

FEDERAL FUNDING ACCOUNTABILITY AND TRANSPARENCY ACT

OFFICE OF
MANAGEMENT
AND BUDGET



Brief introduction of the act.

The **Federal Funding Accountability and Transparency Act (FFATA)** requires the Federal Office of Management and Budget (“OMB”) to provide a free/public and single-entry website for the People to access on certain information about Federal grants of \$25,000 or more, during a single fiscal year. During the past years, as per the inflation adjustment, the reporting threshold amount has been adjusted in a collaborative effort between the Department of Defense (DoD), the General Services Administration (GSA), and the National Aeronautics and Space Administration (NASA).



HOW is the act applicable to?

The FFATA required reporting is submitted through the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS). **From October 29, 2010, both contracts and grants sub-awards shall be reported through the FSRS.**

WHO is the act applicable to?

- 1 Prime Contractors**
To report **sub-contracts** more than \$30,000, during a single fiscal year.
- 2 Prime Grant Recipients**
To report **sub-awards** more than \$30,000, during a single fiscal year.

WHEN is the act applicable to?

Both, Prime contractors and Grant Recipients, are required to report subcontracts and sub-awards, respectively, by the end of the month following the execution date. Thus, a subcontract/subaward executed in April 2024, shall be reported on or before May 31, 2024.

- The following are exempt to the FFATA applicability, on an exception basis:
 - Recovery Act funded grants
 - Cooperative Research and Development Agreements
 - Federal awards to natural persons.
 - Federal awards to entities with a gross income, from all sources, of less than \$300,000 on the previous tax year.
 - If the required reporting discloses classified information.

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How is the bill relevant for Governmental entities in Puerto Rico receiving federal funding?

Any local entity being considered a prime contractor or grant recipient shall comply with the FFATA requirements. Thus, when awarding a sub-contract/sub-award, by the end of the following month shall report:

Basic Information

Name of entity receiving award

Amount of award

Funding agency

NAICS code for contracts / CFDA program

Program source

Award title descriptive of the purpose of the funding

Location of the entity (including Congressional District)

Place of performance (including Congressional District)

Unique identifier of the entity and its parent action

Total compensation and names of top five executives (same thresholds as for primes)

The Total Compensation and Names of the top five executives if:

- More than 80% of annual gross revenues from the Federal government, and those revenues are greater than \$25M annually.
- Compensation information is not available when reporting to the Securities Exchange Commission (SEC).