

Reclamation Manual

Directives and Standards

**SUPPLEMENT TO THE
DEPARTMENT OF THE INTERIOR
DEPARTMENTAL ACCOUNTING MANUAL**

FILE: 07 CASH AND OTHER ASSETS
20 Property, Plant, and Equipment
10 Capitalization and Valuation

Subject(B)(1): Plant Accounting - Responsibilities

Purpose: Establishes policy and documents procedures for valuation and accounting for investment in general property, plant, and equipment held for operating purposes.

Authority: Federal Accounting Standards Advisory Board (FASAB) Statement of Federal Financial Accounting Standards (SFFAS) No. 6, *Accounting for Property, Plant, and Equipment*.

Contact: Finance and Accounting Services (FAS), General Accounting and Technical Analysis Group (GATAG), by calling (303) 445-3430

Scope. Reclamation property, plant, and equipment are classified as general property, plant, and equipment in accordance with the FASAB SFFAS No. 6, *Accounting for Property, Plant, and Equipment*. Reclamation's general property, plant, and equipment consists of land, construction in progress, buildings, other structures and facilities, data processing software, and equipment.

2. Responsibilities.

- A. **Regional Finance Officers** are responsible for the proper accounting for the capitalized value of assets and for properly recording operating expenses in accordance with FASAB standards, which are recognized as generally accepted accounting principles (GAAP) for the Federal Government, and to ensure compliance with laws and regulations related to repayment, cost allocation, and recovery of interest expense. The Regional Finance Officers are responsible for implementing policy and ensuring adequate procedures and controls are in place to ensure accurate and timely reporting of costs.
- B. **Finance and Accounting Services (FAS)** is responsible for developing policy and procedures to account for property, plant, and equipment including depreciation of same. FAS is responsible for oversight, to ensure that established policy and procedures are in place and adhered to. FAS is responsible for financial statement reporting and disclosure in Reclamation's Annual Report required by the Chief Financial Officer Act of 1990.