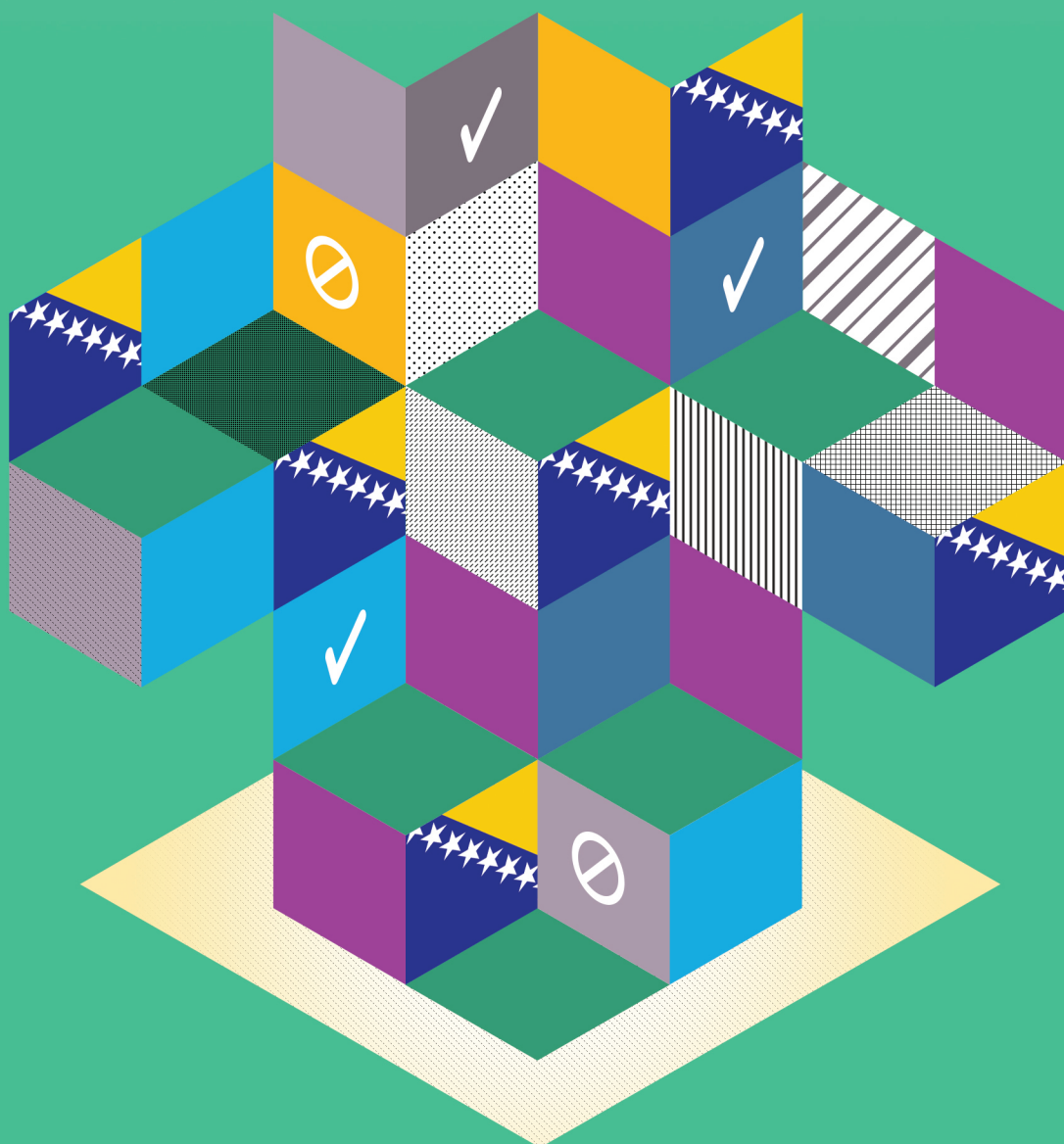


STOCKTAKING OF PUBLIC SECTOR ACCOUNTING
AND REPORTING ENVIRONMENT
IN PULSAR BENEFICIARY COUNTRIES

COUNTRY FACT SHEET:
BOSNIA AND HERZEGOVINA



CFRR»

**Centre for Financial
Reporting Reform**



WORLD BANK GROUP

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PULSAR

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Web: www.pulsarprogram.org

In cooperation with:

Zurich University
of Applied Sciences



**School of
Management and Law**

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BIH COUNTRY FACT SHEET: BOSNIA AND HERZEGOVINA INSTITUTIONS



BUDGET

Budget available to public	Yes
Recognition Basis	Modified Accrual
Method of Publication	Within the Financial Statements as a comparison of budget and actual amounts
Regular in-year budget reporting	Yes
Comparability of budget execution reports and financial reports	Yes
Envisaged budget reforms	Accrual



ACCOUNTING

Recognition Basis	Modified Accrual
Current accounting basis and reporting standard	National standards based on IFRSs
Financial reporting standard setter	Ministry of Finance
Coverage of Consolidation	Ministries and other federal/central government departments, agencies, independent boards and commissions
<i>Envisaged Accounting reforms</i>	
Accounting basis	Accrual
Reporting standard	National standards using IPSAS as a reference point



GOVERNMENT FINANCIAL STATISTICS

International GFS Guideline	GFSM 2014
Reconciliation between GFS & financial statement	Yes
Frequency of GFS reporting	Quarterly



CAPACITY DEVELOPMENT & PROFESSIONAL EDUCATION

The PAO contains a unit, membership tier, or committee focused on the Government Sector	No
Government sector accountants subject to minimum CPD requirements	No
Standards and/or frameworks that are followed in the delivery of PSA education	No answer

FINANCIAL MANAGEMENT INFORMATION SYSTEMS

Elements of IFMIS	Treasury Single Account, Debt Management, Accounting and Reporting, Receivables, Fixed Assets and Inventory, Procurement
Entities' degree of autonomy	Entities report directly to the treasury administration
IT governance standards	There are guidelines and minimum criteria for software
IT system used for consolidation	Consolidation under a dedicated IT system such as an IFMIS

INSTITUTIONS & REGULATIONS

Mechanisms for implementation of standards & guidelines related to Public Financial Management

Financial reporting requirements	Law, Regulation, MoF circular
SoEs	Law, Regulation
CFS	Law, Regulation, MoF circular
External audit requirements	No answer

Required to follow a code of conduct

Internal auditors	No answer
Public sector accountants	No answer

PFM REFORM PLAN OR STRATEGY

PFM Strategy for B&H Institutions



BIH COUNTRY FACT SHEET: FEDERATION OF BOSNIA AND HERZEGOVINA



BUDGET

Budget available to public	Yes
Recognition Basis	Modified Accrual
Method of Publication	Within the Financial Statements as a comparison of budget and actual amounts
Regular in-year budget reporting	Yes
Comparability of budget execution reports and financial reports	Yes
Envisaged budget reforms	Accrual



ACCOUNTING

Recognition Basis	Modified Accrual
Current accounting basis and reporting standard	National standards based on IFRSs
Financial reporting standard setter	Ministry of Finance
Coverage of Consolidation	Ministries and other federal/central government departments, agencies, independent boards and commissions
<i>Envisaged Accounting reforms</i>	
Accounting basis	Accrual
Reporting standard	National standards using IPSAS as a reference point



GOVERNMENT FINANCIAL STATISTICS

International GFS Guideline	GFSM 2014
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Frequency of GFS reporting	Quarterly



CAPACITY DEVELOPMENT & PROFESSIONAL EDUCATION

The PAO contains a unit, membership tier, or committee focused on the Government Sector	No
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INSTITUTIONS & REGULATIONS

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Financial reporting requirements	Law, Regulation, MoF circular
SoEs	Law, Regulation
CFS	Law, Regulation, MoF circular
External audit requirements	No answer

Required to follow a code of conduct

Internal auditors	No answer
Public sector accountants	No answer

PFM REFORM PLAN OR STRATEGY

PFM Strategy for B&H Institutions

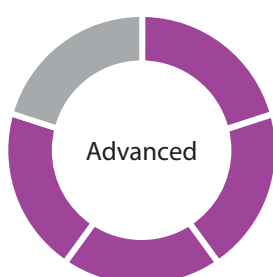


BIH COUNTRY FACT SHEET: REPUBLIKA SRPSKA

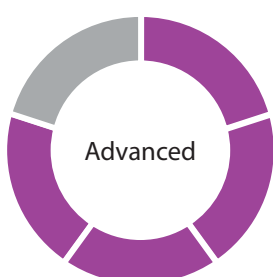


SELF-ASSESSMENT

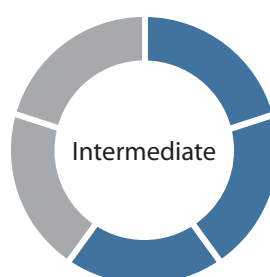
GOVERNMENT
BUDGETING CYCLE



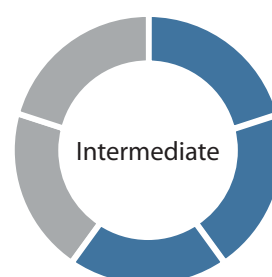
ACCRUAL ACCOUNTING
PRINCIPLES



FINANCIAL MANAGEMENT
INFORMATION SYSTEMS



IPSAS
ACCRUAL



BUDGET

-  Budget available to public
-  Recognition Basis
-  Method of Publication
-  Regular in-year budget reporting
-  Comparability of budget execution reports and financial reports
-  Envisaged budget reforms

Yes

Modified accrual basis (revenue on cash basis and expenditure on modified accrual basis)

Within the Financial Statements as a comparison of budget and actual amounts

Yes

Yes

No answer



ACCOUNTING

-  Recognition Basis
-  Current accounting basis and reporting standard
-  Financial reporting standard setter
-  Coverage of Consolidation
-  Envisaged Accounting reforms

Accrual basis for financial statements and modified accrual basis for budget and budget execution (revenue on cash basis and expenditure on modified accrual basis)

IPSASs adopted directly

Ministry of Finance

Ministries and other federal/central government departments, agencies, independent boards and commissions, social security fund(s), regional and/or local government

None

AUDIT

Risk-based methodology and professional standards exist	Yes
SAI opinion is provided	Yes, according to international standards
Professional license or education required for audit personnel	Yes
SAI conducts compliance audits	Yes
SAI conducts performance audits	Yes
External auditors have specific expertise in national public sector accounting standards	No

CAPACITY DEVELOPMENT & PROFESSIONAL EDUCATION

The PAO contains a unit, membership tier, or committee focused on the Government Sector	Yes, Commission for Education and Professional Development
Government sector accountants subject to minimum CPD requirements	Yes
Standards and/or frameworks that are followed in the delivery of PSA education	IPSAS, edition 2013

GOVERNMENT FINANCIAL STATISTICS

International GFS Guideline	GFSM 2014
Reconciliation between GFS & financial statement	No
Frequency of GFS reporting	MoF prepares only reports (Statement of operations) for IMF Residential Office in BiH. Before 2017 monthly, and from 2017 quarterly. Statement contains some modifications according with the requirements SBA program

FINANCIAL MANAGEMENT INFORMATION SYSTEMS

Elements of IFMIS	Budget Preparation and execution, Treasury Single Account, Accounting and Reporting
Entities' degree of autonomy	Entities report directly to the treasury administration
IT governance standards	There are no restrictions with regard to software
IT system used for consolidation	Data for the most of budget users (more than 90%) are content in the Treasury System. For the rest of budget users data are included in the CFS using excel and parallel uploaded in special module of Treasury System named 'Consolidation General Ledger'

INSTITUTIONS & REGULATIONS

Mechanisms for implementation of standards & guidelines related to Public Financial Management

Financial reporting requirements	Law, Regulation, MoF circular
SoEs	Law, Regulation
CFS	Law, Regulation, MoF circular
External audit requirements	Law

Required to follow a code of conduct

Internal auditors	Yes
Public sector accountants	Yes

PFM REFORM PLAN OR STRATEGY

The Strategy for Public Financial Management and the Strategic framework for Public Administration Reform are under preparation

ACRONYMS

IFMIS	Integrated Financial Management Information System
SAI	Supreme Audit Institution
CFS	Consolidated Financial Statement
CPD	Continuing professional development
GFS	Government Financial Statistics
IFRS	International Financial Reporting Standards
IPSAS	International Public Sector Accounting Standards
MoF	Ministry of Finance
PAO	Professional accountancy organization
PSA	Public Sector Accounting
SoEs	State-owned Enterprises



THE PULSAR PROGRAM IS

MANAGED BY:




CFRR >>
**Centre for Financial
Reporting Reform**



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