

The on-going report on execution of the federal budget for January – September 2012

On 26.10.2012 the Board of the Accounts Chamber has approved the on-going report on the process of the federal budget execution for January – September 2012, in which it is stated that the federal budget execution was taking place in the terms of continuing economic growth, further decrease of the number of unemployed. The measures, approved by the Government of the Russian Federation have positively affected the level of the federal budget execution and improvement of budgetary process.

So, the federal budget for January - September 2012 was executed with the surplus in the amount of 634,5 bln. rubles (1,4 % GDP) to compare with the approved by law federal budget deficit for 2012 in the amount of 68,1 bln. rubles (0,1 % GDP). The revenues of the federal budget were executed in the amount of 9,4 trillion rubles, or 74 % of the adjusted annual forecast, that is by 1,2 trillion rubles or by 14,3 % exceeds the level of a corresponding period of 2011; the expenditures – in the amount of 8,7 trillion rubles. For the reporting period 2012 to compare with the similar period of previous 10 years (excluding 2005) was established the most high level of execution of the expenditures, which amounted 68,7 % of the approved by law budgetary appropriations.

The expenditures for national-level state issues, national defense, national economy, environmental protection, education, culture, healthcare, social policy and mass media were executed in a more full scale to compare with the similar period of the previous year.

However, the report indicates that there are several problems, which require attention of the Government of the Russian Federation. The inflation level in September 2012 to compare with December 2011 was 5,2 %, that shows that the targeted inflation level for 2012 (6 %) and inflation level for 2011 (6,1 %) will be overpassed.

Despite the high level of execution of the overall volume of the approved by law budgetary appropriations, the expenditures on 7 divisions of expenditures classification were executed below the average level. So execution of expenditures on the division «House and Utilities Infrastructure» was only 50,2 % from the approved indicator. The expenditures for implementation of the Federal Target Programs (unclassified part) for January – August 2012 were executed at 45,1 % of approved by law budgetary appropriations, herewith 25 Federal Target Programmes were executed below the average level.

The Board has taken decision to present the report to the Chambers of the Federal Council and forward the information letter to the Chairman of the Government of the Russian Federation D.A.Medvedev.