3rd Supervisory Board Meeting
Zagreb, May 21, 2003

1. AGENDA

1. Annual Report
   a. Annual Report and the Final Accounts for 2002
2. Business Plan for 2003
   b. Capacity Building in Public Accounting Project
   c. Summer school in Public Finance Management for junior economists
   d. Organization of the workshops in member countries
   e. Translations
   f. Participation of non-member countries
3. Monitoring the benefits of member country participation
4. Modification of the Statute
5. Establishment of the Advisory Board
   a. Formal nomination of the Advisory Board members
   b. Report from the 1st session of the Advisory Board

2. PARTICIPANTS

The meeting was attended by:

Republic of Croatia
Mr. Mato Crkvenac, Minister of Finance

Republic of Slovenia
Mr. Dušan Mramor, Minister of Finance
Mr. Andrej Rant, Vice-Governor of the Bank of Slovenia
Mrs. Mira Dobovišek, Director of the CEF
Mrs. Irena Sodin, State Undersecretary, President of CEF Management Board
Mr. Larry O'Toole, IMF advisor to CEF

Republic of Albania
Mr. Kastriot Islami, Minister of Finance

Republic of Macedonia
Mr. Petar Gošev, Minister of Finance

Bosnia and Herzegovina
Ms. Ljerka Marić, Minister of Finance
Mr. Kemal Kozarić, Vice-Governor, Central Bank of BIH

BIH Federation
Mr. Dragan Vrankić, Minister of Finance

Montenegro
Mr. Ljubiša Krgović, Governor of the Bank of Montenegro
3. CONCLUSIONS

AD 1a Annual Report and the Final Accounts for 2002
The Supervisory Board approves the Annual Report and the Final Accounts for 2002, as recommended by the Management Board. Also the Supervisory Board commends to the Director and the staff of the CEF for the excellent work in the first full year of operation.

AD 2a Business Plan and the Annual Budget for 2003
The Supervisory Board adopts the Business Plan and approves the Annual Budget for 2003.

AD 2b Capacity Building in Public Accounting Project
Recognizing the urgent need to provide a professional training program in Capacity Building in Public Accounting the Supervisory Board:
1. Commits to provide all necessary support and assist the CEF in raising finds to secure the future of the program in full capacity, and
2. Commits to provide support... sources to cover a part of ... ???? for the national modules and for a part of the translation material costs.

AD 2c Summer school in Public Finance Management for junior economists
The Supervisory Board supports the organization of the Summer School for Public Finance Management.

AD 2d Organization of the workshops in member countries
The Supervisory Board endorses the organization of CEF workshops in member countries upon demand and agrees that the member county undergoing such arrangement should finance the costs of technical organization.

AD 2e Translations
The Supervisory Board:
1. Is informed of the possibilities for simultaneous translation at CEF and agrees that the member states cover the costs of translation for their participants when needed, and
2. Welcomes the idea of the translation of an entire course, provided that the member countries share the workload and costs of translation and instructs the CEF management to coordinate such efforts.

AD 2f Participation of non-member countries
The Supervisory Board:
1. Encourages CEF to accept participants from non-member countries subject available seats, and
2. In the case of increased running costs recommends the CEF to seek reimbursement.

AD 3 Monitoring the benefits of member country participation
The Supervisory Board:
1. Endorses the appointment of official CEF Coordinators by each member institution to perform the functions described, and
2. Decides to discuss the evaluation of member benefits again in 2004 and requests CEF to prepare specific proposals for evaluation tools.

AD 4 Modification of the Statute
The Supervisory Board adopts the modifications of the Statute.

AD 5 Establishment of the Advisory Board
Formal nomination of the Advisory Board members
Report from the 1st session of the Advisory Board