



Development of Public Sector Accounting (P159931)

EUROPE AND CENTRAL ASIA | Albania | Governance Global Practice |
Recipient Executed Activities | Investment Project Financing | FY 2017 | Seq No: 3 | ARCHIVED on 29-Dec-2021 | ISR49720 |

Implementing Agencies: Government of Albania, Ministry of Finance and Economy (Albania)

Key Dates

Key Project Dates

Bank Approval Date: 11-May-2017
Original Closing Date: 30-Jun-2020

Effectiveness Date: 21-Jun-2018
Revised Closing Date: 31-Dec-2021

Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The proposed development objective of the project is to: develop a road map for public sector accrual accounting implementation and to support the early stages of this reform, including building essential technical skills.

Has the Project Development Objective been changed since Board Approval of the Project Objective?

No

Overall Ratings

Name	Previous Rating	Current Rating
Progress towards achievement of PDO	<input type="checkbox"/> Moderately Unsatisfactory	<input type="checkbox"/> Moderately Unsatisfactory
Overall Implementation Progress (IP)	<input type="checkbox"/> Satisfactory	<input type="checkbox"/> Satisfactory

Implementation Status and Key Decisions

Despite Covid-19 pandemic situation in the country, progress has been made on several key project activities. Under component 1, (i) the procurement of Technical Assistance for IPSAS implementation" was finalized, (ii) advanced with an in-depth analysis, including update for public sector accounting gap analysis and related business process review, under the same contract; (iii) started drafting of national guideline on public sector accounting under the same contract; and (v) advanced with the translation of IPSAS in local language. Under Component 2, (i) the procurement of "Development of Professional Accounting Skills and Sustainable Public Sector Accounting training mechanism was finalized; (ii) completion of the training needs assessment and training of 28 trainers for the public sector accounting (PSA) training program; (iii) initiated the pilot public sector training program, and other tasks under the same contract; and (iv) international certification of 19 MoFE staff on PFM. Under Component 3, the GDFC was supported with procurement expertise to fill the temporary vacancies. However, due to the constrained implementation timeline due to COVID-19, the satisfactory completion of the following outputs, such as (i) review of legal framework, national guideline and institutional responsibilities for public sector accounting, (ii) pilot PSA training and continuing professional development program, and (iii) PSA educational framework, as well as full achievement of the Project Development Objectives would not be possible according to the contractors.

Risks

Overall Risk Rating



Risk Category	Rating at Approval	Previous Rating	Current Rating
Overall	--	☐ Moderate	☐ Moderate

5. Results

Project Development Objective Indicators

► Financial reports are produced according to adopted new standards, based on the gradual implementation plan. (Yes/No, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	No	No	Yes
Date	30-Jun-2016	26-Jun-2020	16-Dec-2021	30-Dec-2022
Comments:	The technical assistance contract for the IPSAS implementation is in place since December 2020. The work has advanced on the preparation of an in-depth analysis, including the gap analysis and business process review, which underpins the development of public sector accounting requirements and national guidance on public sector accounting and financial reporting - outputs under the contract.			

► Sustainable training and certification program for public accountants (Yes/No, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	No	No	Yes
Date	30-Jun-2016	26-Jun-2020	16-Dec-2021	30-Jun-2022
Comments:	The technical assistance contract for "Development of Professional Accounting Skills and Sustainable Public Sector Accounting training mechanism" is in place since December 2020. The first phase, training of the trainers was conducted during April-October 2021. The Piloting of the first-time training on IPSAS based public sector accounting started in November 2021. Other outputs under the contract comprise a Continuing Professional Development program, an Educational Frameworks and a Certification Program.			

► Institutional responsibilities within MOF are defined (Yes/No, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	No	No	Yes
Date	30-Jun-2016	26-Jun-2020	16-Dec-2021	30-Dec-2021
Comments:	The technical assistance contract for the IPSAS implementation is in place since December 2020. Work has advanced on the preparation of an in-depth analysis, including the gap analysis and business process review, which underpins the development of public sector accounting requirements and national guidance on public sector accounting and financial reporting. Definition of institutional responsibilities on public sector accounting is one of the outputs of the contract.			

► Improved quality of accounting, statistical and financial reporting evidenced by the PEFA assessment (Yes/No, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target



Value	No	No	No	Yes
Date	30-Jun-2016	26-Jun-2020	16-Dec-2021	30-Dec-2022

Intermediate Results Indicators

► Development of long term action plan for transition from the existing public sector accounting and financial reporting framework. (Yes/No, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	Yes	Yes	Yes
Date	30-Jun-2016	23-Oct-2019	23-Oct-2019	23-Oct-2019

► Translation of selected IPSAS and related publications (Yes/No, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	No	No	Yes
Date	30-Jun-2016	26-Jun-2020	16-Dec-2021	30-Jun-2022
Comments:	The translation arrangements are in place, including translation software, translator, reviewer and reviewing committee. Up to date, the glossary of key terms has been completed and the Conceptual Framework review is being finalized. The translation of IPSAS 1 to 27 is progressing well.			

► Development of national guidance on public sector accounting and financial reporting (Yes/No, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	No	No	Yes
Date	30-Jun-2016	26-Jun-2020	16-Dec-2021	29-Apr-2022
Comments:	The technical assistance contract for the IPSAS implementation is in place since December 2020. Work has advanced on the preparation of an in-depth analysis, including the gap analysis and business process review, which underpins the development of public sector accounting requirements and national guidance on public sector accounting and financial reporting - an output of the contract.			

► Institutional responsibilities within MOF defined (Yes/No, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	No	No	Yes
Date	30-Jun-2016	26-Jun-2020	16-Dec-2021	29-Apr-2022
Comments:	The technical assistance contract for the IPSAS implementation is in place since December 2020. Work has advanced on the preparation of an in-depth analysis, including the gap analysis and business process review, which underpins the development of public sector accounting requirements and national guidance on public sector accounting and financial reporting. Definition of institutional responsibilities on public sector accounting is one of the outputs of the contract.			



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► Training of a selected number of financial officers to obtain an internationally recognized professional qualification certificate (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	11.00	39.00	25.00
Date	30-Jun-2016	26-Jun-2020	16-Dec-2021	31-Dec-2021

► Identification of sufficient number of trainers, and training through the train of trainers approach (Yes/No, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	No	Yes	Yes
Date	30-Jun-2016	26-Jun-2020	19-Mar-2021	30-Jun-2021
Comments:	28 experts were selected from the public sector finance officers (from MoFE team, Treasury, and other key implementers), State Audit Institution (SAI), academia and Professional Accounting organization (PAOs). The training of trainers was conducted during April 2021 - October 2021.			

Data on Financial Performance

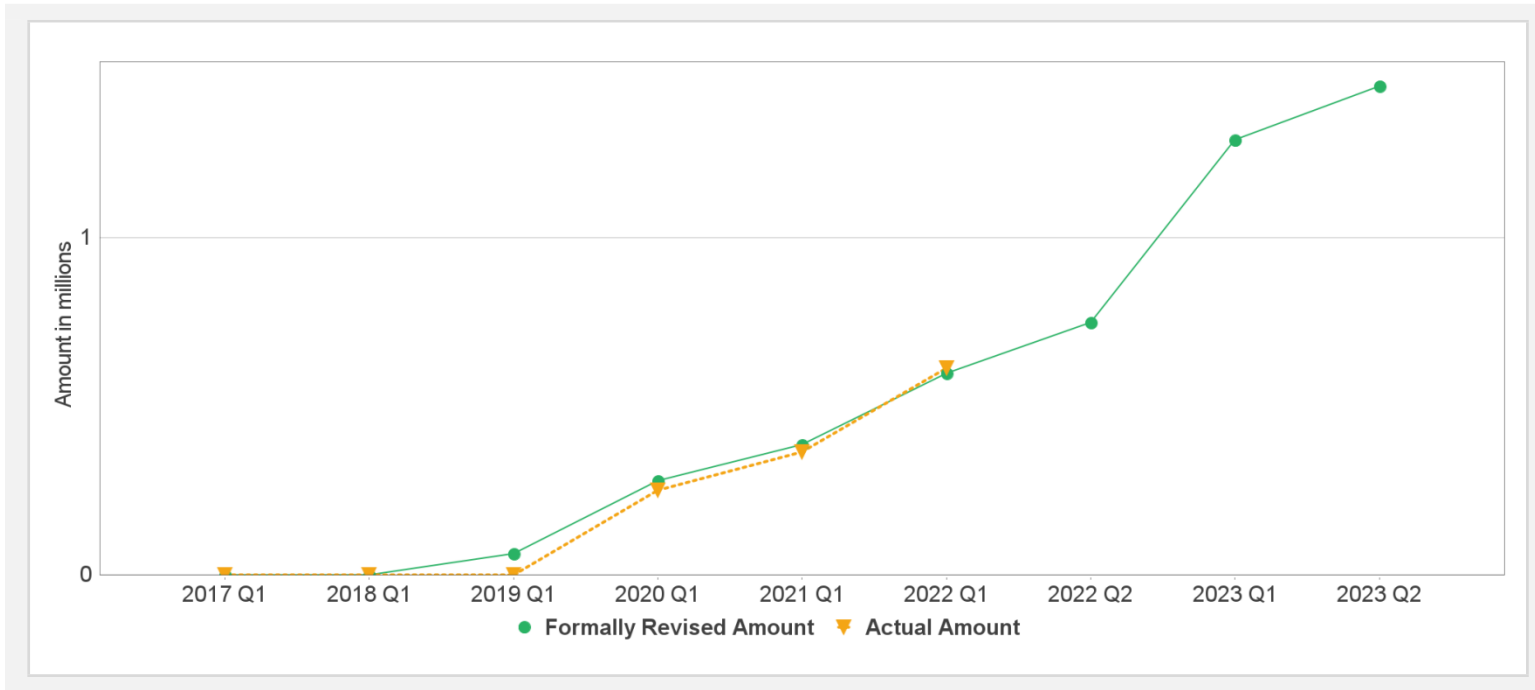
Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
P159931	TF-A3277	Effective	USD	1.07	1.07	0.00	0.61	0.46	57%
P159931	TF-A5134	Effective	USD	0.38	0.38	0.00	0.00	0.38	0%

Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P159931	TF-A3277	Effective	07-Nov-2017	03-Apr-2018	21-Jun-2018	30-Jun-2020	31-Dec-2021
P159931	TF-A5134	Effective	07-Nov-2017	03-Apr-2018	21-Jun-2018	30-Jun-2020	31-Dec-2021

Cumulative Disbursements



Restructuring History

Level 2 Approved on 30-Jun-2020

Related Project(s)

There are no related projects.