

The background of the page is a light blue gradient. It features several overlapping, semi-transparent rectangular frames in various colors, including orange, yellow, and red. These frames are arranged in a complex, non-linear pattern, some nested within others, creating a sense of depth and structure. The text is centered within this pattern.

**Monthly Monitoring of  
Main Indicators of the Budget  
System of Ukraine  
as of December 1, 2016**

*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.

This product is made possible by the generous support of the American people through the United States Agency for International Development (USAID). The contents are the responsibility of the Institute for Budgetary and Socio-Economic Research (IBSER) and do not necessarily reflect the views of USAID or the United States Government.

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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 692.0bn in January-November 2016, which is UAH 107.3bn or 18.4% more year-on-year.
- **The state budget** received UAH 539.6bn in the same period, which is UAH 62.7bn or 13.1% more year-on-year. This equals 90.2% of the planned amount which corresponds to the average level of actual budget execution for 11 months during the last ten years.

Some slowing-down in the rate of growth of revenues occurred, mainly for non-tax revenues.

Revenues from nearly all of the main taxes continued to grow: Value-added tax on goods made in Ukraine increased by UAH 28.1bn or 29.1%; VAT on imports rose by UAH 37.4bn or 29.9%; personal income tax, climbed by UAH 13.1bn or 32.9%; excise tax was up by UAH 25.1bn or 44.1%; the rent and fees for use of other natural resources increased by UAH 6.5bn or 21.5%.

Taxes on foreign trade and external transactions were the only exception among the tax revenues, and decreased by UAH 17.3bn year-on-year or nearly halved. The drop in revenues from this source is due to the cancellation of a significant number of import duties for goods originating from the European Union.

At the same time, non-tax revenues decreased by nearly a quarter from UAH 110.4bn to 83.2bn. The reason is that in November, as in the previous months of this year, there was no fee paid for the issuance of licenses for the use of Ukraine's radio frequency resources, which had been received at the amount of UAH 9.1bn in January-November 2015. However, the funds remitted by the National Bank of Ukraine according to the Law of Ukraine "On the National Bank of Ukraine" continued to be credited to the budget in November 2016. Out of the annual plan of UAH 38.0bn, a total of UAH 24.0bn was remitted to the budget.

- **Consolidated budget expenditures** totaled UAH 701.8bn in January-November 2016, which is nearly 25.0% or UAH 140.3bn more than the respective indicator of 2015 year-on-year. In November 2016, expenditures totaled UAH 80.6bn, which is UAH 15.9% or UAH 11.1bn more than in November 2015.

Consolidated budget expenditures increased for nearly all items of the functional classification of expenditures on a year-on-year basis.

The highest growth (2.2 times against November 2015) was noted in the expenditures for housing and communal services, which reached UAH 2.4bn. Expenditures for public order, security, and the judiciary increased by 45.7%, and by 40.2% for social protection and social security. Expenditures also increased for economic activity (33.5%), general government functions (23.4%), healthcare (18.3%), education (5.7%), and environmental protection (2.2%).

Expenditures decreased for spiritual and physical development (33.4%) and for defense (0.8%).

- **The actual expenditures of the state budget of Ukraine** totaled UAH 588.9bn in January-November 2016, which is 22.4% or UAH 107.9bn more year-on-year. The expenditures amounted to UAH 65.5bn in November 2016, which is 11.4% or UAH 6.7bn more year-on-year.

In terms of expenditures by **functional classification**, the following changes occurred compared to November 2015:

- expenditures for general government functions, other than expenditures for state debt servicing, increased by 39.5% to UAH 2.6bn. Expenditures for state debt servicing totaled UAH 8.0bn, which is 29.7% less year-on-year;

- expenditures for defense decreased by 0.8% to UAH 4.8bn;
- expenditures for public order, security, and the judiciary increased by 45.8% to UAH 7.5bn;
- expenditures for economic activity decreased by 1.0% to nearly UAH 4.0bn;
- expenditures for environmental protection decreased by 4.5% to UAH 452.8mn;
- expenditures for housing and communal services decreased by 44.6% to UAH 1.6mn;
- expenditures for healthcare increased by 47.8% to UAH 3.2bn;
- expenditures for spiritual and physical development decreased by 69.6% to UAH 452.9mn;
- expenditures for education remained at the level of November 2015 at UAH 2.6bn;
- expenditures for social protection and social security increased by 47.8% to UAH 12.3bn.

The expenditures for financing the payment of pensions, bonuses, and extras to the pensions awarded under pension schemes, and the deficit of the Pension Fund amounted to UAH 11.6bn in November 2016, which is 1.6 times more year-on-year.

- Proceeds of the state budget **from repaid loans** totaled UAH 959.3mn in November 2016, including UAH 906.1mn in proceeds of the General Fund of the state budget;

The state budget **provided loans** for the total of UAH 540.4mn in November 2016.

**The state budget surplus** amounted to UAH 14.8bn in November 2016.

**Repayment of the state budget debt principal** totaled UAH 11.2bn in November 2016, including internal debt repayment of nearly UAH 10.0bn and external debt repayment of UAH 1.2bn.

**State borrowing** totaled UAH 819.0mn, with UAH 48.9mn mobilized on the internal market. External sources **provided loans** of UAH 770.1mn remitted to a special fund for financing joint development projects with international financial institutions.

The state budget received UAH 5.7mn from the **privatization of state property** in November 2016.

- **Total local budget revenue (without inter-budget transfers)** amounted to UAH 152.4bn in January-November 2016, which is 41.4% more year-on-year.

Those revenues totaled over UAH 17,6bn in November 2016, which is 55.9% more year-on-year. As usual, the personal income tax was the single largest source of local budget revenue, and it generated nearly UAH 7.2bn in November. Local taxes and fees provided about UAH 4.2bn.

Revenue grew in all regions, with the highest growth occurring in Kharkiv Oblast at 81.1% year-on-year. The lowest growth in revenues was in Volyn Oblast (35.7%).

- **The local budget expenditures (without inter-budget transfers)** totaled UAH 282.9bn in January-November 2016, which is 23.9% more year-on-year.

Expenditures increased by 27.9% in November 2016 year-on-year and amounted to UAH 34.4bn. The largest amounts of local budget expenditures were allocated for social protection and social security, education, and healthcare, which amounted to UAH 10.3bn (or 30.0% of all local budget expenditures), UAH 8.6bn (or 25.1%), and UAH 5.8bn (16.9%), respectively.

The highest growth rate by region was in the city of Kyiv, where the amount of expenditures was more than double year-on-year. At the same time, in Donetsk Oblast, expenditures decreased by 2.2% compared to last 2015.

# State Budget Revenue

Graph 1

## State Budget Total Revenue Monthly Trends in 2011–2016 (Less Intergovernmental Transfers)

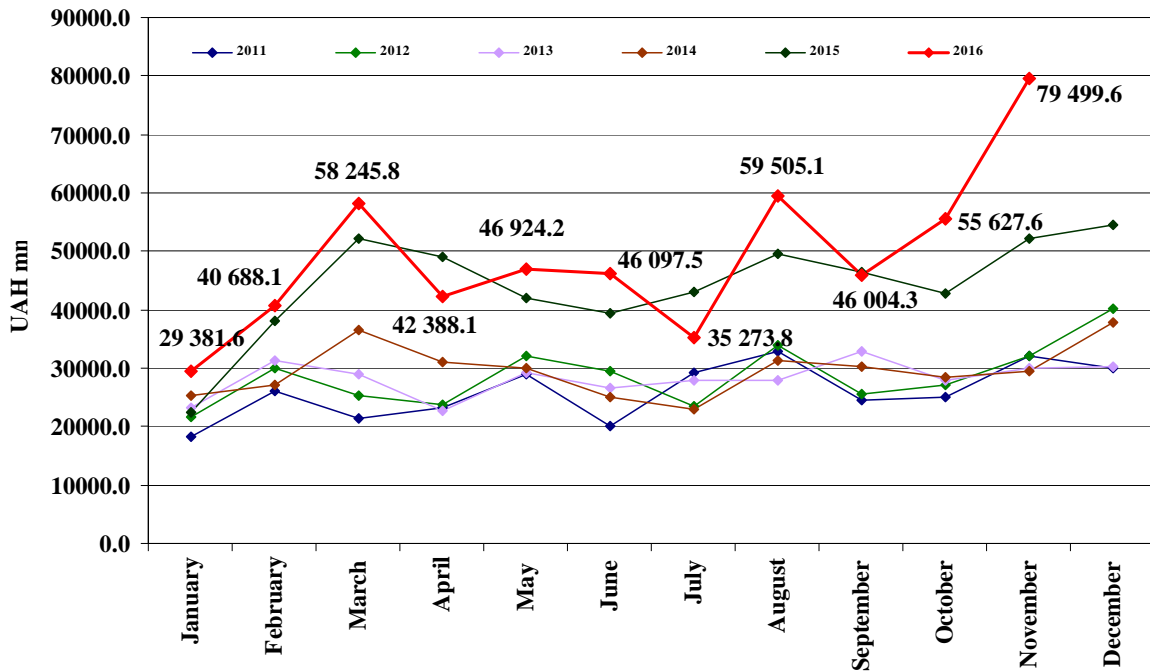
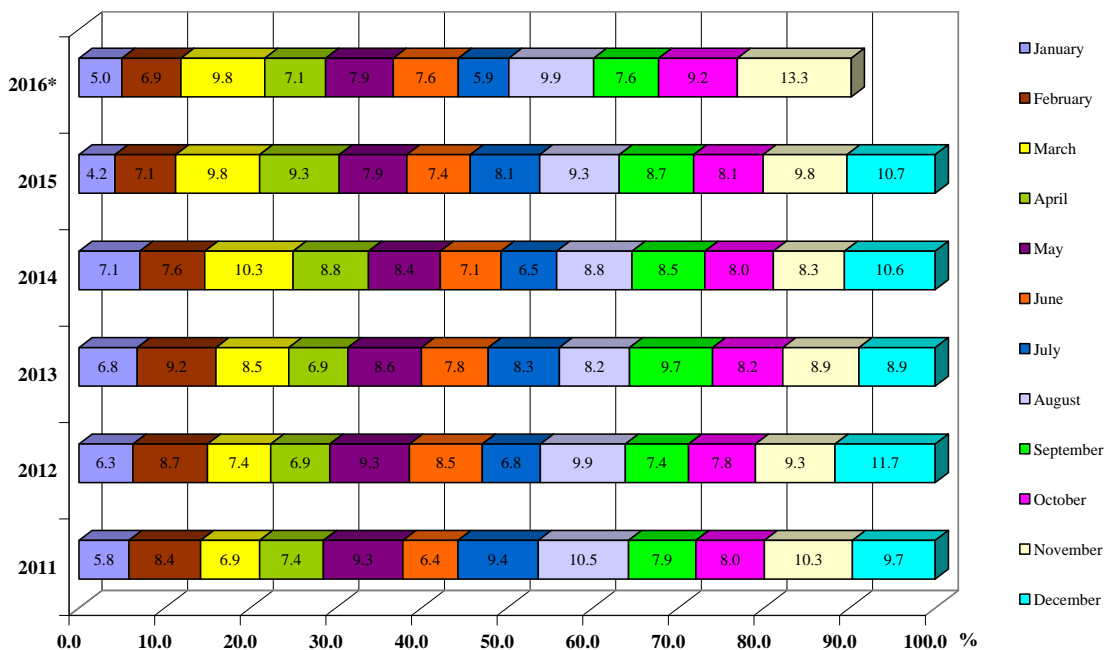


Diagram 1

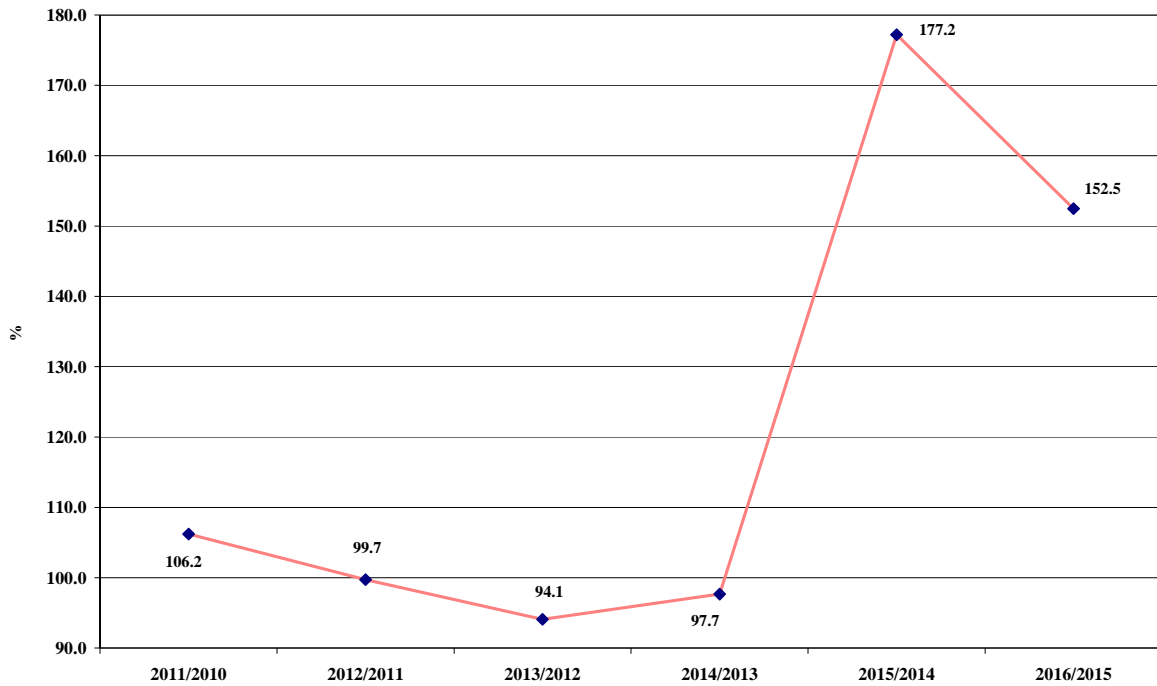
## Dynamics of the Share of Ukraine's State Budget Revenue in Annual Amounts in 2011–2016



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

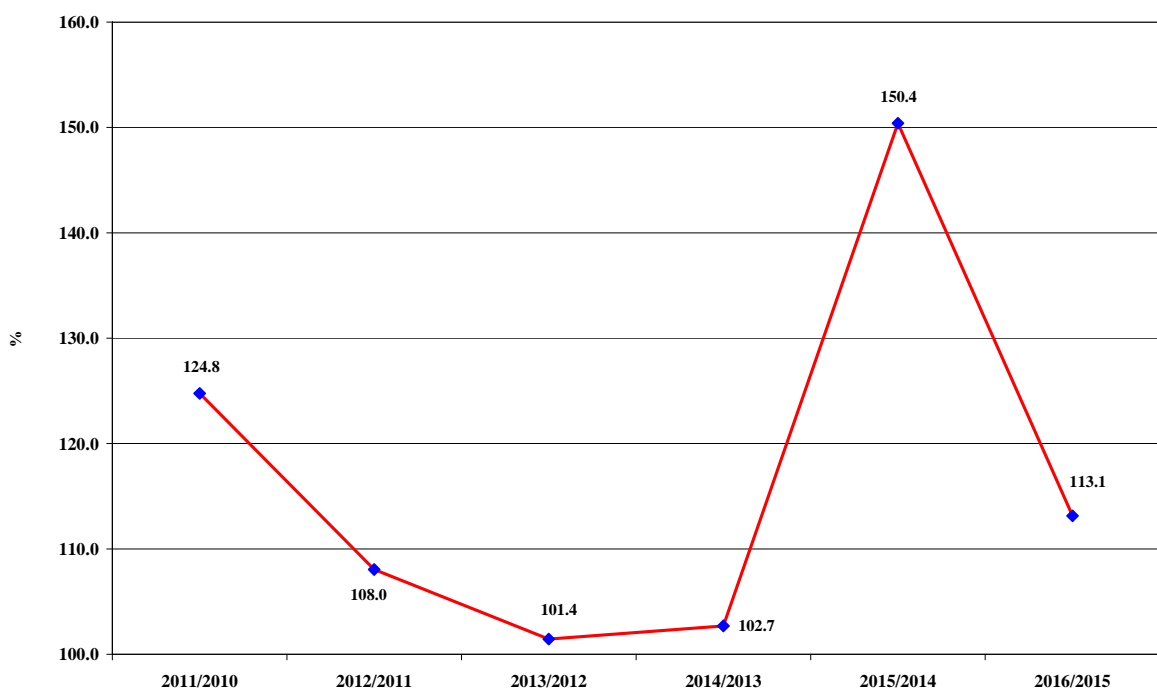
Graph 2

### Growth Rates of Ukraine's State Budget Revenue in November 2011–2016



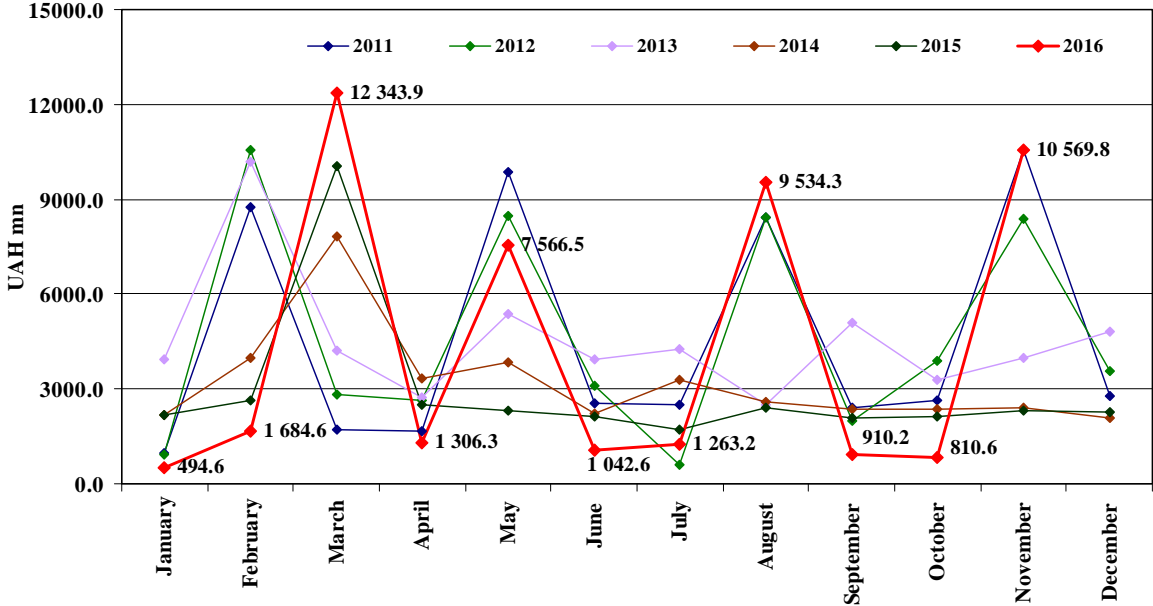
Graph 3

### Growth Rates of Ukraine's State Budget Revenue in January–November 2011–2016



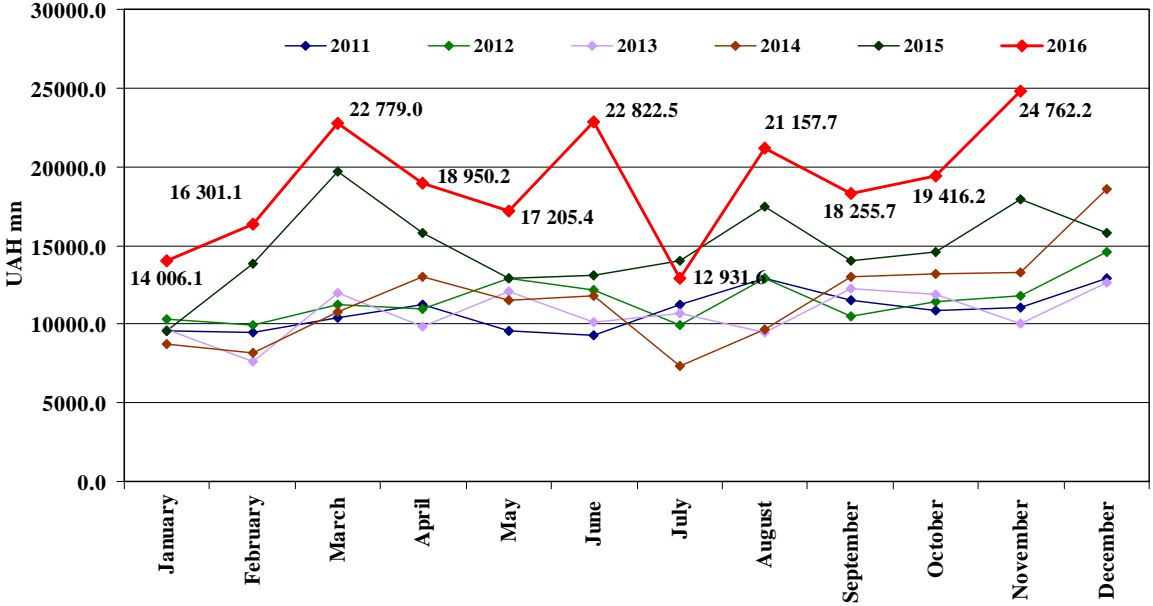
Graph 4

### State Budget Enterprise Profit Tax Monthly Trends in 2011–2016



Graph 5

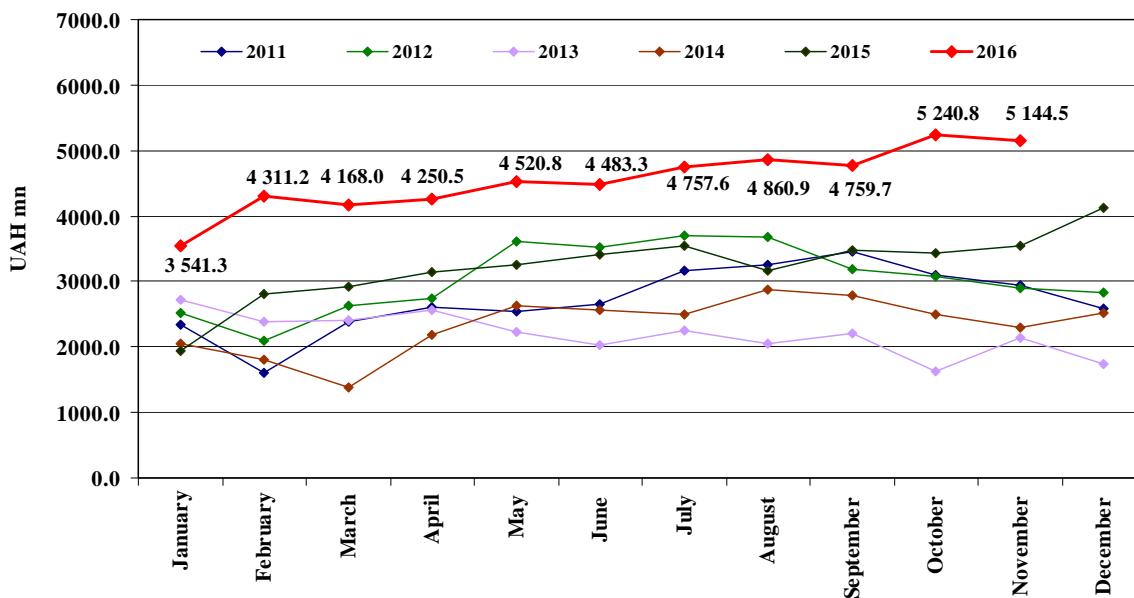
### State Budget Value Added Tax Monthly Trends in 2011–2016





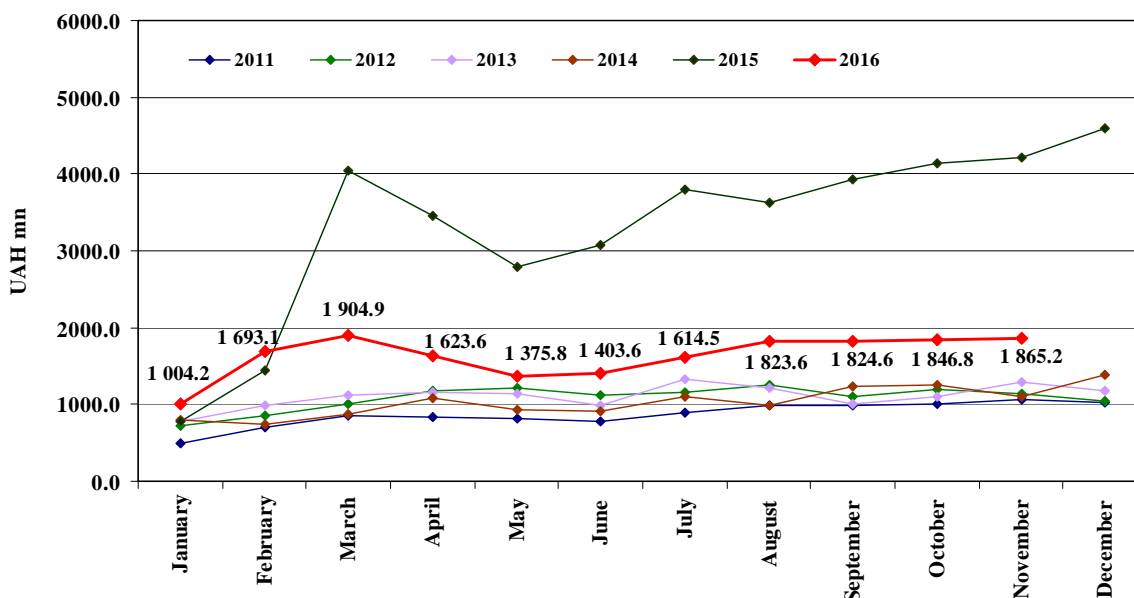
Graph 6

### Dynamics of Monthly State Budget Revenues from Excise Tax on Excisable Goods Made in Ukraine in 2011–2016



Graph 7

### Dynamics of Monthly State Budget Revenue from Import Duties in 2011–2016



# Local Budget Revenue

Graph 8

## Local Budget Revenue Monthly Trends (Less Intergovernmental Transfers) in 2011–2016

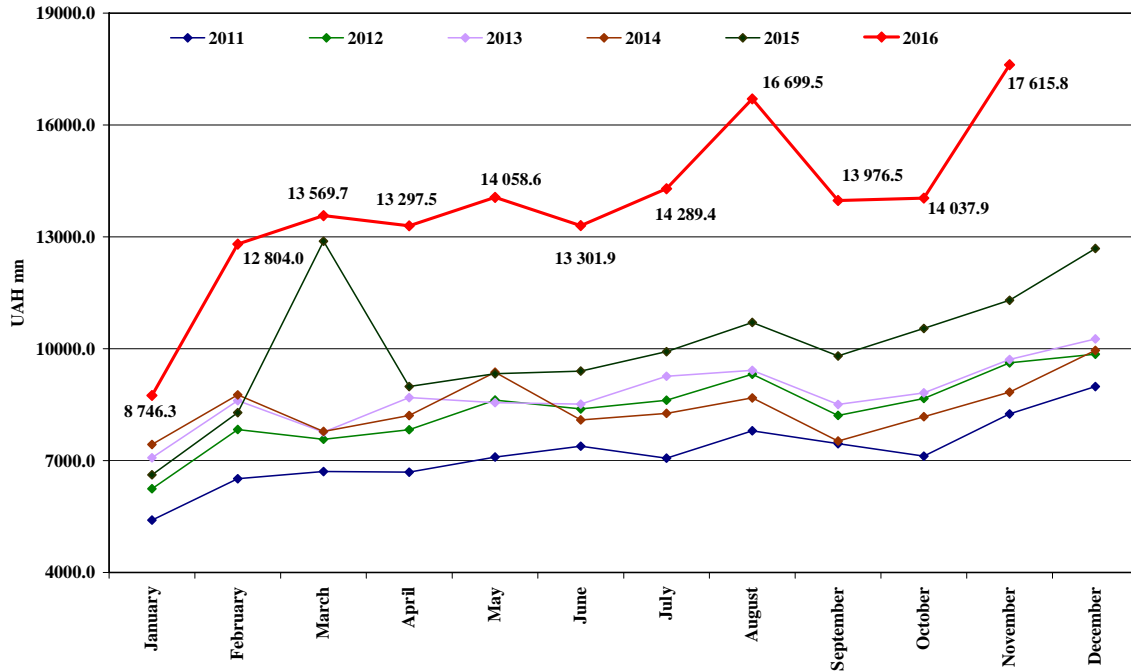
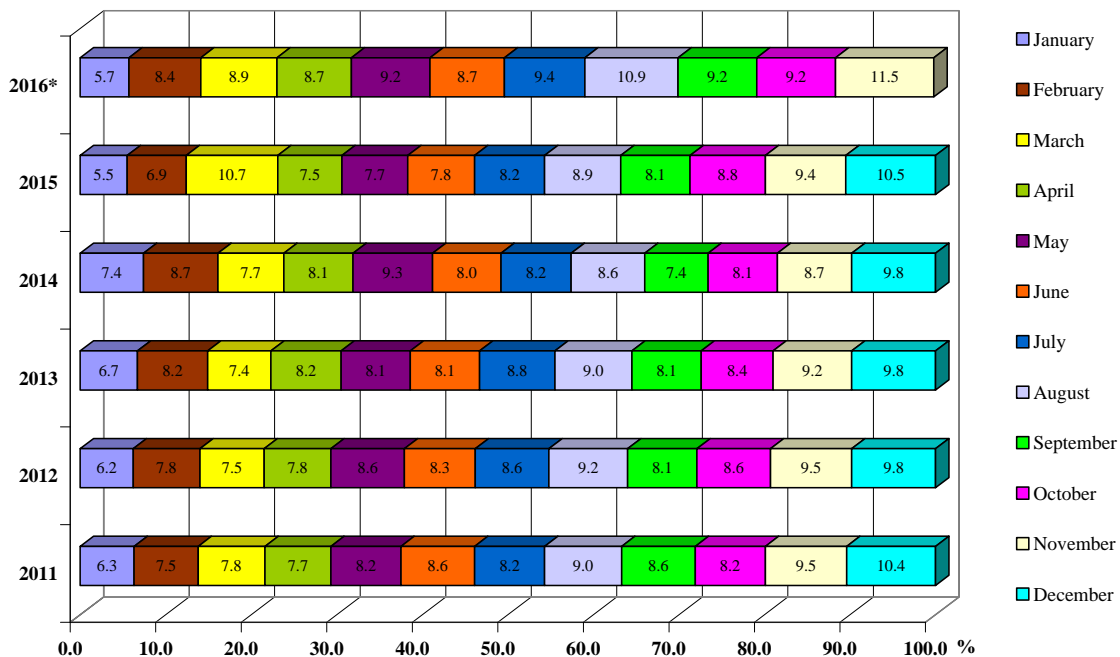


Diagram 2

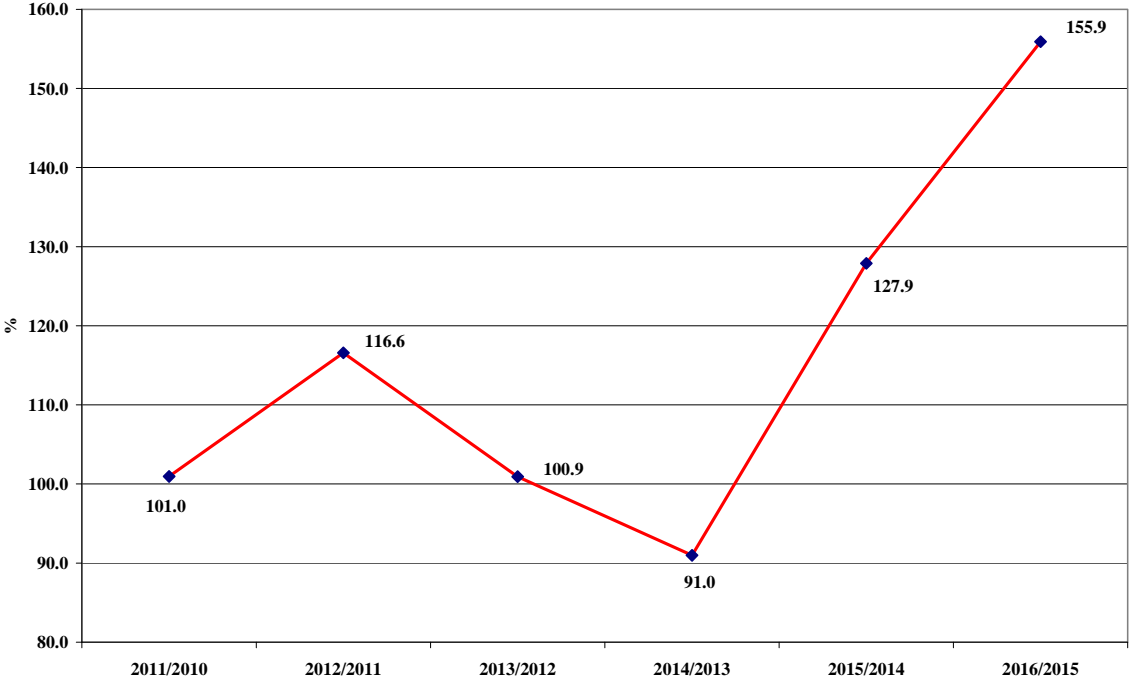
## Dynamics of the Share of Local Budget Revenue in Annual Amounts in 2011–2016



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

Graph 9

### Growth Rates of Local Budget Revenue in November 2011–2016



Graph 10

### Growth Rates of Local Budget Revenue in January–November 2011–2016

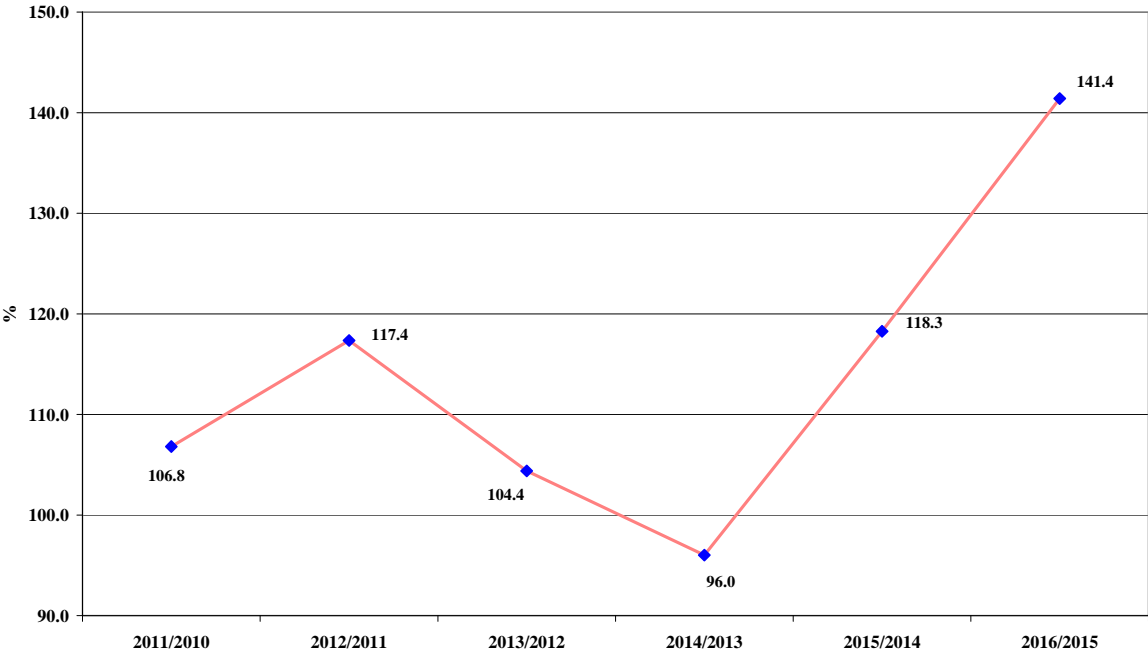


Diagram 3

### Local Budget Revenue in November 2016

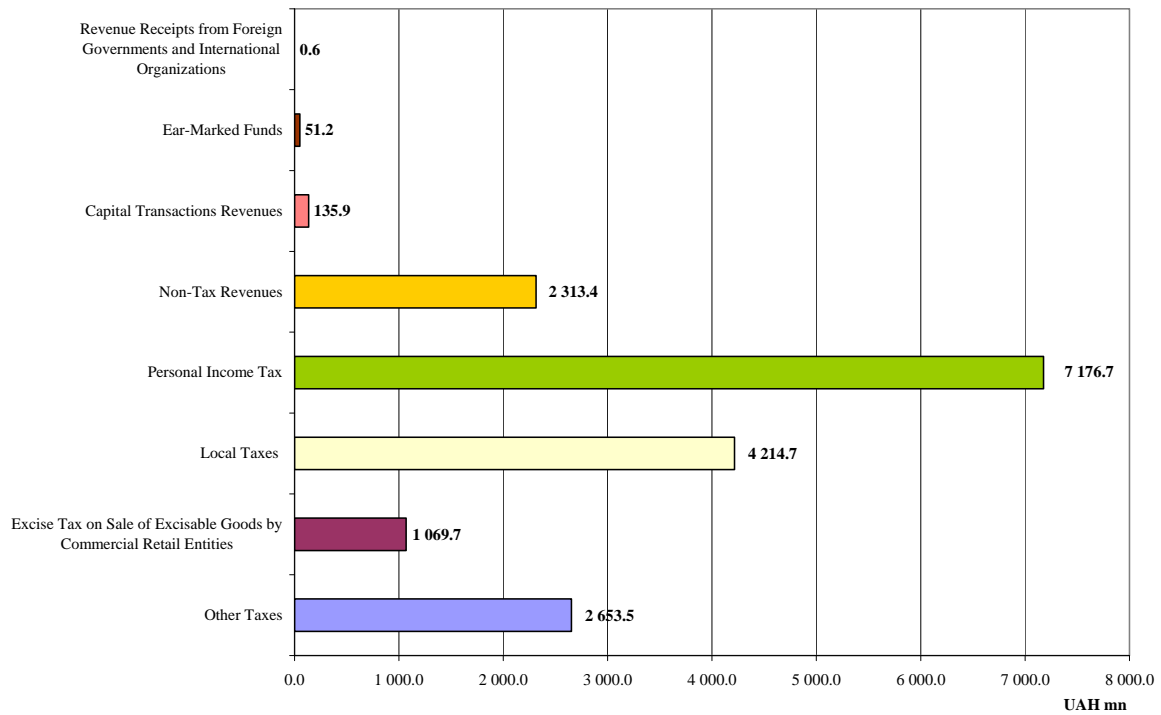


Diagram 4

### Structure of Local Budget Revenues in November 2016

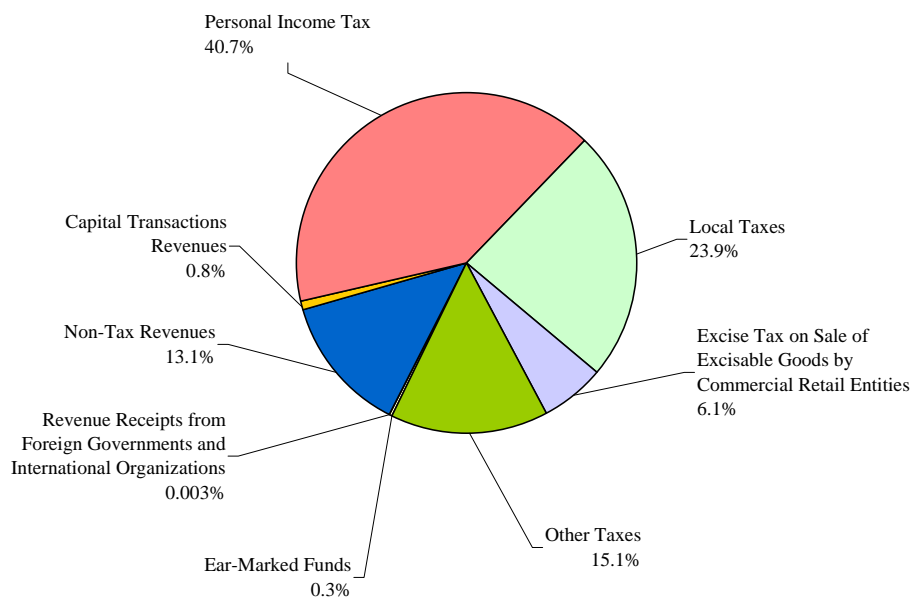
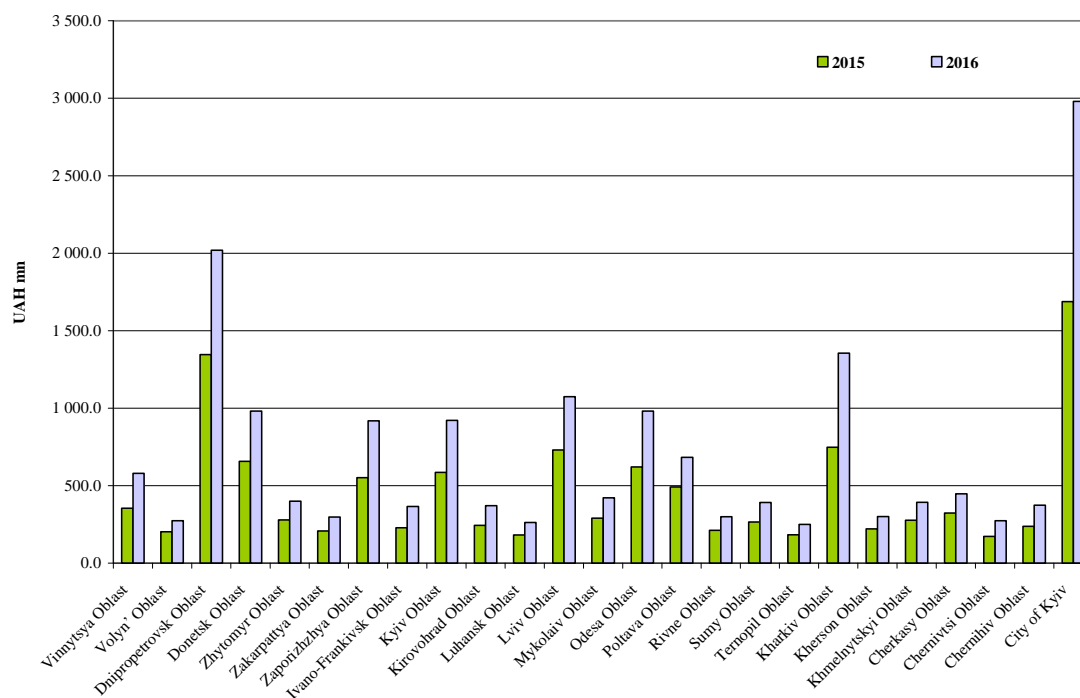


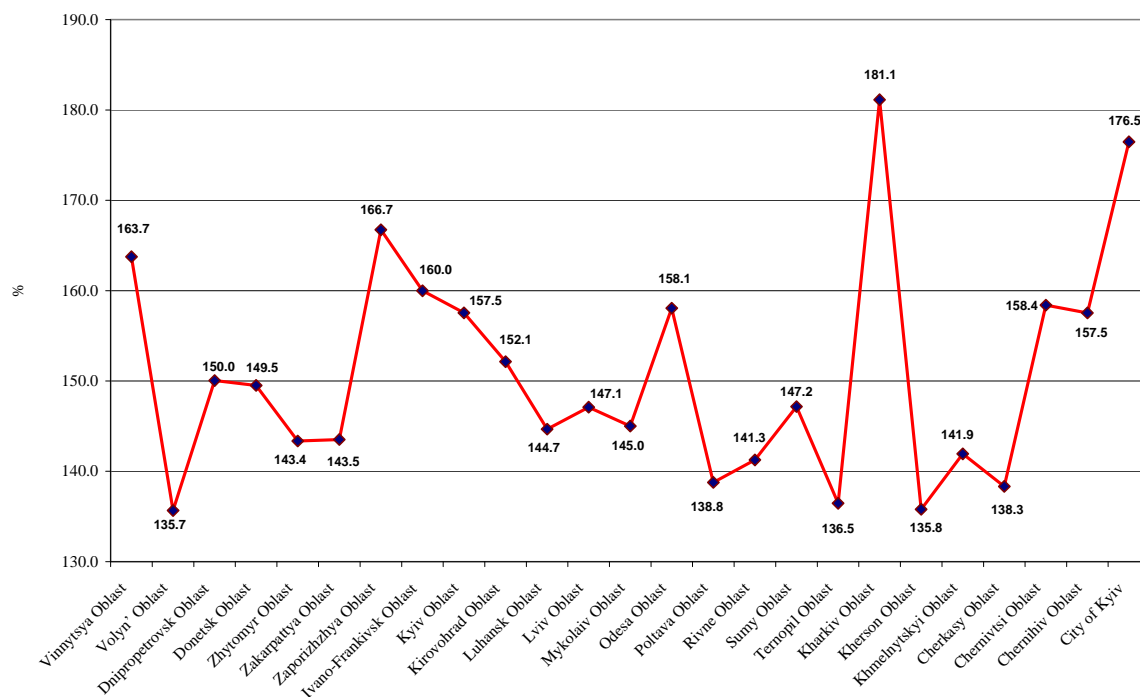
Diagram 5

### Regional Distribution of Local Budget Revenue in November 2015–2016



Graph 11

### Local Budget Revenues Growth Rate by Region in November 2016 (% vs. previous year)



# State Budget Deficit

Diagram 6

## Budget Deficit/Surplus, Monthly Trends in 2011

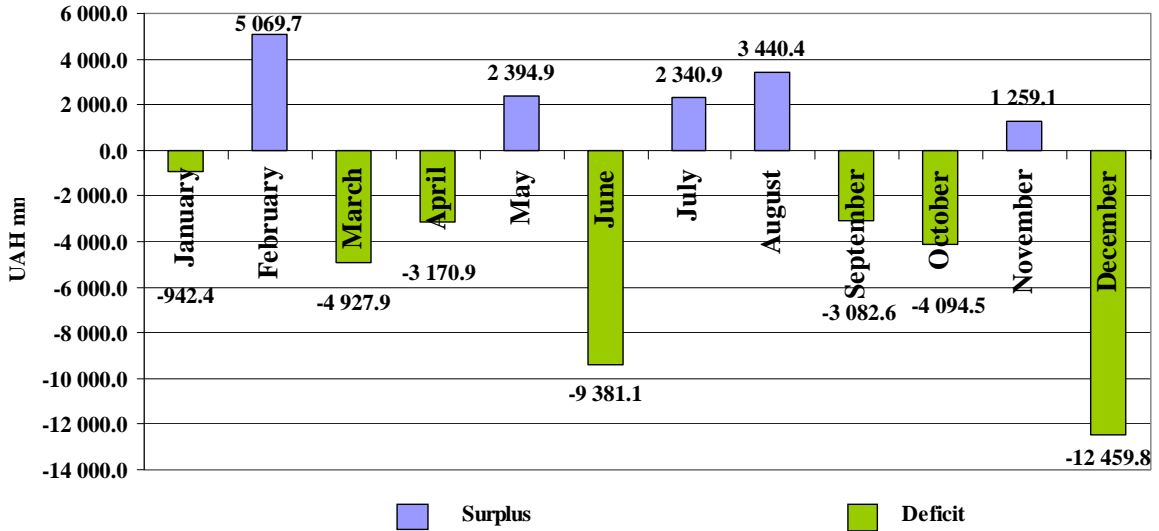


Diagram 7

## Budget Deficit/Surplus, Monthly Trends in 2012

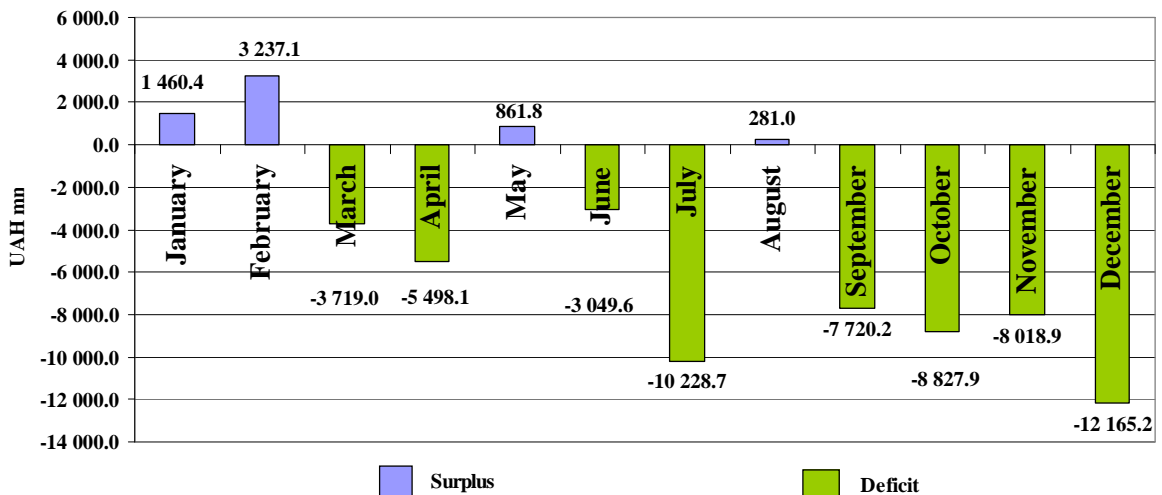


Diagram 8

### Budget Deficit/Surplus, Monthly Trends in 2013

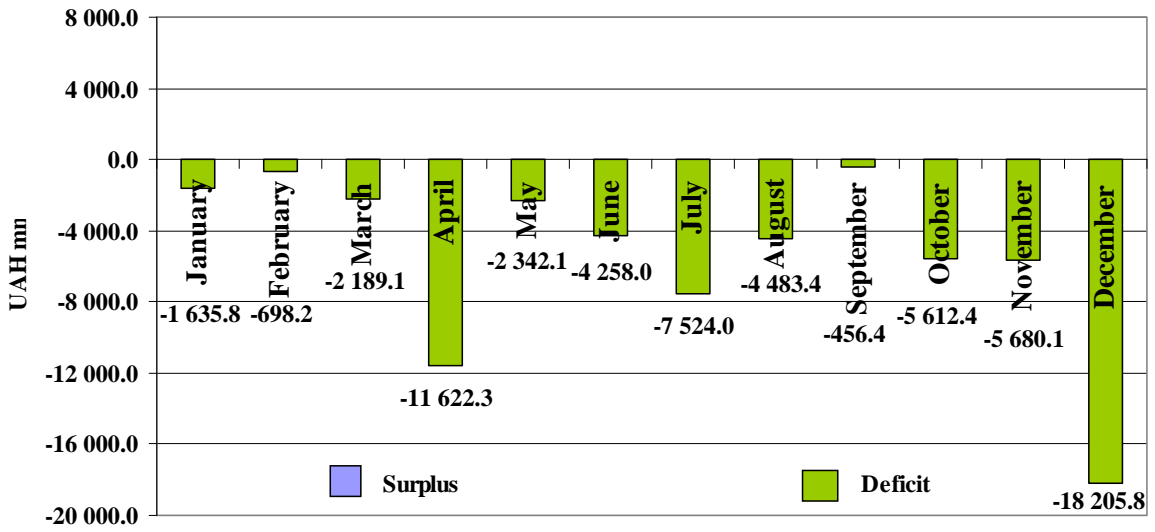


Diagram 9

### Budget Deficit/Surplus, Monthly Trends in 2014

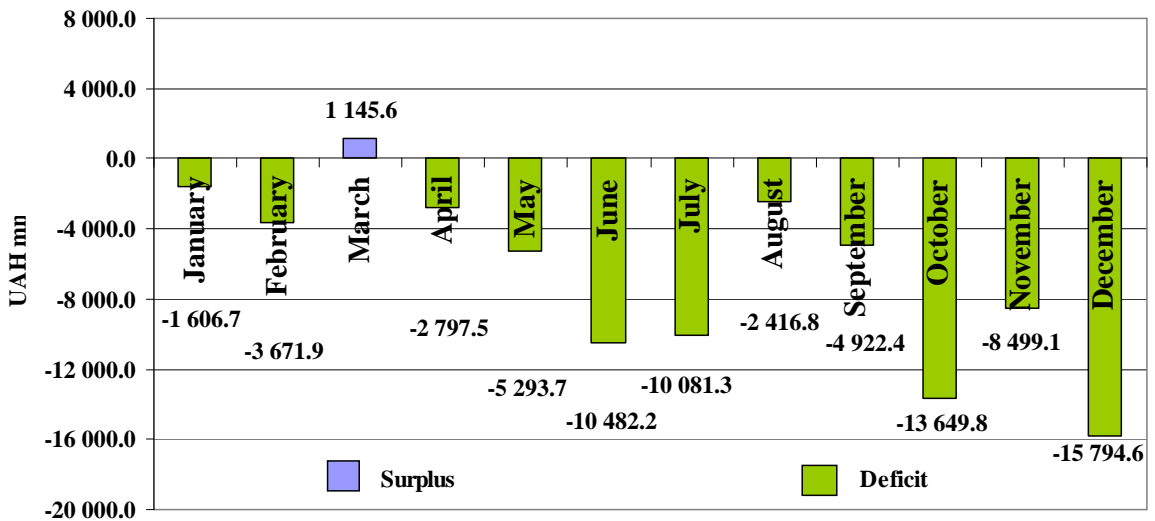


Diagram 10

### Budget Deficit/Surplus, Monthly Trends in 2015

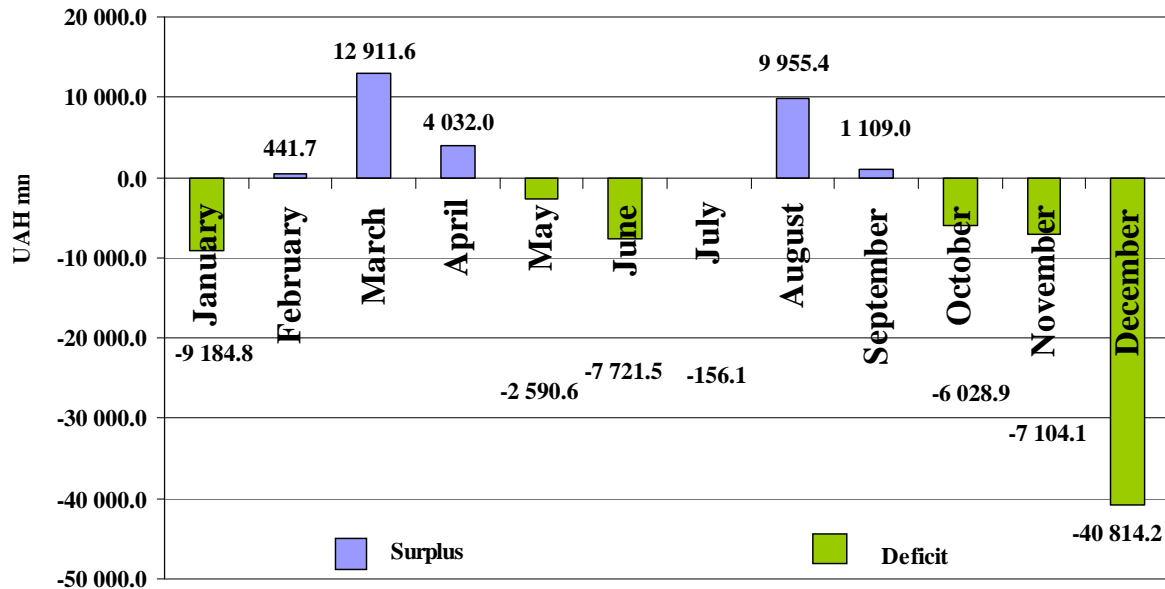
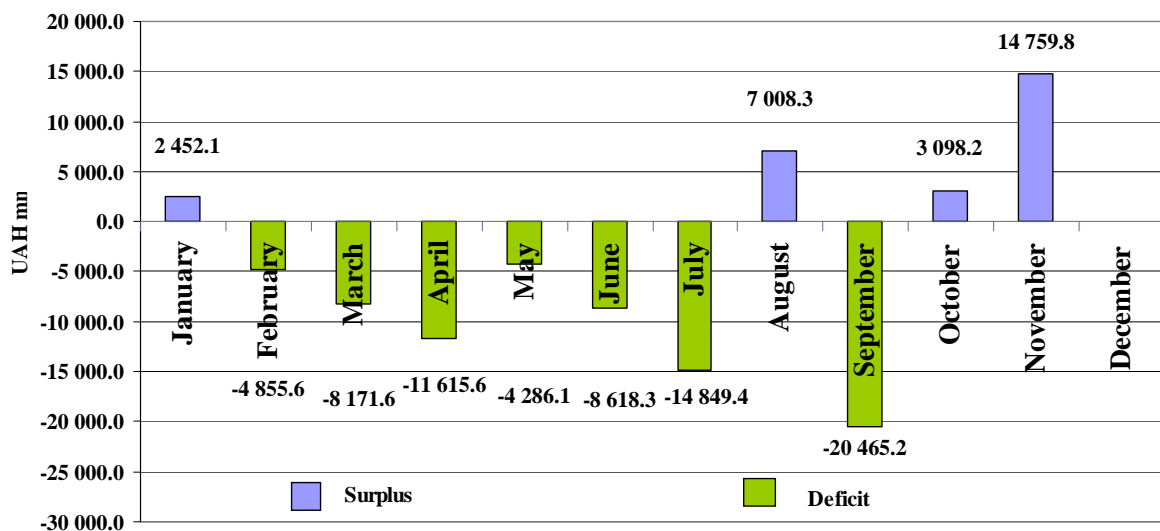


Diagram 11

### Budget Deficit/Surplus, Monthly Trends in 2016

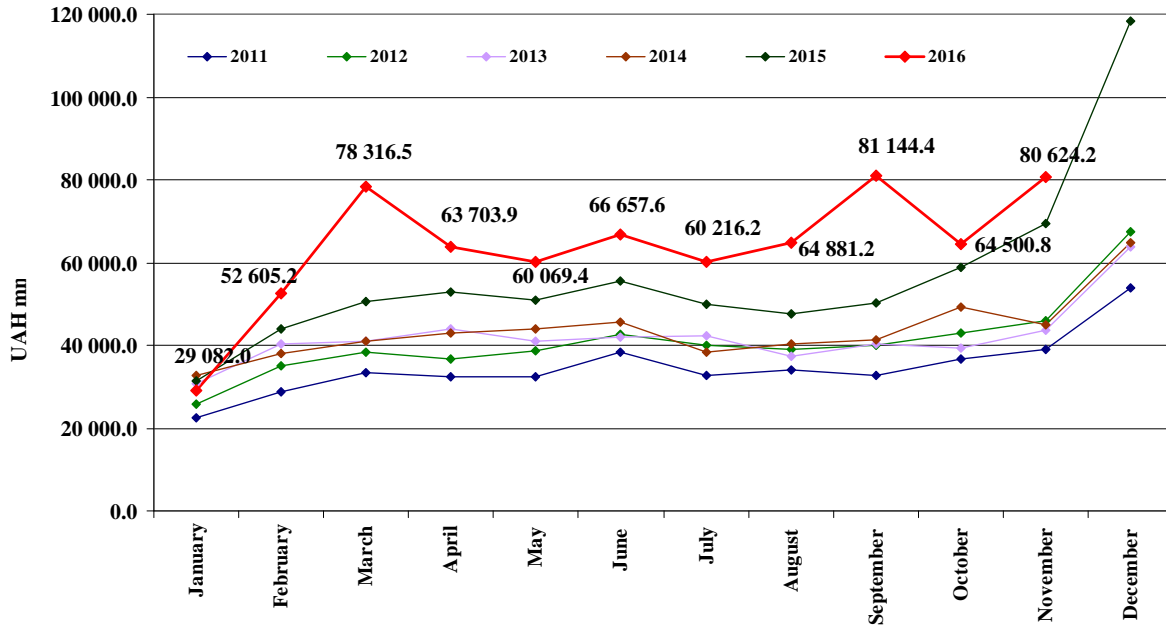




# Consolidated Budget Expenditures

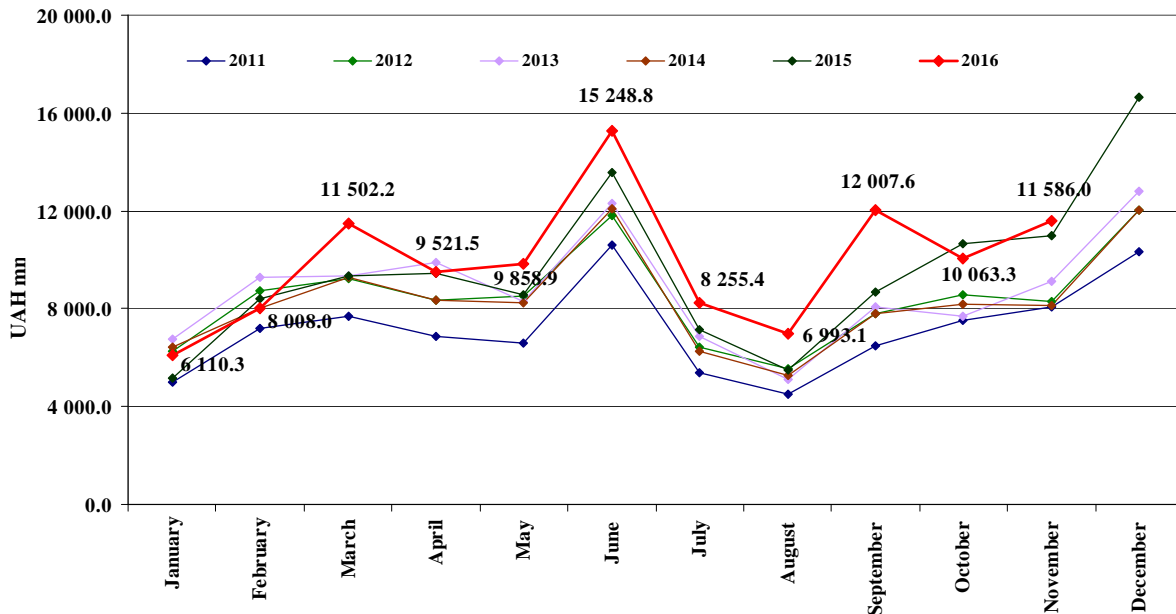
Graph 12

## Consolidated Budget Expenditures, Monthly Trends in 2011–2016



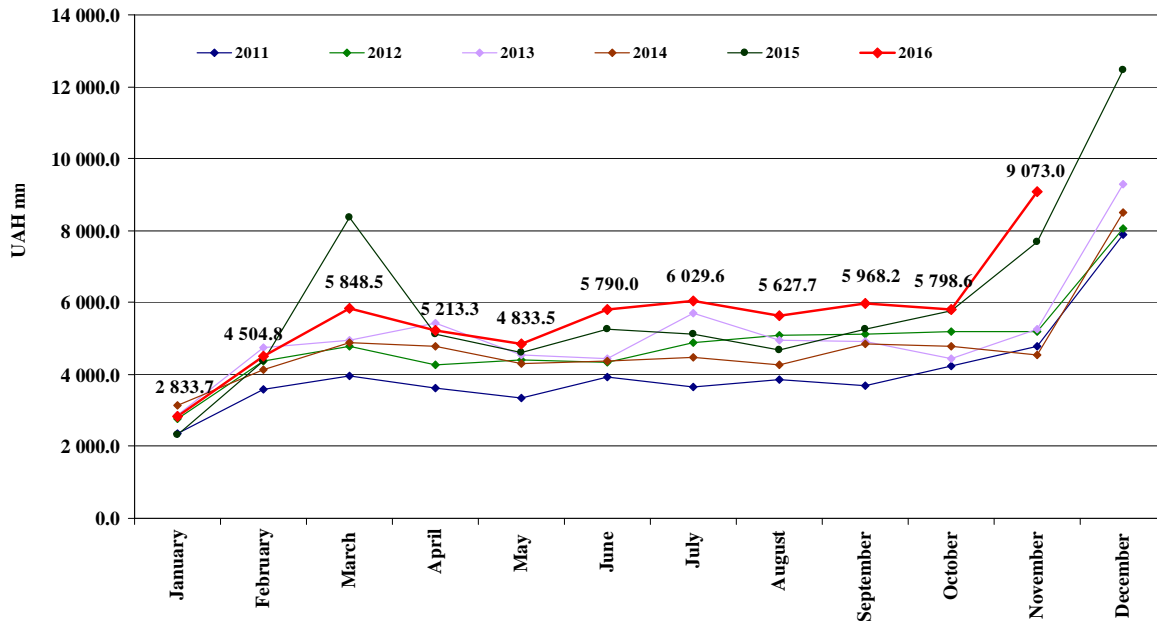
Graph 13

## Consolidated Budget Education Expenditures, Monthly Trends in 2011–2016



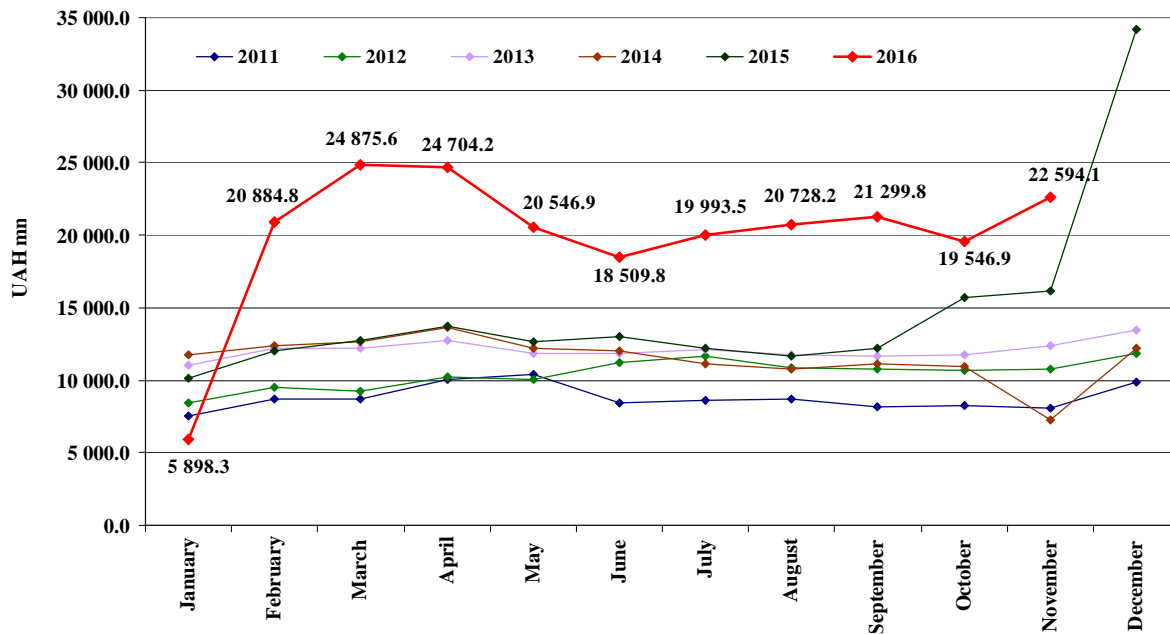
Graph 14

### Consolidated Budget Health Expenditures, Monthly Trends in 2011–2016



Graph 15

### Consolidated Budget Expenditures for Social Protection and Social Security, Monthly Trends in 2011–2016



## State Budget Expenditures

Diagram 12

### Structure of Actual Expenditures of Ukraine's State Budget by Functional Classification in 2011

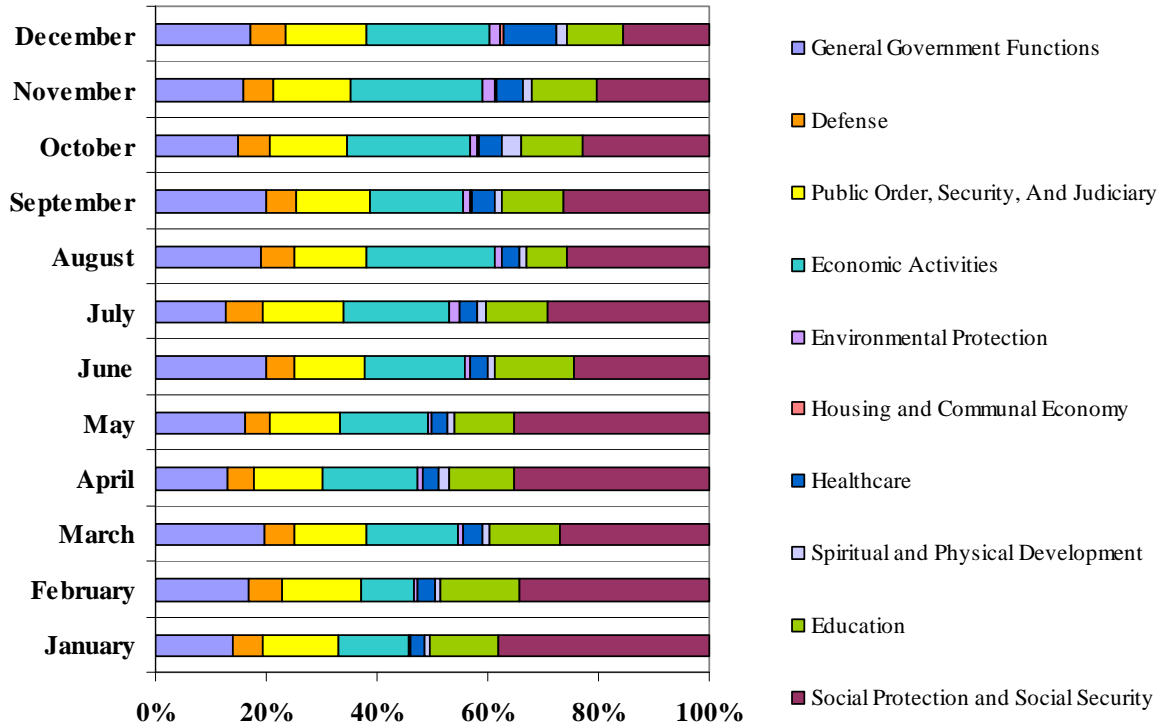


Diagram 13

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

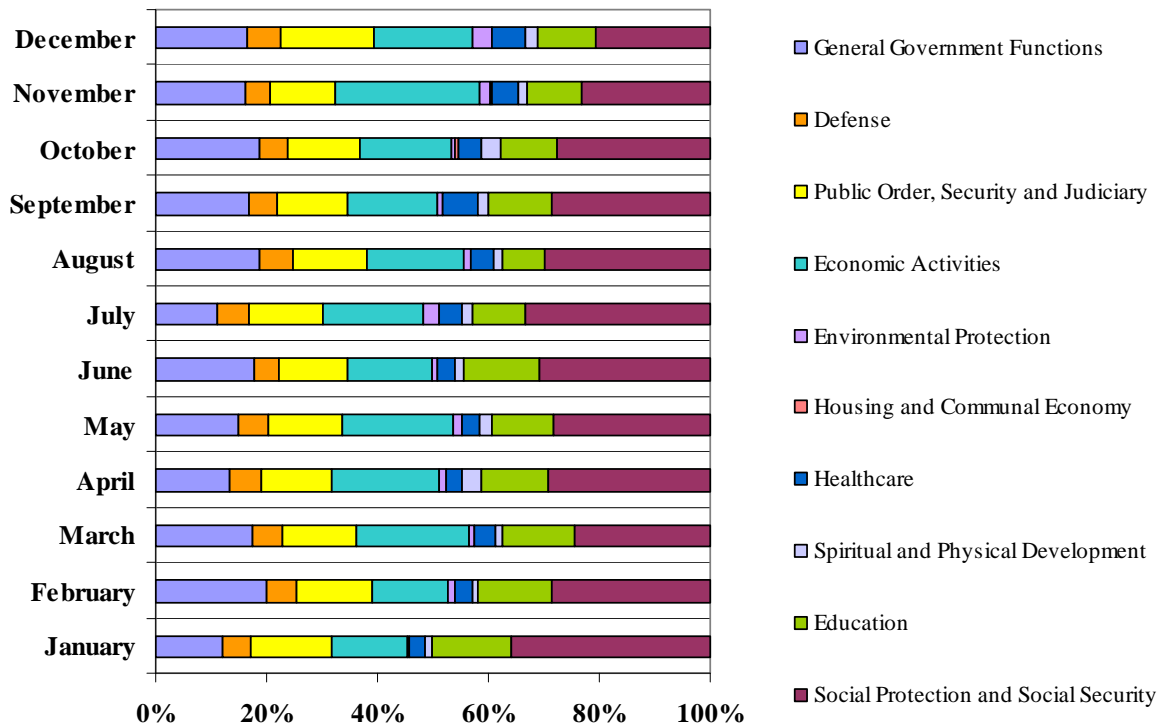


Diagram 14

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

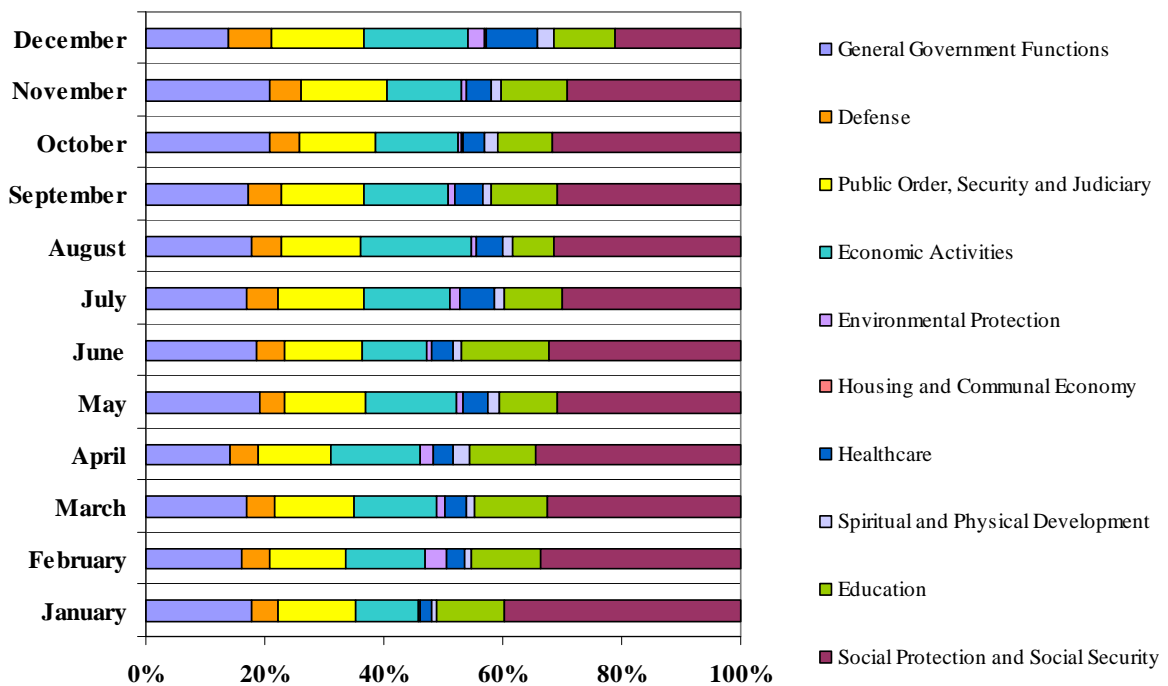


Diagram 15

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

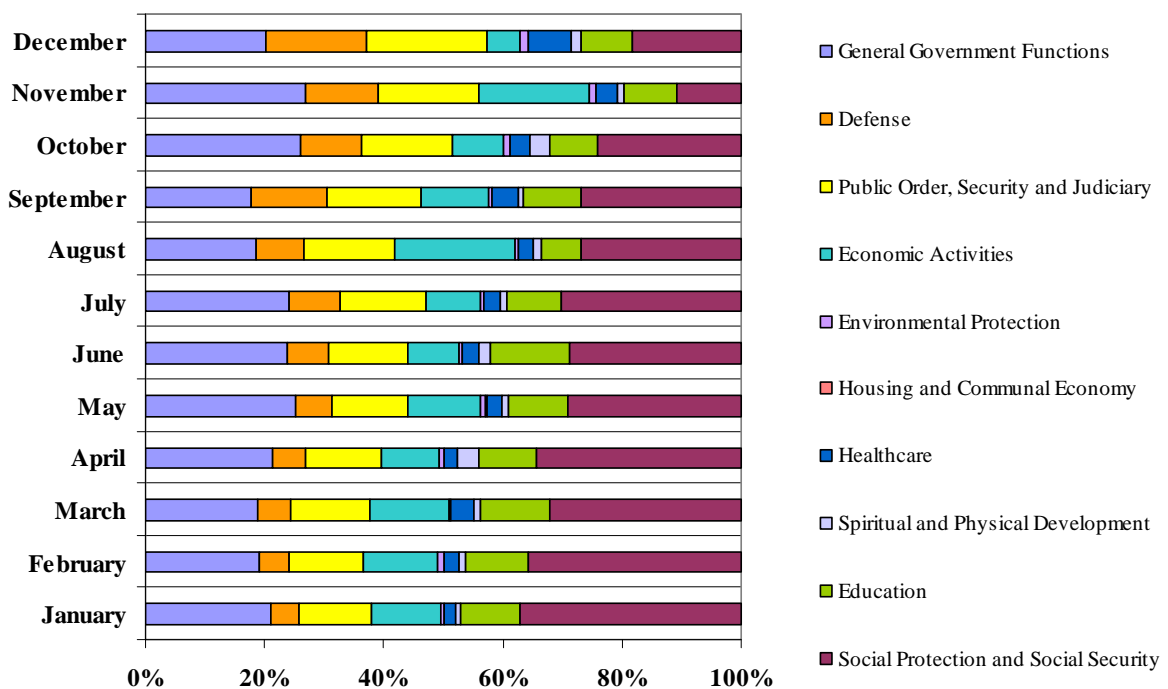


Diagram 16

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

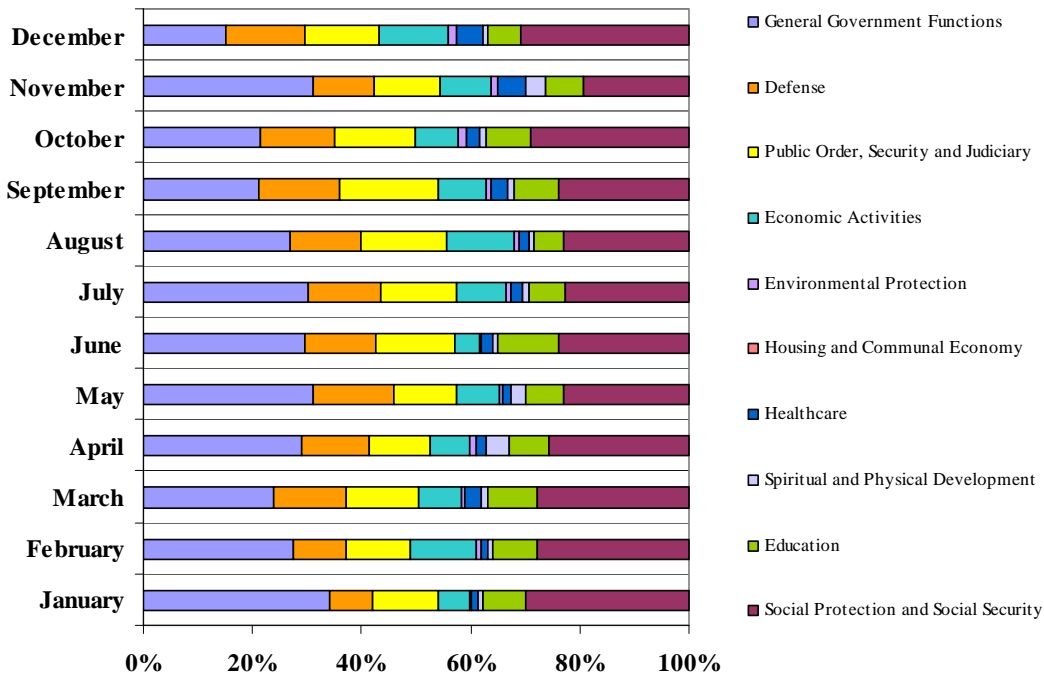
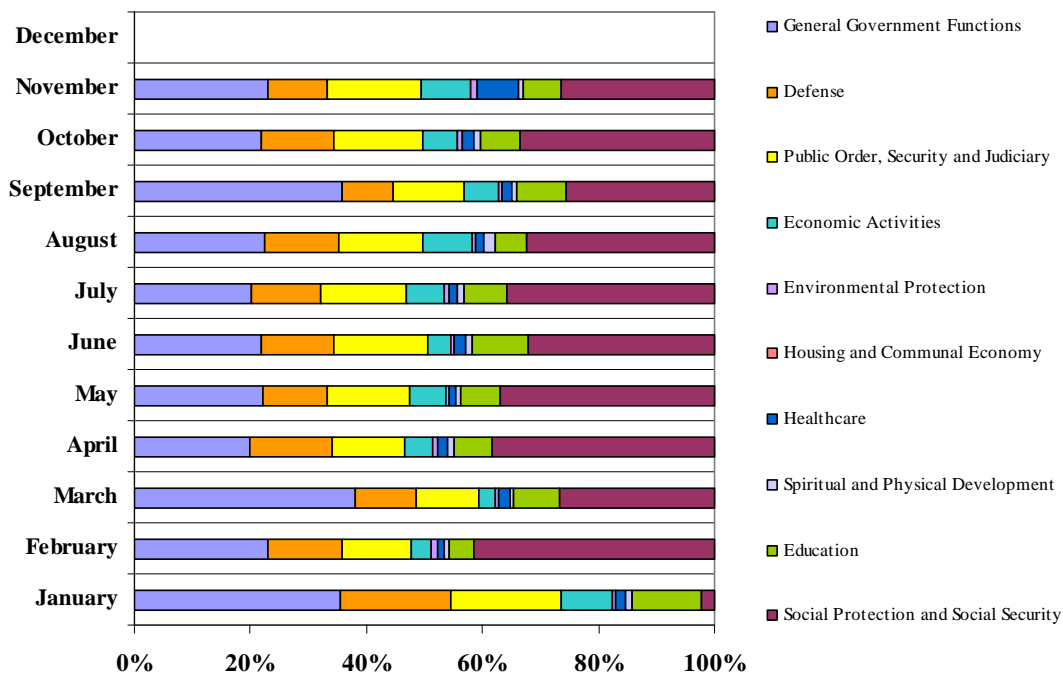
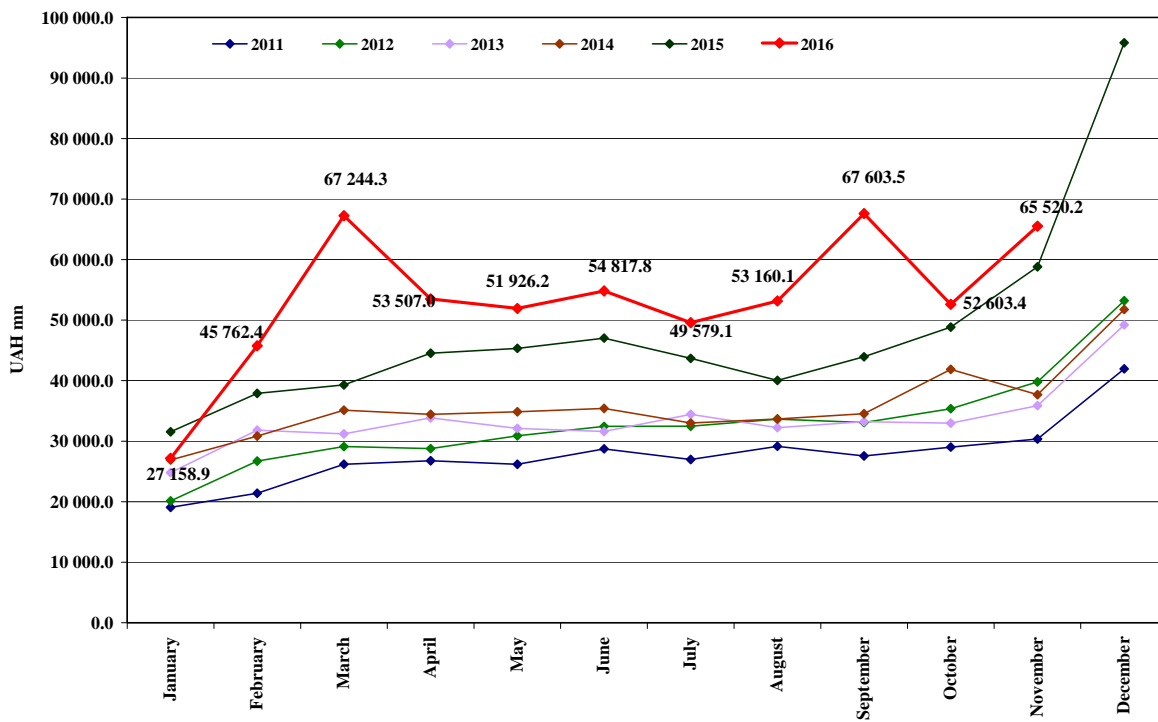


Diagram 17

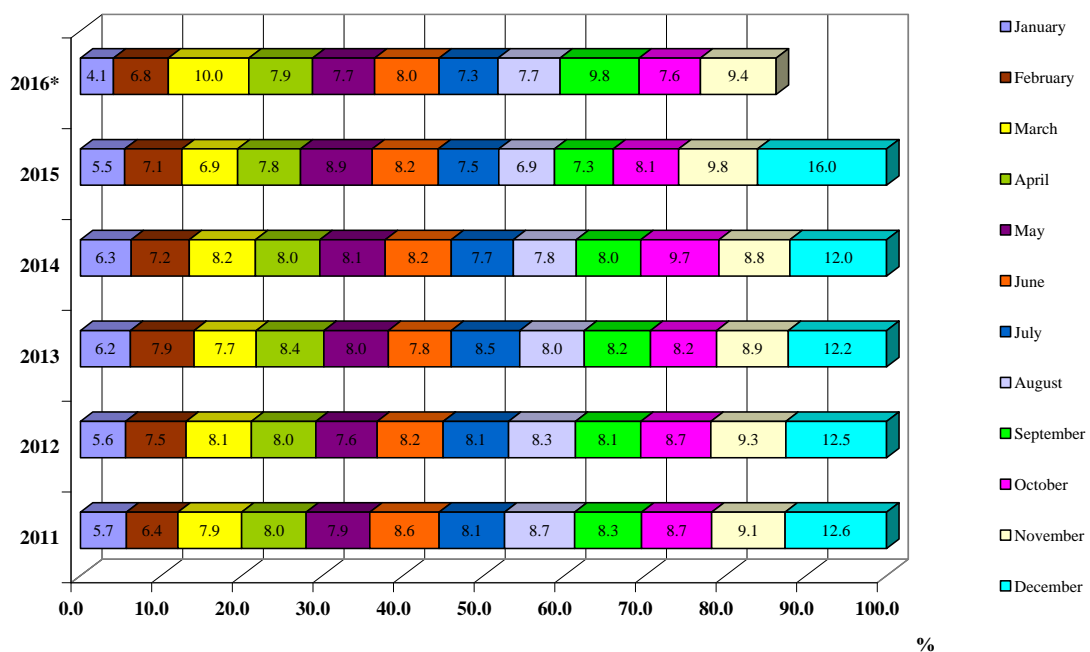
### Structure of Actual Expenditures of Ukraine's State Budget by Functional Classification in 2016



### Monthly Trends of State Budget Expenditures in 2011–2016



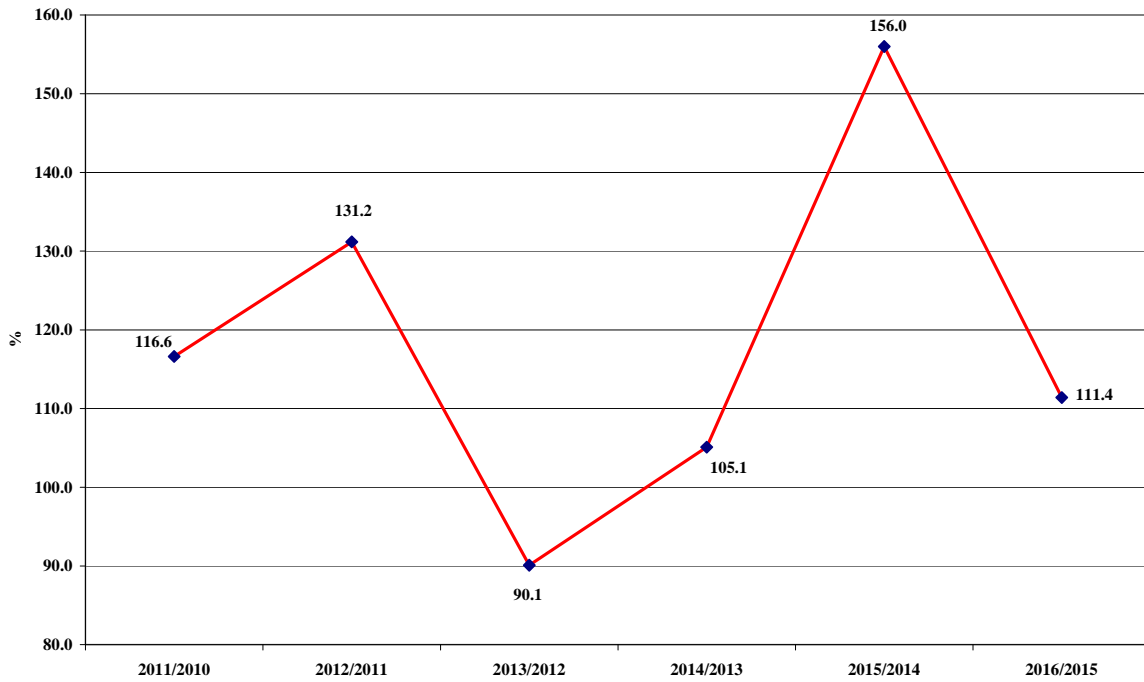
### Dynamics of the Share of Ukraine's State Budget Total Expenditures in Annual Amounts in 2011–2016



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

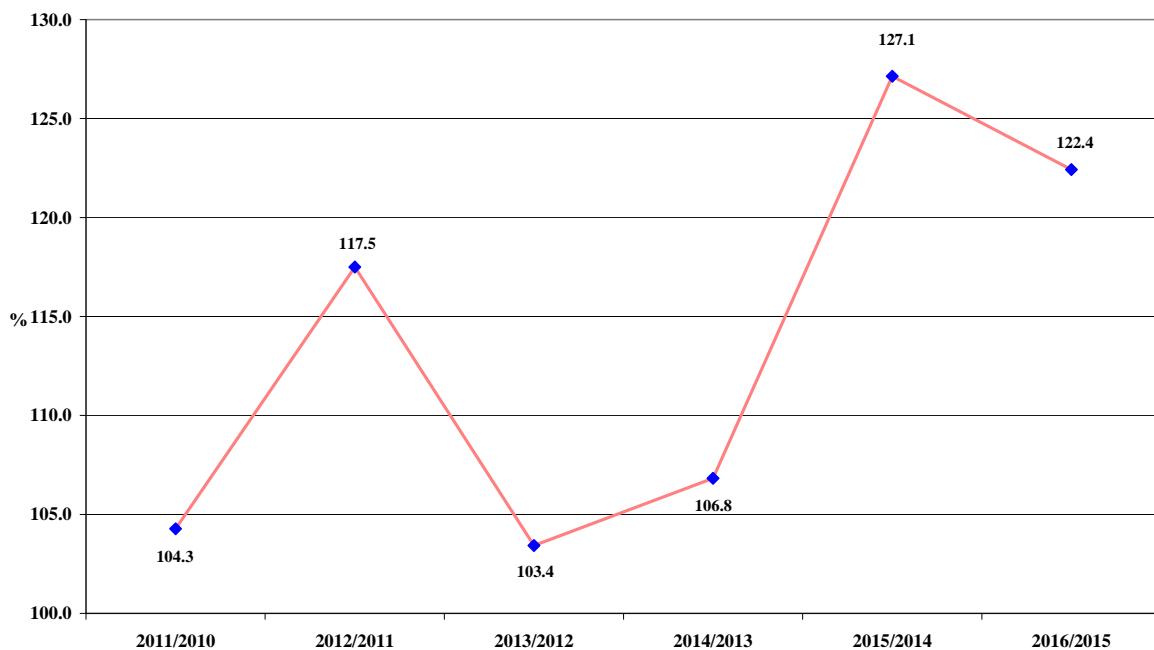
Graph 17

### Growth Rates of Ukraine's State Budget Expenditures in November 2011–2016



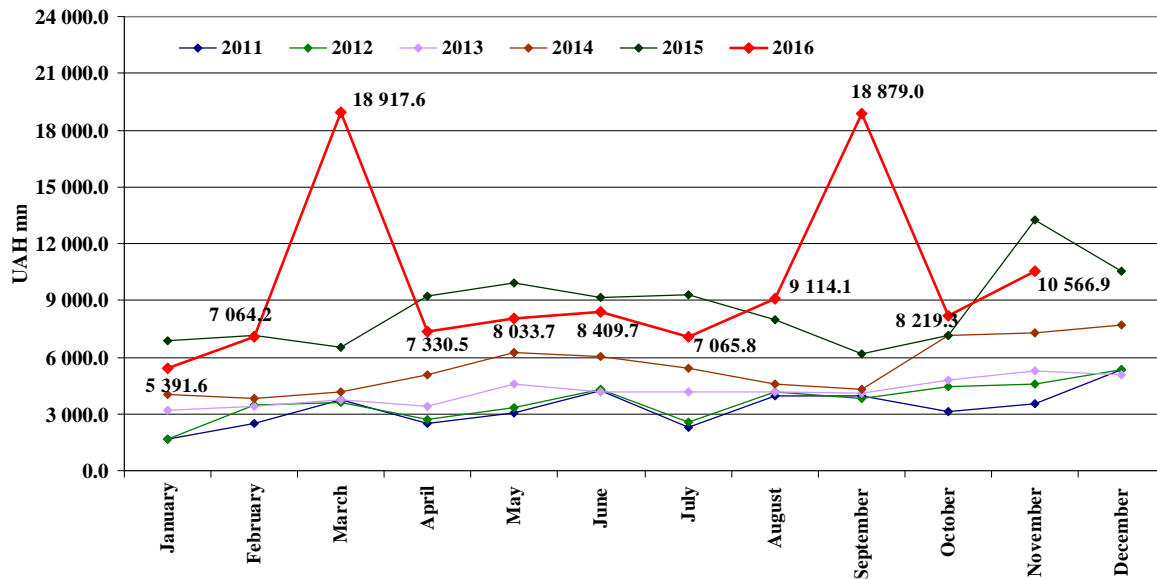
Graph 18

### Growth Rates of Ukraine's State Budget Expenditures in January–November 2011–2016



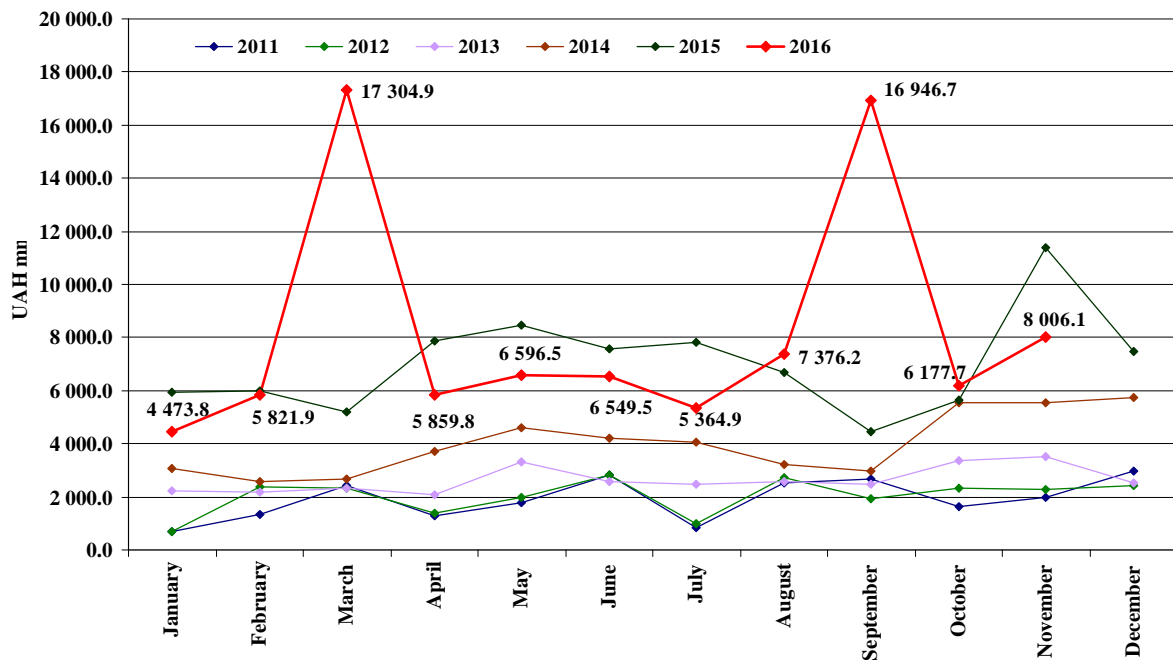
Graph 19

### State Budget Expenditures for General Government Functions, Monthly Trends in 2011–2016



Graph 20

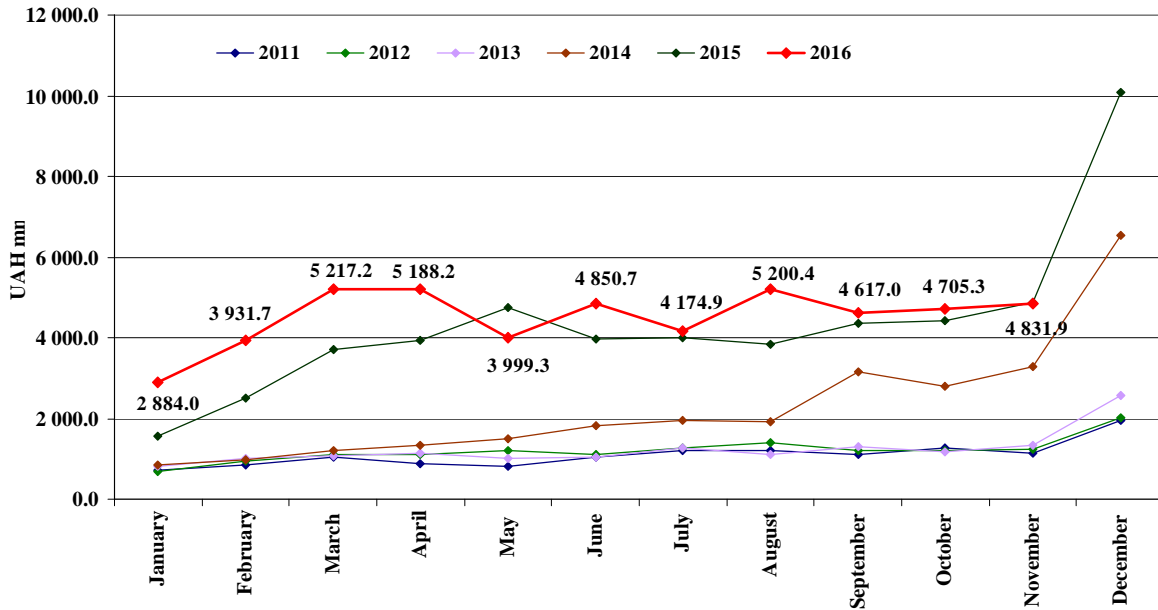
### State Budget Expenditures for Public Debt Servicing, Monthly Trends in 2011-2016





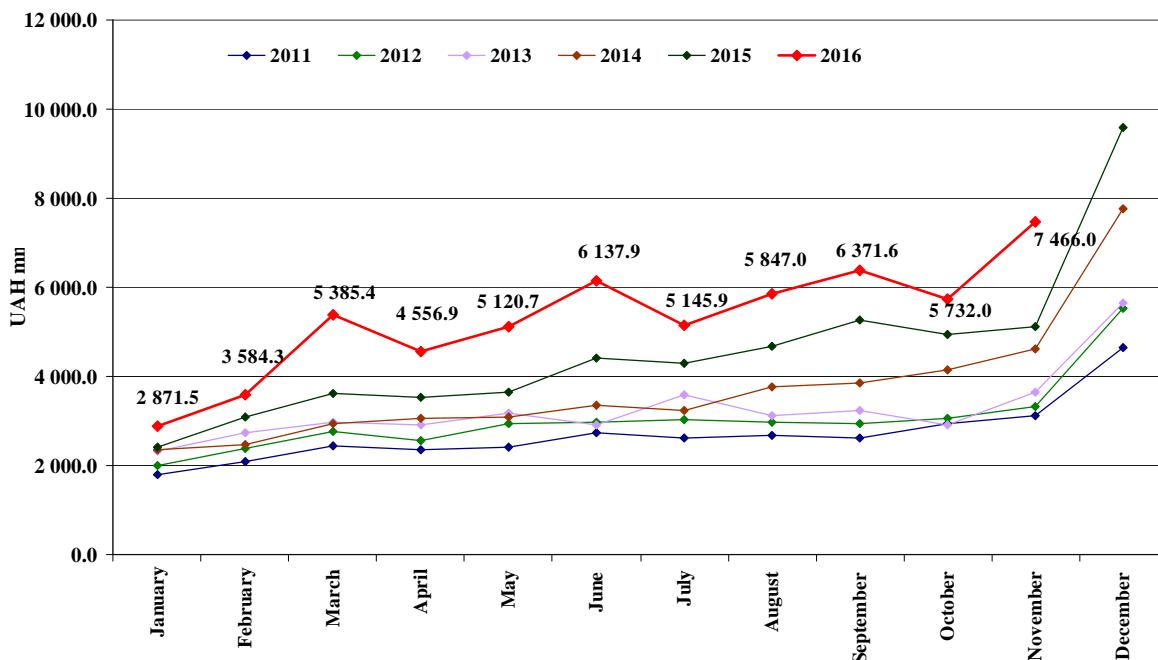
Graph 21

### State Budget Expenditures for Defense, Monthly Trends in 2011–2016



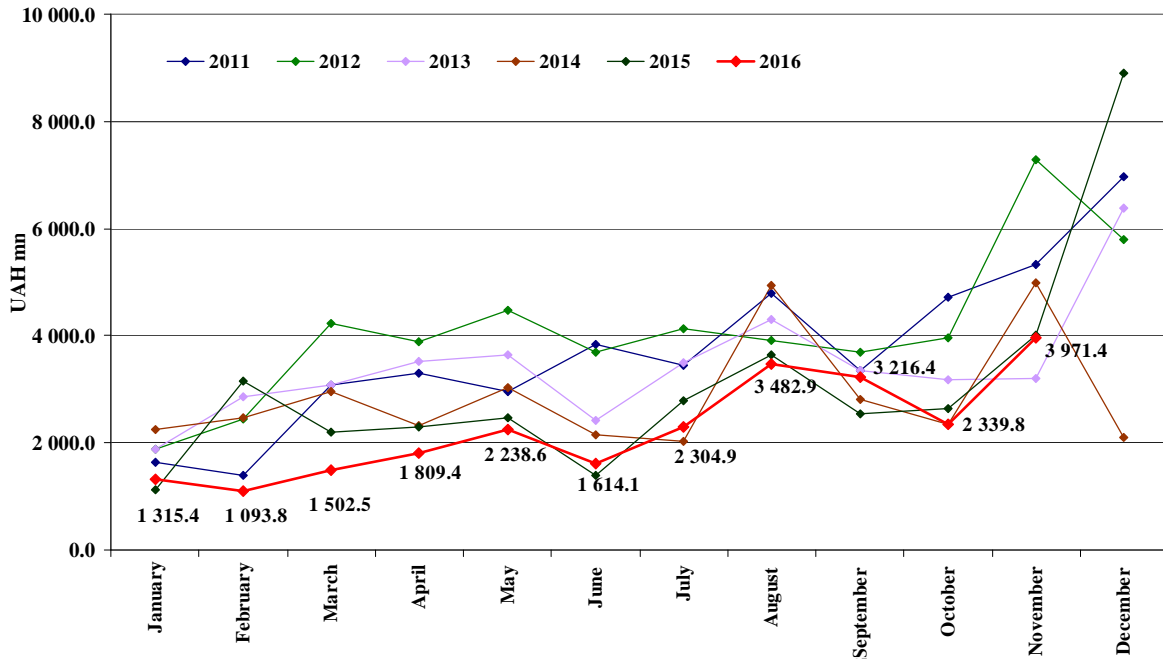
Graph 22

### State Budget Expenditures for Public Order, Security, and the Judiciary, Monthly Trends in 2011–2016



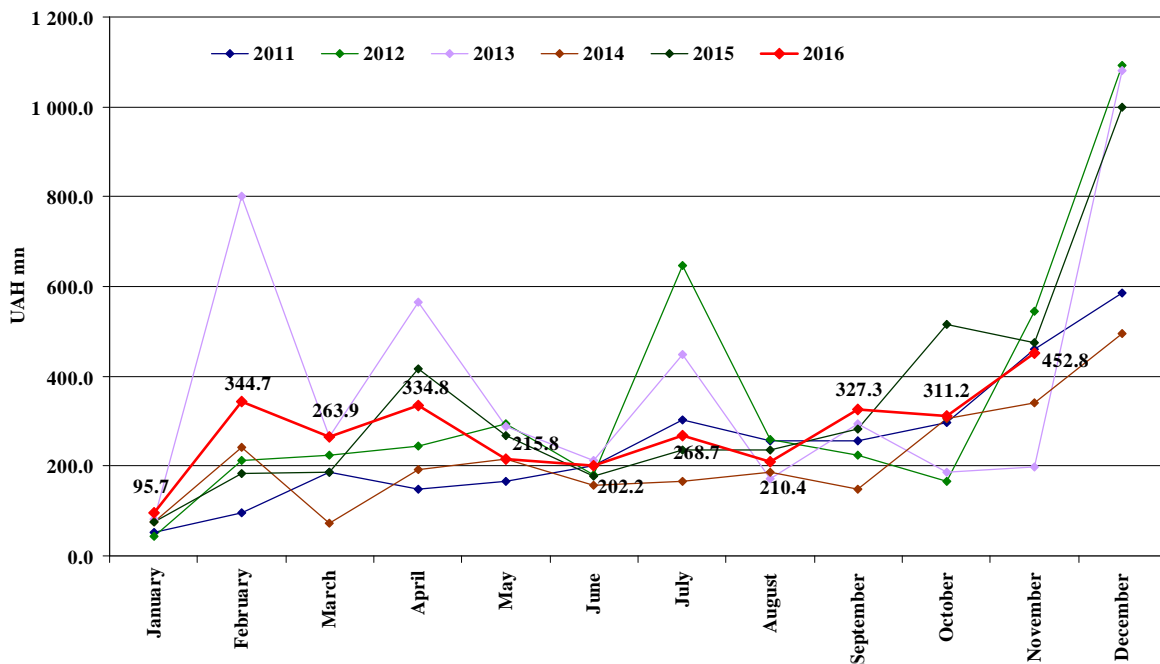
Graph 23

### State Budget Expenditures for Economic Activities, Monthly Trends in 2011–2016



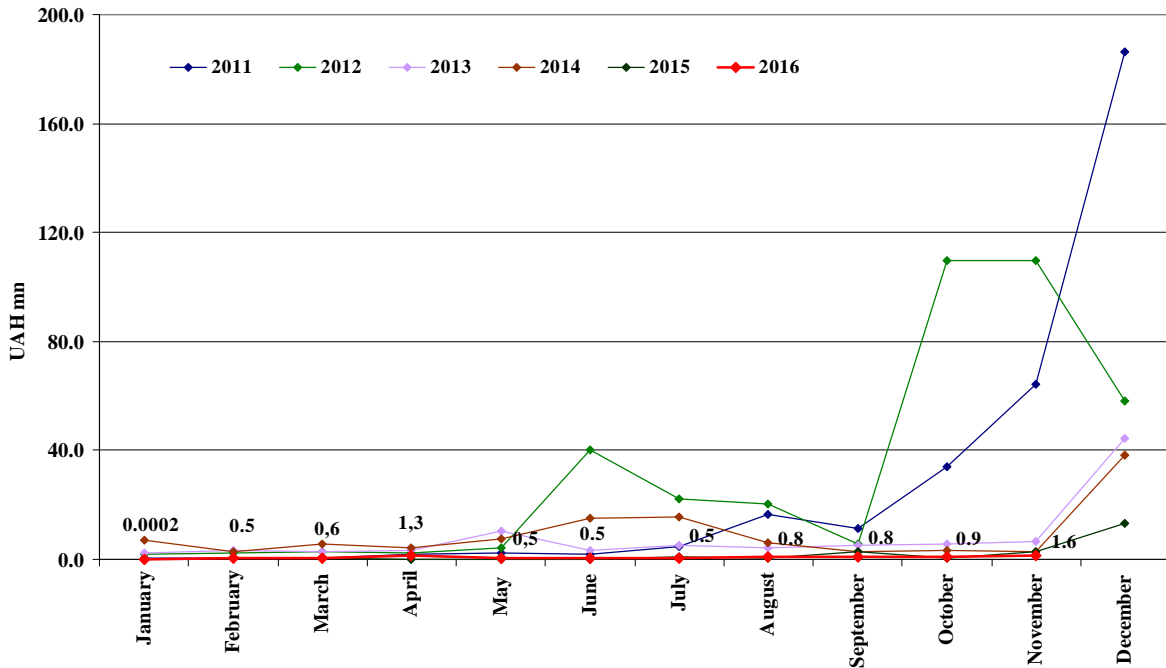
Graph 24

### State Budget Expenditures for Environmental Protection, Monthly Trends in 2011–2016



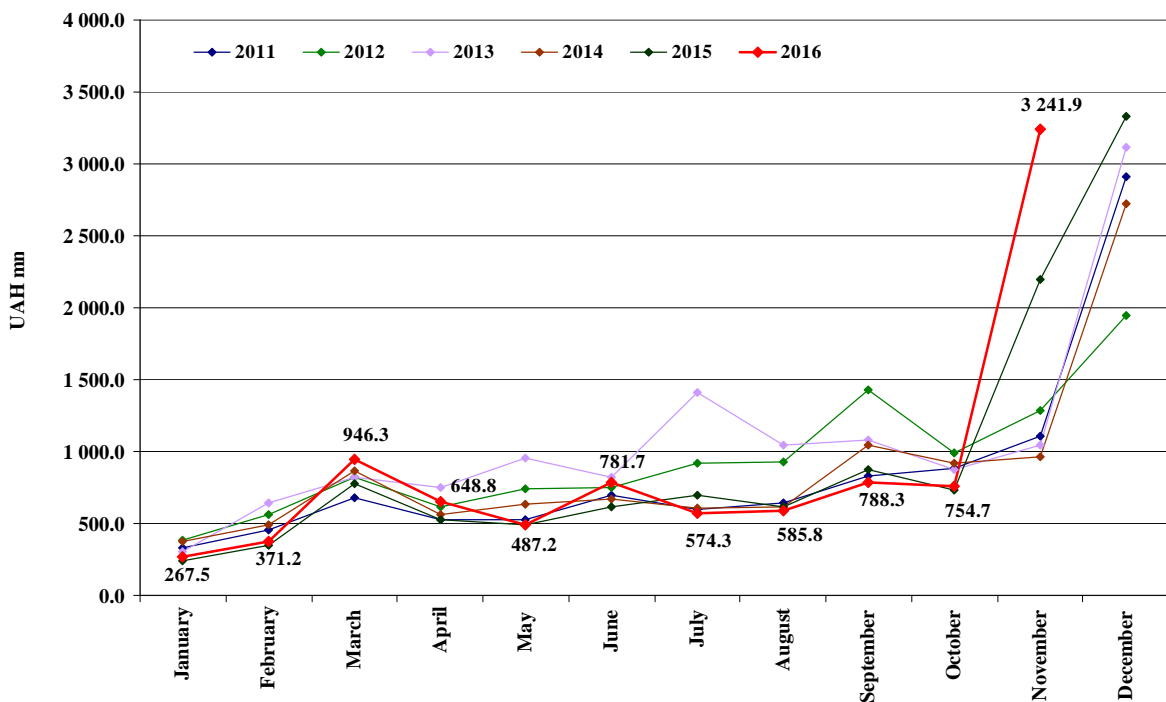
Graph 25

### State Budget Expenditures for the Housing and Communal Sector, Monthly Trends in 2011–2016



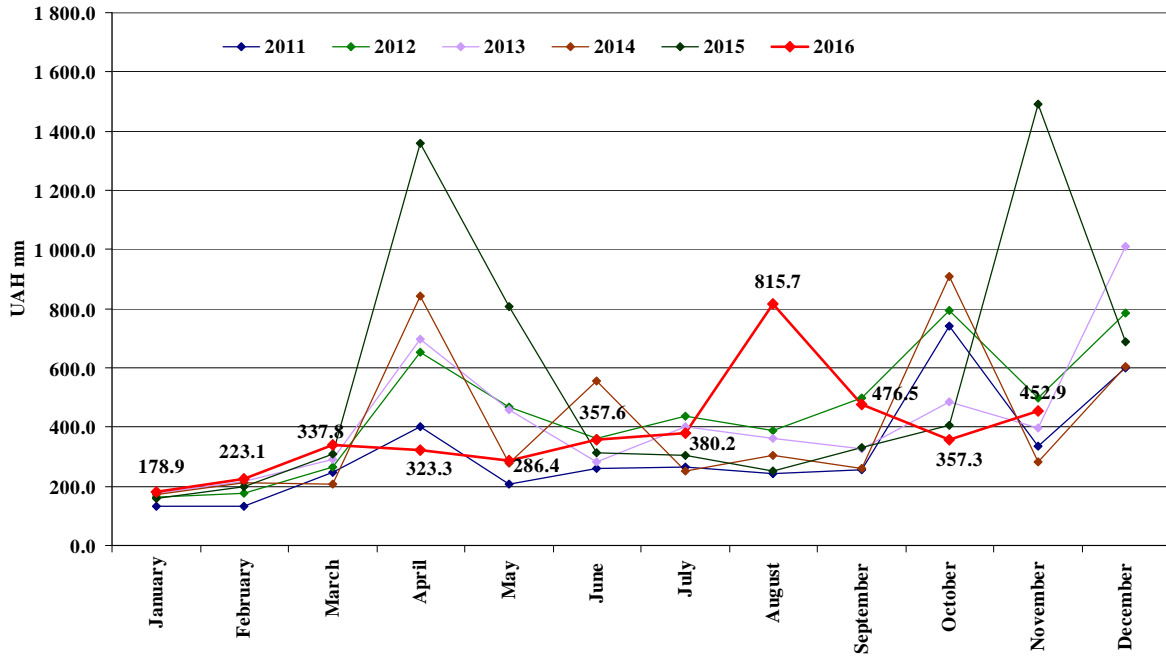
Graph 26

### State Budget Expenditures for Healthcare, Monthly Trends in 2011–2016



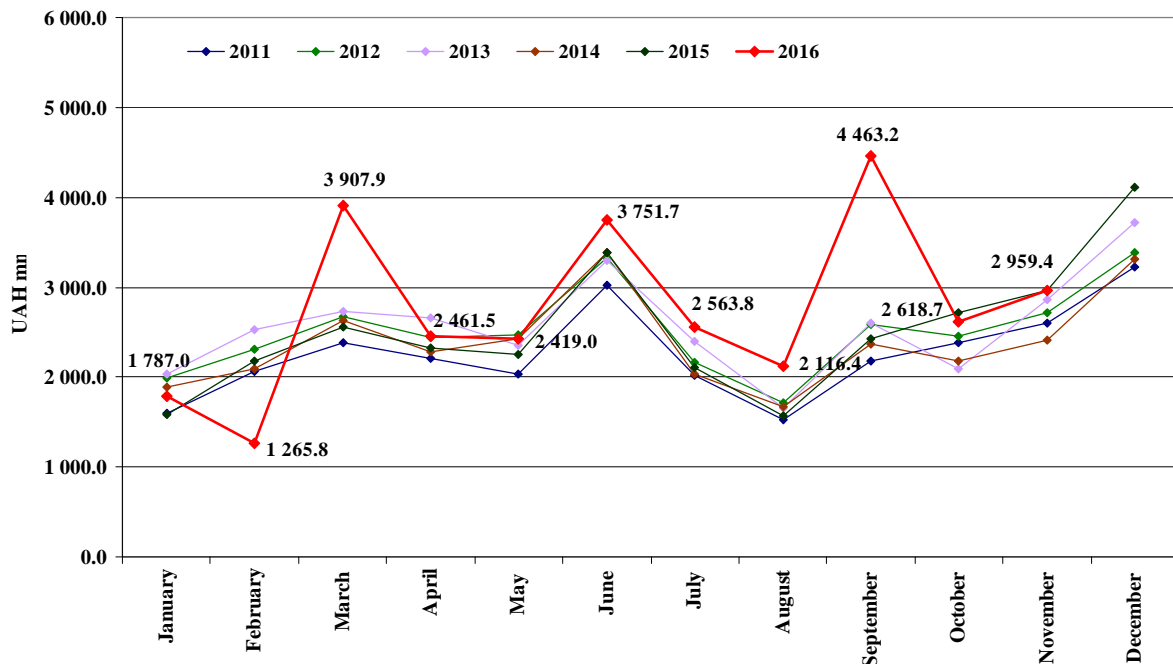
Graph 27

### State Budget Expenditures for Spiritual and Physical Development, Monthly Trends in 2011–2016

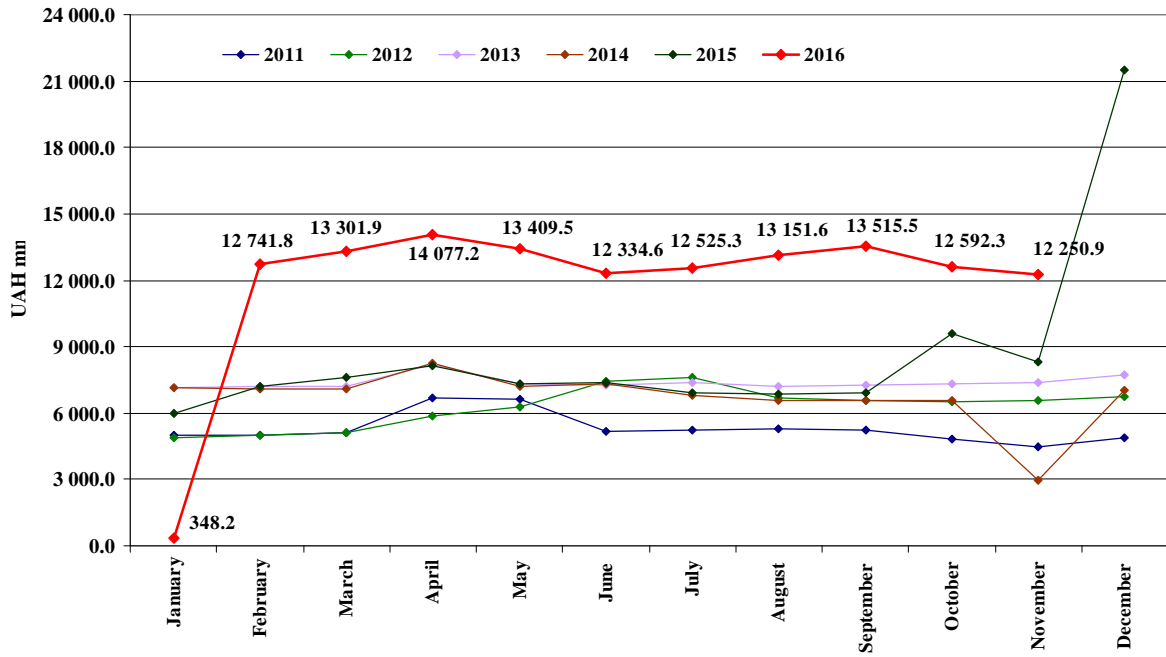


Graph 28

### State Budget Expenditures for Education, Monthly Trends in 2011–2016



### State Budget Expenditures for Social Protection and Social Security, Monthly Trends in 2011–2016



# Local Budget Expenditures

Graph 30

## Total Local Budget Expenditures (Less Intergovernmental Transfers), Monthly Trends in 2011–2016

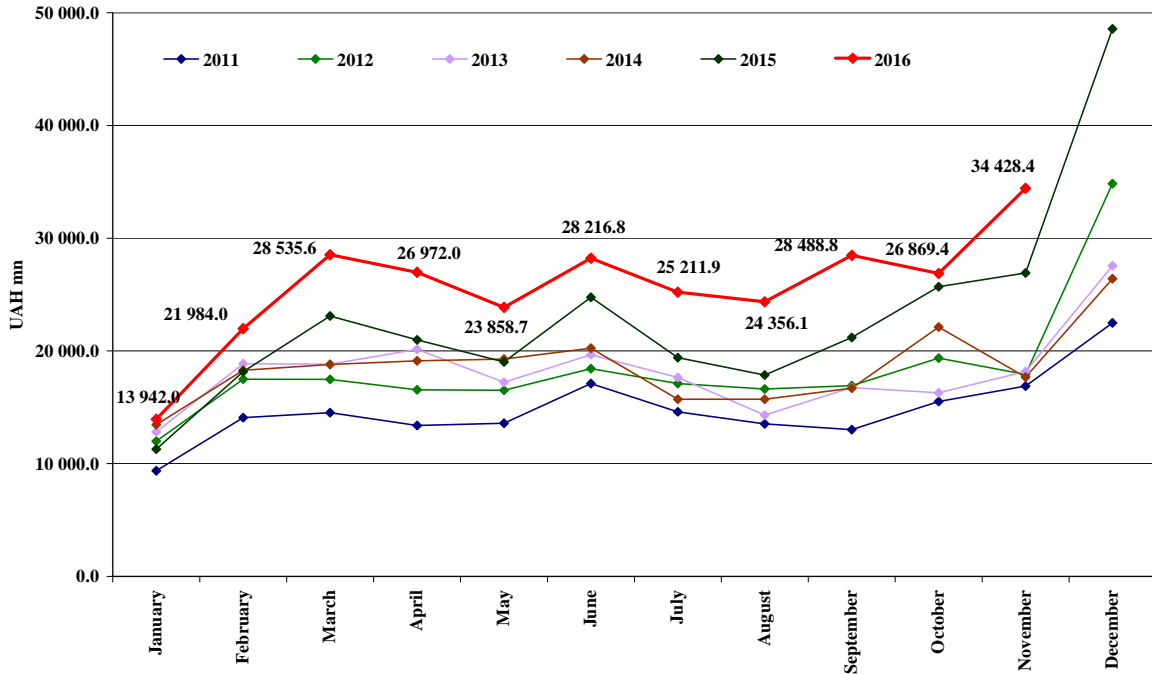
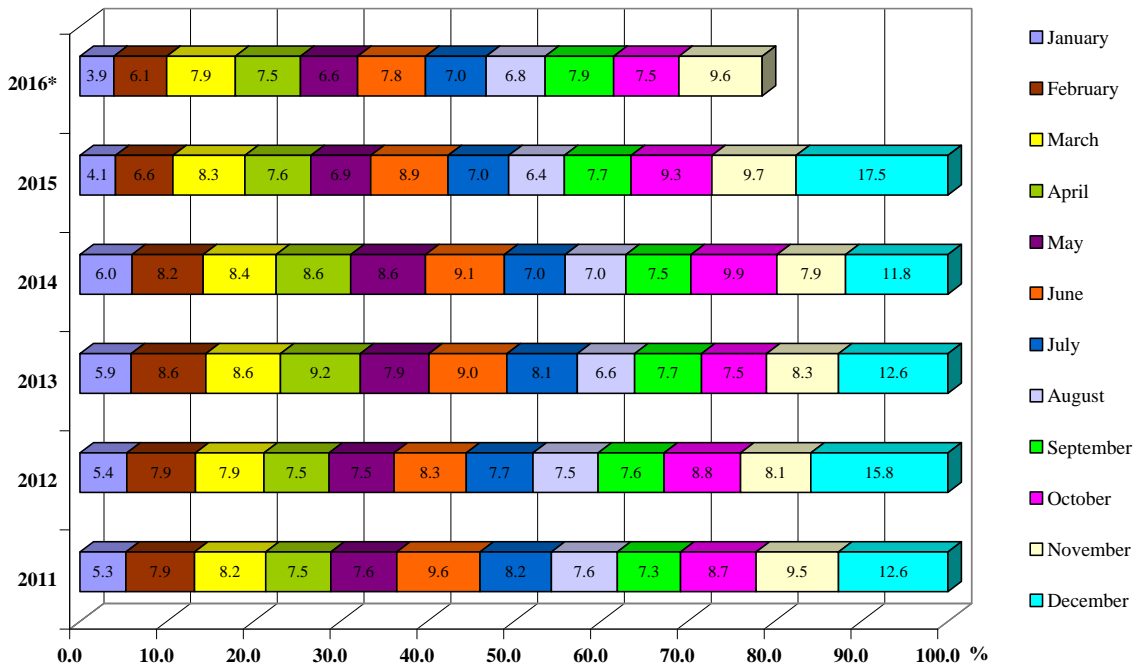


Diagram 19

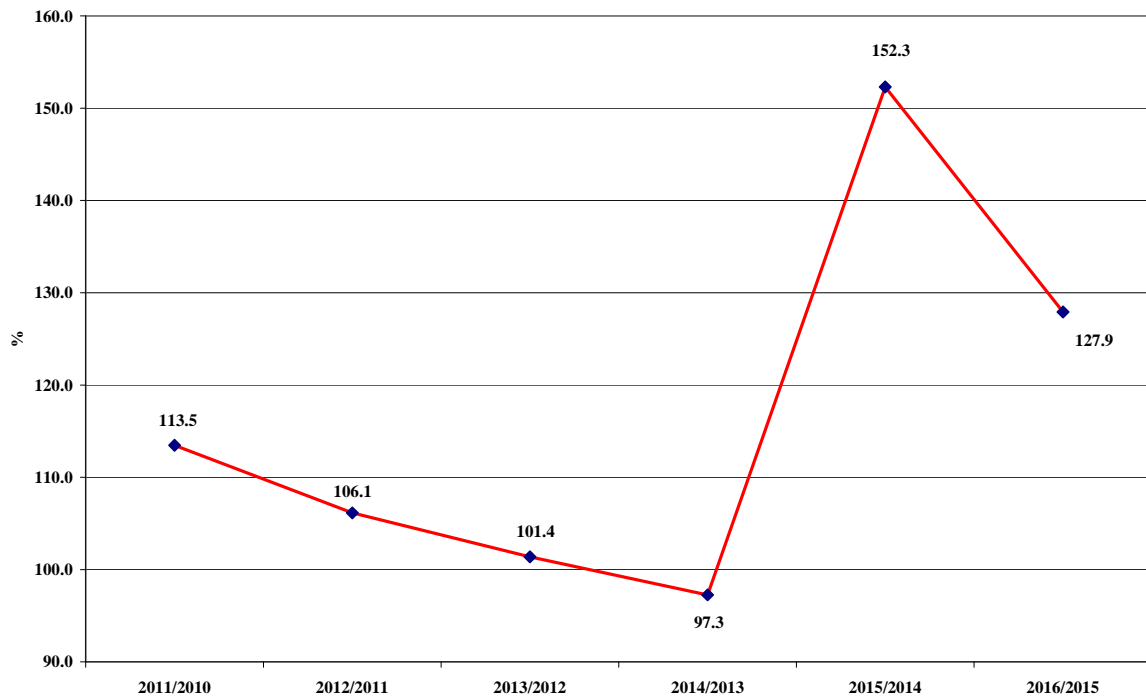
## Dynamics of the Share of Local Budget Expenditures in Annual Amounts in 2011–2016



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

Graph 31

### Growth Rates of Local Budget Expenditures in November 2011–2016



Graph 32

### Growth Rates of Local Budget Expenditures in January–November 2011–2016

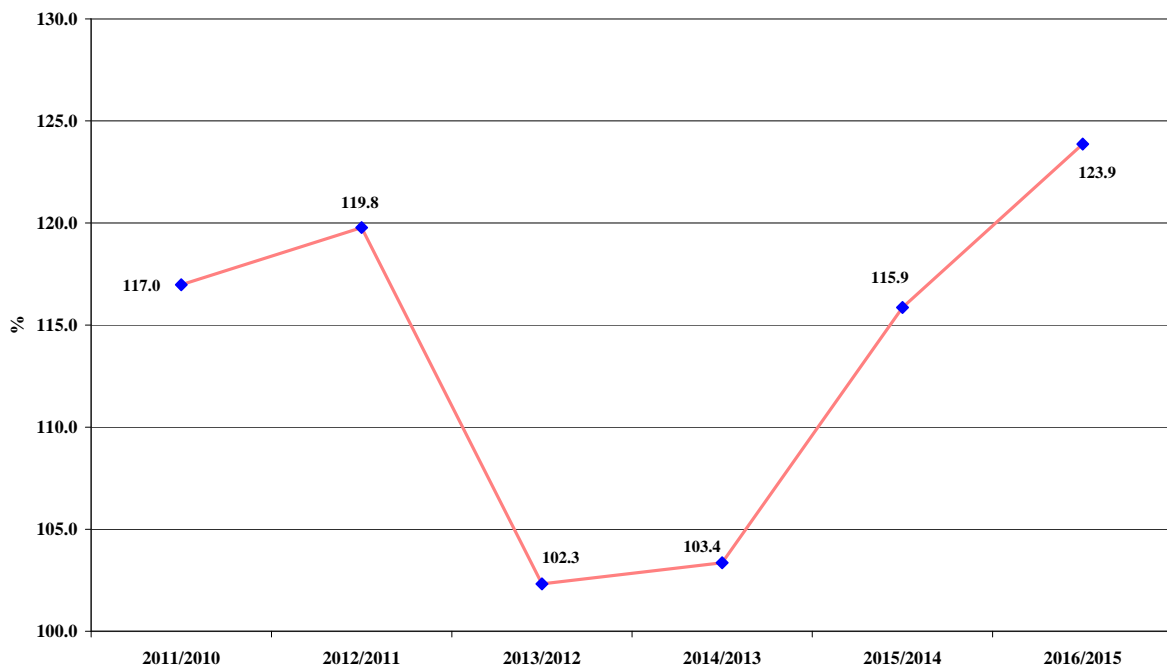


Diagram 20

### Local Budget Expenditures by Functional Classification in November 2016

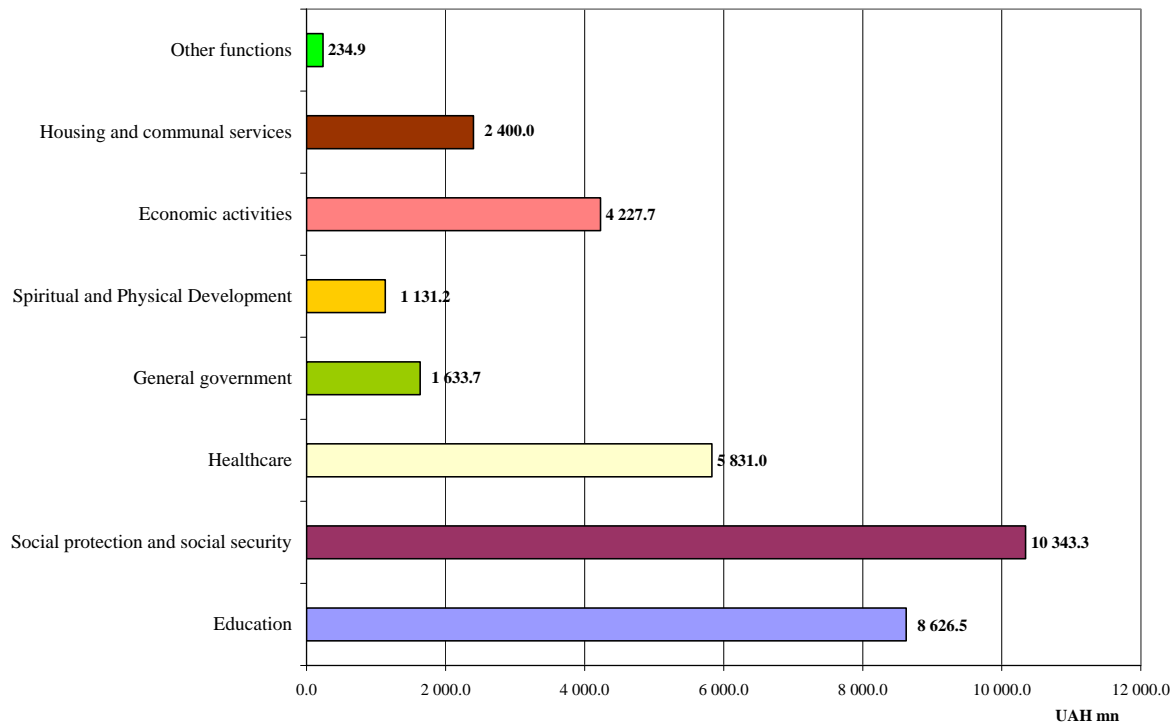
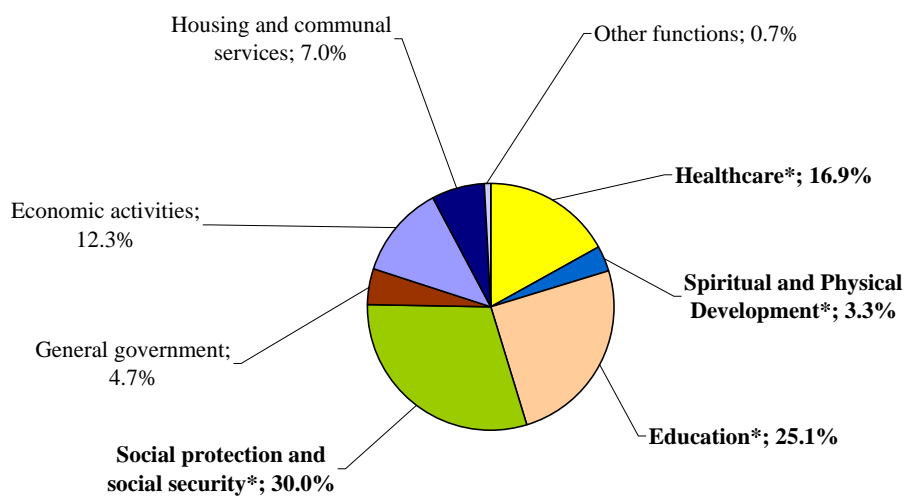


Diagram 21

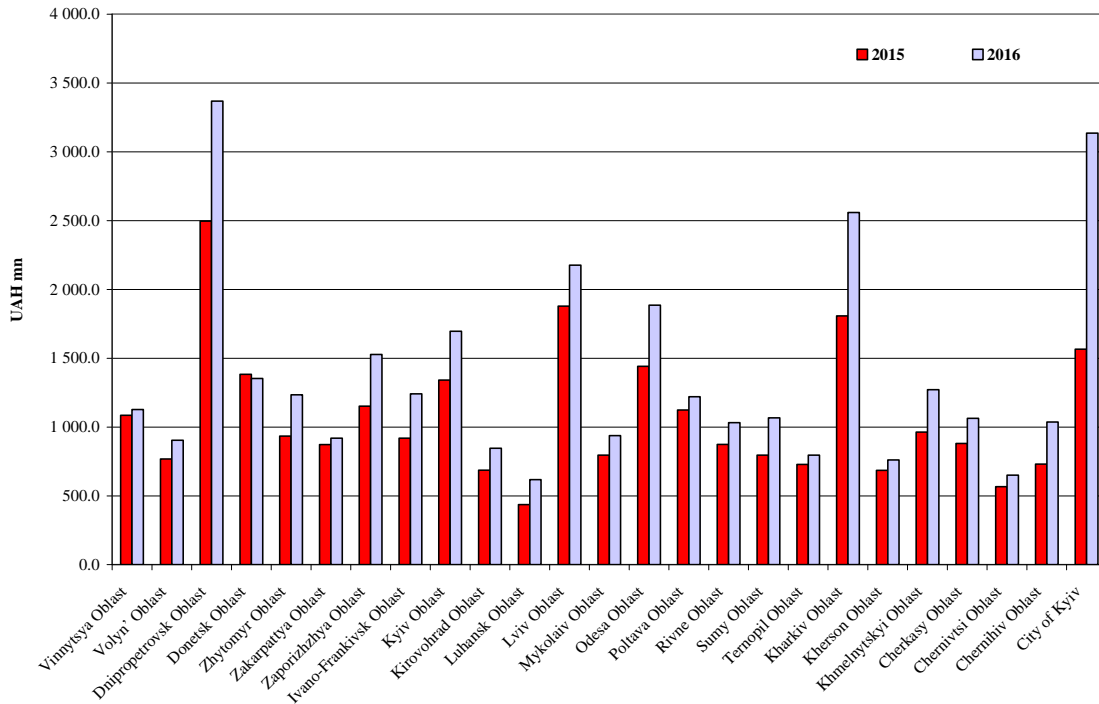
### Structure of Local Budget Expenditures by Functional Classification in November 2016



\* Expenditures for social and cultural sphere - 75.3%



### Regional Distribution of Local Budget Expenditures in November 2015–2016



### Local Budget Expenditures, Growth Rate by Region in November 2016 (% vs. previous year)

