

DLA FO Process Improvement Meeting

DEFENSE LOGISTICS AGENCY



Chief Financial Officer(CFO) Reporting

Presented by: Buz Sawyer/Jerry Brill

FODC

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Chief Financial Officer Compliance Team

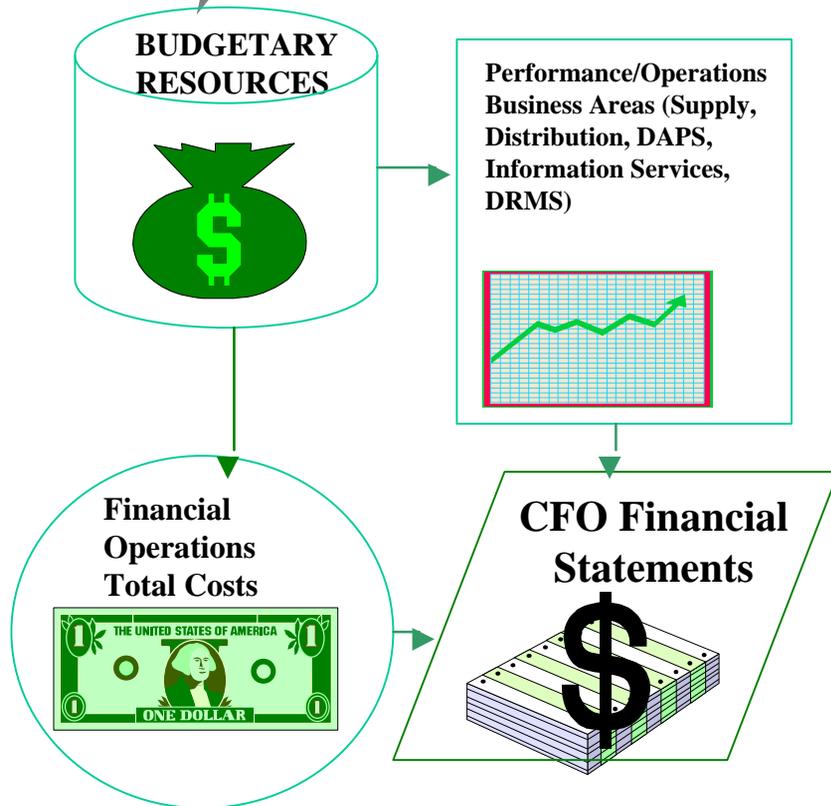
- DLA CFO Compliance Team (FODC) was established on 1 Aug 99
 - Ensure the development and implementation of Agency-wide accounting and financial policies and procedures that comply
 - Conform to CFO Act of 1990, GMRA of 1994, the FFMIA of 1996, and other CFO financial reporting.
 - Producing auditable Agency CFO statements with unqualified audit opinions that conforms with accounting, budgetary and the functional, statutory and regulatory policies of the Congress, OMB, GAO, the Treasury, and DoD.

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FY 99 DWCF CFO Financial Statements



- **Balance Sheet**
- **Statement of Net Cost**
- **Statement of Change in Net Position**
- **Statement of Budgetary Resources**
- **Statement of Financing**

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FY 99 CFO Financial Statement Major Accounting Issues

- Internal Controls Weaknesses
- Critical feeder and financial management systems are not in compliance with the FMFIA and cannot produce reliable and auditable financial information at the transaction level.
- The DLA inventory data is maintained in logistics systems designed for material management purposes.
- PP&E Weaknesses
- DLA's various contracting, disbursing and accounting systems fail to match the data necessary to properly account for collection and disbursement transactions in all applicable systems.

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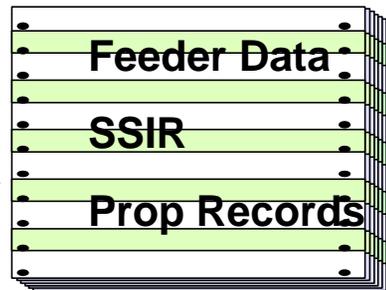
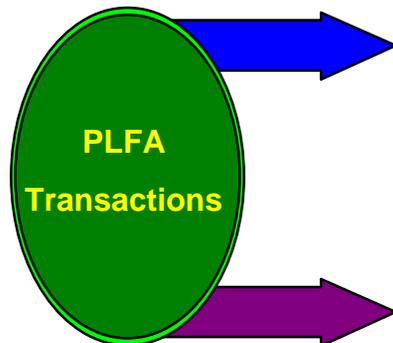
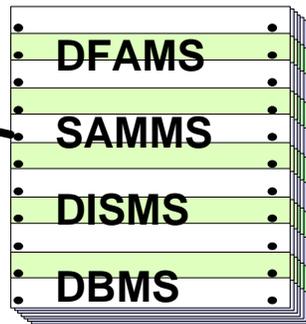
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PLFA Impact on CFO Statement Preparation Process

General Ledger

USGSGL
Proprietary
& Budgetary
Accounts



- PLFA Front-end Processor
- PLFA accuracy of transaction and timely input to the systems feed the Proprietary and Budgetary Accounts
- PLFA continual monitoring of transaction with DFAS.
- PLFA identification of problems and errors and address to DLA-HQ and DFAS.

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Recommended PLFA Actions

- **Ensure input of Capital Assets into DPAS**
- **Perform Quarterly ULO Reviews**
- **Proper and timely recording of earnings/expenses**
- **Liaison help and support**

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CFO Team Representatives

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