



## THE LAW OF THE REPUBLIC OF AZERBAIJAN ON STATE BUDGET OF THE REPUBLIC OF AZERBAIJAN FOR 2011

Article 1. The state budget of the Republic of Azerbaijan for 2011 shall be approved with the revenues amounting to 12 061 000,0 thousand manats and the expenditures amounting to 12 748 000,0 thousand manats (including the centralized revenues of 11 613 958,2 thousand manats, the domestic revenues of 447 041,8 thousand manats, the centralized expenditures of 11 439 980,0 thousand manats and domestic expenditures of 1 308 020,0 thousand manats).

Article 2. The revenues of the state budget of the Republic of Azerbaijan for 2011 are stipulated in the following amounts based on the sources of revenues:

		(Thousand manats)
Income source		State budget revenues
2.1.	Income tax of individuals	690 000,0
2.2.	Profit (income) tax of legal entities	1 210 000,0
2.3.	Value added tax	2 121 600,0
2.3.1.	Value added tax on the import of goods to the territory of the Republic of Azerbaijan	818 000,0
2.4.	Excise duty	495 000,0
2.4.1.	Excise duty on the import of goods to the territory of the Republic of Azerbaijan	79 000,0
2.5.	Property tax of legal entities	102 000,0
2.6.	Land tax of legal entities	35 000,0
2.7.	Road tax	36 000,0
2.7.1.	Road tax paid by the owners of motor vehicles of foreign countries	8 000,0
2.8.	Mine tax	129 000,0
2.9.	Simplified tax	95 000,0
2.10.	Customs duties	215 000,0
2.11.	State dues	85 000,0

2.12.	Rentals from the lease of the lands in state ownership	4 000,0
2.13.	Revenues from the lease of state property and the lands occupied by the privatized state enterprises and facilities	5 000,0
2.14.	Revenues from difference between contract (sale) price (export expenditures not included) and domestic retail price of products made in the Republic of Azerbaijan, price of which is regulated	296 400,0
2.15.	Revenues from the credits granted to the governments of foreign countries	813,2
2.16.	Revenues to "Security fund of loans borrowed under state guarantee"	3 918,5
2.17.	Dividends from organizations with the share of state in their stocks	1380,0
2.18.	Revenues from the credits borrowed from the credit organizations under the state guarantee of the Republic of Azerbaijan	2 827,8
2.19.	Revenues from the State Oil Fund	6 480 000,0
2.20.	Revenues from the credits granted from the budget	23 560,5
2.21.	Revenues from the sales of documentary stamps	3 500 ,0
2.22.	Other revenues collected by tax agencies	26 000,0

Article 3. It shall be determined that the "Motor Roads" Purpose Budget Fund and "Security fund of loans borrowed under state guarantee" are established out of the following sources of revenues:

3.1.	"Motor Roads" Purpose Budget Fund	170 000,0
3.1.1.	Road tax	36 000,0
3.1.2.	Simplified tax paid by the persons performing passenger transportation and freight forwarding by means of the vehicles in their ownership or use	10 000,0
3.1.3.	Excise duties applied to the imported cars	53 000,0
3.1.4.	Customs duties applied to the imported motor vehicles	51 000,0
3.1.5.	State due charged for the issue of the authorization regulating the	

	international motor transportations in the territory of the Republic of Azerbaijan	10 400,0
3.1.6.	State due charged for the annual technical inspection of vehicles, including motor vehicles, trailers and semi-trailers	9 600,0
3.2.	"Security fund of loans borrowed under state guarantee"	100 000,0
3.2.1.	Revenues from the credits borrowed from the credit organizations under the state guarantee of the Republic of Azerbaijan	2 827,8
3.2.2.	Revenues to "Security fund of loans borrowed under state guarantee"	3 918,5
3.2.3	Funds allotted from centralized incomes of state budget except revenues envisaged in articles 2.16, 2.18 and 3.1.1.-3.1.6 of the Law of the Republic of Azerbaijan "On state budget of the Republic of Azerbaijan for 2011"	93 253,7

Article 4. Tax revenues to the state budget of the Republic of Azerbaijan for 2011 are calculated based on the tax rates stipulated in the Tax Code of the Republic of Azerbaijan.

Article 5. A duty amounting to 30 percent is imposed on the variance between the contracting (sales) price (excluding the export expenses) and the domestic wholesale price during the export of the goods produced in the Republic of Azerbaijan and the price-regulated goods.

Article 6. The centralized revenues of the state budget of the Republic of Azerbaijan for 2011 are established out of the allocations from the following sources based on the specified standards:

6.1.	Revenues on Baku City (excluding the revenues relevant to "Motor Roads" Purpose Budget Fund)	97,0 percent
6.2.	Revenues from the following sources:	

Customs duties, value added tax and excise duties for the import of goods to the territory of the Republic of Azerbaijan (excluding those collected by the customs authorities of the Autonomous Republic of Nakhchivan), revenues from the lease of state property and the lands occupied by the privatized state enterprises and facilities, revenues from the credits granted to the governments of foreign countries, dividends from organizations with the share of state in their stocks, revenues from the credits borrowed from the credit organizations under the state guarantee of the Republic of Azerbaijan, revenues from the State Oil Fund, revenues from the sales of documentary stamps, revenues of the credits granted from the budget, revenues to "Security fund of loans borrowed under state guarantee", revenues of the "Motor Roads" Purpose Budget Fund

100,0  
percent

Article 7. The following are included into the local revenues of cities and regions:

7.1. Baku City - 3,0 percent of revenues by Baku City (excluding the revenues relevant to "Motor Roads" Purpose Budget Fund)

7.2. Other cities and regions (excluding the revenues relevant to "Motor Roads" Purpose Budget Fund) - 100 percent of revenues by other cities and regions.

Article 8. Expenditures of the state budget of the Republic of Azerbaijan for 2011 are assigned to the following purposes at the sectional and sub-sectional levels of the functional classification:

Indicators	Amount (manats)
8.1. General Public Services	1.142.632.845,0
8.1.1. expenditures related to the maintenance of legislative and executive powers and local self-government authorities	321.338.275,0
8.1.2. expenditures related to membership fees to international organizations	93.979.318,0
8.1.3. expenditures related to science	108.720.757,0
8.1.4. expenditures of general public services not relevant to other categories	15.695.808,0
8.1.5. expenditures related to servicing of public debts and liabilities	346.698.687,0
8.1.6. subsidies to local (municipal) budgets	3.500.000,0
8.1.7. Subsidies to the budget of the Autonomous Republic of Nakhchivan	252.700.000,0
8.2. Defence	1.325.061.150,0
8.2.1. defence forces	1.233.122.486,0
8.2.2. national security	86.955.665,0
8.2.3. applied researches in the field of defence and security	2.326.428,0
8.2.4. expenditures not relevant to other categories	2.656.571,0

Indicators	Amount (manats)
8.3. Judicial authority, law enforcement and prosecutive jurisdiction	712.886.919,0
8.3.1. judicial authority	43.020.732,0
8.3.2. law enforcement	621.438.000,0
8.3.3. prosecutive jurisdiction	48.082.703,0
8.3.4. expenditures not relevant to other categories	345.484,0
8.4. Education	1.338.536.523,0
8.4.1. preschool and primary education	95.345.539,0
8.4.2. incomplete and secondary education	758.322.758,0
8.4.3. boarding and special schools	49.630.249,0
8.4.4. technical vocational schools and lyceums	72.776.933,0
8.4.5. higher education	125.292.329,0
8.4.6. applied researches in the field of education	5.021.267,0
8.4.7. other services in the field of education	232.147.448,0
Public Health	
8.5.	546.118.884,0
8.5.1. polyclinics and outpatient departments	88.840.959,0
8.5.2. hospitals	272.989.435,0
8.5.3. other services in the field of public health	4.863.761,0
8.5.4. applied researches in the field of public health	3.418.894,0
8.5.5. other services relevant to the public health	176.005.835,0
8.6. Social Protection and Social Security	1.324.085.745,0
8.6.1. social protection expenditures	1.305.857.147,0
8.6.1.1. Allocations from the state budget to the State Social Protection Fund of the Republic of Azerbaijan	691.000.000,0
8.6.2. social security expenditures	18.228.598,0
8.7. Culture, Art, Information, Physical Training and activities in the fields not relevant to other categories	202.350.881,0
8.7.1. activities in the field of art and culture	119.204.499,0
8.7.2. radio, television and publication	51.491.582,0
8.7.3. physical training, youth policy and tourism	26.064.693,0
8.7.4. activities not relevant to other categories	5.590.107,0
8.8. Housing and communal services	227.683.253,0
8.8.1. housing services	18.577.370,0
8.8.2. communal services	204.264.936,0
8.8.3. water industry	4.377.388,0
8.8.4. other services relevant to housing and communal services	463.559,0
8.9. Agriculture, Forestry, Fishery, Hunting and Environmental Protection	448.033.596,0
8.9.1. agriculture	426.026.946,0
8.9.2. forestry	9.651.188,0
8.9.3. fishery and hunting	2.027.492,0
8.9.4. environmental protection	3.585.506,0

Indicators		Amount (manats)
8.9.5.	hydrometeorological activities	6.742.464,0
8.10.	Industry, Construction and Minerals	3.396.469.329,0
8.10.1.	construction	3.383.000.000,0
8.10.1.1.	state capital investment (investment expenditures)	3.380.000.000,0
8.10.2.	minerals	13.469.329,0
8.11.	Transport and Communication	64.602.544,0
8.11.1.	transport	60.552.880,0
8.11.2.	communication	4.049.664,0
8.12.	Economic Activities	112.890.200,0
8.12.1.	economic and commercial activities	35.000.000,0
8.12.2.	other fields of economic activities	14.000.000,0
8.12.3.	diversified development projects	62.934.150,0
8.12.4.	practices and applied researches in economic activities	956.050,0
8.13.	Services not relevant to the main sections	1.906.648.131,0
8.13.1.	special-purpose funds	270.000.000,0
8.13.1.1.	"Motor Roads" Purpose Budget Fund	170.000.000,0
8.13.1.2.	"Security fund of loans borrowed under state guarantee"	100.000.000,0
8.13.2.	reserve funds	260.000.000,0
	Reserve Fund of the President of the Republic of Azerbaijan	160.000.000,0
8.13.2.1.	Reserve Fund of the State Budget	100.000.000,0
8.13.2.2.	other expenditures not relevant to the main sections	1.376.648.131,0
8.13.3.	Expenditures for projects and events on special defence	1.087.000.000,0
8.13.3.1.	Non-budget expenditures of organizations funded from state budget	152.000.000,0
8.13.3.2.	Expenditures for other services	137.648.131,0

Article 9. The expenditures of the state budget of the Republic of Azerbaijan for 2011 shall be approved at the level of the paragraphs of functional and economic classification in the amounts stipulated in the appendix to the present law.

Article 10. The revenues on the cities and regions of the Republic of Azerbaijan, including 447.041.782,0 manats of local revenues of the cities and regions, 58.000.000,0 manats of the "Motor Roads" Purpose Budget Fund, shall be approved in the amount of 4.420.000.000,0 manats, the local expenditures in the amount of 1.305.875.000,0 manats, and the funds allocated from the centralized expenditures for regulation of local revenues and expenditures in the amount of 858.833.218,0 manats.

The off-budget revenues of the organizations financed out of the local expenditures of the mentioned cities and regions shall be approved to be 2.145.000,0 manats.

(manats)

No	Cities and regions	Revenues		Expenditure	Funds allocated from
		Total	including		

			amount relevant to the local revenues of the cities and regions	amount relevant to the "Motor Roads" Purpose Budget Fund		
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Cities

1.	Baku	4 064 777 400	121 081 182	28 738 000	121 081 182	
2.	Ganca	22 008 000	21 106 000	902 000	54 128 369	33 022 369
3.	Sumgayit	46 108 000	44 536 000	1 572 000	60 608 375	16 072 375
4.	Lankaran	12 792 000	12 272 000	520 000	30 066 153	17 794 153
5.	Shaki	10 900 000	10 114 000	786 000	31 263 546	21 149 546
6.	Yevlakh	7 576 000	6 774 000	802 000	20 508 610	13 734 610
7.	Mingachevir	7 124 000	6 836 000	288 000	27 278 125	20 442 125
8.	Shirvan	8 408 000	7 980 000	428 000	15 015 271	7 035 271
9.	Naftalan	829 000	791 000	38 000	2 886 389	2 095 389
10.	Khankandi					

Regions

11.	Absheron	24 600 000	18 078 000	6 522 000	24 027 209	5 949 209
12.	Aghjabadi	4 576 000	4 364 000	212 000	21 477 029	17 113 029
13.	Aghdam	4 586 000	4 428 000	158 000	33 965 630	29 537 630
14.	Aghdash	3 700 000	3 570 000	130 000	17 341 965	13 771 965
15.	Aghstafa	3 456 000	3 276 000	180 000	15 148 137	11 872 137
16.	Aghsu	2 640 000	2 502 000	138 000	12 501 892	9 999 892
17.	Astara	7 425 000	2 639 000	4 786 000	16 567 825	13 928 825
18.	Balakan	3 868 000	3 212 000	656 000	13 856 926	10 644 926
19.	Beylagan	3 217 000	3 103 000	114 000	14 780 820	11 677 820
20.	Barda	7 232 000	7 014 000	218 000	27 247 868	20 233 868
21.	Bilasuvar	4 072 000	3 272 000	800 000	14 049 779	10 777 779
22.	Jabrayil	922 000	848 000	74 000	11 948 128	11 100 128
23.	Jalilabad	6 166 000	5 920 000	246 000	29 187 159	23 267 159
24.	Dashkasan	1 648 000	1 608 000	40 000	10 775 106	9 167 106
25.	Fuzuli	4 462 000	4 396 000	66 000	25 655 815	21 259 815
26.	Gadabay	2 926 000	2 810 000	116 000	23 939 305	21 129 305
27.	Goranboy	3 549 000	3 375 000	174 000	23 112 559	19 737 559
28.	Goychay	5 820 000	5 652 000	168 000	19 686 088	14 034 088
29.	Goygol	3 480 000	3 350 000	130 000	13 023 082	9 673 082
30.	Hajygabul	3 222 000	3 082 000	140 000	9 993 726	6 911 726
31.	Khachmaz	10 845 000	10 093 000	752 000	26 670 154	16 577 154
32.	Khizi	1 275 000	1 266 000	9 000	5 394 294	4 128 294
33.	Khojali	235 000	223 000	12 000	3 054 435	2 831 435
34.	Khojavand	472 600	454 600	18 000	4 545 507	4 090 907
35.	Imishli	5 650 000	5 430 000	220 000	17 909 418	12 479 418
36.	Ismayilli	3 300 000	3 114 000	186 000	18 451 857	15 337 857
37.	Kalbajar	976 000	947 000	29 000	17 425 948	16 478 948
38.	Kurdamir	4 086 000	3 916 000	170 000	16 357 812	12 441 812
39.	Gakh	2 918 000	2 814 000	104 000	15 299 162	12 485 162
40.	Gazakh	4 052 000	3 878 000	174 000	17 547 682	13 669 682
41.	Gabala	5 856 000	5 672 000	184 000	16 905 594	11 233 594
42.	Gobustan	2 151 000	2 063 000	88 000	7 511 393	5 448 393

No	Cities and regions	Revenues			Expenditure	Funds allocated from the centralized expenditures for regulation of local revenues and expenditure
		Total	including			
			amount relevant to the local revenues of the cities and regions	amount relevant to the "Motor Roads" Purpose Budget Fund		
43.	Guba	9 670 000	9 374 000	296 000	26 140 711	16 766 711
44.	Gubadli	2 125 000	2 045 000	80 000	9 738 967	7 693 967
45.	Gusar	4 406 000	4 230 000	176 000	17 184 411	12 954 411
46.	Lachin	1 740 000	1 680 000	60 000	19 261 338	17 581 338
47.	Lerik	1 592 000	1 524 000	68 000	15 702 377	14 178 377
48.	Masalli	7 090 000	6 796 000	294 000	23 610 524	16 814 524
49.	Neftchala	3 756 000	3 624 000	132 000	14 768 632	11 144 632
50.	Oghuz	1 724 000	1 630 000	94 000	10 029 458	8 399 458
51.	Saatli	5 102 000	5 002 000	100 000	16 270 042	11 268 042
52.	Sabirabad	6 210 000	6 080 000	130 000	23 033 858	16 953 858
53.	Salyan	6 126 000	5 920 000	206 000	22 024 509	16 104 509
54.	Samukh	2 180 000	2 096 000	84 000	11 124 587	9 028 587
55.	Siyazan	2 668 000	2 626 000	42 000	7 250 617	4 624 617
56.	Shabran	3 456 000	3 370 000	86 000	10 405 319	7 035 319
57.	Shamakhi	6 270 000	6 130 000	140 000	20 239 314	14 109 314
58.	Shamkir	6 108 000	5 756 000	352 000	33 035 851	27 279 851
59.	Shusha	1 035 000	1 021 000	14 000	6 335 055	5 314 055
60.	Tartar	2 834 000	2 748 000	86 000	12 859 883	10 111 883
61.	Tovuz	7 958 000	3 978 000	3 980 000	30 311 298	26 333 298
62.	Ujar	2 964 000	2 874 000	90 000	14 125 286	11 251 286
63.	Yardimli	1 516 000	1 478 000	38 000	12 031 205	10 553 205
64.	Zagatala	6 340 000	6 060 000	280 000	22 369 170	16 309 170
65.	Zangilan	850 000	824 000	26 000	7 603 045	6 779 045
66.	Zardab	2 374 000	2 316 000	58 000	12 224 219	9 908 219
Total:		4 420 000 000	447 041 782	58 000 000	1 305 875 000	858 833 218

Article 11. Regulation of expenditures for Baku City envisaged in Article 10 of this law is carried out by corresponding executive power body by increasing and decreasing, respectively not more than 2 percent-item, the norms of allocation from Baku City incomes envisaged in articles 6.1 and 7.1 of this law to the state budget centralized incomes and Baku City local incomes.

Article 12. The amounts of the payments under the domestic and foreign public debts of the Republic of Azerbaijan in 2011 shall be approved as follows:

(manats)

12.1.	under the domestic public debt	120 406 246,0
12.1.1.	repayment of interests	30 316 246,0
12.1.2.	repayment of principals	90 090 000,0
12.2.	under the domestic public debt	226 292 441,0
12.2.1.	repayment of interests	141 865 813,0



12.2.2. repayment of principals

84 426 628,0

Article 13. The upper limit of the domestic public debts of the Republic of Azerbaijan in 2011 shall be approved to be 1 200 000,0 thousand manats and the upper limit of the foreign public debts shall be approved to be 2 300 000,0 thousand manats.

Article 14. In accordance with Article 7 of Law of the Republic of Azerbaijan ‘On budget system’, in the course of fulfillment of state budget, the secured expenditure items shall be financed in the first turn, and the expenditures stipulated in other expenditure items shall be financed thereafter, depending on the receipt of revenues and taking into account the established limits of the deficit.

Article 15. The upper limit of the state budget deficit shall be approved in the amount of 687 000,0 thousand manats. It shall be financed out of the revenues from privatization, domestic and foreign debts, sales of securities in foreign markets, paid services of organizations funded from state budget and the whole amount of the surplus of the single budget account till 1 January 2011.

Article 16. The upper limit of the expenditures of the consolidated budget of the Republic of Azerbaijan for 2011 shall be stipulated in the amount of 15 121 062,3 thousand manats.

Article 17. The deficit of the consolidated budget of the Republic of Azerbaijan for 2011 shall be stipulated in the amount of 8 704 661,1 thousand manats, irrespective of the revenues of the State Oil Fund of the Republic of Azerbaijan.

Article 18. The present law comes into force from 1 January 2011.

Ilham Aliyev,  
President of the Republic of Azerbaijan.  
Baku, 22 October 2010.