



# Ministry of Finance of Georgia State Treasury

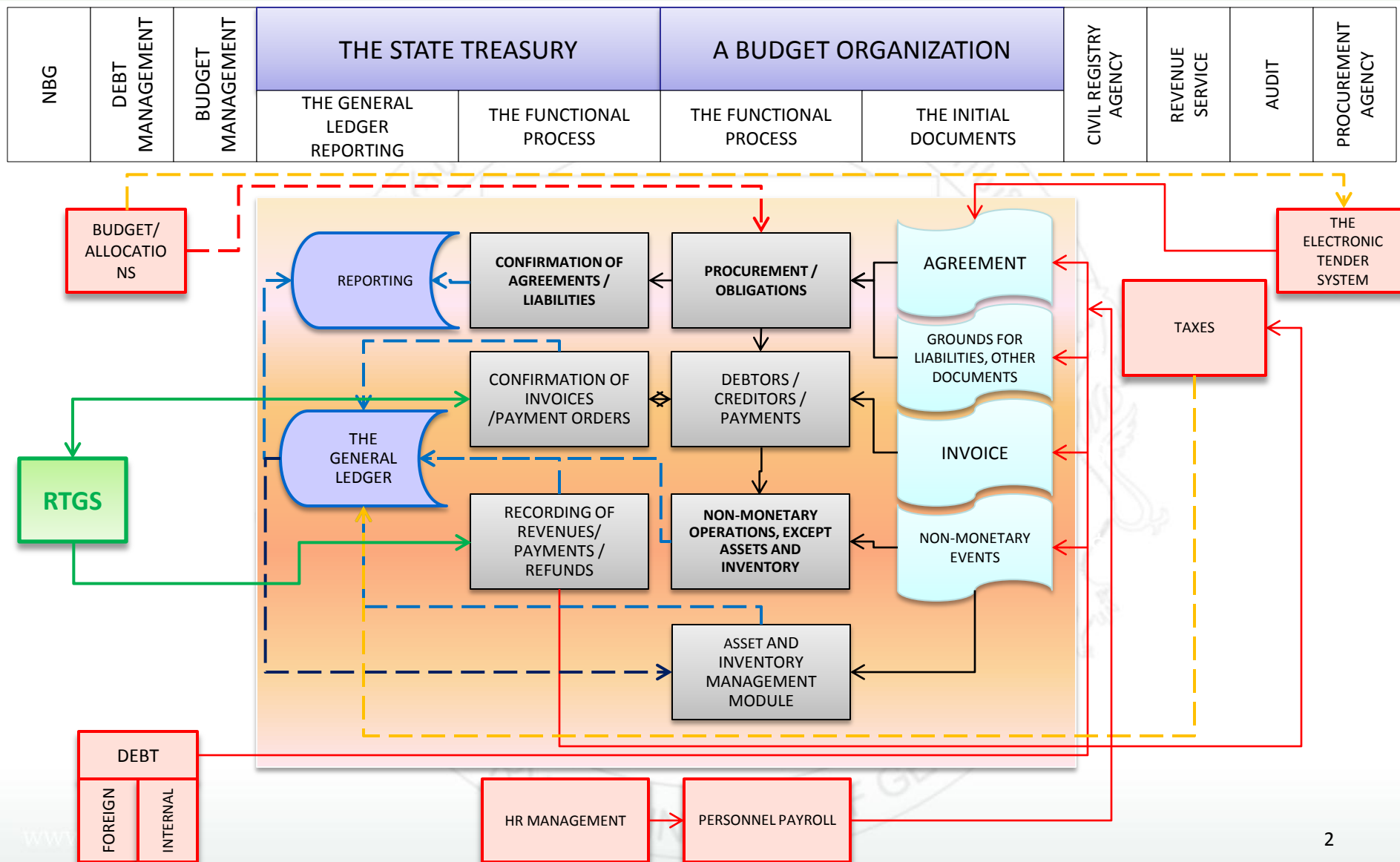


## GEORGIA'S PFMS MODEL AND STRUCTURE OF THE TREASURY GENERAL LEDGER

Lela Kurashvili  
February, 2012



# THE NATIONAL TREASURY PFMS MODEL

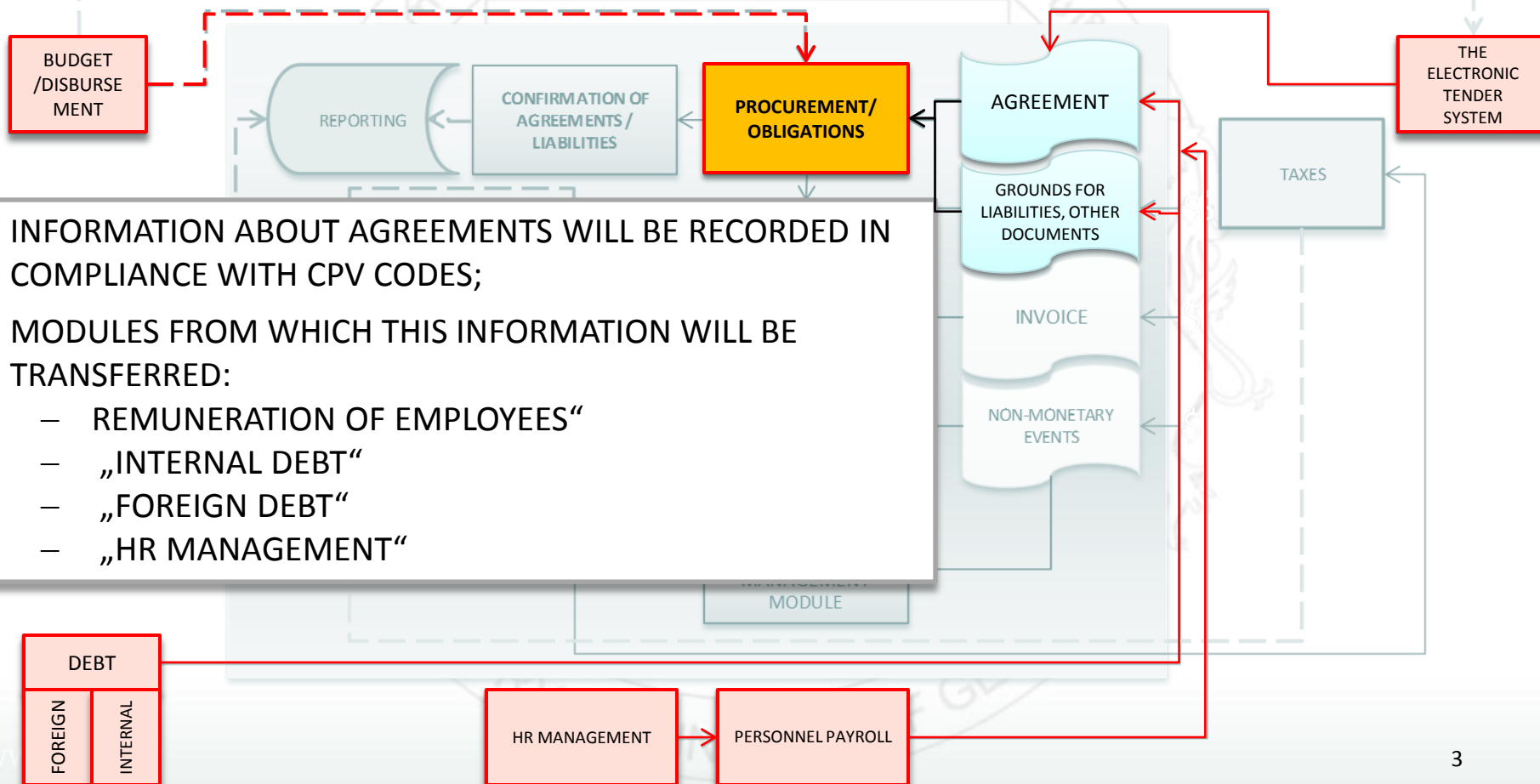




# THE PROCUREMENT / OBLIGATION LEDGER



NBG	DEBT MANAGEMENT	BUDGET MANAGEMENT	THE STATE TREASURY		A BUDGET ORGANIZATION		CIVIL REGISTRY AGENCY	REVENUE SERVICE	AUDIT	PROCUREMENT AGENCY
			THE GENERAL LEDGER REPORTING	THE FUNCTIONAL PROCESS	THE FUNCTIONAL PROCESS	THE INITIAL DOCUMENTS				



- INFORMATION ABOUT AGREEMENTS WILL BE RECORDED IN COMPLIANCE WITH CPV CODES;
- MODULES FROM WHICH THIS INFORMATION WILL BE TRANSFERRED:
  - REMUNERATION OF EMPLOYEES“
  - „INTERNAL DEBT“
  - „FOREIGN DEBT“
  - „HR MANAGEMENT“

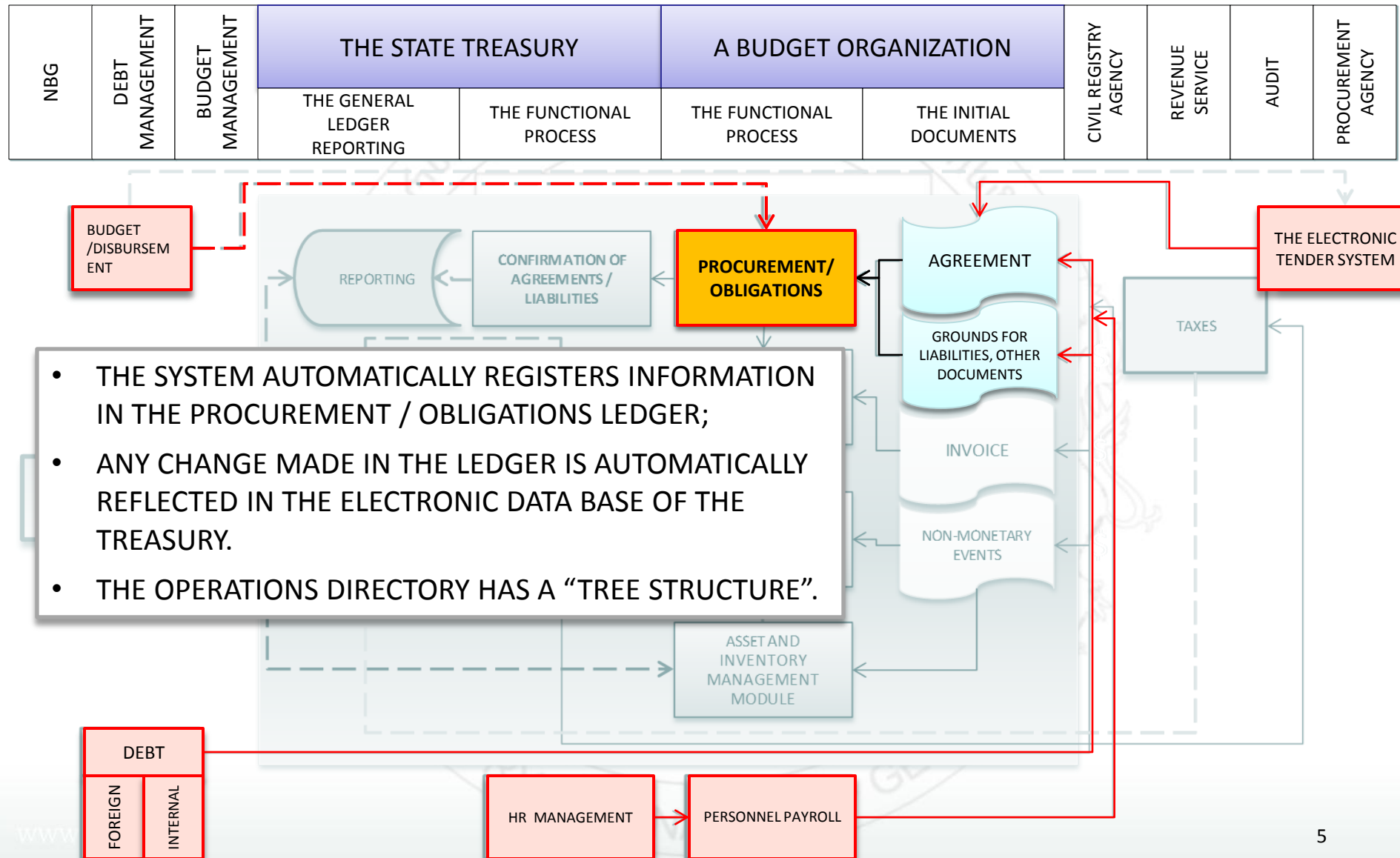


# THE PROCUREMENT / OBLIGATION LEDGER



- A record made in the Procurement/Obligations Ledger is a source of double entries in accounting books.
- An organization selects the type of operation using the Directory of Operations;
- The Directory ensures that the budget classification clause is selected from the Uniform System of Accounts;
- The Directory ensures that the accounting reports are made based on debit entries.







# THE PROCUREMENT / OBLIGATION LEDGER



## • A Typical Directory of Operations

- A budget classification clause;
- An Accounting Report;
- A cash based or accrual operation;
- Functional classification etc.

Example:

11112121

Purchase of a transport vehicle  
by means of cash transfer to the supplier

Clause

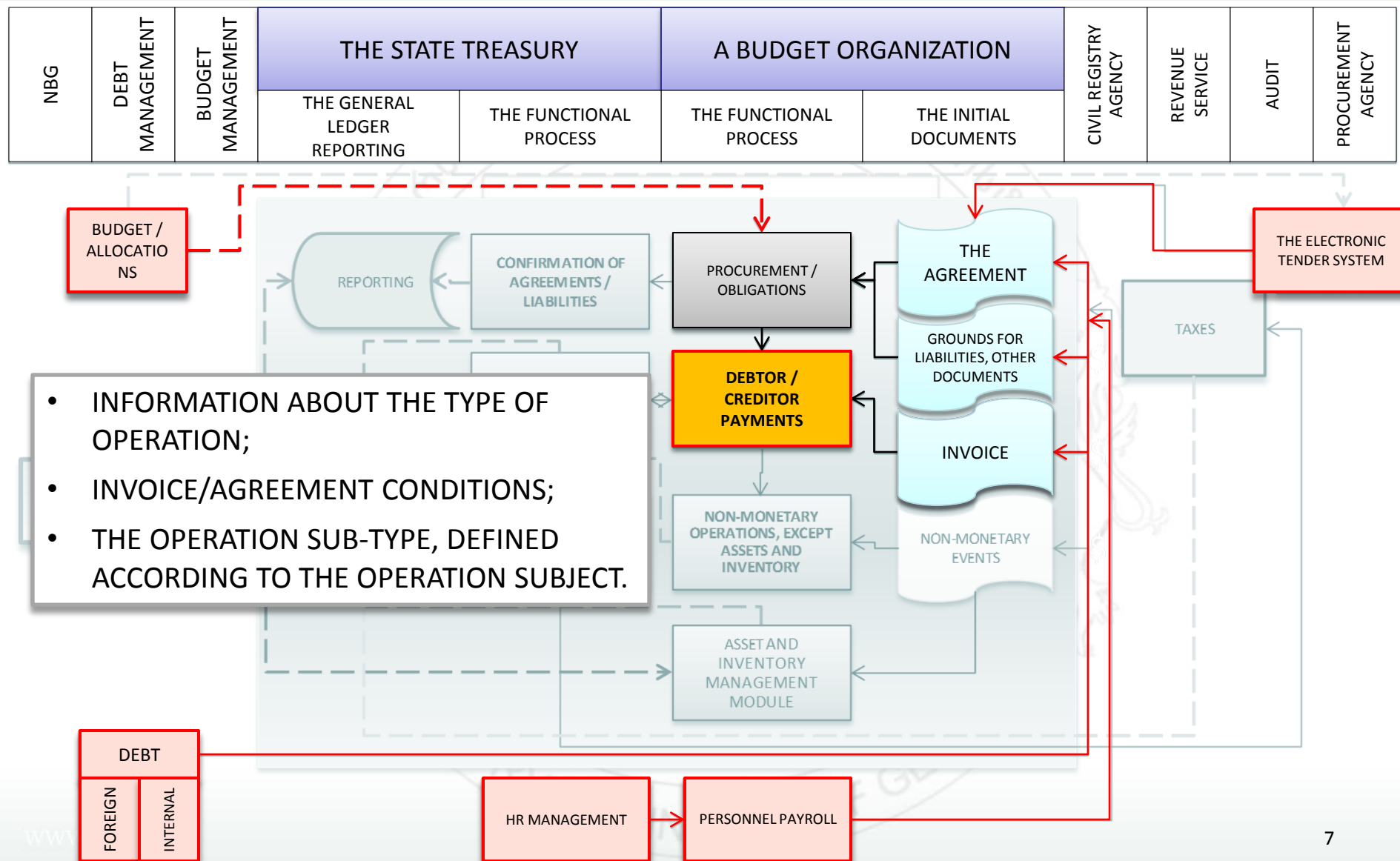
31121

Debit

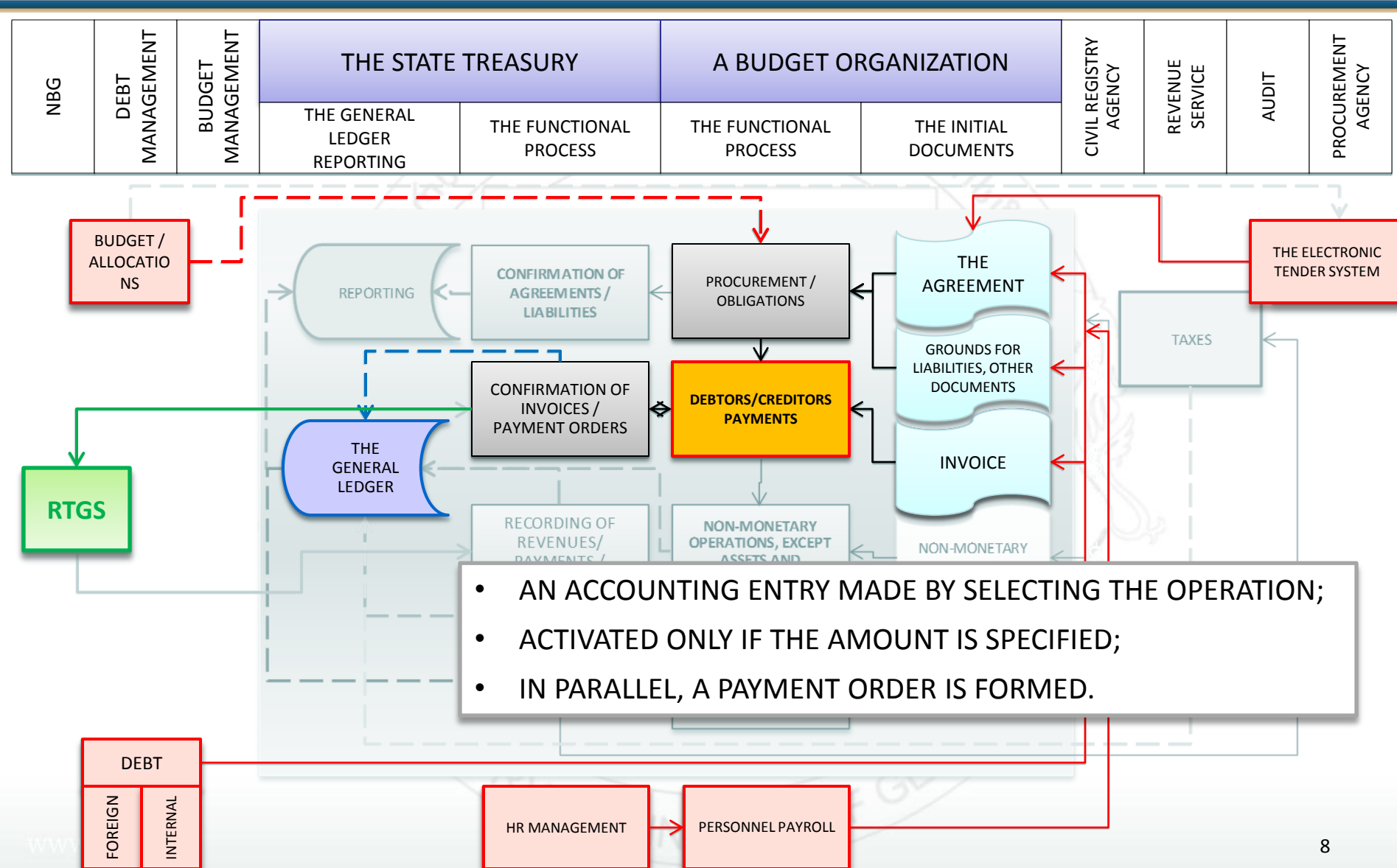
2121



# THE DEBIT/CREDIT PAYMENT LEDGER



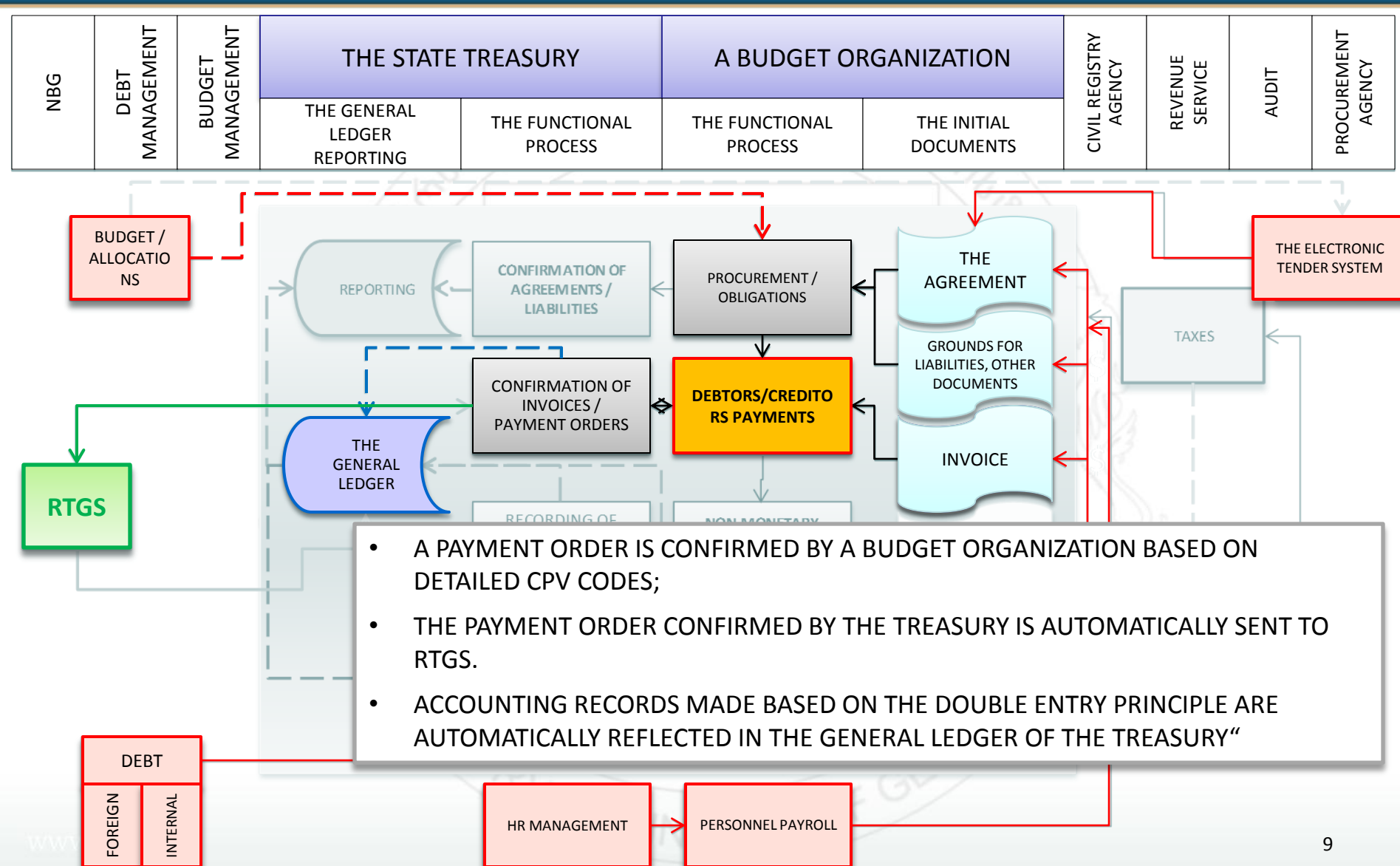








# PROCUREMENT/OBLIGATIONS LEDGER





# ASSETS AND INVENTORY

NBG

ON  
IAL  
NTS

CIVIL REGISTRY  
AGENCY

REVENUE  
SERVICE

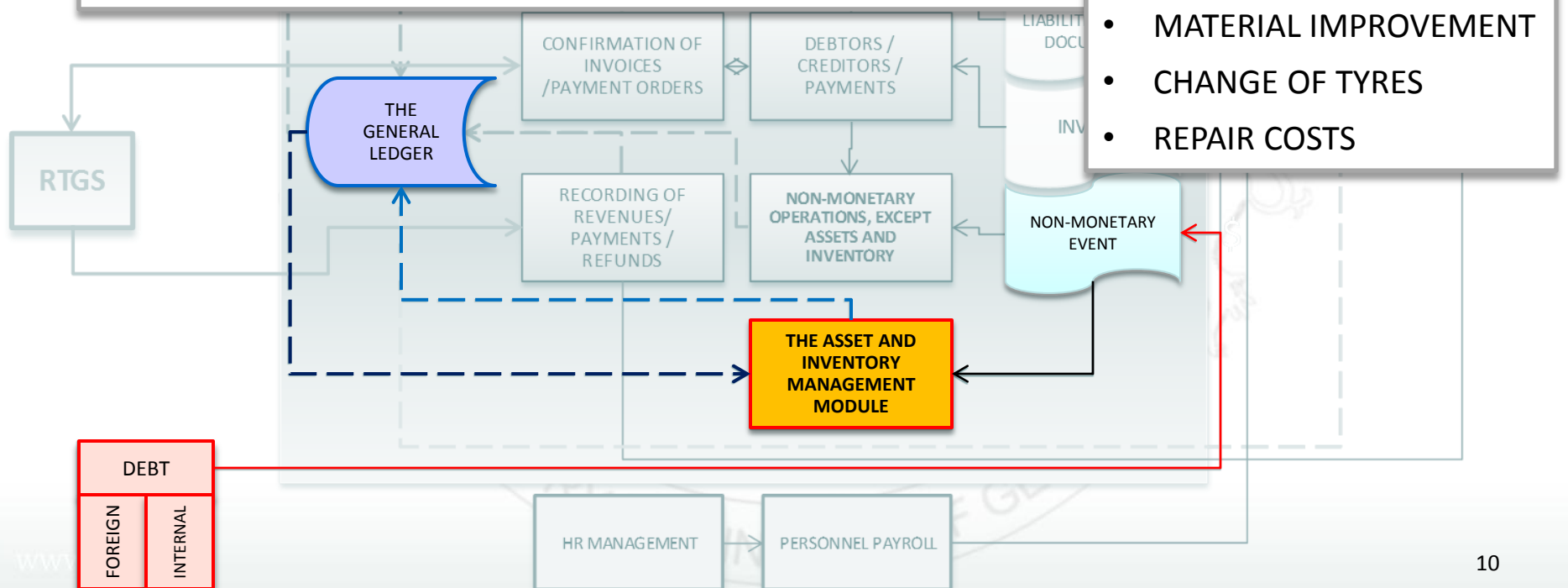
AUDIT

PROCUREMENT  
AGENCY

- ASSETS ARE RECORDED ACCORDING TO THE IDENTIFICATION CODES OF ANALYTICAL RECORDING (REPORT);
- EACH OPERATION PERFORMED WITH ASSETS IS AUTOMATICALLY REFLECTED IN THE MAIN LEDGER BY MEANS OF BACK LINK.

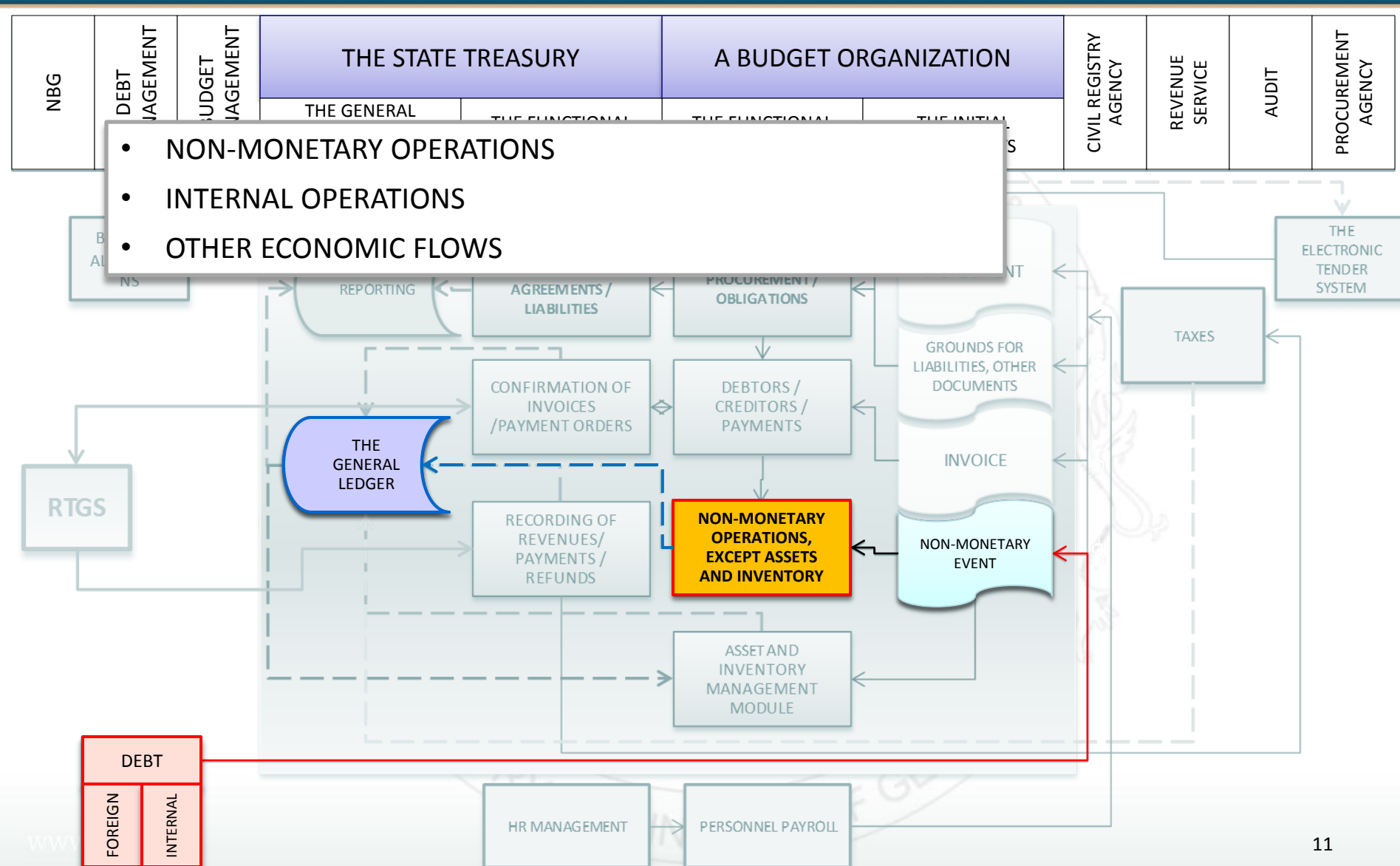
- ACCEPTANCE OPERATION
- ACCRUAL OF AMORTIZATION
- DEPRECIATION
- MATERIAL IMPROVEMENT
- CHANGE OF TYRES
- REPAIR COSTS

- Example: Transport vehicle: Mercedes, "C" class, manufactured in 2000"  
- Code 0001;





# OTHER NON-MONETARY OPERATIONS, EXCEPT ASSETS AND INVENTORY





# ACCOUNTING OF AGGREGATED PARAMETERS



- Once at the end of each reporting period, aggregated parameters are recorded in the General Treasury Ledger as one operation:
  - Expenses funded from income received from economic activity of legal entities of public law;
  - Common public payments;
  - Direct payments made bypassing the Common Treasury Account.



# GEORGIA'S PFMS MODEL AND STRUCTURE OF THE TREASURY GENERAL LEDGER



# Thank You for Attention!

[www.mof.ge](http://www.mof.ge)

[www.treasury.gov.ge](http://www.treasury.gov.ge)

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