

	digital connectivity energy transport health education and research	YES <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	NO <input checked="" type="checkbox"/> <input checked="" type="checkbox"/> <input checked="" type="checkbox"/> <input checked="" type="checkbox"/> <input checked="" type="checkbox"/>	
	Migration (methodology for tagging under development)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
	Reduction of Inequalities (methodology for marker and tagging under development)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
	Covid-19	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
BUDGET INFORMATION				
12. Amounts concerned	Budget line(s) (article, item): 14 02 01 31 - South and East Asia. Total estimated cost: EUR 2 000 000 Total amount of EU budget contribution EUR 2 000 000			
MANAGEMENT AND IMPLEMENTATION				
13. Type of financing	Implementation modality Indirect management with the entity(ies) to be selected in accordance with the criteria set out in section 4.3.1			

1.2 Summary of the Action

The action is to be implemented in support of Priority area 2: Democratic and economic development/Specific Objective 3: Strengthening domestic revenue mobilisation, public finance management, and fighting against corruption as outlined in the EU Multi-Annual Indicative Programme for Mongolia (2021-2027). This priority area supports SDG 16 which calls for “promoting peaceful and inclusive societies for sustainable development, provide access to justice for all and building effective, accountable institutions at all levels”, and more specifically target 16.6 “Develop effective, accountable and transparent institutions at all levels”. Simultaneously, this action is consistent with Commission objectives and priorities of the SSC fiche for the Annual Action Plan fiche (no.2 – 2023) that was adopted by the Strategic Steering Committee.

At the moment, Team Europe is one of the largest grant donors in the country and can offer a reliable gateway to Mongolia in pursuing its Third Neighbour Policy. Green Economic Growth is the Global Gateway Flagship endorsed as a Team Europe Initiative (TEI). This Action on PFM is one of the three enablers designed to support this Flagship and will specifically address transparent management of public finances, hence contributing to fighting against corruption, increasing investors and citizens’ trust, and ensuring more support for climate-sensitive policies. Thus, support to the development and roll-out of Performance Based Budgeting (PBB) to more ministries and local governments will contribute to transparent management of public finances and fighting against corruption, taking into account lessons learnt from the previous EU Multiannual Indicative Programme for Mongolia (2014-2020).

The action's overall objective (impact) is to strengthen the public financial management cycle under principles of transparency and sustainability in Mongolia. It is indeed expected that transparent management of public finances, both budget expenditures and revenue sides, will contribute to fighting against corruption across sectors, increasing investors’ and citizens’ trust in Government institutions and ensuring support for climate-sensitive policies. The