

Mongolia EITI Work Plan for the year of 2017

Slogan: “Strengthening EITI Sub-councils and ensuring legal environment for the disclosure of beneficial owners” in Mongolia

Objective one: Upgrade the level of progress of EITI requirements which resulted “Inadequate and meaningful” category according to EITI International Validation and take follow up actions according to recommendations given by Independent Administrator within Mongolia EITI 2015 Report;							
OBJECTIVE	PLANNED ACTIVITIES	EXPECTED OUTCOME	PRODUCT	IN CHARGE	TIMING (Quarter)	BUDGET	
						Amount (by thousand MNT)	Funding source
Objective 1: Ensure better transparency of SOEs (Requirement 2.6, 4.5, 6.2)	1.1 Training for SOEs /40 people/	SOE's awareness on EITI Reporting will be increased	Training report	MoF ⁱ , Agency for State Property Policy and Regulation, Erdenes MGL	I Q	2,500	World Bank
	1.2 Clarify the practices and related regulations related to financial relations between Government and SOE's such as retained earnings, reinvestment, financing third party etc.,	Scope on SOEs payment and transfer disclosure will be determined and related guidance will be prepared.	Guidance on how to implement 2.6a requirement of EITI standard			300	World Bank
	1.3 Determine materiality of SOE transfers to Government; clarify the distinctions between SOE's direct subnational payments and subnational transfers.		Guidance on how to implement 4.5 requirement of EITI standard			300	World Bank
	1.4 Review the quasi-fiscal expenditures undertaken by SOEs based on 2016 report data and clarify specific determination.		Guidance on how to implement 6.2 requirement of EITI standard			300	World Bank

	1.5 Organize joint consultation including MoF and SOEs which had limited audit conclusions on their financial statements, discuss possibilities and develop actions plans to make necessary improvements in financial control	IA recommendation given by EITI 2015 report will be followed up	Event report and plan	MoF, Agency for State Property Policy and Regulation, Erdenes MGL	II Q	2,000	World Bank
Objective 2: Ensure license transparency (Requirement 2.2, 2.3)	2.1 Disclose date of application, date of award, duration of mineral resources license in MRPAM cadastral system	License transparency will be ensured	Data base	MRPAM ⁱⁱ , IAAC ⁱⁱⁱ	II Q	300	World Bank
	2.2 Disclose date of application, date of award, duration and coordination of petroleum license in MRPAM cadastral system.		Data base			300	World Bank
	2.3 Document license transfers and non-trivial deviations from the regulation on license allocation and incorporate in to EITI 2016 report		Data base	MRPAM		300	World Bank
	2.4 Make survey on possibilities of project and license level reporting and inform the result	Project level reporting possibilities will be conducted	Survey report	MRPAM, GDT ^{iv}		300	World Bank
Objective 3. Ensure comprehensiveness of environmental rehabilitation related information	3.1 Ensure that all extractive SOEs have in place comprehensive rehabilitation plan, fully costed, and that their future financial statements include rehabilitation costs in accordance with the relevant International Financial Reporting Standards	IA recommendation given by EITI 2015 report will be followed up	Plan and report	MoET ^v , Erdenes MGL		300	World Bank

	3.2 To produce data on damaged and rehabilitated field due to mining activity by each company	Rehabilitation data will be produced	Data base	MoET		300	World Bank
	3.3 Report to NC the survey result on last 5 years environmental rehabilitation deposit's special accounts revenue and its re-allocation	NC 15 th meeting decision will be implemented	Survey report	MoET		300	World Bank
Objective 4: Draft and approve regulation of data creditability and assurance	4.1. Draft and approve regulation on assurance of Government report	Data creditability will be ensured	Regulation	MoF, NAO ^{vi}	I Q	300	World Bank
	4.2 Draft and approve regulation on assurance of Company report		Regulation	MoF, General Agency for Specilized Inspection, MoET		300	World Bank
Objective 5: Prepare and incorporate into EITI report the comprehensive information on extractive industries revenue allocation according to EITI standard	4.1 Joint training for MRPAM and NDA /20 people/	Revenue allocation relation information will be disaggregated	Training report	NDA ^{vii} , MRPAM	II Q	1,000	World Bank
	4.2 Training for Fiscal Policy and Regulation Department of MoF /20 people/			MoF		1,000	World Bank
	4.3 Training for Taxation Departments /60 people/			MoF		4,000	World Bank
	4.4 Disaggregate mineral and crude oil export volumes and values by province or region	Data will be disaggregated	Data base	Customs Office	I-IV Q	300	World Bank
Objective 5: Improve internal governance and increase State participation to the EITI process	5.1 Meetings with newly appointed Senior Government officials (member of EITI NC and MSWG) and incorporate EITI works with their 2017 work plan	Incorporated work plan	Joint work plan	Senior Advisor to the PM	I Q	300	World Bank

	5.2 Training for Senior Government Officials of EITI NC, MSWG member organizations /40 people/	Meeting attendance will be increased	Training report	Secretariat		2,500	World Bank
	5.3 Produce, discuss and endorse EITI Mid Term 2020 Strategy	Mid Term Strategical Priorities will be determined	Strategic document	MSWG		500	World Bank
	5.4 Update ToR of NC, MSWG, Secretariat, Subnational councils and include clear specification of obligations	Duties and Obligations will be clearly defined	Updated ToRs	MSWG		500	World Bank
	5.5 Update Government Resolution #222	Legal framework and internal governance, subnational stakeholders responsibility and obligation will be clearly defined	Government Regulation	NC		500	World Bank
	5.6 Include following tasks into IAAC and NAO 2017 work plan and their result contract - Inspect law enforcement related to donation and beneficial ownership disclosure in extractive sector	IAAC, NAO participation will be ensured within specific issues	Work plan	MSWG		-	World Bank
	5.7 Submit draft law on transparency in mineral resources sector to Parliament	Draft law will be deliberated by Parliament	Draft law	MoMHI ^{viii}	I-IV Q	1,000	World Bank
Objective 6: Conduct an assessment of follow-up on EITI recommendations and impact of implementation based on consultations with a broad range of stakeholders.	6.1 Introduce MEITI 2015 report and Validation report to the Economic Standing Committee of Parliament	Parliament members awareness on EITI will be increased	Meeting Minute	Senior Advisor to the PM, MoMHI	I Q	300	World Bank
	6.2 Communication MEITI 2015 Report and its Recommendations through social media	Public awareness will be increased	Communications works	Secretariat	I-IV Q	1,000	World Bank

	6.3 Review Recommendations given by MEITI 2013-2015 Reports and edit them into integrated recommendation	Follow ups on recommendation rate will be increased	Integrated recommendation	NC	II Q		
	6.4 Advocate Corporate Social Responsibility ISO MNS:26000 standard	Companies' knowledge about standard will be increased	Trainings and advocacies	MNMA ^{ix} , MEF ^x , Agency for Standardization and Measurement	I-IV Q	5,000	World Bank
Objective 7. Receive EITI e-Reporting system from developer according to its requirements	7.1 Receive EITI e-Reporting system from developer according to recommendation given by EITI 2015 Report	IA recommendation given by 2015 report will be implemented	Receipt document	Secretariat	I Q	-	World Bank
SUBTOTAL						<u>26,000</u>	-
Objective two: Produce and endorse Mongolia EITI 2016 Reconciliation Report							
OBJECTIVE	PLANNED ACTIVITIES	EXPECTED OUTCOME	PRODUCT	IN CHARGE	TIMING (Quarter)	BUDGET	
						Amount (by thousand MNT)	Funding source
Objective 8: Produce and endorse Reconciliation Report	8.1 Organize bidding and select Independent Administrator for 2016 report, endorse the report by National Council meeting	Reconciliation Report will be endorsed	Report	NC, WG, Secretariat, Evaluation Committee, IA	I-IV	255,000	State budget
	8.2 Trainings and workshops for EITI reporting entities	Reporting entities capacity will be strengthened	Цыралт	Secretariat	I-II Q	10,800	World Bank
	8.3 To conduct Scoping study for EITI 2016 Reconciliation report	MEITI 2015 report, recommendation #9 will be implemented	Scoping study report	Secretariat	II Q	-	World Bank
	8.4 Agree on clear distinction between mandatory and voluntary social expenditures	Recommendation given by Validation will be implemented	Guidance note	MoF	I Q	-	-
SUBTOTAL						<u>265,800</u>	-
Objective three: Ensure EITI implementation at subnational level and strengthen subcouncils capacity							

OBJECTIVE	PLANNED ACTIVITIES	EXPECTED OUTCOME	PRODUCT	IN CHARGE	TIMING (Quarter)	BUDGET	
						Amount (by thousand MNT)	Funding source
Objective 9: Implement communications pilot project in 5 soums funded by EBRD	9.1 Select 5 soums	EITI implementation will be activated in 5 soums	Work plan, reports, events, promotional materials, TV products	MSWG	I Q	435,200	ЕСБХБ* 1евро=2560 төг 2016.11.14 ханш
	9.2 Develop and approve pilot project work plan			ASI	I Q		
	9.3 Implement and evaluate pilot project			ASI	II-IV Q		
Objective 10: Capacity building of aimag level subcouncils	10.1 Establish an adequate communications platform among subcouncil members to enable experience sharing	Increased corresponding	Online platform	Secretariat	I Q	500	World Bank
	10.2 Organize distance training for aimag subcouncil members “How to use EITI Data portal”	Members knowledge and understanding will be increased	Training report	Secretariat	II Q	100	World Bank
	10.3 Central regional conference, Ulaanbaatar, 8 aimags, 200 people	Peer to peer learning in aimag level	Conference report	Civil Society Coalition, Secretariat	II Q	30,000	World Bank
	10.4 Eastern Conference, Dornod aimag /3 aimags, 150 people/	Peer to peer learning in aimag level	Conference report	Civil Society Coalition, Secretariat	III Q	10,000	World Bank
	10.5 To provide technical assistance to organize aimag level EITI subcouncil meeting in 4 aimags and communicate to the general public	Subcouncils capacity will be increased	Meeting note, consultation works	Civil Society Coalition, MNMA, Secretariat	II Q	15,000	World Bank

	10.6 Training for local civil society organizations and journalist /40 people/	Subcouncils capacity will be increased	Manual, training report	Civil Society Coalition, Secretariat	II Q	10,000	World Bank
	10.7 To study possibilities to mobilize some funding from Environmental Ministry's Budget for subcouncils' operational costs and send official request related organizations	Funding possibilities will be conducted	Official correspondence	Secretariat	I Q	-	World Bank
SUBTOTAL						<u>500,800</u>	

Objective four: Implement planned activities belong to 2017 of the Roadmap for Beneficial Owners Disclosure

OBJECTIVE	PLANNED ACTIVITIES	EXPECTED OUTCOME	PRODUCT	IN CHARGE	TIMING (Quarter)	BUDGET	
						Amount (by thousand MNT)	Funding source
Objective 11: To link BO disclosure with National Reform Priorities	11.1 Organize meeting with Open Government Partnership	Joint activities will be determined	Joint work plan	Senior Advisor to the Prime minister, sub-working group	I Q	300	World Bank
	11.2 Introduce and consult the MEITI 2015 Report to related Standing Committees of the Parliament	Parliament members will be aware of BO issues	Meeting minute of Budget and Economic Standing committees of Parliament			500	World Bank
	11.3 Organize Press Release together with OGP and EITI National Council to jointly express their position on BO disclosure issues into public	Interested stakeholders will come in common understanding	Joint statement			100	World Bank

Objective 12: To identify institutional framework for BO disclosure	12.1 Organize consultation seminar within government organizations which registers BO information and reach common understanding, find out recommendations /60 people, 1 time/	Which government organization will register and maintain BO information, what legal documents will need to amend will be determined.	Recommendation	Secretariat at of Prime Minister, EITI Mongolia Secretariat	I Q	4,000	World Bank
	12.2 Establish working group on legal amendments and linkages	Legal environment will be created	Amendment draft to related laws	MoMHI, MoJIA ^{xi}	III Q	10,000	World Bank
	12.3 Reflect to EITI draft law	Legal environment will be created	Draft law	NC	I-III Q	2,000	World Bank
Objective 13: To identify "Beneficial ownership" terminology, definition, disclosure threshold, level of detail through broader consultation with stakeholders	13.1. Organize consultation seminar on "Terminology" /40 persons, 1 time/	Comments will be wrapped up	Minutes of consultation	OSF ^{xi} , Secretariat	I Q	2,500	OSF
	13.2 Create data base on other countries experience on BO disclosure	Comments will be wrapped up	Minutes of consultation	Secretariat	I-IV Q	300	World Bank
	13.3 Consultation workshop within company representatives /60 people/	Comments will be wrapped up	Minutes of consultation	MNMA, Secretariat	I Q	4,000	World Bank
	13.4 Consultation workshop within government organizations /40 people/	Stakeholders will come in consensus	Recommendation	MoMHI, Secretariat		2,500	World Bank
	13.5 Consultation workshop within civil society organizations /60 people/	Stakeholders consensus will be guaranteed and documented officially	Minutes of Meeting and Decision	PWYP Coalition, Secretariat		4,000	OSF
	13.6 Joint consultation within stakeholders /150 people/	Comments will be wrapped up	Minutes of consultation	MSWG		6,100	World Bank

	13.7 Discuss and agree on "terminology, definition, threshold, level of detail of BO disclosure" by EITI MSWG, NC meeting	Comments will be wrapped up	Minutes of consultation	Secretariat	II Q	500	World Bank
Objective 14: If Political Exposed Person is beneficial owner of extractive industry, then ensure complete disclosure of his/her information.	4.1 Precisely identify "Politically Exposed Beneficial Owner" definition	PEBOs will be reported completely	Recommendation	IAAC, MSWG	I Q	500	World Bank
	4.2 Amend related laws and update reporting template	Reporting mechanism shall be ensured	Amendment draft to related laws		II-IV Q	500	World Bank
Objective 15: Organize promotional activities for companies to disclose BOs by themselves through increasing public awareness	15.1 Training and consultation workshop for executives and senior legal officers of companies /25 people, 4 series/	Acceptance of the requirement and mutual understanding will be increased	Minutes	MNMA, Secretariat	II Q	8,000	World Bank
	15.2 Training for trainers comprises from civil society and NGOs /20 people, 3 series/	Public debate will be activated by trained trainers	Public debate	Civil Society Coalition	II-III Q	5,400	OSF
	15.3 Establish investigative journalists network and train them /10 journalists, 4 series/	Targeted TV programmes, articles, interviews will be broadcasted	TV products and messages for social media	Civil Society Coalition	II-IV Q	10,000	NRGI
	15.4 Conduct survey on company incentives mechanism for those disclosed BO information on their own	Possible incentives' mechanisms will be conducted	Survey report	BO Subworking group	I Q	10,000	World Bank
	15.5 TV live discussion /2 times/	Public awareness and engagement will be increased	TV live discussion	NC	II-III Q	20,000	World Bank
	15.6 Organize an event for youth who study mining and governance subjects to engage them	Engage youth participation	Joint event	MSWG	II-III Q	500	World Bank

Objective 16: Collect the BO information and assure the accuracy of data	16.1 Synchronize the registration system of government agencies which register and maintain BO information and improve information sharing within those GOs	Information collecting and sharing system will be synchronized	Incorporated system of government organizations	IAAC, MSWG, Corporate Governance National Council	I-II Q	50,000	TA and Donor organizations
	16.2 Organize training for GO's related with BO registration process	Capacity of GO's will be strengthened	Training report		III-IV Q		
	16.3 EITI MSG stakeholders agree on data assuring methodology	Assuring methodology will be identified	National Council meeting decision	Secretariat	IV Q	500	World Bank

SUBTOTAL 142,200

Objective five. Ensure contract transparency

OBJECTIVE	PLANNED ACTIVITIES	EXPECTED OUTCOME	PRODUCT	IN CHARGE	TIMING (Quarter)	BUDGET	
						Amount (by thousand MNT)	Funding source
Objective 17: Launch a contract disclosure website	17.1 Collect contracts and create a database	Database will be created	Database	MoMHI, Secretariat	I Q	1,000	World Bank
	17.2 Launch a website	Website will be launched	public website	OSF	I Q	1,500	World Bank
	17.3 Develop manual and methodology for contract disclosure	Manual will be produced	Manual and methodology	Contract disclosure sub WG	II Q	1,000	World Bank
	17.4 Organize a training for civil society organizations on the subject of contract monitoring	Contract monitoring capacity will be built	Training report	NRGI ^{xiii} , Secretariat	II Q	4,000	NRGI
	17.5 Disclose Product Sharing Agreements	PSAs will be disclosed	Contracts	MoMHI	II Q	1,000	World Bank

	17.6 Disclose contract negotiation process	Citizens participation will be ensured in contract negotiation process in specific aimag and soum level	Pilot project report and recommendation	MNMA	I Q	10,000	World Bank
	17.7 Evaluate an implementation of contracts	Specific aimag's and soum's contracts will be evaluated and publicly communicated	Evaluation reports	Civil Society Coalition	II Q	4,000	World Bank
						SUBTOTAL	22,500
						TOTAL	957,300

FUNDING SOURCE

	thous.MNT
WORLD BANK	191,200
STATE BUDGET	255,000
EBRD	435,200
OSF	11,900
NRGI	14,000
OTHER	50,000
	<u>957,300</u>

TOTAL BUDGET by Objectives

	thous.MNT
Objective one	26,000
Objective two	265,800
Objective three	500,800
Objective four	142,200
Objective five	22,500
	<u>957,300</u>

ⁱ Ministry of Finance

ⁱⁱ Mineral Resources and Petroleum Authority

ⁱⁱⁱ Independent Agency Against Corruption

^{iv} General Taxation Department

^v Ministry of Environment and Tourism

^{vi} National Audit Office

^{vii} National Development Agency

^{viii} Ministry of Mining and Heavy Industry

^{ix} Mongolian National Mining Association

^x Mongolian Employees Federation

^{xi} Ministry of Justice and Internal Affairs

^{xii} Open Society Forum

^{xiii} Natural Resource Governance Institute