# LEGAL UPDATE



## January 2020

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- Decision on approval of "Rule of evaluation of state services provided to micro, small and medium-sized businesses on the SME index".
- Decision on approval of the "Rules of maintaining the tourism register".
- 3. Decision on the approval of the Rules of use of the funds received by the public legal entity which is created by the President of the Republic of Azerbaijan (with exception of public legal entities whose status is determined by the law of the Republic of Azerbaijan, as well as its subordination, which is not included in the structure of state bodies) from the activities and services of the state, carrying out actions that create legal consequences, remained at the disposal of the legal entity
- **1.** By this Decision dated 29<sup>th</sup> January, 2020, the Cabinet of Ministers defines SME index, evaluation of SME index, criteria for the evaluation. One of main goals of evaluation of public service is to identify the circumstances that create unreasonable obstacles to doing business.

Assessment of the impact of simplification or termination of public service on human life and health, environment, economic interests of the state is carried out according to the following criteria:

- compliance of the state with the strategic objectives;
- impact of the state budget on revenues and expenditures;
- the impact on the country's export potential;
- the impact of products and services on the consumer market;
- impact on employment levels;
- impact on food security;
- impact on investment climate and investment attraction;
- the existence of circumstances that may create corruption;
- impact on the lives and health of people, as well as the environment.

Evaluation of public service is carried out by the Ministry of Economy of the Republic of Azerbaijan.

- 2. This Decision defines the rules for using and management, goals, infrastructure, structure and included information of register. The register is carried out with the aim of collecting, processing, searching, analysing and transmitting information on tourism industry in a single source, improving the quality of tourism products and services.
- *3.* By this Decision it is defined that the public legal entity uses the funds received from the legal entity to

pay taxes and other mandatory payments, and to pay the necessary expenses for the financing of its activities, including the salaries of its employees (hereinafter-employees) and its subordinate entities. The funds remaining after funding the employees' salary fund can be used to strengthen their social protection, strengthen the material and technical base of the legal entity and its subordinate bodies, and enhance scientific and technical potential. One of the important issues for using the funds is the part of the funds aimed at strengthening the social protection of employees. That part will be spent on the following areas:

- collective and individual remuneration of employees;
- provision of salary to employees;
- provision of financial aid to employees;
- payment of leave and travel expenses to employees;

The funds will be used to strengthen the material base of the legal entity and its subordinate bodies and to increase scientific and technical potential:

- purchase of goods (works and services);
- additional education of employees;

Up to 50% of the funds remaining after the funding of the Pension Fund's employees and its subordinate employees will be allocated to supplement the employees' salary. Allocated monthly allowances for employees' salaries shall be no more than two (2) times the monthly salary of the employees.

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