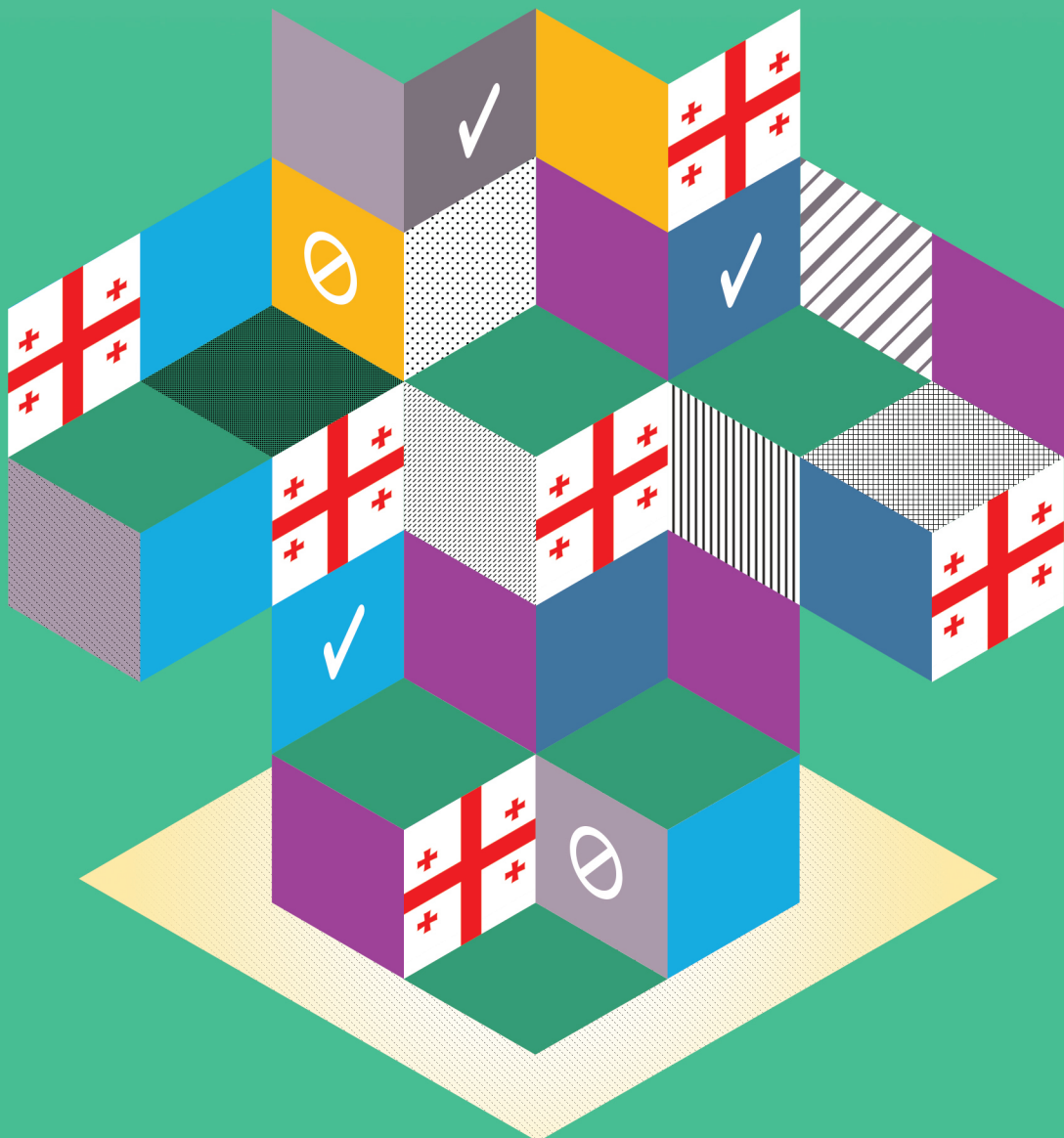


STOCKTAKING OF PUBLIC SECTOR ACCOUNTING  
AND REPORTING ENVIRONMENT  
IN PULSAR BENEFICIARY COUNTRIES

COUNTRY FACT SHEET:  
GEORGIA



# CFRR»

**Centre for Financial  
Reporting Reform**



**WORLD BANK GROUP**

Centre for Financial Reporting Reform (CFRR)  
Governance Global Practice, The World Bank  
Address: Praterstrasse 31, 1020 Vienna, Austria  
Web: [www.worldbank.org/cfrr](http://www.worldbank.org/cfrr)  
Email: [cfrr@worldbank.org](mailto:cfrr@worldbank.org)  
Phone: +43-1-217-0700

# PULSAR

The Public Sector Accounting and Reporting Program  
Web: [www.pulsarprogram.org](http://www.pulsarprogram.org)

In cooperation with:

Zurich University  
of Applied Sciences



**School of  
Management and Law**

© 2020 International Bank for Reconstruction and Development / The World Bank  
1818 H Street NW  
Washington DC 20433  
Telephone: 202-473-1000  
Internet: [www.worldbank.org](http://www.worldbank.org)

This work is a product of the staff of The World Bank with external contributions. The findings, interpretations, and conclusions expressed in this work do not necessarily reflect the views of The World Bank, its Board of Executive Directors, or the governments they represent.

The World Bank does not guarantee the accuracy of the data included in this work. The boundaries, colors, denominations, and other information shown on any map in this work do not imply any judgment on the part of The World Bank concerning the legal status of any territory or the endorsement or acceptance of such boundaries.

### **Rights and Permissions**

The material in this work is subject to copyright. Because the World Bank encourages dissemination of its knowledge, this work may be reproduced, in whole or in part, for non-commercial purposes as long as full attribution to this work is given.

Any queries on rights and licenses, including subsidiary rights, should be addressed to World Bank Publications, The World Bank Group, 1818 H Street NW, Washington, DC 20433, USA; fax: 202-522-2625; e-mail: [pubrights@worldbank.org](mailto:pubrights@worldbank.org).

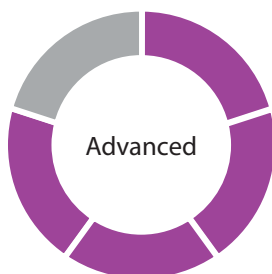


# COUNTRY FACT SHEET: GEORGIA

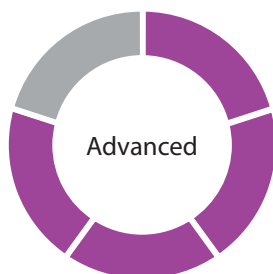


## SELF-ASSESSMENT

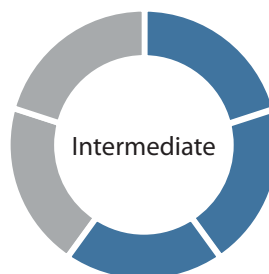
GOVERNMENT  
BUDGETING CYCLE



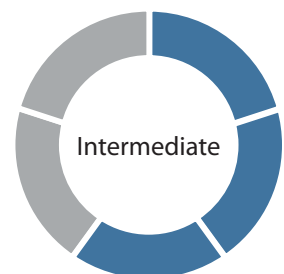
ACCRUAL ACCOUNTING  
PRINCIPLES






FINANCIAL MANAGEMENT  
INFORMATION SYSTEMS



IPSAS  
ACCRUAL



## BUDGET

-  Budget available to public
-  Recognition Basis
-  Method of Publication

**Yes**

**Cash**

**Budget execution information is provided in appendixes of the financial statements**

**Yes**





**Yes**

**No answer**

-  Regular in-year budget reporting
-  Comparability of budget execution reports and financial reports
-  Envisaged budget reforms



## ACCOUNTING

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



**Accrual, based on some IPSAS standards**

**IPSASs adopted indirectly via national standards**

**Ministry of Finance**

**Ministries and other federal/central government departments, agencies, independent boards and commissions**

*Envisaged Accounting reforms*

-  Accounting basis
-  Reporting standard

**Accrual**

**IPSASs adopted directly**

## AUDIT

<input type="checkbox"/> Risk-based methodology and professional standards exist	Yes
<input type="checkbox"/> SAI opinion is provided	<b>State Audit Office provides an opinion on the financial statements of the budgetary organizations individually and not for the Central Government CFS</b>
<input type="checkbox"/> Professional license or education required for audit personnel	Yes
<input type="checkbox"/> SAI conducts compliance audits	Yes
<input type="checkbox"/> SAI conducts performance audits	Yes
<input type="checkbox"/> External auditors have specific expertise in national public sector accounting standards	Yes

## CAPACITY DEVELOPMENT & PROFESSIONAL EDUCATION

<input type="checkbox"/> The PAO contains a unit, membership tier, or committee focused on the Government Sector	No
<input type="checkbox"/> Government sector accountants subject to minimum CPD requirements	No
<input type="checkbox"/> Standards and/or frameworks that are followed in the delivery of PSA education	<b>Bologna Process (European Higher Education Area)</b>

## GOVERNMENT FINANCIAL STATISTICS

<input type="checkbox"/> International GFS Guideline	<b>GFSM 2014</b>
<input type="checkbox"/> Reconciliation between GFS & financial statement	No
<input type="checkbox"/> Frequency of GFS reporting	<b>Georgia publishes Monthly data for Budgetary, Central and General Government transactions</b>

## FINANCIAL MANAGEMENT INFORMATION SYSTEMS

<input type="checkbox"/> Elements of IFMIS	<b>Budget Preparation and Execution, Treasury Single Account, Debt Management, Accounting and Reporting, Procurement, eHRMS</b>
<input type="checkbox"/> Entities' degree of autonomy	<b>Entities report directly to the treasury administration</b>
<input type="checkbox"/> IT governance standards	<b>There are no restrictions with regard to software</b>
<input type="checkbox"/> IT system used for consolidation	<b>Manual consolidation using excel or a similar software</b>

## INSTITUTIONS & REGULATIONS

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

Financial reporting requirements	<b>Regulations of Minister of Finance</b>
SoEs	<b>Law</b>
CFS	<b>Regulation, MoF circular</b>
External audit requirements	<b>Law</b>

*Required to follow a code of conduct*

Internal auditors	<b>Yes</b>
Public sector accountants	<b>No</b>

## PFM REFORM PLAN OR STRATEGY

- Development of the Treasury General Ledger
- IPSAS implementation in local self-government units
- Fully functioning Treasury General Ledger (TGL) which will record all government transactions and other events on an accrual basis

## ACRONYMS

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



## THE PULSAR PROGRAM IS

MANAGED BY:




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



CO-FUNDED BY:

 **Federal Ministry  
Republic of Austria  
Finance**

 **Schweizerische Eidgenossenschaft  
Confédération suisse  
Confederazione Svizzera  
Confederaziun svizra**  
  
Swiss Confederation  
  
Federal Department of Economic Affairs,  
Education and Research EAER  
**State Secretariat for Economic Affairs SECO**