FEDERAL LAW NO. 159-FZ OF JULY 9, 1999 ON PUTTING INTO FORCE THE BUDGET CODE OF THE RUSSIAN FEDERATION

Adopted by the State Duma

June 25, 1999

Approved by the Federation Council

July 2, 1999

Article 1. To put into force, effective from January 1, 2000, the Budget Code of the Russian Federation (hereinafter referred to as "the Code") (Collection of the Legislation of the Russian Federation, item 3823, No. 31, 1998), with the exception of the provisions for which other effective dates are provided by the present Federal Law.

Article 2. The following shall be deemed invalid from January 1, 2000:

the Law of the RSFSR No. 1734-I of October 10, 1991 on the Fundamentals of the Budget System and the Budget Process in the RSFSR (the Gazette of the Congress of People's Deputies of the RSFSR and the Supreme Soviet of the RSFSR, item 1543, No. 46, 1991);

the Resolution of the Supreme Soviet of the RSFSR No. 1735-I of October 10, 1991 on the Procedure for Putting Into Force the Law of the RSFSR on the Fundamentals of the Budget System and the Budget Process in the RSFSR (the Gazette of the Congress of People's Deputies of the RSFSR and the Supreme Soviet of the RSFSR, item 1544, No. 46, 1991);

the Law of the RSFSR No. 2056-I on Amending Article 16 of the Law of the RSFSR on the Fundamentals of the Budget System and the Budget Process in the RSFSR (the Gazette of the Congress of People's Deputies of the RSFSR and the Supreme Soviet of the RSFSR, item 136, No. 4, 1992);

the Law of the Russian Federation No. 2301-I of February 7, 1992 on Amending the Law of the RSFSR on the Fundamentals of the Budget System and the Budget Process in the RSFSR (the Gazette of the Congress of People's Deputies of the Russian Federation and the Supreme Soviet of the Russian Federation, item 605, No. 12, 1992);

Article 18 of the Law of the Russian Federation No. 3119-I of June 24, 1992 on Amending the Civil Code of the RSFSR, the Civil Procedural Code of the RSFSR, the Standing Orders of the Supreme Soviet of the RSFSR, the Laws of the RSFSR on the Jewish Autonomous Region, on the Elections of the People's Deputies of the RSFSR, on the Additional Powers of the Local Soviets of People's Deputies under the Conditions of Transit to Market Relationships, on the Peasant's (Farmer's) Farm, on Land Reform, on Banks and Banking Activities in the RSFSR, on the Central Bank of the RSFSR (Bank of Russia), on Property in the RSFSR, on Enterprises and Entrepreneurial Activities, on the State Tax Service of the RSFSR, on Competition and Limitation on Monopolistic Activities on Commodity Markets, on the Priority Provision of Logistic Resources to the Agroindustrial Complex, on Local Self-Government in the RSFSR, on the Privatization of State and Municipal Enterprises in the RSFSR, on the Fundamentals of Budget System and Budget Process in the RSFSR, on State Duty; the Laws of the Russian Federation on the Territorial, Regional Soviet of People's Deputies and Territorial, Regional

Administration, on Commodity Exchanges and Exchange Trading (the Gazette of the Congress of People's Deputies of the Russian Federation and the Supreme Soviet of the Russian Federation, item 1966, No. 34, 1992);

the Law of the Russian Federation No. 3303-I on Subventions for the Republics Incorporated in the Russian Federation, Territories, Regions, Autonomous Region, Autonomous Areas, Cities of Moscow and St. Petersburg (the Gazette of the Congress of People's Deputies of the Russian Federation and the Supreme Soviet of the Russian Federation, item 1972, No. 34, 1992);

the Law of the Russian Federation No. 3877-I of November 13, 1992 on the State Domestic Debt of the Russian Federation (the Gazette of the Congress of People's Deputies of the Russian Federation and the Supreme Soviet of the Russian Federation, item 4, No. 1, 1993);

the Resolution of the Supreme Soviet of the Russian Federation No. 3878-I of November 13, 1992 on Putting Into Force the Law of the Russian Federation on the State Domestic Debt of the Russian Federation (the Gazette of the Congress of People's Deputies of the Russian Federation and the Supreme Soviet of the Russian Federation, item 5, No. 1, 1993);

the Law of the Russian Federation No. 4807-I of April 15, 1993 on the Fundamentals of the Budget Rights and the Rights to Generate and Use the Non-Budget Funds of the Representative and Executive Bodies of State Power of the Republics Incorporated in the Russian Federation, Autonomous Region, Autonomous Areas, Territories, Regions, Cities of Moscow and St. Petersburg, Local Self-Government Bodies (the Gazette of the Congress of People's Deputies of the Russian Federation and the Supreme Soviet of the Russian Federation, item 635, No. 18, 1993):

the Resolution of the Supreme Soviet of the Russian Federation No. 4809-I of April 15, 1993 on the Procedure for Putting Into Force the Law of the Russian Federation on the Fundamentals of the Budget Rights and the Rights to Generate and Use the Non-Budget Funds of the Representative and Executive Bodies of State Power of the Republics Incorporated in the Russian Federation, Autonomous Region, Autonomous Areas, Territories, Regions, Cities of Moscow and St. Petersburg, Local Self-Government Bodies (the Gazette of the Congress of People's Deputies of the Russian Federation and the Supreme Soviet of the Russian Federation, item 636, No. 18, 1993);

the Federal Law No. 76-FZ of December 26, 1994 on the State Foreign Borrowing of the Russian Federation and the State Credits Extended by the Russian Federation to Foreign States, the Legal Entities Thereof and International Organizations (Collection of the Legislation of the Russian Federation, item 3656, No. 35, 1994);

Article 1 of the Federal Law No. 126-FZ of September 25, 1997 on the Financial Foundations of Local Self-Government in the Russian Federation (Collection of the Legislation of the Russian Federation, item 4464, No. 39, 1997).

Article 3. Effective from the date when the Code is put into force Article 5 of the Federal Law No. 115-FZ of July 20, 1995 on the State Forecasting and the Social and Economic Development Plans of the Russian Federation (Collection of the Legislation of the Russian Federation, item 2871, No. 30, 1995) shall be applicable insofar as it does not conflict with the Code.

Article 4. Until the adoption of a respective federal law the procedure for granting and computing the actual amount of financial assistance out of the federal budget to the budgets of

the subjects of the Russian Federation for the purpose of aligning the level of minimal budget backup shall be provided by the federal law on the federal budget for next financial year.

Article 5. Part 2 Article 169, Paragraphs 6 and 7 Article 172 and Article 177 of the Code shall come into force as of the date when the Federal Law on the minimum state social standards is put in force.

Article 6. Paragraph 2 Item 2 and Item 3 Article 106, Paragraph 2 Item 1 and Paragraph 5 Item 2 Article 109, Item 2 Article 146, Article 148 and Item 1 Article 150 of the Code shall be put into force by a federal law.

Article 7. The legislative acts of the Russian Federation effective on the territory of the Russian Federation and not included in the list of legislative acts recognized as invalid under Article 2 of the present Federal Law shall remain in effect insofar as they are not in conflict with the Code.

The legislative acts of the Russian Federation in the field of education, science, scientific and technical policy, culture adopted prior to the putting into force of the Code and containing norms governing budget relationships shall be effective, unless recognized as invalid.

The regulatory legal acts of the President of the Russian Federation, the Government of the Russian Federation issued prior to the putting into force of the Code and the regulatory acts of the USSR concerning the issues which under the Code can only be governed by federal laws shall be effective henceforth until the putting into force of respective federal laws.

Article 8. The Code shall apply to the budget relationships that have occurred since its being put into force.

As it concerns the budget relationships that occurred prior to the putting into force of the Code, the Code shall apply to the rights and duties that may arise after its being put into force.

As it concerns the relationships that have arisen from agreements one of the parties whereto is a body of state power and administration or a local self-government body including, but not limited to, agreements (contracts) signed for the delivery of products, performance of works and provision of services as well as the relationships of providing budget loans, credits and budget investment that occurred and had not terminated prior to January 1, 2000, the norms of the Code shall apply. The provisions of the present article shall not apply to the relationships of holding someone accountable under civil law that have occurred since January 1, 2000 for financial offenses committed prior to January 1, 2000.

Article 9. It is hereby established that the introduction, consideration and adoption of the Federal Law on the Federal Budget for the Year 2000 shall be effected in compliance with the procedure established by the Federal Law on the Procedure for Introducing, Considering and Adopting the Federal Law on the Federal Budget for the Year 1998 and on the Procedure for Amending the Federal Budget.

Article 10. The present Federal Law shall come into force as of the date of the official publication thereof.

President

of the Russian Federation

B.Yeltsin

Moscow, the Kremlin