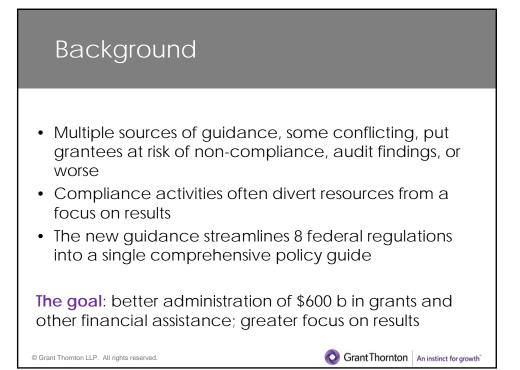
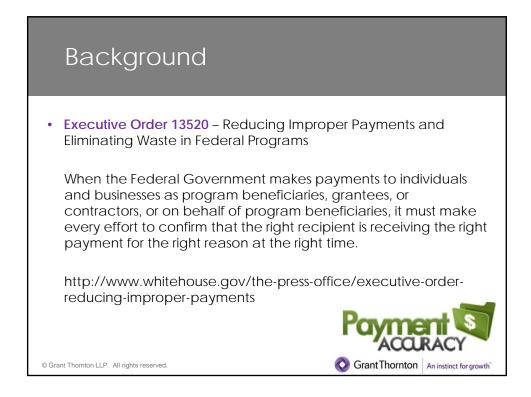


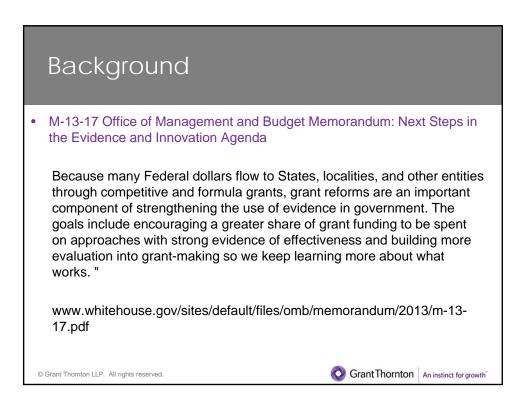
Agenda
<ul> <li>Background</li> <li>Former circulars</li> <li>Consolidated Resources</li> <li>New Guidance</li> <li>Effective Dates</li> <li>Measuring Success</li> <li>Major Changes <ul> <li>✓ Definitions</li> <li>✓ Change in the audit threshold</li> <li>✓ Single Audit Act changes</li> <li>✓ Adoption of Risk Compliance</li> </ul> </li> </ul>
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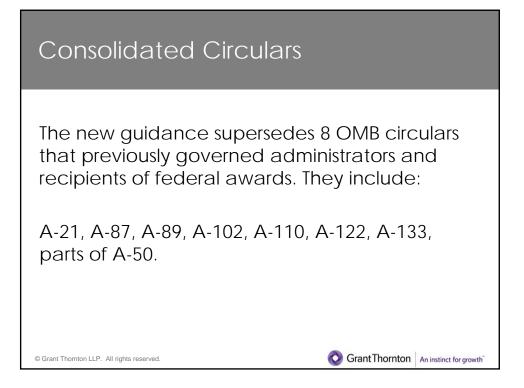


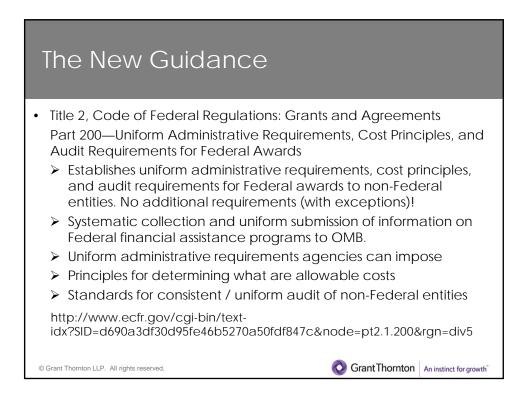












## Performance Management

Agencies must require recipients to relate financial data to **performance accomplishments and cost effectiveness**. The recipient's performance should be measured in a way that will help the Federal awarding agency and other non-Federal entities to improve program outcomes, share lessons learned, and spread the adoption of promising practices. (§200.301)

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# Performance Management Metrics for Measuring Impact of Guidance Administrative Number of OMB-approved Exceptions Focused on Program Performance Over Compliance Single Audit Metrics • Number of Repeat Findings for Higher Risk Major Programs Overall Impact on Burden and Waste, Fraud, and Abuse • Policy change that most reduced risk of waste, fraud, and abuse, and dollar value of impact www.whitehouse.gov/sites/default/files/omb/memoranda/2014/m-14-17.pdf

## Internal Controls

Awardees must "[e]stablish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is **managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award**. These internal controls should be in compliance with guidance in "Standards for Internal Control in the Federal Government" issued by the Comptroller General of the United States and the "Internal Control Integrated Framework", issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO)." (§200.303)

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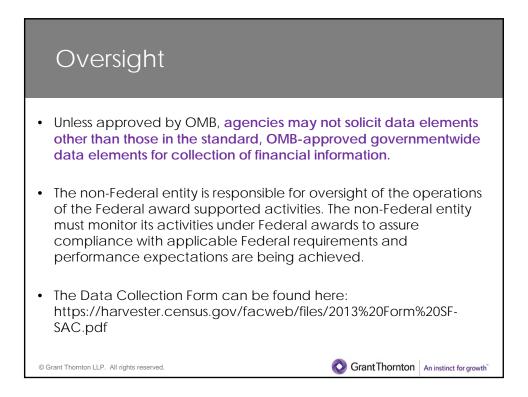
### Treatment of Costs

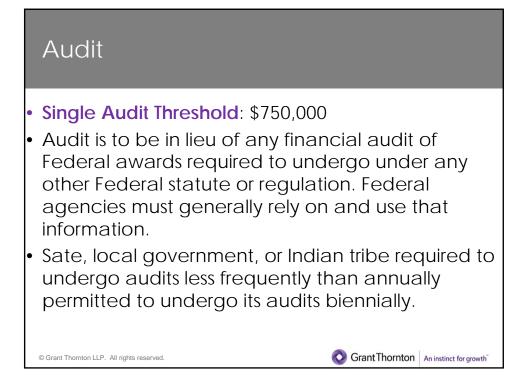
- The goal: reduce burden
- Total cost direct + allocable indirect applicable credits.
- Direct costs: identified specifically with a particular final cost objective, such as a Federal award, or other internally or externally funded activity, or that can be directly assigned to such activities relatively easily.
- Indirect costs: incurred for a common purpose benefitting more than one cost objective, and not readily assignable to the cost objectives specifically benefitted, without effort disproportionate to the results achieved.
- A cost is allocable to an award if goods or services are chargeable to that award or cost objective in accordance with benefits received.

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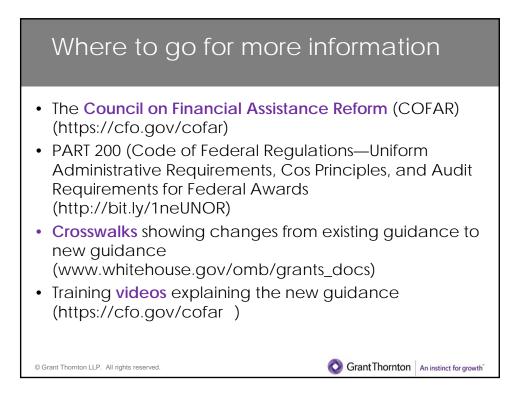












# Contact Us

The Honorable Jim Taylor Managing Director, Grant Thornton's Public Sector Practice (703) 837-4455 Jim.Taylor@us.gt.com

Robert Shea Principal, Grant Thornton's Public Sector Practice (703) 637-2780 Robert.Shea@us.gt.com

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