



## ***Control authorities of Treasury bodies of Ukraine in the area of organization and coordination of activities of senior accountants of budget institutions***

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### **Creation of the unified organizational accounting system envisions the following:**

- ❖ *Modernization of financial and accounting services of budgetary institutions*
- ❖ *Strengthening of control on behalf of the Treasury over budgetary institutions compliance with common rules in accounting and preparation of reporting on use of budgetary funds*
- ❖ *Enhancement of the system of training and re-training of staff members of financial and accounting services*



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## Prerequisites for modernization of financial and accounting services of budgetary institutions

- *availability of different organizational structures of accounting services of budgetary institutions and lack of common approaches to organizing the accounting in budgetary institutions*
- *lack of legislative regulation of organization of activities of accounting services of budgetary institutions and their heads – senior accountants*
- *lack of common unified requirements to the educational and qualification level of heads of accounting services*
- *Presence of risks of appearance of budget violations in the course of using budgetary funds*



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## Stages of modernization of financial and accounting services of budgetary institutions

**I stage** – *Regulatory – legal support*  
(2010-2011)

**II stage** – *implementation of the Model Regulation in the Accounting Service of a Budgetary Institution and the Procedure for coordinating the appointing and dismissing from the position of senior accountant of a budgetary institution*  
(2011)

**III stage** – *carrying out evaluation of activities of senior accountants of budgetary institutions*  
(2013)



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## Implementation of the I stage

### Changes were made in

1. The Budgetary Code of Ukraine
2. The Law of Ukraine on Accounting and Financial Reporting in Ukraine.

### The following was approved:

*A Model Regulation on accounting services of a budgetary institution (Model Regulation), Decree of the Cabinet of Ministers of Ukraine of 26. 01. 2011 No. 59*

*The Procedure for coordinating, appointing and dismissing from the position a senior accountant of a budgetary institution (Procedure for Coordinating), order of the Ministry of Finance of Ukraine of 21. 02. 2011 No. 214*

*The Procedure for carrying out the evaluation of exercise of authorities by a senior accountant of a budgetary institution (Procedure for evaluation), order of the Ministry of Finance of Ukraine of 01. 12. 2011 No. 1537*



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## **The Model Regulation determines the following**

- *control authorities of the Treasury in the process of organization and coordination of activities of senior accountants in the process of organizing and coordinating activities of senior accountants of budgetary institutions*
- *requirements to professional and qualification level of the senior accountant*
- *functional duties, authorities and responsibility of a senior accountant*
- *main tasks and rights of an accounting service*

In accordance with the Model Regulation, **the accounting service** is an independent structural unit of a budgetary institution, which is subordinated directly to the head of the budgetary institution or to his deputy.



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## Control authorities of the Treasury in the process of organization and coordination of activities of senior accountants of budgetary institutions

- ✓ *Coordination of appointments to the position of a senior accountant of a budgetary institution*
- ✓ *Coordination of dismissal from the position of a senior accountant of a budgetary institution*
- ✓ *reviewing messages of senior accountants on getting instructions from heads of budgetary institutions related to carrying out operations, which contradict the legislation*
- ✓ *carrying out evaluation of activities of the senior accountant*



## The Procedure for coordination divides authorities of the Treasury Body and those of the Head of the Budgetary Institution

### The Treasury Body

- *reviews received documents*
- *upon receipt of documents related to appointment of a senior accountant sets the date and time for conducting an interview with the candidate to the position of the senior accountant*
- *upon receipt of documents related to dismissal from the position of the senior accountant reviews grounds specified in the Submission of the head, which prevent the possibility of holding the position of the senior accountant*

### The head of the Budgetary Institution

- *Raises in the Treasury body the issue of appointing to the position or dismissal of the senior accountant of the budgetary institution in case there is a vacancy or in case there are grounds for dismissal from the position*
- *In case it is necessary to make an appointment **within a month from the day the vacancy appeared**, makes a Submission on coordination of appointment to the position of the senior accountant*
- *If there is a need to dismiss **the next day after grounds appear for dismissal** from the position pursuant to the legislation, makes a Submission on coordination of dismissal from the position of the senior accountant*



## **Implementation of Stage II**

### **Coordination of appointment to the position of the senior accountant of the budgetary institution**

- ❑ review of the Submission on coordination of appointment to the position of the senior accountant
- ❑ conducting an interview
- ❑ documenting an Opinion on coordination (refusal to coordinate) of appointment to the position of a senior accountant

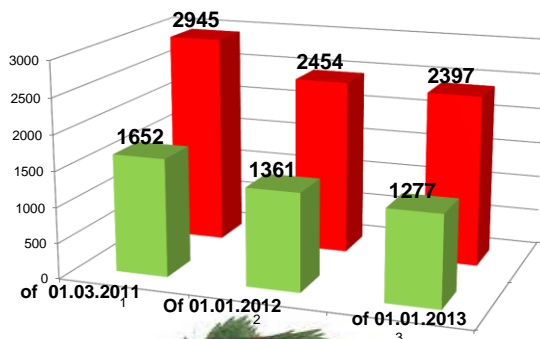


### **Requirements to the professional and qualification level of the candidate to the position of the head of the accounting service – the senior accountant**

- ❖ appropriate education
- ❖ length of service in the profession
- ❖ experience of working in managerial positions
- ❖ professional knowledge



## Dynamics of budgetary institutions, in which the structure of the accounting service does not correspond to the requirements of the Model Regulation



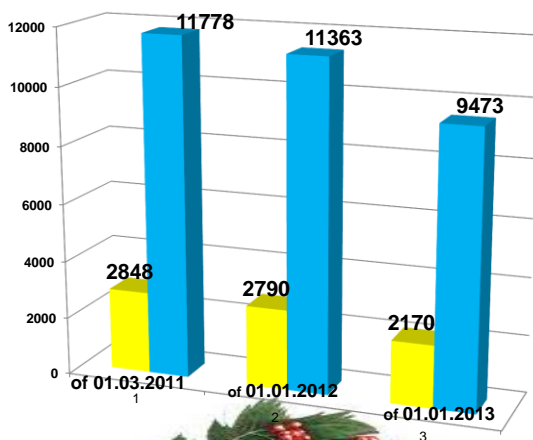
Budgetary institutions of the state budget, in which the structure of the accounting service does not correspond to requirements of the Model

Budgetary institutions of local budgets, in which the structure of the accounting service does not correspond to requirements of the Model Regulation

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## Dynamics of the number of senior accountants who do not have appropriate education



Budgetary institutions of the state budget, in which functions of the senior accountant were performed by persons without appropriate professional education

Budgetary institutions of local budgets, in which functions of the senior accountant were performed by officials without appropriate professional education

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## **Coordination of dismissal from the position of a senior accountant of a budgetary institution**

- ❑ review of the Submission on coordination of dismissal from the position of a senior accountant
- ❑ documenting the Opinion on coordination (refusal to coordinate) of dismissal from the position of a senior accountant



## **Implementation of Stage III**

### **Evaluation of activities of a senior accountant of a budgetary institution**

- ❖ internal
- ❖ external





## Internal evaluation of activities of a senior accountant

*A questionnaire on exercise by the senior accountant of the budget institution his / her authorities*

*Coordination of the filled in Questionnaire with the head of the budgetary institution*

*Presentation of the Questionnaire to the Treasury body (the Commission on Conducting evaluation of a Senior Accountant) until April 1*



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## External evaluation of activities of a senior accountant

Review by the Commission of the Treasury body of the Questionnaire of the senior accountant

Review of information of structural units of the Treasury body related to facts when the senior accountant of the budgetary institution failed to comply with the legislation, in which cases corresponding sanctions were applied to the accountant

Determination of the result of external evaluation of activities of the senior accountant (positive / unsatisfactory)

Presenting to the senior accountant and to the head of the budgetary institution information on the results of external evaluation



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## Expected results

- Resolving issues related to organization and coordination of activities of senior accountants, enhancement of control from the side of Treasury bodies over their exercise of their authorities
- Enhancement of the role of accounting services of budgetary institutions, the status of managers (heads) of accounting services – senior accountants
- Compliance with requirements to the level of education and qualification of managers (heads) of accounting services
- Improvement of efficiency of use of budgetary funds
- Reduction of risks of violations of the budgetary legislation when using budgetary funds



**THANK YOU FOR ATTENTION!**

