mission, top management support, and project schedule outlining individual action steps for project implementation. Clearly, these issues are most important during the rollout of a project. Meanwhile, tactical elements such as communicating with all affected parties, recruiting the necessary technical and business specialists for the project team, obtaining the necessary underlying technology, user acceptance, and monitoring and feedback at each stage gain their importance in the implementation phase.

Chatfield [77] investigated the implementation factors that affect ERP system success in universities, including a decrease in implementation costs. The findings suggest that ERP system quality is improved by effectively training users, changing management, and providing support strategies for the users and the organization’s culture. This requires involving university
personnel in the implementation to reduce costs and making use of the personnel’s existing knowledge of the organization.

Seo [12] in her thesis, focused on the challenges of ERP implementation in corporate and university environments by conducting two case studies to compare the similarities and differences, specifically between the Massachusetts Institute of Technology (MIT) and the Engineering Company (ENGCO). This research presents the top 12 most frequently cited CSFs from previous studies. After evaluating these factors, the following CSFs were proven effective in the implementation of ERP in the university environment: change management, communication planning, ERP systems integration, and top management commitment and support. Moreover, Seo found that ERP failure results from the unique nature and decision support methodology of the university as well as the limited flexibility of university systems. The researcher also mentioned that university administration support in achieving the benefits of ERP systems could be the cornerstone for success, along with other success standards, such as team composition and strong communication across the organization.

Olugbara et al. [78] identified, validated, ranked and classified ERP success factors with reference to HEIs and described expert assessments to validate the relevance of the identified ERP success factors in the educational setting. Moreover, they used principal component analysis to reduce the dimensions and rank ERP success factors, as well as cross-impact analysis to classify ERP success factors. The study identified the following 10 CSFs influencing the effective implementation of ERP systems in African HEIs: top management support, management of expectations, business process reengineering, project team composition and competence, education and training of users, interdepartmental cooperation and communication, involvement of users in systems development and integration, culture of resistance within an organization, vendor and consultant support for users, and system changes and upgrades to new versions.

Somers and Nelson [79] developed a unified CSF model for industries in United States that described the importance of 22 CSFs identified across the stages of ERP implementation through responses from 86 organizations within variety of industries, including the education sector. The research sample targeted in the interviews and questionnaire consisted of senior-level IS executives. The authors identified and ranked the top five CSFs for ERP implementation as top management support, project team competence, interdepartmental cooperation, clear goals and objectives, and project management. Furthermore, the study suggested that the most important factor for executives is top management support.

Finally, Nah and Delgado [80] reviewed the literature to develop a comprehensive list of CSFs related to ERP implementation and upgrades. The researchers conducted two case studies at a university and a public company using interviews and questionnaires to collect data. They then organized the results into seven main categories. The results showed that the main factors involved in the successful implementation across the four phases of the ERP lifecycle are as follows: (1) a business plan and vision; (2) change management; (3) communication; (4) ERP team composition, skills, and compensation; (5) project management; (6) top management support and championship; and (7) system analysis, selection, and technical implementation.
10. ERP IMPLEMENTATION WITH SAUDI HEIs

With Saudi Arabia’s orientation toward implementing e-government, whose significant benefits are attributable to the institutions and national economy of the Kingdom of Saudi Arabia, and due to government pressure to improve operational efficiency within their institutions, an e-government program (Yesser) was established that enables the implementation of e-government and raising the public sector’s productivity and efficiency [81]. Saudi HEIs began implementing ERP systems to increase their efficiency and to automate their administrative procedures. As major Saudi government institutions, HEIs have been strongly influenced by the government trend to adopt new technologies.

A few research studies on the implementation of the ERP system in Saudi HEIs have concentrated on general technical and users’ perspectives [7, 30, 82]; these have been limited to study the experience of King Saud University (KSU) in ERP implementation. It should be noted that the ERP system of KSU is called MADAR; it is not an ERP global software system such as SAP, Microsoft Dynamics, or Oracle E-Business Suite (EBS); rather, it has been locally designed due to budget constraints, a shortage of skilled users, and the greater flexibility for customization with the governmental policies [83]. Therefore, the success factors and obstacles may differ from the experiences of other universities that have implemented global ERP software systems.

Al-Hudhaif [82] investigated the factors affecting the ERP implementation from the user’s perspective at KSU. A theoretical framework was developed and four hypotheses were explained to look at the status of system implementation at this university. The results showed the total success is dependent on the user satisfaction. In addition, the researcher found a significant relationship between satisfaction level and challenges to implementation. He suggested that the commitment of university head administration in ERP adaptation plays the major role of success implementation. However, the study suggests no relationships between the training factor and success of ERP implementation.

Moreover, Aldayel et al. [30] conducted a case study for the CSFs of ERP implementation in higher education from technical and user perspective. Their case study had been conducted at KSU which implemented MADAR system. The results showed that the most important CSFs in ERP implementation from a technical point of view were project management and ERP system selection. Other factors included stakeholder participation, business process reengineering and customization, top management commitment and support, ERP team composition, ERP systems integration, choice of supplier and its support, scope of implementation, and consultant participation. From the user’s perspective, the most important factor was training.

11. CSFs FOR ERP IMPLEMENTATION IN HEIs

The results of the abovementioned research studies on the success factors of ERP implementation describe the problem complexity using a variety of approaches. The CSFs and the results of the research studies differed substantially, showing that the factors leading to success are complex and cannot occur in isolation. Indeed, they overlap and are hard to separate [38]. Some researchers have suggested that the CSFs of ERP implementation identified in the literature in terms of private sector organizations are equally applicable to organizations in the public sector. Furthermore, they pointed to additional CSFs in public sector organizations, where it is more difficult to successfully achieve ERP implementation. The government acquisition rules must be
revised to align with the CSFs [38, 84, 85]; thus, CSFs need to be identified and adapted to the public sector.

The aim of this paper is to define the main important factors contributing to the success of ERP implementation in HEIs. Table 1 shows the 13 factors identified as critical to ERP implementation success from previous studies conducted in the HEIs sector.

Table 1. The most important ERP CSFs extracted from the literature.

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<th>Factors</th>
<th>References</th>
<th>Definition</th>
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<tr>
<td>1</td>
<td>Top management commitment and support</td>
<td>[25, 28, 29, 30, 62, 64, 66, 75, 78, 79, 80]</td>
<td>There is enough support from senior management in the ERP project. Top management must be willing to be involved and commit to allocating valuable resources to the implementation effort.</td>
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<td>2</td>
<td>Change management</td>
<td>[25, 28, 29, 30, 62, 64, 66, 75, 78, 79, 80]</td>
<td>A primary strategy, strong institutional identity and structured approach are needed to create a comprehensive environment to ensure the successful implementation and smooth transitioning to the ERP system.</td>
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<td>3</td>
<td>Project management</td>
<td>[25, 28, 29, 30, 62, 64, 66, 75, 78, 79, 80]</td>
<td>Effective management of the ERP project, including defining the project scope, goals, objectives, schedule and strategy and careful tracking of ERP project progress to plan, coordinate and monitor various defined activities in different stages of ERP implementation.</td>
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<td>4</td>
<td>Project champion</td>
<td>[62, 66, 79, 80]</td>
<td>A project leader who plays a critical role in the implementation of ERP and makes the project work by setting goals and effecting legitimate changes.</td>
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<td>5</td>
<td>System customization</td>
<td>[25, 28, 29, 30, 66, 78, 79, 80]</td>
<td>Modification of the ERP package according to the institution’s needs to fit its existing business process.</td>
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<td>6</td>
<td>Business process reengineering (BPR)</td>
<td>[25, 28, 29, 30, 62, 66, 75, 78, 79, 80]</td>
<td>Changes in the work process that arise with ERP system implement on to fit and adapt the functionality of the system package instead of trying to modify the ERP system to fit the organization’s current business processes.</td>
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<td>7</td>
<td>ERP implementation team</td>
<td>[25, 28, 30, 62, 64, 66, 78, 79, 80]</td>
<td>The team should consist of the best, most skilled people in the institution. Necessary capabilities include team leadership, cross-functional team representation from all business units and strong commitment to the implementation duties.</td>
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<td>8</td>
<td>Consultant selection and relationship</td>
<td>[28, 30, 62, 66, 75, 78, 79, 80]</td>
<td>The extent to which ERP consultants who are expert and knowledgeable about the installation are part of the implementation process. It is important to arrange for knowledge transfer from the consultant to the project manager and staff.</td>
</tr>
<tr>
<td>9</td>
<td>Effective communication plan</td>
<td>[25, 28, 29, 62, 64, 66, 75, 78, 79, 80]</td>
<td>Covering and sharing information, scope, activities and objectives between the ERP project team members and communication of the results and goals at each ERP implementation stage to the rest of the institution.</td>
</tr>
<tr>
<td>10</td>
<td>Active partnership with vendor</td>
<td>[25, 30, 66, 75, 78, 79, 80]</td>
<td>Support ranging from technical assistance to training that can reduce the cost of implementation; the organization can gain other benefits from partnerships with the vendor and use the vendor’s customization tools.</td>
</tr>
<tr>
<td>11</td>
<td>ERP system selection</td>
<td>[28, 29, 30, 64, 66, 74, 78, 79, 80]</td>
<td>Careful ERP software package selection that matches the organizational needs, business processes and practices.</td>
</tr>
<tr>
<td>12</td>
<td>System integration</td>
<td>[28, 30, 80]</td>
<td>Good integration between the ERP system and other systems in the institution to smoothly share and transfer information.</td>
</tr>
<tr>
<td>13</td>
<td>Post-implementation evaluation and management</td>
<td>[28, 66]</td>
<td>All projects require some kind of post-evaluation through the exchange of information between the project manager and project team members and analysis of user feedback.</td>
</tr>
</tbody>
</table>

12. CONCLUSION

This paper gave a general overview of the implementation of ERP systems, including definitions, motivations for adopting ERP systems, and their challenges. Furthermore, it explained the CSFs concept and provided a comprehensive overview of the literature on ERP implementation success factors.

This research reviewed the previous literature on ERP implementation with a focus on success factors for ERP system implementation in the HEI sector worldwide and in Saudi Arabia. The aim of this was to fill the gap in research regarding the implementation of the ERP system in this sector, particularly since the failure rate of ERP systems in HEIs is higher than that in the business sector. This paper identified and defined the 13 most important ERP CSFs extracted from previous studies in this field.

This research is considered as a starting point to conduct in-depth analysis of CSFs in HEIs to increase the success rate of ERP implementation. Furthermore, it will enrich the academic
knowledge in this field because of the lack of previous research on the successful implementation of ERP systems in the HEI sector. The researchers intend to carry on the reach by conducting in-depth analysis of different universities in Saudi Arabia that have implemented an ERP system.

REFERENCES


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