

How OMB scores financial management

GREEN

Agencies must:

- ▶▶ Meet all requirements for a yellow score
- ▶▶ Produce accurate financial information on demand **and** routinely assess performance and financial information that managers use in day-to-day decisions
- ▶▶ Receive an unqualified audit opinion on annual financial statements.

YELLOW

Agencies must:

- ▶▶ Produce accurate financial information on demand **or** routinely assess performance and financial information that managers use in day-to-day decisions
- ▶▶ Report in audited annual statements that their systems comply with the Federal Financial Management Improvement Act
- ▶▶ Have no chronic or significant problems in financial management under the Anti-Deficiency Act
- ▶▶ Have no significant internal-control weaknesses reported by auditors
- ▶▶ Meet financial-reporting deadlines
- ▶▶ Comply with laws or regulations
- ▶▶ Provide an unqualified statement of assurance in annual accountability reports.

RED

Agencies with one or more of these weaknesses:

- ▶▶ Cannot report that their systems comply with the Federal Financial Management Improvement Act
- ▶▶ Have chronic or significant problems with financial management
- ▶▶ Have repeated audits reporting material internal-control weaknesses
- ▶▶ Receive a disclaimer of opinion on annual financial statements
- ▶▶ Fail to meet financial-reporting deadlines
- ▶▶ Cannot provide a qualified statement of assurance in annual accountability reports.