

## Self Assessment Report on Project Implementation

### Mongolia:

#### Law on Special Permission for Economic Activities

Pillar 1 – Developing effective and transparent systems for public service

Implementing agency/ contact: Ministry of Justice and Home Affairs of Mongolia,  
Head of coordination, information and monitoring department

Project budget: 100% funded by the Mongolian Government

Starting date: 01 January 2002

Closing date: 01 January 2003

#### Project description:

Government economic entities used to create a special permission by themselves and regulations concerning the special permission were regulated by their own view. It means that only those citizens who gave the bribe to the public officials have possibility to run an economic activity. It was the source of corruption. Basing on that the Mongolian Parliament was approved the Law on special permission for economic activities in February 2001 and followed it from January 2002. The Ministry of Justice and Home Affairs were responsible for implementation of the law basing on its financial and human resource possibility and runs activities such as: training of public officials who will implement the law, development and review of current laws and regulations concerning the special permission, making a research on implementation process of the law.

#### Project objectives and scope

The main purpose of the project is to enhance the fight against corruption, by means of:

- Implementing proper laws providing for effective prevention of corruption
- Reviewing current regulations governing economic activities;
- Improving enforcement mechanisms of such laws;
- Eliminating unnecessary bureaucratic process; and
- Monitoring the work of public officials

#### Project inputs

There were organized following trainings according to the law on special permission. For example:

- a) in March 4, 2002 were organized a training to the administration of the agencies about the law on Special permission for economic activities;
- b) training between authorities who used to give the special permission and officials of the supervision office under the Municipality office, April 6, 2002;
- c) training to the State Secretaries of the Ministries of Mongolia, April 12, 2002
- d) training to the taxation division of the district of Ulaanbaatar city.

About formation of the Legal framework on implementation of the law :

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- a) There were 32 draft laws developed and approved by the Parliament connecting with the implementation of the law on special permission for economic activities.
- b) There were 300 Governors order reviewed and invalidated according to the law.

## Project outputs

- The legal framework of implementation of the law on Special permission for Economic activities were by some means formed;
- The officials and employee giving the special permission according to the law were provided with necessary administrative and other information connecting with the implementation of the law;
- To be provided with possibility to learn from the mistakes from the first step activities.

## Project benefits & risks

The number of special permission's types, which were above 600, were reduced to 85. The one source of corruption by some means locked.

## Output evaluation

To be formed legal environment that in case of running economic activities not determined to the law, the public officials should give special permission according to the conditions and regulations stated in the law and basing only to those materials stated in the law. This will reduce the corruption

## Project overall assessment

The project was considering implemented according to its purpose and planned time.

## Follow-up action and recommendation

Although, the project considered as implemented, but the condition for implementation of the law were in the process. It means that we need to legalize regulations concerning the issue of running of some activities within the special permission. Because, there are some specific activities that should be regulated according to the present law. According to those specific conditions, materials should be prepared and question of refusal, invalidation should be regulated accordingly.

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