

CONCLUSION ON BIAS OF BUDGET REVENUE PLANS OF THE MINISTRY OF FINANCE FOR 2023

Following Minister of Finance of the Republic of Lithuania Order No. 1K-457 of 28 December 2012 On the Approval of the Description of Procedure for the Assessment of Bias of Budget Revenue Plans and the Preparation of Conclusions on Bias in the Ministry of Finance¹ (hereinafter – the Description), in the assessment of bias of the budget revenue plans, the main taxes (i.e. value added tax, personal income tax, excise duty and corporate income tax) having the greatest impact on budget revenue were assessed.

According to the assessment results, budget revenue plans prepared by the Ministry of Finance are to be regarded as unbiased, as the error of the revenue plan of any of the taxes analysed, calculated in accordance with the aforementioned Description, for four consecutive years was not greater than the errors of appropriate technical plans.

Table of Assessment of Bias of Budget Revenue Plans Prepared by the Ministry of Finance *

Title of the indicator under assessment	Error, MEUR							
	2020 metai		2021 metai		2022 metai		2023 metai	
	Plan by the Ministry of Finance	Technical plan	Plan by the Ministry of Finance	Technical plan	Plan by the Ministry of Finance	Technical plan	Plan by the Ministry of Finance	Technical plan
Value added tax revenue	13,4	433,4	357,8	857,2	388,2	477,1	193,9	200,4
Corporate income tax revenue	19,2	33,6	394,4	402,4	173,4	270,2	26,6	141,9
Excise duty revenue	21,0	22,0	40,9	5,8	18,0	189,9	25,9	76,5
Personal income tax revenue	20,4	189,6	300,4	379,8	478,4	554,6	421	166,9

* The shaded errors of the budget revenue plans prepared by the Ministry of Finance are greater than the ones of the technical plans.

¹The Description has been prepared in implementation of Government of the Republic of Lithuania Resolution No. 1460 of 5 December 2012 On Delegation of Powers in Implementation of Article 23(4) of the Law Amending Articles 1, 2, 3, 8, 10, 14, 17, 18, 19, 20, 21, 24, 30, 31, 32, 33, 35, 37, the Title of Section Five, Supplementing the Law with Section Six and the Annex and Repealing Article 16 of the Republic of Lithuania Law on the Budget Structure and the provisions of Article 37 (5) of the Republic of Lithuania Law on the Budget Structure. The Description regulates the procedure for the assessment of bias of the budget revenue plans prepared by the Ministry of Finance aiming at assessing bias of the budget revenue on the basis of objective criteria (errors of revenue plans of taxes for the year concerned prepared by the Ministry of Finance and technical plans of corresponding tax revenue and differences between them).

Budget revenue plans are regarded as biased if the error of revenue plans of at least one of the analysed taxes for not less than four consecutive years is greater than the errors of appropriate technical plans.