

ORGANIZATIONAL EXCELLENCE
Clean Audit



**Federal Aviation
Administration**

FY 2009 Performance Target

“Obtain an unqualified opinion on the agency’s financial statements (Clean Audit with no material weaknesses [NMW]).”

Flight Plan Objective and Performance Target

Objective 3: Improve financial management while delivering quality customer service.

Performance Target: Obtain an unqualified opinion on the agency’s financial statements (Clean Audit with no material weaknesses) each fiscal year.

	FY 2005	FY 2006 ¹	FY 2007	FY 2008	FY 2009
Target	N/A	Clean Audit w/NMW	Clean Audit w/NMW	Clean Audit w/NMW	Clean Audit w/NMW
Actual	Clean Audit	Clean Audit WITH a MW ²	Clean Audit WITH a MW	Clean Audit w/NMW	

¹ Beginning in FY 2006, the new Flight Plan target specified not only a clean audit but also no material weaknesses (NMW).

² Result revised from Qualified to Unqualified Opinion following a comprehensive review of FAA’s construction in progress balance and restatement of the FY 2006 financial statements in FY 2007. The material weakness in property accounting remained.

Definition of Measure

Unit of Measure: Unqualified independent auditors’ opinion rendered on FAA’s annual financial statements, with no material weaknesses.

Computation: N/A

Formula: N/A

Scope of Measure: The scope of this measure includes FAA’s annual audited financial statements, related footnotes, and required supplementary information – all of which are published by FAA in its annual Performance and Accountability Report.

Why the FAA Chooses this Measure

The FAA chooses this measure because it is an independent assessment of FAA’s internal control environment over financial reporting, FAA’s compliance with certain laws & regulations, and FAA’s ability to fairly present the results of its financial position and activities during the year.

Source of the Data

The data used to evaluate FAA’s measure against this target comes from the independent auditors’ report, issued as a result of their audit of FAA’s annual financial statements. The auditors’ report is published annually in FAA’s Performance and Accountability Report.

Statistical Issues

None.

Completeness

N/A

Reliability

N/A