

# Role of Public Financial Management in Sustainable Development Goals (SDGs)

Second meeting of the  
Working Group on SDGs and Key Sustainable  
Development Indicators

30 March 2021

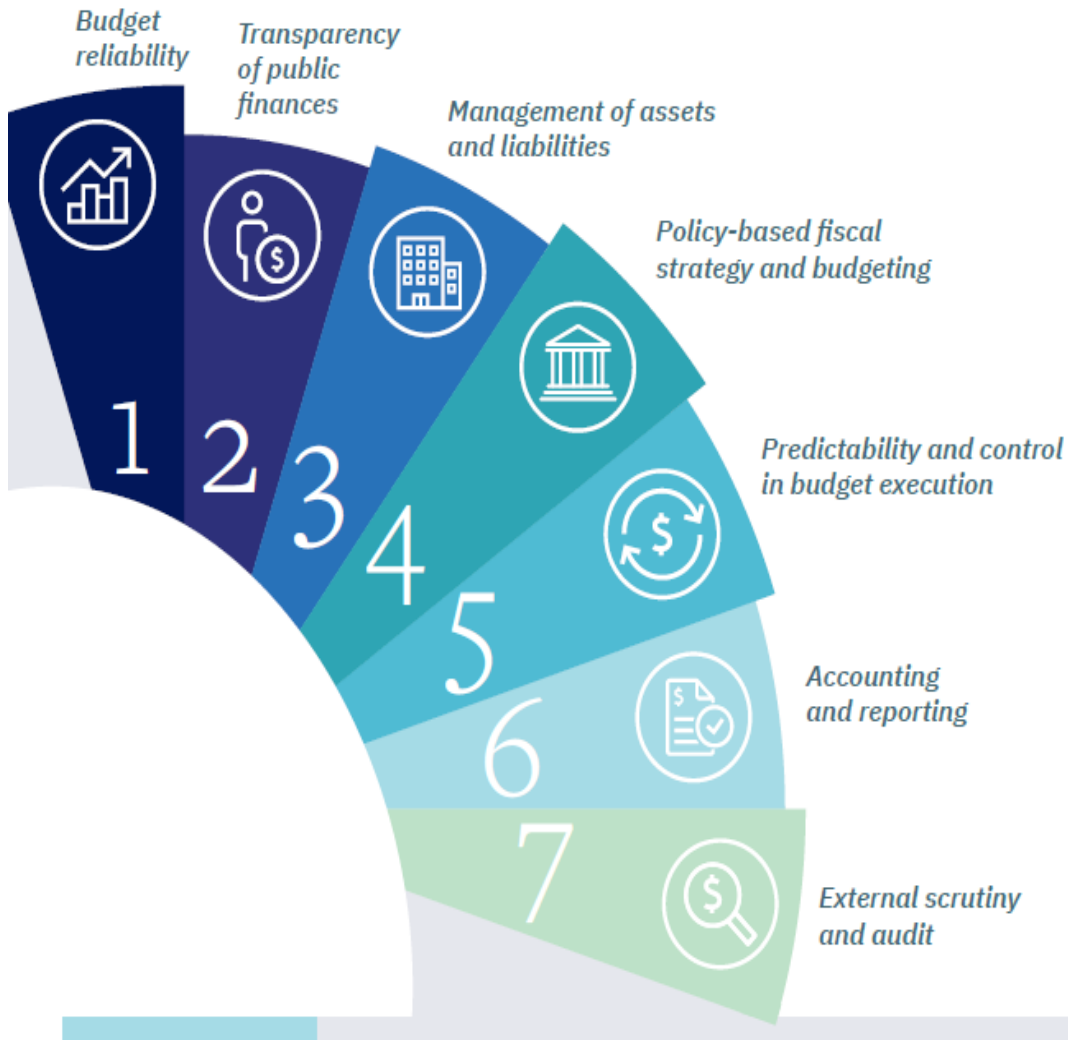
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**Head, PEFA Secretariat**

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# The PEFA Framework



## EVIDENCE

Provides a thorough, consistent and evidence-based analysis of PFM performance at a specific point in time

## IMPACT

Assesses how PFM impacts on key budget outcomes: fiscal discipline, efficient resource allocation, efficient service delivery

## PFM REFORM

Establishes the foundation for analyzing and improving PFM

**PEFA does not assess government policies.**

**At the national level, countries on average perform well at policy-based fiscal strategy and budgeting, but experience shortcomings in external scrutiny and audit**

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Global PFM score: 2.3 out of 4



**AVERAGE PERFORMANCE BY AREAS OF PFM**

## PEFA pillars & SDGs

Pillar 1: Budget reliability

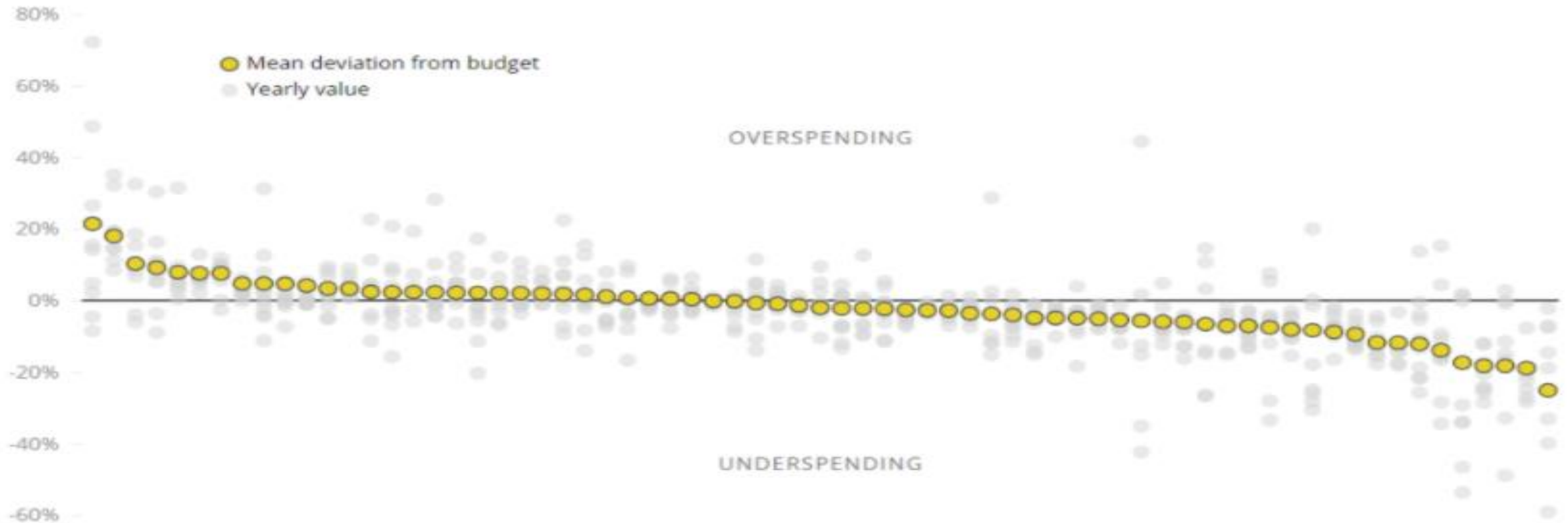
Pillar IV: Policy based fiscal strategy & budgeting

Pillar 7: External scrutiny & Audit

# SDG 16.6 Effective inclusive & transparent institutions

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Difference between original approved and actual government budget, 2005-19



World Bank's Atlas of Sustainable Development Goals  
<https://datatopics.worldbank.org/sdgatlas/>

# Key challenges to SDGs in context of COVID19: Role of SAIs

- Risk of low priority over SDGs
- Challenges to allocative efficiency during budget processes
- Off-budget transactions
- Difficulty in distinctly identifying COVID19 related expenses
- Environment of enhanced risks of fraud and corruption



# EXPLORE THE GLOBAL REPORT

## [www.pefa.org](https://www.pefa.org)

<https://www.pefa.org/global-report-2020/?current=/home>

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