

DEPARTMENT OF FINANCIAL SERVICES

Florida Open Financial Statement System

Getting Ready for 2022

FGFOA Virtual Annual Conference
May 28, 2021

CFO JIMMY PATRONIS

Introductions

- Darrel Thomas | Assistant City Manager/CFO, City of Weston
- Natalie Hanks, PMP[®] CSM[®] FCCM | XBRL Program Manager, DFS



XBRL Legislation

- 2018 revisions to § 218.32, F.S.
 - Develop XBRL taxonomy/ies
 - Implement the Florida Open Financial Statement System
- Local governmental entities (LGEs) commence reporting in XBRL for FYE on/after September 1, 2022*

**pending CFO approval December 2021*



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What is XBRL?

- XBRL, or eXtensible Business Reporting Language, is a software standard that was developed to improve the way in which financial data is communicated, making it easier to compile and share this data
- XBRL uses tags to identify each piece of financial data, which then allows it to be used programmatically by an XBRL-compatible program

Static vs. Digital Data

Today's AFR

Revenues Report for FYE 2020

Account Code	General	Special Revenue	Debt Service	Capital Projects	Permanent	Enterprise	Internal Service	Pension	Trust	Component Units	Total
311000 - Ad Valorem Taxes	833,934,111	53,539,762	7,597,315								895,071,188
312100 - Local Option Taxes		29,377,109									29,377,109
312300 - County Ninth-Cent Voted Fuel Tax		6,907,188									6,907,188
312410 - First Local Option Fuel Tax		26,224,060									26,224,060
312600 - Discretionary Sales Surtaxes		346,765,908								2,475,765	349,241,673
315000 - Communications Service Tax (Chapter 202)		19,024,887									19,024,887
316000 - Local Business Tax (Chapter 205)	1,541,360	112,180									1,653,540
322000 - Building Permits		16,110,347									16,110,347
323300 - Franchise Fee - Water	3,143										3,143
323600 - Franchise Fee - Sewer	7,356										7,356
324110.02.01 - Impact Fees - Residential - Public Safety		1,484,725									1,484,725
324120.01.01 - Impact Fees - Commercial - Public Safety		10,969									10,969
324120.03.03 - Impact Fees - Commercial - Public Safety		11,827									11,827
324120.04.01 - Impact Fees - Commercial - Public Safety		47,138									47,138
324120.05.03 - Impact Fees - Commercial - Public Safety		8,240									8,240
324120.06.03 - Impact Fees - Commercial - Public Safety		37									37
324120.07.03 - Impact Fees - Commercial - Public Safety		3,188									3,188
324120.08.03 - Impact Fees - Commercial - Public Safety		2,385									2,385
324120.09.01 - Impact Fees - Commercial - Public Safety		11,418									11,418
324210.02.03 - Impact Fees - Residential - Physical Environment		36,048,299									36,048,299
324310.02.01 - Impact Fees - Residential - Transportation		1,942,722									1,942,722
324310.02.03 - Impact Fees - Residential - Transportation		11,154,811									11,154,811

Static vs. Digital Data

Today's Financial Statement

Leon County, Florida
Balance Sheet
Governmental Funds
September 30, 2019

	<u>General Fund</u>	<u>Fine & Forfeiture Fund</u>	<u>Grants Fund</u>	<u>Capital Improvement Fund</u>
Assets				
Cash	\$ 10,318,299	\$ 0	\$ 5,721	\$ 55,333
Investments	10,501,698	1,789,167	1,320,005	23,983,506
Receivables:				
Accounts	655,515	5,062	3,734	67,849
Due from other governments	17,909,629	0	4,797,830	0
Special assessments	0	0	0	0
Due from other funds	4,525,294	219,444	5,603	0
Inventories	827,564	0	0	0
Prepays	556,634	0	0	15,838
Other assets	4,250	0	0	0
Total assets	<u>\$ 45,298,883</u>	<u>\$ 2,013,673</u>	<u>\$ 6,132,893</u>	<u>\$ 24,122,526</u>

Static vs. Digital Data

iXBRL Financial Statement

GLEIF Annual Report 2017 | 47

Balance Sheet for the Period Ending December 31, 2017

Assets	Notes	Dec. 31, 2017	Dec. 31, 2016
		US\$	US\$
Receivables from LEI issuer feeds	4.1	4,889,942	1,409,636
Current financial assets	4.2	5,217	5,203
Other assets	4.3	177,236	470,701
Cash and cash equivalents	4.4	3,323,743	5,071,643
Current assets	4.4	8,396,138	6,957,183
Intangible fixed assets	4.5	397,337	146,079
Tangible fixed assets	4.6	365,818	468,347
Financial assets	4.2	123,990	108,979
Non-current assets		887,145	723,405
		9,283,283	7,680,588
Liabilities and equity			

Fact Properties < >

Concept

- (ifrs) Current assets

The amount of assets that the entity (a) expects to realise or intends to sell or consume in its normal operating cycle; (b) holds primarily for the purpose of trading; (c) expects to realise within twelve months after the reporting period; or (d) classifies as cash or cash equivalents (as defined in IAS 7) unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. [Refer: Assets]

Dimensions

Date	30 Dec 2016 W
Fact Value	US \$ 6,957,183
Accuracy	0 (ones)
Change	No prior fact

IFII

Question

Local governments will begin reporting to DFS in XBRL format for the fiscal year ending ___?

- a) On/after September 1, 2021
- b) On/after September 1, 2022

Where to Begin?

- No internal resources familiar with XBRL
 - One or several taxonomies?
 - Utilize our current system?
 - Build or procure a solution?
 - **Minimize impact to ~2,200 LGEs**



Uniform Accounting System

- § 218.33, F.S., instructs LGEs to ‘follow uniform accounting practices and procedures as promulgated by rule of [DFS]...’ which ‘shall include a uniform classification of accounts’
- In consultation with LG representatives, DFS developed
 - Standard Annual Reporting Form
 - Implemented in 1978
 - [Uniform Accounting System Chart of Accounts](#)

Procurement



Solution Considerations

- Needs (re)assessment
- Research and demo sessions
- Cost-benefit analysis



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Question

Do you currently utilize an ERP/accounting solution that is capable of producing output in XBRL format, i.e., an XBRL instance?

- a) Yes
- b) No
- c) Not sure

Florida Open Financial Statement System

- Administration Module
 - Manage users, entities, etc.
 - Taxonomy maintenance
- User Interface
 - XBRL instance
 - Spreadsheet upload/manual entry
- Output
 - AFRs
 - Special Purpose Financial Statements
- Reports





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Florida Open Financial Statement System

Stakeholders Enter Here to View Local Government Financial Data

Users Log-in Here to Submit/Review Local Government Financial Data

 SEARCH FINANCIAL DATA

USER LOGIN

Contact Info
850-413-5571

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Timeline



Next Steps

- Consider your current accounting system
 - Crosswalk revisions may be necessary to incorporate Balance Sheet Items
- 21/22 UAS Manual will be available by October 1, 2021
- User Advisory Group
- Pilot



Question

For the 21/22FY and beyond, local governments may continue to submit their financial data via Excel/manual data entry, or via XBRL instance.

- a) True
- b) False

LOGGER Revisions Coming in December 2021

- **HB 1103 – Special District Accountability**
 - **NEW: General Information page**
 - Number of employees & contractors, compensation, project information
 - **NEW: Revenues & Expenditures pages**
 - Toggle function for budget information
 - **NEW: Budget tab on AFR upload spreadsheet**
 - **NEW: Statewide Budget Variance Report**
 - **NEW: Assessed vs. Collected Impact Fees Report**
- **HB 337 – Impact Fees**
 - Affidavit must be uploaded

Question

What is the best way for us (DFS) to communicate with you?

- a) Mass email
- b) Project website
- c) Other (please send suggestions)

Questions from the Audience

Participants may submit questions via the webinar chat

Vision & Goals

- Florida Open Financial Statement System to become the repository of all Local Government Financial Data
 - [OPPAGA LG Efficiency Task Force recommendations](#)
- Reduce reporting burden on local governmental entities
 - [Local Government Financial Reporting Requirements](#)
- Standardized business reporting

Contact Information & Resources

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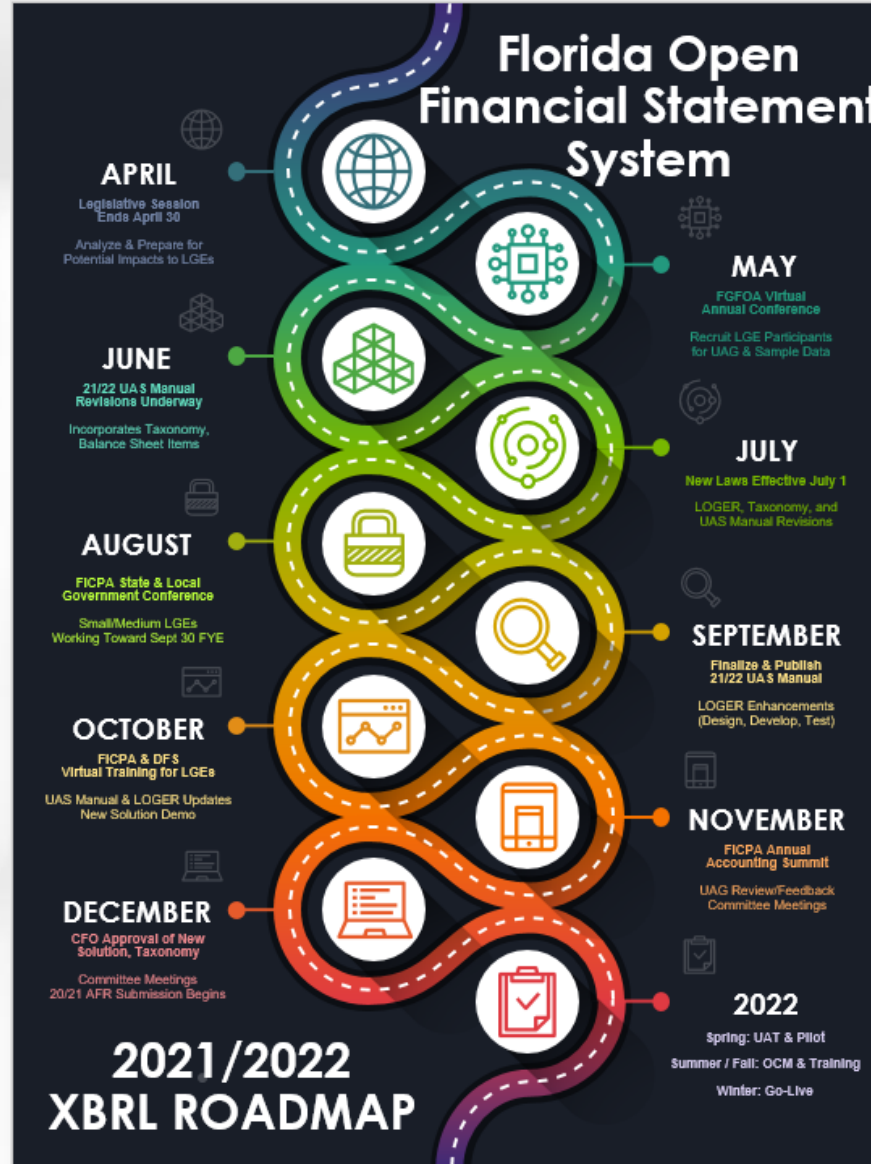
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[XBRL Project Website](#)

[A&A Local Government Homepage](#)

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