PEMPAL Internal Audit Community of Practice (IACOP)
Internal Control Working Group (ICWG) Meeting
53rd IACOP meeting
Sochi, Russian Federation, October 30 - 31, 2019

Objectives
- Present the draft PEMPAL Guidance for internal auditors on assessing the effectiveness of internal control, and agree on the Glossary of the key internal control terms
- Explore practical tools applied in the public sector for implementing COSO principles related to risk management and control activities
- Learn from good practices in public financial management in the Russian Federation and internal control implementation in the public sector

Expected outputs
- Draft PEMPAL Guidance for internal auditors on assessing the effectiveness of internal control by covering all COSO components
- Draft Glossary on internal control

Pre-meeting reading (www.pempal.org)
- Mandatory:
  - Welcome to PEMPAL guide (for the new joiners)
  - PEMPAL Guidance for internal auditors on assessing the effectiveness of internal control:
    https://www.pempal.org/events/iacop-internal-control-wg-and-audit-practice-wg-meetings (all participants)
  - PEMPAL Internal Control Glossary (all participants)
- Recommended: IACOP knowledge products

Time	Activity	Objectives
DAY 1 – October 30, 2019		
09.00 – 09.15	**Presentation of the objectives and expectations from the meeting** **Ms. Edit Nemeth**, *IACOP Chair and ICWG Leader; Head of CHU, MOF, Hungary* **Mr. Arman Vatyan,** *PEMPAL Program Leader and IACOP Lead; Governance, the World Bank*	Introduce the objectives and present the agenda of the meeting
09.15 – 10.30	**PEMPAL IACOP recent knowledge products:** **Guidance for internal auditors on assessing the effectiveness of internal control; and Internal Control Glossary. Collecting country feedback on use and added value of the products.** **Mr. Richard Maggs,** *WB Consultant; former Director International of UK NAO* **Mr. Edgar Mkrtchyan,** *ICWG Co-leader; Head of PIFC CHU, Armenia* **Ms. Edit Nemeth**, *IACOP Chair and ICWG Leader; Head of CHU, MOF, Hungary – Moderator*	Present the Guidance on assessing the effectiveness of internal control, as well as the Glossary of key internal control terms
10.30 – 11.00	**Networking break**	
11.00 – 12.30	**PFM good practices in the Russian Federation.** **Mr. Romanov Sergei,** *Director of the Department for the Budget Methodology and Financial Reporting in the Public Sector, MOF, the Russian Federation* **Mr. Mark Silins,** *Public Financial Management expert, WB consultant - Moderator* **Internal Control and Internal audit reform challenges in the Russian Federation.** **Mr. Stanislav Bychkov,** *deputy Director of the Department for the Budget Methodology and Financial Reporting in the Public Sector, Ministry of Finance, the Russian Federation* **,** *MoF, Russian Federation* **Ms. Diana Grosu-Axenti,** *WB Consultant; former head of CHU and Shared Audit Services; former head of Financial Inspection of Moldova – Moderator*	Learn about good practices in PFM reforms, including internal audit and internal control implementation in the Russian Federation
12.30 – 13.30	**LUNCH**	

Time	Activity	Objectives
13.30– 15.00	**Challenges and opportunities in implementing Public Internal Financial Control (PIFC) model in the context of centralized controls integrated in the budget and treasury processes (including IT controls).** **Mr. Richard Maggs –** *WB Consultant, former Director International of UK NAO* **Mr. Mark Silins,** *Public Financial Management expert, WB consultant* **Ms. Edit Nemeth**, *IACOP Chair and IC WG Leader; Head of CHU, MOF, Hungary – Moderator*	Explore implementation of Risk Management and Control Activities in the public sector
15.00-16.30	**World Cafe: Good practices in Implementation of Risk Management and Control Activities** **Mr. Scott Layton,** *IBM, head of IA & Investigation unit, USA* **Mr. Marcus Erlmoser,** *Deputy CAE IA, MOF, Austria* **Mr. Mark Silins,** *Public Financial Management expert, WB consultant* **Mr. Stanislav Bychkov,** *Deputy Director of the Department for the Budget Methodology and Financial Reporting in the Public Sector, Ministry of Finance, the Russian Federation* **Ms. Edit Nemeth**, *IACOP Chair and IC WG Leader; Head of CHU, MOF, Hungary* **Mr. Dritan Fino,** *Director of CHU for FMC, MOF, Albania* **Mr. Richard Maggs –** *WB Consultant, former Director International of UK NAO* **Mr. Edgar Mkrtchyan,** *ICWG Co-leader; Head of PIFC CHU, Armenia* **Mr. Jan Lokajíček,** *counsellor, CHU, MOF, the Czech Republic* **Ms. Fortunate Myeza,** *IA Support, Director, the Republic of South Africa* **Mr. Petru Babuci,** *IACOP Vice-Chair, and ICWG Co-Leader; CHU, MOF, Moldova - Moderator*	Explore the implementation of Risk Management and Control Activities in the public sector
15.30 – 16.00	**Coffee break combined with the previous session**	
16.30 – 17.00	**Reaching conclusions: Challenges and opportunities in implementing decentralized PIFC model in the context of centralized controls integrated in the budget and treasury information systems** **Mr. Mark Silins,** *Public Financial Management expert, WB Consultant* **Ms. Edit Nemeth,** *IACOP chair, ICWG Leader; Head of CHU, MOF, Hungary* **Mr. Richard Maggs,** *WB Consultant, former Director International of UK NAO - Moderator*	Explore the implementation of Risk Management and Control Activities in the public sector (cont'd)
18.30-20.30 Dinner (Historical Salon, 2nd floor)		
DAY 2 – October 31, 2019		
9.00 – 10.00	**How to assess the internal control in a digital environment** **Mr. Scott Layton**, *IBM head of IA & investigation unit*, **USA** **Mr. Edgar Mkrtchyan,** *ICWG Co-leader; Head of PIFC CHU, Armenia - Moderator*	Learn about the assessment of the internal control in a digital environment

Time	Activity	Objectives
10.00 – 11.00	**Implementing & evaluating risk management and control activities in the public sector** **Mr. Marcus Erlmoser,** *Deputy CAE IA, MOF, Austria* **Ms. Fortunate Myeza,** *Director of IA support, National Treasury, MOF, Republic of South Africa* **Lusine Grigoryan,** *Financial Management Specialist, Governance, World Bank - Moderator*	Explore the practical tools applied in public sector for implementing & evaluating COSO principles related to the components: Risk management and Control activities
11.00 – 11.30	**Networking break**	
11.30 – 12.30	**Fishbowl: Effectiveness of internal controls**	Learn from good practices in internal control implementation in the public sector
12.30 – 13.00	**Conclusions, reporting from the Enabling Groups, and closing**	Conclude on achieving the event objectives Discuss the next steps
13.00-14.30	**LUNCH**	
18.30-20.30	**Dinner (Historical Salon, 2nd floor)**	