

PRESENTATION OF THE BUDGET DIRECTORATE OF THE MINISTRY OF FINANCE REPUBLIC OF SLOVENIA

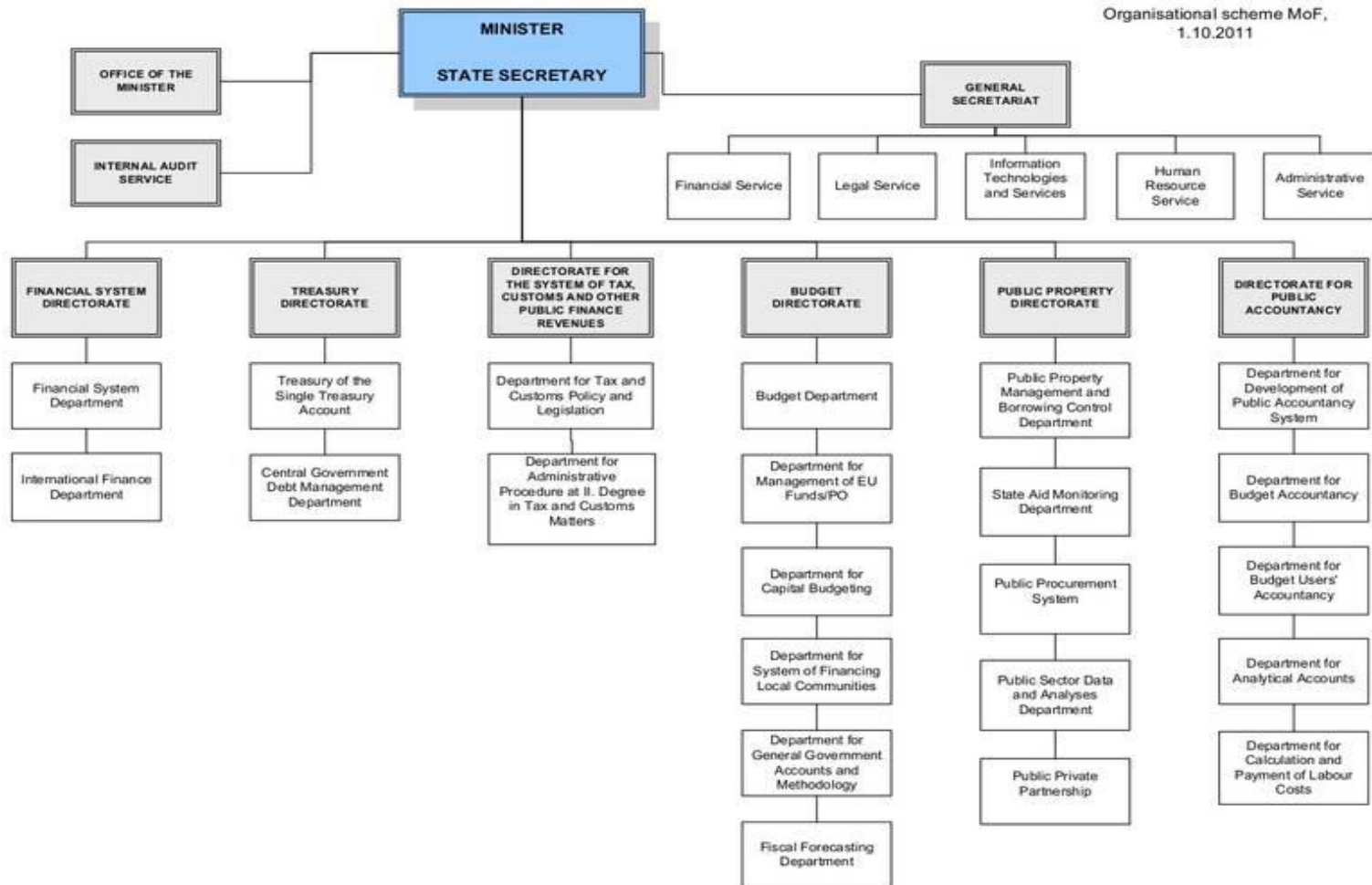
Alenka Bratušek, M.A.

Director General

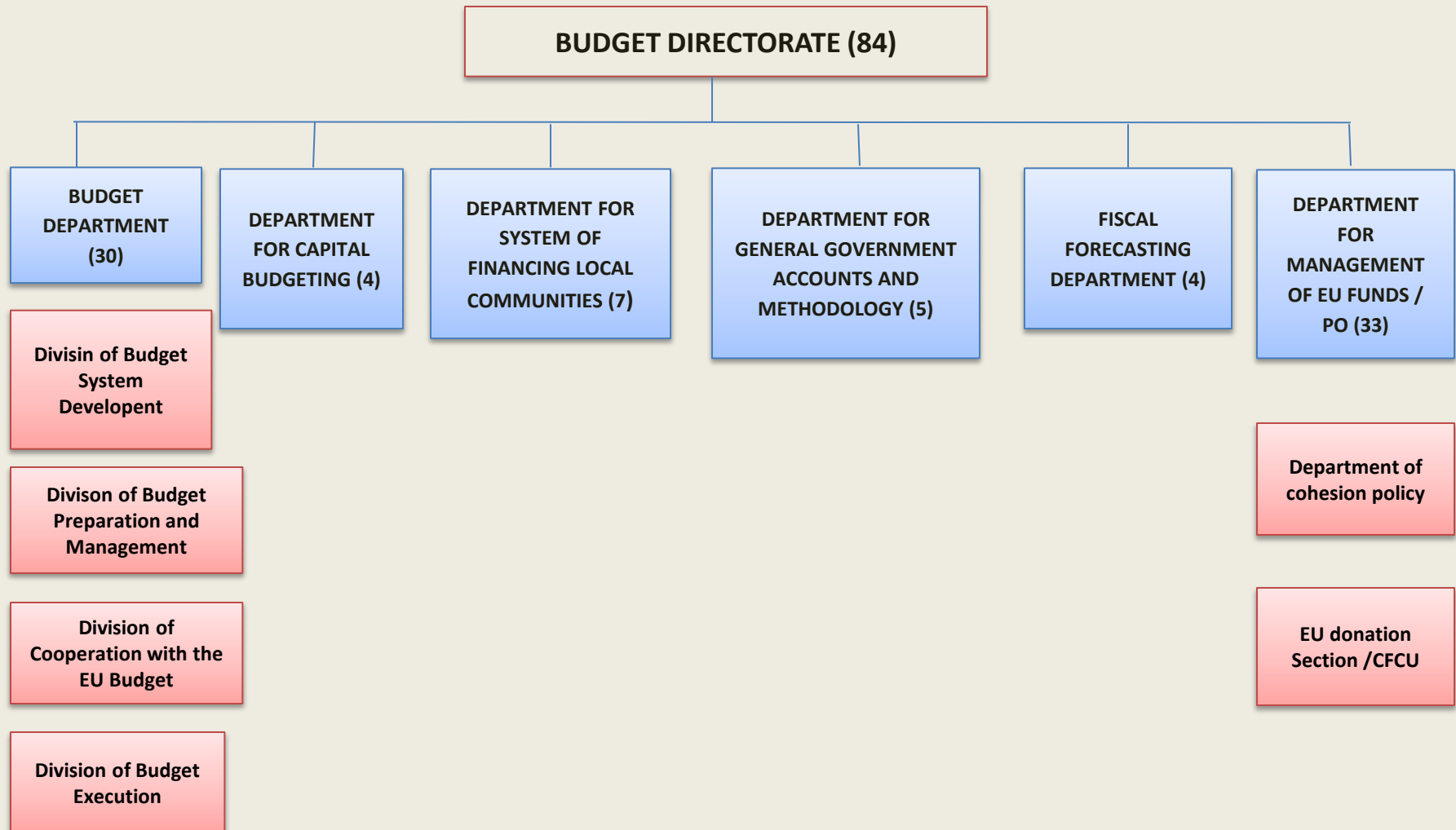
- In three and half ours you can drive from one side to the other side – by car.
- We have big mountains (the biggest one is Triglav) and we have ski place and we also have see (adriatic see)
- Our border is 1370 km long.
- In Slovenija lives 2 mio people (2.049.261),
- we have 211 municipalites.
- Our GDP in 2010 was 35.415,8 mio EUR,
- deficit of state budget in 2010 was 4,9 % GDP (in 2011 will be 4,2% GDP),
- we have 38,8 Debt in 2010 (13.736,7 mio EUR).

Organisational scheme MoF

Organisational scheme MoF,
1.10.2011



Organisation scheme Budget Directorate



Budget department

- Preparation and execution of state budget
- Preparation and coordination the system of legislation on public financing
- Cooperation with other ministries in drafting legislation that impact on public spending
- Participation in the formulation of budgetary and fiscal policies
- Preparation of manuals for budget users
- Notification of budget users of any changes in the financial system

Department for management of EU funds / PO

- review of claims for reimbursement EU funds
- participation in drafting legislation on the systemic use of EU funds - Cohesion Fund
- cooperation with domestic and European institutions that are responsible for controlling when spending EU funds
- preparation of reports and reporting
- irregularities to the relevant institutions

Department for Capital Budgeting

- creation, preparation and updating a single system of planning, recording and monitoring the implementation of development projects at the state level and local communities
- participate in the selection of the projects financed or co-financed from the budget
- participation in a scheme to finance projects under the European budget and a system for monitoring the implementation of these projects
- coordination in preparing and implementing the plan of development programs Member

Departmen for System of Financing Local Communities

- monitoring of revenue and expenditure of local communities and their analytical treatment
- prepare estimates of own revenues of local communities
- calculating the financial compensation necessary resources of local communities
- “giveing” approval to the borrowing of local communities

Department for General Government Accounts and Methodology

- preparation of public finance in the Republic of Slovenija
- design and development methodologies of public finance
- data collection, preparation and monitoring of public records flow
- compiling the consolidated balance of public funding
- liquid preparation, monthly and annual analysis of public finance flows impressions
- cooperation with the Pension, Health Insurance and public funds to prepare financial plans

Fiscal Forecasting Department

- Preparation of annual and monthly forecasts of budget revenue and expenditure and debt servicing
- monthly monitoring of realization of revenue and expenditure - is consistent with predictions
- fiscal monitoring and manageability of fiscal risk assessments in relation to income, expenditure and debt servicing
- calculation of potential GDP, output gap and cyclically-adjusted budget balance
- preparation of the Stability Programme

What's included public
finances in Slovenia

What's included public finances in Slovenia

Public finances in Slovenija take place through four fund public financing:

1. State Budget
2. municipal budgets
3. Health Insurance fund
4. Pension fund
5. Regional (provincial) budgets

		mio EUR
STATE BUDGET	2010	2011 (*)
revenues	7.550	7.931
% of GDP	21,3	22,1
expenditure	9.280	9.453
% of GDP	26,2	26,3
deficit	-1.731	-1.523
% of GDP	-4,9	-4,2
MUNICIPAL BUDGET		
revenues	2.180	2.158
% of GDP	6,2	6,0
expenditure	2.313	2.246
% of GDP	6,5	6,3
deficit	-132	-88
% of GDP	-0,4	-0,2

HEALTH INSURANCE FUND		
revenues	2.311	2.360
% of GDP	6,5	6,6
expenditure	2.347	2.379
% of GDP	6,6	6,6
deficit	-36	-19
% of GDP	-0,1	-0,1
PENSION FUND		
revenues	4.805	4.948
% of GDP	13,6	13,8
expenditure	4.805	4.948
% of GDP	13,6	13,8
deficit	0	0
% of GDP	0,0	0,0

CONSOLIDATED GENERAL GOVERNMENT ACCOUNTS										
revenues	14.794	15.172								
% of GDP	41,8	42,2								
expenditure	16.693	16.801								
% of GDP	47,1	46,8								
deficit	-1.899	-1.629								
% of GDP	-5,4	-4,5								

(*) Data for 2011 are based on 2011 projections prepared for EDP October Notificatiton.

REGULATIONS

- Public Finance Act
- Budget Enforcement Act (annual)
- Decree on Strategic Development Documents and on the Bases and Procedures for Preparation of a Proposed National Budget and Budgets of Local Communities
- Rules on procedures for implementing the budget of the Republic of Slovenia
- Financing of Municipalities Act
- Law on Pension and Disability Insurance
- Law on Health Insurance
- European regulators
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Public Finance Act

- main principles
- composition of the budget and financial plan
- preparation of budget and financial plan
- Adoption of the budget
- budget execution
- management of state and municipal budgets
- borrowing, debt management and public sector borrowing
- accounting
- budget accounts
- public internal financial control

STRUCTURE OF THE BUDGET AND FINANCIAL PLAN

The budget consists of:

1. general part
2. special part
3. plan of development programs

General part

The general part of the budget consists of:

- A. Total balance of revenue and expenditure
- B. Account receivables and investments
- C. Account funding

For 2010 and 2011 also show the expenditure by development policies

General part

- revenue and expenditure by economic classification (account A, B and C)
- surplus / deficit (balance A)
- How we are funding the budget deficit (balance C)
- changes in account balances

Special part

In special part we can see financial plans of all direct budget users.

Direct budget users are ministries and bodies in their composition, courts, non government budget users (National Assembly, the Court of Audit, Office of the President of Republic, ...)

Special part

II. POSEBNI DEL

		v EUR
BLC / NADSKUPINA / SPU / PU / PO / PG / PPG / DE		Sprejeti proračun 2012
A Bilanca odhodkov		169.490.376
2 VLADNI PRORAČUNSKI UPORABNIKI		169.490.376
151 SLUŽBA VLADE RS ZA LOKALNO SAMOUPRAVO IN REGIONALNO POLITIKO		169.490.376
1536 Služba Vlade RS za lokalno samoupravo in regionalno politiko		169.490.376
01 PODJETNIŠTVO IN KONKURENČNOST		104.235.395
0103 Spodbujanje konkurenčnosti na regionalni ravni		104.235.395
010301 Razvoj regij		104.235.395
01030101 Dodatni začasni ukrepi za problemska območja		20.720.715
01030102 Mednarodno teritorialno sodelovanje		8.720.186
01030103 Regionalni razvoj		74.534.514
01030104 Sistem regionalne politike		260.000
14 UPRAVLJANJE SISTEMOV JAVNE UPRAVE		65.254.982
1401 Upravljanje sistemov javne uprave na državni in lokalni ravni		53.984.753
140104 Lokalna samouprava		53.984.753
14010401 Investicije v občinah		48.252.047
14010402 Sistem lokalne samouprave		5.712.706
1403 Urejanje sistema, podpore dejavnosti in administracija na področju upravljanja sistemov javne uprave		11.290.229
140301 Urejanje sistema, podpore dejavnosti in administracija na področju upravljanja sistemov javne uprave		11.290.229
14030107 Sistem kohezijske politike		7.196.435
14030108 Vodenje regionalne politike		4.093.794
B Račun finančnih terjatev in naložb		5.340.000
2 VLADNI PRORAČUNSKI UPORABNIKI		5.340.000
151 SLUŽBA VLADE RS ZA LOKALNO SAMOUPRAVO IN REGIONALNO POLITIKO		5.340.000
1536 Služba Vlade RS za lokalno samoupravo in regionalno politiko		5.340.000
01 PODJETNIŠTVO IN KONKURENČNOST		5.340.000
0102 Spodbujanje rasti in razvoja podjetij		5.340.000
010201 Spodbude za rast in razvoj podjetij		5.340.000
01020104 Razvojni ukrepi SRRS		5.340.000

Special part

In financial plans we can find institutional classification and program classification

BUDGET CLASSIFICATION

INSTITUTIONAL

Who uses public expenditure

ECONOMIC

for what purposes (economic) fiscal resources are being spent

PROGRAM

what for (in which areas), public expenditure is spent

PROGRAM CLASSIFICATION

- It tell us in wich areas state exercise its functions and programs
- government expenditure are classified in spending policies, programs and sub-programs
- basis for the introduction - to result-based budgeting

Plan of development programs

- the third part of the budget
- very important part of the budget - because of multi-annual
- From the NDP's showing individual projects and activities, the year in which expenditures are charged to the budget, and funding sources

Here I am finished, my friendly staff will be with you today and in the coming days and showed a lot more than me about our budget.

THANK YOU FOR YOUR ATTENTION