



The 2025 CFRR Ministerial Conference

New developments in accounting standards in public sector

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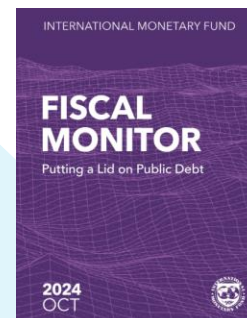


The time is now

- » **IPSAS** Suite of standards as **complete** as it ever been, it covers financial and non-financial standards
- » Example of Europe shows that **accounting maturity** can be **build over time** using IPSAS as a reference
- » **Technology** is as developed as it ever been to support a **cost effective** approach to adoption
- » The **cost of doing nothing** is as high as it ever been

The need is now

- » Public debt is expected to be rising till the end of the decade (100% of GDP at 2030)
- » Variances of debt level based on risks can make up to 20%
- » Current fiscal adjustment plans fall short of what is needed to stabilize debt
- » Governments need to:
 - » Identify the size of the adjustment (risk management)
 - » Design the composition (expenses vs. Revenues)
 - » Calibrate the pace
 - » Build credibility (modern public financial management systems)
 - » Strengthen fiscal governance (avoid unidentified debt)
 - » Addressing debt distress (restructuring of debt)
- » Governments still will need to invest:
 - » Defense
 - » Sustainability
 - » Digitisation and AI
 - » Demographics



Global Risks Report 2025

Global risks ranked by severity

Please estimate the likely impact (severity) of the following risks over a 2-year and 10-year period.



Short term (2 years)

1 st	Misinformation and disinformation
2 nd	Extreme weather events
3 rd	State-based armed conflict
4 th	Societal polarization
5 th	Cyber espionage and warfare
6 th	Pollution
7 th	Inequality
8 th	Involuntary migration or displacement
9 th	Geoeconomic confrontation
10 th	Erosion of human rights and/or civic freedoms

Long term (10 years)

1 st	Extreme weather events
2 nd	Biodiversity loss and ecosystem collapse
3 rd	Critical change to Earth systems
4 th	Natural resource shortages
5 th	Misinformation and disinformation
6 th	Adverse outcomes of AI technologies
7 th	Inequality
8 th	Societal polarization
9 th	Cyber espionage and warfare
10 th	Pollution

Risk categories: Economic (blue), Environmental (green), Geopolitical (orange), Societal (red), Technological (purple)

Source: World Economic Forum, Global Risks Perception Survey 2024-2025



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Thank you, I am looking forward
to discuss!