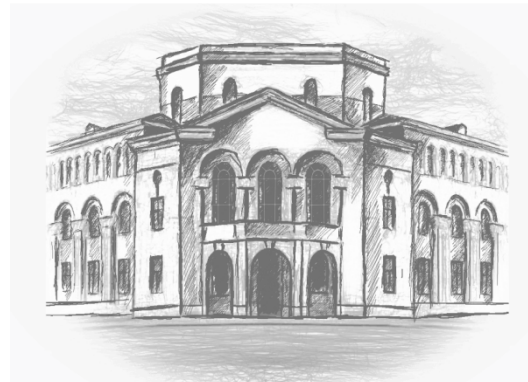




# PSA REFORM PROGRESS IN ARMENIA



NOVEMBER 2025

# PSA REFORM PROGRESS IN ARMENIA

PSA reform current stage

PULSE Assessment

Future steps



# MAIN STAGES OF THE REFORM



**Legal framework**

**Implementation**

**Consolidation**



# LEGAL FRAMEWORK

Law

- Adopted in 2014, no significant changes occurred

APSAS

- Revision is planned after the completion of consolidation

CoA

- Revision is planned in accordance with IFMIS requirements

Forms of financial statements

- Planned approval of consolidated financial statements forms

Outsourcing system

- Accountability framework for accounting service providers in the public sector

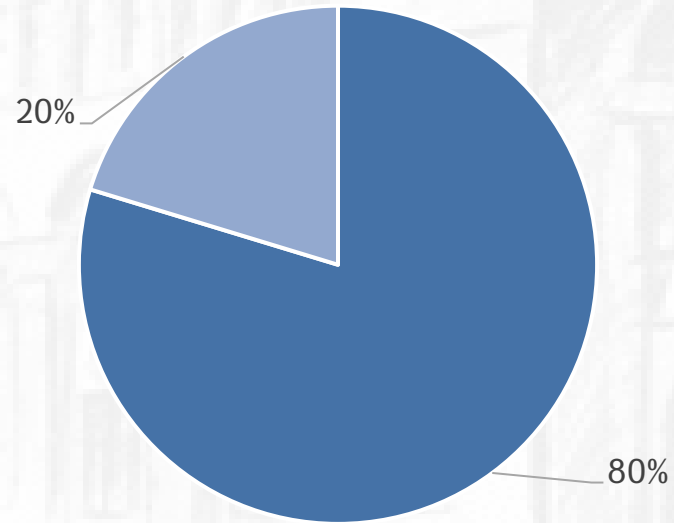
Qualification system

- More than 500 qualified PS accountants



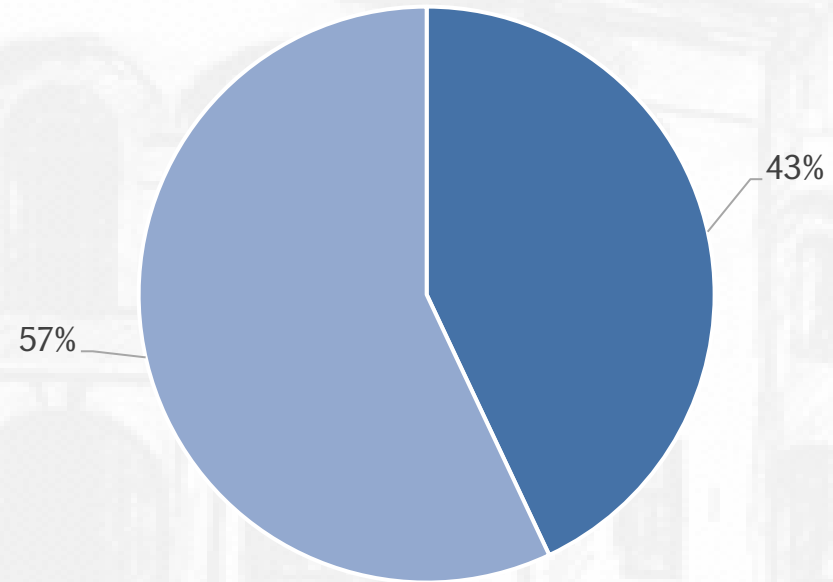
# IMPLEMENTATION

Public administration bodies  
and SNCOs



- Prepare FS in accordance with APSAS
- Don't prepare FS in accordance with APSAS

Communities and CNCOs



- Prepare FS in accordance with APSAS
- Don't prepare FS in accordance with APSAS



# CONSOLIDATION

## Financial Statements of the Republic of Armenia, 2024

- ✓ 360 public sector entities
- ✓ Public debt
- ✓ Tax revenues
- ✓ State property

2024

ՀԱՅԱՍՏԱՆԻ ՀԱՆՐԱՊԵՏՈՒԹՅԱՆ  
ՖԻՆԱՆՍԱԿԱՆ ՀԱՇՎԵՏՎՈՒԹՅՈՒՆՆԵՐ



ՀՀ Ֆինանսների նախարարություն  
01/09/2025



# PULSE ASSESSMENT

## PURPOSE

- Aimed at supporting the Government of Armenia in the development of an efficient and effective accounting system
- Evaluate the quality of the PSA system
- Monitor the progress and level of the conceptual and actual implementation of accrual accounting standards for the PS, and compliance of accounting standards for the PS with IPSASs

## SCOPE AND METHODOLOGY

- The assessment is conducted in accordance with the PULSE 2021 Framework methodology.
- The assessment covers 6 components:
  - Legislative regulation of the PSA,
  - Accounting and reporting of financial and non-financial assets;
  - Accounting and reporting of financial and non-financial liabilities;
  - Accounting and reporting of expenses and income;
  - Financial reporting preparation systems;
  - Dynamics of PSA system reform.

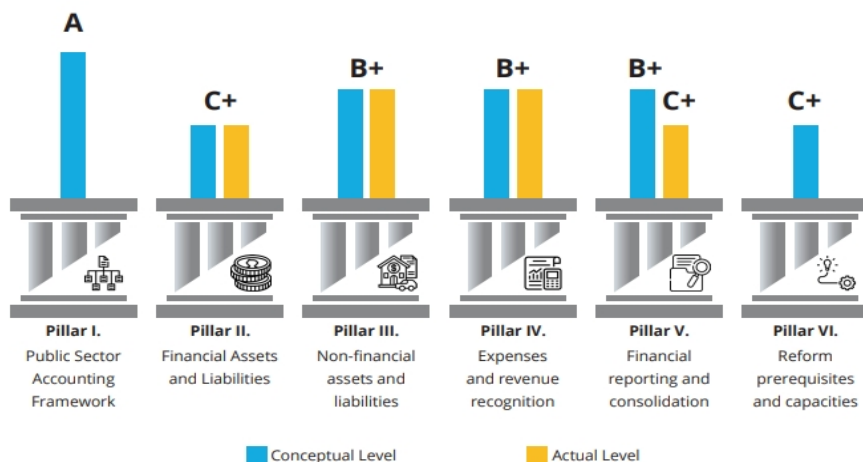
	Public sector entities that will be covered by the PULSE assessment
1.	Office of the President of the RA
2.	National Assembly Staff of the RA
3.	Audit Chamber of the RA
4.	Ministry of Finance of the RA
5.	Urban Development Committee of the RA
6.	State Supervision Service of the RA
7.	Corruption Prevention Commission of the RA
8.	One State Non-Commercial Organization

# RESULTS, FINDINGS AND RECOMMENDATIONS

## Overall score of B

A high degree of compliance, but some gaps with IPSAS requirements remain.

- In the Armenian public sector, financial assets measured at fair value are very rare. The use of such instruments is not expected to increase in the near future. If such a need arises, APSAS will be updated accordingly.
- APSAS does not have any provisions for impairment of fixed assets.
- Consolidated financial statements are not yet prepared in Armenia at the state level and/or at the interim level.
- Automated consolidation process: Consolidation of financial statements is planned to be implemented through the accounting module of GFMIS.



[https://minfin.am/en/page/hanrain\\_hash\\_plus\\_en/](https://minfin.am/en/page/hanrain_hash_plus_en/)



# FUTURE STEPS

**Legal  
framework**

**Impleme  
ntation**

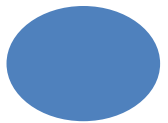
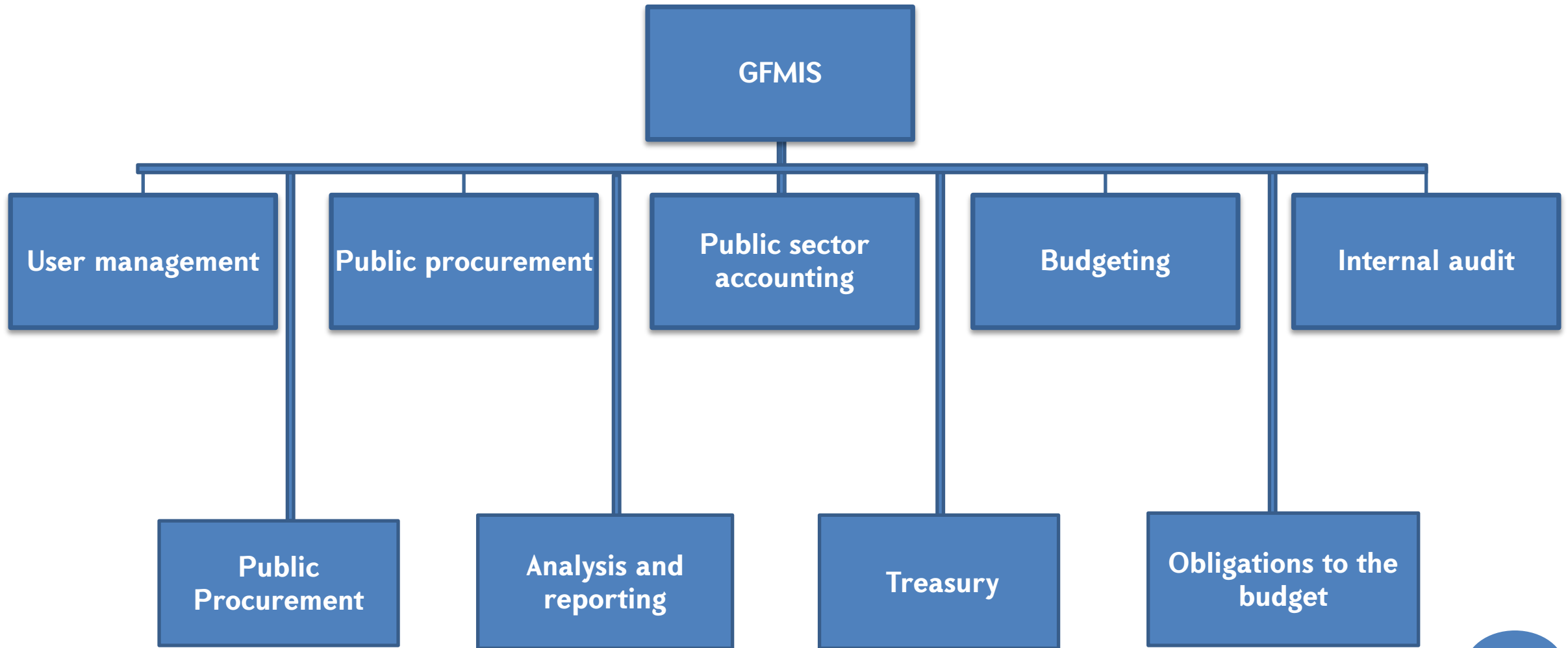
**Consoli  
dation**

**Digitalization**

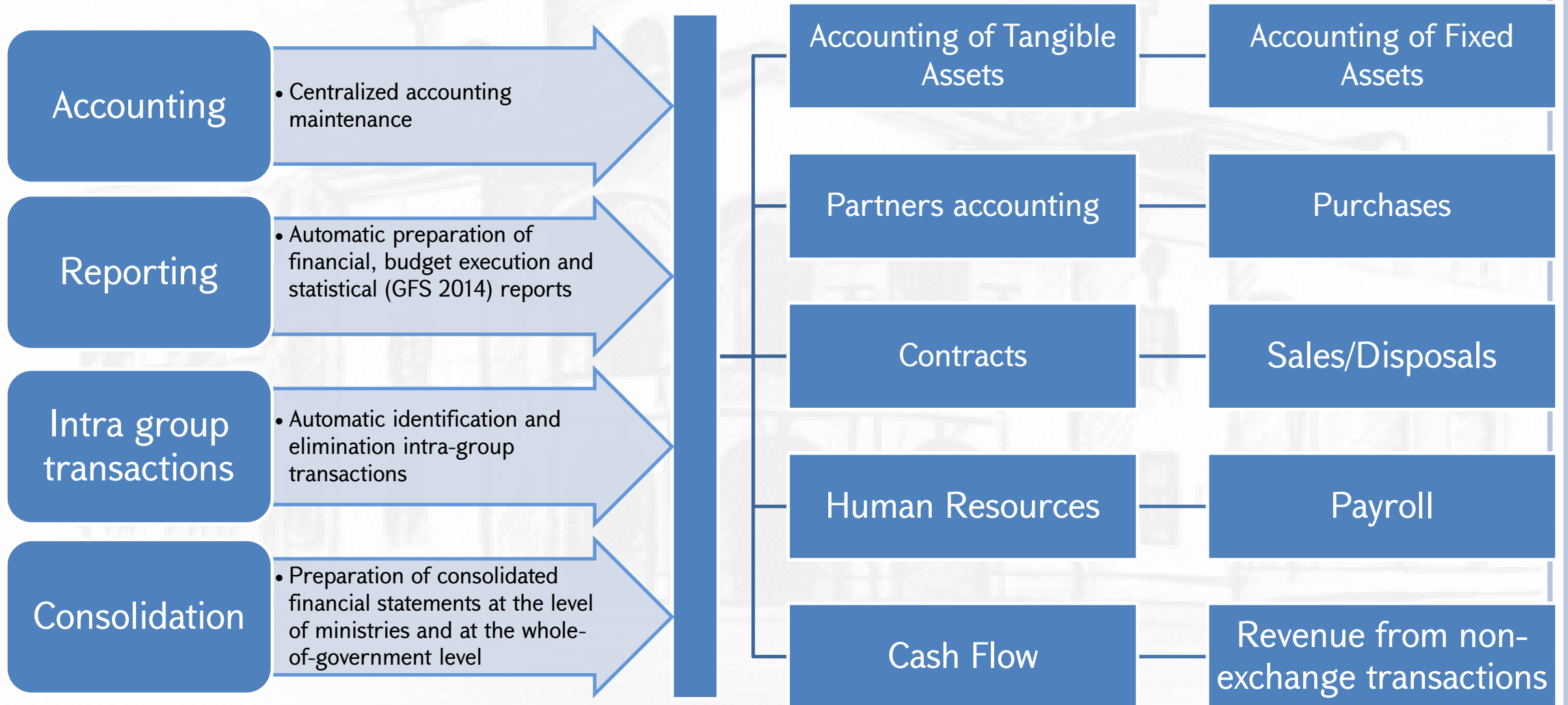
**Capacity  
building**



# DIGITALIZATION



# PUBLIC SECTOR ACCOUNTING MODULE



# CAPACITY BUILDING



# PULSAR 2. EXPECTATIONS

## Trainings

Training program for municipal accountants

## Knowledge Products

Inclusion of SOEs' accounts in Government financial statements

Guideline on public debt accounting

Guideline on heritage assets, natural assets and infrastructure accounting

## Sustainability Reporting

Analysis or study to assess whether the country has adequate data management systems, sufficient technical knowledge and capacity to implement sustainability reporting



**THANK YOU!**