

 Early Warning System

ADB-48294-001

Tax Revenue Administration Modernization and Policy Improvement in
Local Governments



Quick Facts

Countries	Indonesia
Financial Institutions	Asian Development Bank (ADB)
Status	Active
Bank Risk Rating	A
Voting Date	2015-02-12
Borrower	Government of Indonesia, Directorate General Fiscal Balance
Sectors	Law and Government
Investment Type(s)	Advisory Services
Investment Amount (USD)	\$ 5.25 million
Project Cost (USD)	\$ 5.25 million



Project Description

According to ADB website, the first Pillar of the Indonesia Country Partnership Strategy (CPS) for 2012–2014 identifies achieving inclusive growth which is essential for alleviating poverty by strengthening local governments' capacity for public service delivery. The CPS also identifies the crosscutting public sector management initiatives to support national efforts to strengthen governance in an increasingly decentralized framework. The proposed Capacity Development Technical Assistance (TA) supports the central government's fiscal decentralization agenda. In particular, it supports the implementation of the central government's two main strategic documents: the Grand Strategy for Fiscal Decentralization (GSFD) and the National Action Plan for Fiscal Decentralization (NAPFD). This TA is also in line with, and will support, the ongoing implementation of the DGFB's medium-term Institutional Transformation Program. This TA will focus on reducing dependency on fiscal transfers for local development by developing more buoyant sources of local revenues. The key aspect will be strengthening the capacity of LGs in tax policy and revenue administration. Thus, the proposed TA is in line with the ADB Independent Evaluation Department's recommendation to support Indonesia local governments in financial asset management.

This TA aims to support the Government of Indonesia (GoI) in strengthening local tax revenue administration and policy at the central and local levels.



Investment Description

Government of Switzerland US\$ 5.00 million

Counterpart US\$ 0.25 million

- Asian Development Bank (ADB)



Contact Information

No contact information provided at the time of disclosure

ACCOUNTABILITY MECHANISM OF ADB

The Accountability Mechanism is an independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an Asian Development Bank-financed project. If you submit a complaint to the Accountability Mechanism, they may investigate to assess whether the Asian Development Bank is following its own policies and procedures for preventing harm to people or the environment. You can learn more about the Accountability Mechanism and how to file a complaint at: <http://www.adb.org/site/accountability-mechanism/main>



Bank Documents

- [Project Disclosure PDF](#) [Original Source]
- [Tax Revenue Administration Modernization and Policy Improvement in Local Governments: Technical Assi](#) [Original Source]