



LAPORAN PERSIDANGAN
***“GLOBAL CONFERENCE ON
ACCOUNTING AND FINANCIAL
REPORTING BY GOVERNMENT”***





BUTIRAN PERSIDANGAN

TARIKH	17 – 18 DISEMBER 2012
TEMPOH	2 HARI
TEMPAT	DOLCHE HOTEL LA HUPPE, BRUSSELL
ANJURAN	PwC



OBJEKTIF PERSIDANGAN

Memberikan **kesedaran** dan **pengetahuan** kepada peserta mengenai perkara-perkara berkaitan transformasi ke arah perakaunan akruan, amalan dan penggunaan IPSAS, pelaporan kewangan sektor awam, perakaunan aset dan sistem teknologi maklumat di bawah perakaunan akruan.



TOP 10 KEY MESSAGE

<i>Part 1</i>	<i>Government accounting and financial reporting, now and tomorrow – The dynamic for accrual accounting.</i>
<i>Part 2</i>	<i>Making the transition to accrual accounting - Benefits and challenges</i>
<i>Part 3</i>	<i>The future of the government finance function.</i>



TOP 10 KEY MESSAGE

Part 1

***Government accounting and financial reporting,
now and tomorrow – The dynamic for accrual
accounting.***

KEY MESSAGE

- 1. There is great diversity in accounting practices but the trend towards accrual accounting is clear.*

PWC INSIGHTS

- 1. There is an urgent need for sound and transparent accounting by all government. Governments financial statements should reflect the full economic impact of political decisions.*



TOP 10 KEY MESSAGE

Part 1

***Government accounting and financial reporting,
now and tomorrow – The dynamic for accrual
accounting.***

KEY MESSAGE

2. A major shift to accrual accounting is expected in developing countries, with IPSAS serving as a common reference point.

PWC INSIGHTS

2. Harmonization of high-quality public sector accounting standards on the international level enhance the credibility of government financial statements and facilitates comparison within the global public sector.



TOP 10 KEY MESSAGE

Part 1

***Government accounting and financial reporting,
now and tomorrow – The dynamic for accrual
accounting.***

KEY MESSAGE

*3. Budgets remain largely
on a cash basis.*

PWC INSIGHTS

*3. Accrual budgeting provides
better insight for decision-making,
considering the long-term impact
of political decisions.*



TOP 10 KEY MESSAGE

Part 2

Making the transition to accrual accounting - Benefits and challenges

KEY MESSAGE

4. Conversion to IPSAS or similar accrual accounting standards is useful for government stakeholders.

PWC INSIGHTS

4. The full benefits of accrual accounting implementation based on IPSAS or equivalent can only be captured as part of the wider finance reform.



TOP 10 KEY MESSAGE

Part 2

Making the transition to accrual accounting - Benefits and challenges

KEY MESSAGE

5. Greater transparency and accountability, comprehensive inventory of assets and liabilities, and the performance assessment are the main benefits.

PWC INSIGHTS

5. Better accounting leads to better reporting, which provides information for better decision-making, and in turn should lead to better use of public resources.



TOP 10 KEY MESSAGE

Part 2

Making the transition to accrual accounting - Benefits and challenges

KEY MESSAGE

6. Accounting for fixed assets, application of accruals concepts and disclosure requirements are the major areas of impact.

PWC INSIGHTS

6. The change in accounting rules will impact the numbers, require the production of new data and a cultural shift in the mindset of those involved. The impact will be even greater if consolidation and employee benefits are included.



TOP 10 KEY MESSAGE

Part 2

Making the transition to accrual accounting - Benefits and challenges

KEY MESSAGE

7. More than three years is required on average to transition to accrual-based IPSAS (or similar).

PWC INSIGHTS

7. The change to accruals-based IPSAS is much more than an accounting exercise, it is a transformation of the government finance function which impacts the whole organization.



TOP 10 KEY MESSAGE

Part 2

Making the transition to accrual accounting - Benefits and challenges

KEY MESSAGE

8. The lack of trained staff and IT system requirements are the main challenges.

PWC INSIGHTS

8. A well-designed projects and effective change management strategy, which considers people and systems requirements, are crucial for successful implementation.



TOP 10 KEY MESSAGE

Part 3

The future of the government finance function.

KEY MESSAGE

9. Governments indicate a desire to improve their finance function.

PWC INSIGHTS

9. By transitioning from scorekeeper to business partner, government finance functions will realize significant improvements.



TOP 10 KEY MESSAGE

Part 3

The future of the government finance function.

KEY MESSAGE

10. Cost accounting, performance management and fixed assets accounting and management are the key areas for improvement.

PWC INSIGHTS

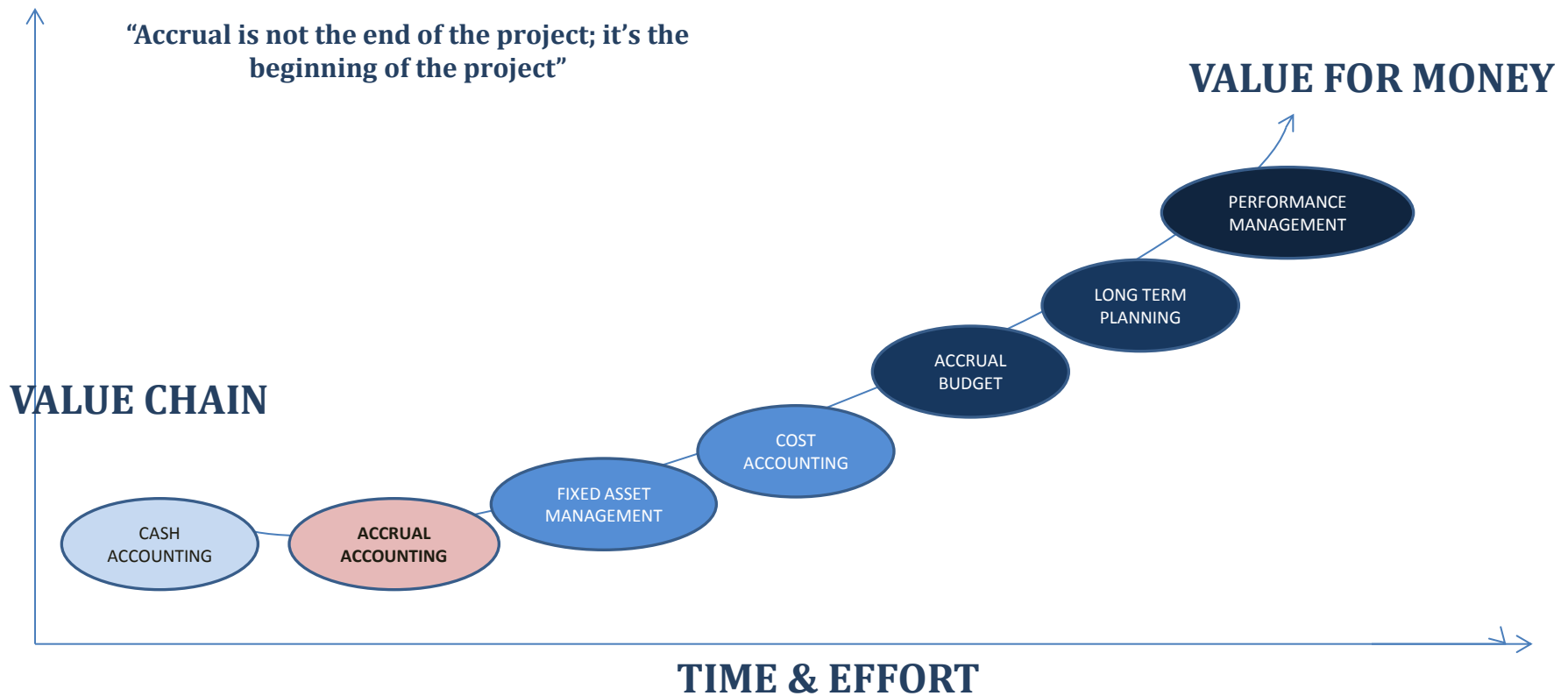
10. Improving these key areas will contribute to the overall objective of enhanced service performance and long-term sustainability of public finances.



TOP 10 KEY MESSAGE

Part 3

The future of the government finance function.





Area Focus.....

Modernizing the Treasury Policy Suite

- Role of the AG
- Constant & progressive renewal : accounting policy
- Technology & support changes : 1GFMAS

Talent Management & Succession Planning

- Advisor & technical expert
- Next generation

Back-Office Efficiencies

- Standardization of process
- Focus ERP (Enterprise Resource Planning)

Data for Decision Making

- Make sure information is consistent
- Appropriately & efficiently
- Available to public & decision makers
- Standard COA

Accrual

- Accounting & Budgeting

Accounting Standard

- MPSAS

Reporting

- Management : performance report, report on planning & priorities
- Financial : Public Account, Departmental FS, Internal control & self assessment
- Proactive disclosure ; contracts, grants, contribution, lease



PELAN TINDAKAN

- ✓ Kerjasama perlu diadakan dengan firma-firma perakaunan antarabangsa agar dapat membantu pegawai meningkatkan pengetahuan dan keupayaan menghasilkan pelaporan yang memenuhi standard antarabangsa.
- ✓ Menempatkan pegawai di negara yang mengamalkan perakaunan akruan menggunakan SAP seperti negara Perancis & Republic of Estonia.



PENUTUP

Pendedahan perkembangan pengurusan kewangan dan perakaunan di peringkat dunia amat kritikal dan diperlukan oleh pegawai JANM khususnya dalam usaha JANM ke arah perakaunan akruan. Banyak pengetahuan dan strategi amalan yang telah dilaksanakan dipelbagai negara semasa pelaksanaan asas akruan yang dapat kita pelajari agar kesalahan yang sama dapat diatasi dan seterusnya transformasi perakaunan akruan dapat berjalan dengan lancar.