

FMMI Functional Areas.....What's New?

FMMI is the Financial Management Modernization Initiative.

The FMMI implementation involves standardizing all financial management and accounting functions across USDA. As a result, USDA financial professionals will have access to more timely, reliable, and accurate information, which improves cost management and control, allowing more time to perform financial analysis.

FMMI is providing a comprehensive system for all of USDA's financial and accounting functions:

General Ledger – The General Ledger process consists of maintaining the chart of USDA accounts and transaction posting rules, recording journal entries, posting transactions to update the general ledger, and performing periodic general ledger adjustments.

The real-time functionality of the General Ledger in the new FMMI system allows for better decision making and strategic planning. For example, the financial impacts of purchasing or receiving actions are immediately reflected in the general ledger, rather than waiting for an interface to run.

Accounts Receivable – The Sales Order and Accounts Receivable invoice process is how USDA will bill and collect from customers in one system. This involves Create and Maintain Customer Master Data, Reimbursable Order Maintenance, Billing, Collection, Debt Management and Referrals.

The types of receivables that are processed in FMMI include:

- \$ Revenue services
- \$ Revenue goods
- \$ Revenue others
- \$ Expenditure refund
- \$ Expenditure refund Property

Purchasing – The Purchasing process as part of FMMI includes:

- \$ Procurement functions
- \$ Material master data
- \$ Invoice verification
- \$ Integration with Integrated Acquisition System (IAS)

Accounts Payable – The Finance Accounts Payable process is how USDA will maintain and update payee information, recognize liabilities and establish payables, schedule payments for disbursement, execute payments, confirm and follow-up on payments, and generate reports. The FMMI system enables USDA to perform the following purchasing and payment activities:

- \$ Receive and record requests for payment ("invoice") from supplier entities; with or without reference to purchasing activity from other areas
- \$ Process and record payments to supplier entities for goods or services provided

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Funds Management – The Funds Management process within FMMI includes Funds Management Master Data, Budget Distribution, Budgetary Accounting and Funds Control.

In addition it includes recording budget authority and fund allocation, maintaining fund availability, recording commitments, obligations and expenditures, performing fund analysis and budgetary accounting, and generating reports.

Cost Management – The Cost Management process allows USDA to measure its flow of costs and revenue and is used for internal management controls of cost including capturing data, enabling system administration, performing cost assignment, cost accumulation, revenue accumulation and cost monitoring, generating reports, and maintaining core financial system requirements.

With FMMI this allows recording of information and is structured in a way that suits USDA's own management and reporting purposes.

Continue to learn what's new!

We will continue to provide you with additional information on FMMI. Please reach out to your specific Agency or Staff Office FMMI contacts and functional area subject matter experts (SMEs).

For information on your specific Agency or Staff Office FMMI contacts, please see the FMMI Website [Contact Deployment 1 Agency / Staff Office FMMI Lead](#) section for an up to date list of contacts and SMEs.