

MONTHLY MONITORING

OF MAIN INDICATORS
OF THE BUDGET SYSTEM OF UKRAINE
AS OF NOVEMBER 1, 2017

The Monitoring of Main Indicators of Budget System of Ukraine is a monthly publication prepared based on the data of official statistics. It contains a brief analysis and selections of graphs and charts illustrating the main changes occurring in the budget system of Ukraine.

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Monitoring of the Execution of the Consolidated, State and Local Budgets in Ukraine

- **The actual intake of revenues of the consolidated budget of Ukraine** totaled UAH 824.2bn in January-October 2017, which is UAH 229.3bn or 38.5% more year-on-year.
- **The state budget** received UAH 642.4bn in the same period, which is UAH 182.2bn or 39.6% more year-on-year. This amount equals 83.4% of the annual plan. Even with an increase of the annual target, this proportion is higher than the 78.7% average share of revenues for January through October in the total annual revenues in the last ten years, thus, continuing to point to a high likelihood of plan overachievement in annual terms.

Compared to last year, growth is noted in all key items of both tax and non-tax revenues, both by month and for the period of January through October of this year in general. In particular, personal income tax increased by UAH 12.2bn (or by 25.4%); enterprise profit tax by UAH 12.7bn (or 34.3%); VAT on goods made in Ukraine by UAH 35.9bn (or 32.3%); VAT on goods imported into Ukraine by UAH 55.4bn (or 38.1%); excise tax on goods made in Ukraine by UAH 9.3bn (or 20.8%); rent and fees for use of other natural resources by UAH 9.0bn (or 27.7%); and import duty by UAH 3.2bn (or 19.8%).

Non-tax revenues also increased (by UAH 42.7bn or 69.0%). This mainly occurred thanks to the transfer of UAH 35.0bn by the National Bank of Ukraine according to the Law of Ukraine "On the National Bank of Ukraine," as well as due to increased revenues from the dividends accrued on shares (stocks, interest) in economic companies whose authorized capital has some state property by UAH 15.2bn or more than ten times.

- **Expenditures of the consolidated budget** totaled UAH 792.9bn in January-October 2017, which is 27.6% or UAH 171.8bn more than the respective indicator of 2016. In October 2017, the expenditures amounted to UAH 93.3bn, which is 44.6% or UAH 28.8bn more than the indicator of October 2016.

The amounts of consolidated budget expenditures for all items under the functional classification of expenditures increased compared to the respective indicators of 2016.

The highest growth (by 73.5% against October 2016) was in the expenditures for economic activity, which reached UAH 9.7bn. Expenditures also grew significantly for healthcare (55.8%), spiritual and physical development (50.5%), general government functions (46.3%), education (45.0%), protection of natural environment (42.9%), defense (30.2%), public order, security, and the judiciary (42.9%), social protection and social security (26.0%), and housing and communal services (21.7%).

- **The actual expenditures of the state budget of Ukraine** totaled UAH 646.2bn, which is 23.5% or UAH 122.9bn more year-on-year. In October 2017, such expenditures amounted to UAH 75.2bn or 42.9% more than in October 2016.

The following changes occurred in terms of the **functional classification** items compared to October 2016:

- expenditures for general government functions (without the expenditures for state debt servicing) increased by 40.5% to UAH 2.9bn. The expenditures for state debt servicing totaled UAH 12.2bn, which is double of the respective period of last year;
- expenditures for defense increased by 30.2% to UAH 6.1bn;
- expenditures for public order, security, and judiciary increased by 28.9% to UAH 7.4bn;
- expenditures for economic activity increased by 72.9% to UAH 4.0bn;

- expenditures for environmental protection increased by 3.2% to UAH 321.1mln;
- expenditures for housing and communal services increased by 33.7% to UAH 1.1mln;
- expenditures for healthcare increased 2.7 times to UAH 2.0bn;
- expenditures for spiritual and physical development increased by 48.6% to UAH 531.0mln;
- expenditures for education increased by 24.8% to UAH 3.3bn; and
- expenditures for social protection and social security increased by 27.0% to nearly UAH 16.0bn.

Expenditures for the financing of pensions, bonuses, and extras to pensions awarded under pension programs, and the deficit of the Pension Fund totaled UAH 15.3bn, which is 28.1% more year-on-year.

- Revenues of the state budget **from repaid loans** totaled UAH 334.8mln in October of this year.

The state budget **provided loans** for the total of UAH 475.5mln in October 2017.

The state budget deficit amounted to UAH 13.6bn this month.

Repayment of the state debt principal totaled UAH 222.0bn in October 2017, including internal debt repayment of UAH 221.3bn and external debt repayment of UAH 769.7mln.

State borrowing was incurred at the amount of UAH 226.4bn, including UAH 225.8bn borrowed on the internal market; UAH 617.5mln **received in loans** from external sources; and UAH 216.9mln received into a special fund for the financing of joint development projects with international financial institutions.

The state budget received UAH 54.4mln from the privatization of state property in October 2017.

- **The total local budget revenues (without inter-budget transfers)** amounted to more than UAH 181.8bn in January-October 2017, which is 34.9% more year-on-year.

In October 2017, these revenues amounted to UAH 21.8bn, which is 55.1% more year-on-year. As usual, the personal income tax was the single largest source of local budget revenues. It generated UAH 9.7bn in October. Local taxes and fees provided UAH 6.1bn.

Revenue grew the most in Rivne Oblast, where it amounted to 79.1% against the respective 2016 figure. Revenue grew the least in Zaporizhzhia Oblast at 29.0%.

The local budget expenditures (without inter-budget transfers) totaled nearly UAH 365.2bn in January-October 2017, which is 47.0% more year-on-year.

In October 2017, expenditures grew by 43.5% year-on-year and amounted to more than UAH 38.5bn. The largest amounts of local budget expenditures were allocated for education, social protection and social security, and healthcare. They amounted to UAH 11.3bn (or 29.4% of all local budget expenditures), UAH 8.6bn (or 22.4%), and UAH 7.0bn (18.2%), respectively.

Expenditures grew the most in the city of Kyiv, where the amount of expenditures was 82.8% higher year-on-year. Expenditures grew the least in Sumy Oblast at 9.3%.

State Budget Revenue

Graph 1

State Budget Total Revenue Monthly Trends in 2012–2017 (Less Intergovernmental Transfers)

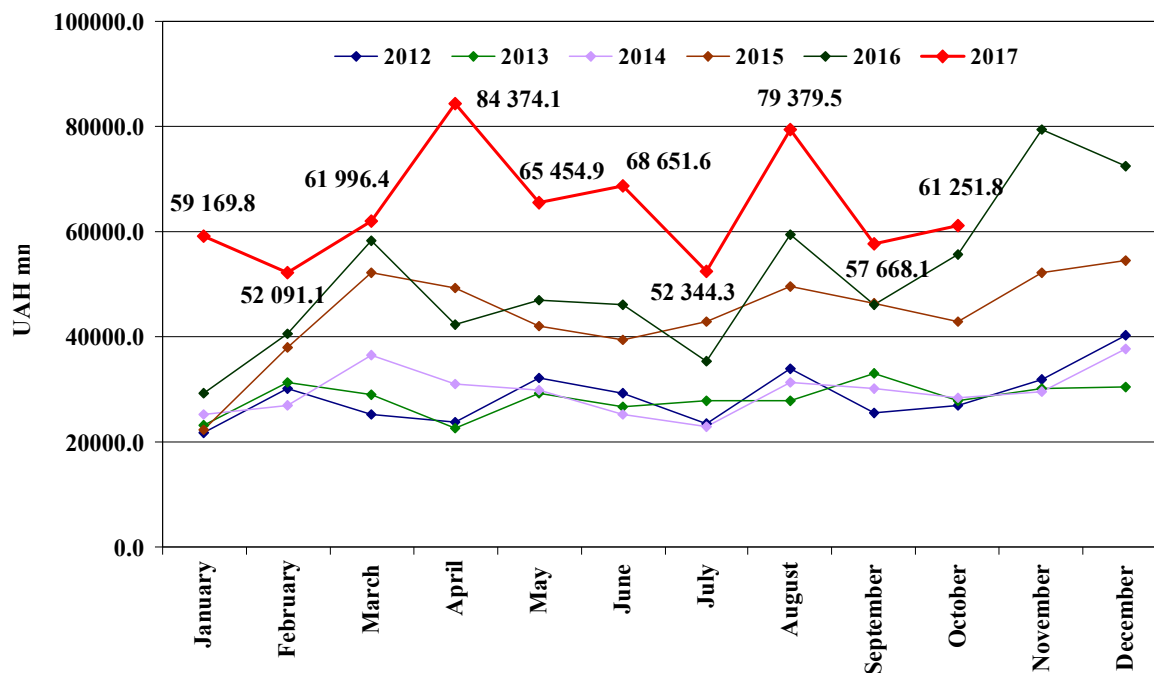
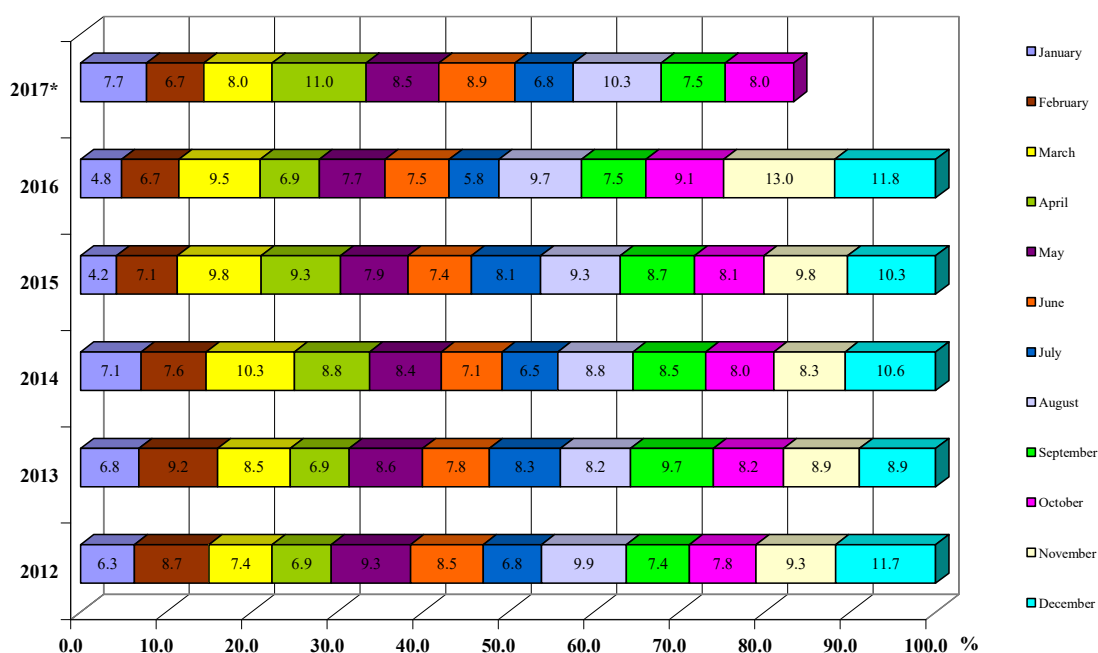


Diagram 1

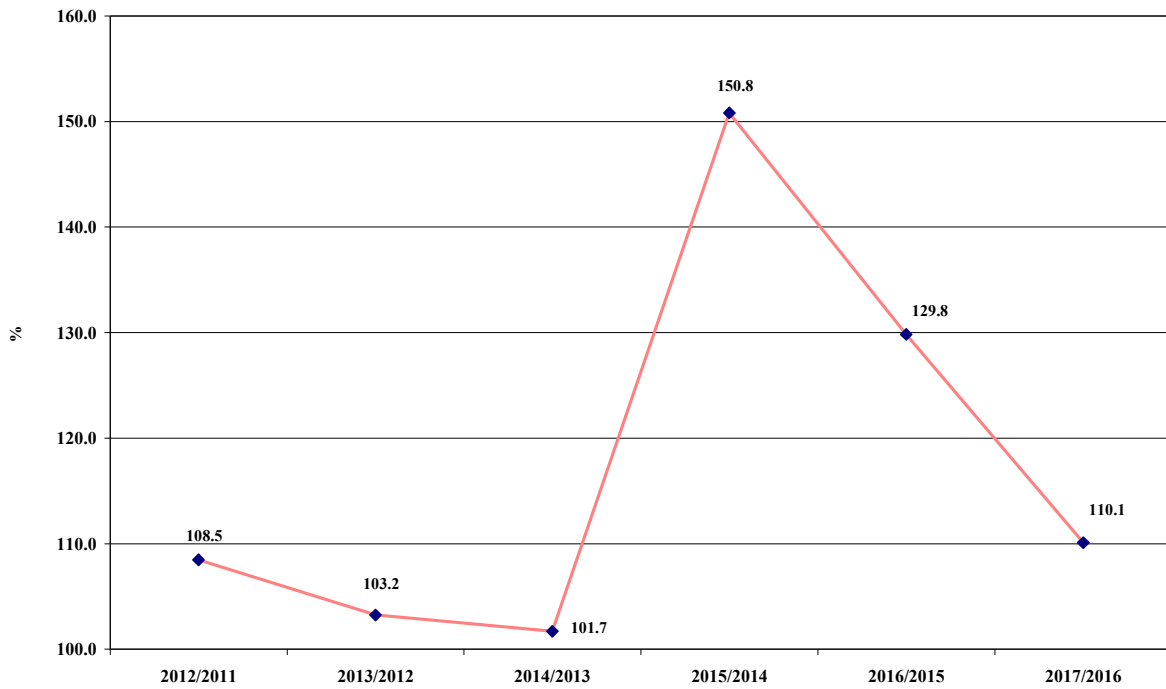
Dynamics of the Share of Ukraine's State Budget Revenue in Annual Amounts in 2012–2017



* A share of total revenues according to the planned annual index

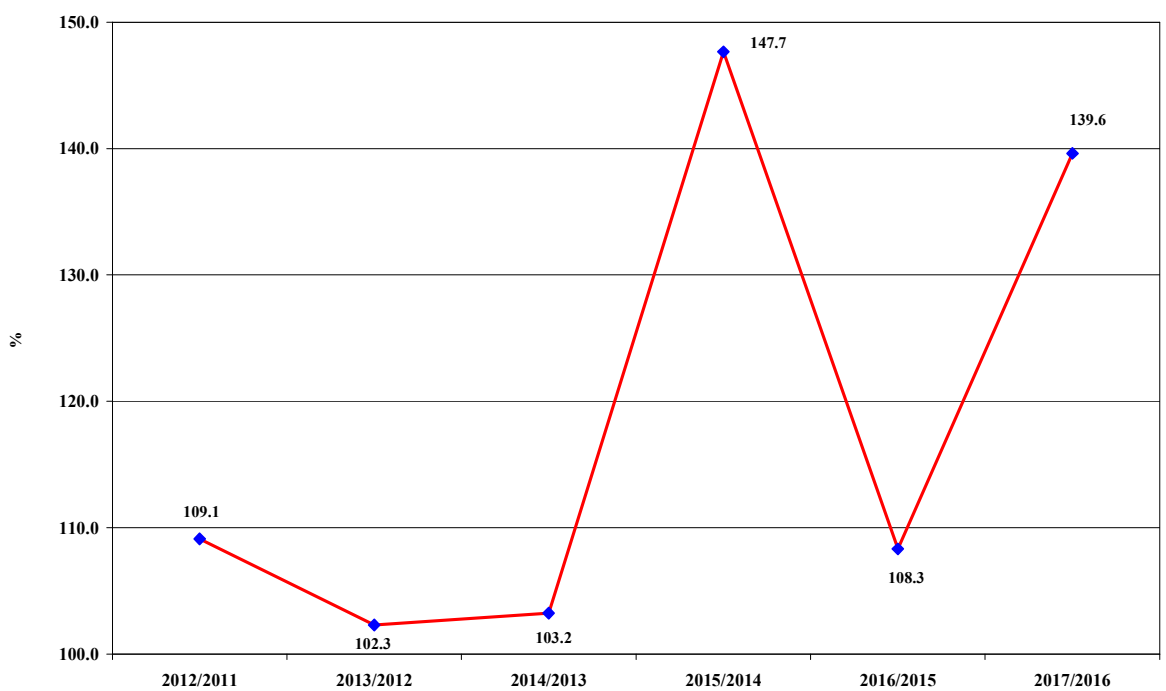
Graph 2

Growth Rates of Ukraine's State Budget Revenue in November 2012–2017



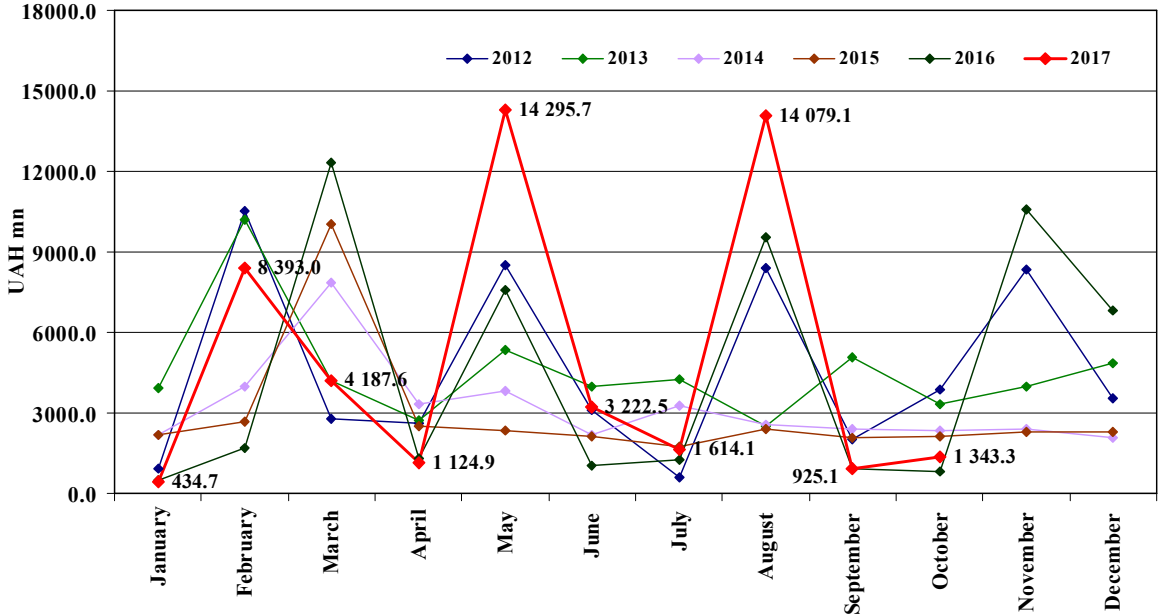
Graph 3

Growth Rates of Ukraine's State Budget Revenue in January–November 2012–2017



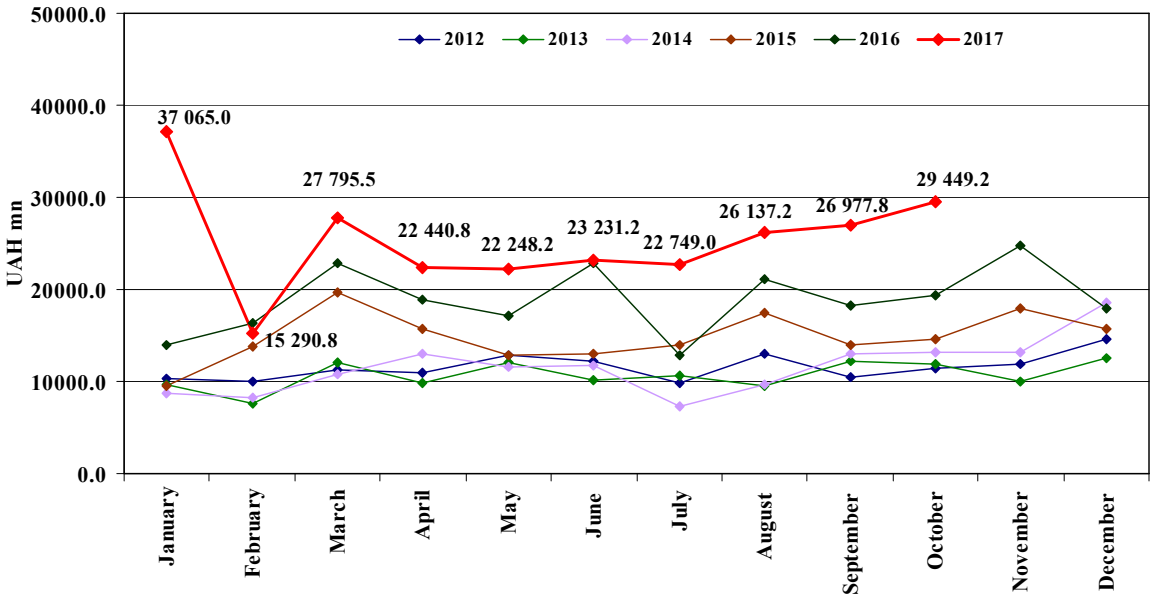
Graph 4

State Budget Enterprise Profit Tax Monthly Trends in 2012–2017



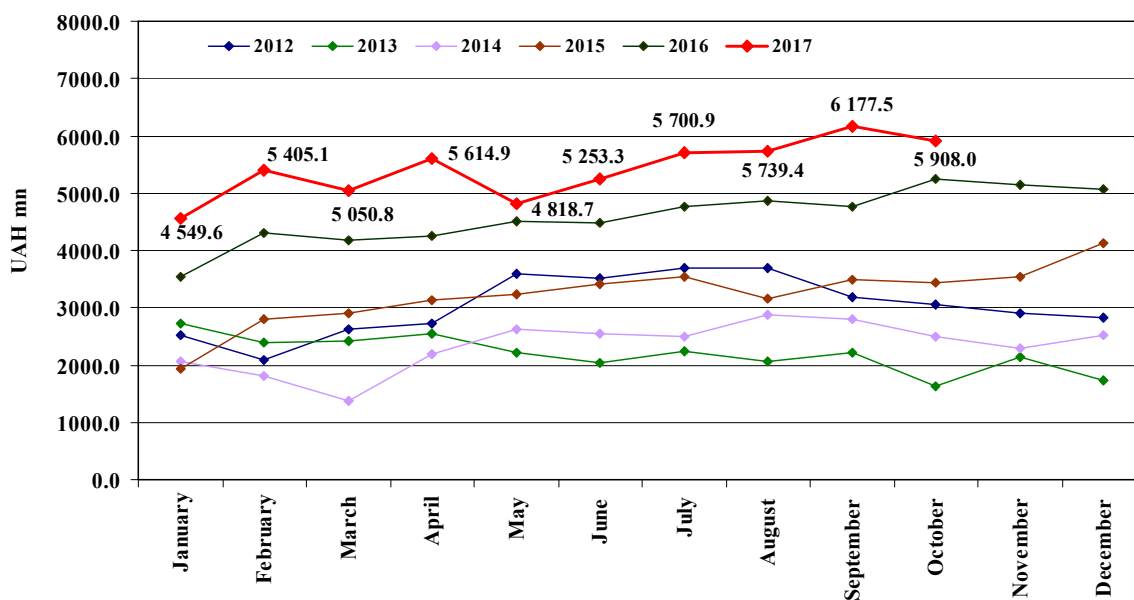
Graph 5

State Budget Value Added Tax Monthly Trends in 2012–2017



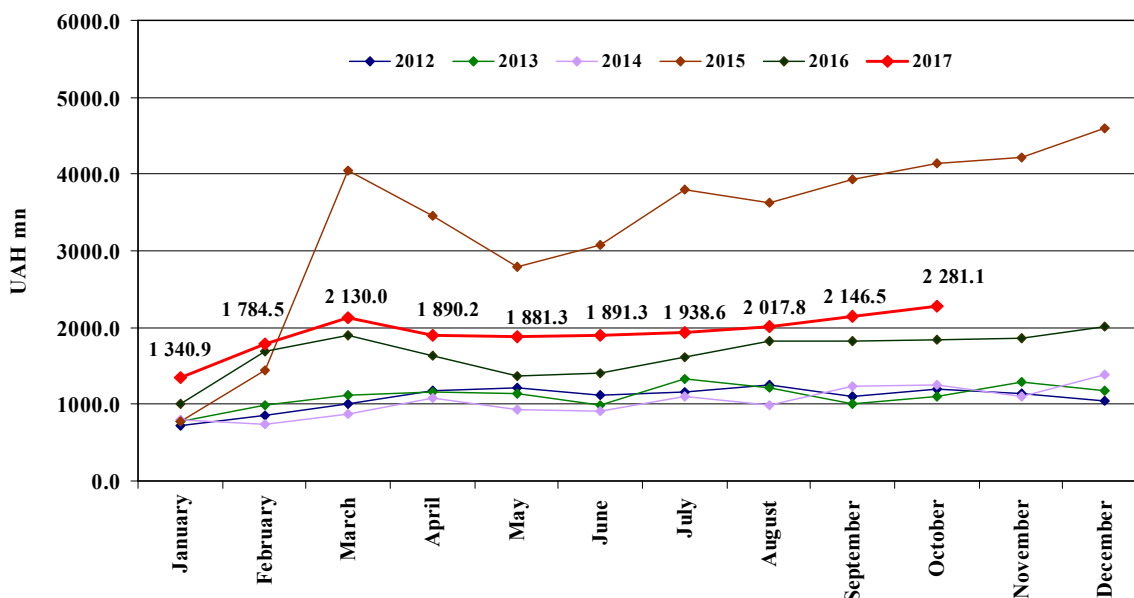
Graph 6

Dynamics of Monthly State Budget Revenues from Excise Tax on Excisable Goods Made in Ukraine in 2012–2017



Graph 7

Dynamics of Monthly State Budget Revenue from Import Duties in 2012–2017



Local Budget Revenue

Graph 8

Local Budget Revenue Monthly Trends (Less Intergovernmental Transfers) in 2012–2017

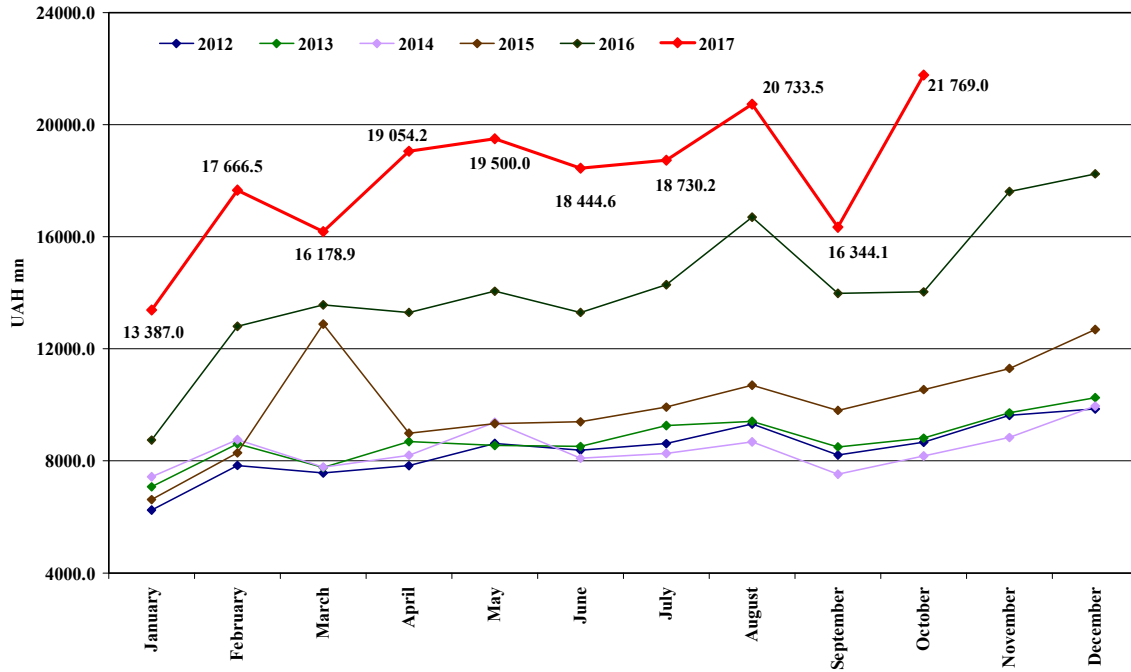
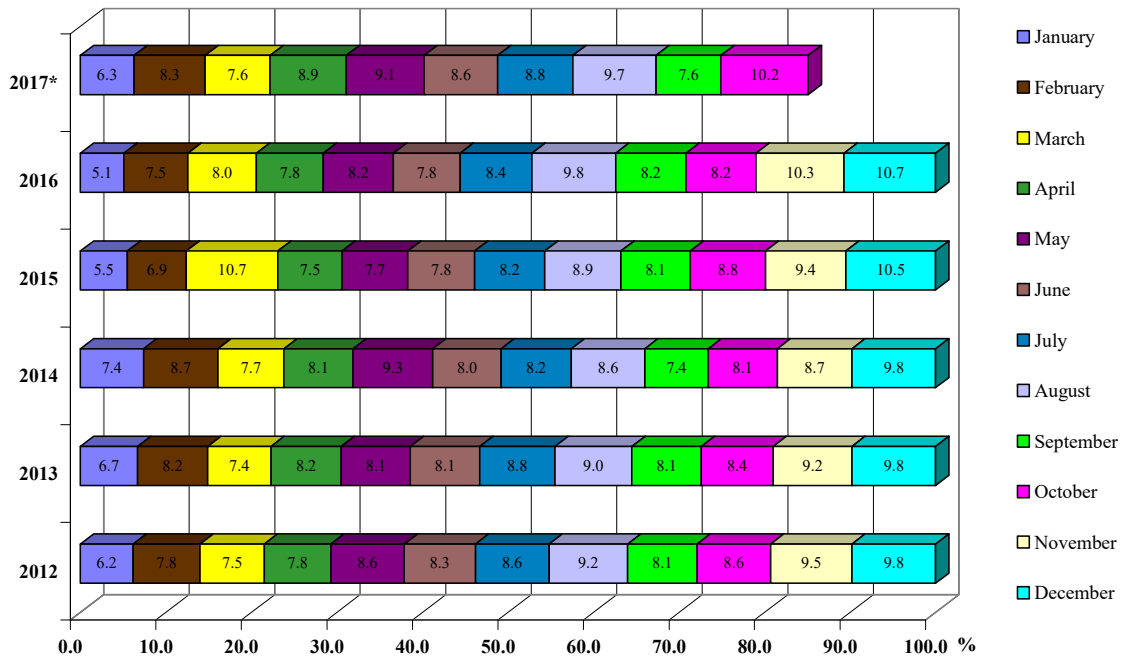


Diagram 2

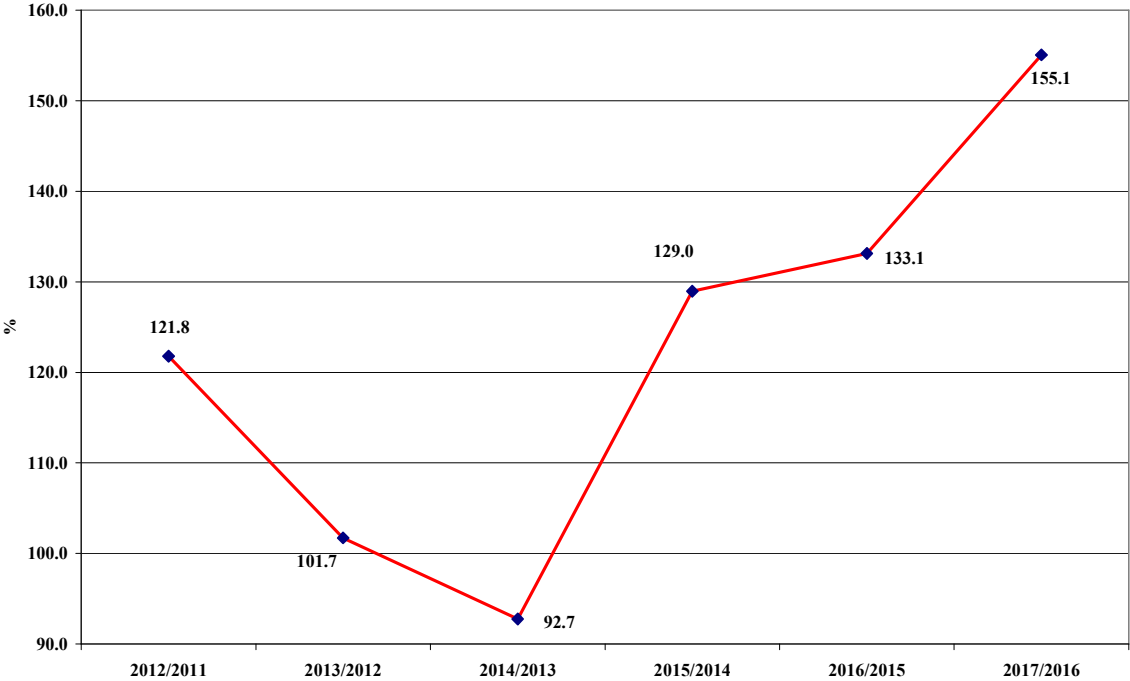
Dynamics of the Share of Local Budget Revenue in Annual Amounts in 2012–2017



* A share of total revenues according to the planned annual index

Graph 9

Growth Rates of Local Budget Revenue in November 2012–2017



Graph 10

Growth Rates of Local Budget Revenue in January–November 2012–2017

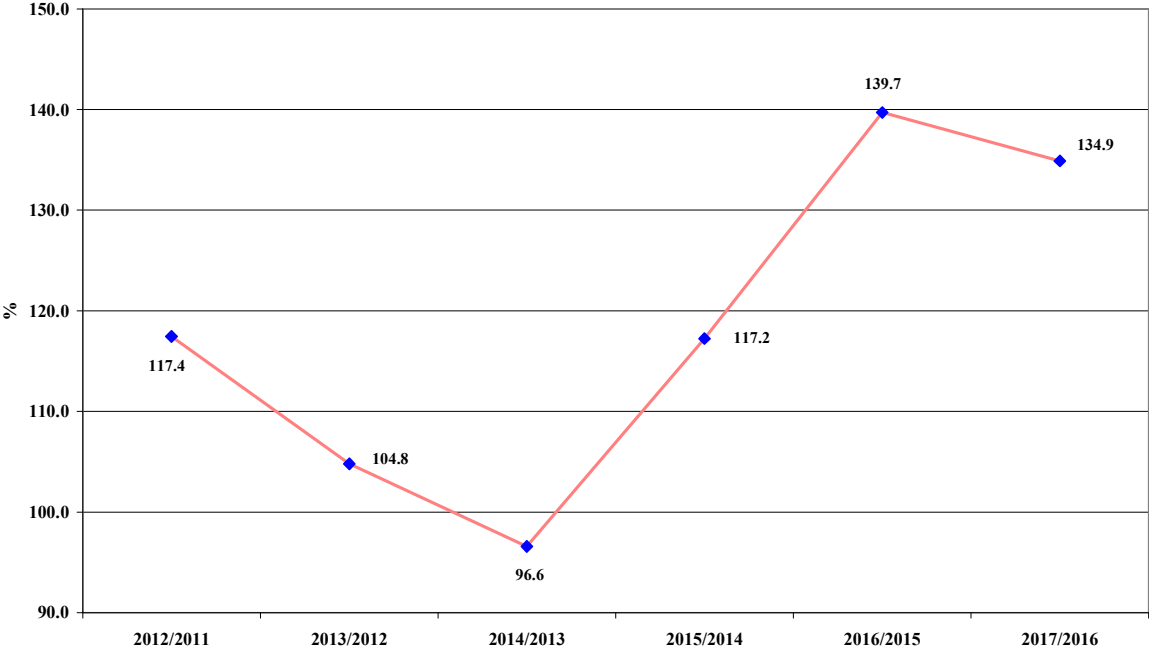


Diagram 3

Local Budget Revenue in November 2017

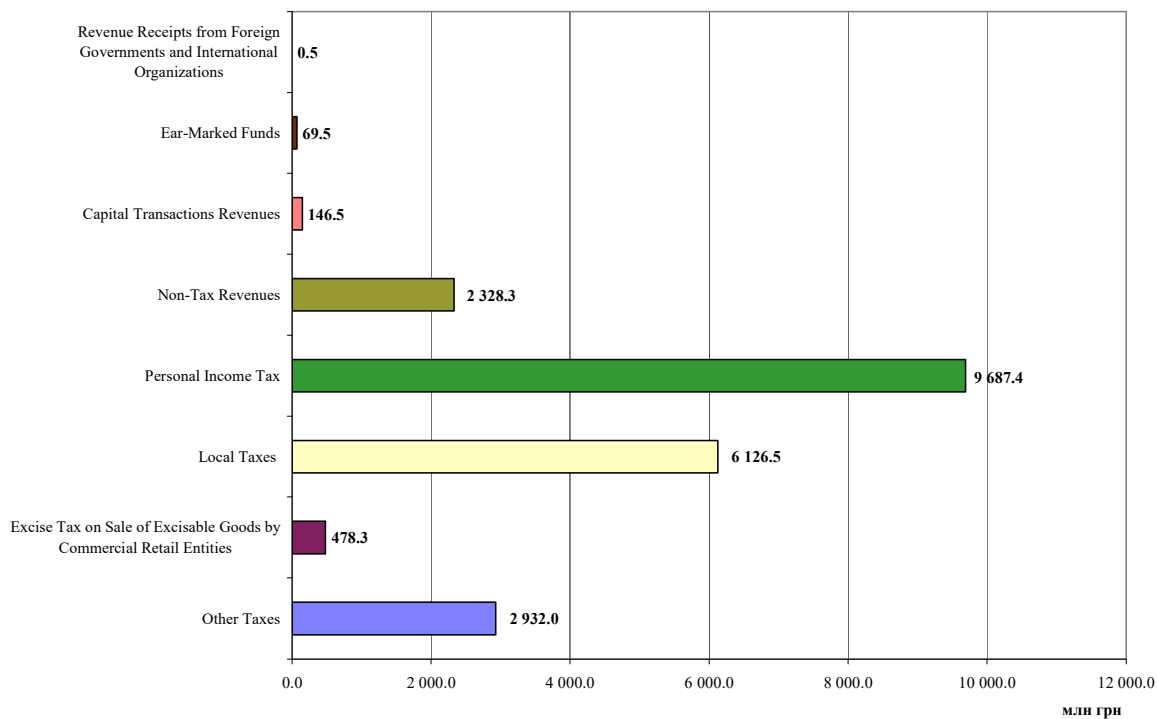


Diagram 4

Structure of Local Budget Revenues in November 2017

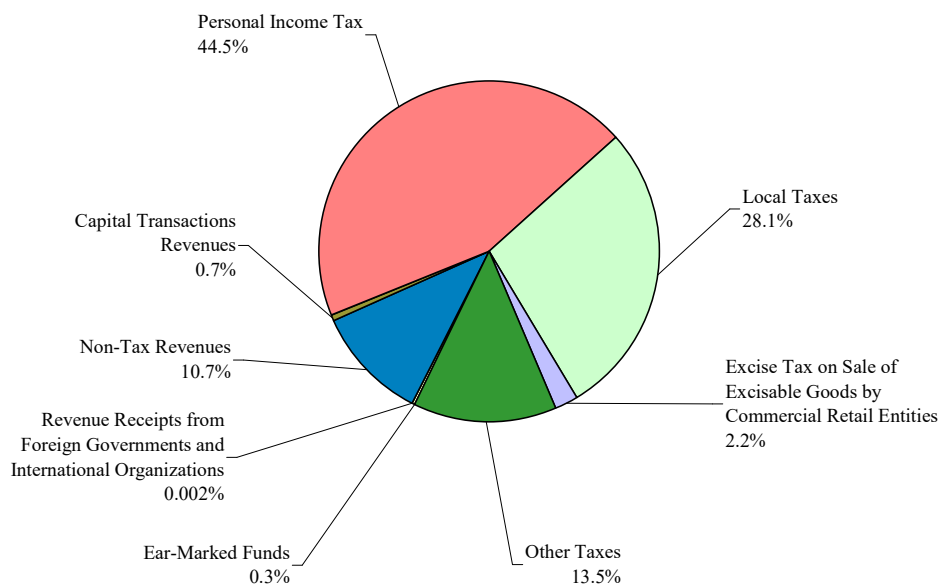
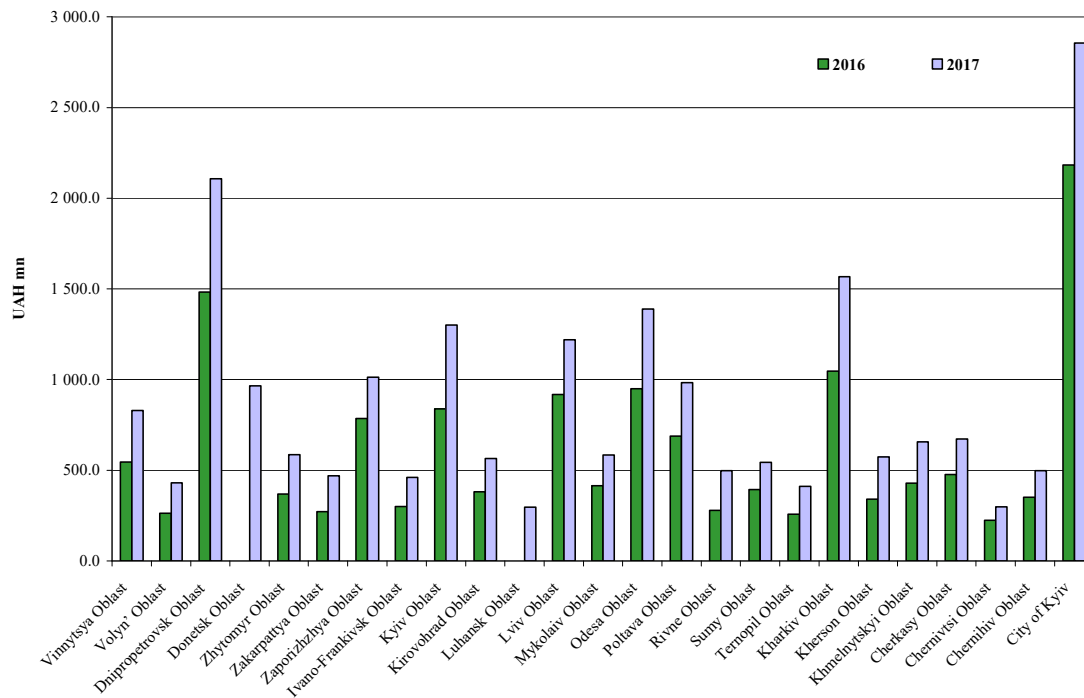


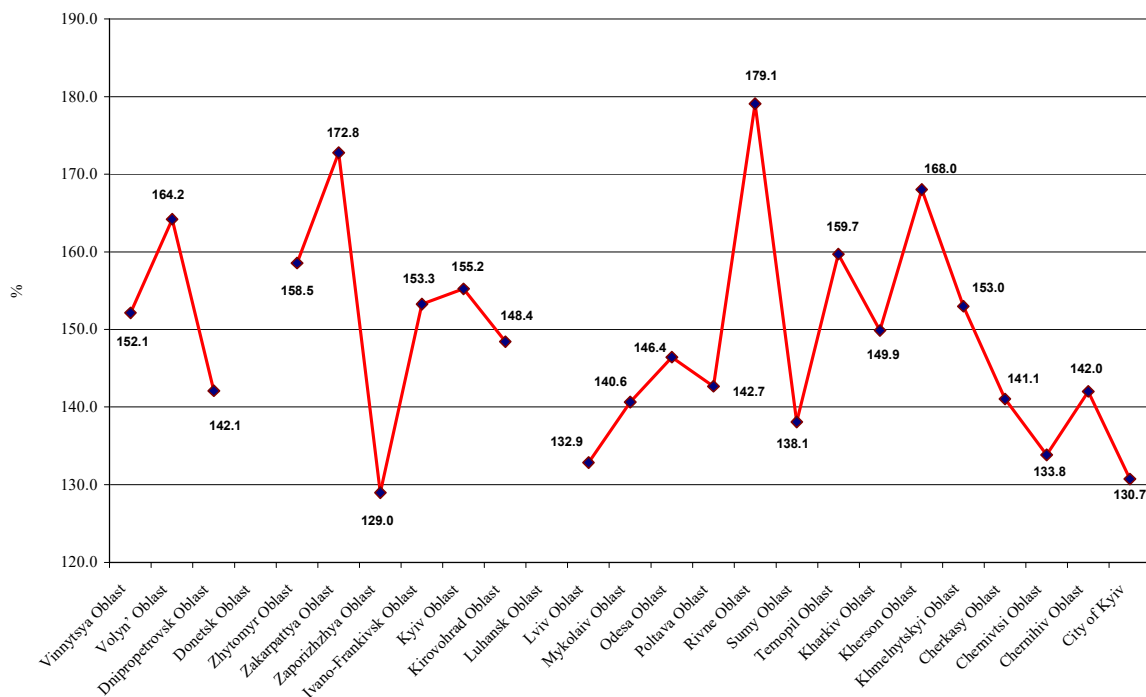
Diagram 5

Regional Distribution of Local Budget Revenue in November 2016–2017



Graph 11

Local Budget Revenues Growth Rate by Region in November 2017 (% vs. previous year)



State Budget Deficit

Diagram 6

Budget Deficit/Surplus, Monthly Trends in 2012

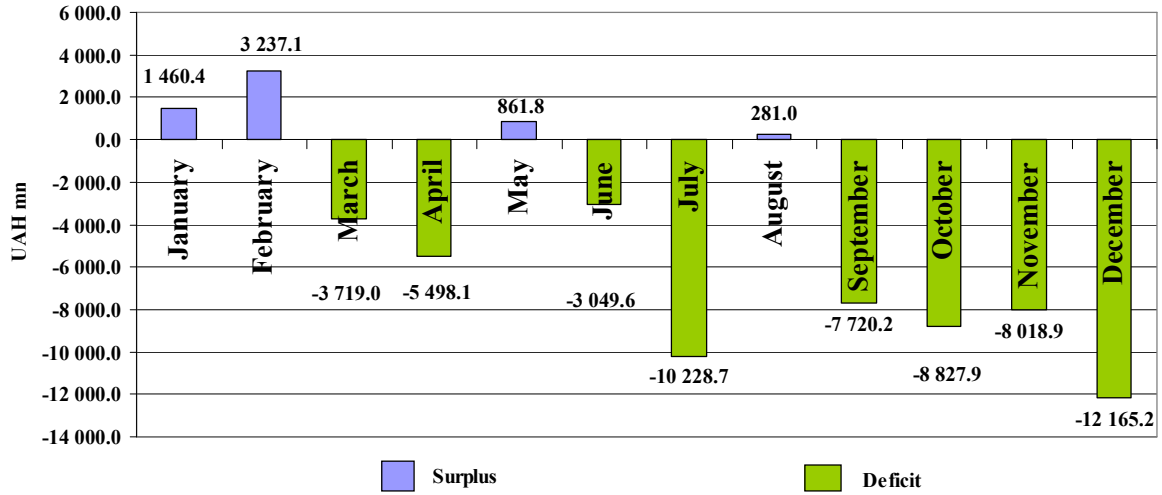


Diagram 7

Budget Deficit/Surplus, Monthly Trends in 2013

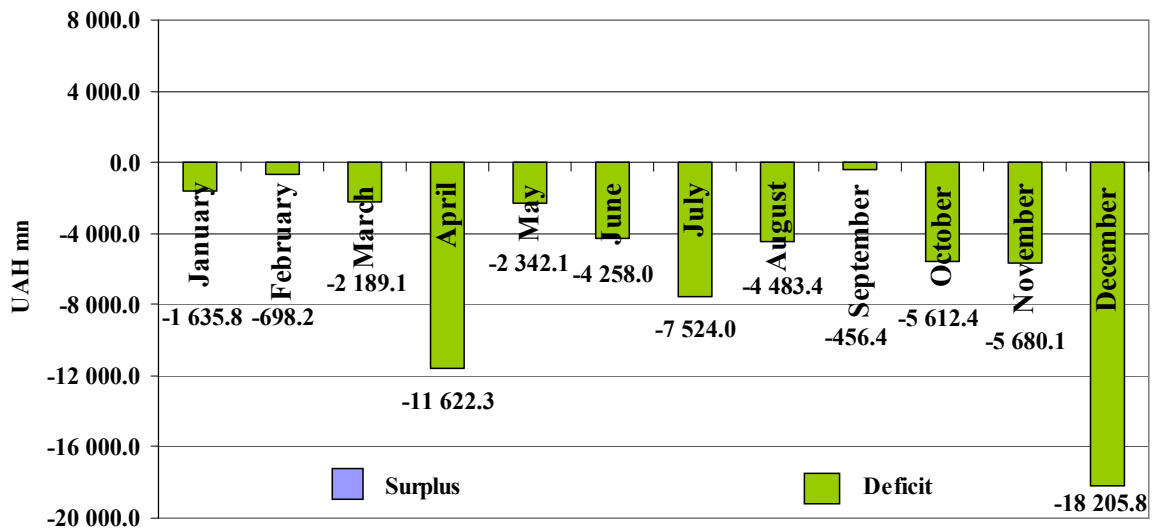


Diagram 8

Budget Deficit/Surplus, Monthly Trends in 2014

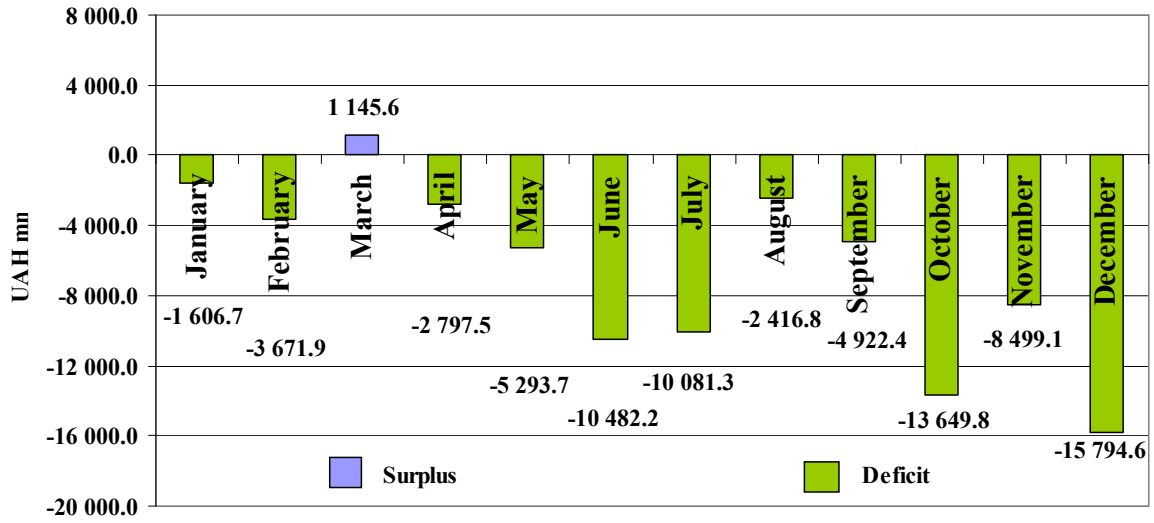


Diagram 9

Budget Deficit/Surplus, Monthly Trends in 2015

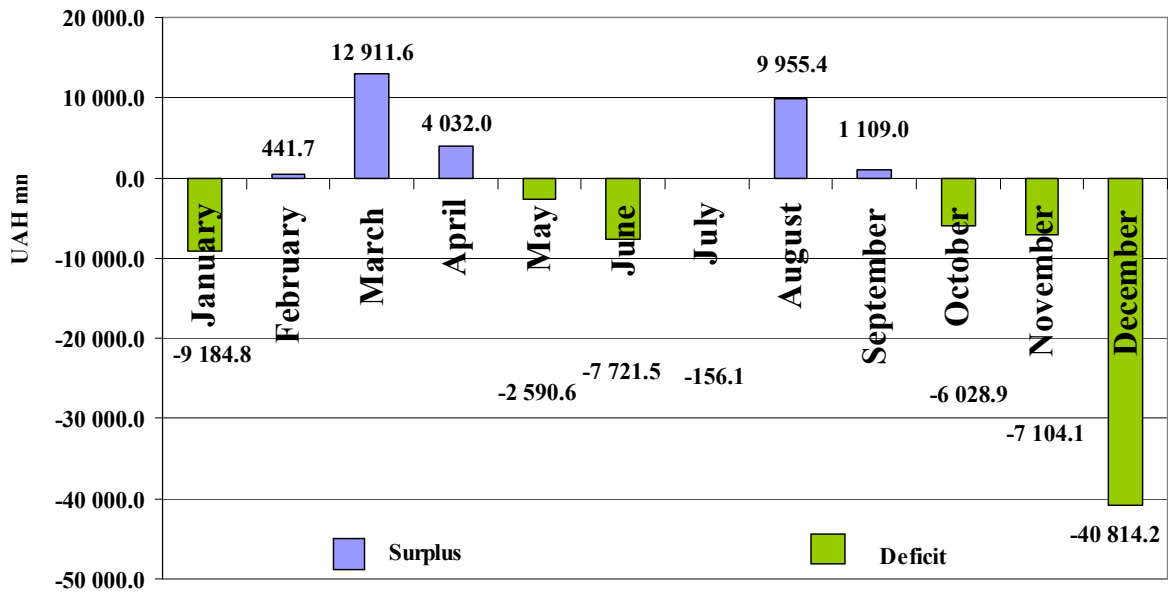


Diagram 10

Budget Deficit/Surplus, Monthly Trends in 2016

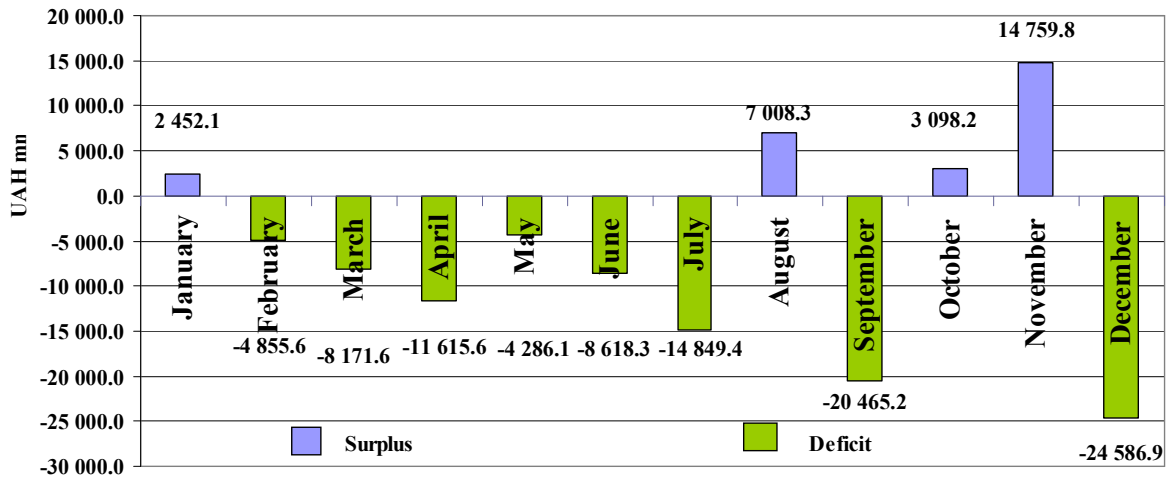
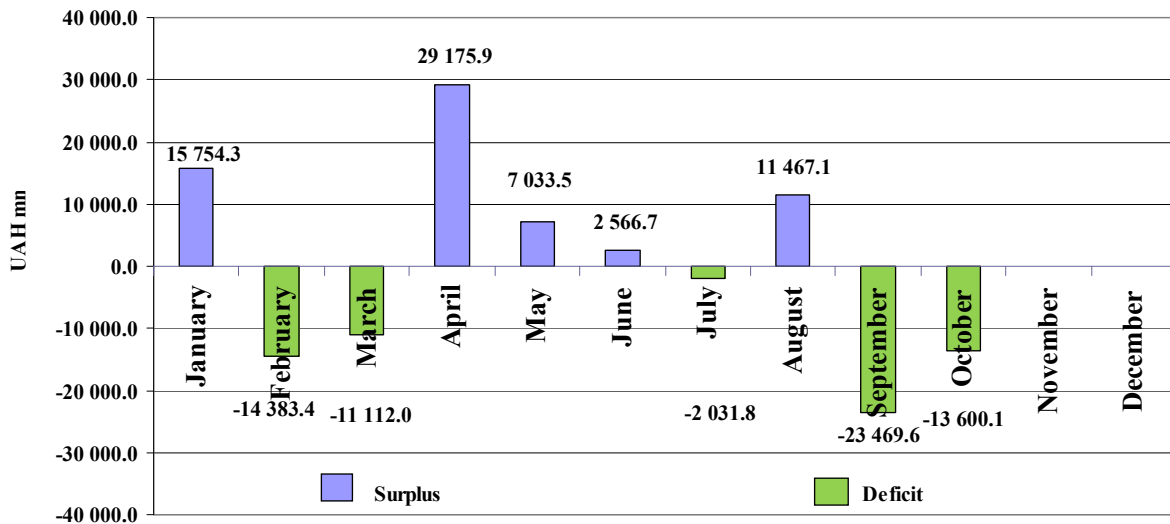


Diagram 11

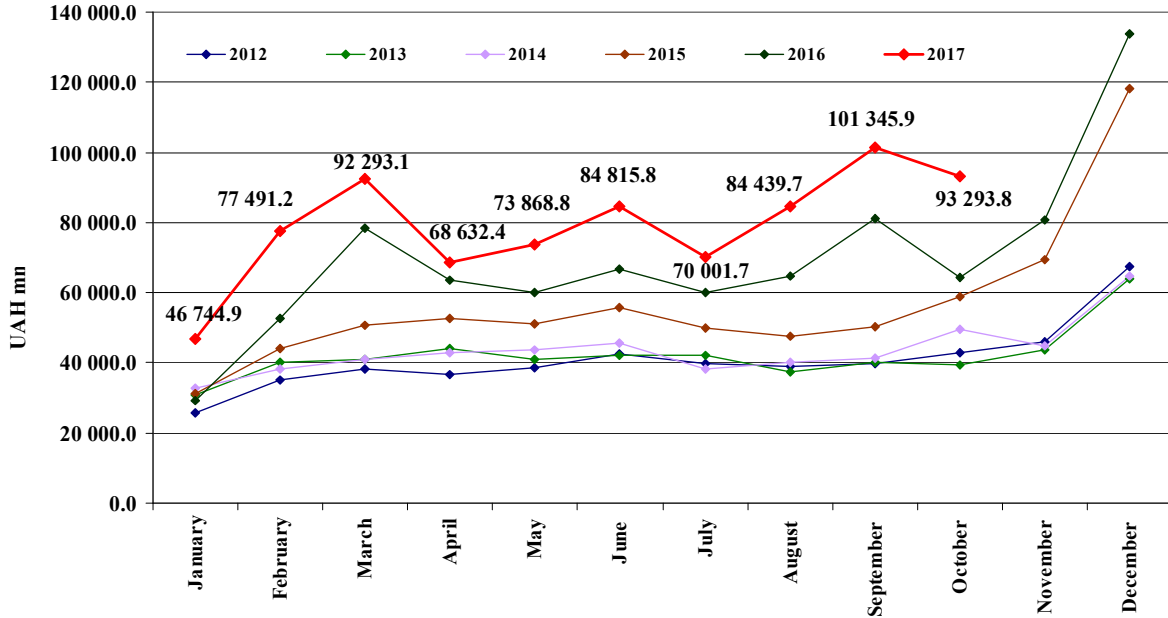
Budget Deficit/Surplus, Monthly Trends in 2017



Consolidated Budget Expenditures

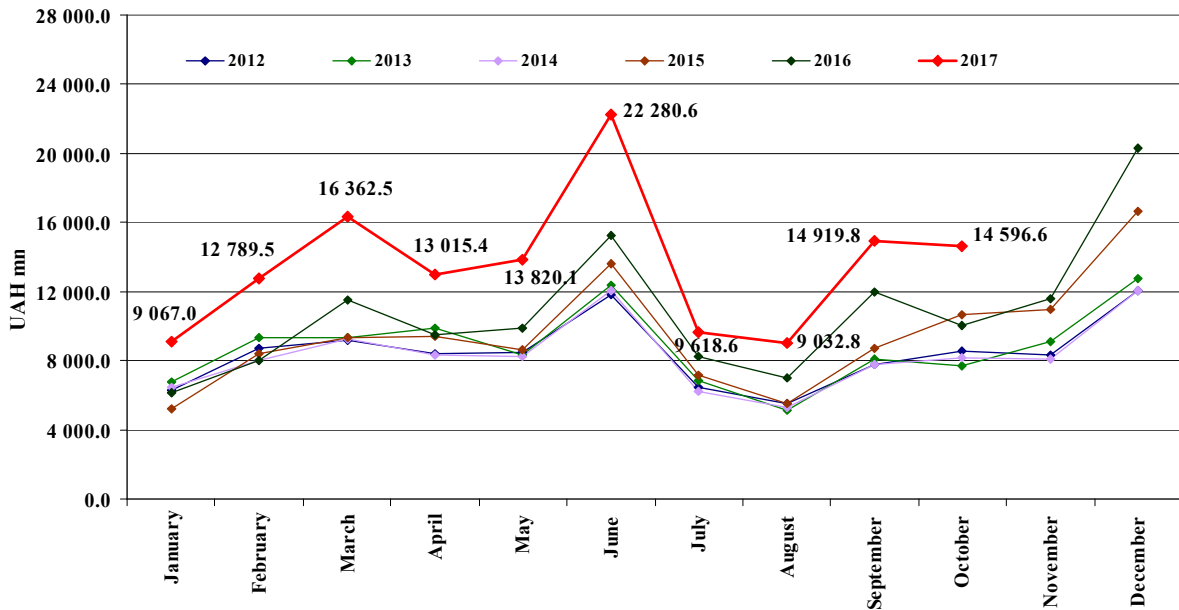
Graph 12

Consolidated Budget Expenditures, Monthly Trends in 2012–2017



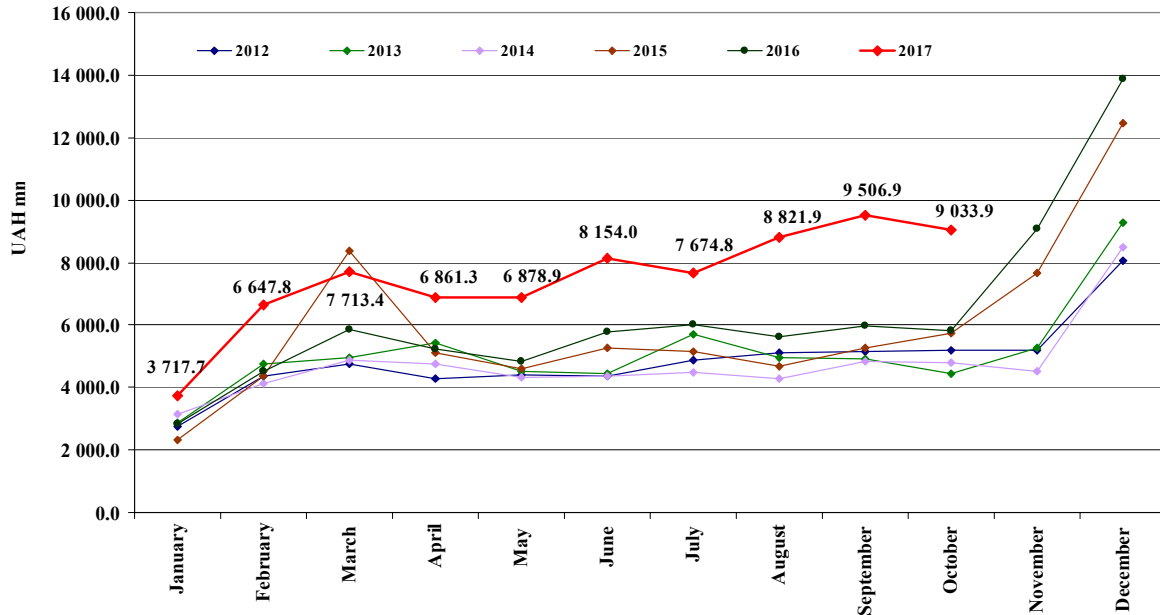
Graph 13

Consolidated Budget Education Expenditures, Monthly Trends in 2012–2017



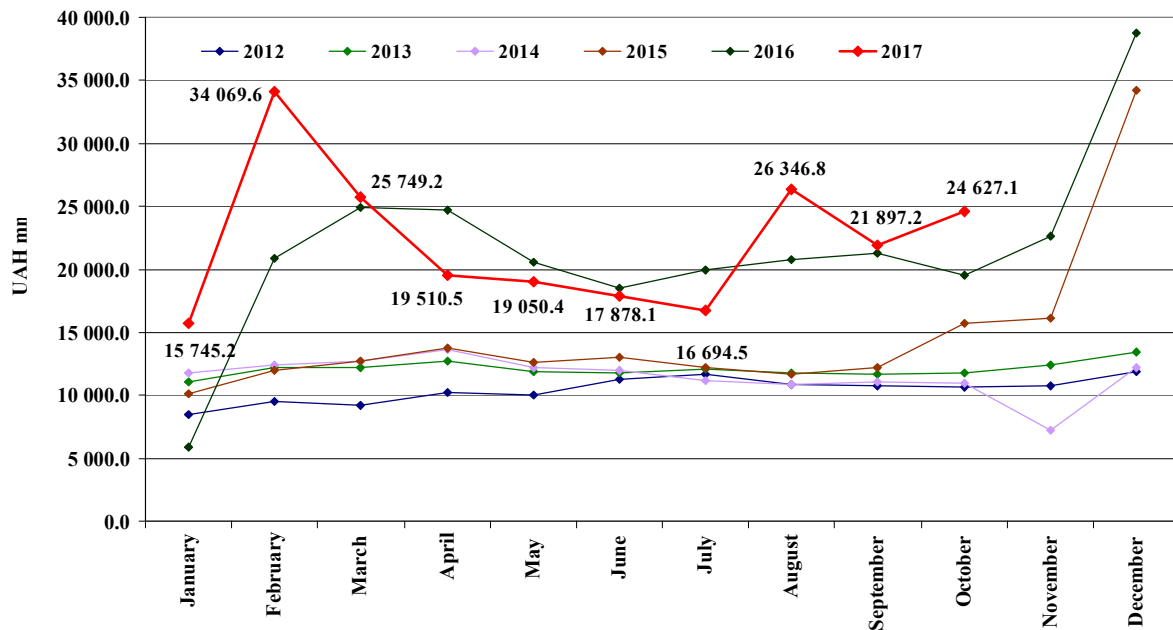
Graph 14

Consolidated Budget Health Expenditures, Monthly Trends in 2012–2017



Graph 15

Consolidated Budget Expenditures for Social Protection and Social Security, Monthly Trends in 2012–2017



State Budget Expenditures

Diagram 12

Structure of Actual Expenditures of Ukraine's State Budget by Functional Classification in 2012

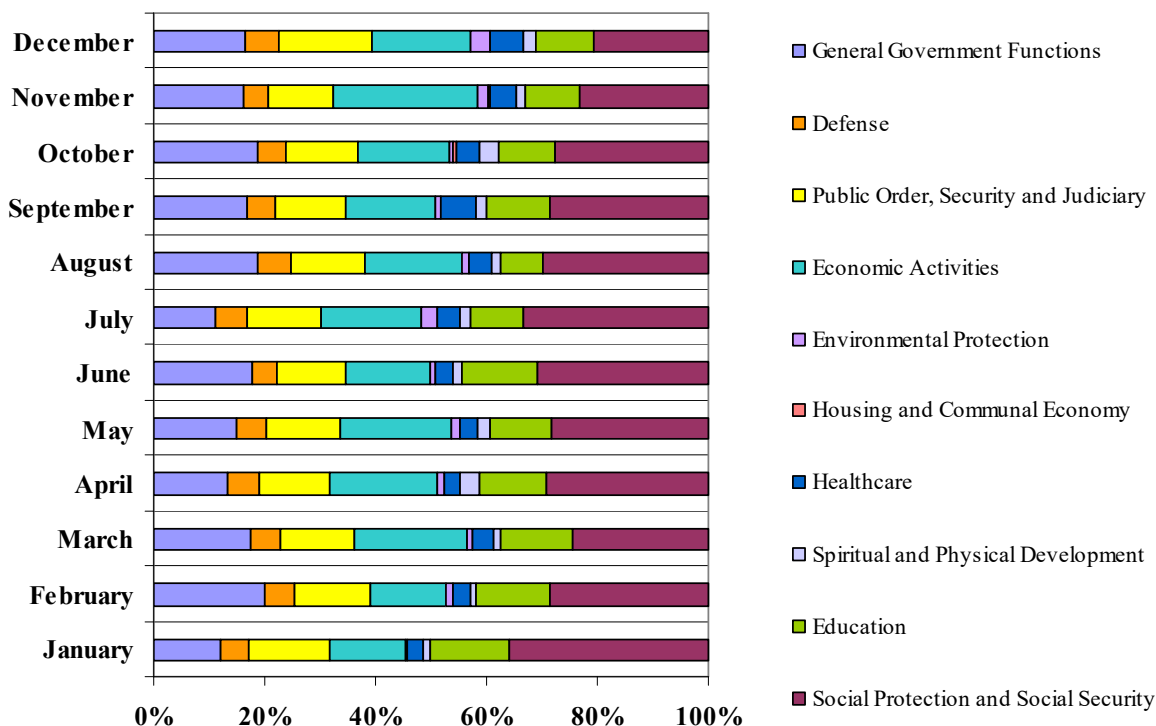


Diagram 13

Structure of Actual Expenditures of Ukraine's State Budget by Functional Classification in 2013

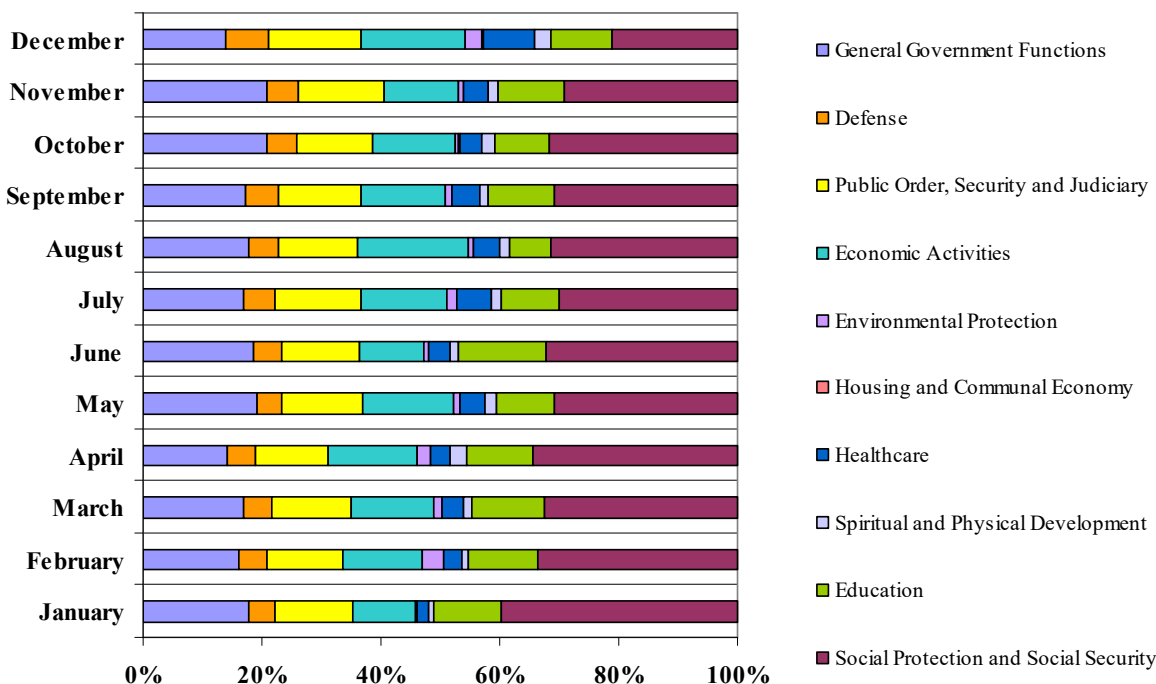


Diagram 14

Structure of Actual Expenditures of Ukraine's State Budget by Functional Classification in 2014

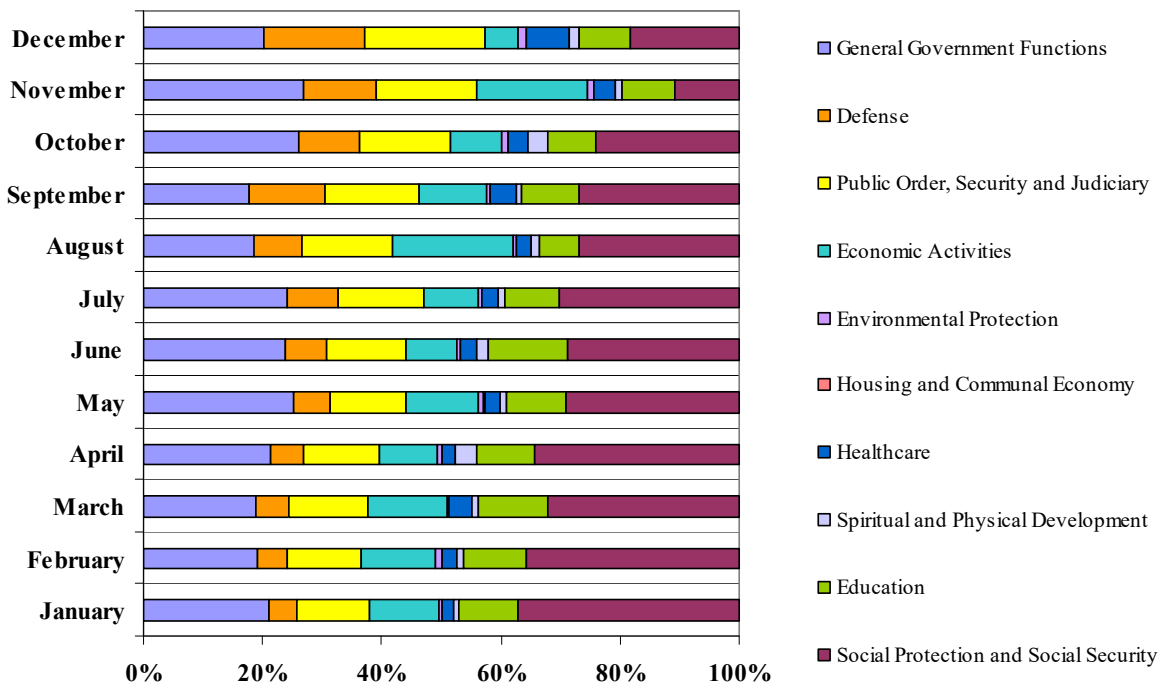


Diagram 15

Structure of Actual Expenditures of Ukraine's State Budget by Functional Classification in 2015

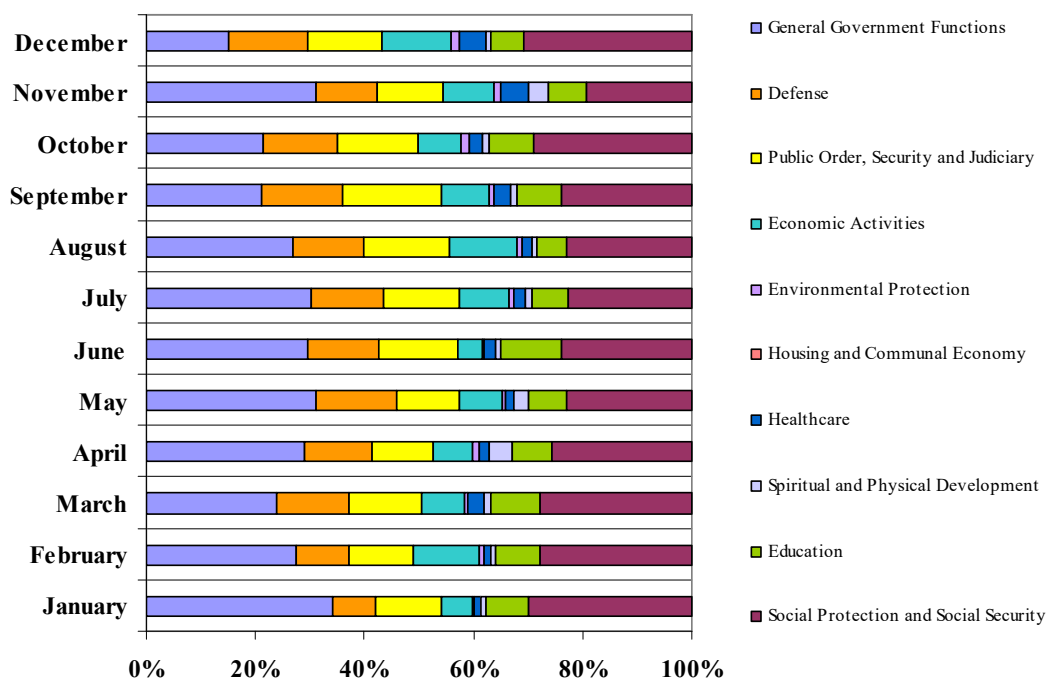


Diagram 16

Structure of Actual Expenditures of Ukraine's State Budget by Functional Classification in 2016

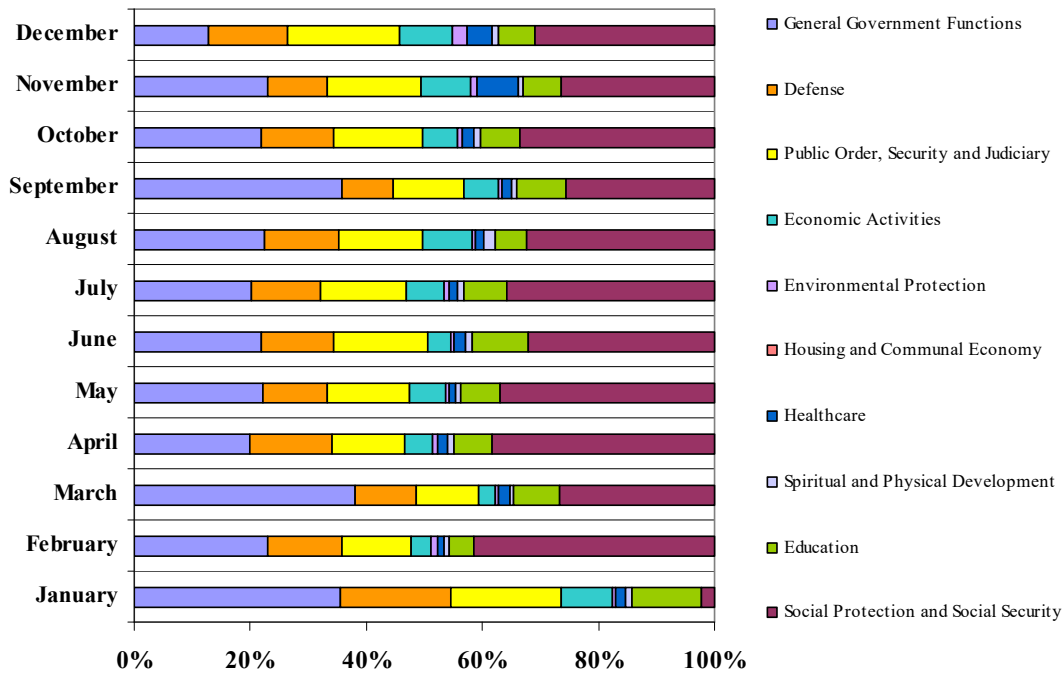
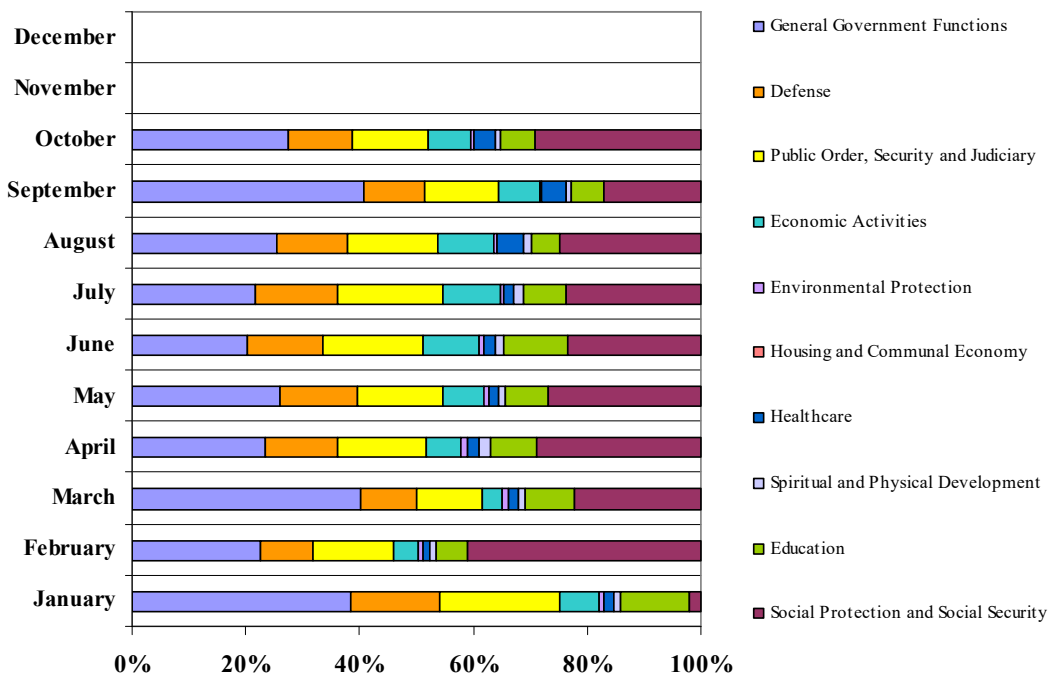


Diagram 17

Structure of Actual Expenditures of Ukraine's State Budget by Functional Classification in 2017



Monthly Trends of State Budget Expenditures in 2012–2017

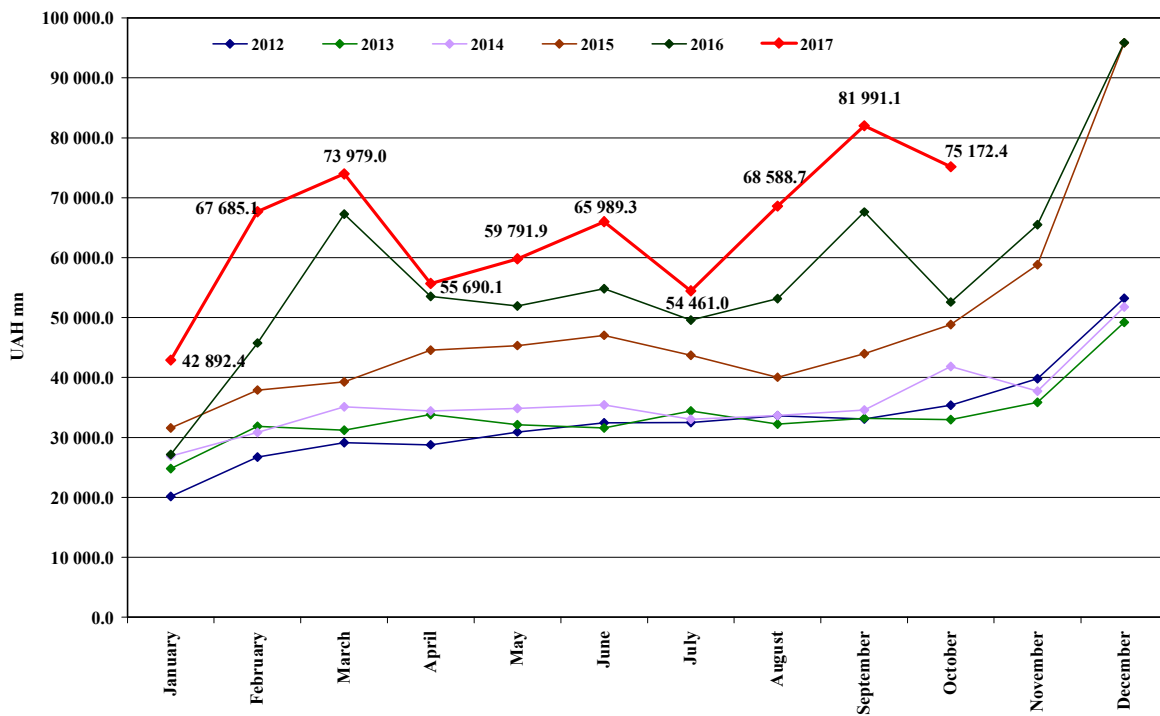
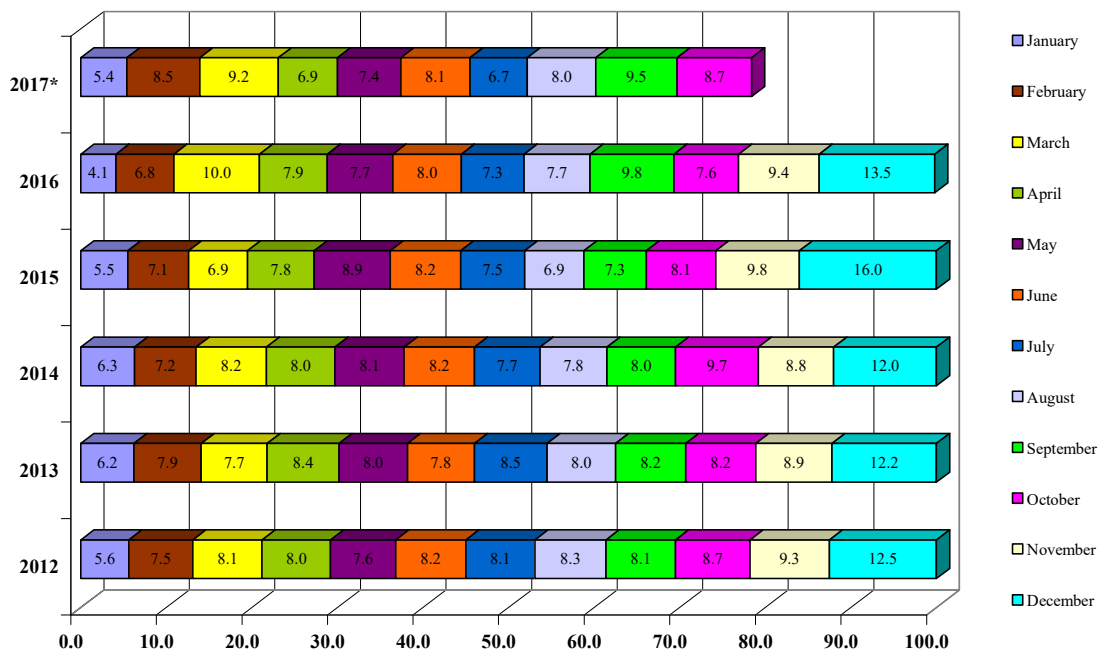


Diagram 18

Dynamics of the Share of Ukraine's State Budget Total Expenditures in Annual Amounts in 2012–2017

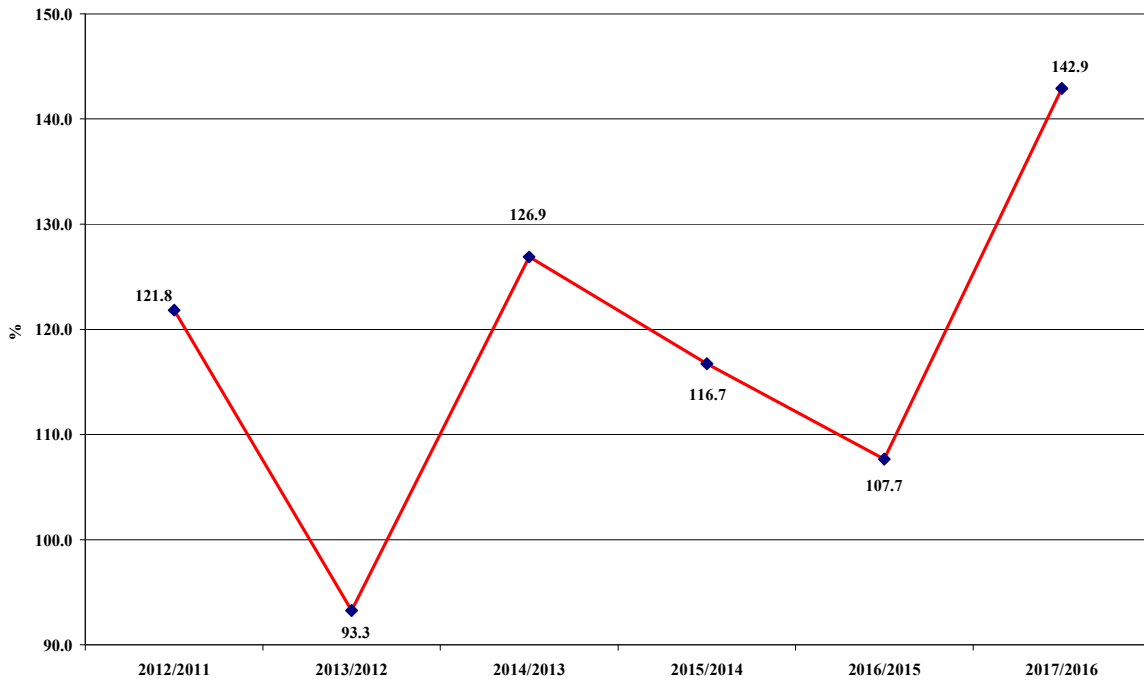


* A share of total expenditures according to the planned annual index

%

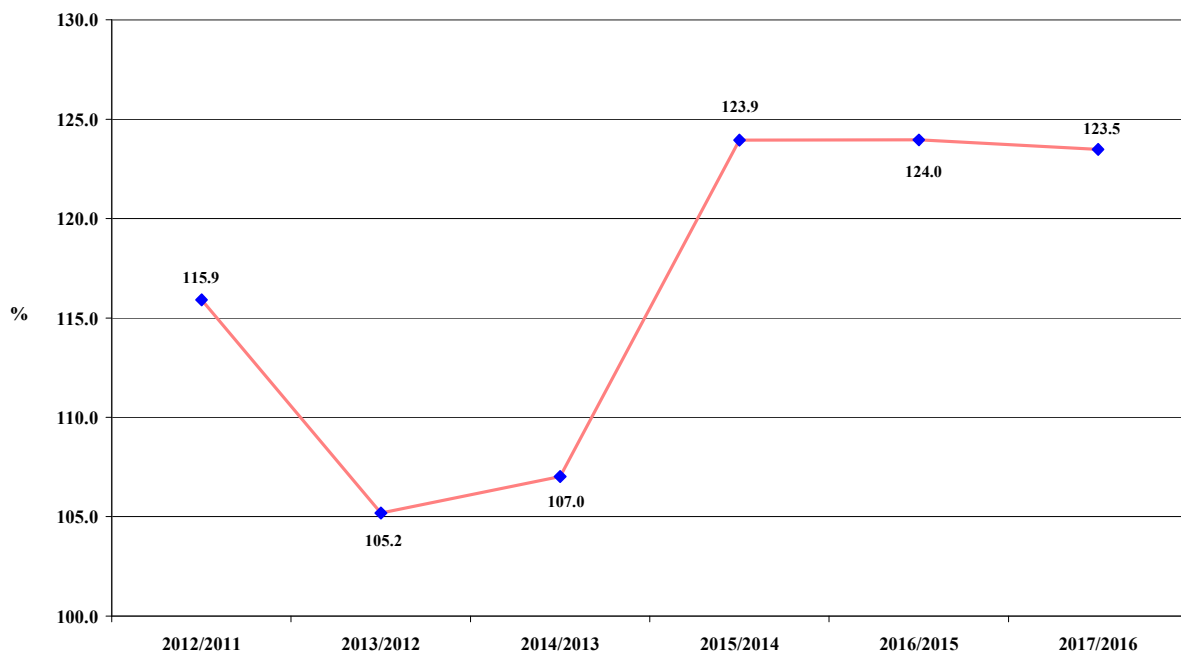
Graph 17

Growth Rates of Ukraine's State Budget Expenditures in November 2012–2017



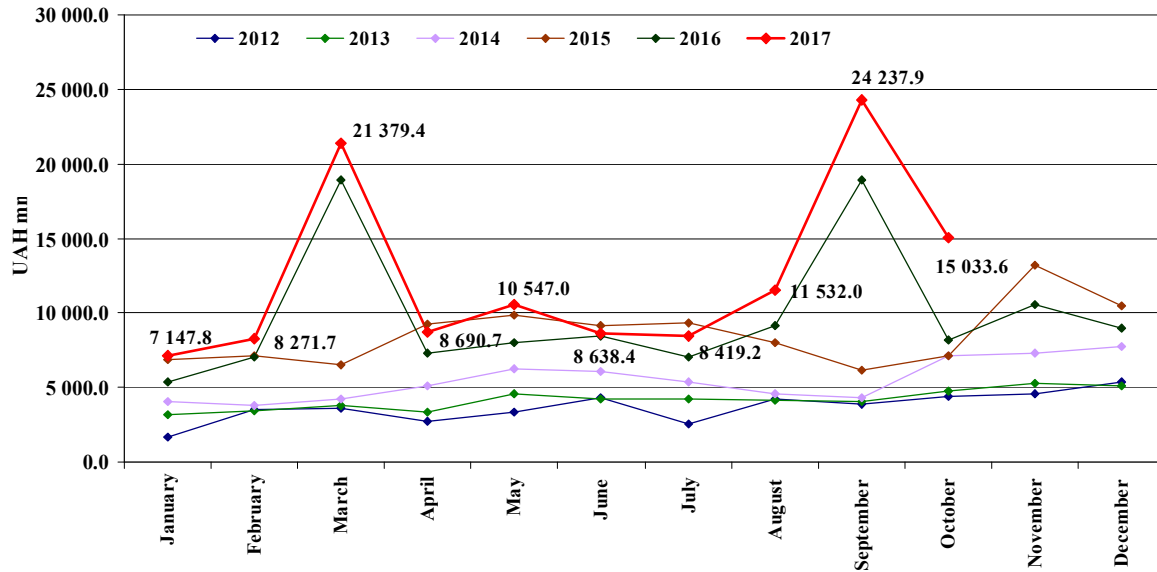
Graph 18

Growth Rates of Ukraine's State Budget Expenditures in January–November 2012–2017



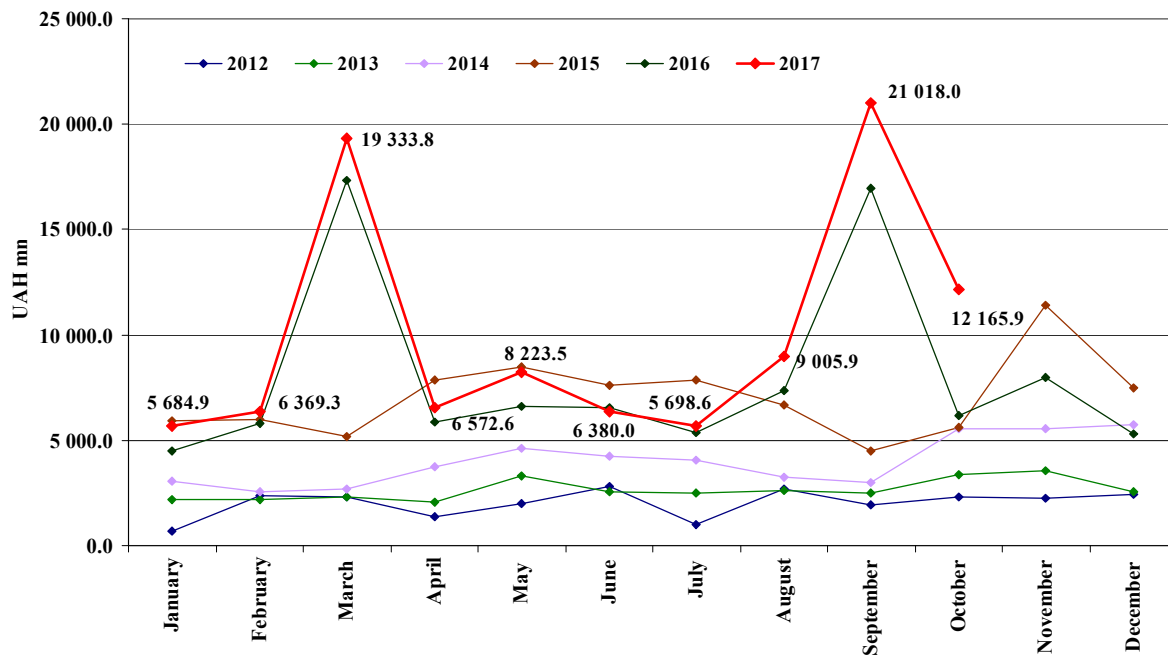
Graph 19

State Budget Expenditures for General Government Functions, Monthly Trends in 2012–2017



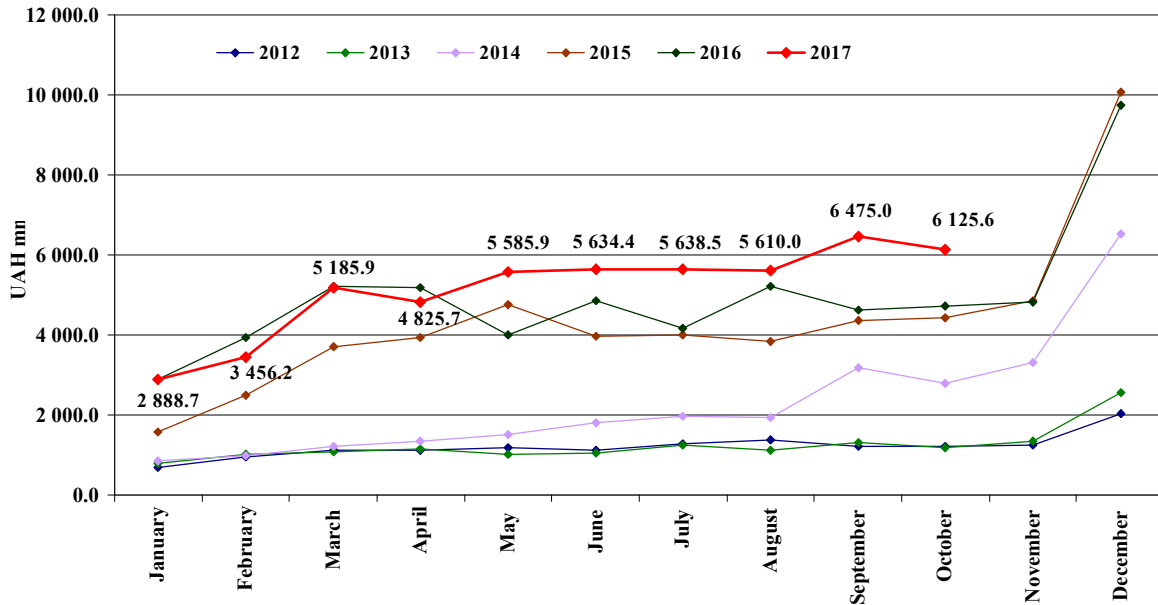
Graph 20

State Budget Expenditures for Public Debt Servicing, Monthly Trends in 2012-2017



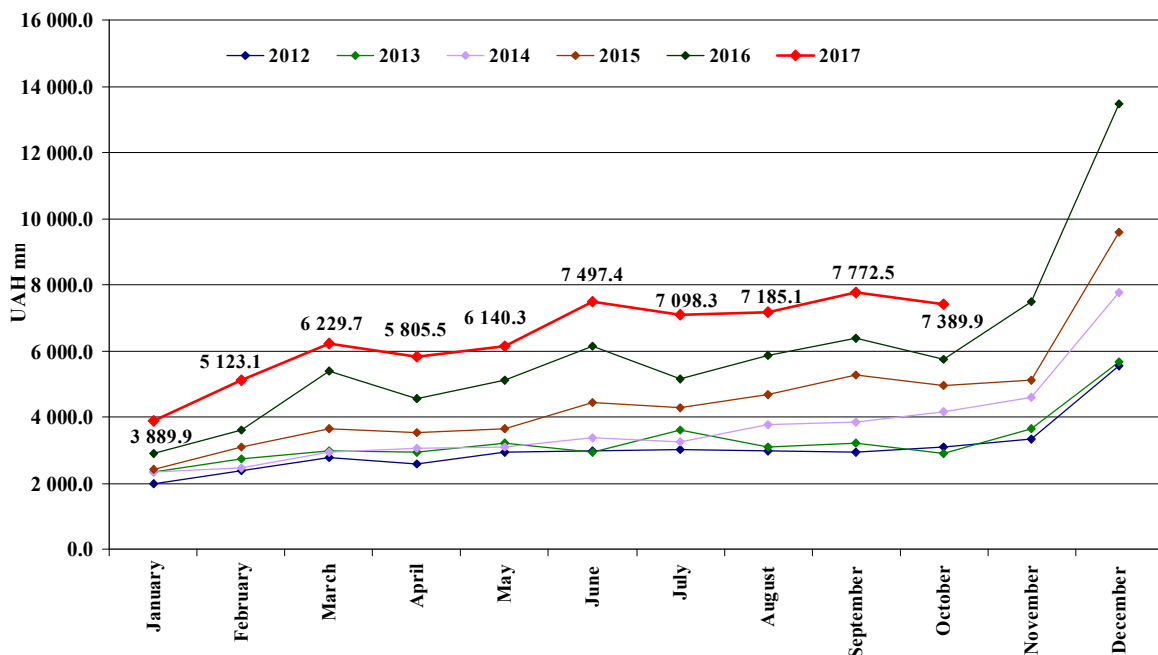
Graph 21

State Budget Expenditures for Defense, Monthly Trends in 2012–2017



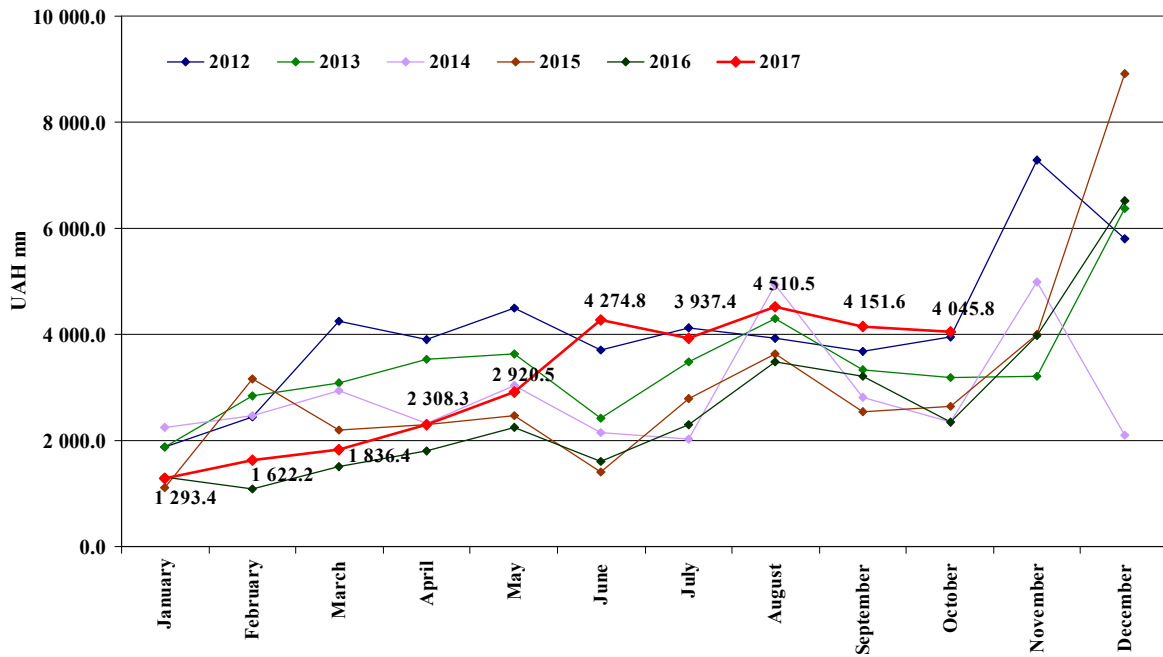
Graph 22

State Budget Expenditures for Public Order, Security, and the Judiciary, Monthly Trends in 2012–2017



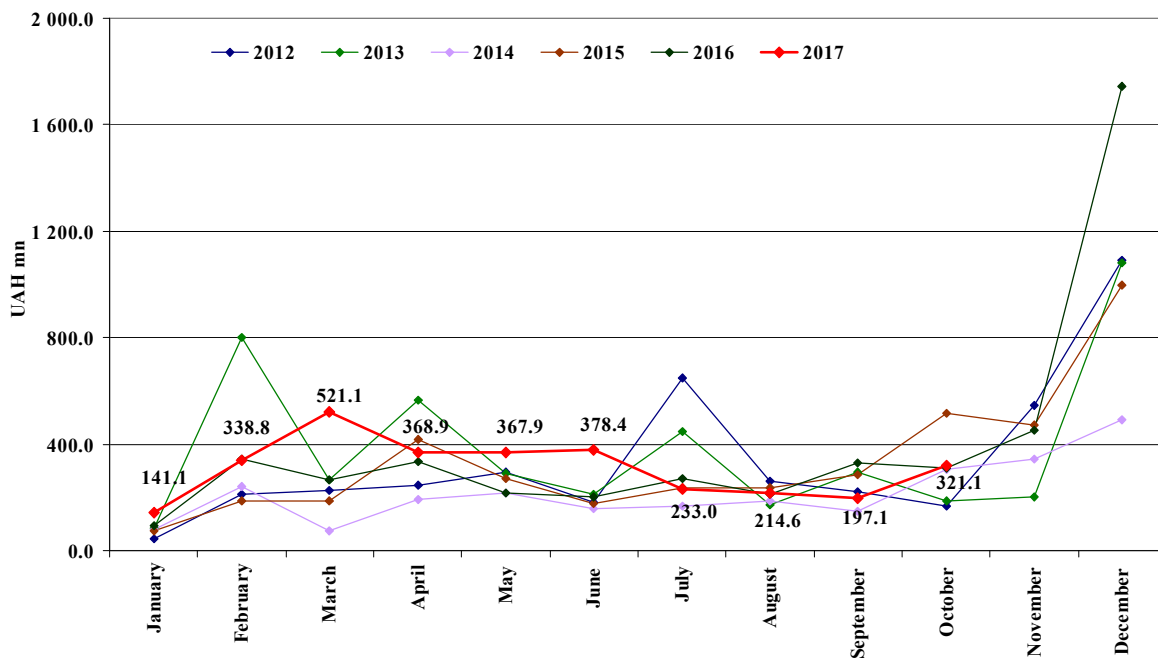
Graph 23

State Budget Expenditures for Economic Activities, Monthly Trends in 2012–2017



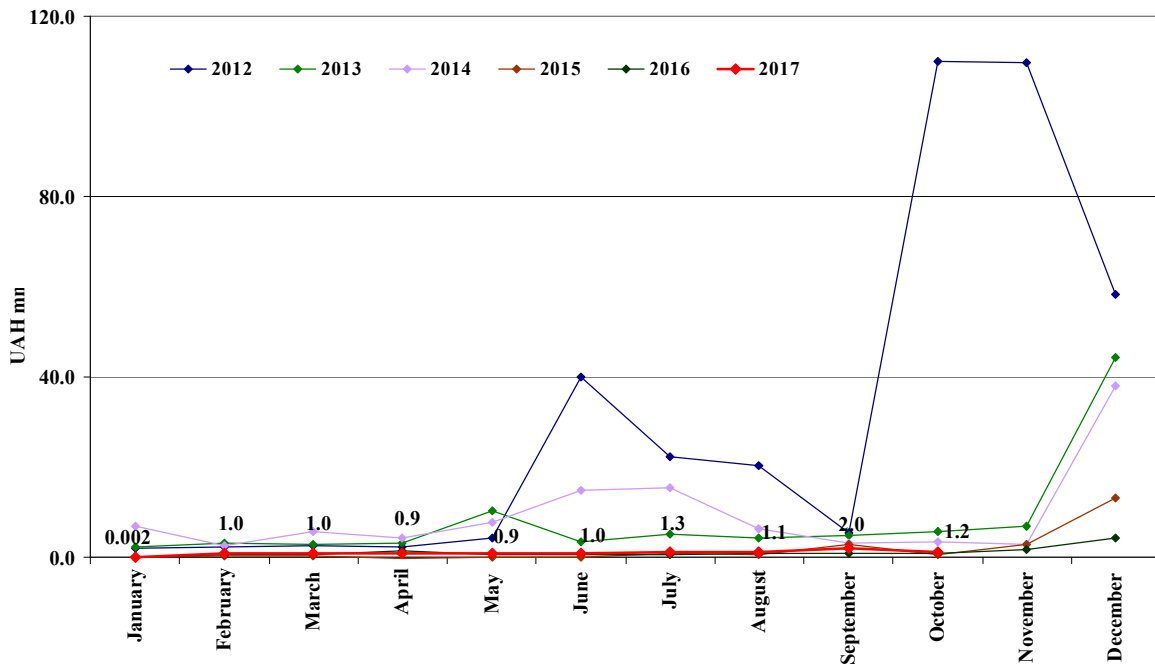
Graph 24

State Budget Expenditures for Environmental Protection, Monthly Trends in 2012–2017



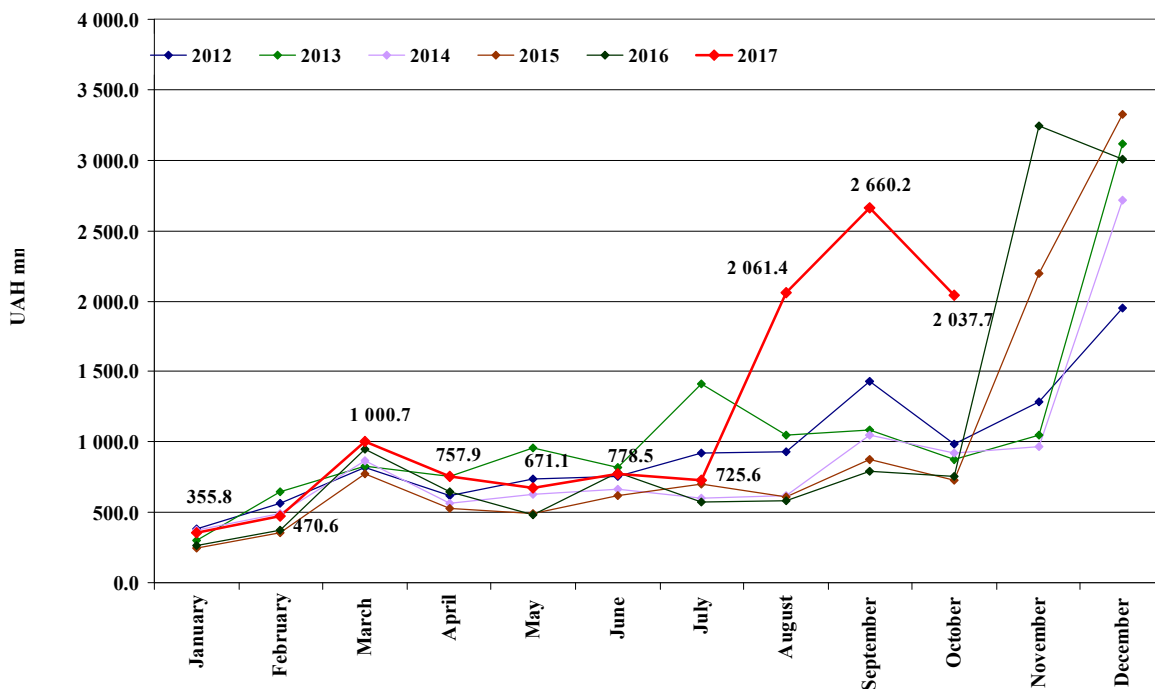
Graph 25

State Budget Expenditures for the Housing and Communal Sector, Monthly Trends in 2012–2017



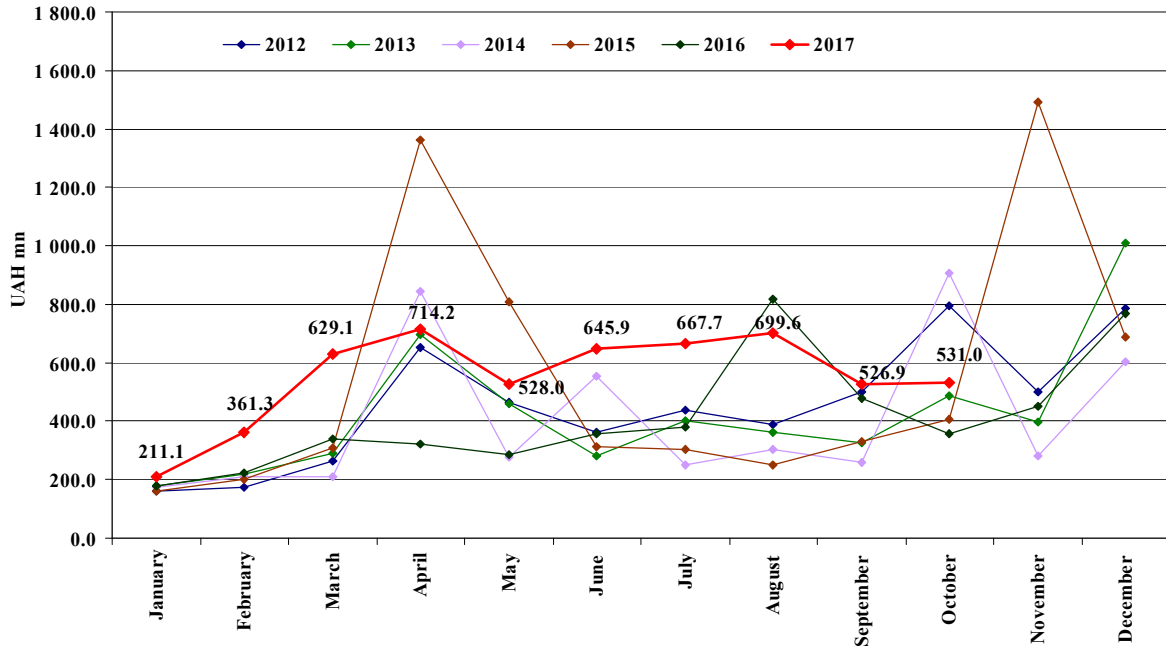
Graph 26

State Budget Expenditures for Healthcare, Monthly Trends in 2012–2017



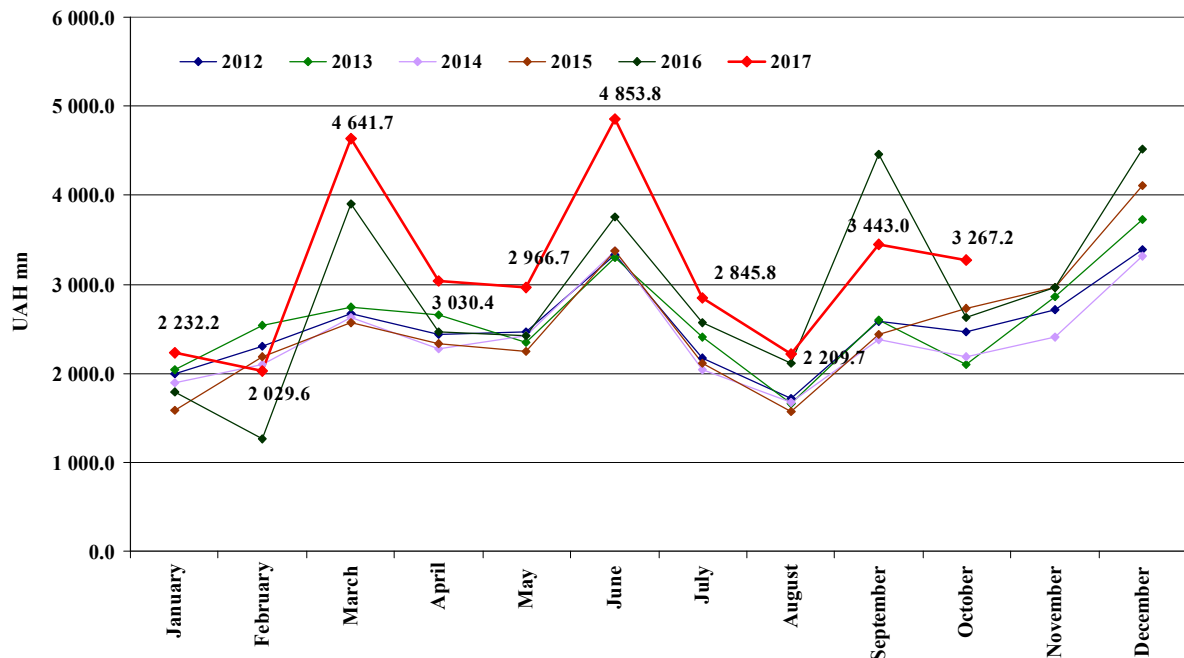
Graph 27

State Budget Expenditures for Spiritual and Physical Development, Monthly Trends in 2012–2017

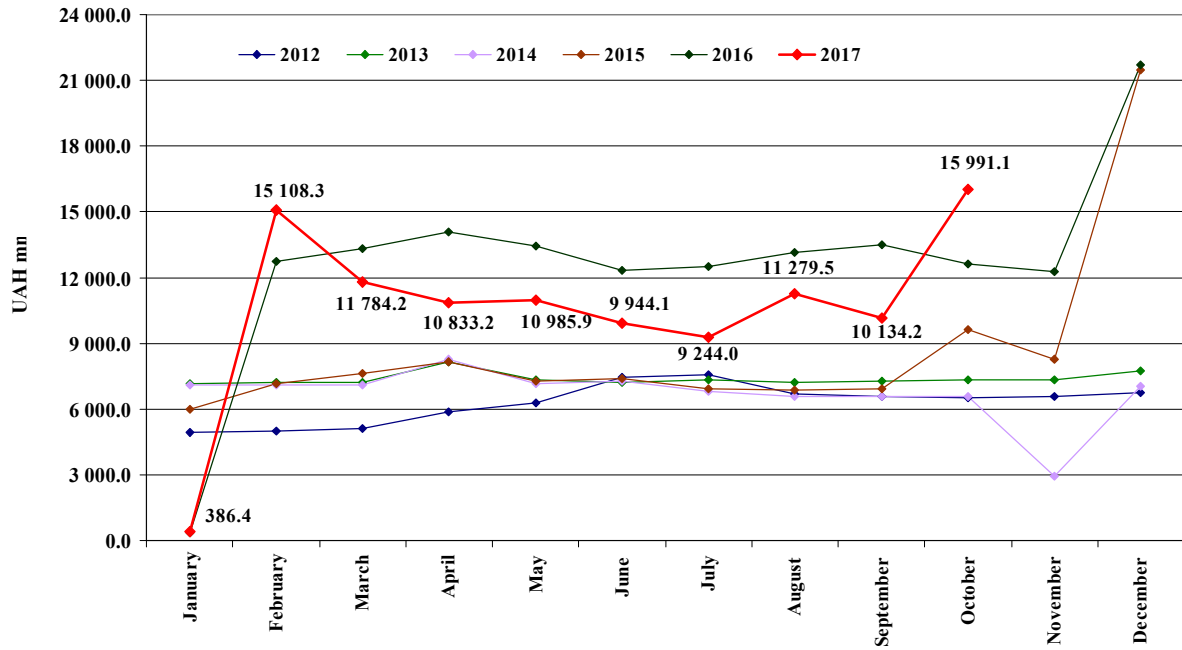


Graph 28

State Budget Expenditures for Education, Monthly Trends in 2012–2017



State Budget Expenditures for Social Protection and Social Security, Monthly Trends in 2012–2017



Local Budget Expenditures

Graph 30

Total Local Budget Expenditures (Less Intergovernmental Transfers), Monthly Trends in 2012–2017

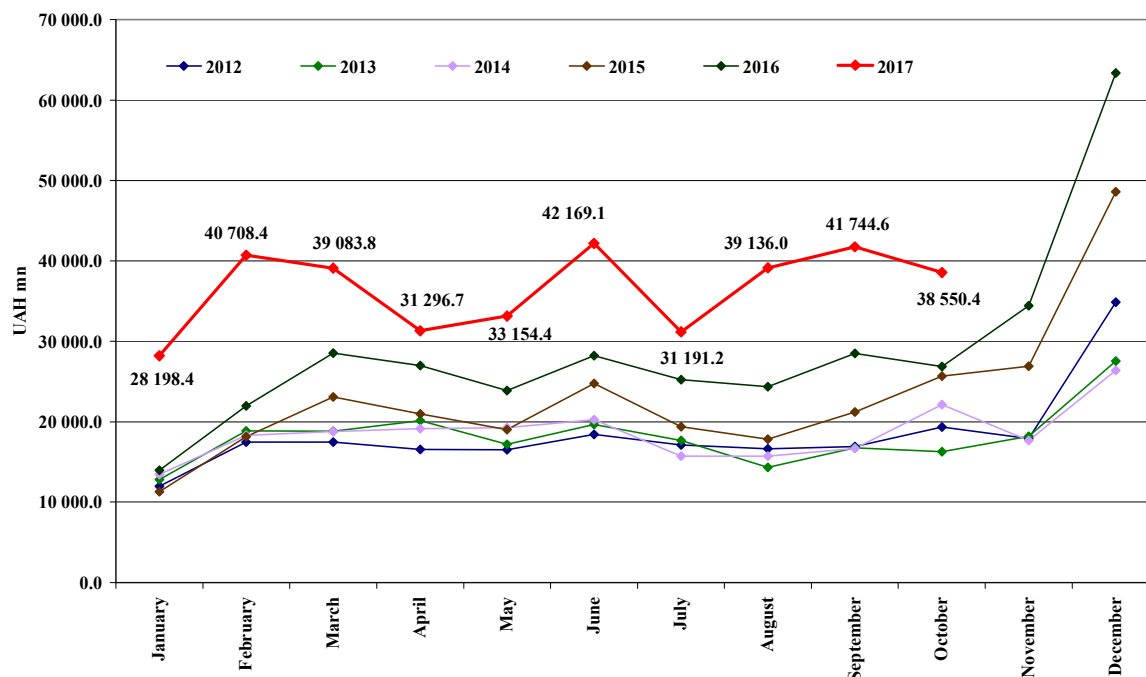
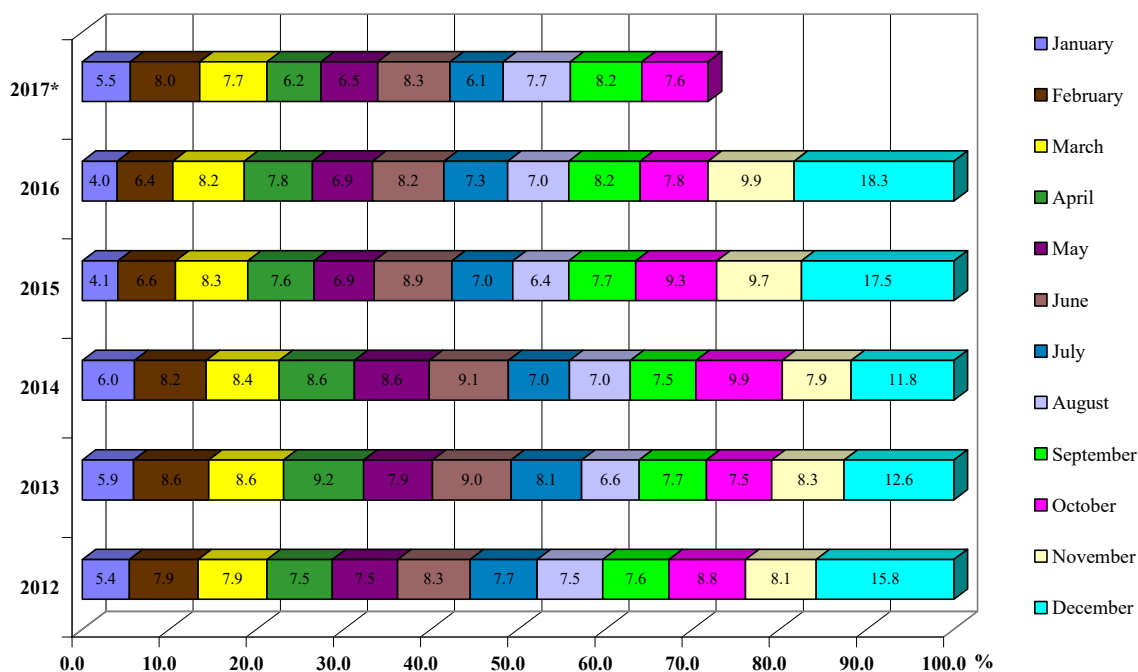


Diagram 19

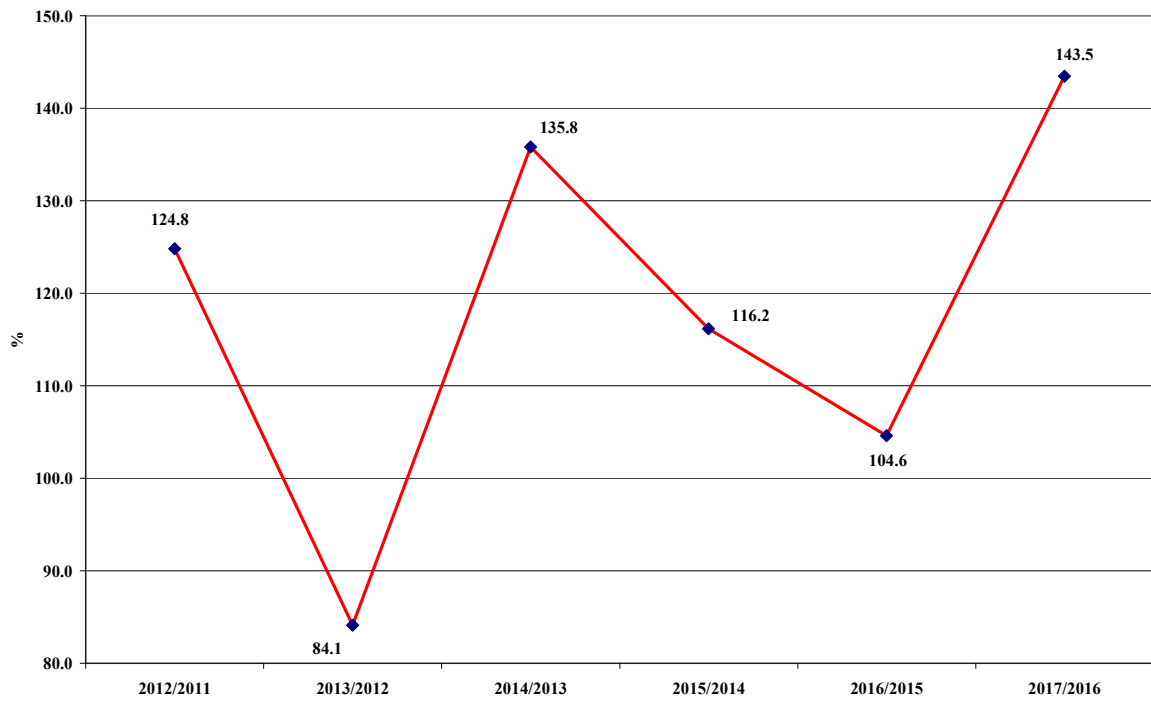
Dynamics of the Share of Local Budget Expenditures in Annual Amounts in 2012–2017



* A share of total expenditures according to the planned annual index

Graph 31

Growth Rates of Local Budget Expenditures in November 2012–2017



Graph 32

Growth Rates of Local Budget Expenditures in January–November 2012–2017

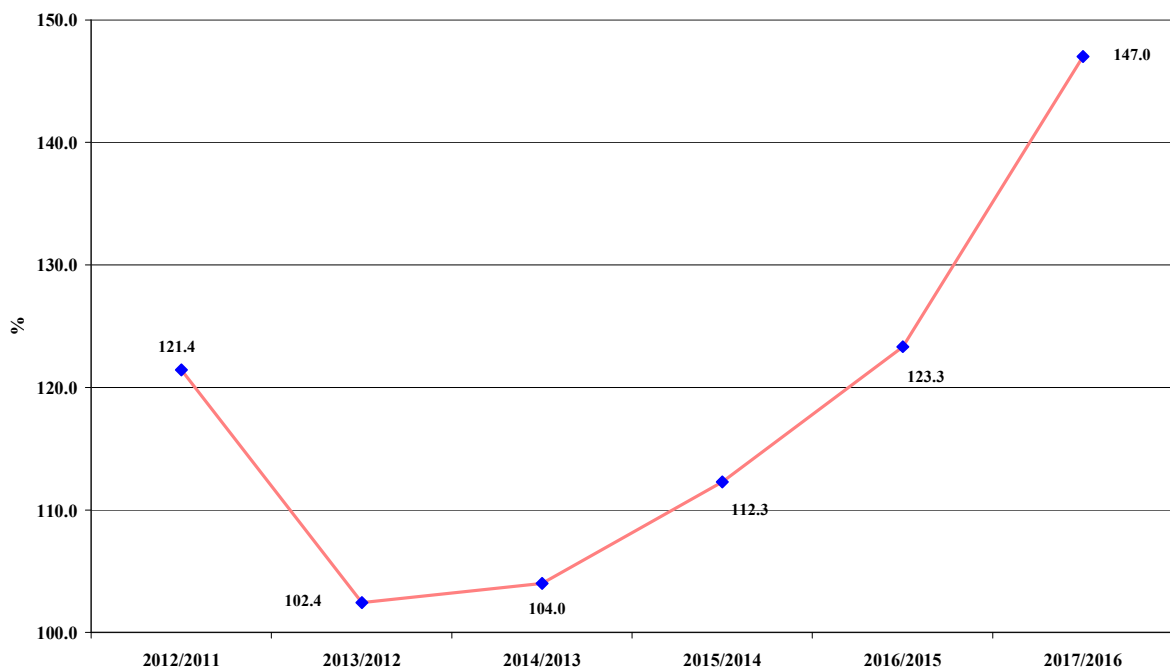


Diagram 20

Local Budget Expenditures by Functional Classification in November 2017

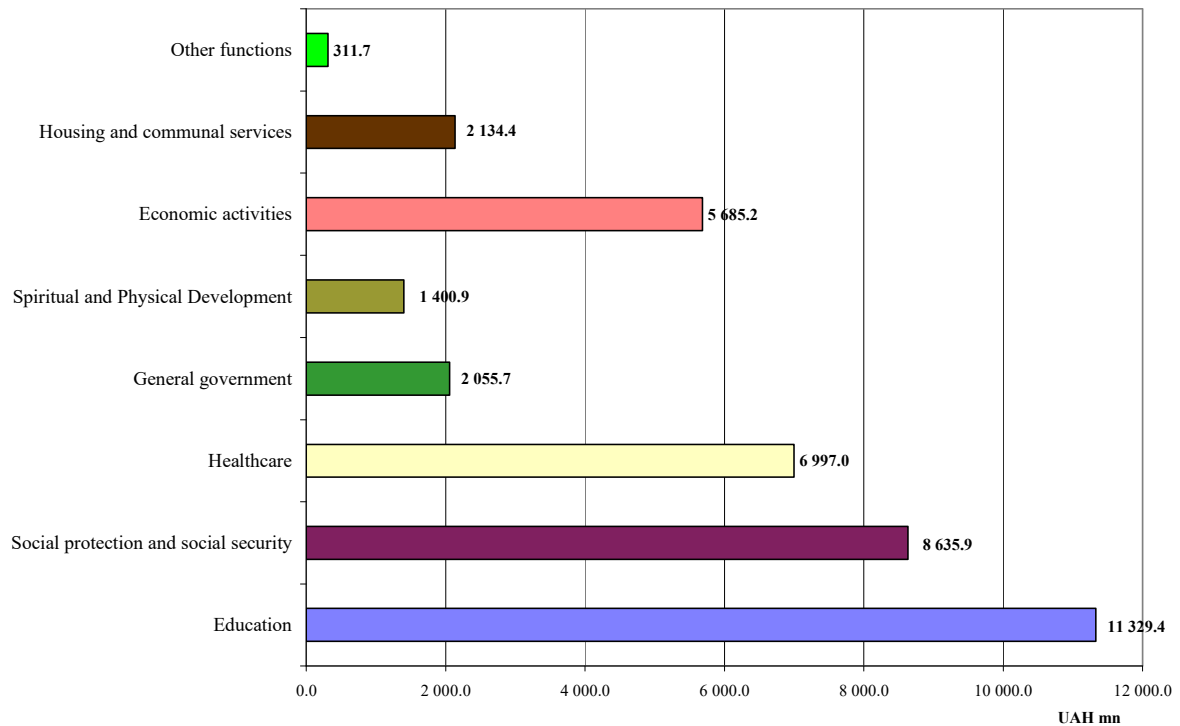
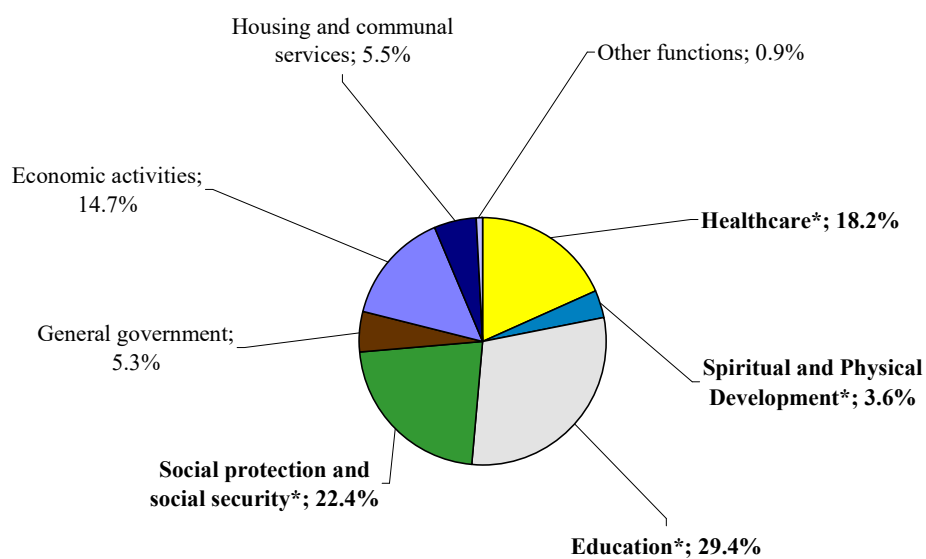


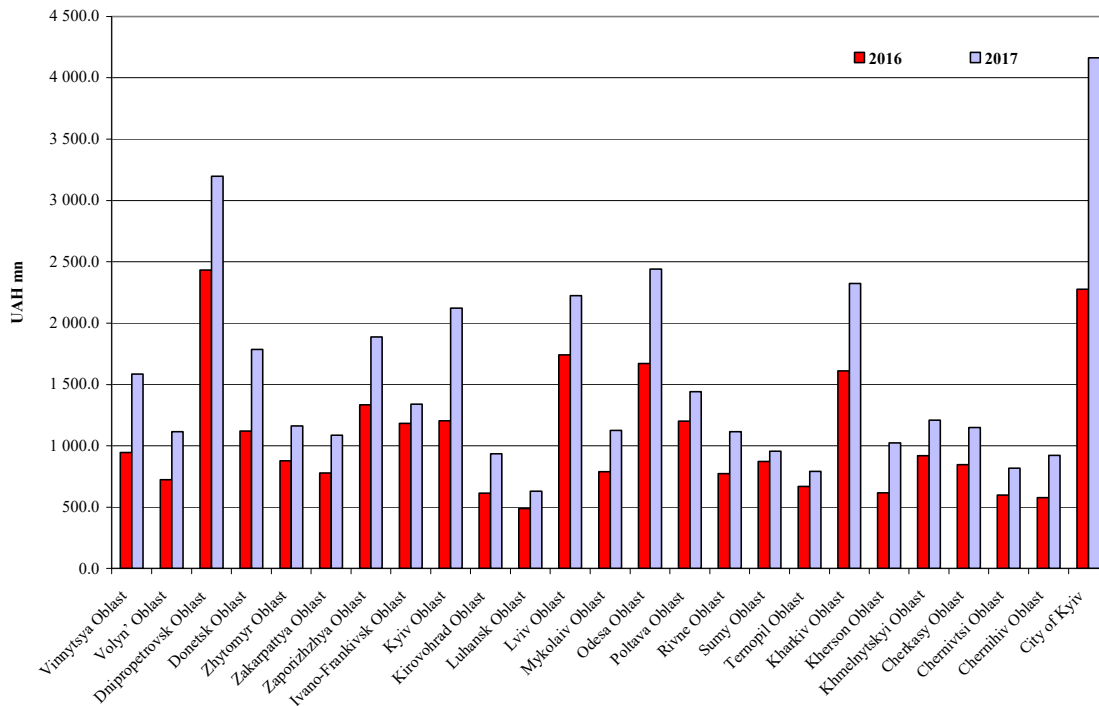
Diagram 21

Structure of Local Budget Expenditures by Functional Classification in November 2017



* Expenditures for social and cultural sphere - 73.6%

Regional Distribution of Local Budget Expenditures in November 2016–2017



Local Budget Expenditures, Growth Rate by Region in November 2017 (% vs. previous year)

