

Department of Finance and Administration
OFFICE OF FISCAL MANAGEMENT
701 Woolfolk Building, Suite B
501 North West Street, Jackson MS 39201
Phone: (601) 359-3538 Fax: (601) 359-5525

M E M O R A N D U M

TO: Finance Officers, State Agencies
FROM: Lisa Dunn, Director
DATE: June 23, 2020
SUBJECT: Revised Closing FY2020 and Opening FY2021 Procedures

Each year we inform agencies about the constitutional and statutory provisions that affect the year-end closing functions of accounting records including MAGIC and SPAHRS. We also update agencies with the procedural requirements for closing FY2020 and opening FY2021. Due to the unprecedented issues caused by the COVID-19 disaster, some parts of our normal procedures are on hold at this point. The schedule is subject to change as we respond to issues that may come up due to the circumstances we are in. We will post revised versions of this memo to the DFA website as necessary.

A list of the procedures is detailed in this memo by the dates we know. You should use this checklist as a tool during the old/new year transition period. All dates are tentative and subject to change.

BUDGETS

The DFA Office of Budget and Fund Management (OBFM) will issue a memorandum once appropriation bills are passed with requirements and instructions on entering state level budgets for BY2021. Agency level budgets for BY2021 can be entered in MAGIC either through direct entry or the spreadsheet upload as soon as the state level budget is approved.

For more MAGIC assistance, please review the [Budget](#) training material.

PROCESSING SCHEDULE FOR YEAR-END

MAGIC is available 24 hours a day unless notified via MASH. SPAHRS will be available from 8:00 a.m. to 8:00 p.m. on the following Saturdays: June 6, June 13, and June 20. The MMRS Call Center support is not available on weekends.

To allow for jobs that must be run to facilitate the year end close process and establish fiscal year 2020 data, MAGIC and SPAHRS will come down on **June 30, 2020, at 5:00 p.m.** You will be notified when MAGIC and SPAHRS are available. There is a possibility the systems may not be available until **July 2, 2020.**

BY2020 ADJUSTING JOURNAL ENTRIES (JE's)

All BY2020 journal entry documents (JE's) (e.g., ZE, YV, ZK) must be processed on or before August 31, 2020. No BY2020 JE's will be processed after that date. To ensure that all BY2020 JE's are processed in MAGIC, those that require DFA approval must be approved by the agency by August 14, 2020 and include all required supporting documentation to ensure approval by DFA. For **all YV** entries, please ensure the [Correction Request Form](#) is attached.

BY2020 PURCHASE ORDER (PO) DEADLINES

In accordance with section 7-7-23, Mississippi Code, Annotated 1972, **June 30, 2020** is the deadline for agencies **to enter and apply all approvals** to PO's for BY2020. MAGIC edits will prevent BY2020 PO's from being issued after June 30, 2020. Remember, MAGIC and SPAHRS may be unavailable at some point on June 30, 2020.

Outstanding PO's at June 30, 2020 will be rolled into Fiscal Year (FY) 2021 but remain encumbered against BY2020. These PO's can be modified to add BY2021 line(s). On August 30, 2020, open BY2020 lines on the PO's will be closed.

For MAGIC assistance, please review the [Procurement](#) training materials.

CONTRACTS

Contracts that have an end date of June 30, 2020 should have a PO issued prior to June 30, 2020 to enable lapse period payments. A PO may not be required based upon the general ledger code, but **no payments can be made against a contract after the end date of the contract unless a PO exists**. A PO cannot be created against a contract after the end date of the contract. **The best business practice is to issue a PO for each contract as the contract is issued**. MAGIC allows you to directly pay against an expired contract if the contract is distributed and invoice date is within contract validity dates. Therefore, we encourage all agencies to make sure contracts are distributed.

For MAGIC assistance, please review [Contracts](#) training materials.

RFx DOCUMENTS

RFx Opening and Closing dates should not be between June 30, 2020 and July 3, 2020 due to system availability and to ensure that conflicts are avoided due to year-end processing. If your agency has an RFx opening or closing during that timeframe, please modify those document dates.

FY/BY 2021 BUDGET CONTROLS

Current Year Functional Area Budget Controls will be copied from 2020 to 2021. If an agency wants to change their Budget Control (i.e., turn on or off Z1 or Z3), a request must be emailed to ofm.bfm@dfa.ms.gov by June 22, 2020.

If an agency has questions about the Functional Area Budget Controls, contact NeKeida McSwain at 601-359-2156.

BY20 AND BY21 CASH ACCOUNTS

In MAGIC, the general ledger (GL) account for cash is the same for both budget years. Agencies will tell OFM how much cash to move forward from BY2020 to BY2021. Please complete and return the [Cash Move Form](#) for all your MAGIC special funds (3's, 5's, 63x's) by June 24, 2020.

To calculate the amount of cash to move forward, first determine how much cash is needed in BY2020 to cover outstanding purchase orders, outstanding invoices and expected BY2020 payments for travel, utilities, etc., during July and August. Then subtract this amount from the estimated net cash balance at June 30, 2020 to determine the cash amount that needs to be moved forward.

Since this is an estimate, you will be able to move cash during the lapse period by contacting OFM. Payments will not be issued if sufficient cash is not available in the proper budget year. Please carefully monitor your cash balances in both budget years during July and August. If you need cash moved, email Barbara Elliott (Barbara.Elliott@dfa.ms.gov), Princess Bender (Princess.Bender@dfa.ms.gov), and Lisa Dunn (Lisa.Dunn@dfa.ms.gov). **Please email all.**

For MAGIC assistance, please review the [General Ledger](#) training materials.

PETTY CASH

Petty Cash funds must be reconciled as of June 30, 2020 and the final reimbursement for BY2020 must be submitted to OFM by July 22, 2020. The reimbursement must be requested by submitting a final petty cash reimbursement request on an invoice along with the [Form](#) Statement of Petty Cash/Imprest Fund Expenses.

Please also complete the [Petty Cash Reauthorization](#) form for your agency for each fund in which petty cash is set up and return to OFM by June 19, 2020. A copy of your agency's petty cash procedures should be attached to the form. This form should be completed for all petty cash accounts, whether held in bank accounts or cash boxes. Email the forms to ofm.bfm@dfa.ms.gov.

TRAVEL ADVANCES

Advances for travel expenses issued in BY2020 must be settled by July 15, 2020. Any payments to employees, including salary, can be held by DFA if travel advances are not cleared by the end of the month following the month in which the trip was completed.

TRAVEL

Travel completed before July 1, 2020 (BY2020) should **NOT** be combined on the same travel voucher summary with travel completed after July 1, 2020 (BY2021). SPAHRS will process travel based on the "travel to date." If this ending date is after July 1, 2020 travel will be expended against your BY2021 budget. If it is necessary to change these expenses to BY2020, you will need to follow the "Mass Change Before Posting" procedures in SPAHRS.

Please remember that you cannot process Travel Vouchers (TV's) for travel advances or reimbursement for employee travel in SPAHRS for BY2021 until July 1, 2020 or after. BY2021

travel processing dates will **not** be established in SPAHRS until **after** June 30, 2020. The last travel processing date in June is June 25, 2020 and will pay on June 29, 2020. The first travel processing date in BY2021 is July 7, 2020 and will pay on July 9, 2020.

LAPSE PERIOD WAIVER REQUESTS

The deadline for all BY2020 waiver letter requests is **August 14, 2020**. Lapse Period Waiver instructions may be found in the [MAAPP Manual section 09.30.30](#). Submit all waiver requests to OFM, Attn: Barbara Elliott.

LAPSE PERIOD PROCESSING

All transactions processed in July will be recorded in the first accounting period of the new fiscal year (01/2021), but can be recorded in either BY2020 or BY2021. Section 64, Constitution of the State of Mississippi, provides that appropriations may be held open for two months - through August 31, 2020. To be assured of adequate processing time, MAGIC invoices and MAGIC transfer transactions for BY2020 should be submitted to OFM through workflow by August 20, 2020.

RECEIVED DATE

Received Date will be a required field on all BY 2020 documents during the lapse period. The date entered in this field should be the date the goods or services were received.

GOODS RECEIPTS

Enter all Goods Receipts documents (WE's) by June 30, 2020 (time to be determined) for any purchases received by that date. Doing so will reduce the year end accrual entries for GAAP.

CONTACT INFORMATION FORM

Many times it is necessary for OFM to email agencies or to contact them in emergency situations. Therefore, please provide OFM with email addresses and phone numbers on the [Agency Contact Information Form](#) provided with this memo and return it to OFM by June 30, 2020.

EXPENDITURES/PERFORMANCE BY PROGRAM

Expenditures by program and performance measures will be due to DFA and LBO on July 31, 2020. For MAGIC assistance, please review the [Allotment Period 2 – Performance Measure Statistical Key Figure Process](#) training material.

CLEANING UP ASSET SHELLS

Review asset shells that have had no value added and delete those that are not needed. Run

the [Unposted Assets Report](#) using Transaction code S_ALR_87012056 to assist you in this process.

This report displays a fixed asset directory of unposted assets derived from asset shells that have been created but have no associated value. It is important that all unused asset shells be removed no later than June 19, 2020.

All transactions for Post Capitalization of Assets and Asset Transfers must be entered by June 19, 2020.

PORTAL PROCESSING AND CHANGES FOR FY2020

The MAGIC E058 table for FY 2020 will be rolled over to FY 2021 on June 30, 2020. If your agency has any changes to this table (e.g., new items to sell, licenses to issue, and changes in monetary amounts) contact Brandi King at Brandi.King@dfa.ms.gov. All changes must be received by June 12, 2020 in order to be uploaded into MAGIC for FY 2021.

PARKED DOCUMENTS

Many documents are currently in a parked status in MAGIC. Use the [Agency Month End Document](#) to help identify any “parked status documents.” If you no longer need to process the parked document, it should be deleted by your agency. If the parked document still needs to be processed, please ensure that you review and complete any adjustments by June 22, 2020. The document should be “saved as complete,” which will start the workflow process. All agency levels of approval should be applied, then the document will route to DFA/OFM for approval. Any documents submitted to DFA after June 22, 2020 will be deleted if not posted by June 30, 2020.

GRANTS AND INTERNAL ORDERS

There are several master data elements that need to be reviewed for grants and internal orders to ensure processing continues through the lapse period and to ensure data integrity.

- Internal Orders – Check end dates, especially for Internal Orders related to the Grantor module
- Grant Internal Orders - Check grant number and add if missing
- Grants – Check end date – date must extend through the time warrants are generated

ACCOUNT VALIDATION & SPAHRS CROSSWALK

The Account Validation (E398 table) was rolled from FY/BY 2020 to FY/BY 2021 in May. If you request changes to 2020 that need to be made for 2021, be sure to request changes for both years.

The SPAHRS Crosswalk BY2020 entries have been rolled to BY2021. If any changes need to be made to the BY2021 entries, send the updated SPAHRS Crosswalk spreadsheet to ofm.bfm@dfa.ms.gov **no later than June 15, 2020.**

MAGIC ASSISTANCE

For further information on MAGIC processes and related job aids please visit [uPerform](#). To learn more about the File Structure of uPerform please see the [File Structure](#) job aid.

CLOSING

This memo, the agency contact information form, the petty cash form, and the cash move form are available on the DFA website at the following link: <http://www.dfa.ms.gov/dfa-offices/fiscal-management/> under Year-End Close and Fiscal Management Forms. Your cooperation during this busy transitional period is appreciated. If you have any questions concerning this memo or any of these procedures, please contact the following:

Area	Name	Phone Number	Email Address
Receipts	Vera Coleman	601-359-3550	Vera.Coleman@dfa.ms.gov
	Chanel Loving	601-359-9450	Chanel.Loving@dfa.ms.gov
Payments	Coreather Lambert	601-359-2053	Coreather.Lambert@dfa.ms.gov
	Chanel Loving	601-359-9450	Chanel.Loving@dfa.ms.gov
Vendors	Karen Parker	601-359-3541	OFMMagic@dfa.ms.gov
	NeKeida McSwain	601-359-2156	OFMMagic@dfa.ms.gov
Travel Advances	Tonya Swan	601-359-3853	LaTonya.Swan@dfa.ms.gov
Waivers	Barbara Elliott	601-359-3049	Barbara.Elliott@dfa.ms.gov
Cash Moves and Other items	Barbara Elliott	601-359-3049	Barbara.Elliott@dfa.ms.gov
	Princess Bender	601-359-9433	Princess.Bender@dfa.ms.gov
	Lisa Dunn	601-359-3405	Lisa.Dunn@dfa.ms.gov
Master data, Funds, and SPAHRS crosswalk	NeKeida McSwain	601-359-2156	ofm.bfm@dfa.ms.gov
	Aimee Moncure	601-359-9416	ofm.bfm@dfa.ms.gov
Portal	Brandi King	601-359-3568	Brandi.King@dfa.ms.gov
Office of Financial Affairs	Marcus Moore	601-359-2154	marcus.moore@dfa.ms.gov
Office of Financial Reporting	Shondra Barker	601-359-2678	Shondra.Barker@dfa.ms.gov
	Robert Johnson	601-359-9690	Robert.Johnson@dfa.ms.gov