This paper will summarize the Chief Financial Officers Act (CFO Act) and the Governmental Management Reform Act (GMRA) legislation, the progress made in federal financial management due to these two acts, and the progress that still needs to be made. The changes necessary in federal financial management focus on the weaknesses within the Department of Defense and the Homeland Security Department, as well as addressing the results from the Association of Governmental Accountants’ Annual CFO Survey 2008. It is found that the most important changes needed are a reformation of the annual report format in order to increase transparency and usefulness of information as well as the process used to submit annual reports in order to consolidate them into a government-wide financial report.
Abstract
This paper will summarize the Chief Financial Officers Act (CFO Act) and the Governmental Management Reform Act (GMRA) legislation, the progress made in federal financial management due to these two acts, and the progress that still needs to be made. The changes necessary in federal financial management focus on the weaknesses within the Department of Defense and the Homeland Security Department, as well as addressing the results from the Association of Governmental Accountants’ Annual CFO Survey 2008. It is found that the most important changes needed are a reformation of the annual report format in order to increase transparency and usefulness of information as well as the process used to submit annual reports in order to consolidate them into a government-wide financial report.