

# Audit Court of Tocantins State

***Transparency in government expenditure:***

*“a system implementing and promoting development with social responsibility and results.”*

***Doris de Miranda Coutinho***

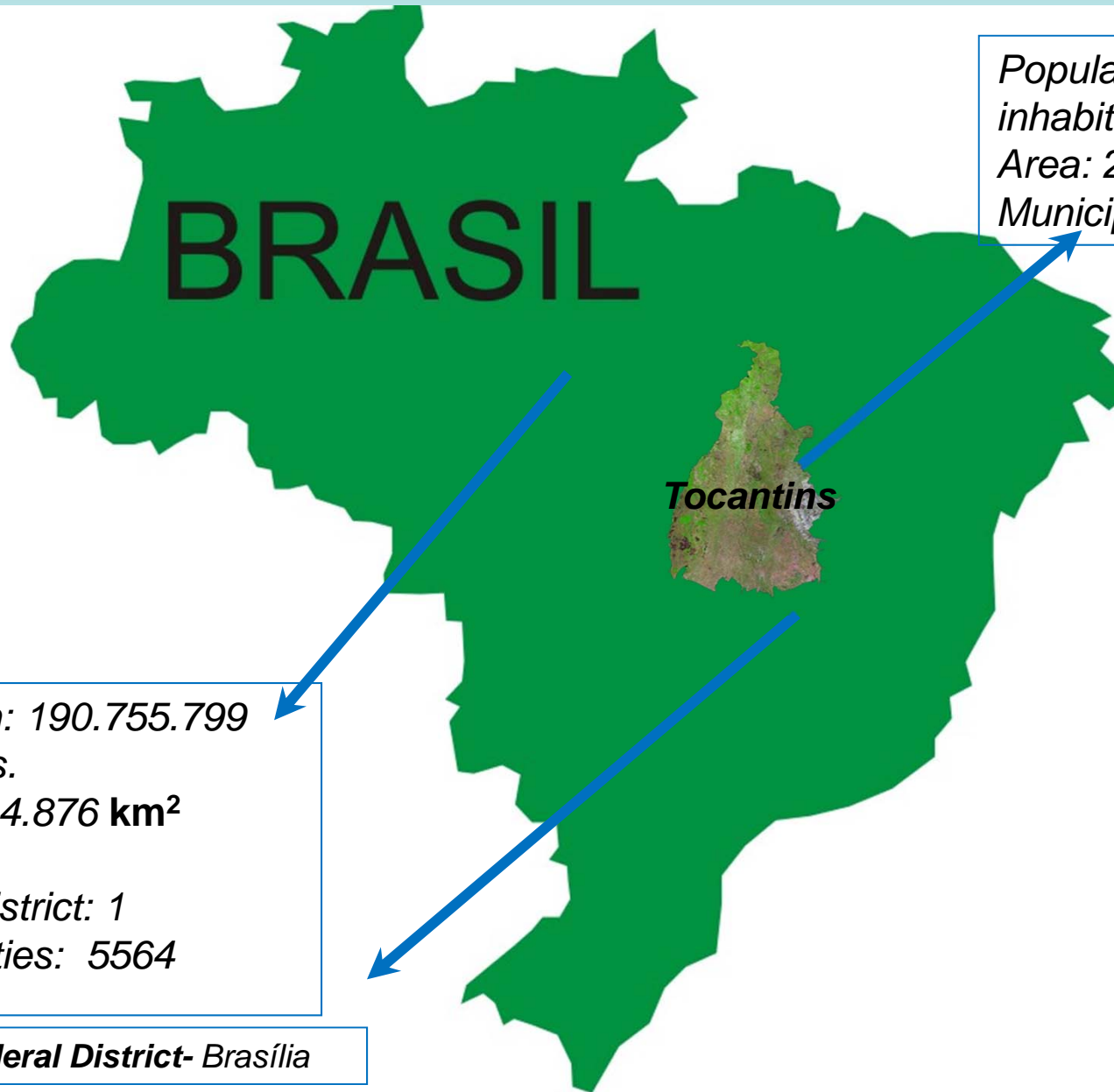
*Councillor, member of the Audit Court of the Tocantins State-Brazil*

*Post-graduate in Political Strategy*

*Postgraduate in Governmental Management with a focus on control*

*Doctorate in Constitutional Law*

# Accounting System



*Population: 1.383.445 inhabitants.*  
*Area: 277.621 km<sup>2</sup>*  
*Municipalities: 139*

*Population: 190.755.799 inhabitants.*  
*Area: 8.514.876 km<sup>2</sup>*  
*States: 26*  
*Federal District: 1*  
*Municipalities: 5564*

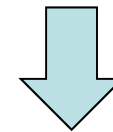
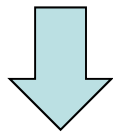
**Federal District- Brasília**

# Accounting System

## GOVERNMENTAL CONTROL SYSTEM IN BRAZIL

*Internal Control*

*External Control*  
*Legislative Branch*



**Within the  
Administration**

**Audit Court  
of the Union  
(TCU)**

**Audit Court  
of the States  
(26 TCE)**

**Each Court of State has 7  
members**

# Accounting System

## *Brazilian Laws applied in Public Administration*

- The Law on Budget and Finance – Law nº4320/64
- The Fiscal Responsibility Law – LC nº 101/2000
- The Bidding and Contracts Law – Law nº 8666/1997.

# Accounting System

*First steps*

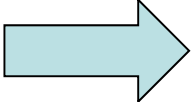
*2007*

- *Multidisciplinary team*
- *Thematic meetings*
- *Unified Plan of Accounts*
- *Certification / Signature digital*

# Accounting System

## *Governmental Control System*

*2007*

*-First (SICAP) Module*  *Accounting System*

*-Objective: - To standardize accounting procedures*

*- To increase the transparency*

*- Security and speed of information*

# Accounting System

## *Advantages of Accounting Module 2007*

- ***Economic:*** *issuing documents without displacing to the seat of the Court*
- ***Control:*** *- Automatic calculation of expenditures by category;*
  - *Detection of inconsistencies in the accounting records*

# Accounting System

*Complementary stage*

*2008*

- *The development of Module Registration of Responsible for Management Units (CARDUN)*
- *Database of the list of government authorities*
- *Objective: control and security of digital signatures*



# Accounting System

## *Development of Accounting System*

*2008/2009 – 1st Stage*

- *6 bimonthly consignments*
- *Formatting for management reports*

# Accounting System

*The cost of development of the system  
and its implementation*

*US\$ 100,000*

*The cost if it were contracted  
company of systems development*

*US\$ 650,000*

# Accounting System

*Improvement of accounting system  
End of 2009 – 2nd Stage*

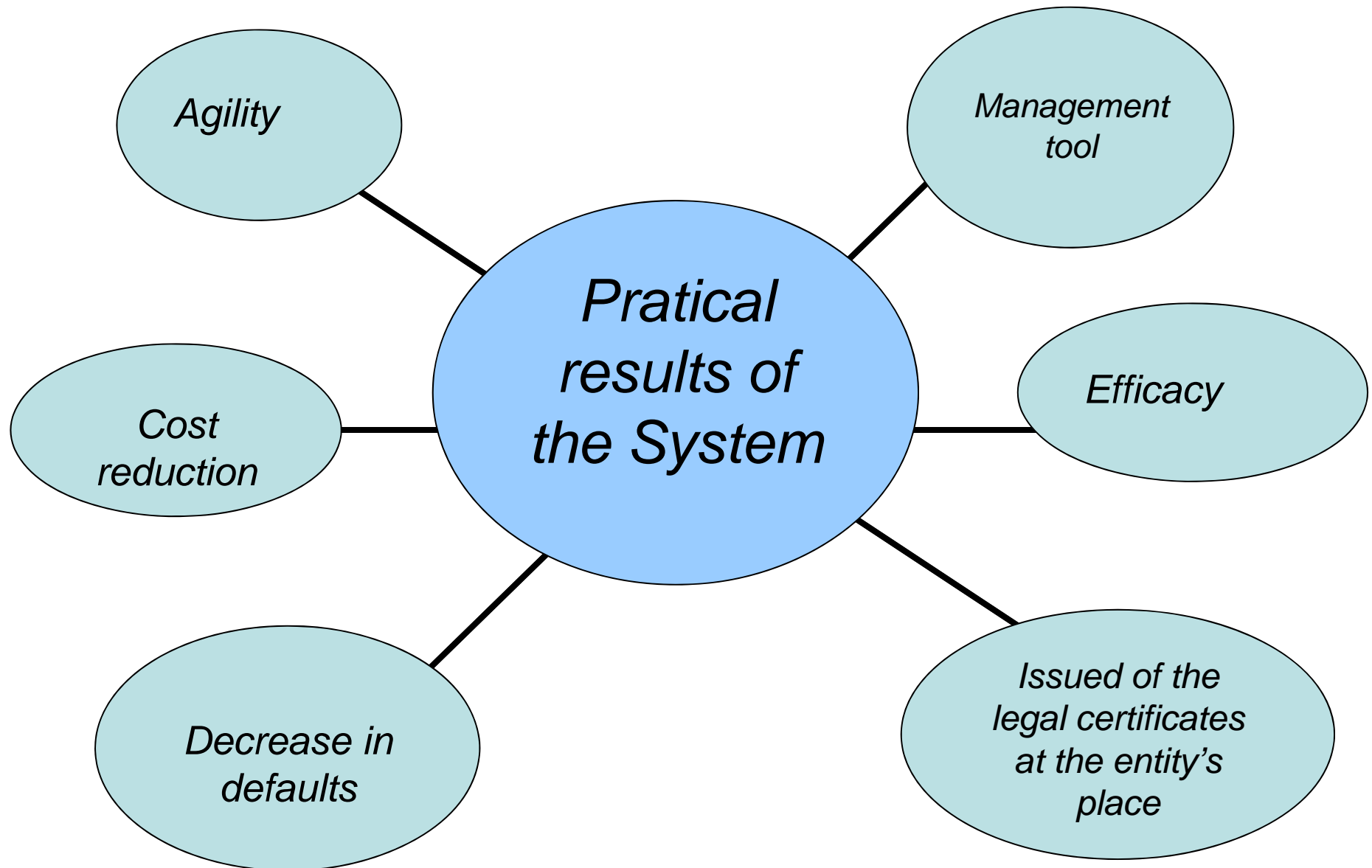
- *Adding the seventh and eighth consignments*
- ***Objective: Closure of the annual accounts***
- ***Format: PDF e XML***

# Accounting System

## *Analysis and Judgment of Public (Government) Accounts by the Court 2009 to 2011*

- **2009:** *Printing the system information*
- **2010:** *Automatic analysis report*
- **2011:** *Completely automated and integrated to the system of electronic processes of the Court*

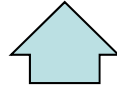
# Accounting System



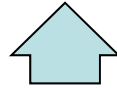
# Integrated System

## *Evolution of the Integrated Control and auditing system*

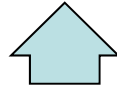
*Citizen Web Portal*



*Module of personal acts*



*Module of Bidding and Public Works*

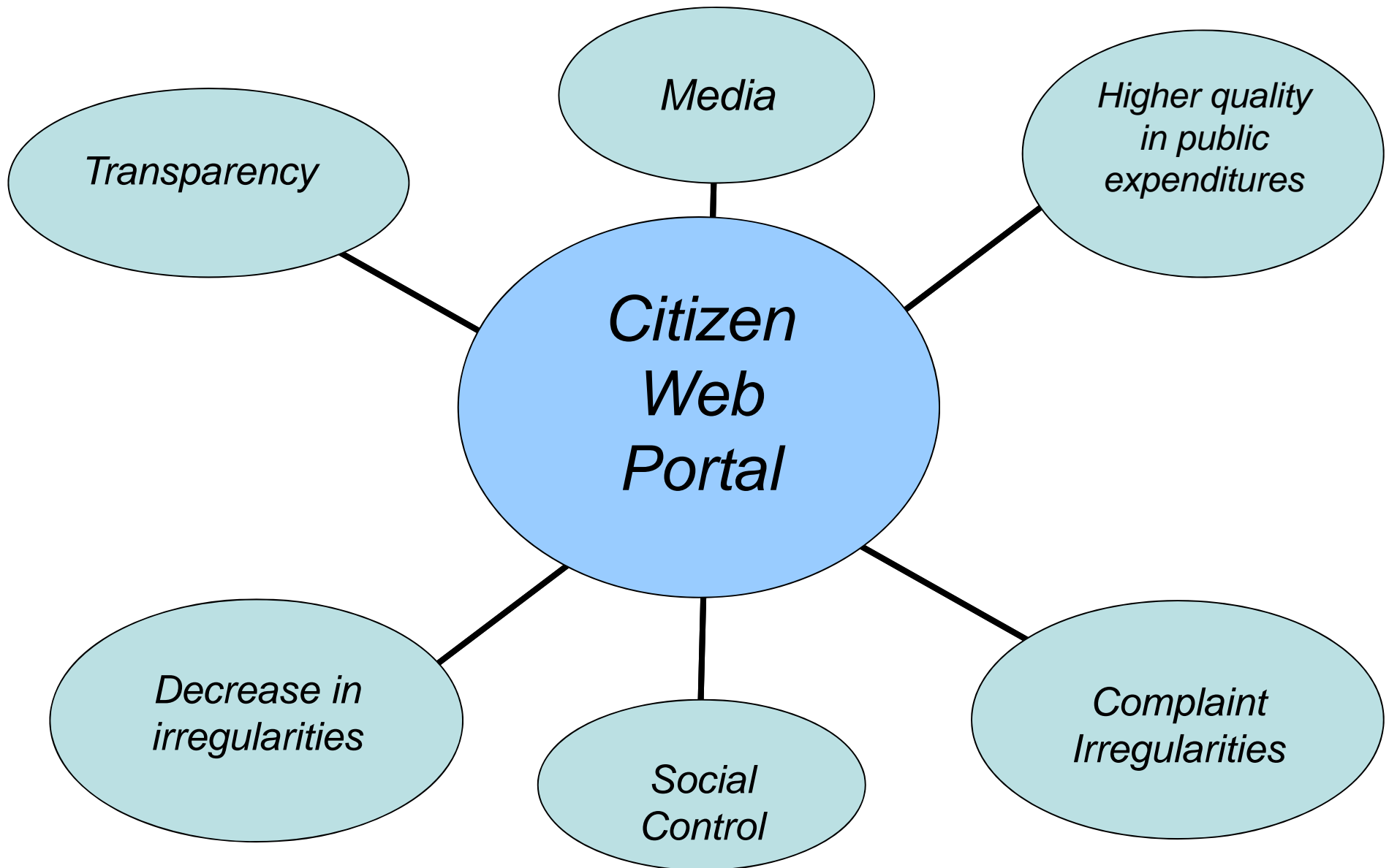


*Conclusive Analysis of Internal Control*



*Module of Accounting and Registration of responsible*

# Accounting System



# Accounting System

*Annual cost of the accountability of  
the 139 municipalities :*

***Before the system: US\$ 138,000***  
***After the system: purely operational***

*Index of defaulters:*

***Before the system: 33%***  
***After the system: 2,87%***



# Accounting System



*If the system (SICAP) were applied in all 5564 Brazilian municipalities within five years, it would have:*

***Saved up to US\$100 million***

***Saved***  
*455,000 kg of paper and*  
***Preserved***  
*8,325 trees*



# Accounting System

## *System in 2013*

- *New Plan of Accounts*
- *Plan adapted to the National Plan of Accounts applied to the Public Sector (PCASP)*
- *Convergence with international standards*
- *IPSAS translated*

# Accounting System

## System in 2013

*The current Plan of Accounts adopts:*

- *Segregation of the budget information from the patrimonial;*
- *Registration of the equity variations in accordance with the accrual basis;*
- *Registration of the specifics equity procedures;*
- *Elaboration of fiscal statistics based on world standards set by the International Monetary Fund - IMF - based on manual GFSM 2001 (Government Finance Statistics Manual 2001)*

# Accounting System

## ***Advantages of the system for the control of public accounts***

- *Agility in the process of analysis and judgment of accountability*
- *Drastic reduction in defaults*
- *Zero cost for drawing up the municipal accountability*

# Accounting System

## ***BENEFITS OF THE PROCESS OF CONVERGENCE***

- *Improving the quality of public spending;*
- *Measurement and effective control of public assets;*
- *Transparency;*
- *Useful information to make decisions;*
- *Improvement in the process of accountability;*
- *Cost Management in the Public Sector;*
- *Consolidation of the accounts of the Federation under the same conceptual basis;*
- *Rationalization and better management of public resources.*

# Accounting System

## ***BENEFITS OF THE SYSTEM “SICAP”***

- *Control*
- *Cost Reduction*
- *Management*
- *Sustainability*
- *Convergence to international standards*
- *Consolidation of public accounts*

# ***Audit Court of Tocantins State - Brazil***

*Thank you!*

*Doris de Miranda Coutinho*

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