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Second Regional Conference on
Public Internal Financial Control for
Candidate Countries and Potential Candidates

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Central Harmonization Unit of the Federation of BH

Fatima Drinčić, Assistant Minister in charge of the CHU
Central Harmonization Unit (CHU)
Federal Ministry of Finance

Central Harmonization Unit of the FBH

The Internal Audit Act of the Federation of BH provides for the establishment of the CHU as a department within the Federal Ministry of Finance.

• Two components with a total of 9 (director + 8 staff members) classified posts:

1. Internal Audit – 4 posts
2. Financial Management and Control (FMC) – 4 posts

The CHU Steering Committee

- The CHU of the FBH operates within the SHU SC.
- The SHU SC has adopted its Rules of Procedure.
- The following framework documents have been adopted in the area of IA:

1. IA Code of Ethics
2. IA Charter
3. IA Manual / Work Methodology

Internal Audit

Federation of BH:
- 62 budget users
- 10 cantons
- 84 municipalities

- The internal audit function has only been established within 10 budget users at the FBH level.
- A total of 15 internal auditors have been appointed.

Internal Audit (cont.)

- More intensive application of the Internal Audit Act in FBH cantons and municipalities
- Preparation of the Rules for the Establishment of Internal Audit Units at All Levels of the FBH
- Training of the existing internal auditors, implemented under the Project, has entered its final stage

Financial Management and Control (FMC)

- Preparation of the draft FMC Act
- A special law, independent from the Budget Act
- Staff training in the area of FMC
- The need to organize a second PIFC awareness raising conference

Thank you for your attention!

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