

**THE LAW OF THE REPUBLIC
OF AZERBAIJAN**

On the state budget of the Republic of Azerbaijan for 2015

The Milli Mejlis of Azerbaijan Republic is **making the following decision** referring to the provision 5 of the 1st chapter of the article 95 of the Constitution of Azerbaijan Republic:

Article 1. Incomes of the state budget of Azerbaijan Republic for 2015 shall be approved in amount of 19,438,000.0 thousand AZN, the expenditures shall be approved in amount of 21,100,000.0 thousand AZN (including the centralized incomes in amount of 18,603,462.0 thousand AZN, local incomes in amount of 834,538.0 thousand AZN, and centralized expenditures in amount of 19,446,050.0 thousand AZN, local expenditures in amount of 1,653,950.0 thousand AZN)

Article 2. The incomes of the state budget of Azerbaijan Republic for 2015 shall be considered in following amounts on the income sources:

Number	Sources of incomes	Amount (thousand manat)
1	2	3
2.1.	Income tax of physical entities	982,000.0
2.2.	Profit (income) tax of legal entities	2,211,000.0
2.3.	Land tax of legal entities	48,000.0
2.4.	Property tax of legal entities	148,000.0
2.5.	Value Added Tax	3,456,000.0
2.5.1.	Value Added Tax for import of goods into Azerbaijan Republic	1,104,000.0
2.6.	Simplified tax	145,000.0
2.7.	Excise	684,000.0

2.7.1.	Excise for import of goods into Azerbaijan Republic	12,000.0
2.8.	Road tax (toll)	67,600.0
2.8.1.	Road tax paid by the owners of vehicles of foreign countries	17,600.0
2.9.	Extraction tax	116,000.0
2.10.	Customs duties	348,400.0
2.11.	Incomes received from variations between the in country wholesale prices and contract (procurement) prices of goods (excluding the import prices) produced in Azerbaijan Republic with regulated prices	195,000.0
2.12.	Incomes on the loans provided to the governments of foreign countries	14,051.0
2.13.	Dividends received from the entities with state shares on their stock	2,490.0
2.14.	Incomes from the State Oil Fund of the Republic of Azerbaijan	10,388 000.0
2.15.	Incomes from the rent of lands under the state property, privatized entities and facilities	7,000.0
2.16.	Incomes from the rent of lands under the state property	6,000.0
2.17.	Incomes from the sale of excise labels	3,000.0
2.18.	State fees	115,000.0
2.19.	Incomes on chargeable services of budget organizations	300,000.0
2.20.	Other tax incomes	180,000.0
2.21.	Other incomes	21,459.0

Article 3. It shall be defined that the Budget Fund for “Highways” and “Guarantee Fund for the loans received with state guarantee” are formed on the basis of the following income sources of the state budget:

3.1.	Budget Fund for Highways	290,000.0
3.1.1.	road tax	67,600.0
3.1.2.	simplified tax paid by the persons conducting transportation of passengers and goods with the vehicles under their property or exploitation	10,000.0
3.1.3.	excise applied to the imported cars	56,500.0
3.1.4.	custom fee applied to the imported cars	52,600.0
3.1.5.	state fee charged for permissions regulating international vehicle transportations within the Azerbaijan Republic	13,500.0
3.1.6.	state fee charged for annual technical survey of vehicles, including motorcycles, trailers and semi-trailers	14,500.0
3.1.7.	Funds allocated from the centralized incomes of the state budget of the Republic of Azerbaijan for 2015	75,300.0
3.2.	The “Guarantee Fund of loans received with state guarantee”	160,000.0
3.2.1.	Funds allocated from the centralized incomes of the state budget of the Republic of Azerbaijan for 2015	160,000.0

Article 4. The tax incomes to the state budget of Azerbaijan Republic for 2015 are calculated in accordance to the tax rates defined on the Tax Code of the Republic of Azerbaijan.

Article 5. The collection to the state budget is defined in 30 percent of the variations between the in country wholesale prices and contract (procurement) prices of goods (excluding the import prices) produced in Azerbaijan Republic with regulated prices and this collection does not refer to settlement of other debts of taxpayers for taxes, interests, financial sanctions and administrative penalties.

Article 6. The centralized incomes of the state budget of the Republic of Azerbaijan for 2015 are formed from the following sources:

6.1. part (except for those included to the Budget Fund for “Highways”) of incomes defined in every city and district for 2015 in accordance with the Article 10 of the Law exceeding local expenditures of respective cities and districts;

6.2. custom fees, value added tax and excise for import of goods into Azerbaijan Republic (excluding the collection from the custom structures of Nakhchivan Autonomous Republic), incomes from the rent of lands under the state property, privatized entities and facilities, incomes on the loans provided to foreign countries, dividends received from the entities with state shares on their stock, revenues from the State Oil Fund of the Republic of Azerbaijan, incomes on management of remainder of the single treasury account (unissued remainder), incomes from the sale of excise labels, other incomes, incomes on chargeable services of budget organizations financed at the centralized expenditures of the state budget and profits of the Budget Fund for “Highways”.

Article 7. Part of incomes defined in every city and district for 2015 in accordance with the Article 10 of the Law, not exceeding local expenditures of respective cities and districts, is directed to formation of their local incomes.

Article 8. The expenditures of the state budget of Azerbaijan Republic for 2015 are directed to the following purposes in the level of sectors of functional classification and supplementary sectors:

Number	Directions of expenditures	Amount (in AZN)
1	2	3
8.1.	General state services	2,046,976,714.0
8.1.1.	legislation and executive power bodies, maintenance costs for local municipality authorities	544,845,311.0
8.1.2.	international activities and costs for membership fees to international organizations	210,413,677.0
8.1.3.	science expenditures	150,457,284.0
8.1.4.	general state services costs not related to other categories	62,158,290.0
8.1.5.	expenditures related to maintenance of state debts and commitments	776,202,152.0
8.1.6.	subsidiaries allocated for local budgets (municipalities)	5,200,000.0

8.1.7.	subsidiaries allocated to the budget of Nakhchivan Autonomous Republic	297,700,000.0
8.2.	Defense	1,778,529,044.0
8.2.1.	security forces	1,651,220,836.0
8.2.2.	national security	121,089,332.0
8.2.3.	applied research in the field of defense and security	2,831,126.0
8.2.4.	expenditures not related to other categories	3,387,750.0
8.3.	Judicial authority, law – enforcement and prosecution bodies	1,227,080,304.0
8.3.1.	judicial authority	52,317,063.0
8.3.2.	law – enforcement	913,902,007.0
8.3.3.	prosecution	59,566,142.0
8.3.4.	judicial authority, law – enforcement and prosecution bodies	201,295,092.0
8.4.	Education	1,711,180,403.0
8.4.1.	pre-school education	165,575,447.0
8.4.2.	general education	898,254,044.0
8.4.3.	first-vocational education	34,287,423.0
8.4.4.	secondary education	44,646,660.0
8.4.5.	high education	39,215,650.0
8.4.6.	additional education	3,472,394.0
8.4.7.	other institutions and measures in the field of education	525,728,785.0
8.5.	Healthcare	777,668,395.0
8.5.1.	polyclinics and ambulatory hospitals	110,099,666.0
8.5.2.	hospitals	359,005,690.0
8.5.3.	other services in the field of healthcare	7,085,118.0
8.5.4.	applied research in the field of healthcare	4,947,379.0
8.5.5.	other services in the field of healthcare	296,530,542.0
8.6.	Social protection and social security	2,040,534,753.0
8.6.1.	social protection expenditures	2,006,704,745.0
8.6.1.1.	allocations (transfers) from the state budget to the State Social Protection Fund of Azerbaijan Republic	1,100,000,000.0
8.6.2.	social security costs	33,830,008.0
8.7.	Activities in the field of culture, art, information, sport and fields not related to other categories	348,317,149.0

8.7.1.	activities in the field of culture and art	149,216,387.0
8.7.2.	radio, TV and print media	66,498,529.0
8.7.3.	sport, youth policy and tourism	47,961,938.0
8.7.4.	activities not related to other categories	84,640,295.0
8.8.	Housing and communal services	443,775,811.0
8.8.1.	housing services	77,589,510.0
8.8.2.	communal services	349,473,482.0
8.8.3.	water economy	16,192,268.0
8.8.4.	other services related to housing and communal services	520,551.0
8.9.	Fuel and energy	7,625,690.0
8.10.	Agriculture, forestry, fishery, hunting and protection of environment	596,152,076.0
8.10.1.	agriculture	568,688,675.0
8.10.2.	forestry	12,057,200.0
8.10.3.	fishery and hunting	2,980,132.0
8.10.4.	protection of environment	4,535,113.0
8.10.5.	hydrometeorology activities	7,890,956.0
8.11.	Industry, construction and natural fossils	6,951,624,561.0
8.11.1.	industry	2,000,000.0
8.11.2.	construction	6,932,776,128.0
8.11.2.1.	state investment (investment costs)	6,930,000,000.0
8.11.3.	natural fossils	16,848,433.0
8.12.	Transportation and communication	128,335,727.0
8.12.1.	Transportation	85,798,309.0
8.12.2.	Communication	42,537,418.0
8.13.	Economic activity	345,280,150.0
8.13.1.	Economic and commercial activity	207,250,000.0
8.13.1.1.	support to entrepreneurship	157,250,000.0
8.13.1.2.	support to mortgage loans	50,000,000.0
8.13.2.	other fields of economic activity	138,030,150.0
8.14.	Services not related to main sectors	2,696,919,223.0
8.14.1.	on the purpose budget funds	450,000,000.0

8.14.1.1.	the Budget Fund for “Highways”	290,000,000.0
8.14.1.2.	“Guarantee Fund for the loans received with state guarantee”	160,000,000.0
8.14.2.	reserve funds	725,000,000.0
8.14.2.1.	Reserve Fund of the President of the Republic of Azerbaijan	382,000,000.0
8.14.2.2.	the Reserve Fund of the state budget	343,000,000.0
8.14.3.	other expenditures not related to main sectors	1,521,919,223.0
8.14.3.1.	expenditures on special projects and activities of defense	1,270,561,799.0
8.14.3.2.	expenditures arising from conduction of national and international events	60,000,000.0
8.14.3.3.	expenditures related to removal of consequences of emergency cases	25,000,000.0
8.14.3.4.	expenditures on other services	166,357,424.0

Article 9. The expenditures of the state budget of Azerbaijan Republic for 2015 are approved in the level of paragraphs of functional and economic classification in amount provided on the annex of this Law.

Article 10. The incomes on the cities and districts of Azerbaijan Republic shall be approved in amount of 7,112,000,000.0 AZN, including the amount related to the Budget Fund for “Highways” in amount of 88,000,000.0 AZN, the amount related to local incomes of cities and districts in amount of 1,650,980,000.0 AZN, part of incomes exceeding local expenditures and included to the centralized incomes in amount of 6,192,432,000.0 AZN and the highest verge of funds extracted from the centralized expenditures for regulation of local incomes and expenditures in amount of 819,412,000.0 AZN.

The incomes on chargeable expenditures and expenditures of budget organizations financed at the local expenditures of the state budget of those cities and districts shall be approved correspondingly in amount of 2,970,000.0 and 2,970,000.0 AZN.

Amount (in AZN)

Number	Name of cities and districts	Incomes		Local expenditures	The lowest verge of part of incomes exceeding local expenditures and included to the centralized	The amount extracted from the centralized expenditures for regulation of local incomes and
		Total	including The amount related to the “Roads” on Purpose			

			Budget Fund		incomes	expenditures
1	2	3	4	5	6	7
	Cities:					
1	Baku	6,494,000,000	66,622,000	243,597,000	6,183,781,000	0
2	Ganja	41,084,000	1,006,000	65,049,000	0	24,971,000
3	Lankaran	16,906,000	224,000	37,639,000	0	20,957,000
4	Mingachevir	32,761,000	173,000	32,588,000	0	0
5	Naftalan	3,171,000	12,000	4,060,000	0	901,000
6	Sumgait	84,964,000	1,064,000	75,249,000	8,651,000	0
7	Shaki	21,238,000	278,000	38,780,000	0	17,820,000
8	Shirvan	17,406,000	579,000	16,827,000	0	0
9	Yevlakh	14,816,000	428,000	23,681,000	0	9,293,000
10	Khankandi					
	Districts:					
11	Absheron	36,117,000	245,000	35,872,000	0	0
12	Aghjabedi	7,814,000	175,000	25,689,000	0	18,050,000
13	Aghdam	5,708,000	115,000	39,167,000	0	33,574,000
14	Aghdash	5,906,000	87,000	21,796,000	0	15,977,000
15	Aghstafa	4,406,000	112,000	17,702,000	0	13,408,000
16	Aghsu	3,608,000	70,000	15,231,000	0	11,693,000
17	Astara	10,934,000	5,040,000	19,759,000	0	13,865,000
18	Balakan	4,904,000	1,538,000	17,549,000	0	14,183,000
19	Beylagan	7,234,000	94,000	16,876,000	0	9,736,000
20	Barda	11,016,000	125,000	30,974,000	0	20,083,000
21	Bilasovar	5,570,000	898,000	16,480,000	0	11,808,000
22	Jabrayil	1,476,000	48,000	13,219,000	0	11,791,000
23	Jalilabad	7 618 000	128 000	32 439 000	0	24,949,000
24	Dashkesen	2,878,000	10,000	12,255,000	0	9,387,000
25	Fuzuli	7,560,000	76,000	30,157,000	0	22,673,000
26	Gadabay	4,516,000	46,000	26,306,000	0	21,836,000
27	Goranboy	4,858,000	60,000	24,831,000	0	20,033,000
28	Goychay	8,874,000	105,000	22,767,000	0	13,998,000
29	Goygol	4,478 000	41,000	15,706,000	0	11,269,000

30	Hajigabul	5,171,000	78,000	11,270,000	0	6,177,000
31	Khachmaz	22 649 000	147 000	32 346 000	0	9,844,000
32	Khizi	1,810,000	13,000	6,080,000	0	4,283,000
33	Khojali	430,000	18,000	4,006,000	0	3,594,000
34	Khojavand	846,000	32,000	5,393,000	0	4,579,000
35	Imishli	20,903,000	72,000	20,831,000	0	0
36	Ismayilli	5,778,000	58,000	21,034,000	0	15,314,000
37	Kalbajar	1,486,000	26,000	22,160,000	0	20,700,000
38	Kurdamir	7,830,000	78,000	18,742,000	0	10,990,000
39	Gakh	3,566,000	54,000	17,772,000	0	14,260,000
40	Gazakh	6,852,000	136,000	21,019,000	0	14,303,000
41	Gabala	12,974,000	78,000	20,713,000	0	7,817,000
42	Gobustan	2,532,000	58,000	9,138,000	0	6,664,000
43	Guba	16,712,000	163,000	30,963,000	0	14,414,000
44	Gubadli	2,962,000	38,000	11,208,000	0	8,284,000
45	Gusar	6,380,000	67,000	19,927,000	0	13,614,000
46	Lachin	2,222,000	90,000	22,628,000	0	20,496,000
47	Lerik	2,248,000	20,000	18,291,000	0	16,063,000
48	Masalli	8,778,000	162,000	28,222,000	0	19,606,000
49	Neftchala	5,438,000	56,000	16,423,000	0	11,041,000
50	Oghuz	2,995,000	48,000	11,864,000	0	8,917,000
51	Saatli	8,560,000	48,000	19,565,000	0	11,053,000
52	Sabirabad	10,743,000	82,000	27,307,000	0	16,646,000
53	Salyan	8,516,000	90,000	25,147,000	0	16,721,000
54	Samukh	2,892,000	62,000	13,419,000	0	10,589,000
55	Siyazan	4,180,000	30,000	8,765,000	0	4, 615,000
56	Shabran	4,732,000	42,000	12,136,000	0	7,446,000
57	Shamakhy	7,269,000	86,000	21,224,000	0	14,041,000
58	Shamkir	11,800,000	206,000	41,001,000	0	29,407,000
59	Shusha	1,466,000	14,000	7,635,000	0	6,183,000
60	Tartar	4,834,000	52,000	16,732,000	0	11,950,000
61	Tovuz	14,746,000	6,082,000	34,775,000	0	26,111,000

62	Ujar	4,605,000	72,000	16,320,000	0	11,787,000
63	Yardimli	2,148,000	19,000	14,892,000	0	12,763,000
64	Zagatala	7,368,000	152,000	25,377,000	0	18,161,000
65	Zangilan	2,300,000	40,000	9,772,000	0	7,512,000
66	Zardab	3,458,000	32,000	14,638,000	0	11,212,000
	Total:	7,112,000,000	88,000,000	1,650,980,000	6,192,432,000	819,412,000

Article 11. In case, incomes of cities and districts, as well as the highest verge of funds allocated for regulation of local incomes and expenditures are not enough to cover local expenditures, relevant executive authority allocates funds not more than 10 percent of expenditures of those cities and districts to ensure financing of local expenditures identified in the Article 10 of the Law.

Article 12. The amounts of payment of internal and foreign state debts of Azerbaijan Republic for 2015 shall be approved as following:

(in AZN)

12.1.	Interest rates payments on internal state debts	73,238,537.0
12.1.1.	payments on the basic loan	20,201,553.0
12.1.2.	interest rates payments on internal state debts	53,036,984.0
12.2.	Interest rates payments on foreign state debts	702,963,615.0
12.2.1.	Payments on the basic loan	239,670,496.0
12.2.2.	Interest rates payments on foreign state debts	463,293,119.0

Article 13. The highest verge (limit) of internal state debt of Azerbaijan Republic in 2015 is approved in amount of 1,500,000.0 thousand AZN, highest verge (limit) of foreign state debt in amount of 1,500,000.0 thousand AZN

Article 14. According to the Article 7 of the Law of Azerbaijan Republic on the "Budget system" within the process of execution of the state budget the justified provisions for expenditures are financed prior, the rest of the provisions for expenditures are done depending on conditions of transfers on sources of funding of incomes and deficit of the state budget.

Article 15. The highest verge (limit) of the state budget deficit shall be approved in amount of 1,662,000.0 thousand AZN. Its funding shall be implemented from the transfers accepted from privatization, revenues from investment of securities, foreign grants and the rest of the united treasure account of the state budget for January 01, 2015.

Article 16. The amount of the highest level of expenditures of summary budget of Azerbaijan Republic for 2015 shall be approved in amount of 25,911,017.9 thousand manat.

Article 17. The budget deficit of the summary budget of Azerbaijan Republic for 2015 shall be defined in amount of 15,439,795.0 thousand manat without taking into account the incomes (revenues) of the State Oil Fund of Azerbaijan Republic.

Article 18. This Law is coming into force starting from January 1, 2015.

Ilham Aliyev

The President of the Republic of Azerbaijan

Baku, November 28, 2014.