Deepening the Comprehensive Implementation of Budget Performance Management

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Significance of implementing the budget performance management

Overarching design
The Central Committee of the CPC and the State Council issued the Opinions on Comprehensively Implementing Budget Performance Management in September 2018.

Integrated planning
The budget performance management has been elevated from being a tool at the departments to one at the central government level, expanded from being a regional exploration to a global implementation, lengthened from being about ex-post evaluation only to a combination of target management and evaluation. Such transformation is a milestone.

Creating synergies
The comprehensive implementation of the budget performance management is not just a reform of the budget system, but a reform of the whole public sector. Synergies are needed to secure success.
Creating synergies to promote the budget performance management

- Performance self-evaluation
- Performance evaluation
- Ministry of Finance
- Monitoring performance operation
- Managing performance targets
- Security
- National Audit Office
- Performance
- Reform
- Development

Synergies
Special funds are allocated and utilized in a piecemeal manner, and should be further consolidated.

Undisbursed funds should be used.

Special funds are invested in competitive fields.
Problems with the budget performance management

- Performance targets are not reasonably set.
- Performance information is not adequately used.
- Performance evaluation is not standardized.
- A low share of the performance information gets disclosed.
The concept of budget performance management has not taken root. Accountability has not been fully integrated with the budget performance management. The role of the performance management monitoring system has not been brought into full play.

Budget execution is weak and performance evaluation outcomes do not result in forceful constraints.
Beefing up audits of the budget performance management

Performance targets and evaluation results should be published.

Performance evaluation results should be better used.

On the one hand

On the other hand

The comprehensive implementation of the budget performance management is not just a reform of the budget system, but a reform of the whole public sector.
Beefing up audits of the budget performance management

More attention should be paid to ensure that the budget performance evaluation targets, indicators and standards are scientific, reasonable and measurable.

More attention should be paid to ensure that the budget performance evaluation results are used, and the budget performance management plays its due role in improving the budget management, and strengthening the fiscal resource efficiency and effectiveness.

More attention should be paid to ensure that the budget performance evaluation is objective, accurate and truthful.
Thank you for your attention!