



# REPUBLIC OF KAZAKHSTAN: REFORMING IN THE FIELD OF BUDGETING

Ljubljana

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# BUDGET POLICY DIRECTION

## Concepts that serve as the basis for the development of the Budget Code

2007

### Concept KZ for the implementation of a results-oriented state planning system

- The Budget Code of 2008 was adopted
- laid the foundation for the transition to a results-based budget (RBB)
- transition to a three-year budget
- a state planning system has been introduced
- stability of interbudgetary relations was ensured by legislatively determining the volume of general transfers for a three-year period

2013

### Concept KZ of a new budget policy

- The foundations have been laid to ensure the balance of public finances and budgetary efficiency
- accrual accounting of government agencies has been adopted in accordance with international financial reporting standards for the public sector
- submission of consolidated financial statements for the republican budget to the Parliament, and to maslikhats for local budgets
- introduction of forecast consolidated financial statements as an element of accrual budgeting

2022

### The concept KZ of public finance management until 2030

- Introduction of a set of fiscal rules
- improving public debt management policies
- increasing transparency and openness of the public financial management process
- expanding the framework for consolidating public finances
- taking further measures to strengthen the principles of RBB
- automation and digitalization of the public finance management process

## Current tasks of the Government:

- Building a solid foundation for fiscal policy;
- Mobilizing non-oil revenues by ensuring accountability of the tax base and consistency with the new Tax Code;
- Increasing the efficiency of planning and use of budget funds by strengthening the results-oriented budget and new management tools;
- Ensuring accountability of participants in the budget process and the Government as a whole when making management decisions;
- Ensuring consistency with the provisions of ongoing reforms (improving the state planning system; administrative reform to decentralize public administration).

# Changes to the Budget Code 2025

- ▶ simplification of budget procedures;
- ▶ introduction of long-term forecasting with a horizon of 10 years;
- ▶ a new requirement for a spending review;
- ▶ transfer of certain taxes from the republican level to the local budget level;
- ▶ expanding the list of information published by the public sector and information submitted to the Parliament;
- ▶ strengthening accountability requirements for quasi-public sector entities;
- ▶ consolidation of provisions on public finance statistics;
- ▶ improvement of liquidity management;
- ▶ implementation of a pilot project: a “block” budget, within which the bulk of expenses is set for 3 years without annual revision;
- ▶ formation of consolidated financial statements taking into account organizations controlled by the Government and local executive bodies from 2027.



**THANK YOU FOR ATTENTION!**