

FY21 PFTAC Work Plan - May 2020 to April 2021: Timor-Leste

TA Area	Objective	Country	Outcome Targeted	Activity	May 2020 - April 2021 (in person-days)			Number of Missions/ Activities	Milestones	Comments	Planned Date	Experts
					PFTAC resident advisors	ST experts	Total					
Financial Sector Supervision	1. Develop and strengthen banking regulations in line with international standards	Timor-Leste	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.	Assist with QIS on IFRS 9 regulation	-	14	14	1				STX
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.	3	-	3	Remote	<ul style="list-style-type: none"> Review and complete updates between various source systems to resolve discrepancies, e.g. balance sheet transactions. Updates to the COA in ProClarity transparency portal to facilitate GFS compilation. Finalize institutional sectorization enabling complete coverage for GFS compilation Resume the compilation and dissemination of the quarterly GFS report. Develop GFS tables for inclusion in the Budget documents. Compilation procedures are designed to minimize processing errors, such as coding, editing, and tabulation errors Begin to publish annual GFS data on MoFP website, including revised/ benchmarked series 	Statistical discrepancies and other potential indicators of problems in statistical outputs are investigated. With support of the Information Technology Free balance international team.	Nov, 2020	Temes
			1.12 Higher frequency data has been compiled and disseminated internally and/or to the public.	Compile, review and disseminate data to the IMF Statistics Department.								
Macroeconomic Programming and Analysis	Well functioning macroeconomic policy and institutions: improved macroeconomic policy advice to government	Timor-Leste		Diagnosis of macroeconomic capacity	5	-	5	1				Beaumont
Public Financial Management	1. Improved laws and effective PFM institutions	Timor-Leste	1.2 The capacity of ministry of finance to meet its PFM responsibilities is enhanced	Roadmap following PEFA	5	-	5	1	PFM roadmap prepared and approved	Depending on PEFA and development partners.	Sep, 2020	Neves
	5. Improved asset and liability management		5.4 Disclosure and management of state assets is improved	Identify issues around asset and liability management	5	-	5	1		Requested at Annual Meeting	Feb, 2021	Expert
Revenue Administration	1. Strengthened revenue administration management and governance arrangements	Timor-Leste	1.1. - 1.7. Strengthen revenue administration management and governance arrangements	Diagnostic review	-	36	36	1	Identify needs for modernization and reforms, agree on CD	PFTAC not involved with TL for past years	June 8 -19, 2020	Story/O'Keefe
			1.8.1 Effective implementation of a new tax or modernized legislation	Assist with implementation of VAT	-	16	16	1	Implementation strategies and plans for VAT finalized by 12/31/20.	A decision to implement a VAT has been made with a request from the authorities to support implementation.	Jun 15 - 26, 2020	Expert
			1&2 Better revenue administration, management and governance arrangements & stronger tax administration core functions.	TADAT Assessment	-	-	-	-	TADAT assessment completed by 1/31/21	TADAT Secretariat	FY22	Expert/ HQ
TOTAL					18	66	84	6				

Financial Sector	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	-	12	12	1				IEG
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Supervision	Regu	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.										
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TOTAL	0	12	12	1
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TOTAL	18	78	96	7
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