

CHAPTER 32 FINANCIAL CONTROL

Priority 32.1 Adoption of an updated public internal financial control (PIFC) policy paper and derived public internal financial control legislation

1 Schedule of legislative alignment

Table 32.1.1

| No | EU legislation in force | Draft Turkish legislation | Scope | Institution in charge | Publication date |
|----|--------------------------|---|--|-----------------------|------------------|
| 1 | Regulation No. 1605/2002 | Council of Ministers Decree on the Public Internal Financial Control Policy Paper | Analysis of the current situation in the area of public internal financial control and identification of the work to be conducted in the future. | Ministry of Finance | 2009 |
| 2 | Regulation No. 1605/2002 | Law Amending the Law No. 5018 on Public Financial Management and Control | Restructuring of the Central Harmonization Unit in order to develop and coordinate the public internal audit system. | Ministry of Finance | 2009 |

2 Schedule of institutional capacity building requirements necessary for legislative approximation and implementation

No institutional capacity building requirement is envisaged under this priority at this stage.

3 Financial requirements and resources

No financial requirement is envisaged under this priority at this stage.

Priority 32.2 Adoption of pending legislation to guarantee the functioning of the Turkish Court of Accounts in line with the International organisation of supreme audit institutions (INTOSAI) standards and guidelines

1 Schedule of legislative alignment

Table 32.2.1

| No | EU legislation in force | Draft Turkish legislation | Scope | Institution in charge | Date of enforcement |
|----|---|---|--|---------------------------|---------------------|
| 1 | Regulations No. 4253/88, 2988/95, 2064/97 and 1267/1999 | Law on the Turkish Court of Accounts ¹ | Ensuring compliance with the Constitution and the Law no. 5018 in order to ensure contribution of external audit to the establishment of an accountable and transparent public financial management system | Turkish Court of Accounts | 2009 |

2 Schedule of institutional capacity building requirements necessary for legislative approximation and implementation

No institutional capacity building requirement is envisaged under this priority at this stage.

3 Financial requirements and resources

No financial requirement is envisaged under this priority at this stage.

¹ It is also mentioned under the “Priority 23.1 Increasing the efficiency, efficacy and functionality of the judiciary”

Priority 32.3 Setting up an operationally independent anti-fraud coordination structure for the protection of EU financial interests

1 Schedule of legislative alignment

Table 32.3.1

| No | EU legislation in force | Draft Turkish legislation | Scope | Institution in charge | Date of enforcement |
|-----------|---------------------------------|--|---|------------------------------------|----------------------------|
| 1 | Article 280 of the EC Agreement | Legislation on Establishment of Anti-Fraud Co-ordination Structure-AFCOS | Setting up a inter-institutional network to fight against fraud in order to protect EU's financial interests. | Prime Ministry Inspection Board | 2009 |

2 Schedule of institutional capacity building requirements necessary for legislative approximation and implementation

No institutional capacity building requirement is envisaged under this priority at this stage. However, it is possible to establish new appointments within the current structure while establishing AFCOS with a view to reaching required standards for protecting EU's financial interests.

3 Financial requirements and resources

No financial requirement is envisaged under this priority at this stage. However, financing may be necessary in the framework of new arrangement in order to provide training, infrastructure (IT, management control units...etc) and to ensure coordination and filing.