



BOI IIP improvement work plan - Overview

EU-ISRAEL TWINNING PROJECT


Balance of Payments

Copenhagen, 26-29 October, 2014



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1



- Since April of 2013 the BOI has been conducting weekly meetings to discuss issues and tasks related to the improvement of the process of the IIP production and methodological improvements.
- As a result of these meetings, a set of 23 tasks has been created and set to be completed in 2014-2015.
- as of October 2014 more the half of these tasks are already completed.

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2

Major tasks regarding the improvement of the IIP production process

- Re-examination of existing methodology
- Improvement of the structure of the reporting forms
 - mandatory reporting regarding the ultimate investor
 - creating an index of reporting items
 - changes in definitions as mandated by the BOI auditing
 - Adding data to the reports
- Policy measures in order to increase the Response rate
- Standardizing of reporting thresholds



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3

Major tasks regarding the improvement of the IIP production process

- Quality Improvements and work process improvements related to the ITRS system
- Automating manual processes of the IIP (including Distribution by industry and geography of direct investment data)
- Quality improvements and work process improvements to the Tradable Securities system
- Methodology improvements of the financial institutions reporting system – getting a full IIP data



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4

Thank you



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5

Tasks completed

- Examining 2 proxies for estimating the flow of late reporting entities (deposits, direct investment)
- company survey regarding accounting principles employed
- Search for a correlation between nonprofit entity reporting in the direct reporting system and ITRS transactions
- change in policy regarding reporting requirements – increasing response rate



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6

Tasks completed

- Negotiable securities system – quality check using other reporting sources for comparison
- Data that include reporting companies and non reporting companies (deposits, direct investment) - streamlining work procedures by producing a client list that can be filtered
- Institutional investor data - changes in methodology
- Assets and Liabilities system - debugging by IT



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7

Tasks completed

- Receiving of the complete BOP a week prior to publication from CBS for final approving
- Improvements of the monthly financial account working process.
- Using of the ITRS as a source for identifying major potential reporting entities and anomalies



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8

Tasks to complete

- ITRS - quality improvement and data checks – 75%
- Negotiable securities system - examination of procedure for removing parties at interest and institutional investors – 75%
- Standardizing reporting thresholds in the direct reporting system – 50%



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9

Tasks to complete

- Changing the reporting forms of the direct reporting system – 25%
- Portfolio and direct investment in equity - company specific calculation of prices and exchange rate changes (including handling of dividends) – 50%



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10

Tasks to complete

- Distribution by industry and geography of direct investment data - automating the process – 50%
- Assets and Liabilities system – creating a control process for manual updates – 25%
- Government (FX) debt data from the Finance Ministry - electronic transmission and recording directly into DW



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11