Assistant Secretary of the Army
Financial Management and
Comptroller

Joint Reconciliation Program
Video Tele-conference

Phase III Triannual Review Ending Sept 30, 2005

November 30, 2005
1500-1630
Agenda

- Roll Call
  Mr. Argodale
- Opening Remarks
- Summary Program Update
- Closing Remarks:
  Mr. Argodale
Opening Remarks

Mr. John J. Argodale
Deputy Assistant Secretary of the Army
(Financial Operations)
Program Update
FY 05 Canceling Appropriations

Actual vs. Straight Line Liquidation

By Sep 30, 2005:

- Reduce unliquidated obligations to zero

1 Oct 04 = $409 M
30 Sep 05 = $21.5 M

DATA SOURCE: DFAS REPORT
### Canceling Appropriations

#### FY03 - FY05

<table>
<thead>
<tr>
<th></th>
<th>SEP</th>
<th>OCT</th>
<th>NOV</th>
<th>DEC</th>
<th>JAN</th>
<th>FEB</th>
<th>MAR</th>
<th>APR</th>
<th>MAY</th>
<th>JUN</th>
<th>JUL</th>
<th>AUG</th>
<th>SEP</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY 03 TOTAL</td>
<td>709</td>
<td>685</td>
<td>670</td>
<td>650</td>
<td>571</td>
<td>568</td>
<td>360</td>
<td>298</td>
<td>248</td>
<td>224</td>
<td>201</td>
<td>168</td>
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<tr>
<td>FY 04 TOTAL</td>
<td>633</td>
<td>592</td>
<td>572</td>
<td>550</td>
<td>508</td>
<td>487</td>
<td>456</td>
<td>440</td>
<td>101</td>
<td>374</td>
<td>349</td>
<td>273</td>
<td>26</td>
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<tr>
<td>FY 05 STRAIGHT LINE</td>
<td>409</td>
<td>375</td>
<td>341</td>
<td>307</td>
<td>273</td>
<td>239</td>
<td>205</td>
<td>170</td>
<td>136</td>
<td>102</td>
<td>68</td>
<td>34</td>
<td>0</td>
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<tr>
<td>FY 05 TOTAL</td>
<td>409</td>
<td>387</td>
<td>363</td>
<td>332</td>
<td>303</td>
<td>261</td>
<td>217</td>
<td>187</td>
<td>165</td>
<td>125</td>
<td>156</td>
<td>106</td>
<td>21</td>
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</table>

**DATA SOURCE:** DFAS REPORT
## Army Payoff - Canceling Appropriations

<table>
<thead>
<tr>
<th></th>
<th>FY99</th>
<th>FY00</th>
<th>FY01</th>
<th>FY02</th>
<th>FY03</th>
<th>FY04</th>
<th>FY05</th>
</tr>
</thead>
<tbody>
<tr>
<td>Canceling Balances</td>
<td>506.8</td>
<td>561.7</td>
<td>587.0</td>
<td>709.2</td>
<td>633.1</td>
<td>409.0</td>
<td></td>
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<tr>
<td>Potential Liability</td>
<td>8.3</td>
<td>14.2</td>
<td>30.0</td>
<td>33.9</td>
<td>45.0</td>
<td>26.2</td>
<td></td>
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<tr>
<td>Canceled Liability</td>
<td>10.8</td>
<td>18.0</td>
<td>90.0</td>
<td>6.57</td>
<td>30.2</td>
<td>4.30</td>
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</table>

### Total Potential Liability FY99-FY04
- $139.1

### Total Paid FY99 - FY05
- $88.7

### Funded as of 30 Sept 05
- AFH: $-
- MCA: $3,000.00
- PROC: $2,551,487.86
- RDTE: $421,816.81
- OMA: $4,128,143.84

**Total**: $7,104,448.51

**DATA SOURCE**: DFAS, ARMY BUDGET
Fourth Expired Year
(millions)

By Sep 30, 2005

- Reduce 4th expired year by 50%
  = $390M

Data Source: DFAS Report
Travel Advances
Expired Years

By 30 Sep 30 2005:

- Reduce travel advance in expired years to zero

<table>
<thead>
<tr>
<th></th>
<th>1 Oct 04</th>
<th>30 Sept 05</th>
</tr>
</thead>
<tbody>
<tr>
<td>%Decrease</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Expired Travel Adv</td>
<td>$52.3M</td>
<td>$8.0M</td>
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<tr>
<td>84.7%</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Expired Adv less OA-01</td>
<td>$16.1M</td>
<td>$0.3M</td>
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<tr>
<td>98.1%</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Expired Adv OA-01</td>
<td>$36.2M</td>
<td>$7.7M</td>
</tr>
<tr>
<td>78.7%</td>
<td></td>
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</table>

DATA SOURCE: DFAS REPORT
Voucher Percentage Summary FY 05
Only Sites Proliferated or Scheduled for Proliferation in FY 05

By Sep 30, 2005: Increase DTS Usage to 50%

Note 1: Does not include any claims processed by Contingency Travel Office.
Note 2: Does not include any PCS claims.
Note 3: Only includes WinIATS claims processed by servicing Travel Office.
Problem Disbursements
(NULOs & UMDs)
Negative Unliquidated Obligations

By 30 Sep 2005:
- 10% reduction overall
- Baseline of 30 Sep 2004
- Reduce to zero (>120 days)

DATA SOURCE: DFAS
By 30 Sep 2005:

- 10% reduction overall
- Baseline of 30 Sep 2004
- Reduce to zero (>120 days)

**Unmatched Disbursements**

**Overall**

**> 120**

**DATA SOURCE: DFAS**
INTRANSITS

Disbursements

By 30 Sep 2005:
- Baseline of 30 Sep 2004
- Reduce to zero (>30 days)

DATA SOURCE: DFAS
Special Interest Items
DFAS
Prompt Pay Interest Reduction
Prompt Pay Interest Reduction - FYTD

This Chart Shows Accounting System Numbers

<table>
<thead>
<tr>
<th></th>
<th>Sep FY04</th>
<th>FY 04 Goal</th>
<th>FY 05</th>
</tr>
</thead>
<tbody>
<tr>
<td>YTD Army</td>
<td>90.97</td>
<td>85.00</td>
<td>95.08</td>
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</table>
Accounts Receivable

By 30 Sep 2005:
- Baseline of 30 July 2003
- 75% Reduction of Delinquent Accounts Receivable
- 95% Reduction of Delinquent Public Receivable Amounts (>180 days)

DATA SOURCE: DFAS
By 30 Sep 2005:

- Reduce Fiscal Year 2003 MILPERS ULO Balance to 0.5 percent or less of TOA
- Data presented as of 30 September 2005
By 30 Sep 2005:

- Reduce Fiscal Year 2003 O&M ULO Balance to 3.0 percent or less of TOA
- Data presented as of 30 September 05
**Anti-Deficiency Act Violations**

Goal:
- 100% Reduction of Total Formal ADA Violation Cases as of 31 December 2004
- 80% Reduction of Total Potential ADA Violation Cases as of 30 September 2004

**DATA SOURCE:** DASA-FOF
# Anti-Deficiency Act Violations

<table>
<thead>
<tr>
<th>MACOMS</th>
<th>FORMAL ADA CASES</th>
<th>POTENTIAL ADA CASES</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>31 Dec 04</td>
<td>30 Sep 05</td>
</tr>
<tr>
<td>NGB</td>
<td>9</td>
<td>5</td>
</tr>
<tr>
<td>AMC</td>
<td>4</td>
<td>1</td>
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<tr>
<td>EUSA</td>
<td>3</td>
<td>0</td>
</tr>
<tr>
<td>FORSCOM</td>
<td>1</td>
<td>0</td>
</tr>
<tr>
<td>COE</td>
<td>2</td>
<td>1</td>
</tr>
<tr>
<td>INSCOM</td>
<td>3</td>
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<tr>
<td>MEDCOM</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>OA 22 (CIO/G6)</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>IMA</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>OCAR</td>
<td>1</td>
<td>0</td>
</tr>
<tr>
<td>HQDA</td>
<td>1/</td>
<td>0</td>
</tr>
<tr>
<td>TOTAL</td>
<td><strong>23</strong></td>
<td><strong>10</strong></td>
</tr>
</tbody>
</table>

1/ Status of HQDA Cases:
- HQDA: 3
- OGC: 0

2/ As of 30 Sep 2005: 8 Formal Cases at OSD(C): (Not included above)
FY 2006 GOALS

- **Canceling Appropriations:**
  - Reduce ULOs in the fourth expired year by 50 percent.
  - Reduce ULOs in canceling accounts to zero.

- **Travel Advances:**
  - Reduce travel advances in expired years to zero.

- **Problem Disbursements:**
  - Reduce Total UMDs to be equal to or less than the September 30, 2005 balance.
  - Reduce Total NULOs to be equal to or less than the September 30, 2005 balance.
  - Reduce to zero UMDs/NULOs over 120 days old.
  - Reduce to zero In-Transits over 30 days old.

- **Interest Penalty Payments:**
  - Reduce interest penalty payments paid per million dollars disbursed to $85.

- **Accounts Receivable:**
  - Reduce delinquent Intra-governmental receivables outside DoD over 30 days to 10 percent or less of the total intra-governmental receivables outside DoD.
  - Reduce delinquent Intra-governmental receivables over 30 days to 10 percent or less of the total intra-governmental receivables.
  - Reduce delinquent public receivable amounts greater than 180 days to 10 percent or less as a portion of total debt from the public.

- **ADA Cases:**
  - Reduce inventory of formal ADA cases by 100 percent.
  - Reduce inventory of potential ADA cases by 80 percent.
Joint Reconciliation Program FY 2006

GOALS

- Defense Travel System (DTS):
  - Increase use of DTS at proliferated field sites to 75 percent

- Expired year Unliquidated Obligations (ULO):
  - Reduce FY-04 MILPERS ULO balances to 0.5 percent or less as a percentage of TOA
  - Reduce FY-04 O&M ULO balances to 3.0 percent or less as a percentage of TOA

Special Interest Items

- ASK-FM Timeline
- General Fund Enterprise Business System (GFEBS)
- Automated Fund Control Program (AFCP)
- Defense Travel System FY 06 Deployment Schedule
Joint Reconciliation Program

➤ Website:

➤ Centralized mailbox:
JointReconProgram@hqda.army.mil

➤ Next VTC: Scheduled for March 9, 2006
FY 06 Phase I Reporting, 151630
Closing Remarks