

DATE: JUN 17 2013

TO: Chief Financial Officers and Chief Credit Management Officials

FROM: Jeffrey Schramek *Jeffrey Schramek*
Assistant Commissioner
Debt Management Services

SUBJECT: FY 2014 Revision of the Treasury Report on Receivables and Debt Collection Activities

The purpose of this memorandum is to alert you about an important upcoming revision to the Treasury Report on Receivables and Debt Collection Activities (TROR), beginning in Fiscal Year (FY) 2014. The TROR is the Federal government's primary means for collecting data on the status of the Federal government's non-tax debt portfolio. Debt Management Services (DMS), a part of the U.S. Department of the Treasury's Bureau of the Fiscal Service, collects supporting data from all Federal agencies in accordance with the Debt Collection Act of 1982 and the Debt Collection Improvement Act of 1996 (DCIA). The TROR data is disseminated to the President, Congress, the Office of Management and Budget (OMB), Chief Financial Officers (CFO), and others to support assessments of the effectiveness of Federal receivables management and credit policy.

DMS is revising the TROR to support OMB's government-wide focus on improving debt collection. See, "OMB Controller Alert: Improving Collection of Delinquent Debt," dated January 4, 2013 (www.cfo.gov/controller-alert-delinquent-debt). Starting in FY 2014, all Federal agencies will be asked to provide additional information about their receivables portfolio, including:

- The number and value of receivables eligible to be categorized as "Currently Not Collectible" (CNC), but excluded from this status based on OMB Circular A-129 (Part I, Section B(1)(F))
- The number of delinquent debts in the established aging categories (Part I, Section C(1))
- The number and value of delinquent debts reported to credit bureaus (Part I, Section C(3))
- The number and value of delinquent debts eligible to be reported to the Internal Revenue Service as cancelled debt (Form 1099C), but not reported (new Part II, Section E (1)(B))

In June 2013, DMS will provide a copy of the revised TROR form, along with supporting information, to all agencies to allow sufficient time to meet the new reporting requirements that will be in effect for the data provided to DMS at the end of the first quarter, FY 2014.

Information will also be provided on our website <http://fms.treas.gov/debt/dmrptstror.html>

As many of you are aware, OMB and Treasury have been working together to develop a web-based tool that will allow agencies to see their TROR data graphically and track efforts to improve receivables management. The additional data DMS is requesting in the TROR is a part of this effort. More information on this project will be provided to you and your staff in the coming months.

If you have any further questions regarding this memorandum, please contact Terrence Prince, Manager of the Portfolio Management and Analysis Branch at (202) 874-6660.

Enclosure: Modified TROR form