The Texas A&M University System
Annual Financial Reporting WebEx Meeting

• Welcome to the meeting

• The presentation will begin at 8:30am

• Sound checks will take place 5 and 10 minutes before the presentation begins

• Audio Tip: Difficulty with audio? Try calling instead of using computer audio

• All attendees are muted

• Use the Chat panel to submit questions during the presentation, must hit SUBMIT button
Day 2-Technical Updates

• Good morning, welcome back to Day 2
• Guest Speaker: Mark Schulz, Deputy Chief Information Officer
• FAMIS Team: Production and Year-End Process Updates
• GASB 87-Leases
• Business Objects
• AFR Module
• AFR New Reporting Tool for 2022
  o Guest Speaker: Kathleen Kissam, EGP
• Closing Comments
Polling Question

- Do you need Continuing Professional Education Credits (CPE) for this workshop?
  a. Yes
  b. No
Questions from the Prior Day

• We will reserve this time to review questions from the first day
GASB 87 Leases - 2022

Teresa Edwards, CPA
Controller
Definition of a Lease (paragraph 4)

A contract that conveys **control** of the **right to use** another entity’s **nonfinancial asset** for a **period of time** in an **exchange or exchange-like** transaction.

- What conveys control? (both must apply)
  - Member has the right to obtain the **present service capacity** from use of the underlying asset, and
  - Member has the right to determine the **nature and manner** of use of the underlying asset

- All financing arrangements per GASB
How long will we be talking about leases?

• Looonnng time…we implement then analyze monthly
• Implement in September
• Post FAMIS entries beginning in January...running into timing issues, concerned about posting these right as we are starting the AFR season
  o We can post the restatement when we begin entries
• Hoping to smooth out these entries by May, 2022
• Then, begin to analyze the software leases
  o Begin posting these in September? Or wait until January, 2023?
Leases

• What we have learned?
  o Reading contracts is exhausting
  o Every lawyer is unique
  o Most leases are unique

• Where do these leases fit operationally?
  o Members are still trying to determine how involved the purchasing team can be
  o Accounting expertise is needed; purchasing team understand he contracts

• What we look forward to?
  o Implementing this standard
  o Getting a few months of posting lease entries
  o Working this into our monthly analysis list
Lawyer vs. Accountant

• Lawyers work with management on complex contracts to help ensure the entity is not impacted negatively before the contract is signed
  o Interpreting laws
  o Management’s intent

• Accountant analyzes the agreement normally after the fact and has to place the complex contract on the financial statements, determine the debits/credits, decipher the agreements
  o Interpreting GASB standards
A&M System Lease Population Analysis

- We started with over 1,000 leases System-wide
- After many hours of analysis, the population has significantly decreased
- Current estimate of leases to enter in LeaseQuery
  - 39 Lessee
  - 25 Lessor
  - Some members only have 1 or 2 leases to enter
- Embedded leases are present; however most immaterial
  - Dumpsters
  - Floor polishing equipment
Polling Question

How many expense leases (lessee...renting equipment or space from someone else) did your institution or agency have?

a. 1-5 expense leases
b. 6-10 expense leases
c. Over 10 expense leases
d. Not sure
Lease Exclusions

The following items are excluded from the scope of GASB 87

- Intangibles (mineral rights, patents, computer software)
- Inventory
- Supply contracts
- Short-term leases (maximum term 12 months or less)
What are we seeing with the A&M System population?

- Easements handled by the System Office
- Tricky Contract Terms
- Unique Payments
- Options to Extend
Easements

• When talking with the System Office Real Estate team and OGC...they help us with land easements
  o We are not granting the sole use of the property to an entity; thus most fall out of the GASB 87 Lease standard
  o We will continue to post easements both term and permanent as capital assets according to GASB 51

• We are researching the term easements
  o Applies to land only?
  o Could also be seen in other lease contracts
Tricky Contract Terms

- For leases **cancelable by either party (lessee or lessor)**, the maximum possible term is the **non-cancelable period**
  - Month-to-month or year-to-year lease
  - If non-cancelable period is 12 months or less, short-term lease
  - This caused most of us to re-evaluate some of our leases
  - It is unusual for both parties to be able to cancel the term...we do see some of these

- Cancelable based upon funding a reason? No

- Lessor can cancel if lessee defaults is this a valid reason? Mostly no

- Can cancel but the penalties are so severe it is not plausible it will be canceled
Commencement Date Challenges

• When does the lease begin?
• Some very straightforward, sign today and starts on September 1\textsuperscript{st}
• Sign today, build it over 2 years, then begin receiving lease payments (lessor)
  • Record prepaid expenses until move in date
  • Then record RTU asset and lease liability
Unique Payments

- Base rent adjusted every year based upon Consumer Price Index (CPI) Urban Customers
- Base rent plus percentage of revenue
- The greater of a fixed amount or a percentage of a variable
- Fixed amount to pay the debt service plus a variable amount to cover operating costs
  - Record the fixed amount, disclose the variable if it cannot be calculated
Options to Extend Leases

• Are we reasonable sure to extend?
• Some leases are very obvious, need the asset, or need the service or space...so the answer is yes
• Others hard to determine, gather the department’s input, OGC’s opinion
• This is a challenge for most institutions and agencies
• We are not alone
• Should we set a default?
Accounting Entries

• Single model for the accounting of leases based on the principle that leases are financings of the right to use another entity’s underlying asset for a period of time

• Lessee (tenant) – recognize a lease liability and a right-to-use asset, amortize over time

• Lessor (landlord) – recognize receivable and deferred inflow of resources, amortize over time

• Interest expense and interest revenue (non-operating) recognized, even if the rate is not specified in the lease agreement
Lessor (revenue) Entries-Non-Operating?

• GASB says all financing arrangements...thus cash flow statement must be in either of the 2 financing sections...does this force our hand on the operating statement?

• Currently, most rental revenue/sales a services revenue is in operating
  o Comptroller’s Office states ‘supplemental’ income place in non-operating
  o UT System says leave in operating due to service centers
    ▪ We have very few in service centers
  o Auxiliaries...we have residual income which normally would have been placed in operating...concerning to move to non-operating
    ▪ However, it is residual funding
    ▪ Did we participate in a P3 because it was another way to finance?
Researching Lease Revenue

• Asking NACUBO Accounting Principles Committee
  o There is concern from their perspective to move all to non-operating
  o Is the lease exchange? Normally yes
  o Is the type of revenue normally operating?
    ▪ If land, we are seeing these placed in non-operating

• The new reporting model will move rental income to non-operating...or will this income be considered a subsidy?

• Any thoughts?
Polling Question

Should we record lease revenue as operating or non-operating?

a. Operating, leave similar to today
b. Non-Operating, supplemental in nature
c. Allow both
d. Not sure
GASB 87 Lease Restatement in 2022

• When we post the new GASB 87 Lease entries...the assets will equal the liabilities

• The restatement will include the removal of capital lease assets and liabilities...this net difference will be our restatement
  o Estimating around $2 million, system-wide
  o Exclude software, if applicable
  o We will post this entry manually vs. having LeaseQuery post (many capital leases are below the threshold...does it make sense to add into the software then remove)

• Software asset will be remain as a capital asset but the liability will be reclassified to Other Non-Current Liability
  o Mostly TAMU and System Office
LeaseQuery Software

- Volume of leases is lower than we originally anticipated
- Calculations and accounting entries under the new accounting guidance are complicated
- Implementing LeaseQuery to track leases within the scope of GASB87
- Only include leases above $100,000 threshold
- LeaseQuery will handle creating payment schedules, amortization tables, create monthly journal entries, and provide information for financial statement note disclosures
LeaseQuery - Knowledge Base

- Excellent resource
- All users have access
- Helpful tips and videos, easy to search

Getting Started | Lease Actions | Reports and Journal Entries
LeaseQuery Implementation

- Complete security forms for access to the system
- We are able to post leases...add a few, get used to the screens
- We will reset when we go live
- August-setup LeaseQuery Customer Success training
- Working with the Comptroller’s Office now...they are posting some of our lease examples in their version
  - Hope the will share accounting entries
  - Verify we have all required fields
  - Need to be able to transmit a file to the Comptroller’s Office
A&M Members are Doing Great

• Keep working with Tracy and Jiying
• Grant Thornton wants to meet with each of the members to discuss the population
• We are making good progress
• This accounting standard is a challenge
• Keep an eye on the P3 contracts...we will need to determine if we need to post entries on our financial statements...involves present value calculations, can we use LeaseQuery?
Additional Information Needed from OGC, Real Estate or Treasury Teams

- There have been several contracts where we needed to reach out to OGC, Real Estate or Treasury Team
- Some of the P3 contracts, if additional information is needed, let us know
- We have been researching a lease regarding the Texas Medical Center facility in Houston, Texas
- Let us know if any help is needed, we are glad to start these conversations
Questions

• Thank you for all of the hard work, analyzing contracts, complex agreements, rental arrangements

• We are making progress...a little slower then expected, but we want to make sure we are making the best decisions as we move forward

• We will need more of your time as we move forward
Business Objects Reports

Tracy Crowley, CPA
Associate Director, Financial Reporting
Texas A&M System Office
Business Objects

• Important tool for financial reporting
• Queries are used during financial statement preparation and during the desk review process
• We rely on queries to dig into the details of our financial statements
• TAMUS Shared folder is used to share queries with other users
Polling Question

• Do you run Business Objects Reports in your current position?
  
a) Yes
b) No
AFR Review Query Folder

- TAMUS Shared Folder/AFR Reports/AFR Review Queries
  - Used during desk review
AFR Review Queries

• **Clearing Account** Review
  o Analyze balances

• **Frozen Code Activity and Budget Pool Actuals**
  o Review activity, corrections may be needed

• **Service Center Elimination**
  o Review net activity by type (Professional Fees, Other Operating,...)
  o Analyze Net Operating Income (Loss)
  o Highlighted rows correspond to AFR Schedule IV-4 columns

• **Service Center Fund Balances**
  o Useful to analyze balances by accounts
AFR Review Queries
Capital Asset Transfers

• Compare transfers with other members
• Transfers must match by asset type

<table>
<thead>
<tr>
<th>Query Name</th>
<th>Purpose</th>
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</thead>
<tbody>
<tr>
<td>Capital Asset Transfers (IntraSystem) - Summary</td>
<td>Useful for intra-system confirmation process, Verify transfers match by Asset Type (Equipment Vehicles, etc.),</td>
</tr>
<tr>
<td>Capital Asset Transfers (IntraSystem) - By Asset Type</td>
<td>Balance System-Wide by Asset Type</td>
</tr>
<tr>
<td>Capital Asset Transfers (Other Agencies) Summary</td>
<td>Identify transfers with other State Agencies</td>
</tr>
</tbody>
</table>
TAMUS Shared – AFR Reports
Benefits Proportional

• Proportionality FBAR237 Benefits for APS011
  o Benefit expense by subcode and bank, must match benefit expenses per Benefits Proportional calculation
  o APS011 adjustments must be recorded with the correct bank

• Disallowed Codes for APS011
  o Identifies activity on codes that should not be charged to benefit appropriations, exclude from calculation
    ▪ TRS90, 1961
    ▪ ORP Supplement, Differential, 1956, 1957
AFR Report Queries

• Designed to mirror financial statements
• Drill down into details by account and/or subcode
• Helpful when researching negative amounts or flux analysis
## Financial Statement Queries

### Operating Expenses

- IV-1 by Natural Classification
- IV-3 and IV-3-A by Function
- Click on Natural Classification, Function or Amount to **drill down**

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<th>Instruction</th>
<th>Research</th>
<th>Public Service</th>
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<td>Materials &amp; Supplies</td>
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<td>Communications &amp; Utilities</td>
<td>540,775.26</td>
<td>106,029.36</td>
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</tbody>
</table>
Analyze Specific Operating Statement Line Items

- AFR Line Item Detail by Account Query
- Select Operating Statement Items to see detail by account/object code
Fiscal Month – Business Objects vs. AFR Module

• Reminder about months
  o AFR module uses calendar months
  o Business Objects uses fiscal month
  o For example, to run reports as of June
    ▪ Use month 10 in business objects (fiscal month)
    ▪ Use month 6 in AFR module (calendar month)

• Overnight delay
  o Business Objects is updated nightly, FAMIS entries not reflected immediately
Other Queries?

• What other queries would be helpful?

• Send us your ideas

• Do you have a favorite query you’d like to share?

“"The best way to have a good idea is to have lots of ideas.”

- Linus Pauling
Tips for Basic Queries

• Data is grouped into universes

• List of universes available on Enterprise Data Warehouse Website
  • [https://it.tamus.edu/edw/](https://it.tamus.edu/edw/)
  • See Universes tab
  • Click on universe to view details
Polling Question

• How many universes do you normally use when running reports?
  a) Mostly 1 universe
  b) Normally 2-4 universes
  c) I do not run Business Object queries in my current position
Different Attributes Needed Depending on Universe Selected

- **Financial Account Transaction Detail** universe – select Fiscal Year, in this example all prompt pay interest on subcode 6230

- **Financial GL Snapshot Universe**
  - Provides GL balances as of a specific time period, requires **BOTH** Fiscal Year and Fiscal Month
Tips for Query Filters

• When scheduling a report to run monthly, use dynamic values so the month is updated automatically.

• Use percent sign (%) as a wild card when defining patterns. For example, to see all accounts that begin with 40.
More on Query Filters

- Pay attention to options, **In List**, Not in List, Equal To, etc.
  - For example, if multiple years are needed, use In List (not ‘Equal To’) for Fiscal year.
  - Use prompts for queries that will be run again, users will be prompted for values each time report is refreshed.
Nested Filters

- Used AND/OR nested filters to customize parameters
- Double click to toggle between AND/OR

Use Arrows to move parameters up/down
Add Nested Filter

Drag in parameters, in the example filter for 2 different subcode lists
How to Add a Query Summary

• Insert a query summary that shows report attributes/filters

• Helpful to review the parameters after the report has been exported to Excel
  1. Add new report (right click on report tab name)
  2. Select Query Summary from Report Elements tab
  3. Click anywhere on new report to add query summary
Questions/Comments
AFR Module Reports

Tracy
Polling Question

How often do you review your agency’s AFR reports?

a. Monthly

b. Quarterly

c. Periodically, whenever I have free time

d. Annually

e. Someone else reviews the reports
AFR Module – The Basics

• AFR Instructions Chapter 11 – AFR Module
  o Includes list of reports, including prerequisites
  o Commonly used screens
    ▪ Screen 172, Printing reports
    ▪ Screen 194, Report print status
    ▪ Screen 193, Manual entries for Cash Flow Statement
  o Checklist for troubleshooting AFR reports
    ▪ Assets not equal to Liabilities plus Net Position
    ▪ Net Position per III-Fund doesn’t match Net Position per IV-Fund
AFR Module

- **Accessing the AFR module**
  - Log into FAMIS and type “AFR” in the Screen field

- **Navigation**
  - Main Menu Screen 001
    - Useful to find screen numbers
  - View PF keys at bottom of screens for cues
  - Use Screen 882 to change the fiscal year or campus code (defaults to current year)
<table>
<thead>
<tr>
<th>Screen</th>
<th>Title</th>
<th>Purpose</th>
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</thead>
<tbody>
<tr>
<td>172</td>
<td>Print Group Reports</td>
<td>Select and print reports</td>
</tr>
<tr>
<td>175</td>
<td>Report Column Maintenance</td>
<td>Shows how the column is defined</td>
</tr>
<tr>
<td>179</td>
<td>Line Item Definition</td>
<td>Shows how the row is defined</td>
</tr>
<tr>
<td></td>
<td>Maintenance</td>
<td></td>
</tr>
<tr>
<td>180</td>
<td>Extended Line Item Maintenance</td>
<td>Enter manual entries (<strong>cash flow statement</strong>)</td>
</tr>
<tr>
<td>193</td>
<td>Manual Entry Summary</td>
<td>View manual entries for a specified report</td>
</tr>
<tr>
<td>194</td>
<td>Work Order Summary</td>
<td>View status of requested report(s) (O=Open, C=Completed, R=Running)</td>
</tr>
</tbody>
</table>
**Requesting Reports**

- **Print Group Reports**
  - Screen **172**

- **Use Month = 13 for year-end**
  - During the year, run using a month that is closed (use calendar month, 6 for June)

- **Press F8 for GASB reports**

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<th>Fiscal Year:</th>
<th>Month: 13</th>
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<tr>
<td>Table of Contents:</td>
<td>_</td>
<td>Round Numbers:</td>
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</table>

Start Work Order:  
End Work Order:  
Submitted Reports:

Enter: PF1---PF2---PF3---PF4---PF5---PF6---PF7---PF8---PF9---
Hmenu Help EHelp CCSel GASB Print
Report Options

- Select **Run All** to run the entire set of GASB reports
- Or select individual reports
- Leave default ‘R’ for Laserfiche or change to ‘X’ to print

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<td>V</td>
<td>III-1</td>
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<td>VI</td>
<td>IV-FUND</td>
<td>III-1</td>
<td>IV-3</td>
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<td>IV-3-A</td>
<td>III-5-A</td>
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<tr>
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</table>

Press <PF4> to Quit <PF5> to reset selections <PF9> to Print
When is my AFR going to run? Where is it? I am running out of time....

For full set of GASB reports, not available in Laserfiche until ALL reports are complete, 1st report will appear immediately.
Accessing Reports in Laserfiche

• Reports can be found in Laserfiche in the FAMIS Year-End folder: \Reports\cc\Yearend\AFR\Run2021\filename.pdf

• If you do not have access to the Year-End folder, the access form is available on the Laserfiche webpage:

• If you run the full set of GASB reports, a single file will generate with the reports in page number order
• Report will not appear until all reports have completed
• Individual reports will appear as separate files
AFR Report Downloads

• Download automatically created when AFR report request is processed

• FAMIS FTP access required
  ○ Request through FAMIS Production

• Members will need access to report downloads for Cash Flow Statement and Flux Analysis Workpapers
Timing Considerations

• Recommend running AFR module reports as of a closed month
• For AFR reports run during the year, **PY balance is as of the same month**
  o Report ran for June 2021, prior year is June 2020
• When running reports mid-year......
  o AFR reports – Use calendar month (June = 6)
  o Business Objects - Use fiscal year month (June = 10)
Why so many reports?
Fiduciary Financial Statements

Statement of Net Position

VI

VI-Fund

Cash Schedule

Three-F

Three-F2

Statement of Changes in Net Position

VII

VII-Fund

VII-5-A
AFR Reports – Getting to the Details

• How to identify what’s included in a specific amount?

1. Use a business objects query
2. Use online object code database to view subcodes
3. View Report definition details on AFR module screens
   ▪ Screen 175 – Column, Screen 179 – Row
   ○ If report has pre-requisites, may have to look at underlying schedule to see detail
View List of Object Codes for Specific Line Items

- Use System Office online object code list
- Advanced feature allows you to select the line item to see a list of the codes included (some rows may also include Account Controls)
Manual Entries

• Cash Flow Statement (Exhibit V) is created with all manual entries

• Data Entry
  o Identify the line item on screen 179, and select line item to proceed to screen 180 (or go directly to 180 and enter header/sub-header)
  o Enter amount and specify the appropriate column number
  o Enter justification on pop-up window
  o Entry affects the Manual CC, only in the Manual Month
  o To change or delete a manual entry, revise or remove the amount entered on Screen 180
Polling Question

• Do you post manual entries in the AFR module?
  a) Yes
  b) No
Manual Entry Example

Select Row on Screen 179

Post Entry on Screen 180
Review Manual Entries

- FAMIS AFR Screen 193 by AFR report and by campus code
- Enter report name and select ‘M’ for Manual entries

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<th>LTyp</th>
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<th>Hd</th>
<th>Sub Col</th>
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<td>15</td>
<td>1</td>
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<td>1</td>
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<td>1</td>
<td>50001 PROCEEDS FROM GRANTS AND CO</td>
<td>135,147,906.40</td>
</tr>
<tr>
<td></td>
<td>M</td>
<td>1</td>
<td>1</td>
<td>23</td>
<td>1</td>
<td>50022 PROCEEDS FROM AUXILIARY ENT</td>
<td>4,916.80</td>
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<tr>
<td></td>
<td>M</td>
<td>1</td>
<td>1</td>
<td>30</td>
<td>1</td>
<td>50002 PROCEEDS FROM OTHER OPERATI</td>
<td>352,924.65</td>
</tr>
<tr>
<td></td>
<td>M</td>
<td>1</td>
<td>1</td>
<td>40</td>
<td>1</td>
<td>50003 PAYMENTS TO SUPPLIERS FOR G</td>
<td>-24,056,915.23</td>
</tr>
</tbody>
</table>
Questions

- If you have any trouble with a report, let us know, we are glad to help research reporting issues
- Any questions or concerns?
AFR New Reporting Tool

Teresa Edwards, CPA
Controller
Texas A&M System Office

Kathleen Kissam
VP, Managing Director
Excel Global Partners
Introduction

• FAMIS AFR Module being replaced
• RFP Process
• Project Plan
• Introduce Kathleen
  o EGP, Implementation Partner
  o OneStream
• Questions
FAMIS AFR Module

• Served us well
• Challenging to update
  o New Accounting Standards
  o New Statements
  o Adding Account Controls and Object Codes
• Cash Flow Statement re-engineered
• Programmers retiring
• Time to move forward
Polling Question

• Do you use the AFR module at the office?
  a. Yes
  b. No
  c. Just learning
RFP Process

• Analyzed several software solutions: Anaplan, Oracle, and OneStream
  o Really good demos by all of the groups
  o OneStream selected
    ▪ Platform
    ▪ Programs are built

• Excel Global Partners (EGP) was selected as our implementation partner
  o Motto of “Service. Relationships. Results.”
  o Texas-based OneStream partner and the only firm to have completed an implementation of OneStream with a Texas institution of higher learning,
    ▪ Black Diamond Advisory (BDA) is a partner
    ▪ Implemented at UT Southwestern University and Medical Center
Introduce Kathleen

• VP and Director of Financial CPM Solutions at Excel Global Partners (EGP)

• Kathleen brings over 20 years of experience within the finance, accounting, financial systems, and project management

• Drawing upon her breadth of experience with companies, from start-ups to major public institutions, to the mid-market to the Fortune 500, Kathleen and her team of consultants provide practical, real-world solutions to clients

• With a Bachelor of Science in Accounting, Kathy has held numerous pure Corporate Accounting, Financial Consolidations and Reporting, and Financial Planning & Analysis roles for Fortune 500 companies, in addition to having served as a Finance Project Manager for Tyco International
Project Plan

• In December, 2021 share documentation to EGP/Black Diamond Advisory

• In January, 2022 bring in the members for Design Sessions

• January-July build the software to assist with the consolidation process
  • Automate Due to/from, transfer and pass-through processes
  • Improve journal entries take considerable time, i.e. compensable leave
  • Improve note disclosure compilation
  • Assist with balancing intra-system elimination entries at the System Level
  • Improve consolidation entries at the System Level
  • Improve the issuing of the consolidated financial statements which includes the single column report plus each member’s AFR primary statements
Excel Global Partners

• Next Steps
  o Drafting a Survey

• What to expect in January
  o Design sessions with a few representatives from each member

• Additional Reporting Requirement Needs?
  o AFR reporting improvements
  o Any other Reporting Considerations
    ▪ NCAA
    ▪ THECB
UNAUDITED
The Texas A&M University System
Management's Discussion and Analysis
For the Year Ended August 31, 2020

Statement of Net Position
(in millions)

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Assets and Deferred Outflows of Resources</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current Assets</td>
<td>$2,007</td>
<td>$2,318</td>
<td>$2,354</td>
</tr>
<tr>
<td>Capital Assets, Net</td>
<td>6,055</td>
<td>6,691</td>
<td>6,272</td>
</tr>
<tr>
<td>Other Assets</td>
<td>5,269</td>
<td>5,581</td>
<td>5,921</td>
</tr>
<tr>
<td>Net</td>
<td>0.00</td>
<td>0.00</td>
<td>0.00</td>
</tr>
<tr>
<td>Total Assets and Deferred Outflows of Resources</td>
<td>117,297</td>
<td>116,729</td>
<td>115,690</td>
</tr>
<tr>
<td>Liabilities and Deferred Inflows of Resources</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current Liabilities</td>
<td>$1,703</td>
<td>$1,880</td>
<td>$1,645</td>
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<tr>
<td>Non-Current Liabilities</td>
<td>7,328</td>
<td>7,826</td>
<td>7,625</td>
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<tr>
<td>Total Liabilities and Deferred Inflows of Resources</td>
<td>95,365</td>
<td>101,161</td>
<td>99,928</td>
</tr>
<tr>
<td>Net Position</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net Investment in Capital Assets</td>
<td>$2,362</td>
<td>$2,318</td>
<td>$2,172</td>
</tr>
<tr>
<td>Marketable Securities</td>
<td>1,089</td>
<td>1,089</td>
<td>1,173</td>
</tr>
<tr>
<td>Non-marketable</td>
<td>421</td>
<td>488</td>
<td>400</td>
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<tr>
<td>Unrestricted</td>
<td>3,410</td>
<td>2,793</td>
<td>2,526</td>
</tr>
<tr>
<td>Total Net Position</td>
<td>17,442</td>
<td>16,888</td>
<td>18,271</td>
</tr>
</tbody>
</table>
Polling Question

• Do you have areas in your fiscal office where you can use help automating reporting processes or complex calculations we could analyze?

a. Yes, definitely
b. No, can’t think of anything right now
c. Maybe, need time to consider this option
Future is Bright

• Any questions we can help answer now?
• We are excited about this next chapter
• We need each member’s input and insight as we build out this new software solution
Closing Comments

Teresa Edwards, CPA
Controller
Texas A&M System Office
Outlook

• We have come along way and accomplished great things during the pandemic

• We are working harder today and analyzing more data to ensure we are meeting our daily operational tasks plus ensuring we continue to operate with high standards

• Remember who we are and what we stand for
  o 3 Stone Sharpeners in ancient days...when asked what do they do for a living
    ▪ First...sharpen stones
    ▪ Second...the best stone sharpener in the country
    ▪ Third...providing the tools to be used to build a building
2021 AFR Season and beginning 2022

• Tax Updates…IRS requirements continue to be monitored

• Wells Fargo and System Office Treasury team reminds us to continue to keep our funds/information secure...they are available to us

• Financial Reporting Updates
  o Institutions-Report on our CARES Act Funding/HEERF/CRRSAA
  o Work through our 5% General Revenue state budget reduction
  o Continue to improve fiduciary statements
2021 AFR Season and Beginning 2022

• FAMIS Processes to close 2021
• FAMIS Replatforming completed in June, 2022
• Business Object Queries
• AFR Module tips
• Looking forward to building a reporting solution where we can improve our processes, provide data to management
The Next Few Years

• We have much to accomplish in the next few years
  o GASB 87-Leases 2022
    ▪ Implement LeaseQuery
    ▪ Work with the Comptroller’s Office to ensure compliance
  o New Reporting Software 2022-2023
  o GASB 96-Software and GASB 94 PPP/APA 2023

• We need your help to be successful

• There are many experts on the WebEx who help us and can help your team when there are questions
We are here to help

• Thank you for all of your help throughout the year
• If you have a question any time along the way, call us
• We are ready for the 2021 AFR season