

FY20 PFTAC Work Plan - May 2019 to April 2020: Timor-Leste - FINAL OUTTURN AS AT APRIL 2020

TA Area	Objective	Country	Outcome Targeted	Activity	May 2019 - April 2020 (in person-days)			Number of Missions/Activities	Updated inputs at Oct 31, 2019 (person-days - changes in red)			Number of Missions/Activities	% of updated plan delivered at end-Oct	Updated inputs at Apr 30, 2020 (person-days - changes in red)			Number of Missions/Activities	% of updated plan delivered at end-Apr	Delivery Status	Milestones	Comments	Planned Date	Experts
					PFTAC resident advisors	ST experts	Total		PFTAC resident advisors	ST experts	Total			PFTAC resident advisors	ST experts	Total							
Financial Sector Supervision	1. Develop and strengthen banking regulations in line with international standards	Timor-Leste	1.1 Supervisors and regulations require banks to apply sound policies and processes to identify, measure, monitor and control their financial risks on a timely basis and assess their capital adequacy in relation to their risk profile	Assistance in finalizing draft Prudential Standards following stakeholder consultation	0	12	12	1	-	-	-	-	0%	-	-	-	-	0%	Shift to FY21	Applicable credit risk guidelines and regulations drafted and sent for industry consultation		1-Jun-19	TBC
					0	12	12	1	-	-	-	-	0%	-	-	-	-	0%		Applicable credit risk guidelines and regulations are finalized and formally issued			
					0	12	12	1	-	-	-	-	0%	-	-	-	-	0%		Applicable regulatory capital treatment for IFRS 9 regulation is drafted and sent for industry consultation			
					0	12	12	1	-	-	-	-	0%	-	-	-	-	0%		Applicable regulatory capital treatment for IFRS 9 regulation is finalized and formally issued			
Government Finance Statistics	1. Strengthened macroeconomic and financial statistics compilation and dissemination for decision making: compilation methodologies in line with international standards for GFS	Timor-Leste	1.9 Data are compiled and disseminated using appropriate statistical techniques, including to deal with data sources, and/or assessment and validation of intermediate data and statistical outputs.	Imbalances using various data sources to compile GFS are investigated and resolved.	2	0	2	Remote	2	-	2	2	0%	5	-	5	100%	Dec 2 - 6, 2019	<ul style="list-style-type: none"> <li>Compile GG GFS FY2018.</li> <li>Review and complete updates between various source systems to resolve discrepancies, e.g. balance sheet transactions.</li> <li>Updates to the COA in ProClarity transparency portal to facilitate GFS compilation.</li> <li>Resume the compilation and dissemination of the quarterly GFS report.</li> <li>Compile and disseminate annual public sector debt statistics. [RBM – GO – 9.8]</li> </ul>	Statistical discrepancies and other potential indicators of problems in statistical outputs are investigated. With support of the Information Technology Free balance international team.	Remote	Luis	
Public Financial Management	1. Improved laws and effective PFM institutions	Timor-Leste	1.2 MoF capacity can meet enacted PFM responsibilities	Establishing PFM reform priorities post PEFA	5	0	5	1	5	-	5	1	0%	-	-	-	-	0%	Cancelled	PFM roadmap established	No STX Days	Apr-19	Neves
Revenue Administration	1. Strengthened revenue administration management and governance arrangements	Timor-Leste	1.1.2 Capacity for reform increased due to clear reform strategy and a strategic management framework adopted and institutionalized	Develop MTRS	-	-	-	1	-	-	-	-	0%	-	-	-	-	0%	Shift to FY21	Design and implementation of an MTRS by 6/30/2020.	The authorities have requested assistance in the design of an MTRS.	May-19	FAD
			1.1. - 1.7. Strengthen revenue administration management and governance arrangements	Diagnostic review	-	-	-	-	8	8	1	0%	-	-	-	-	-	-	0%	Cancelled			
	2. Strengthened core functions evidenced by an accurate taxpayer base, taxpayer services supporting voluntary compliance, improvements in filing, payment and audit activities	Timor-Leste	1.8.1 Effective implementation of a new tax or modernized legislation	Facilitate implementation of VAT	-	36	36	2	-	-	-	-	0%	-	-	-	-	0%	Shift to FY21	Successful implementation of VAT.	A decision to implement a VAT has been made with a request from the authorities to support implementation.	Jul-19/ Nov-19	Story
			2.3.1 - 2.3.2 A larger proportion of taxpayers meet their filing obligations as required by law	Improve on-time filing and management of outstanding tax returns	0	5	5	1	-	-	-	-	0%	-	-	-	-	0%	Shift to FY21	On-time filing operating at improved efficiency levels by 31/12/2020 and measured against TADAT dimensions.	PFTAC will assist in setting up new processes to improve efficiency levels needed to take performance to the next level.	Jun-19	McGregor
			2.4.1 - 2.4.3 A larger proportion of taxpayers meet their payment obligations as required by law	Improve on time payment and management of tax arrears	0	7	7	-	-	-	-	-	0%	-	-	-	-	0%	Shift to FY21	On-time payment operating at improved efficiency levels by 31/12/2020 and measured against TADAT dimensions.	Included under 2.3.1 - 2.3.2. PFTAC will assist in setting up new processes to improve efficiency levels needed to take performance to the next level.	Jun-19	McGregor
2.2.1 Taxpayer services initiatives to support voluntary compliance are strengthened	Strengthen taxpayer services	0	6	6	-	-	-	-	-	0%	-	-	-	-	0%	Shift to FY21	Improved delivery of taxpayer services by 31/12/2020 and measured against TADAT dimensions.	Included under 2.3.1 - 2.3.2. PFTAC will assist as TA is needed to institutionalize the concept	Jun-19	McGregor			
<b>TOTAL</b>					<b>7</b>	<b>66</b>	<b>73</b>	<b>6</b>															
Updated Plan Total Days					7	66	73	6	7	8	15	2											
Delivered by Oct 31:					0	0	0	0	0	0	0	0											
Percentage of Revised Plan:					0%	0%	0%	0%	0%	0%	0%	0%											

Financial Sector Supervision	Legal	Timor-Leste	1.1 Supervisors and regulations require banks to apply sound policies and processes to identify, measure, monitor and control their financial risks on a timely basis and assess their capital adequacy in relation to their risk profile	Review of Banking legislation	0	12	12	1	-	-	-	-	0%	-	-	-	-	0%	Shift to FY21	TBC		1-May-19	TBC LEG
			1.2 Supervisors and regulations require banks to have robust governance policies and processes covering among others effective board and senior management oversight and sound control environment.																	TBC			
<b>TOTAL</b>					<b>0</b>	<b>12</b>	<b>12</b>	<b>1</b>															

Updated Plan Total Days					0	12	12	1	0	0	0	0										
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Delivered by Oct 31:					0	0	0	0	0	0	0	0										
Percentage of Revised Plan:					0%	0%	0%	0%	0%	0%	0%	0%										

<b>TOTAL</b>					<b>7</b>	<b>78</b>	<b>85</b>	<b>7</b>															
Updated Plan Total Days					7	78	85	7	7	8	15	2											

Delivered by Oct 31:					0	0	0	0	0	0	0	0										
Percentage of Revised Plan:					0%	0%	0%	0%	0%	0%	0%	0%										

Actual Outturn at April 30, 2020:					5	0	5	0	71%	0%	33%	0%										
Percentage of Mid-Year Revised Plan:					71%	0%	33%	0%	71%	0%	6%	0%										
Percentage of Original Plan:					71%	0%	6%	0%	71%	0%	6%	0%										