BUDGET TRANSPARENCY in TURKEY

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AGENDA

- PFMC Reform in Turkey
- Transparency Mechanism
- Reform Agenda
PFMC REFORM - 1

- 2001: Say2000i System (e-accounting)
- 2001: Independency of Central Bank
- 2002: Public Financing and Debt Management Law
- 2003: E-budget System
- 2003: Public Procurement Law
- 2003: Public Financial Management and Control Law

PFMC REFORM - 2

- 2004: New Budget Classification
- 2004: International Accounting Standards
- 2005: Restructuring of Revenue Administration
- 2006: Introduction of PFMC Law
- 2010: New TCA Law
Medium Term Expenditure Framework

- MTEF
  - Medium Term Program
  - Medium Term Fiscal Plan
- Performance Based Budgeting
  - Strategic Planning
- Internal Control & Internal Audit

Budget Coverage

- Abolishment of the Extra Budgetary Funds
- Municipalities
- Social security institutions
- Rolling funds
- Other institutions
Budget Code

- Simplification of Budget Law
- Abolishment of special appropriation&revenue system
- Limits on Treasury Guarantees and Debt Undertaken
- Limits on PPP

Budget Code

- Number of documents and reports attached to Budget Law
  - Legal Ground Report
  - Annual Economic Report
  - Tax Expenditures Report
  - Debt Management Report
  - List of Public Institutions(outside the CGB) getting transfers from the budget
  - Preceding two years' budget realizations and upcoming two years' budget forecasts of general government institutions
  - Budget projections of municipalities and social security institutions
Final Accounts Coverage

- Deadline for submission to Parliament
- Special Budget Institutions
- Supervisory and Regulatory Institutions
- List of Public Debts and Treasury Guarantees
- Relinquished claims by government
- Public movables management report

Reports

- Monthly Realization Reports
- Mid-Year Report
- General Accountability Report
- Unit Accountability Reports
- Local Administrations (Municipalities) General Accountability Report
- Local Administrations (Municipalities) Accountability Report
Court of Accounts

- Extension of external audit scope
- New reports other than General Conformity Report:
  - Evaluation Report on General Accountability Report
  - Evaluation Report on Fiscal statistics
  - Evaluation Report on External Audit

REFORM AGENDA

- Transition to new program classification
- Citizen budget guideline
- Integrating FMI Systems
- Improving monitoring and evaluation systems
- Strengthening the Role of Parliamentary Budget Office
Citizen Budget Guideline

- Existing set-up
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- Pilot work

Pilot Work

General Information
- Macroeconomic Evaluation
- Budget Expenditures
- Budget Revenues
- Budget Deficit
- Primary Surplus
- Debt Levels
Pilot Work

Sectoral Explanation

Public Employment
Education
Universities
Health
Judiciary
Regional development projects

Social Security
Social Expenditures by type
Agriculture
R&D and Innovation
Environment
Local Administrations

Thank you

For further information
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