



**REPUBLIC OF TÜRKİYE**  
**MINISTRY OF TREASURY AND FINANCE**

# **Impact of TCOP Events on PFM Reform**

**Bariş CAN**  
**Deputy Director General**

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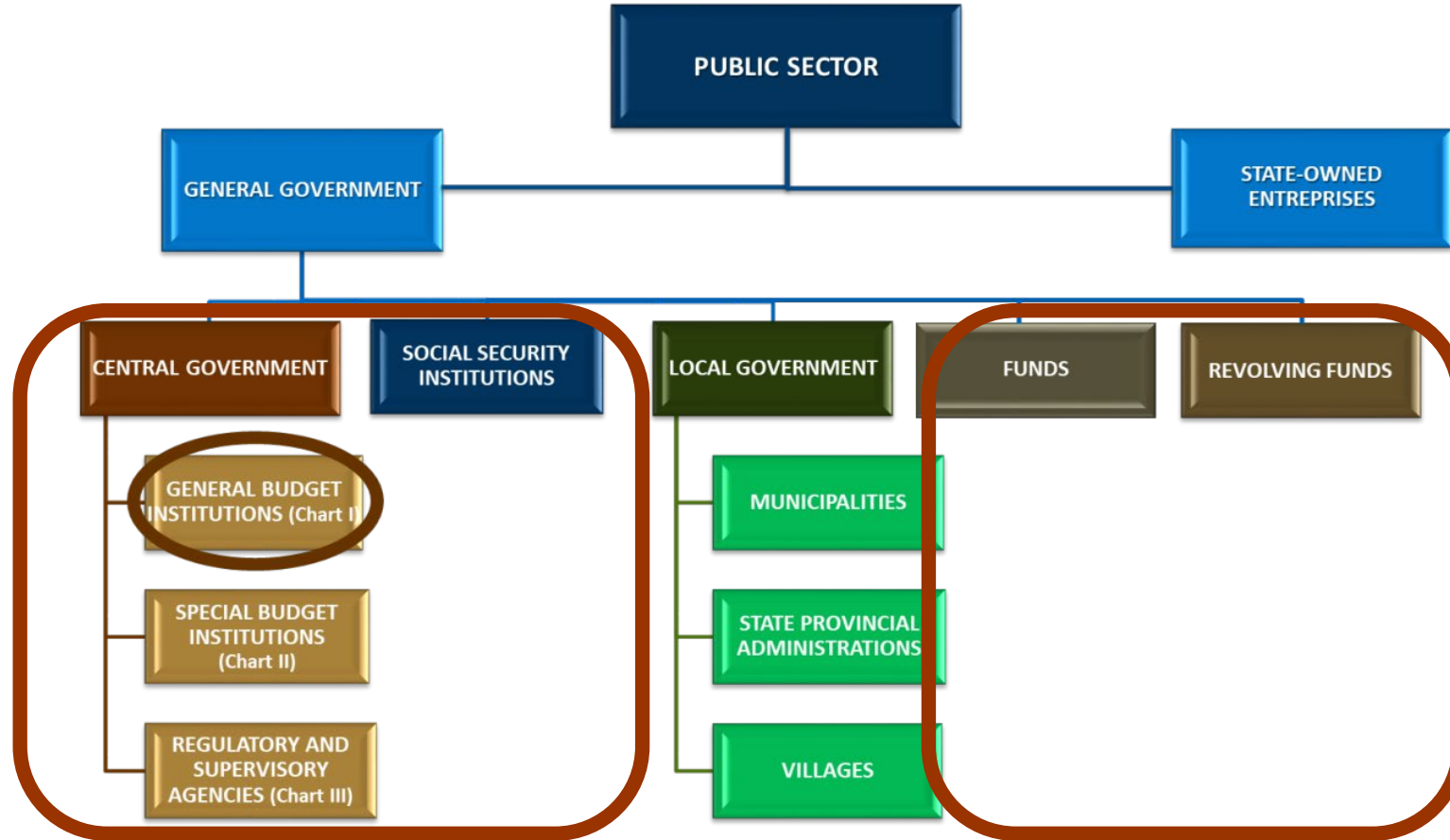
# Impact of TCOP Events on Treasury Performance



- Formal and Informal Knowledge and Experience Sharing
- Leveraging the Experience and Expertise of the Distinguished Experts
- The Frequency of the Events Provides Opportunity to Follow the Latest Trends in Treasury Operations
- The Diversity of Participating Countries offers a Valuable Opportunity to Observe and Analyse a Range of Innovative and Adaptable Practices



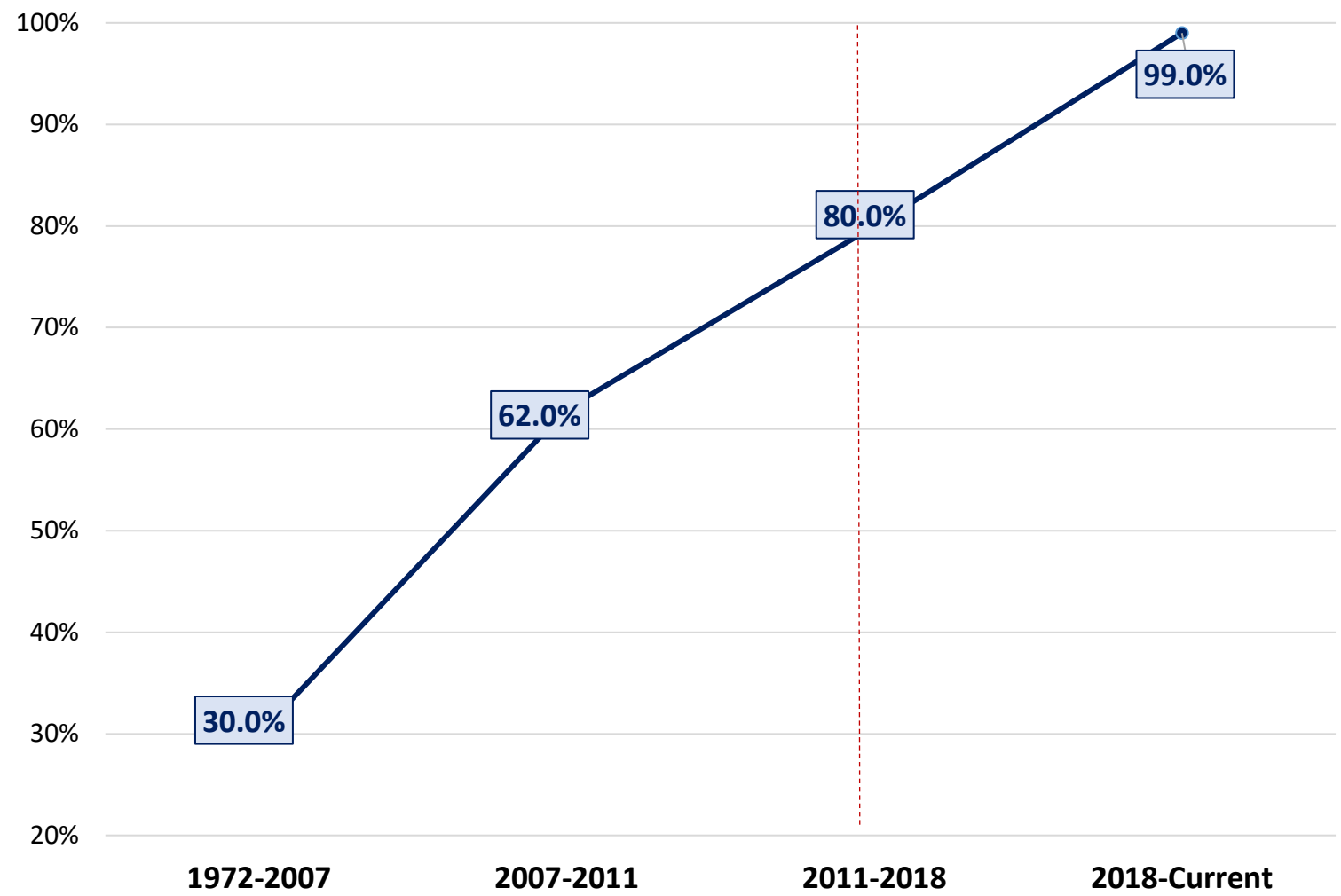
# The Coverage of Extended New TSA



○ The circle represents coverage of the TSA before 2018.



# Introducing the New TSA Improve the Efficiency of the TSA



- With the New TSA, efficiency in the below are is improved;
- Coverage
  - Timely Transactions
  - Timely Information
  - Payment and Collection Method
  - Reconciliation Period
  - Effective Sweeping Mechanism
  - Effective Remuneration
- And other relevant area.

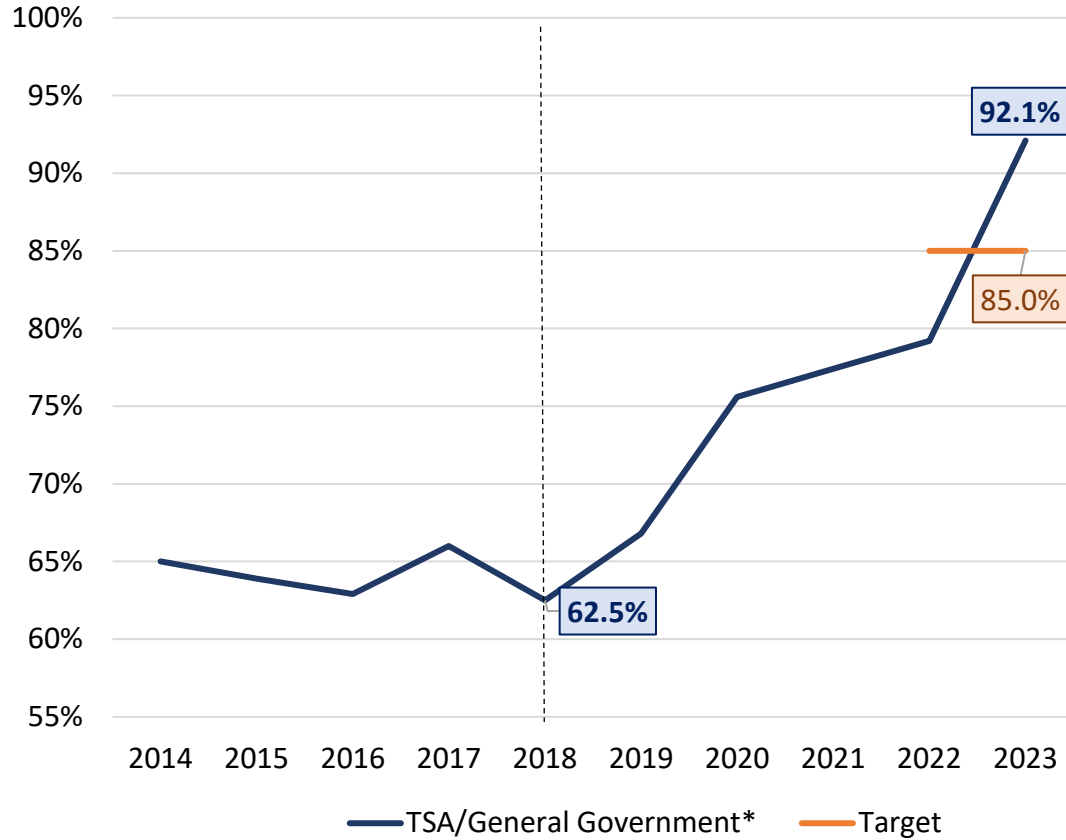
\*Based on Authors' Calculation



# Cash Flows within the TSA is Expanded

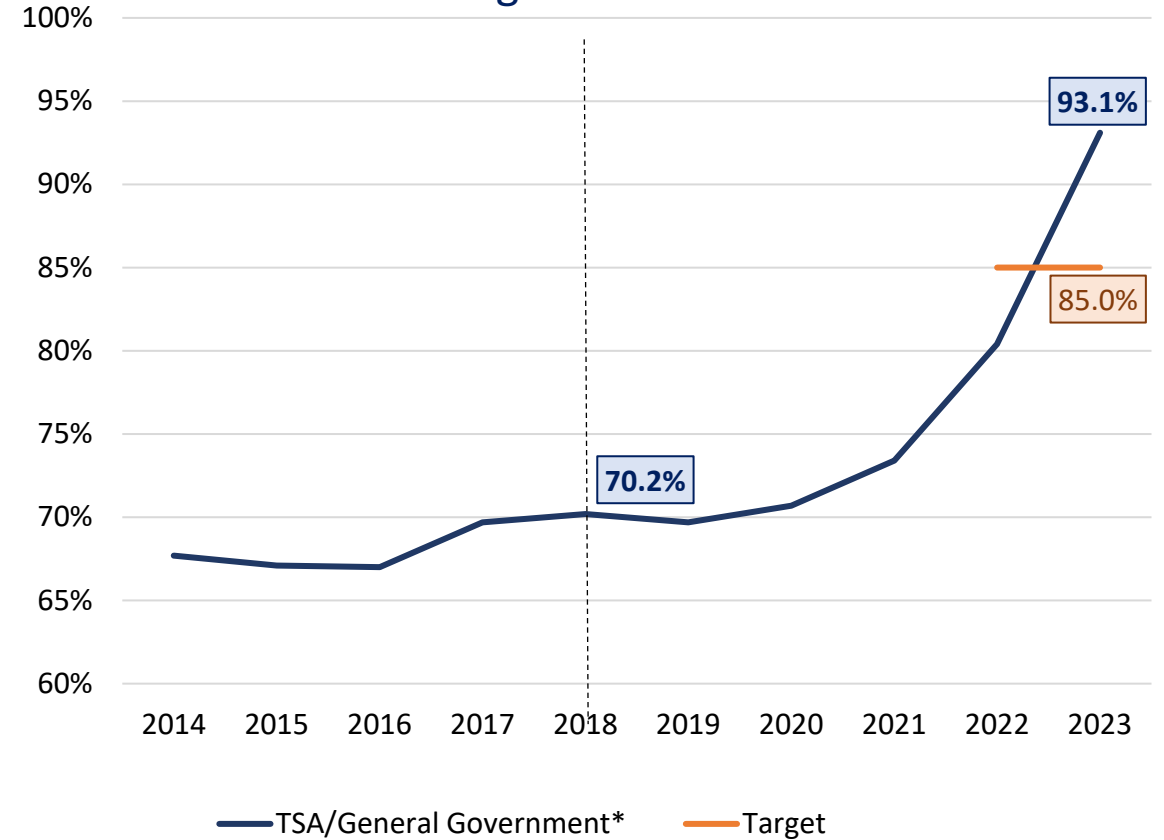


## The Percentage of Expenditures within TSA



By 2023, compared to 2018, around **TL 2.5 trillion** of public expenditure is implemented through a single account **with more control**.

## The Percentage of Revenues within TSA

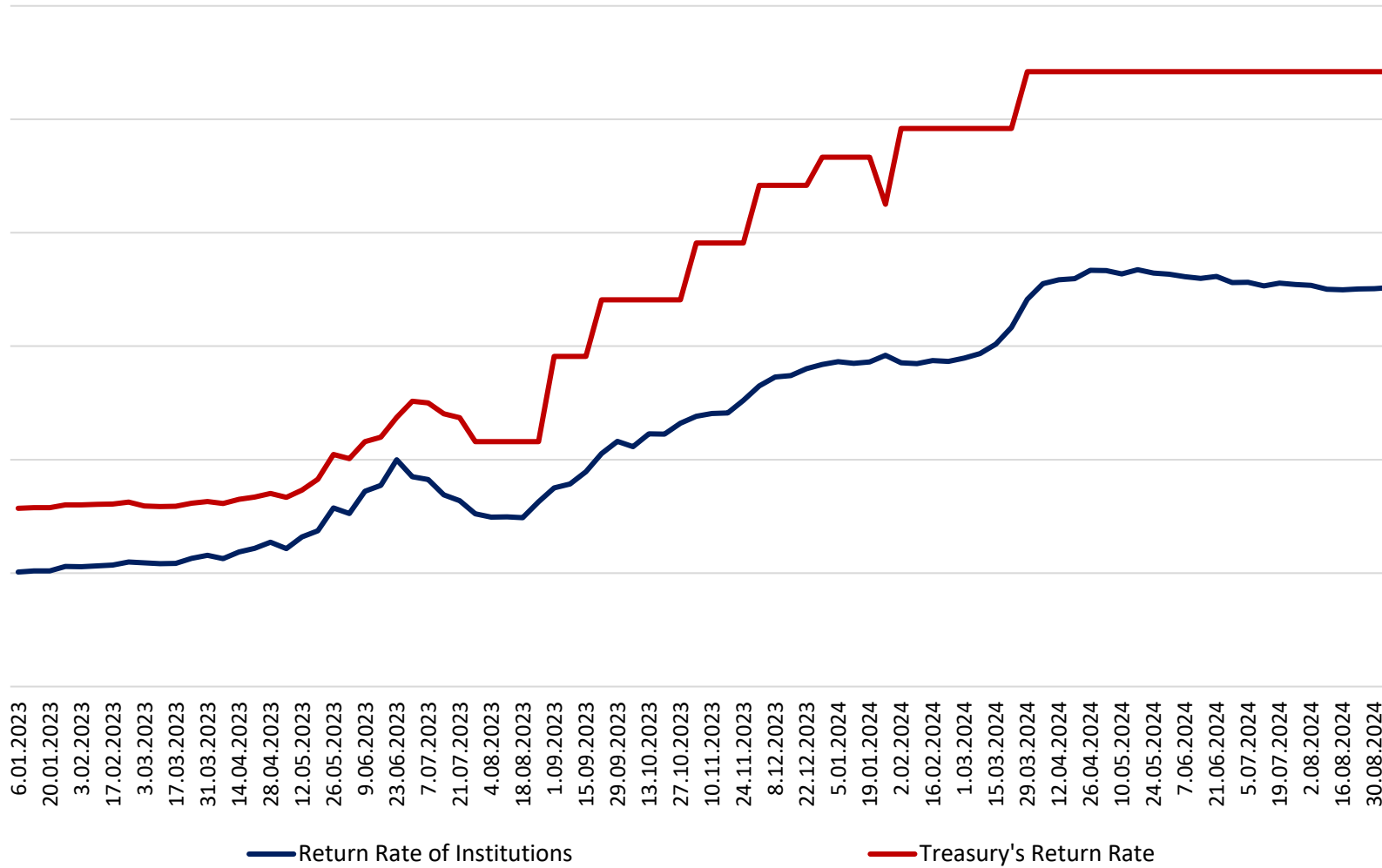


In 2023, compared to 2018, public revenues are **collected in a more centralised** manner through a single account by about **TL 1.7 trillion**.

\*Based on Authors' Calculation



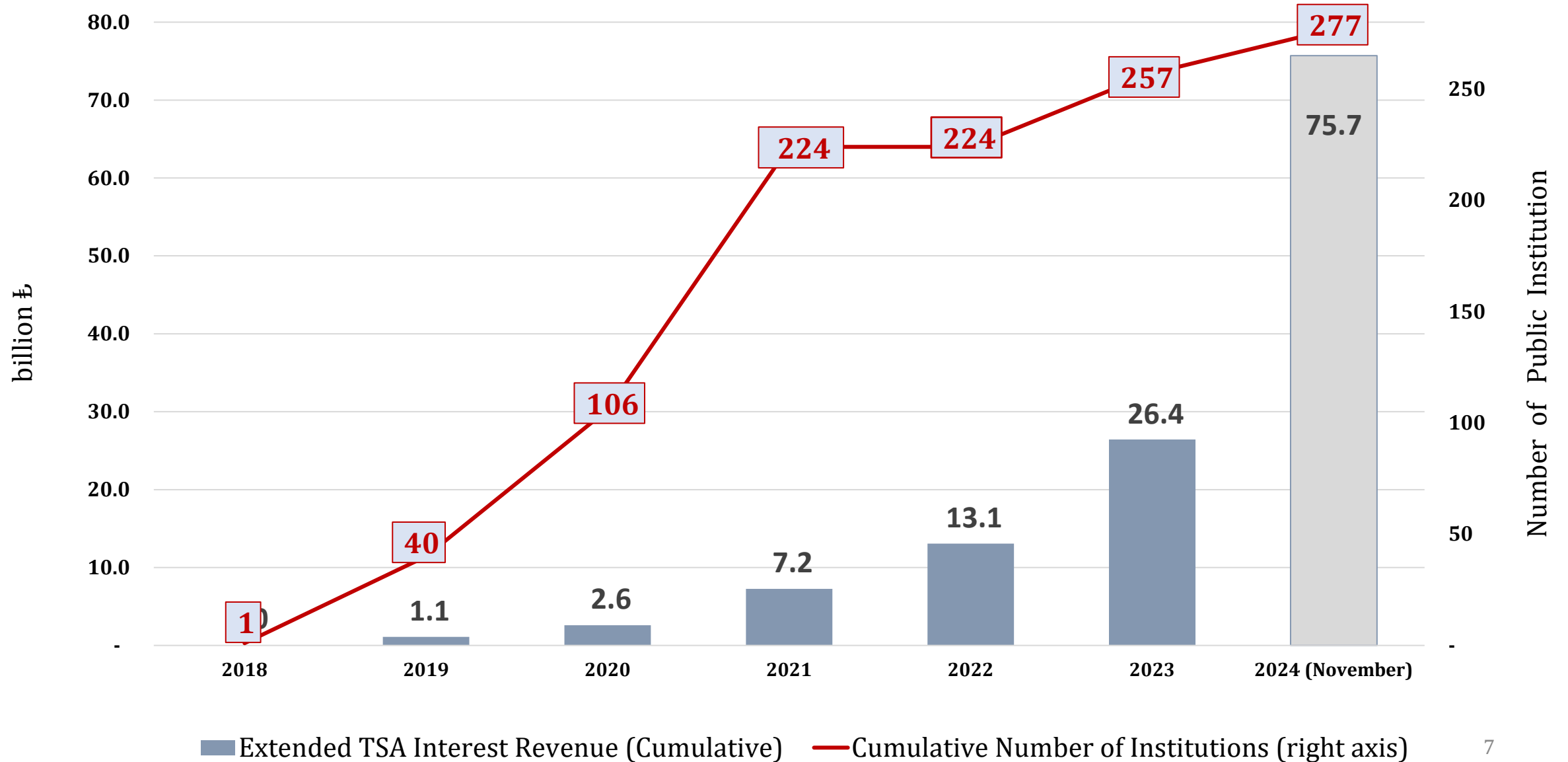
# Return on Cash Surpluses in the New TSA



Compared to other institutions, the Treasury generates higher returns on cash reserve in the New TSA

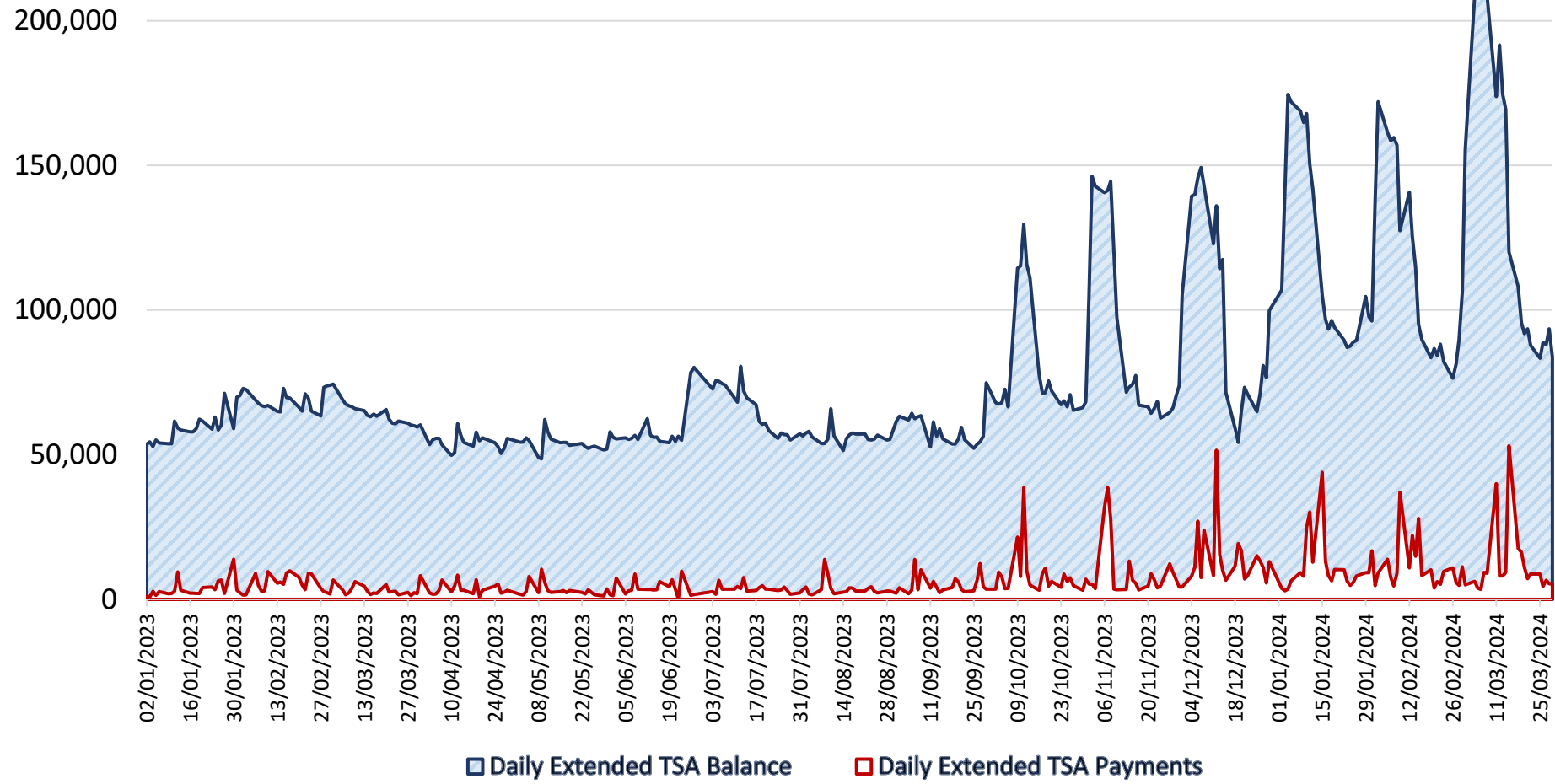


# Gaining Higher Return with Increasing Number of Institutions within TSA





# Cash Balance in the New TSA Used as Cash Buffer



On average, **approximately 10% of the daily balance is used for payments to institutions** in the new TSA system, while the **remaining balance (90%) is utilized as a cash buffer.**

The increase in excess cash reserves in the New TSA system **reduces the cost of the formal cash buffer.**





# Benefits of Introducing the New TSA



- Increase in Treasury cash reserve
- Obtaining higher return from public fund
- Cost-free financing
- Minimizing idle cash resources; lowering precautionary liquidity reserve
- Reducing and avoiding unnecessary borrowing for short-term cash shortage
- Having more control over cash flows and monitoring them through the TSA



**Thanks PEMPAL for guiding us and helping us do better**