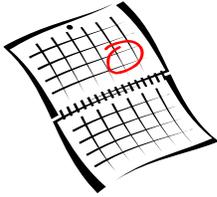


L. CAPITAL ASSETS ACCOUNTING

Natasha Walker-Unit Chief Capital Phone: 212/669-7405
E-mail: capital@comptroller.nyc.gov

Fax: 212/815-8570
Room 200 South



Critical Dates

- **July 1, 2016** – Capital Asset Inventory Reports available for printing by Agencies
- **August 1, 2016** – Complete Inventory reviews and process capital documents.
- **August 12, 2016** – Submit Capital Assets Certification Letter

The City is required to report Capital Asset activities in the City's Annual Financial Statement (CAFR). Each Agency is responsible for maintaining its own capital assets and to record all capital assets activities timely in FMS Accounting, as stated in Directive 30 Section 4. The Bureau of Accountancy-Capital Division will report capital assets data retrieved from FMS Accounting System in the City's Annual Financial Statement. To ascertain that the data we collected from the system is accurate and to comply with the Comptroller's Internal Control and Accountability Directive 1, every Agency has to physically account for its existing capital assets against its own fixed asset log and reconcile to the Capital Assets Inventory Report generated by FMS Accounting to determine whether all additions, retirements, transfers, and adjustments are recorded accurately.

To facilitate this process, FMS Accounting will generate a report (CASINV 001 Fixed Assets Inventory by Group) listing each Agencies Capital Assets Inventory. This report will be available for printing by each Agency on July 1, 2016 from FMS Accounting –InfoAdvantage Report. Due to procedural change, FISA will no longer produce/distribute printed reports to Agencies. However, if any Agency has problems printing any FMS Accounting report, please contact the FISA Call Center for help.

To comply with the Comptroller's Directive 1, each Agency is required to do the following:

- Review the relevant June 30, 2016 Capital Assets Inventory listings against its internal asset log which should have been physically verified manually as stated in Directive 30, section 11.0.
- Based upon the above review, if discrepancies are found, the Agency is required to correct or update the fixed asset record by processing appropriate fixed asset documents, i.e., Fixed Asset Acquisition Document (FA), Fixed Asset Value Increase/Decrease Document (FI), Fixed Asset Modification Document (FM), Fixed Assets Disposition Document (FD), Fixed Assets Transfer Document (FT) or Fixed Assets Cancellation Document (FC), etc
- This review must be completed by August 1, 2016.
- Upon completion of the above, the Fiscal Officer of each Agency is required to sign the Capital Asset Certification Letter to certify that the Agency has followed the above review procedures and properly accounted for all fixed assets in FMS Accounting.
- This certificate should be submitted to the Bureau of Accountancy by August 12, 2016. Please note that each Agency is responsible for the physical existence of its capital assets and all related documentation & records. Both are subject to internal and external audits.

Following is the Capital Assets Certification Letter which must be submitted to the Bureau of Accountancy, Capital Division by August 12, 2016.

In order for the Comptroller's Office to prepare the Capital Asset financial statements timely and accurately, all adjustment transactions must be properly completed and entered into FMS Accounting System by August 1, 2016. **No extensions will be granted.**

CAPITAL ASSET DISCREPANCIES

Fixed Asset -Intent (FN) – Discrepancies:

- The Fixed Asset Description field: Must state the asset which will be created, not a description of the work being performed. In the case of a betterment project, please use the Extended Doc Description to state the objective of the project.

- Capitalization Trigger: There are different Capitalization Trigger combinations which are dependent upon the asset type and whether the asset has been constructed or purchased.
 - Land – Anticipated In Service Date
 - Equipment – Anticipated In Service Date
 - Vehicles – Anticipated In Service Date
 - Building – Percent Complete (80%)
 - Infrastructure (Excluding DEP) – Anticipated In Service Date (Using the last date of the current Fiscal Year)
 - DEP Infrastructure – Please use the actual Anticipated In Service Date.

- Fixed Asset System Number: Computer hardware and software require a Fixed Asset System Number, which must first be registered on the ASYS table, in order to reference it on the FN.

- Fixed Asset Catalog: The Fixed Asset Catalog code selected must be appropriate for the asset created. When selecting a Fixed Asset Catalog Code, please use the search function on the dropdown menu of the FN document to select the Catalog Code that most accurately represents the asset.
 - i) Note: The useful life inferred on the FN from the Fixed Asset Catalog code can be modified, if needed, but no other value should be altered unless instructed by the Comptroller's Office Bureau of Accountancy (Accountancy). If Accountancy has requested that your agency make a Fixed Asset Catalog Code change, please delete all previously inferred information so that the new Catalog Code selected can infer its own values.

CAPITAL ASSETS CERTIFICATION LETTER

Date: _____

Leonel Ferreira CPA, Division Chief
Bureau of Accountancy
Capital Unit
Municipal Building – Room 200 South
One Centre Street
New York, NY 10007

Dear Mr. Ferreira:

I have reviewed the Capital Asset Inventory Report(s) as they relate to city owned assets (excluding Fund 864) number(s)_____ dated _____. This listing is complete totaling _____ assets which are valued at _____.

The information contained therein is consistent with Agency information and records; corrections, additions, and adjustments have been made in FMS Accounting.

Name and Title: _____

Agency Code and Name: _____

Date: _____

Cordially,

Signature