



WHY WE DO WHAT WE DO:

FY 2012 Updates

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DISCUSSION TOPICS

- Overview-Financial Report of the U.S. Government
- GAO Findings
- Third Quarter Financial Reporting
- Treasury Financial Manual: New Reporting Requirements & FR Reporting Due Dates
- OMB MAX Website
- GFRS Enhancements
- Questions



Financial Report of the U.S. Government

- Why we publish the Financial Report of the U.S. Government
 - Government Management Reform Act of 1994 (GMRA)
 - 31 U.S.C. § 331(e)(1)
 - the Department of the Treasury must submit the Financial Report to the President and Congress no later than six months after the September 30 fiscal year end.



Financial Report of the U.S. Government

- Discloses the Government financial position and fiscal health at the end of the fiscal year
- Discloses the Government's ongoing efforts to strengthen the economy
 - Create jobs
 - Achieve fiscal sustainability



Financial Report of the U.S. Government – cont'd

- Prepared from the audited financial statements of specifically designated Federal agencies
- Audited by Government Accountability Office (GAO)



GAO Findings

- During the FY 2011 audit, GAO identified new and continuing control deficiencies in the processes used to prepare the FR
 - Adequately account for and reconcile intragovernmental activity and balances between federal agencies
 - Ensure accrual-based consolidated financial statements were consistent with GAAP
 - Resolve or explain material differences involving the budget deficit and related amounts reported in federal agencies financial statements
 - Reconciliations of Net Operating Cost and Unified Budget Deficit



GAO Findings – cont'd

How are we addressing these control deficiencies (GAO findings)?

- Focus Groups to deal with intragovernmental out of balances
 - Strengthened policies and procedures through dedicated Treasury resources such as the Intragovernmental Transformation Project Team
- Third quarter reporting by agencies with selected focused subject matters in the footnote disclosures at the government-wide level
- Working closely with agencies
 - Detail or job rotation opportunities
 - Agency outreach
 - Collaboration with AGA



Third Quarter Financial Reporting

- What is the purpose of third quarter data analysis
 - Improved quality assurance
 - Improved accuracy
 - Completeness
- Four Focus Areas (Subject Matters)
 - Social Insurance
 - TARP
 - Government Sponsored Enterprises
 - Federal Employee and VA Benefits Payable



Third Quarter Financial Reporting – cont'd

- OMB MAX Community Website
 - Dedicated website for collaboration between agencies and FMS Treasury
 - Workflow process based
 - Includes financial reporting key dates
 - Financial Reports Division contacts
- www.max.omb.gov



OMB MAX – 3rd Quarter Workflow Process



MAX.GOV HOMEPAGE

Search The MAX Community

[Share](#)

The hub for all your collaboration needs
MAX Federal Community
 Collaborate with colleagues, share files, create workflows and more!

[Learn More](#)

1 2 3 4 5 6 7

Successfully Logged In!
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- My Quicklinks**
- [MAX Federal Community](#)
 - [Department of the Treasury Home Space](#)
 - [MAX Cloud Services Capabilities](#)
 - [Budget Formulation and Execution Line of Business](#)

Collaboration Groups | [Communities](#) | [Manage Groups](#) | [Shared Desktop](#)

My Collaboration Groups [Modify My Groups](#)

- [Budget Community](#)
- [Department of the Treasury](#)
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- [Financial Management Community](#)
- [Financial Report Division](#)
- [Financial Report Division - Financial Report of the United State](#)
- [MAX Information and Reports](#)
- [Treasury-Financial Management Service](#)
- [Treasury-Financial Management Service-Reporting](#)

- General**
- [Change Applications](#)
 - [Change Communities](#)
 - [Change Groups](#)
 - [Search Agency Admins](#)
 - [Search Group Admins](#)
 - [Search Users](#)

- Group Management**
- [Manage Groups](#)
 - [Add Users to Groups via Email](#)
 - [Search Group Users](#)

MAX Availability

Available 24 Hours
 Maintenance window
 Sundays 2-8:00AM EST

My MAX Applications [Modify My Applications](#)



OMB MAX – 3rd Quarter Workflow Process – **cont'd**

Financial Report of the United States

Directions

Click here to go to Financial Report Agency Comments Pages.

- These pages have Agency comments logs for the Financial Report.

For 3rd Quarter Reporting

Click here to go to the FMS and Agencies (This is for collaboration between FMS and the selected agencies)

- These pages will be for uploading documents to the FMS and government agencies workgroup.

Click here to go to the FMS, GAO, OFAS and OMB Collaboration (Restricted Access)

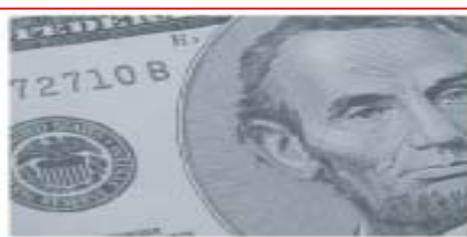
- These pages are for uploading documents in the FMS, GAO, OFAS and OMB workgroup.

Click here to go to the FMS, OFAS and OMB Collaboration (Restricted Access)

- These pages for uploading documents relating to the FMS, OFAS and OMB workgroup.

Click here to go to Global FMS (Restricted Access) pages.

- These pages have the list of completed documents.



OMB MAX – 3rd Quarter Workflow Process –cont'd

FMS and Agency Workflow Stream Mainpage

Instructions

1) Please click below for the appropriate agency. As one of the selected agencies identified by FMS, all workpapers related to the collaboration between your agency and FMS are to be uploaded and shared on the MAX Federal Community.

2) Under each of the listed child pages, the key areas for collaboration will be listed.

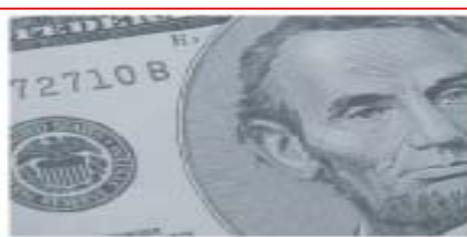
- [Document Collaboration Table Reference \(FMS and Agency\)](#): This page is a workflow table reference that is a guide to all of the steps in the workflow.

List of Child Pages

- [Department of Defense \(FMS and Agency\)](#)
- [Department of Health and Human Services \(FMS and Agency\)](#)
- [Department of Labor \(FMS and Agency\)](#)
- [Department of Treasury \(FMS and Agency\)](#)
- [Department of Veteran Affairs \(FMS and Agency\)](#)
- [Document Collaboration Table Reference \(FMS and Agency\)](#)
- [FRD Treasury Workflow Demonstration](#)
- [Office of Personnel Management \(FMS and Agency\)](#)
- [Railroad Retirement Board \(FMS and Agency\)](#)
- [Social Insurance and Pension Dashboard](#)
- [Social Security Administration \(FMS and Agency\)](#)

Search within this collaboration area:

Recent Updates Within This Area:



OMB MAX – 3rd Quarter Workflow Process –cont'd

Phase	Description of Phase	View Restrictions on Phase
Initial FRD Drafting stage	<ul style="list-style-type: none"> In this stage, FRD is compiling the initial document to send over to the Agency. Once FRD has compiled the document and uploaded the document onto this page FRD will click on the "Initial Agency Drafting Stage" to notify the agency that the document is ready to be reviewed by the agency . Clicking "Initial Agency Drafting Stage" will send an email to the agency people that the document is ready to be reviewed. 	FRD Team can view the "Initial Agency Drafting Stage" button.
Initial Agency Drafting Stage	<ul style="list-style-type: none"> In this stage, the agencies are editing their unaudited Interim Financial Notes. Once the agency is done with making their edits in the document, then they will click on the "FMS Reviewing (Work in Progress)" button to send a notification to the Agency team indicating that the document is ready for review. 	Agency Team can view the "FRD Reviewing Stage (Work in Progress)" button.
FRD Reviewing Stage (Work in Progress)	<ul style="list-style-type: none"> In this stage, FMS will be editing and reviewing the document, when FMS is done with reviewing the document, they will click on the "Agency Reviewing Stage (Work In Progress)" button to notify the Agency that the document is ready for another review. If FMS deems that the document is ready for submission, they will click on "Ready for Preliminary Submission" button. *Note: This stage is an iterative process, in which FRD and the agency will pass back and forth multiple times.* 	FRD Team can view the "Agency Reviewing Stage (Work in Progress)" and the "Finished Reviewing (FRD Approval)" buttons.
Agency Reviewing Stage(Work in Progress)	<ul style="list-style-type: none"> In this stage, the Agency will be editing and reviewing the document. If the Agency wants to send it back to FMS for review, then the Agency will click on "FRD Reviewing (Work in Progress)" to send a notification to FRD. However, if the Agency believes that the document is finished, they will click on the "Finished Reviewing (FRD Approval)" Button. *Note: This stage is an iterative process, in which FRD and the agency will pass back and forth multiple times.* 	Agency Team can view the "FRD Reviewing Stage (Work in Progress)" button.
Finished Reviewing (FRD Approval)	<ul style="list-style-type: none"> The FRD team will click on this button when the document is finished. Then the FRD Team will then click on "Format Draft Concurrence by Agency" button to send the document to the Agency. 	FRD Team can view the "Format Draft Concurrence by Agency" button.
Format Draft Concurrence by Agency	<ul style="list-style-type: none"> The FRD team will click on this button when the document is finished. Then the FRD Team will then click on "Format Draft Concurrence by Agency" button to send the document to the Agency. 	The Agency can view the "Concurrence and Not-Concurrence" buttons.
Concurrence	<ul style="list-style-type: none"> The Agency reviewers will click this button to indicate that the document concurs. 	
Not-Concurrence	<ul style="list-style-type: none"> The Agency reviewers will click this button to indicate that the document does not concur. If the Agency clicks on this button, then it is important for the Agency reviewers to explain why this document does not concur. 	



Governmentwide Financial Report System

- It is a tool to collect the data for consolidation purposes at the government-wide level
- Uses a Closing Package methodology
 - Captures agencies financial information and links the agencies' comparative, audited consolidated, department-level financial statements to the Financial Report of the United States Government (FR)
 - Audited by agencies' IGs or their Independent Public Accountants (Auditors)
 - Consolidated government-wide FR is audited by GAO



GFRS Enhancements

- Recent GFRS survey results through Central Reporting Team (CRT) platform effected some end user enhancements
 - IG sign off button in Module 0008
 - Updates to Q&A on FRD website
- Module GF008 - Completions and Approvals Module
 - Increased the size of the IG sign-off radio button
 - Inactivated the IG sign button for OCBOA agencies



GFRS Enhancements – Module GF 008

Form Edit Block Field Record Query Window Help

GF008 - Completions and Approvals ~ GFRSSA07 - SA 21-JUN-12 04.00.07.000 PM

Entity: 1400 DEPARTMENT OF THE INTERIOR
Fiscal Year: 2011 PD: SEPTEMBER

Agency FS Reclassification Trading Partner FR Notes Other Data Closing Pkg - IG

Closing Package - IG Opinion
 Adverse Disclaimer Qualified Unqualified

By: IG Signoff
Date: Attach

Provide the text of your opinion:

Submit Cancel

Increase the size of "IG Signoff"



GFRS Enhancements – Module GF 008

Form Edit Block Ffield Record Query Window Help

GF008 - Completions and Approvals ~ GFRSSA07 - SA 21-JUN-12 04.00.07.000 PM

Entity: 1800 UNITED STATES POSTAL SERVICE

Fiscal Year: 2011 PD: SEPTEMBER

INACTIVATED

Agency FS Reclassification Trading Partner FR Notes Other Data Closing Pkg - IG

Closing Package - IG Opinion

Adverse Disclaimer Qualified Unqualified

By: IG Signoff

Date: Attach

Provide the text of your opinion:

Submit Cancel

For OCBOA agencies



GFRS Enhancements – con'd

- Updated Q & A via FRD website
<http://www.fms.treas.gov/closingpackage/questions.html>
 - GFRS is compatible with Windows 7
 - Reset and synchronize password
 - Navigate from module to module (GFRS User Guide)
 - Prior data population



TFM: New Reporting Requirements & Updates

- Narrative in the chapter revised for clarity:
 - Section 4705.20f – Department code reporting for General Fund Activities
- Appendix 3 Financial Report Notes and Instructions
 - Note 4A – Direct Loans Receivable and Mortgage Backed Securities
 - Removed Sections C & D to Appendix 4
 - Note 4B – Loans Guarantees
 - Line Item Notes Tab - Deleted Air Transportation Stabilization Board
 - Note 11 – Federal Employee and VA Benefits Payable
 - Added two new sections



TFM: New Reporting Requirements & Updates **– cont'd**

- Appendix 3 Financial Report Note and Instructions – cont'd
 - Note 14 – Insurance and Guarantee Program Liabilities
 - Line Item Notes Tab – Added National Credit Union Administration Temporary Corporate Credit Union Stabilization Fund
 - Added Other Notes Info Notes Tab
 - Note 20 – TARP
 - Removed Sections E & F to Appendix 4
 - Note 30 – Statement of Changes in Social Insurance Amounts
 - Added line items to various sections due to FASAB SFFAS 37 requirements



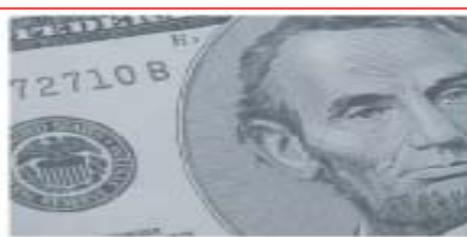
TFM: New Reporting Requirements & Updates **– cont'd**

- Appendix 4 - Other Financial Report Data and Instructions
 - Note 16 – Components of Loans and Equity Investments Receivable
 - New Note
 - Sections moved from Loans and TARP (Notes 4A, 4B, and 20)



TFM: New Reporting Requirements & Updates **– cont'd**

- Appendix 7- Federal Intragovernmental Transactions
Categories of Reciprocal U.S. Standard General Ledger
Proprietary Accounts
 - New USSGLs
 - The Intragovernmental Transformation Project Team is revising this section for FY2013 – Stay Tuned for Upcoming Updates from them



Key Reporting Dates

- August 23 – FACTS I opens for MAF submissions
- September 14 – FACTS I closes for MAF submissions
- Friday September 28 - FACTS I ATB submissions
- Monday October 22 - 4th Quarter IRAS files due
- **Thursday November 15 – Window closes for GFRS submissions for verifying agencies**
- **Friday November 16- IG opine on Closing Package submissions by 6 p.m. EST**



Key Reporting Dates – cont'd

- **Friday November 16 – Window closes for FACTS I ATB submissions (Nonverifying agencies) by 6 p.m. EST**
- **Friday November 16 – IG must submit final legal representation letter and management schedules to FMS, DOJ and GAO by 6 p.m. EST**
- **Friday November 30 - Window closes for FACTS I ATB submissions (Verifying agencies) by 6 p.m. EST**
- **Wednesday December 26 – IG must submit information about subsequent events after the effective date of final legal representation letters through December 21 to FMS, DOJ, and GAO by 6 p.m.**



What We Need From You !

- Check to ensure your access to the GFRS is not inactivated if you are a preparer before you submit your agency's data
- Work with your Senior Management (CFO or designee & IG or designee) to ensure that their passwords are current
- Appropriate user roles & access to GFRS
 - Complete Enterprise System Access Request Form (ESAAS) GFRS access
 - Reset password 202-874-8270
- Report in a timely fashion
 - Do not wait until the last moment since this could impact performance of the system
- Follow reporting requirements but ***start early, do not wait***
 - TFM as your resource/reference or your FMS FRD assigned Review Accountant
 - <http://www.fms.treas.gov/closingpackage/contacts.html>



References

- Guide to understanding the Financial Report
<http://www.gao.gov/products/GAO-05-958SP>
- Summary of the 2011 Financial Report – Citizen’s Guide
<http://www.fms.treas.gov/frsummary/index.html>
- OMB Circular A- 136
http://www.whitehouse.gov/omb/circulars_default/
- Treasury Financial Manual – Chapter 4700
<http://www.fms.treas.gov/closingpackage/tfm-manual.html>
- FASAB
<http://www.fasab.gov/>
- U.S. Standard General Ledger
<http://www.fms.treas.gov/ussgl/index.html>

