



# Accounting Date Agency Session

September 12, 2016

# Agenda

- Introduction
- Project Overview
  - Objectives
  - Scope
- Conceptual Changes
- Discussion – Agency Financial Reporting
- Next Steps

# Project Objectives

- ... will establish policy, procedures, and practices effective January 1, 2017, for using current date (i.e., transaction processing date) as the accounting date for the transaction.
- ... will support best uses for effective dating within PeopleSoft, liability and revenue recognition and reporting needs.
- ... will support BFR process change for quarter-end and year-end accruals supporting CAFR financial reporting.

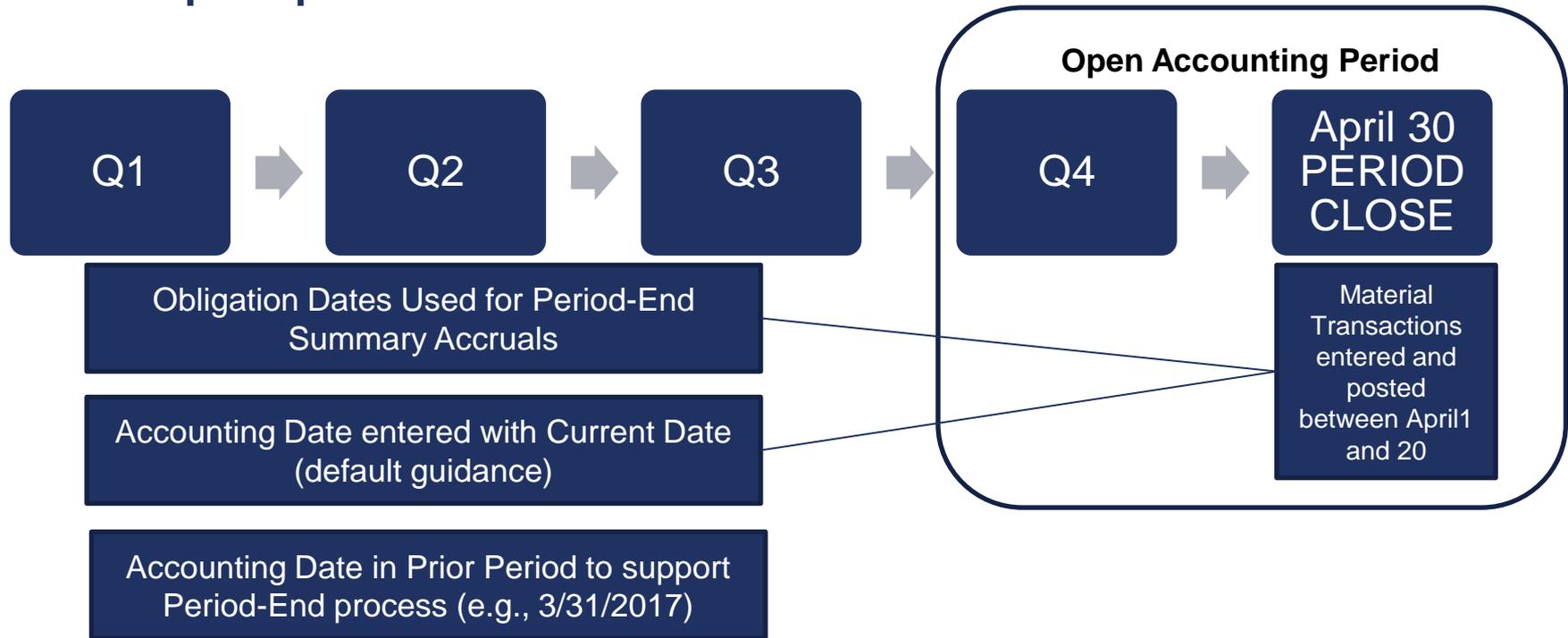
# Scope (Accounting Date)

- Development and agreement of the actual policy, communication and support for users, and development of OSC BFR accrual information inputs critically needed in support of this process change.
- Some small query and/or reporting efforts are anticipated to, in the near term, support collection of material transactional outcomes where accounting date and obligation date diverge significantly.
- Accounting Date & Effective Dating scope to support the re-architecture of OSC financial reporting is limited to changes needed to support the Accounting Date policy change and OSC accruals.
- Not in scope - As-Is analysis or any significant changes to agency accrual processing, business change for agencies in completing yearly, quarterly, and monthly accounting processes, and business change for OSC outside of that described above are not in scope for this phase. Specifically, the State's efforts to improve Statewide financial reporting, data, and period-end process on an annual, quarterly, monthly, and real-time basis are not in scope for this phase, but are expected to follow within the following 18 to 24 months

# Accruals – Conceptual Changes

- Primary Change from the current processes:
  - Accruals to be entered for a reporting period to address financial reporting requirements
    - Accruals on a quarterly basis are “must have”
  - Accruals are supported by transactions or other schedules
    - Accruals are not to be entered throughout the reporting period at the transactional level
  - Queries and reports are needed to support accrual entries, considering:
    - Identifying supporting transactions
    - Reporting level of detail
    - Materiality
    - Sustainability
    - Timeliness

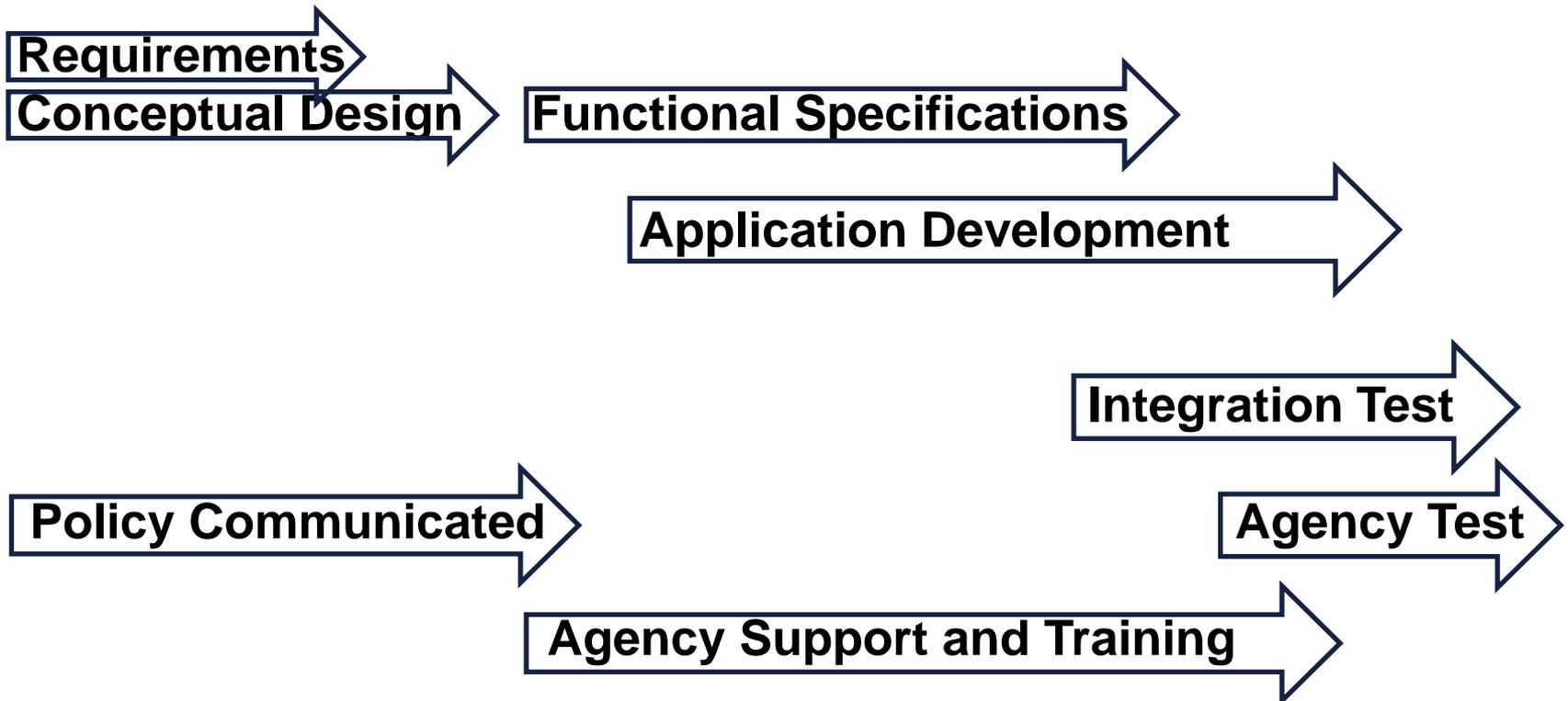
# Period-End Closing Procedures include Accruals to meet financial reporting needs and specific guidance on entering a transaction with an accounting date in the prior period



# Discussion

- Current process for Financial Reporting
- How will these changes potentially impact your business with regard to quarterly/yearly reporting?
- Are there further monthly impacts?
- Capture Requirements

# Timeline: Policy/Accrual Processing



# Next Steps

- Review Requirements
  - Q/A Period
  
- Communicate
  - Requirements in scope/out of scope
  - Status updates
  
- Testing

# Questions

