

**Assistant Secretary for Management  
Action Item**

**Subject:** Approval of one new policy chapter in accordance with the Financial Policy Improvement Initiative (FPII).

<b>Vol.</b>	<b>Ch.</b>	<b>Title</b>
I	5	<i>Management Accountability and Responsibility for Internal Controls</i>

**Discussion:** The Financial Policy Steering Committee voted, approved, and recommended CFO approval of the following one new policy chapters:

- Volume I, Chapter 5, *Management Accountability and Responsibility for Internal Controls*, discusses how VA management is responsible for establishing and maintaining internal controls to achieve the objectives of effective and efficient operations, reliable financial reporting and compliance with applicable laws and regulations. This chapter reflects updates or changes in VA's internal controls program resulting from the Office of Management and Budget's (OMB) updated guidance regarding internal controls requirements for Federal agencies.

**Recommendation:** Approve the policy chapter modifications by signing below.

Approved:

\_\_\_\_\_/s/\_\_\_\_\_  
W. Todd Grams  
Acting Assistant Secretary for Management

11/23/2010  
Date