

# 19<sup>th</sup> Annual Government Financial Management Conference

## Your Role in Managing the Nation's Money

*Presenters*

**Mary Rascoe & Leroy Larkins,  
Cash Forecasting Division  
Governmentwide Accounting  
Financial Management Service  
Department of the Treasury**

# Overview of Managing the Nation's Money

- The Importance to Treasury, the Federal Reserve, and to the nation's economy
- Critical Roles, Responsibilities, and Teamwork
- Overview of the Daily Cash Management Process

# Importance to Treasury

- Forecasting of receipt and expenditure activity
- Assure adequate funds are available to make payments
- Minimize interest on borrowings; maximize earnings on excess cash
- Critical daily operations and public assurance

# Treasury Roles and Responsibilities

## Office of Fiscal Projections, Office of the Fiscal Assistant Secretary

- Projects daily collections and disbursements up to nine months in advance
- Makes daily cash management decisions
- Recommends the amount and timing of borrowing from the public based on securities and funds needed to make payments

# Cash Forecasting Division, Financial Management Service

- Provides program support to the Office of the Fiscal Assistant Secretary (OFAS) in monitoring, forecasting and managing Treasury's cash and debt position
- Coordinates the Daily Cash Balance Conference Call
- Publishes the Daily Treasury Statement (DTS)
- Maintains and enhances the CashTrack System



# Federal Reserve Roles and Responsibilities

- Federal Reserve System
- Federal Reserve Bank of New York
- Board of Governors
- Federal Reserve Bank of St. Louis



**Where's the Money ?**

# Treasury General Account (TGA)

- Deposits of the U.S. Government held at the Federal Reserve Bank of New York
- Serves as the U.S. Government's "checking" account.
- All Federal Government deposits and payments flow through the TGA.





# Treasury Tax and Loan Accounts (TT&L)

- Deposits held at Treasury designated Financial Institutions across the U.S.
- Serves as the U.S. Government's interest bearing "savings" account
- Holds tax receipts and excess cash until needed
- Allows Treasury to conduct scheduled borrowing operations



# The Daily Cash Management Process

The background is a solid teal color. In the lower half, there is a faint, semi-transparent image of two hands shaking, symbolizing agreement or partnership. The text is centered in the upper half.

# Roles and Responsibilities

- Treasury estimates daily receipts and payments of the U.S. Government; schedules U.S. Government borrowing operations up to 9 months in advance
- Federal Program Agencies provide Treasury with long-term receipt and payment plans
- Federal Program Agencies provide short-term receipt and payment information by Large Dollar Notifications



# Large Dollar Notifications

What/When to report:

Disbursements and collections

If \$50 million or greater – 2 business days prior.

If \$500 million or greater – 5 business days prior.

By 8:30 a.m. day of settlement

Needed from:

Agency certifying/financial officers

Treasury Regional Financial Centers

Non-Treasury disbursing officers

Agencies with delegation of disbursing authority

# Large Dollar Notification Includes

- Name of the Agency
- Contact Name and Telephone Number
- Agency Location Code
- Description of Transaction
- Transaction Settlement Date
- Amount of Deposit/Disbursement
- Payment Mechanism

# Large Dollar Notification Reporting

Notify the Cash Forecasting Division:

- CASH TRACK Web  
<https://www.cashtrack.fms.treas.gov>  
*(Internet Explorer is suggested)*
- E-mail [funds.control@fms.treas.gov](mailto:funds.control@fms.treas.gov)
- Fax (202) 874-9984 or (202) 874-9945
- Telephone (202) 874-9789 or (202) 874-9790

For more information:

Volume 1 TFM Part 6 Chapter 8500

# CASH TRACK WEB

The screenshot shows a Microsoft Internet Explorer browser window displaying the Cash Track Web Services Home page. The browser's address bar shows the URL <https://qa.cashtrack.gov/CashTrack/cashTrackLogin.do>. The page features a header with the text "CASH TRACK UNITED STATES TREASURY WEB SERVICE FINANCIAL MANAGEMENT SERVICE" and a background image of a dollar bill and a Treasury seal. A navigation menu on the left includes links for "Large Dollar Notifications", "Manage Accounts", and "Logout". The main content area contains a welcome message and a list of services provided by the system. A "CASH TRACK NEWS" section on the right encourages users to check for news and special announcements. The browser's status bar at the bottom shows "Done" and "Internet".

Cash Track Web Services Home - Microsoft Internet Explorer

File Edit View Favorites Tools Help

Address <https://qa.cashtrack.gov/CashTrack/cashTrackLogin.do>

Search Web Mail My Yahoo! MySearch Google More

## CASH TRACK

UNITED STATES TREASURY WEB SERVICE  
FINANCIAL MANAGEMENT SERVICE

[Large Dollar Notifications](#)  
[Manage Accounts](#)  
[Logout](#)

### Welcome to the CASH TRACK web site.

This web site acts as a cash management information collection tool used to interface with the CASH TRACK system. CASH TRACK is an automated support system used for U.S. Treasury cash management activities. The system:

- Supports the daily conference call between the U.S. Treasury and FRB New York Open Market Desk.
- Produces the Daily Treasury Statement, a daily cash flow statement of receipts and expenditures of the U.S. Treasury.
- Assists the Office of the Fiscal Assistant Secretary (OFAS) in estimating governmental expenses and receipts.
- Provides a cash management information collection tool for data such as Daily Transmittals and Large Dollar Notifications (payments and receipts).

The Cash Forecasting Division (CFD) uses the Large Dollar Notifications and Transmittal data to assess the level of funds in the Treasury General Account (TGA) and the Treasury Tax and Loan (TT&L) account. This information is used to determine the amount of funds that must be transferred between the two accounts to maintain

### CASH TRACK NEWS

Check here for CASH TRACK news and special announcements.

Done Internet

# Cash Track Web (CTW)

- CTW was implemented in June 2005
- Primary source for submitting LDNs
- Access to web submission requires a User Authorization Form
- CTW User Guide



# Benefits of Cash Track Web

- Allows government entities to provide better and timely notifications
- Allows CFD to provide better forecasting during the daily conference calls
- Operational efficiency, eliminates CFD manually entering all agencies LDNs
- Virtually eliminates the number of faxes and telephone calls
- Allows for continuation of daily operations during contingency situations

# LDN/Agency Awareness Efforts

- LDN Warning Message
- Quarterly Awareness Meetings
- LDN Scorecard

# LDN Warning Message

- Appears in the Secured Payments System (SPS) as Certifying Officers are certifying their payments of \$50 million or more.
- The message reads: *The schedule (s) you are certifying meets the \$50/\$500 million threshold for the advance cash forecasting requirements prescribed in TFM / Volume I, Part 6, Chapter 8500, Section 8535. Large Dollar Notification reporting is critical for the daily management of Treasury's cash position. Therefore, it is imperative that you provide this notification 2 to 5 days in advance of settlement.*
- The SPS system will prompt you to select OK but it doesn't prevent you from certifying your payments.
- Provides contact information for the Cash Forecasting Division

# Quarterly Awareness Meetings

- Provides hands on training to key personnel at the agencies
- Updates or changes to the Treasury Financial Manual
- Results of your agency's scorecard
- Improvement recommendations for the agencies so they can provide better reporting

# Large Dollar Notification Scorecard

- Provides agency awareness in regards to LDN reporting
- Our goal is for each agency to move out of the RED and into the GREEN

**Cash Forecasting Division  
Large Dollar Notification Summary**

For the Period Of:

**04/01/09**

**06/30/09**

**Agency:**

**Bureau:**

Settlement Date	Notification Date	Date Variance	LDN Amount	Actual Amount	Amount Variance	Deposit/ Disbursement	Fedwire/Fedline Amount
04/01/09	04/01/09	0	92,751,718.27	64,542,118.00	28,209,600.27	Disbursement	64,542,118.98
04/02/09	04/02/09	0	72,373,404.43	92,951,229.00	(20,577,824.57)	Disbursement	92,951,229.03
04/03/09	04/03/09	0	61,878,810.93	69,971,625.00	(8,092,814.07)	Disbursement	69,971,625.86
04/06/09	04/06/09	0	73,218,960.41	51,355,553.00	21,863,407.41	Disbursement	51,355,553.20
04/08/09	04/08/09	0	91,003,671.31	236,015,435.00	(145,011,763.69)	Disbursement	236,015,435.79
04/09/09	04/09/09	0	229,951,557.49	101,398,344.00	128,553,213.49	Disbursement	101,398,344.99
04/10/09	04/10/09	0	95,991,803.64	85,352,023.00	10,639,780.64	Disbursement	85,352,023.80
04/13/09	04/13/09	0	50,703,041.81	83,885,942.00	(33,182,900.19)	Disbursement	83,885,942.38
04/14/09	04/14/09	0	74,943,070.32	107,618,007.00	(32,674,936.68)	Disbursement	107,618,007.24
04/15/09	04/15/09	0	155,421,993.09	163,974,660.00	(8,552,666.91)	Disbursement	163,974,660.31
04/16/09	04/16/09	0	168,334,126.10	98,372,443.00	69,961,683.10	Disbursement	98,372,443.50
04/17/09	04/17/09	0	66,253,072.95	76,201,795.00	(9,948,722.05)	Disbursement	76,201,795.09
04/20/09	04/20/09	0	112,809,491.79	132,094,605.00	(19,285,113.21)	Disbursement	132,094,605.67
04/21/09	04/21/09	0	108,629,470.11	97,513,142.00	11,116,328.11	Disbursement	97,513,142.02
04/22/09	04/22/09	0	174,493,929.55	133,248,997.00	41,244,932.55	Disbursement	133,248,997.03
04/23/09	04/23/09	0	115,403,439.29	148,531,727.00	(33,128,287.71)	Disbursement	148,531,727.47

### Large Dollar Notification Summary

	<b>Notice Violation</b>	62		<b>Tolerance Violation</b>	19
	<b>Notice Compliance Percentage</b>	0.00%		<b>Tolerance Compliance Percentage</b>	69.00%

### Large Dollar Notification Scorecard

Agency							
Bureau						<i>Quarterly Scorecard for the 3rd Quarter FY 2009</i>	
Performance							
Standard	Performance Criteria		Score	Comments			
<b>Accuracy of Reporting</b>	<b>Green</b> if the LDN reported was accurate 90 to 100% of the time.		<b>Red</b>				
	<b>Yellow</b> if the LDN reported was accurate 75 to 89% of the time.		<b>69%</b>				
	<b>Red</b> if LDN reported was accurate less than 75% of the time.						
<b>Timeliness of Reporting</b>	<b>Green</b> if agency has submitted 90 to 100% of all their LDN's with a 2 to 5 day advance notification.		<b>Red</b>				
	<b>Yellow</b> if agency has submitted 75 to 89% of all their LDN's with a 2 to 5 day advance notification.		<b>0%</b>				
	<b>Red</b> if agency has submitted less than 75% of all their LDN's with a 2 to 5 day advance notification.						

The attached LDN Analysis spreadsheet provides details of how we determined your score based on the reporting received over the last quarter. If you have any questions or concerns on the information presented in the large dollar notification scorecard please give us a call at (202) 874-9790.



The background is a solid teal color. In the lower half, there is a faint, semi-transparent graphic of two hands shaking, rendered in a lighter shade of teal. The text is centered in the upper half of the image.

# The Daily Cash Position Management Conference Call

# The Conference Call

- Held every banking day at 9:00 a.m.

## *Participants Include:*

- Treasury - Office of Fiscal Projections
  - Treasury – Cash Forecasting Division
  - FRB NY – Monetary Projections/Open Market Operations Group
  - Board of Governors
- Decision to invest or withdraw funds from savings to achieve the designated target balance for the day
  - Takes preliminary action to invest or withdraw funds from savings to achieve the designated target balance for the next business day

# Critical Events for the Conference Call

- FRB NY – reports the TGA closing balance by 9:00 p.m. on the day of settlement
- FRB's report yesterday's actual transactions by 6:30 a.m.
- Lockbox Banks report collections to be deposited today by 8:15 a.m.
- Treasury RFC's report ACH payments files sent to FRB by 6:30 a.m.
- Large Dollar Notification for future payments/collections are posted by 8:30 a.m.
- Yesterday's results are analyzed and daily forecasts are updated as needed by 8:45 a.m.
- Cash Forecasting Division makes daily investment or withdrawal proposals by 8:50 a.m.
- Conference Call takes place at 9:00 a.m.

# Additional Cash Management Activities

- Daily Cash Position Management Conference  
Call is revised at 10:00 a.m. when required
- Treasury Notices and Results of TT&L actions  
are posted on the web daily at 12:00 p.m. on  
[www.fms.treas.gov/ttlactions](http://www.fms.treas.gov/ttlactions)

# The Daily Treasury Statement

**DAILY TREASURY STATEMENT**  
Cash and debt operations of the United States Treasury  
Friday, July 24, 2009  
(Detail, rounded in millions, may not add to totals)

**TABLE I—Operating Cash Balance**

Type of account	Change from prior day	Operating balance		
		Today	This week	This year
Federal Reserve Account	\$ 47,208.0	\$ 48,702.0	\$ 176,948.0	\$ 32,898.0
Reserve Bank of America	199,241.0	199,816.0	199,816.0	199,816.0
Other Reserve Banks	2,822.0	2,822.0	2,822.0	2,822.0
<b>Total Operating Balance</b>	<b>\$ 249,271.0</b>	<b>\$ 249,340.0</b>	<b>\$ 379,586.0</b>	<b>\$ 335,536.0</b>

**TABLE II—Deposits and Withdrawals of Operating Cash**

Details	Today	This week	Paid out this week	Withdrawals		
				Today	This week	Paid out this week
Federal Reserve Account	47,208	48,702	1,687	1,687	1,687	1,687
Reserve Bank of America	199,241	199,816	2,822	2,822	2,822	2,822
Other Reserve Banks	2,822	2,822	1,687	1,687	1,687	1,687
<b>Total Deposits</b>	<b>\$ 249,271.0</b>	<b>\$ 249,340.0</b>	<b>\$ 6,196.0</b>	<b>\$ 6,196.0</b>	<b>\$ 6,196.0</b>	<b>\$ 6,196.0</b>
<b>Total Withdrawals</b>	<b>\$ 6,196.0</b>	<b>\$ 6,196.0</b>	<b>\$ 6,196.0</b>	<b>\$ 6,196.0</b>	<b>\$ 6,196.0</b>	<b>\$ 6,196.0</b>

Friday, July 24, 2009

**TABLE III-A—Public Debt Transactions**  
(Detail of these values should be positive and reflected after activities which are offset at current subscription values)

Debt Instrument	Today	This week	Paid out this week	Refutations		
				Today	This week	Paid out this week
U.S. Treasury Note	175,848	1,192,000	1,192,000	1,192,000	1,192,000	1,192,000
U.S. Treasury Bond	1,192,000	1,192,000	1,192,000	1,192,000	1,192,000	1,192,000
<b>Total Public Debt Transactions</b>	<b>\$ 1,367,848.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>

**TABLE III-B—Adjustment of Public Debt Transactions to Cash Balance**

Debt Instrument	Today	This week	Paid out this week	Adjustment		
				Today	This week	Paid out this week
U.S. Treasury Note	175,848	1,192,000	1,192,000	1,192,000	1,192,000	1,192,000
U.S. Treasury Bond	1,192,000	1,192,000	1,192,000	1,192,000	1,192,000	1,192,000
<b>Total Adjustment</b>	<b>\$ 1,367,848.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>

**TABLE III-C—Debt Subject to Limit**

Debt Instrument	Today	This week	Paid out this week	Subject to Limit		
				Today	This week	Paid out this week
U.S. Treasury Note	175,848	1,192,000	1,192,000	1,192,000	1,192,000	1,192,000
U.S. Treasury Bond	1,192,000	1,192,000	1,192,000	1,192,000	1,192,000	1,192,000
<b>Total Debt Subject to Limit</b>	<b>\$ 1,367,848.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>

**TABLE IV—Federal Tax Deposits**

Details	Today	This week	Paid out this week
U.S. Treasury Bond	1,192,000	1,192,000	1,192,000
<b>Total Federal Tax Deposits</b>	<b>\$ 1,367,848.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>

**TABLE V—Tax and Loan Note Accounts by Depository Category**

Debt Instrument	Type of Depository	Total		
		A	B	C
U.S. Treasury Note	175,848	1,192,000	1,192,000	1,192,000
U.S. Treasury Bond	1,192,000	1,192,000	1,192,000	1,192,000
<b>Total Tax and Loan Note Accounts</b>	<b>\$ 1,367,848.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>

**TABLE VI—Income Tax Refunds Issued**

Classification	Today	This week	Paid out this week
U.S. Treasury Bond	1,192,000	1,192,000	1,192,000
<b>Total Income Tax Refunds Issued</b>	<b>\$ 1,367,848.0</b>	<b>\$ 2,384,000.0</b>	<b>\$ 2,384,000.0</b>

# Daily Treasury Statement

- Summarizes the cash and debt operations of the U.S. Treasury for the Federal Government
- Information is reported on a modified cash basis with deposits reported as received and withdrawals reported as processed
- Includes final daily totals as well as cumulative month to date and fiscal year to date totals
- Released to the public every business day at 4:00 p.m.  
on [www.fms.treas.gov/dts](http://www.fms.treas.gov/dts)

# Daily Treasury Statement Information

- Operating Cash Balance opening and closing balance for the day (Table I)
- Details of deposit and withdrawal activity of agency programs and major functions; certain transactions reported only when \$50 million or more (Table II)
- Bureau of the Public Debt transactions (Table III)
- Federal Tax Deposits (Table IV)
- Tax and Loan Note Accounts (Table V)
- Federal Income Tax Refunds Issued (Table VI)

# Contact Information

Mary Rascoe

(202) 874-9798

[Mary.Rascoe@fms.treas.gov](mailto:Mary.Rascoe@fms.treas.gov)

Leroy Larkins

(202) 874-9792

[Leroy.Larkins@fms.treas.gov](mailto:Leroy.Larkins@fms.treas.gov)