






# Control Authority of Treasury Bodies in Handling Budget Revenues

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## Regulatory legal acts that define the activity of the Treasury bodies of Ukraine in handling budget revenues:

Budget Code of Ukraine

Law on the State Budget of Ukraine

Tax Code of Ukraine

Decisions on local budgets

Other regulatory legal acts (laws, decisions and decree)



## Competences of the State Treasury Service of Ukraine on budget legislation enforcement include control of

Accounting of all revenues and expenditures of state and local budgets, preparation and submission of financial and budget reporting

Budget authorities on recording budget revenues



## Control by the Treasury bodies of Ukraine in the course of handling budget revenues

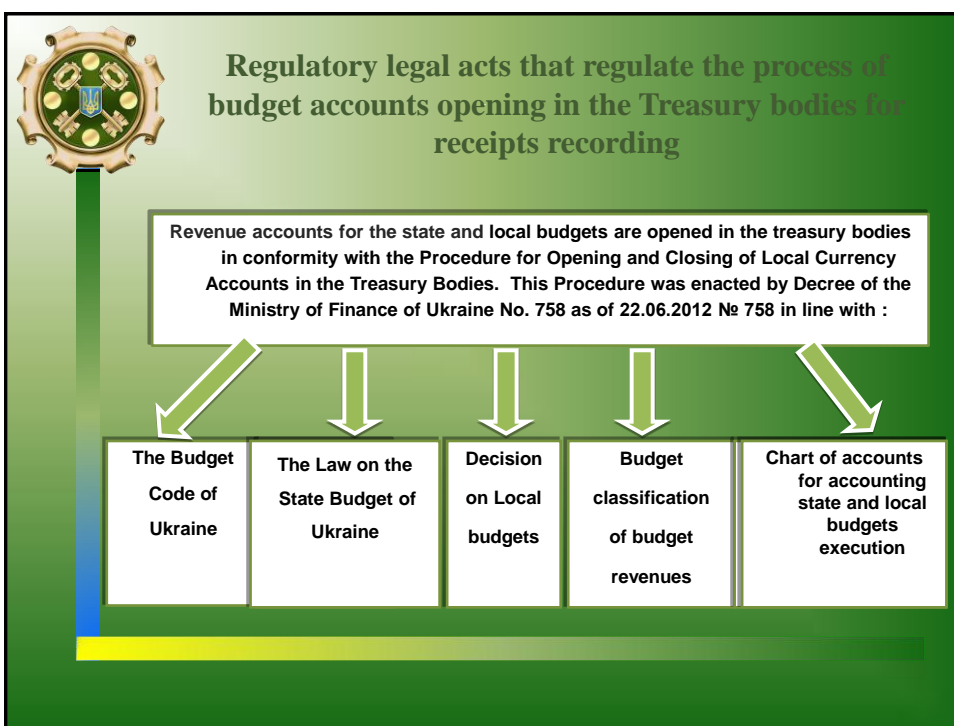
Treasury bodies of Ukraine exercise control in the course of:

Record and distribution of budget payments by their destination in line with legislation

Reverse of the funds transferred to the budget erroneously or in excess

VAT refund by the budget

Undisputable write-off of budget funds pursuant to judicial rulings with the aim of repayment of the funds that were erroneously or in excess transferred to the budget and with the aim of VAT refund



**Chart of accounts for accounting state and local budgets execution adopted by the Decree of the State Treasury of Ukraine**

3111 3141	Accounts for recording the receipts to the general fund of the state and local budgets;
3121 3151	Accounts for recording the receipts to special fund of the state and local budget that are transferred for special expenditures;
3131 3161	Accounts for recording the receipts distributed among the general and special funds of the state and local budget;
3311	Accounts for recording the funds subject to distribution among state and local budgets;
3321	Accounts for recording the funds subject to distribution among different levels of local budgets;
3411 3421	Accounts for recording the funds temporary classified as revenues of the state and local budget that are subject to distribution;
3412 3422	Accounts for recording of other funds temporary classified as revenues of the state and local budget.



## Opening and coding of the accounts in the treasury system

### Example of revenue accounts coding

#### BBBB K SSS H RR TTT – coding of the account number (14 digits)

- XXXX..... – balance sheet account (4 digits)
- ..... X ..... – control digit of Digital Payment System of the NBU (1 digit)
- ..... XXX ..... – revenue reporting symbol (3 digits)
- ..... X ..... – feature of consolidated account (1 digit)
- ..... XX ..... – departmental feature digit (2 digits)
- ..... XXX .. – number of analytical parameters set (3 digits)

#### **BBBB = 3111** – Revenue accounts of the general fund of the state budget

**SSS** – symbol of reporting that corresponds to budget classification code for revenues (8 digits)

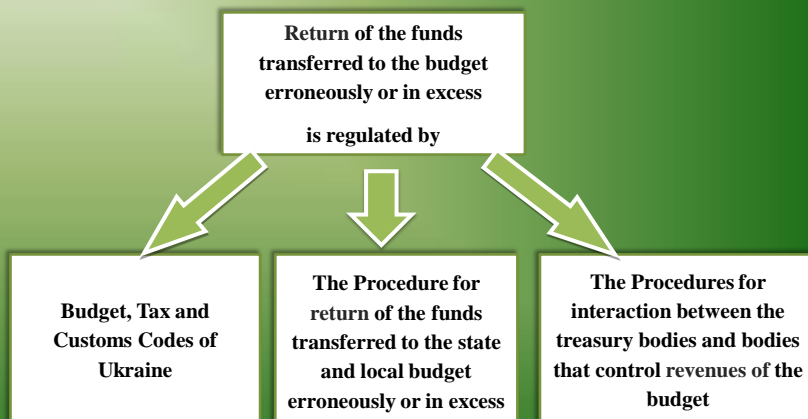
**H** – feature of consolidated account to record taxes of budget territory (corresponds to the last digit of the year)

**TTT** – ordinal number responsible for the analytical parameters set :

- code and name of the budget territory in Russian and Ukrainian languages in line with the state classifier
- budget code in line with the Ministry of Finance budget directory
- codes of the province, town, district, village
- code and name of the treasury body
- code and the name of the State Tax Administration



## Regulatory legal acts that regulate return of the funds transferred to the budget erroneously or in excess

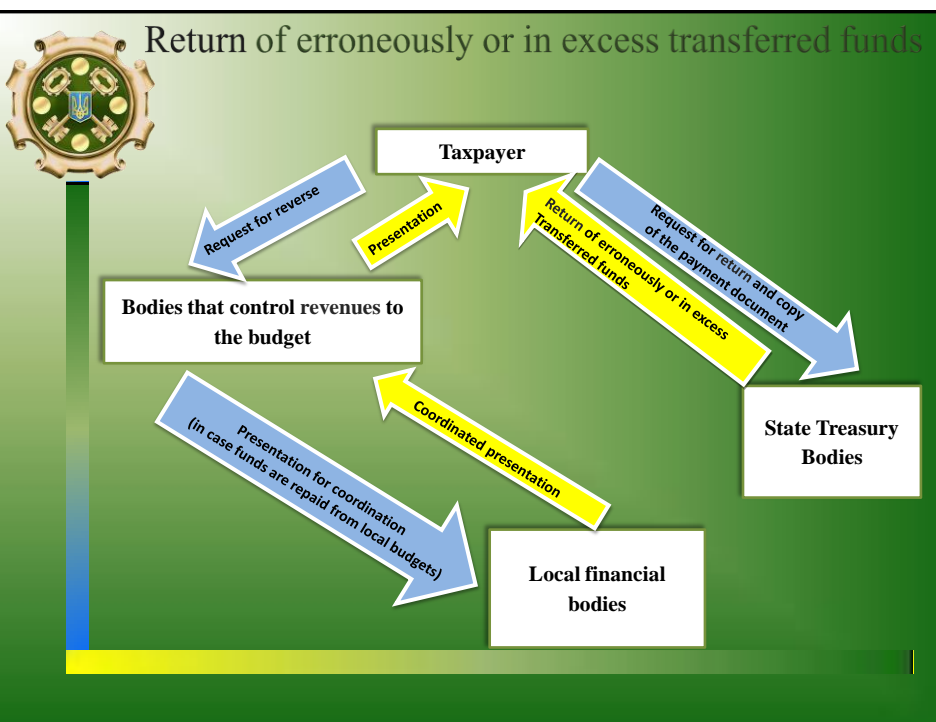


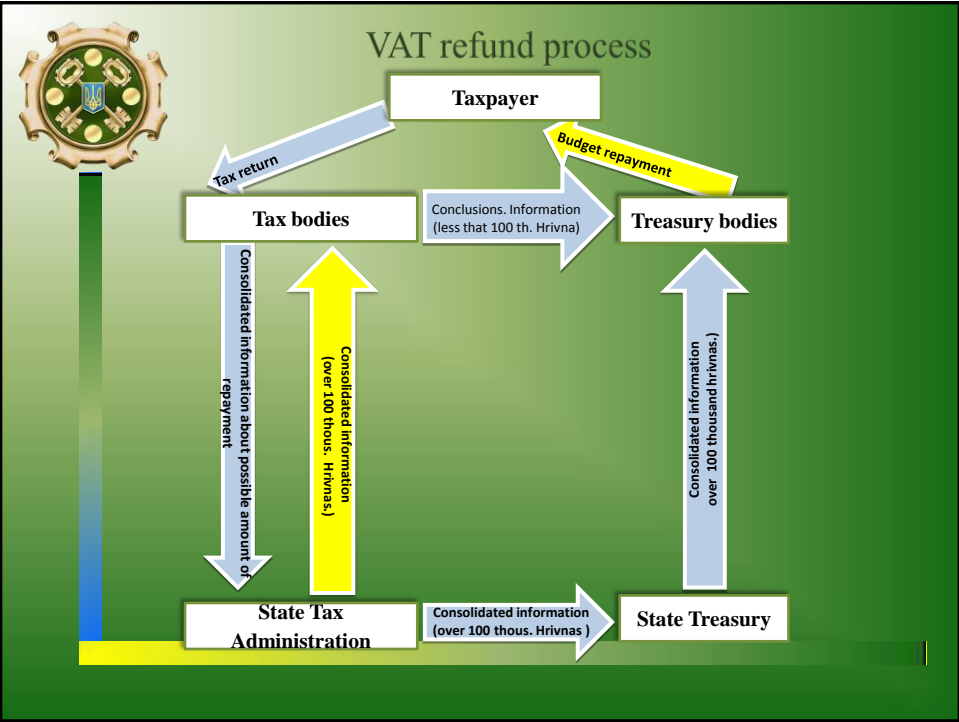
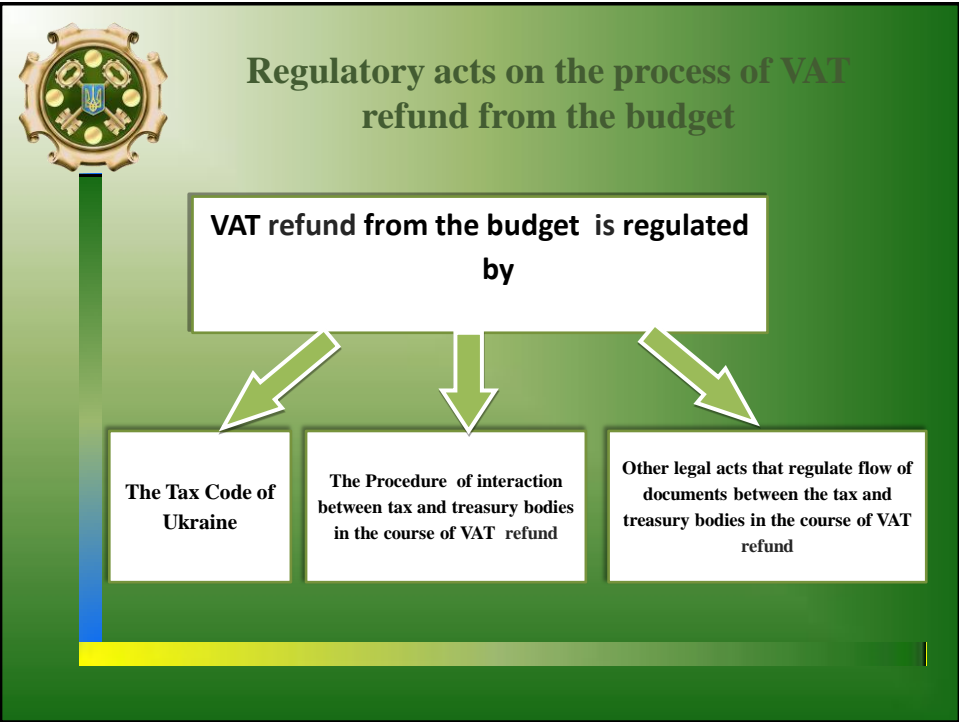


## Control functions performed by the treasury bodies upon return of the funds transferred to the budget erroneously or in excess

Treasury bodies perform the following types of preliminary control when funds are written off from the revenue accounts:

- Check and confirm that a legal or physical person has made payment to the budget
- Control of budget competences of the bodies that control payments to the budget with regard to the legality of the decision on refunds
- Check the completeness and correctness of the documents on refunds







### **Execution of control functions by the treasury bodies in the VAT refund process**

Treasury bodies execute preliminary control in the VAT refund process from the budget by means of :

- Verifying correctness of the tax office Conclusion on VAT refund
- Control of conformity of the information indicated in the tax office Conclusion on VAT refund with the data in the Consolidated Information