

Belarus Public Expenditure Review

Fiscal Reforms for a Sustainable Economic Recovery

Volume 1

POMEND, NAMED TISICAL PANSHUABLAN I NACKEBHAN PURANTE OF THE PURAN

THE WORLD BANK

Contents

Acknowledgments	Vii
Preface	ix
Executive Summary	×
Chapter 1. Why is fiscal reform pertinent in Belarus? A. Macro-economic vulnerabilities–Implications for fiscal policy B. Deepening structural reforms–Implications for fiscal policy C. Fiscal challenges	1 2 9 15
Chapter 2. Agriculture: Hardening budget constraints A. Institutional framework of the agricultural sector B. The fiscal cost of agricultural support C. Composition of spending D. Impact of fiscal support on sector performance E. Implications of international trade integration on the restructuring on the agricultural support system F. Policy options and fiscal and social impact	18 19 21 23 28 31
Chapter 3. Energy services: Achieving financial viability A. Energy market structure B. The fiscal cost of energy services C. Impact of energy subsidies D. Fiscal and social impact of the planned energy tariff reform E. Policy options and their fiscal and social impact	37 38 39 44 47 52
Chapter 4. Social assistance: Improving targeting A. The fiscal cost of social assistance—Spending trends and composition B. Effectiveness of social assistance spending C. Targeting efficiency of social assistance spending D. Policy options and their fiscal and social impact	55 56 62 63 66
Chapter 5. Pensions: Fostering sustainability A. Long term fiscal trends in the pension system B. The pension system—Current system features and reform options C. Policy options and their fiscal and social impact	70 71 73 84
List of References	88
Annexes	89