

Municipal Crosswalk and the FDTA

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TENNESSEE COMPTROLLER OF THE TREASURY

FDTA

Financial Data Transparency Act

Act Facts

- Passed December 2022
- SB 4295
- 46 page PDF
- Securities Exchange Act of 1934
- Financial Stability Act of 2010
- FY 23 National Defense Authorization Act



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117TH CONGRESS
2D SESSION

S. 4295

To amend securities and banking laws to make the information reported to financial regulatory agencies electronically searchable, to further enable the development of regulatory technologies and artificial intelligence applications, to put the United States on a path towards building a comprehensive Standard Business Reporting program to ultimately harmonize and reduce the private sector's regulatory compliance burden, while enhancing transparency and accountability, and for other purposes.



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How did we get here?

- FFATA – Federal Funding Accountability and Transparency Act signed into law September 26, 2006 (www.usaspending.gov)
- DATA – Digital Accountability and Transparency Act signed into law May 9, 2014
- GREAT Act – Grant Reporting Efficiency and Agreements Transparency Act signed into law December 30, 2019
- FDTA – Financial Data Transparency Act signed into law December 23, 2022



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XBRL

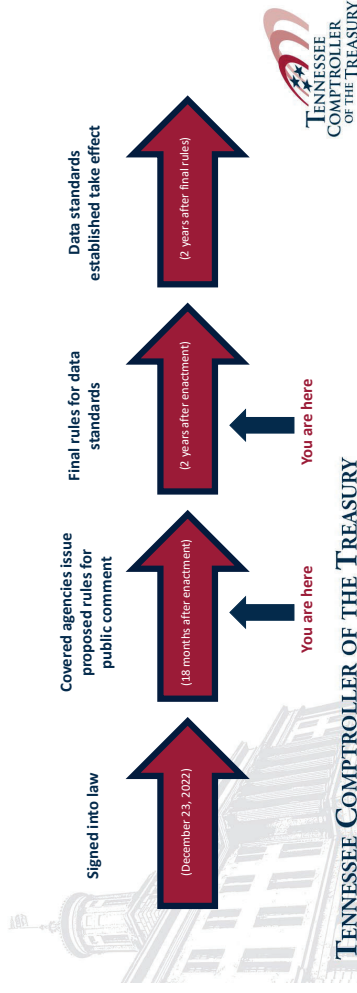
- eXtensible Business Reporting Language
- XML based, open source tagging standard
- January 30, 2009 – SEC issued final rules regarding filings in XBRL format
- SEC designated FASB to maintain XBRL taxonomy and ensure GAAP compliance

XBRL[™]
THE BUSINESS REPORTING STANDARD



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FDTA Timeline



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Opinions



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GFOA Headlines

New Financial Reporting Requirements for Governments Proposed in U.S. Senate: A Costly and Burdensome Unfunded Mandate



Federal Update: The Federal Data Transparency Act: Uh-Oh

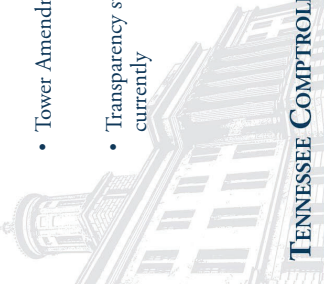


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Point/Counter-point

- Unfunded Mandate 
- Tower Amendment 
- Largely upfront costs/over-estimated
- No new data required to be reported
- Transparency standards in place currently
- GASB adherence can be inconsistent



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Pros

- Automation and transparency
- Efficient resource allocation
- Data integrity and accuracy
- Policy and investment insights
- Public accessibility and participation
- Stakeholder input



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Cons

- Implementation complexity and costs
- Lack of standardization in government reporting
- Complexity of government accounting
- Data validation and reliability
- Stakeholder input

Municipal Crosswalk

- Not the end all be all – but a very good start
- Standardizing (to extent possible) will make transitioning to a FDTA compliant taxonomy much easier
- Will be able to 1 to 1 map current Municipal Chart of Accounts to FDTA taxonomy or chart of accounts
- Map once – automate forever



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Crosswalk updates

- CPA firms beginning to use
- Updated in July and August
- Majority of the updates in August
- Minimal updates remainder of the year
- Planned yearly updates to remain GASB compliant
- No major changes to input method or look

▼ Municipal COA Documents

[Municipal Uniform Chart of Accounts - August 2023](#)

[Municipal Chart FY23 Updates - June 2023](#)

[Municipal Chart FY23 Updates - August 2023](#)

[Condensed Municipal Chart of Accounts - August 2023](#)



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