



Federal Financial Management

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May 14, 2014

Progress in 2013



“Improper Payments Rate Drops for 4th Straight Year”

federalaccounting
a free resource for federal accountants

OMB Publishes M-13-21 – Charge Card Act

“Weighing in at only four pages, the new memo is **uncharacteristically easy to digest**”



“DHS gets first 'clean' audit”



Federal Financial Management Objectives

- Improve the quality, utility, and transparency of financial information
- Protect against waste, fraud, and abuse
- Help agencies maximize the impact of their limited financial resources



Federal Spending Transparency

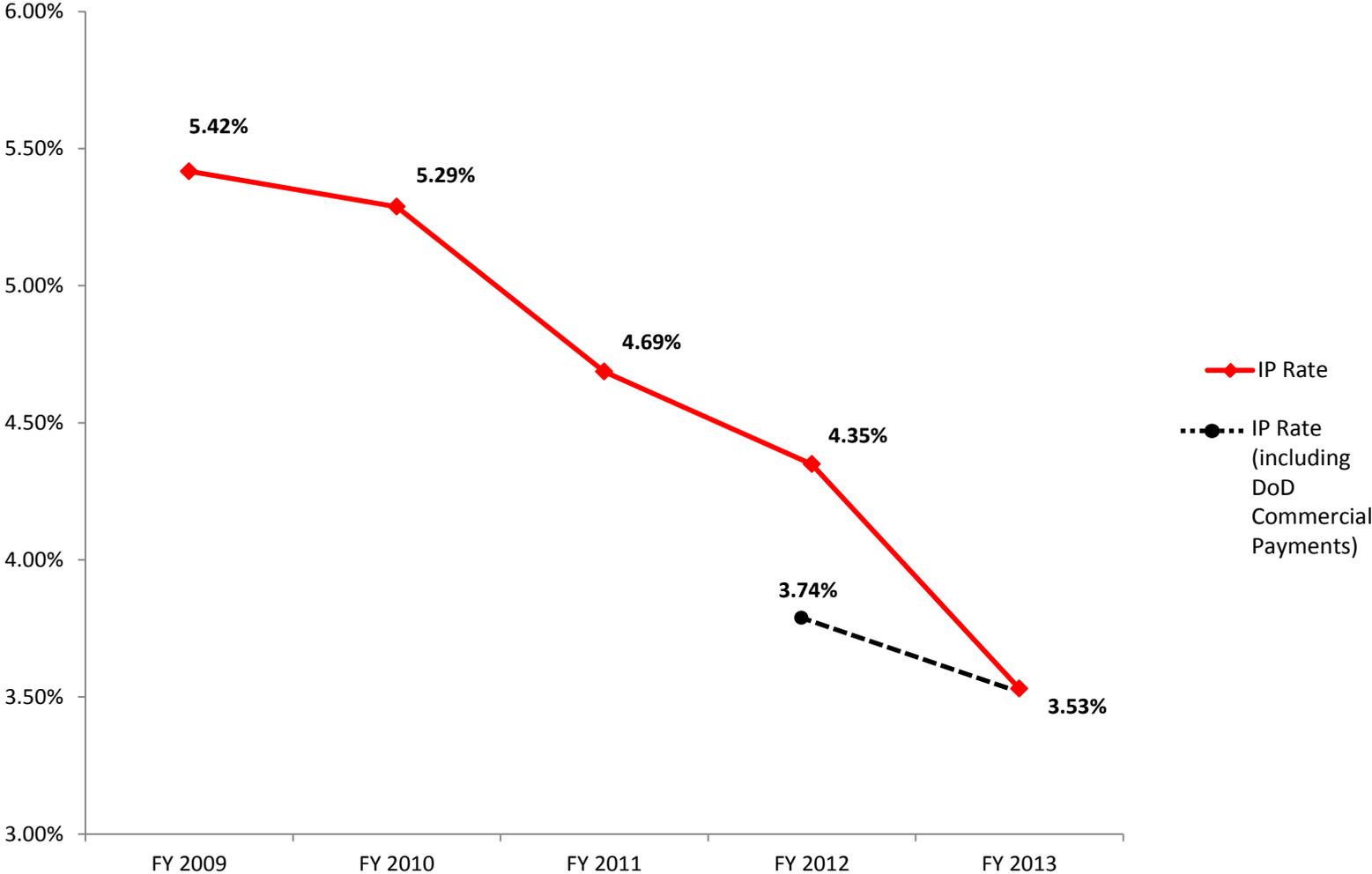
- Quality: Improving data integrity
- Completeness: Expanding the focus to include obligations and expenditures
- Functionality: Providing a one-stop location for all Federal spending
- Utility: Linking spending information to program activity



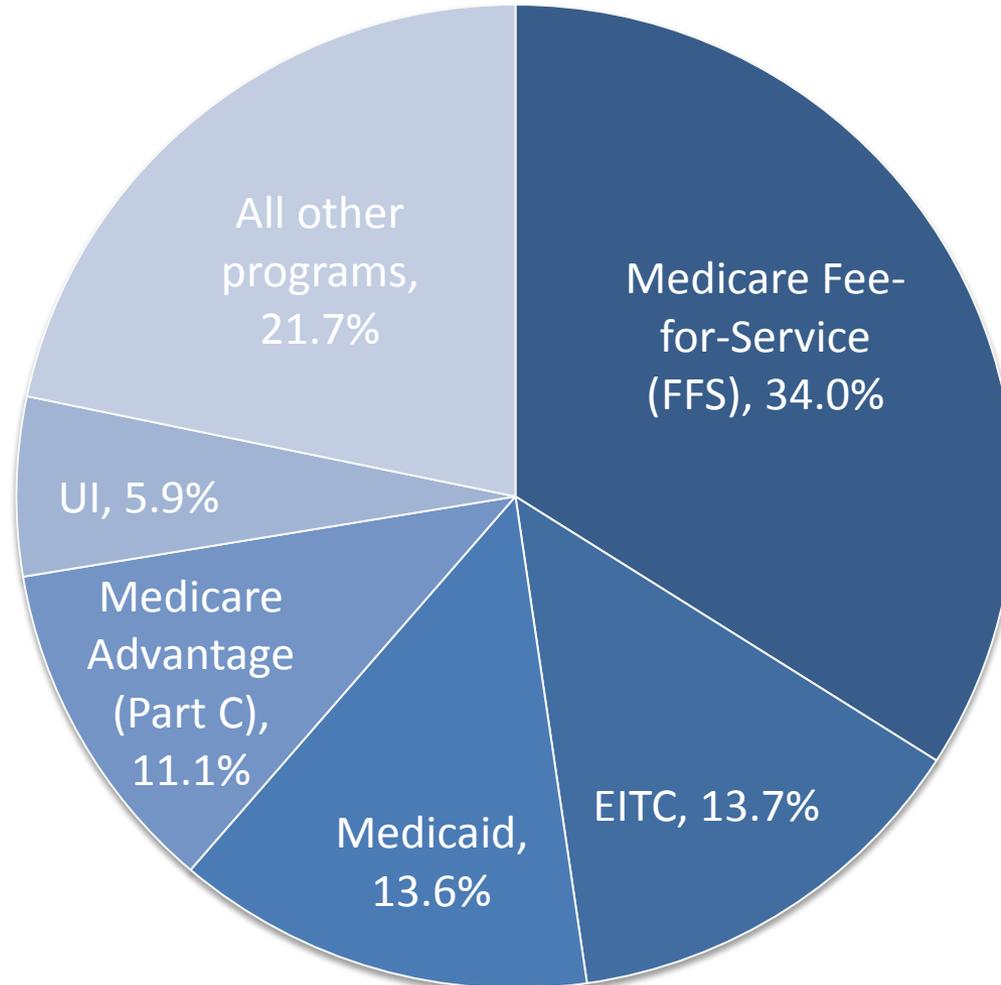
PERFORMANCE.GOV



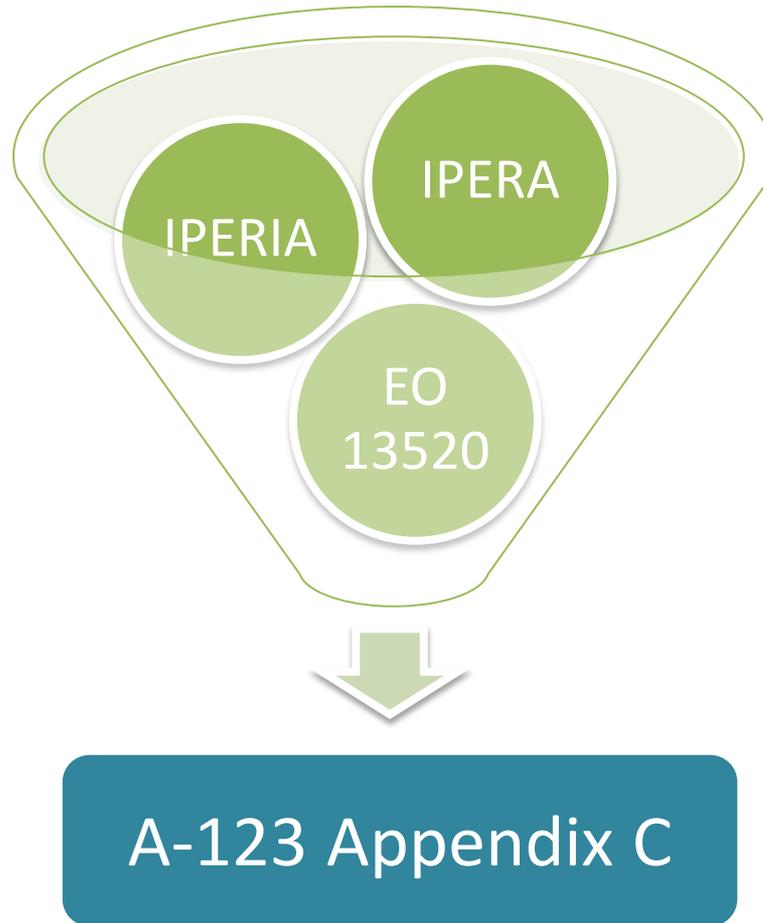
Improper Payments Progress



Government-Wide Percentage Distribution of Improper Payments(2013)



A-123 Appendix C Update



Do Not Pay Initiative

Program Overview

“Do Not Pay” is a data-matching initiative to help prevent improper payments using IPERIA required databases:

- Death Master File
- Excluded Parties List System
- Debt Check Database
- List of Excluded Individuals/Entities
- Central Contractor Registration
- Prisoner Update Processing System

NEW

Significant Steps

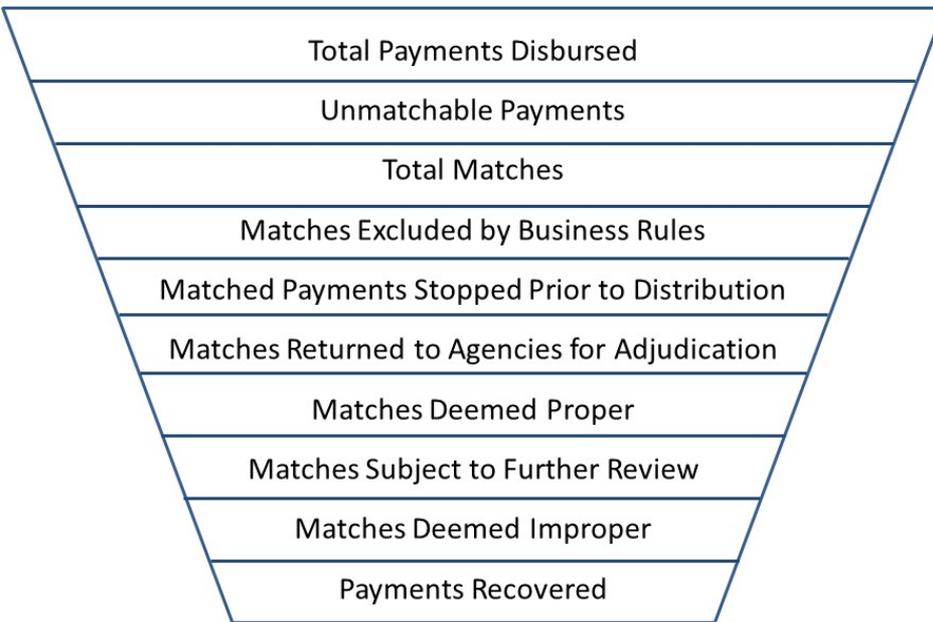
- Database plan submitted to Congress established initial DNP “Working System” at Treasury with Death Master File

As of June 1, 2013, all federal payments, as appropriate, are checked against Do Not Pay (DNP) Monthly: 83 million payments - totaling \$152 billion

- Issued agencies privacy guidance and coordinating efforts on “computer matching agreements” for additional databases



Do Not Pay Initiative

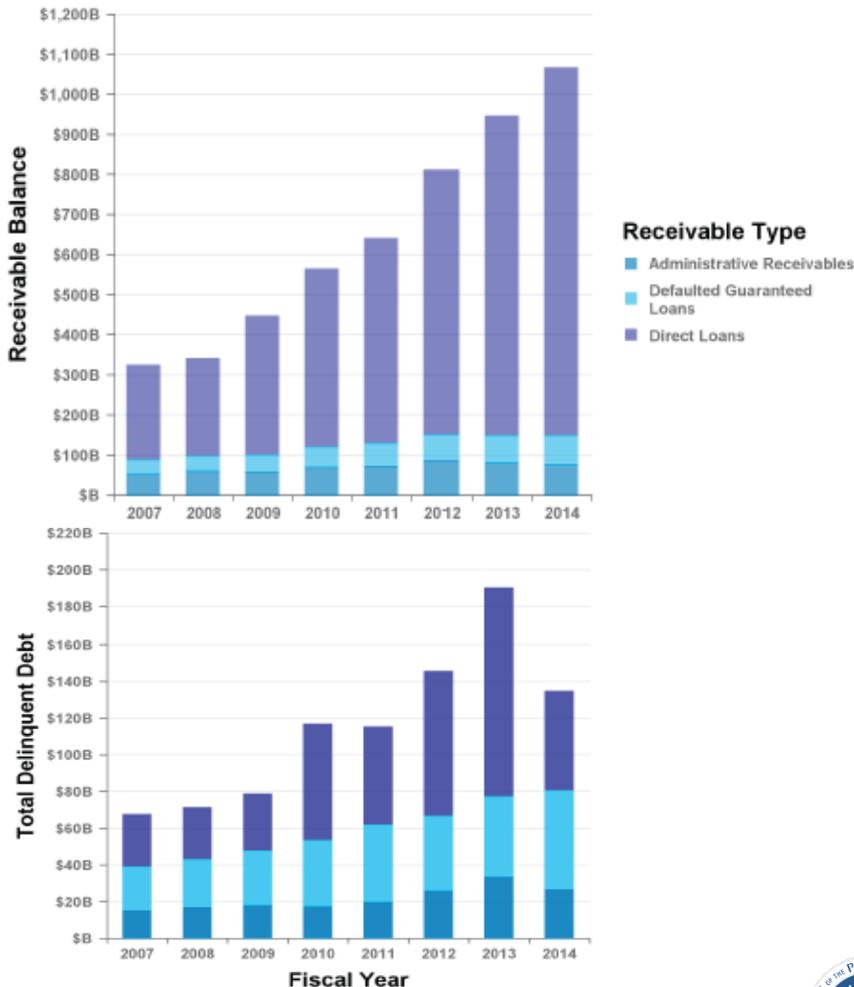


What's Next

- Onboard agencies to additional databases
- Prepare first annual Congressional Report on the status of DNP
- Work with Congress on draft legislation: *Improper Payments Agency Cooperation Enhancement (IPACE) Act*



Debt Collection and Reporting



Significant Steps

- Launched the Federal Credit Policy Council Sub Committee on Debt Collection
- Eliminated agency reporting required by OMB Memorandum M-04-10
- Treasury launched the website transparency.treasury.gov with public facing and internal measurements

What's Next

- Work with agencies on President's Management Agenda Benchmarking Initiative
- Work to implement new legislation: *Digital Accountability and Transparency Act (DATA Act)*



Data Act

- On May 9, 2014, the President signed into law the Digital Accountability and Transparency Act (DATA Act)
- Change in Requirement to Report Non-Tax Debts:
 - Accelerates notification to Treasury of any legally enforceable non-tax debt owed from 180 days to **120** days delinquent for administrative offset
 - Requires Treasury to notify Congress when an agency fails to notify Treasury of such a debt



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