

## MONITORING OF REVENUES OF LOCAL BUDGETS UNDER FISCAL DECENTRALIZATION

**Prostebi L.I.**

Candidate of Economic Sciences, Associate Professor,  
Senior Lecturer at Department of Finance,  
Chernivtsi Institute of Trade and Economics,  
Kyiv National University of Trade and Economics

Monitoring of revenues of local budgets in terms of fiscal decentralization is researched in the scientific article. Socio-economic development of the region depends on the revenues of local budgets. So far as only if sufficient financial resources are available, local authorities will be able to meet the needs of the local community. Local government revenues act as financial support for local authorities. The formation of the local budget revenue becomes extremely relevant in terms of fiscal decentralization.

To increase the financial capacity of local budgets, there is amended the mechanism of forming the revenue part of local budgets. Thus, the law expands the list of sources of local budgets.

The article analyses the dynamics of revenues for local budgets of Chernivtsi region for the 2014–2016 years. The structure of local budgets of the region is studied. Deter-

mined the share of own revenues and official transfers in the local budget revenues of Chernivtsi region. Monitoring of the revenues of local budgets analysed showed a relatively high dependence on their financial resources of the state budget. By their own revenues, local governments alone cannot fund all costs associated with the exercise of their powers. At the same time, it may be noted that there is a downward trend in the share of official transfers in total revenues of local budgets. Thus, the problem of financial independence of local authorities is important. It is noted that legislative changes help to increase the absolute figures revenues for local budgets. In particular, the share of tax revenues in the structure of local budgets. But legislative innovations not yet fully ensure fiscal decentralization. After all, now local governments do not have sufficient financial resources.