

TSA

TREASURY SINGLE ACCOUNT



A Treasury Single Account (TSA) is a unified structure of government bank accounts that aims to consolidate and optimize the use of Government cash resources.

PURPOSE

TSA is one of the priority projects of the Philippine Public Financial Management (PFM) Reform Roadmap. TSA will enable Government to consolidate cash resources on a daily basis and reduce borrowings currently necessitated by perceived cash shortages arising from holding so many government bank accounts and a fragmented system for handling receipts and payments.

STATUS

The Improvement of Treasury Cash Management Operations Project Implementation Unit (ITCMO PIU) is currently working on the analysis and identification of all government bank accounts, including Off-Budget Accounts (OBAs). Along with the consolidation of all bank accounts held by NGAs, and select highly-subsidized GOCCs, ITCMO also focused on the analysis of current IT systems of BTr and legal and regulatory issues.



PFM Committee

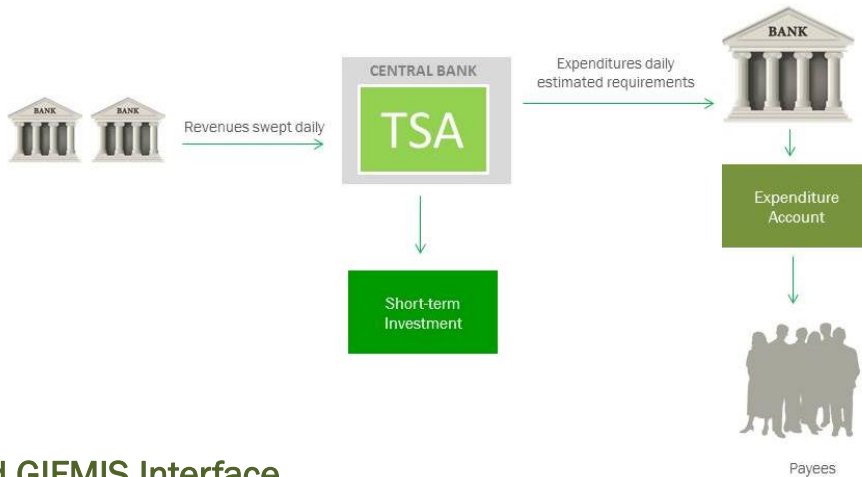
Executive Order No. 55 s. 2011 mandated the PFM Committee composed of COA, DBM, DOF and Bureau of the Treasury to oversee the integration and automation of government financial and information systems, and implementation of the PFM Reform Roadmap. The roadmap is implemented through six key initiatives: Budget Reporting and Performance Standards, Accounting and Auditing Reforms, Improvement of Treasury Cash Management Operations, Liability Management, Government Integrated Financial Management Information System, and Capacity Building.

Better cash management, accurate and timely information on cash resources

A unified structure of government bank account under TSA will deliver the following benefits:

- ✓ Greater clarity of funds inflows and outflows
- ✓ Greater transparency in public financial management
- ✓ Improved cash and debt management
- ✓ Improvement of domestic financial markets by increasing their liquidity
- ✓ Facilitating more accurate accounting and improved reporting
- ✓ Reduced transaction cost while increasing interest earned for the GOP

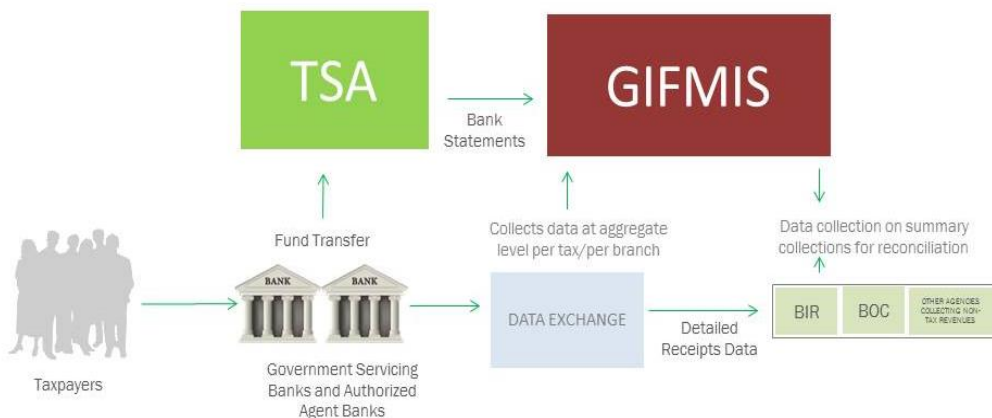
The diagram below outlines the “to-be” process for cash management under TSA.



TSA and GIFMIS Interface

The Treasury Single Account is one of the core elements of the Government Integrated Financial Management Information System (GIFMIS), an integrated IT solution designed to collect and organize financial information in a central database to support budget preparation, management, execution and financial reporting.

Housed at the Central Bank, the TSA is envisaged to be fully operational by June 2014, with treasury cash management information needs incorporated into the design of the GIFMIS. By October 2015, GIFMIS central database is envisioned to provide consistent data for budget release, cash programming, and financial reporting.



TRAMS

By 1st quarter of 2014, an interim system called TSA Reporting and Monitoring System (TRAMS) shall be installed in the Bureau of Treasury as a low-cost solution to provide the capability to track aggregate balances of the TSA on a daily basis. The Government Integrated Financial Management (GIFMIS) will capture the detailed data at the transaction level when it becomes operational in October 2015.

Tracking aggregate balances through TRAMS would:

- ✓ Provide a consolidated view of cash resources
- ✓ Facilitate Modified Disbursement System (MDS) to operate until GIFMIS is implemented
- ✓ Record and reconcile the revenues using data from the Banks and Revenue Agencies

FOR INFORMATION

PFM Program Management Office
 2F Boncodin Hall, DBM
 Gen. Solano. St. San Miguel Manila
 632.490.1000 loc.2500
 632.735.4929 fax
 pmo@pfm.gov.ph
 www.pfm.gov.ph