

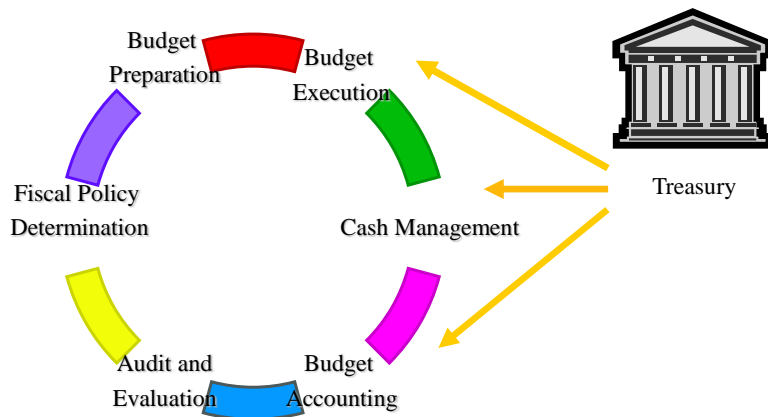


# Cash Management

PEMPAL TCOP workshop in Tirana, 20-22.05.2015



## Treasury



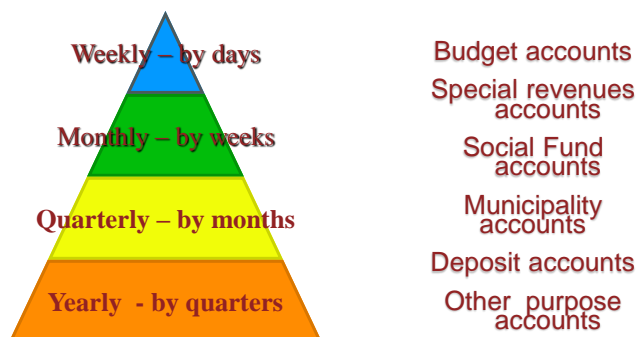


## TSA coverage:

- Central government (ministries, departments, agencies etc.)
- Extrabudgetary funds (Pension fund, Health fund and Employment Fund)
- Local government/Municipalities ( 81 municipalities and City of Skopje)



## Planning horizon





## Cash flow projections rely on :

- Historical data - Database of all inflows and outflows is maintained, broken down by types of accounts
- Financial plans – Spending rights of the budget users
- Commitments - database of annual commitments and multi-annual commitments



## Financial plans:

Budget users are essential part of the planning process

Double role of the financial plans:

- Financial plans submitted by the budget users serve as a basis for the quarterly and monthly projection of the outflows
- Approved financial plan = “spending right” which serves as an expenditure control tool (3 digit expenditures code)

They could be modified on the request of the budget user





## Mechanisms for reacting to cash flow problems:



- Under the Law on Budget, MoF can postpone certain payments in case of time discrepancy between inflows and outflows.

- The Treasury Manual prescribes an obligation for the budget users to announce on a weekly basis all inflows and outflows higher than

10.000.000 MKD=166.000 EUR



Thank You