BPK RI THE AUDIT BOARD OF THE REPUBLIC OF INDONESIA

STRENGTHENING THE ROLE OF SAI OF INDONESIA IN OVERSEEING THE IMPLEMENTATION OF SDGS

3rd Online Meeting of INTOSAI Working Group on SDGs and Key Sustainable Development Indicators (WGSDG KSDI)
14 October 2022

BPK's STRATEGY FRAMEWORK AND CONTRIBUTION TO THE ACHIEVEMENT OF SDGs

**TRANSFORMING OUR WORLD:
THE 2030 AGENDA FOR SUSTAINABLE DEVELOPMENT**

INTOSAI APPROACH

INTOSAI

P-12	SAI-PMF	SSMF

INCOSAI XXII & Strategic Plan INTOSAI 2017-2022

4 Approaches

- Assessing Preparedness
- Performance Audits
- Assessing & Supporting SDG 16 & 17
- Models of Transparency & Accountability

Value and Benefits of SAIs

BPK'S STRATEGY

INDONESIA'S FOLLOW UP & REVIEW SDGs

National	Regional	Global
Roadmap	National Action Plan	Regional Action Plan	VNR

Alignment SDGs to NMTDP/RMTDP

SDGs achievement

IDI's SDGs Audit Model

- Whole of Government
- No One Left Behind
- Multi-stakeholders engagement

Criteria For Selecting Audit Topics

Mandate	Significance
Auditability	Audit capacities
Audit Impact	

BPK'S STRATEGIC PLAN 2020-2024 (AND ITS DERIVATIVES)

Audit Focus

Mandatory	Thematic	Investigative and/or stakeholders request

Link to one or more SDGS targets

Embedded SDGs Audit (SDGs Perspective)

Dedicated SDGs Audit

Audit SDGs - Big Data Analytics

Review of VNR

BPK'S CONTRIBUTIONS

- Performance Audit Of Preparedness SDGs (2018)
- Performance Audit of Implementation SDGs (2019)
- Performance Audit of SDG 3D (2021)
- Performance Audit of Sustainable Transport (2021)
- Performance Audit of SDG 3.8 (2022)
- Embedded SDGs Audit (2021-2024)
- Review of VNR (2021 & 2023)
- Sustainability Report 2020 (2021)
- UN-HLPF, SAI20, WGSDG KSDI, WGEA, APFSD, & Other Contributions

BPK's Recommendation on National Development, Regional, and Global Agenda

Oversight, Insight and Foresight

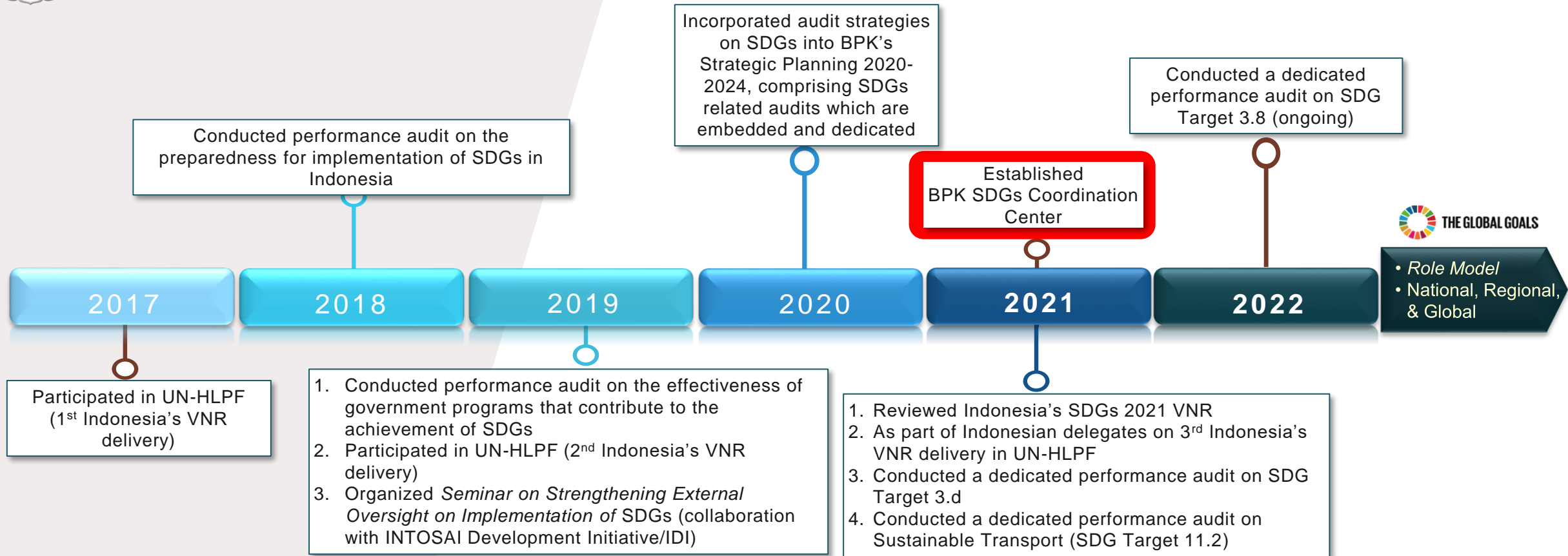*Encouraging and Contributing to the Achievement of the SDGs*

THE GLOBAL GOALS

Capacity Building | Big Data Analytics | Monitoring and Evaluation

BPK's CONTRIBUTIONS IN ACHIEVING SDGs FROM 2017 – NOW

Incorporated audit strategies on SDGs into BPK's Strategic Planning 2020-2024, comprising SDGs related audits which are embedded and dedicated

Conducted a dedicated performance audit on SDG Target 3.8 (ongoing)

Conducted performance audit on the preparedness for implementation of SDGs in Indonesia

Established BPK SDGs Coordination Center

THE GLOBAL GOALS

2017	2018	2019	2020	**2021**	**2022**

- *Role Model*
- National, Regional, & Global

Participated in UN-HLPF (1st Indonesia's VNR delivery)

1. Conducted performance audit on the effectiveness of government programs that contribute to the achievement of SDGs
2. Participated in UN-HLPF (2nd Indonesia's VNR delivery)
3. Organized *Seminar on Strengthening External Oversight on Implementation of* SDGs (collaboration with INTOSAI Development Initiative/IDI)

1. Reviewed Indonesia's SDGs 2021 VNR
2. As part of Indonesian delegates on 3rd Indonesia's VNR delivery in UN-HLPF
3. Conducted a dedicated performance audit on SDG Target 3.d
4. Conducted a dedicated performance audit on Sustainable Transport (SDG Target 11.2)
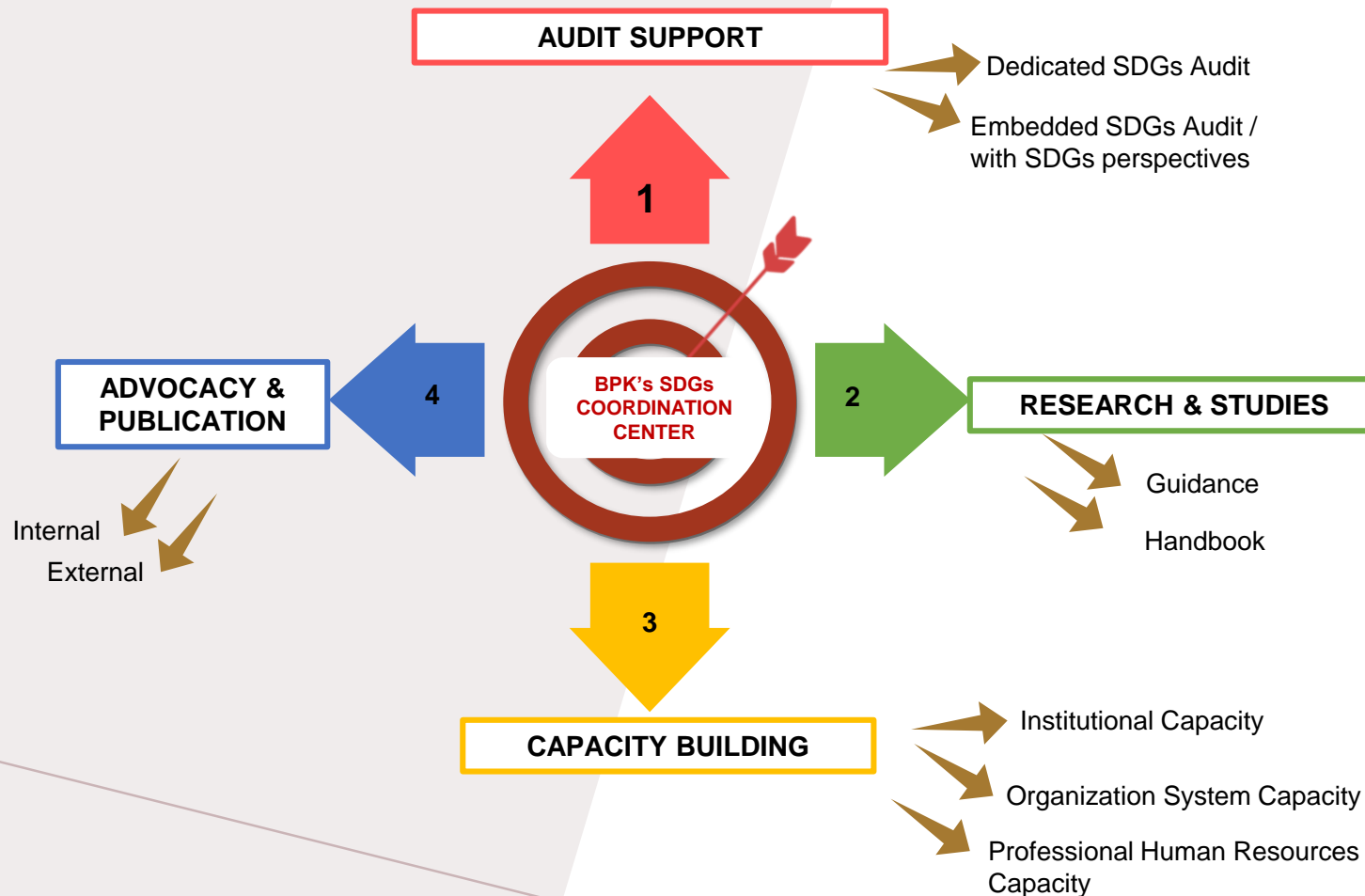
BPK's other participations :
- Acted as speaker on SAI Leadership and stakeholder Meeting since 2017
- Participated in SAI Leadership and stakeholder Meeting Workshop
- Participated in UN HLPF-Side Event
- Participated in Asia-Pacific Forum on Sustainable Development (APFSD) organized by UN DESA
- Participated in South-East Asia (SEA) Forum on Implementation of The SDGs
- Participated in South-East Asia (SEA) Multi-Stakeholder Forum

AUDIT SUPPORT
1
- Dedicated SDGs Audit
- Embedded SDGs Audit / with SDGs perspectives

ADVOCACY & PUBLICATION
4
- Internal
- External

BPK's SDGs COORDINATION CENTER

RESEARCH & STUDIES
2
- Guidance
- Handbook

CAPACITY BUILDING
3
- Institutional Capacity
- Organization System Capacity
- Professional Human Resources Capacity

SDGs Coordination Center is responsible for facilitating and coordinating BPK's role in overseeing Indonesia SDGs achievement with the following programs:

1. **Audit Support** covers technical support in SDGs audit planning, execution, and report, including monitoring and evaluation of SDGs audit in BPK.

2. **Research and Studies** includes preparation of guidance and policies in order to improve SDGs audit strategies, as well as to contribute and share SDGs audit knowledge to international SAI's community;

3. **Capacity Building** encompasses institutional/ organizational capacity improvement (planning, strategy, business process, system & procedure, consultation, leadership, governance, etc.), as well as human resource capacity improvement pertaining BPK's role in supervising SDGs achievement, both nationally and internationally;

4. **Advocacy and Publication** covers all activities intended to provide conceptual and strategic understandings, both for internal and external purposes, on The SDGs 2030 Agenda and SDGs audit;
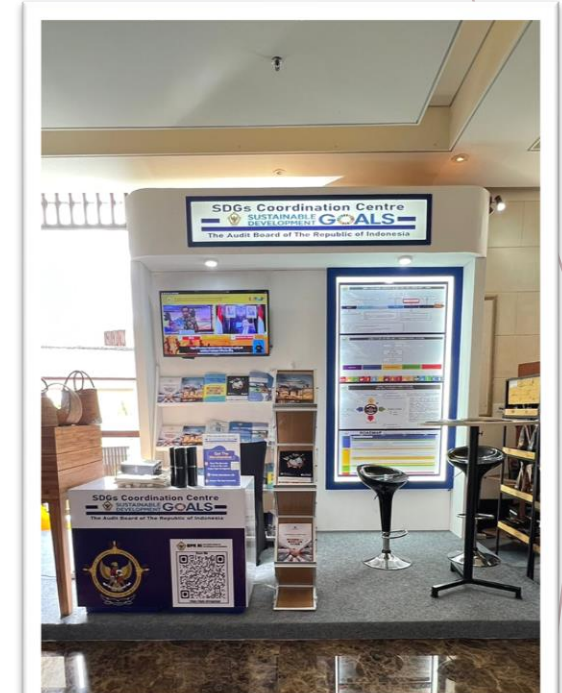
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BPK SDGS COORDINATION CENTER

SEKRETARIAT OFFICE

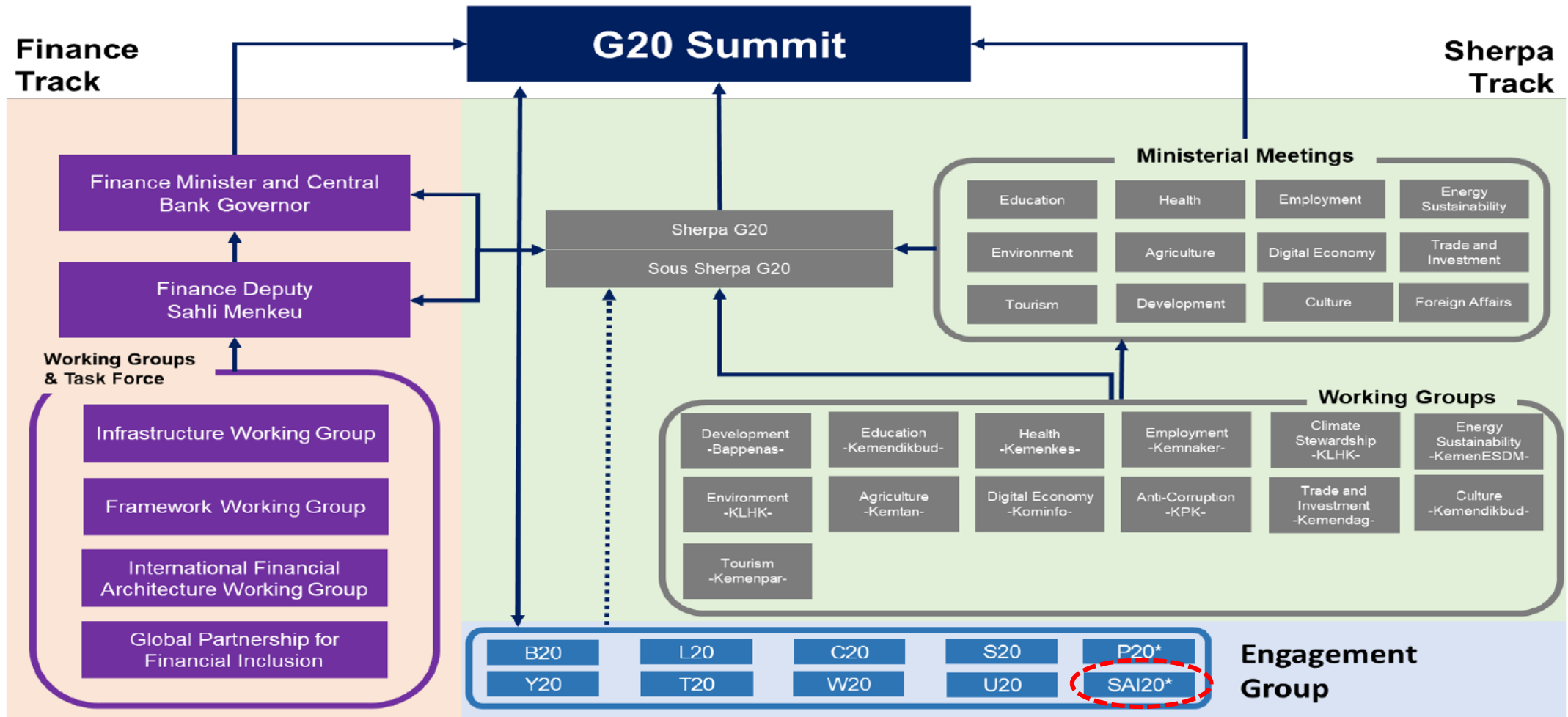**BPK'SDGS AT SAI20 SUMMIT**

BPK PRODUCTS RELATED TO SDGS

5

- Preparing a roadmap of BPK SDGs Coordination Center for the period of 2023-2030, to ensure the continuity of BPK's contributions to the achievement of the 2030 Agenda of Sustainable Development.

- The roadmap will refer to the need to amplify the role of BPK in the implementation of SDGs in Indonesia, as well as to harmonize BPK's strategy in the long run with the government's strategy in accelerating the achievement of SDGs, post the pandemic.

"The current crisis is threatening decades of development gains, further delaying the urgent transition to greener, more inclusive economies, and throwing progress on the SDGs even further off track." (The UN SDGs Report 2021)

We therefore need a collaboration to get the SDGs implementation back on track, through the establishment of SAI20.
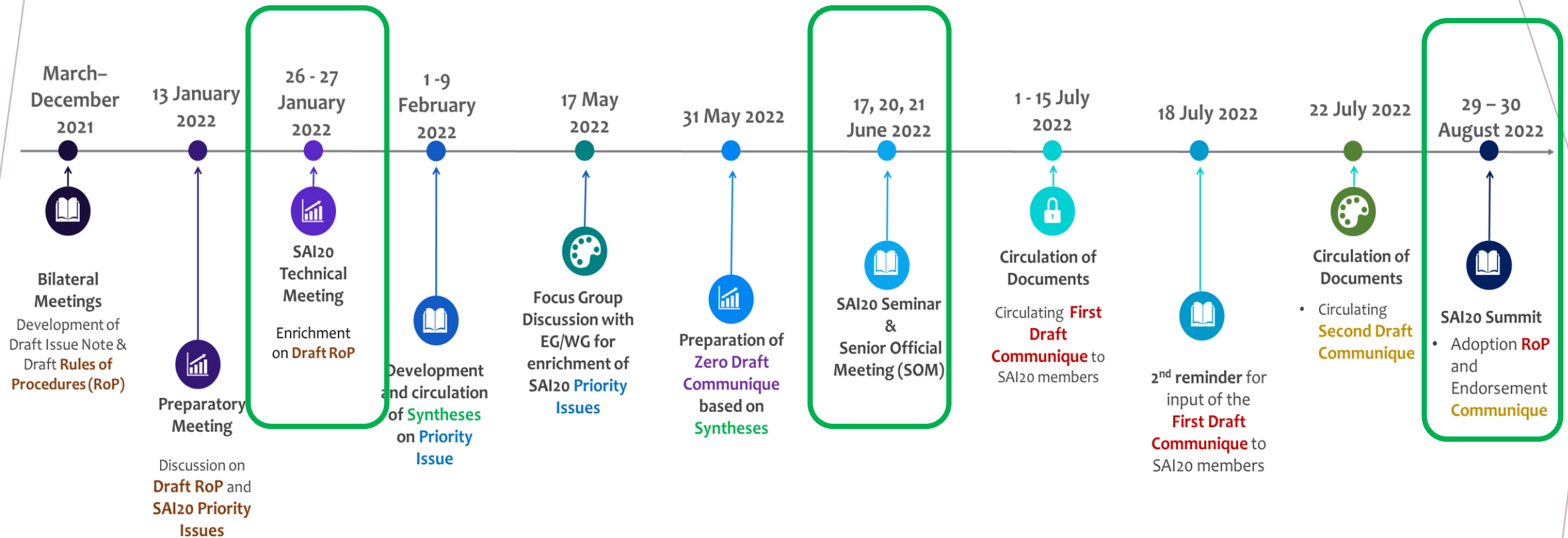
What is SAI20?

Notes:
1. Working Group Meetings and Ministerial Meetings refer to the Italian Presidency. The form and number of meetings can be adjusted according to the priorities of each Presidency.
2. SAI20 and P20 are proposed to be included in the G20 Presidency of Indonesia (*).

What SAI20 Can Do?

SAI20, as a new engagement group, will serve as **a platform** for the meeting of SAIs of G20 member countries to:

1. provide contributions to G20 leaders especially in areas of transparency, accountability, and good governance;

2. share views, knowledge and best practices among G20's SAI, especially in facing the current pandemic challenges and its economic recovery, as well as enhancing the implementation of SDGs; and

3. build global partnership with multi-stakeholders, contribute to the G20 community by providing and promoting good and accountable governance based on our SAIs mandates, roles and functions.

SAI20 Pathway - Events

March–December 2021
Bilateral Meetings
Development of Draft Issue Note & Draft **Rules of Procedures (RoP)**

13 January 2022
Preparatory Meeting
Discussion on **Draft RoP** and **SAI20 Priority Issues**

26 - 27 January 2022
SAI20 Technical Meeting
Enrichment on **Draft RoP**

1 -9 February 2022
Development and circulation of **Syntheses** on **Priority Issue**

17 May 2022
Focus Group Discussion with EG/WG for enrichment of SAI20 **Priority Issues**

31 May 2022
Preparation of **Zero Draft Communique** based on **Syntheses**

17, 20, 21 June 2022
SAI20 Seminar & Senior Official Meeting (SOM)

1 - 15 July 2022
Circulation of Documents
Circulating **First Draft Communique** to SAI20 members

18 July 2022
2nd reminder for input of the **First Draft Communique** to SAI20 members

22 July 2022
Circulation of Documents
• Circulating **Second Draft Communique**

29 – 30 August 2022
SAI20 Summit
• Adoption **RoP** and Endorsement **Communique**

☐ **Process in between**

10

SAI20 OUTPUT:

- RULES OF PROCEDURES

- COMMUNIQUE

PRIORITY ISSUE 1: ECONOMIC RECOVERY
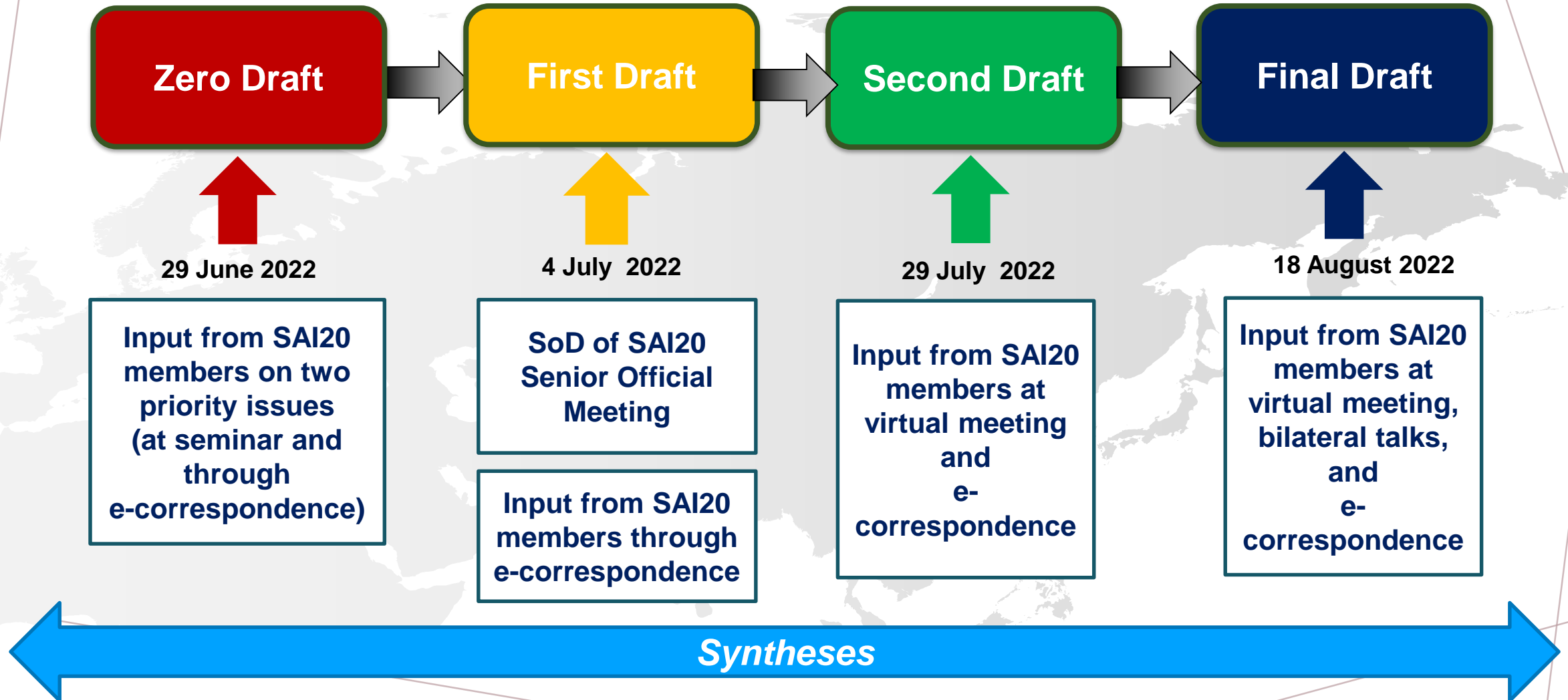### *PRIORITY ISSUE 2: SDGS*

Rules Of Procedures (ROP)

Provide a roadmap for the operationality of the establishment of SAI20

Based on good practices from other engagement groups in G20 and a series of meetings with SAI20 members
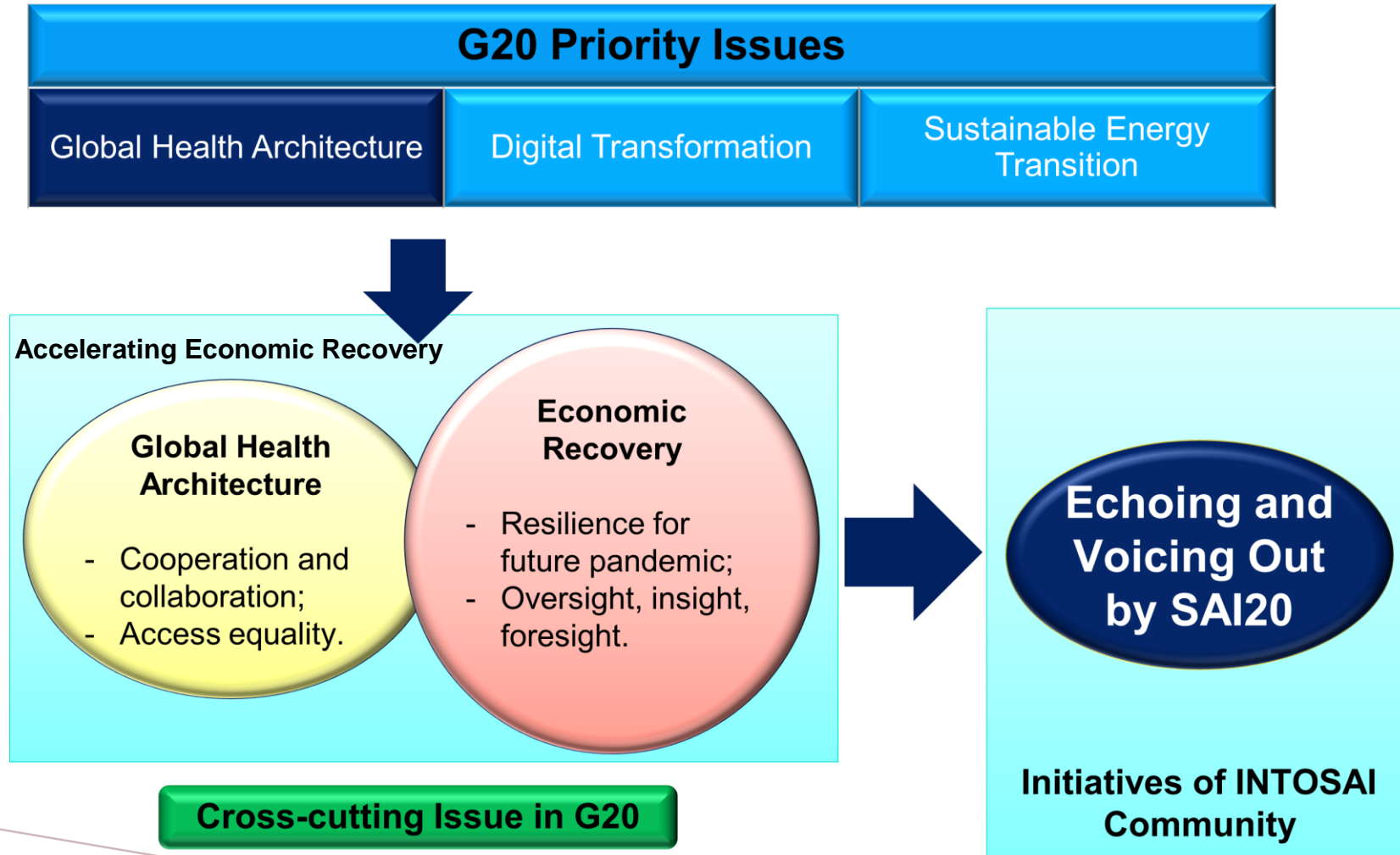
Comprise six sections: preamble, principles, function, general rules, events, and outputs
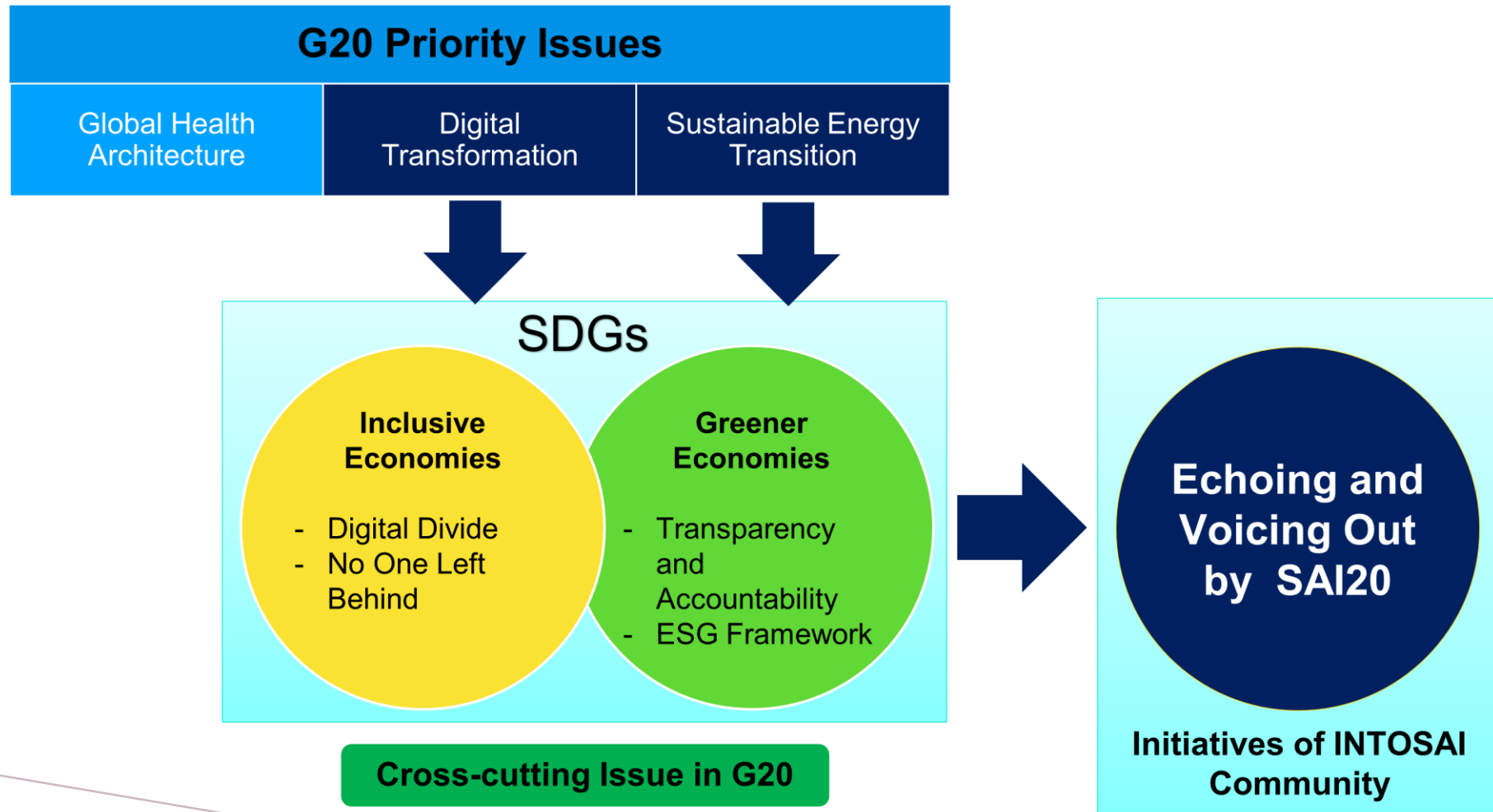
PATHWAY OF SAI20 COMMUNIQUE

Zero Draft	→	First Draft	→	Second Draft	→	Final Draft

29 June 2022

4 July 2022

29 July 2022

18 August 2022

Input from SAI20 members on two priority issues (at seminar and through e-correspondence)

SoD of SAI20 Senior Official Meeting

Input from SAI20 members through e-correspondence

Input from SAI20 members at virtual meeting and e-correspondence

Input from SAI20 members at virtual meeting, bilateral talks, and e-correspondence

← *Syntheses* →

Priority Issue 1 in Communique
"Accelerating Economic Recovery"

G20 Priority Issues

| Global Health Architecture | Digital Transformation | Sustainable Energy Transition |

Accelerating Economic Recovery

Global Health Architecture

- Cooperation and collaboration;
- Access equality.

Economic Recovery

- Resilience for future pandemic;
- Oversight, insight, foresight.

Cross-cutting Issue in G20

Echoing and Voicing Out by SAI20

Initiatives of INTOSAI Community

Priority Issue 2 in Communique
"Achievement of SDGs"

G20 Priority Issues

Global Health Architecture	Digital Transformation	Sustainable Energy Transition

SDGs

Inclusive Economies
- Digital Divide
- No One Left Behind

Greener Economies
- Transparency and Accountability
- ESG Framework

Cross-cutting Issue in G20

Echoing and Voicing Out by SAI20

Initiatives of INTOSAI Community

SAI20 COMMUNIQUE

Page 1

SAI20
DRAFT COMMUNIQUE

SAI20 SUMMIT
BALI, INDONESIA
30 AUGUST 2022

SUPREME AUDIT INSTITUTION 20 (SAI20) COMMUNIQUE

1. We, the Heads of Supreme Audit Institutions (SAIs) of the Group of 20 (G20) from Argentina, Australia, Brazil, China, India, Indonesia, Korea, Mexico, Russia, Saudi Arabia, South Africa, and Türkiye attended the inaugural SAI20 Summit in Bali, Indonesia on 29-30 August 2022. We agreed jointly in accordance with the adopted Rules of Procedure for the SAI20 engagement group to promote collaboration, including through sharing knowledge and best practices among SAIs in G20 countries and with other relevant stakeholders in order to contribute to strengthening oversight, developing insight, and providing strategic foresight to foster accountable governance.

2. In doing so, we also recognized and acknowledged the different mandates of each respective SAI of member countries, the need to ensure the unity and integrity of the SAI community under the International Organization of Supreme Audit Institutions (INTOSAI) platforms and initiatives, as well as the need to develop a platform for strengthening the SAIs' role as a strategic partner of G20 governments in responding to global challenges.

3. We emphasized the three priority issues of Indonesia's G20 presidency, namely: Global Health Architecture, Sustainable Energy Transition, and Digital Transformation in respect of which G20 governments will continue to take the lead among others to assist in ensuring equitable access to COVID-19 vaccines as well as promoting sustainable and inclusive economic development.

4. We recognized that the COVID-19 pandemic has not only increased the risks of fraud due to the rapid implementation of government response programs but also widened inequality across the globe due to unachieved development targets, thus hindering the achievement efforts of Sustainable Development Goals (SDGs) globally.

5. We stressed that outside of the direct impacts of the pandemic, global recovery is also at risk from more persistent supply disruptions, mounting inflationary pressures, financial stresses, an emerging energy crisis, the potential for climate-related disasters, increased global instability, and weaker-than-anticipated long-term growth drivers.

6. We acknowledged that SAIs need to focus on the government's response to accelerate economic recovery and resume intensifying efforts to achieve the 2030 agenda. In addition, SAIs and other stakeholders are encouraged to create a suitable environment for a well-managed public sector and business sustainability, to assist developing nations' resilience, to better respond to various future

Page 1

Page 2

SAI20
DRAFT COMMUNIQUE

challenges and uncertainties with a view to achieving stronger, greener and healthier global development.

7. Referring to United Nations General Assembly Resolution A/66/209[1] and INTOSAI Principles 12[2], we noted that public sector auditing has an essential role in promoting the efficiency, accountability, effectiveness, and transparency of public administration while supporting the global response to the COVID-19 crisis and SDGs implementation.

8. In this context, we as SAIs, in demonstrating our relevance to citizens, governments, parliaments, and other stakeholders, are committed to providing independent and objective insight, also timely and relevant information to ensure the accountability, transparency, and integrity of the government. We are also committed, while the response to the pandemic from the SAI of each of the G20 countries may differ, to help governments identify potential risks, impacts, and possible responses to be implemented in order to deliver good public policy outcomes and promote good governance, as well as contributing to the follow-up and review of SDGs implementation.

9. In line with the priorities of the current G20 presidency and SAI20 with an emphasis on the sustainability and inclusiveness of economic recovery that benefits all and leaves no one behind, we call on the governments of G20 to:
   - Address the importance of policy coherence, coordinated planning, good governance, and sound risk management in managing an emergency, including the importance of crisis prevention, preparedness, and coordination across key governance structures.
   - Improve efficiency, accountability, effectiveness, and transparency frameworks for better implementation of policies and programs, including the development of clear performance targets, assessment criteria, and robust monitoring and reporting.
   - Ensure healthcare systems provide efficient, available, agile, and equally accessible healthcare for all citizens.
   - Ensure that the rapid pace of digitalization leaves no one behind and that the digital transformation enables sustainable economic growth.
   - Continue to foster the sustainable energy transitions that enable clean, affordable, and economically viable energy production.

10. We noted the importance of multi-stakeholder engagement in responding to related global issues. Thus, we call on the governments of G20 to collaborate with all related stakeholders to:
   - Ensure the agility of health systems in an ever-changing environment, and equity while prioritizing the availability, distribution, and deployment of resources and health facilities.

[1] Resolution adopted by The United Nations General Assembly on 22 December 2011, *Promoting the efficiency, accountability, effectiveness and transparency of public administration by strengthening supreme audit institutions.*
[2] Endorsed by INTOSAI in 2013, *The Values and Benefits of Supreme Audit Institutions - making a difference to the lives of citizens.*

Page 2

Page 3

SAI20
DRAFT COMMUNIQUE

   - Highlight the importance of documentation, as well as increase intelligence and data analytics capabilities to support the monitoring of policies, programs, and service delivery.
   - Leverage digital transformation while identifying and mitigating the risks to data security and safety, cyber security and resilience, as well as data protection and privacy.
   - Consider the need for a framework for sustainability reporting, such as Environmental, Social, and Governance (ESG), for the public sector to provide transparency and accountability of government programs toward a greener economy, especially in the energy transition process and more inclusive economic growth.

11. In the face of uncertainty, complexity, rapid changes, and emerging challenges we stressed the importance of the role of SAIs as external independent institutions to pursue a comprehensive initiative and play an active role in promoting the efficiency, accountability, effectiveness, and transparency of public administration.

12. We thank the Audit Board of the Republic of Indonesia for initiating the establishment of SAI20 and convening its first Summit under Indonesia's G20 presidency. We look forward to supporting the Comptroller and Auditor General of India, and the President of the Federal Court of Accounts - Brazil as the chair of SAI20 in 2023 and 2024 respectively.

Page 3

Full version can be downloaded from: https://sai20.org/en/sai20-output/sai20-summit/

SAI20 COMMUNIQUE ON SDGS

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WAY FORWARD

SAI OF INDONESIA / BPK

- Ensuring that BPK become the Government of Indonesia (GoI)'s partner in post-pandemic economic recovery efforts through oversight, insight, and foresight functions.

- Focus on the government's response to accelerate economic recovery and continue intensive efforts to achieve the 2030 Agenda, in this case the strategic check policy.

- Strengthening the efforts of *echoing* the SAI function as well as encouraging the acceleration of economic growth and achieving the target of sustainable development goals (SDGs) – No One Left Behind.