PUBLIC DEBT MANAGEMENT FRAMEWORK
Institutional Framework

• Public Debt Administration

• Ministry of Finance and Economy

• National Assembly

• Government of the Republic of Serbia

• State Audit Institution

• National Bank of Serbia
Legislation

• Public Debt Law adopted in 2005, prepared with assistance of US Treasury

• Law was amended in 2009 and 2011

• Law amendments were related to local government borrowing

• By-laws adopted in period 2005-2011 regulate securities issuance on domestic and international market

• New amendments on Law on Public Debt will be done in 2013
Public Debt Management

• Public Debt Management Strategy for medium-term period

• PDM Strategy is part of Fiscal Strategy for medium-term period

• First PDM Strategy was adopted in 2006

• PDM Strategy improved in 2011 and 2012 with the World Bank team assistance

• Risk management model MTDS

• EC Project is preparing new model for risk management

• Strong commitment of PDA team to improve public debt management
• Reporting on central government public debt is determined by Law on Public Debt

• Serbian law is more strict than Maastricht criteria – guaranteed debt is fully included

• In July 2012 PDA launched web site: www.publicdebt.gov.rs

• Transparent auctions of government securities

• Monitoring and reporting about indebtedness of local government authorities introduced since January 2012
Fiscal Responsibility and Public Debt Sustainability

• Public debt servicing – permanent and unconditional obligation of the Republic of Serbia

• Fiscal responsibility and general fiscal rules regulated by Budget System Law for general government level

• Fiscal Consolidation Medium-term Plan

• Fiscal Council – independent organization

• The first audit of public debt for 2011 done by State Audit Institution