

Invoice Processing Platform

First Annual Agency Forum

November 27, 2012





Welcome

OPENING REMARKS

Mr. John Hill



First Annual Agency Forum



KEYNOTE ADDRESS

Ms. Wanda Rogers



First Annual Agency Forum



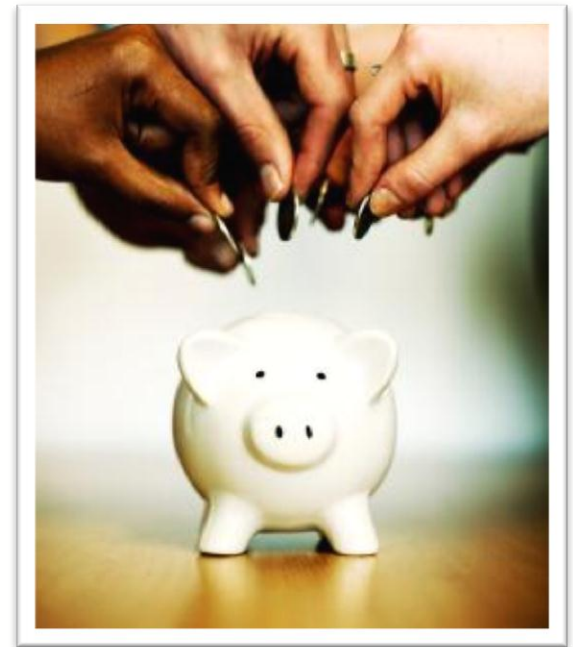
IPP is Smart Government

- ▶ Invoice Processing Platform (IPP) is a Web-based system that more efficiently manages government invoicing from PO to payment notification



IPP Benefits

- ▶ Saves taxpayer dollars through more efficient invoice processing
- ▶ Improves your financial management
- ▶ Makes it easier for vendors to do business with government
- ▶ Frees staff from data entry, error correction and reconciliation



Saves Taxpayer Dollars

Saves Time

- ▶ You don't have to manually handle paper invoices

Saves Money

- ▶ IPP is available at no charge to you and your vendors
- ▶ It helps you avoid Prompt Payment penalties and capture early payment discounts



Improves Your Financial Management



- ▶ IPP promotes a standard process to manage government invoices with increased controls
- ▶ IPP lets you use fewer resources to comply with the Prompt Payment requirement



Makes it Easier to Do Business with Government

It's proven to work

- ▶ **47** agencies use IPP and **7** are currently implementing IPP
- ▶ YTD through October, IPP processed **46,000 POs** and **134,000 invoices**, and provided notification of more than **3.0 million payments**



IPP is smart government.

ELECTRONIC INVOICING SHARED SERVICES INITIATIVE

Mr. Andrew Ganahl



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Electronic Invoicing Shared Services (EISS) Initiative

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FIT
FINANCIAL INNOVATION
AND TRANSFORMATION

The EISS Initiative supports government-wide collaboration to serve the public

- Leverages shared services to connect agencies to a common government-wide framework for efficient and accurate invoice processing.
- Includes an organization (the EISS Office) dedicated to driving the necessary federal agency momentum and accountability through communication of the “Three P’s”:
 - Policy (relating to electronic invoicing shared services).
 - Progress (of the implementation to electronic invoicing shared services).
 - Practices (best practices for implementation, operation, and continuous improvement).
- Serves as a model for the innovative use of shared services to drive benefits across government in the areas of cost savings, improved cash management and auditability, and more efficient interactions with vendors.

To the public we are not dozens of disconnected agencies. We are one government working together to serve them – so let’s act like it.

The EISS Initiative supports major OMB initiatives

Improving the Efficiency and Speed of Government

- Government Paperwork Elimination Act (GPEA)
- Executive Order 13520 - Reducing Improper Payments and Eliminating Waste in Federal Programs
- Executive Order 13571 - Streamlining Service Delivery and Improving Customer Service
- Executive Order 13576 - Delivering an Efficient, Effective, and Accountable Government
- OMB M-11-32 - Accelerating Payments to Small Business for Goods and Services
- OMB M-12-16 - Providing Prompt Payment to Small Business Subcontractors

Preventing Improper Payments

- Improper Payments Elimination and Recovery Act (IPERA) of 2010, which sets a goal of reducing wasteful, improper payments by \$50 billion by 2012
- OMB M-12-11 - Reducing Improper Payments through the "Do Not Pay List"

Reducing Redundant Systems

- OMB's Shared-First Initiative, requiring agencies to use a shared approach to IT service delivery to eliminate waste and duplication across the federal IT portfolio

The EISS Initiative achieves government-wide savings of ~\$450 million/year

Supports agency efforts to comply with Executive Order 13576 (June 2011), directing them to collectively save \$2.1 billion in administrative costs. Implementing electronic invoicing could save the federal government up to ~\$450 million per year in administrative costs:

- Reduces the level of effort spent on invoice processing.
- Reduces IT spend by “building once, using many.”
- Achieves additional cost savings through continuous process improvement practices.

Agencies such as Treasury’s Bureau of Engraving and Printing have seen savings of greater than 25% by transitioning to electronic invoice processing. Capturing discounts through early payment could lead to even greater savings government-wide.

The EISS Initiative improves government cash management and auditability

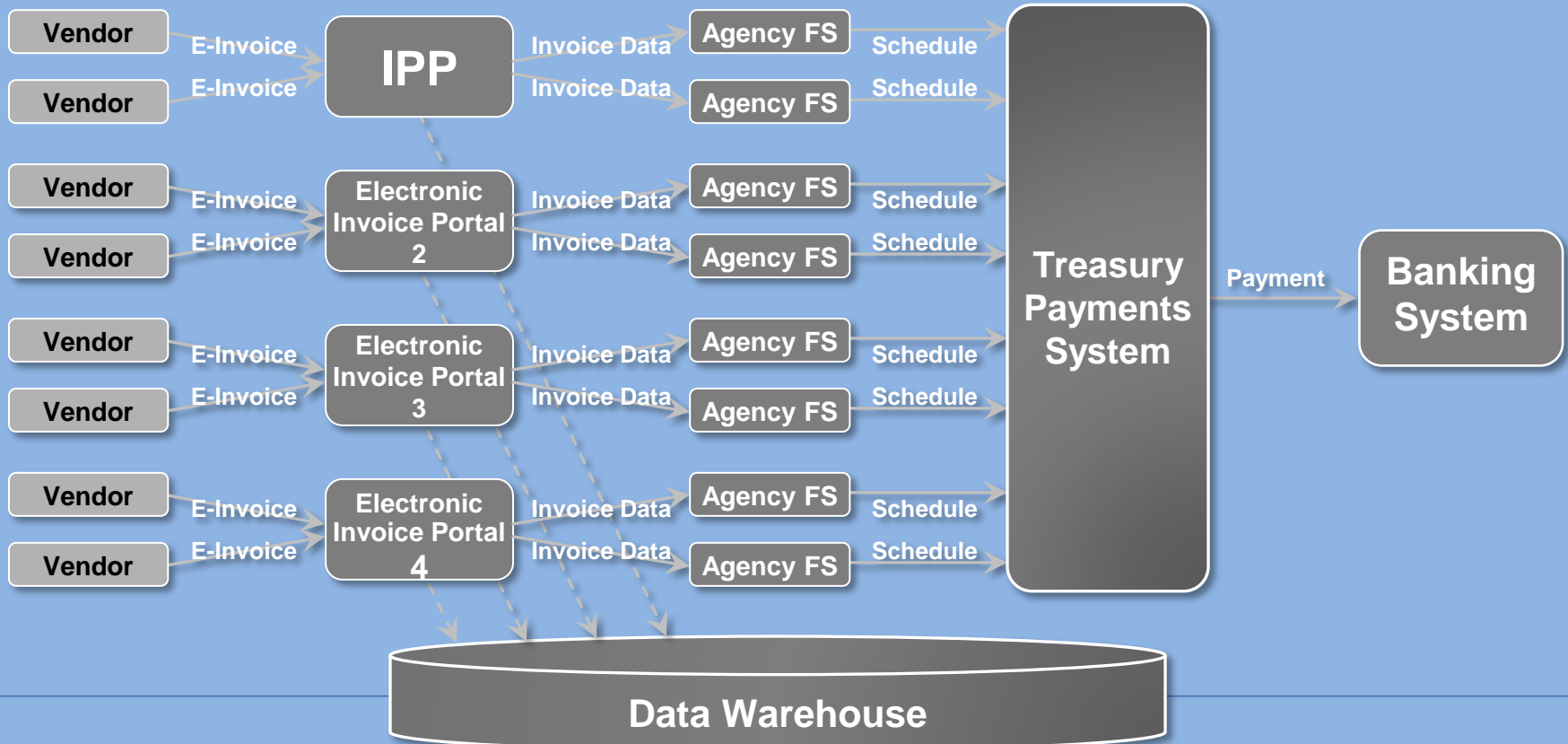
- Enables earlier and better visibility into agency vendor cash disbursements, improving Treasury cash management and providing more accurate reporting to stakeholders.
- Enhances transparency of vendor invoice data, supports stronger internal controls over invoice payment, and improves auditability of invoices and payments.
- Helps to prevent improper payments by centrally capturing standardized and more accurate invoice data.
- Supports strategic sourcing initiatives by centrally capturing government-wide purchasing data.

The EISS Initiative improves the efficiency of vendor interactions

- Enables the government to reduce the time to pay vendors for goods and services, allowing small businesses to receive quicker payments.
- Provides vendors with the ability to submit invoices electronically, thereby reducing incidence of data entry error.
- Enables vendors to track invoice processing status online, thereby reducing the volume of inquiries from vendors to government agencies regarding the status of their invoices and the associated effort on the part of the government in responding to them.

The EISS architecture reduces duplication and inefficiency

- Limited number of government-wide e-invoice portals to operate as shared services
- Provide vendors with a point of entry to electronically transmit invoice data to multiple federal agencies and route vendor invoices to the appropriate federal agencies for processing and scheduling of payment to vendors



The EISS Initiative commenced in FY2011 and is moving forward

FY 10:
FIT Office
Established

FY 11:
Electronic
Invoicing
Business
Case
Developed

FY 12:
EISS Initiative
Launched and
Concept of
Operations
Developed

FY13 – 14:
Stand-up EISS
Office

Designate SSPs
and Match
Agencies

FY14 – 15+
Issue Policy and
FAR Changes

Build EISS Data
Warehouse

Rollout electronic
invoicing
government-wide

The EISS Initiative will provide the focal point for interagency collaboration and innovation.

PANEL DISCUSSION

Mr. Peter Moore
Moderator



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Today's Panelists

- ▶ **Mr. Robert Deans**
 - Department of the Treasury
Bureau of Engraving and Printing
- ▶ **Mr. Jeffrey Reed**
 - The Architect of the Capitol
- ▶ **Ms. Rebecca Reilly**
 - Department of the Interior
- ▶ **Ms. Dana Strecker**
 - Department of the Treasury
Bureau of Public Debt

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CLOSING REMARKS

Ms. Pavita Murthi



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Thank you

IPP is smart government.