Bureau of the Fiscal Service

FM QSMO Update for SSLC Shared Services Forum

Financial Management Quality Service Management Office (FM QSMO)

November 12, 2026

FY 2026 Progress and Highlights

Marketplace Growth
Added 15 new commercial vendors and offerings for a total of 44 providers featuring more than 200 solutions and services; including additional Core FS solutions.

Agency Use
Agency use of the FM Marketplace continued to increase; 19 new contracts awarded with a total value of more than $1.4 billion.

Tools and Resources
Added new search and filtering functionality to the FM Marketplace Catalog and updated resources to better assist stakeholders.

FMCF Updates
Finalized updates to the FFM standards and FMCF for the FY 2027 release.



Bureau of the Fiscal Service

Financial System Landscape

The federal financial system landscape is evolving as agencies modernize aging platforms, expand cloud adoption, and pursue consolidation.

The FM QSMO monitors:

- ✓ Agency Core FS Installations and System Information
- ✓ System Consolidation Status and Plans
- ✓ Upcoming Contract Action Points
- ✓ Migration to Marketplace Core FS Solutions

61 ⬇
Installations of core financial systems across CFO Act agencies[1]

Includes FSSP core financial systems that support the majority of small agencies

79%
of CFO Act agency core financial systems will require modernization by 2037[2]

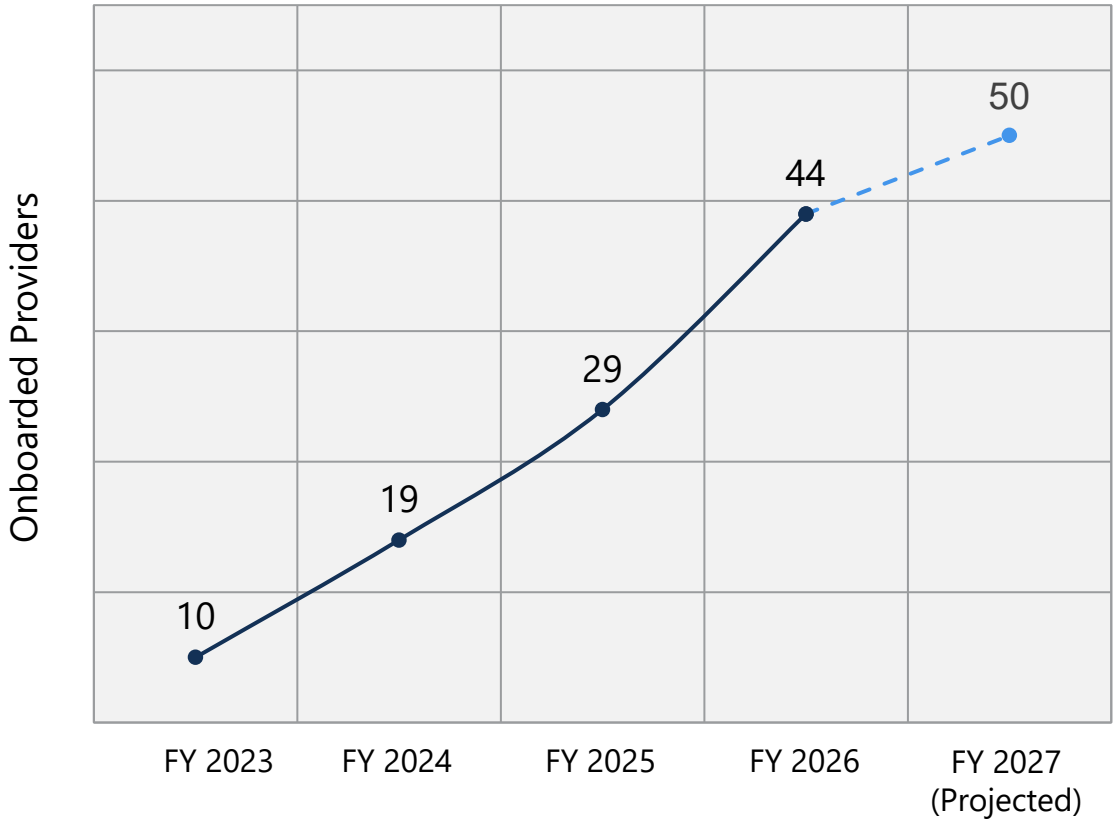
57% ⬆
of CFO Act agency core financial systems are hosted in the cloud

[1] The summary statistics in this slide reflect data from the 23 CFO Act agencies as of October 2026. Most small and independent agencies are currently supported by one of the current federal providers.
[2] The modernization need percentage is based primarily on known de-support dates for current software products (e.g., Oracle EBS and PeopleSoft, SAP ECC).

Bureau of the Fiscal Service

Provider Growth

The FM Marketplace continues to experience significant provider growth, further increasing the breadth and depth of available offerings to meet agency needs.

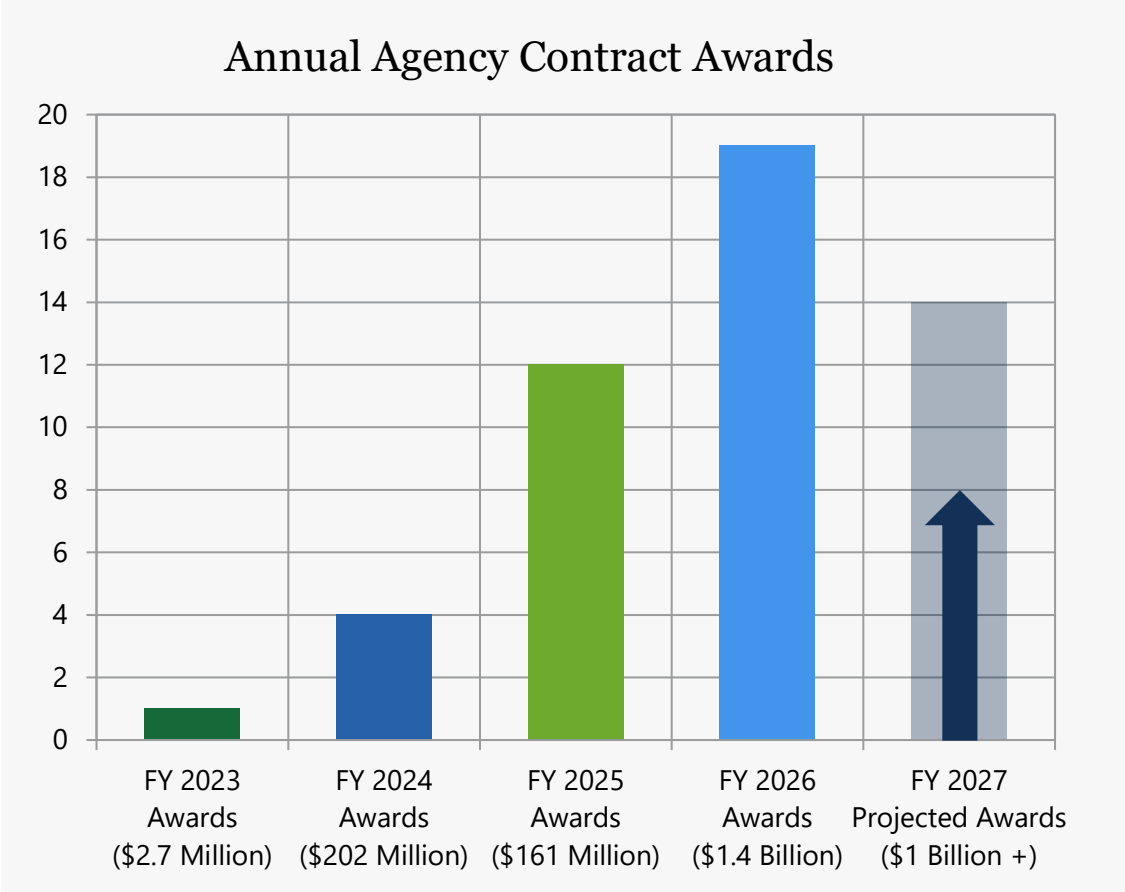


FY 2026 Highlights

- With the onboarding of 2 additional core financial systems, there are now 3 Core FS Baseline solutions available in the Marketplace
- 15 new commercial providers were onboarded with more in the evaluation pipeline and pending approval.
- 4 existing vendors expanded their offerings.

Agency Use

Agencies are using the FM Marketplace for core financial systems, O&M support, accounting operations and audit support, reporting and workflow solutions, and more.



FY 2026 Highlights

- 19 new agency contracts were awarded, including 3 for Core FS solutions.
- A total of 36 agency contracts have been awarded through the Marketplace valued at more than $1.8 billion.
- Since launching, 18 agencies have used the Marketplace with several awarding multiple contracts.
- 16 different vendors have received agency contracts.

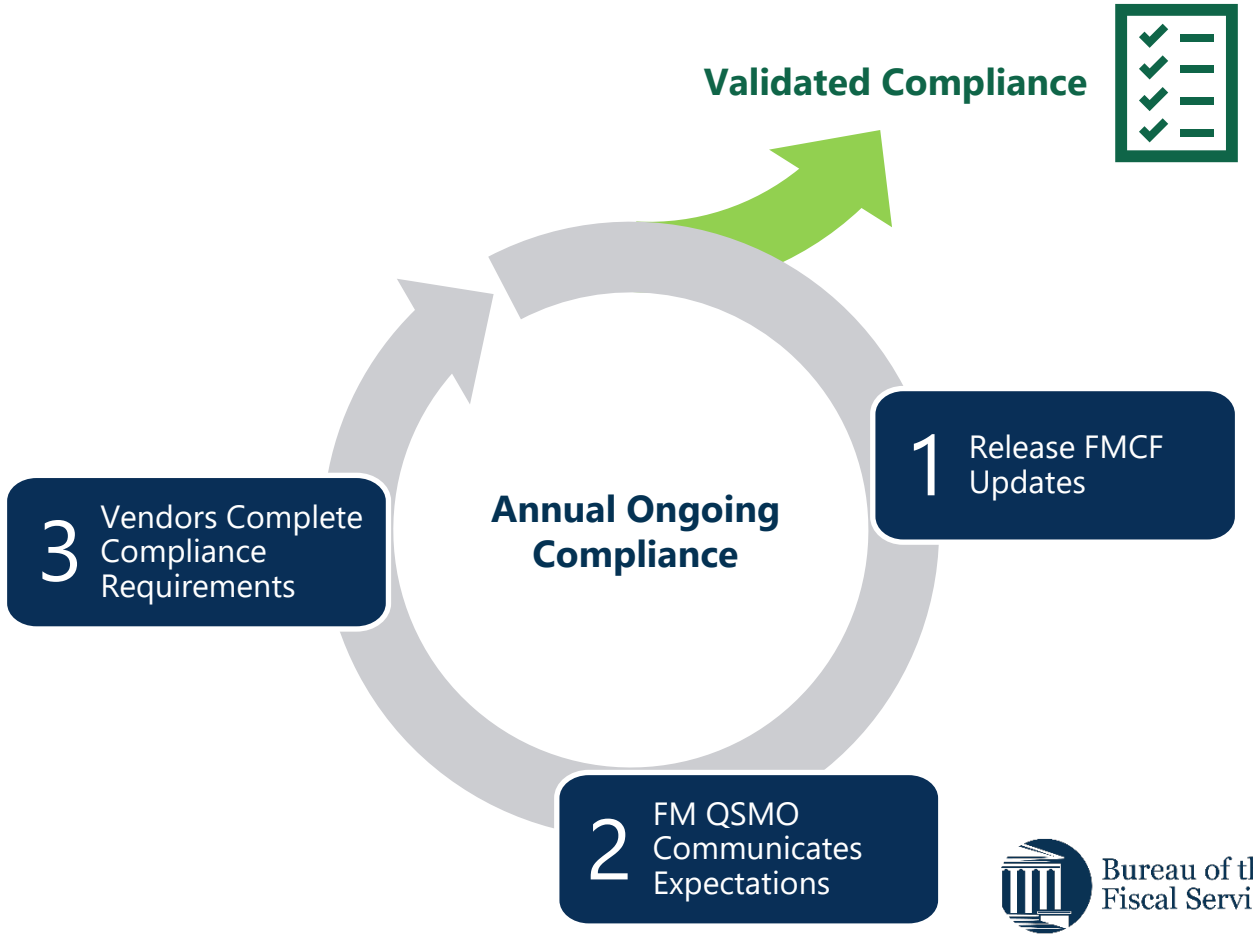
Ongoing Vendor Compliance

Marketplace Vendors are required to maintain ongoing compliance with annual updates to the FMCF.

In order to remain approved under the FM Marketplace and SIN 518210FM vendors must:

- Achieve compliance within 12 months
- Complete the following compliance steps, as applicable:
  - ✓ Review the updates
  - ✓ Make any necessary changes
  - ✓ Submit technical documentation, demonstrate capabilities, and provide attestation of compliance.

After completing these steps, the FM QSMO validates compliance and communicates the results to vendors



Bureau of the Fiscal Service

Other Marketplace Updates

Recent GSA and FM QSMO-driven updates strengthen acquisition transparency and enhance the user experience.

- **GSA MAS Updates**
  - Expansion of Transactional Data Reporting (TDR)
  - GSA eLibrary SIN subgroup alignment
  - Vendor POC updates in GSA systems
- **Changes to provider performance monitoring and reporting (CPARS)**
- **FM acquisition environmental scans**
- **Resource and style refresh**
  - Bureau of the Fiscal Service rebranding alignment
  - New resources (e.g., Understanding Core FS)
- **Expanded information and new search tools in FM Marketplace Catalog**

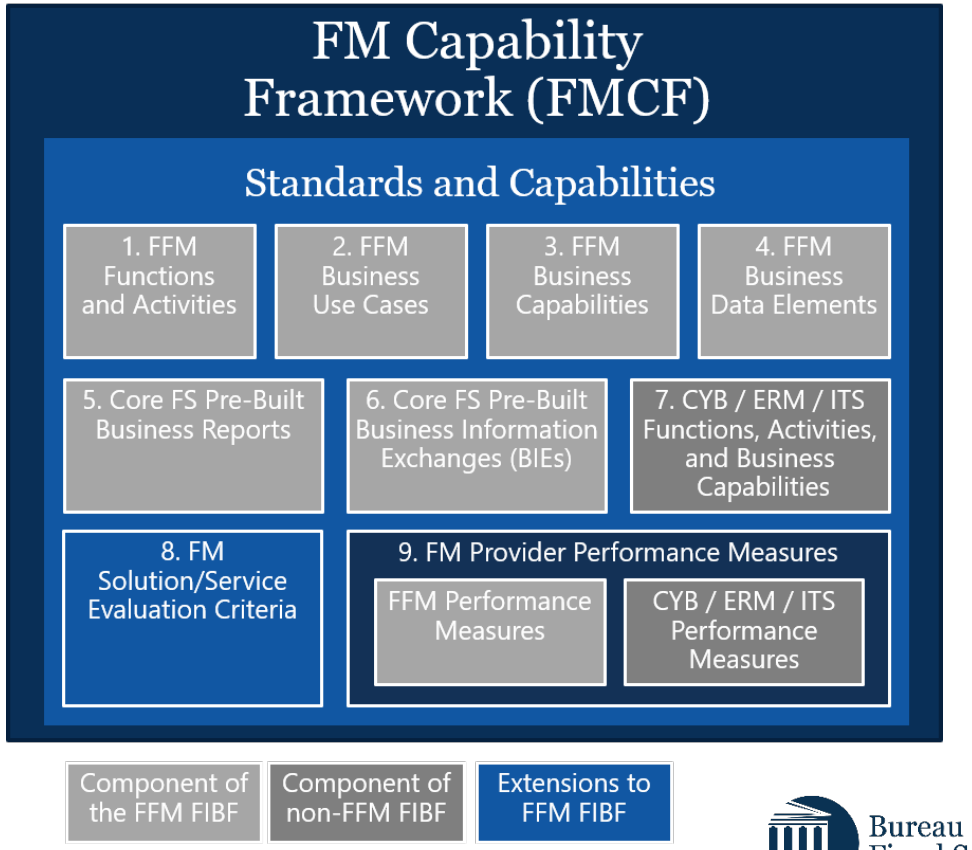


Financial Management Capability Framework

The Financial Management Capability Framework (FMCF), which includes the federal financial management standards, is regularly updated to show changing needs and new requirements.

FY 2027 FMCF:

- The FY 2027 FMCF release approach included 4 public comment periods organized into four major themes which represent key areas of change impacting FM business processes and/or systems:
  - Intragovernmental/G-Invoicing integration
  - Treasury Centralized Receivables Service integration
  - Integration with payments management processes and applications (DNP, PAM, PV, PACER, PIVOT)
  - Alignment with Grants QSMO standards and guidance



Bureau of the Fiscal Service

FFM Standards Stewardship

Treasury updates FFM standards to keep pace with change, incorporate stakeholder feedback, and support interoperability.

Stewardship involves collaboration and partnerships:

- Assessing impact of changes or new requirements to the FFM environment
- Tracking emerging issues
- Coordinating with BFS centralized system and program owners
- Engaging with owners of government-wide initiatives (e.g., GO.gov, Core HCM) and other standards leads
- Partnering with commercial vendors to inform/update them on proposed and coming changes
- Sharing information and building community with federal agencies through working groups and other forums



Bureau of the Fiscal Service

FY 2027 Focus Areas



Supporting Agency Modernization and Consolidation Efforts



Managing Updates to the FM Standards



Ensuring Ongoing Vendor Compliance

Bureau of the Fiscal Service

Contact Information

Bena Kluegel
Director, FM QSMO
Bureau of the Fiscal Service
U.S. Department of the Treasury
bena.kluegel@fiscal.treasury.gov

Steve Nulter
FM Marketplace Manager, FM QSMO
Bureau of the Fiscal Service
U.S. Department of the Treasury
steven.nulter@fiscal.treasury.gov



For questions related to the FM Marketplace, email FMQSMO@fiscal.treasury.gov



For questions related to the FFM Standards, email FMLoB@fiscal.treasury.gov

Bureau of the Fiscal Service