

FMMI Functional Areas!

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, improving cost management and control, and allowing more time to perform financial analysis.

What has been implemented so far?

The following agencies/mission areas have been implemented: Risk Management (RMA), Food and Nutrition Service (FNS), Rural Development (RD), Farm Service (FSA), and Marketing Regulatory Program (MRP). These agencies are currently using the ECC reporting- Enterprise Resource Planning (ERP) Central Component, the core part of the SAP software system where financials transactions and reports are executed in real time. They are also utilizing the FMMI Business Intelligence (BI), a robust data warehouse platform that is used to fulfill the tactical and strategic reporting needs of FMMI users.

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

General Ledger – How USDA processes accruals and adjustments. The types of general ledger activities processed by FMMI include:

- ✓ Accrual process
- ✓ Adjustment
- ✓ Financial reports
- ✓ Statement of transactions
- ✓ FACTS reporting

Accounts Receivable – How USDA records, manages, and collects receivables due from customers. The types of receivables that are processed in FMMI include:

- ✓ Revenue
- ✓ Reimbursement
- ✓ Credit Memo
- ✓ Debt Management

Purchasing – How USDA manages all phases of the materials management process: purchasing, goods received, and logistics invoice verification. The Purchasing process, as part of FMMI, includes:

- ✓ Procurement of materials and services
- ✓ Monitoring of deliveries from and payments to vendors

Accounts Payable – How USDA maintains, updates, and processes vendor invoices: The FMMI system enables USDA to perform the following purchasing and payment activities:

- ✓ Receive goods and services
- ✓ Enter and verify vendor invoices

*** FMMI D3 Newsflash - #2 ***



Funds Management – How USDA supports activities associated with controlling internal funds, establishing rules for budget operations, distributing funds internally, and monitoring USDA's resources and available funds. The Funds Management function consists of the following subcategories:

- ✓ Budget Planning, Preparation, and Authority
- ✓ Funds Distribution, Control and Status

Cost Management – How USDA records, tracks, and measures the flow of costs and revenue. The FMMI system enables USDA to perform the following cost management activities:

- ✓ Monitor and control expenditures and revenues
- ✓ Distribute expenses collected in Cost Objects to other Cost Objects in designated organizational structures that are responsible for these costs
- ✓ Support billing of customers for all distributed costs incurred on Work Breakdown Structure (WBS) elements

Continue to learn more on FMMI Functional Areas!

We will continue to provide you with additional information on FMMI, specifically on the benefits and impacts to you, as we get closer to your Go-Live. If you have any questions, please contact

(Insert Agency implementation lead or communications lead as appropriate)