



We Help Put America Through School

TO 107- CFO Transformation

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Modernization Partner Project Lead: KC Abadian

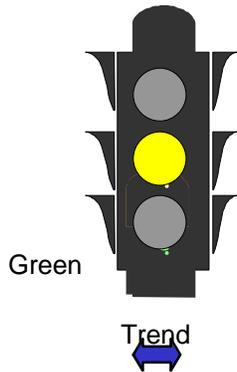
Status Report for June 2002

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Overall Status



Project is proceeding according to schedule set in the Task Order.

Project Funding	Dollar Amount
IRB Approved Funding	\$0
Total \$\$ on Initial Contract	\$250,000
Contract Mod Amount(s)	\$655,638.22 (Mod 1) \$571,589.84 (Mod 2) \$219,405.28 (Mod 3) \$281,283.22 (Mod 4)
Total \$\$ on Current Contract	\$1,977,916.56

Major Accomplishments Since Last Meeting	Upcoming Activities / Target Dates
<ul style="list-style-type: none"> ■ Performed preliminary reconciliations of Guaranty Agency Form 2000 data to FMS set of books (Fund 4251XNY) for seven GAs for January 2002. . ■ Performed a FMS-ED to FMSS detailed reconciliation for selected G/L accounts for fund 4253X & was able to identify differences, at the object class level.. ■ Completed the DCS Subledger to FMS reconciliations for all Pell and approximately one half of all Perkins programs for the month of October 2001. ■ Completion of Campus-Based and Leap/Sleap account mapping to FMS for review. ■ Completed the reconciliation for 45 GA Forms 2000 received for the months of October, November and December at the preparer level. In process of submitting for approval. Completed & submitted for approval GA Forms 2000 reconciliation for the top five GA's for the months of October, November, and December (which, together, represent approximately 70% of all guaranty payments made during the three-month period). ■ Drafted procedures for GA Forms 2000 reconciliation and submitted for approval. ■ Processed and Posted 9 LO batch from GAPS and 26 LO batch from COD. ■ The FSA Reconciliation team completed the FMS to FMSS transactional reconciliations for the Financing (4251NOYR) and Liquidating (0230XNOYR) Funds for January 2002 for the FFEL program. ■ Completed FMS-ED to FMSS transactional reconciliations for all FFEL related funds for February 2002. 	<ul style="list-style-type: none"> ■ Ongoing processing of Pell transaction files to and from GAPS to FMS, which includes (1) daily processing of Pell transaction files (obligations, de-obligations, payments) from FMS to GAPS; (2) Processing (several times a week) of acknowledgement files of Pell transactions from GAPS to FMS; (3) Daily processing of Pell payments through FMS to colleges, universities, trade schools, etc; ■ Run FMS Oracle queries & FMS-ED Discover queries to obtain detail transactions for the period October 2001 through March 2002 & April 2002 (<i>on hold until completion of CR</i>). ■ Perform FMS to FMS-ED Reconciliation for the period October 2001 through April 2002 (partially complete) for DL. ■ Perform FMS-ED to FMSS Reconciliation for the period October 2001 through April 2002 (Complete with currently available data) for DL. ■ Complete FMS to FMSS reconciliations for the Financing (4251XNY) & Liquidating (0230XNY) Funds for March 2002. Awaiting March FMSS trial balances from EDCFO. ■ Complete high-level procedures for performing the FMS to FMSS reconciliation and establish reconciliation procedures and processes for DCS and Lender Source to FMS. ■ Complete DCS subledger to FMS reconciliation for October. Begin reconciliations for the months of November 2001 through March 2002. ■ Begin the reconciliation of Lender source to FMS for October. ■ Complete preliminary reconciliations of Forms 2000 to FMS (Fund 4251XNY) for the month January 2002.

Project Scorecard

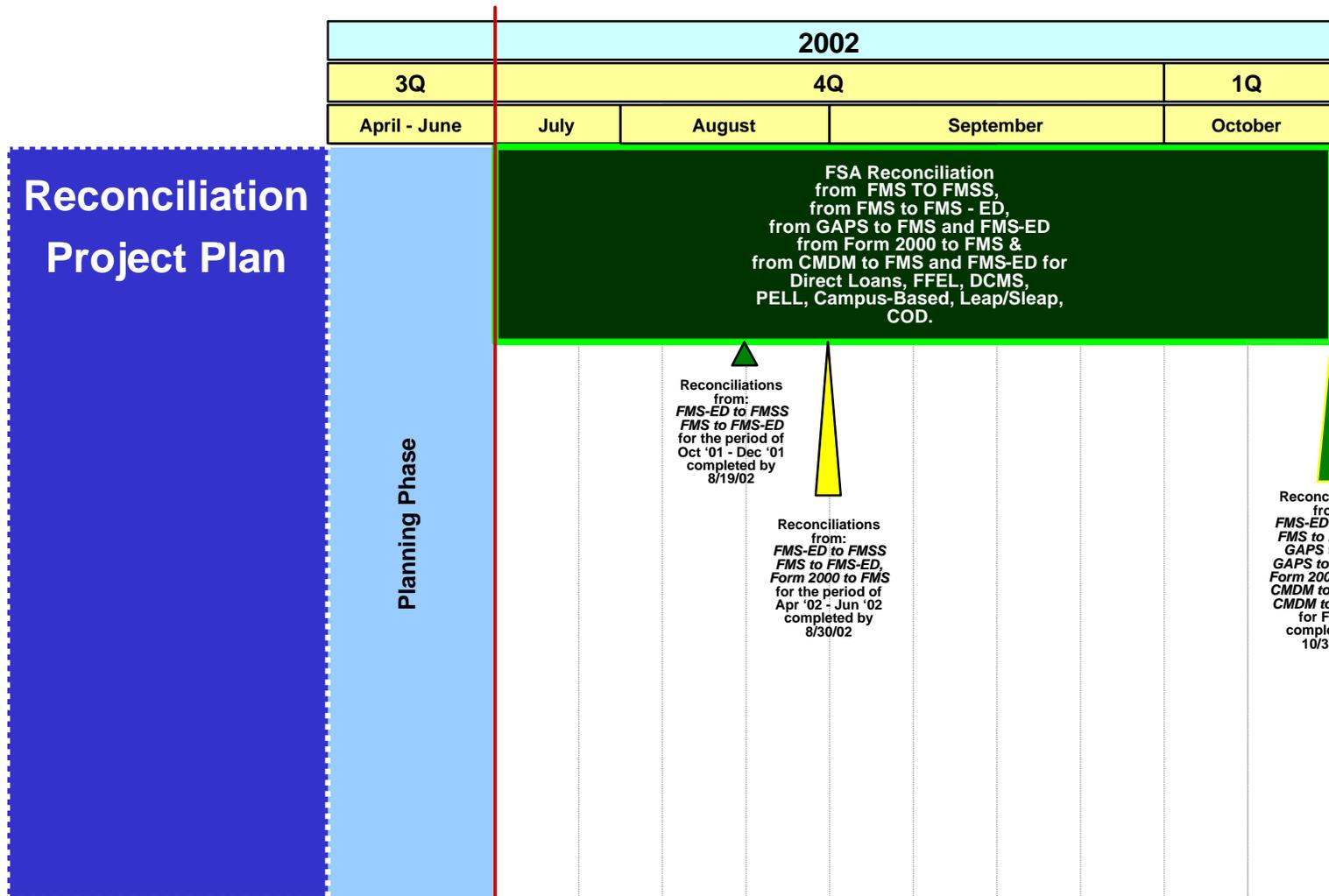


Category	Status	Trend	Status Comments
Task Order			<ul style="list-style-type: none"> Task Order 107 ended on May 7, 2002.
Scope			
Schedule			<ul style="list-style-type: none"> Internal Control Procedures has been put on hold. Defining Reconciliations & tools needed for FSA-AD. Performing October reconciliations for AD.
Cost			

High Risk – Significantly impacts Project schedule/cost ex) 4+ weeks over schedule 10% over cost	Moderate Risk – Minor schedule/cost slippage and/or manageable issues ex) 2-4 weeks over schedule 5-10% over cost	Low Risk – On schedule, on budget and no significant issues ex) 0-2 weeks over schedule 0-5% over cost	Better Worse Same
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* Per current plan

Integrated Timeline



Status Legend									
	High Risk – Major impact to schedule		Moderate Risk – Manageable impact to schedule		On Schedule		Not Started		Complete

Major Risks



Risk	On Point	Mitigating Actions	Impact on Cost and/or Schedule	Status
Need the capability to query FMS & FMS-ED to obtain detail transactions that support G/L account balances that we are reconciling.	Gordon Peterson FSA Cynthia Heath FSA KC Abadian Mod Partner	<ul style="list-style-type: none"> Change request (CR) to add the following data fields; Fund; G/L account; Object Class; Limitation; Transaction Code; Transaction Date; Posting Date; Grantee Duns#; Award ID; and Reverse Code. 	No Impact on cost or schedule	<ul style="list-style-type: none"> CR Submitted on 5/23/02 to FMS Operations.
		<ul style="list-style-type: none"> It is our understanding that KPMG is developing a shadow FMS & FMS-ED system that will enable us to obtain these transaction data. However, until this shadow system is operational, we will be constrained in our efforts to complete FMS to FMSS & FMS-ED reconciliations. 		
We currently do not have system access to GAPS	Gordon Peterson FSA Cynthia Heath FSA KC Abadian Mod Partner	<ul style="list-style-type: none"> Need to set-up a meeting with Leon Fleisher and William Fleming to discuss obtaining access to GAPS. 		<ul style="list-style-type: none"> Obtaining access in progress.
Until FMS, FMS-ED and FMSS have monthly closings, the G/L account balances are subject to continuous change and will need to be verified.	Cotton & Co. Vicky Bateman FSA KC Abadian & Rick Polhamus Mod Partner	<ul style="list-style-type: none"> We are examining & documenting post closing balances from 9/30/01 to opening balances in FMS, FMS-ED, & FMSS. Cotton & Co. also validating opening balances in FMS and in FMSS. 		<ul style="list-style-type: none"> Validation in progress. Books have been closed in FMSS through March.

Government & Program Dependencies



<i>Dependency</i>	<i>On Point</i>	<i>Target Date</i>	<i>Impact on Cost and/or Schedule</i>	<i>Status Comments</i>

Key Issues & Decisions



<i>Issue / Decision Required</i>	<i>On Point</i>	<i>Target Date</i>	<i>Impact on Cost and/or Schedule</i>	<i>Status Comments</i>