Support and implementation of the government program in the agricultural sector for business entities subjects on the example of the Republic of Bashkortostan

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Abstract. The scientific article discusses the implementation of the state program “Development of Agriculture and regulation of agricultural products, raw materials and food markets in the Republic Bashkortostan”, which aims to ensure the implementation of planned production volumes of the main types of products. Effectiveness of the implementation of measures of the government program is largely determined by the volume of involvement in the Republic of Bashkortostan federal funds. In this regard, the importance of the work of signing agreements between The Ministry of Agriculture of the Russian Federation and the Government of the Republic of Bashkortostan on allocation of federal funds to the republic. At the present stage, global changes are taking place both in the global economy and in the regional level. Therefore, there is a need for innovative and cost-effective production methods. One of the directions of public policy in the agro-industrial complex is the support of innovatively active enterprises, farmers’ farms that can solve the main economic problems and the country’s recovery from the crisis and ensure sustainable innovative development of the economy.

Methodology

Working methodology is composed of the application of general and special scientific analysis methods - system analysis, applied to various socio-economic subsystems.

Results

The authors pay attention to the directions of agricultural development in modern conditions, identify problems in this area, including at the regional level. The authors analyze the indicators of the physical volume of agricultural production by categories of farms, the volume of state support for agricultural enterprises, the direction of the supported projects of beginning farmers.

Conclusion

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At the current economic stage, agriculture is one of the main economic activities of the Republic of Bashkortostan. The presented statistics indicate the effectiveness of the region, which, in turn, has a significant impact on the economic and social condition of the region. It should be noted that at present, the positive dynamics of agricultural production has been achieved by expanding the scale of production to increase the number of livestock and cattle breeding due to the additional placement of up to 300 thousand heads of cattle. For this was been taking into account the area of forage crops, natural pastures and empty livestock complexes.

At the same time, special attention is paid to increasing the role and potential of small farms in the production of high-quality beef, increasing the number of beef cattle and crossing animals based on the development of family farms based on peasant farms. This would significantly contribute to the development of abandoned and degraded hayfields and pastures, a partial reduction of unemployment, strengthening in the demographic situation in rural areas and an improvement in the quality of life of the rural population.

Introduction

The innovative development of the agricultural sector is one of the important issues in the development of the economy of countries and regions. Decisions related to increasing the competitiveness of the agricultural industry at all levels of government are becoming important for entrepreneurs, manufacturers and farms, who must provide the population with high-quality environmentally friendly products, improving the living standards of the population, and the demand for agricultural products in the domestic and foreign markets.

Modern ideas about the development of an innovative economy, namely its systematization of terms, classification, are presented in scientific works of both foreign authors [1,2,3,4], and in domestic studies. Authors like S.D. Ilyenkova, V.I. Kuznetsova, S.Yu. Yagudin is defined: “the specific content of innovation is manifested in a change [5] in the context of the economic crisis, which are defined and revealed in the form of severe sanctions, the introduction of an embargo on certain types of goods”. Systemic problems generated by the developmental features of the Russian socio-economic system put forward a strategy for the development of the regional economy in the agricultural sector.

The innovative development of the agro-industrial complex of the Republic of Bashkortostan is currently supported by the government. It is worth noting that such development is one of the priority direction for the development of the region’s economy.

1 Basic areas of agricultural development in modern conditions

In the context of tough international sanctions against Russia, the need to comply with the rules and regulations of the WTO should not be forgotten. It is essential in the formation of the mechanism of government support for the agricultural sector. Until 2016, for Russia, the level of established obligations did not require a reduction in subsidies, however, the changed situation may lead to a probable increase in subsequent volumes of funding for agricultural support. This may lead to the government intending to limit subsidies.

The problem of government support of the agro-industrial complex is put forward in the priority directions of the industry and their economic efficiency. Some authors determine that the stability of economic systems is characterized by the ability to maintain a certain level of development in any economic conditions: “at the same time, maintaining stability should not contradict economic growth. Sustainable development should be understood as the state of the economic system, characterized by positive dynamics of the main economic indicators of activity, ensured and determined by the presence of an innovative factor, adaptability to
changes in the external and internal environment, and coordination of the interests of all participants in socio-economic relations.”

Thus, the authors of Marina Anokhina, Rakhat Abdrakhmanov, Yelena Evgenevna Gridneva, Milton Arrieta-López, Nuray Romanovna Dzhalilova, Abel Meza-Godoy determine that to carry out calculations and justify the content of the strategy, the authors used the software product “Intelligent generation of the best alternatives” (“IGLA”). The result of the study is the developed strategy for the management of agricultural territories competitiveness in Kazakhstan with a set of strategic goals and the best option for managerial impact, ensuring the formation of agricultural export potential of the region. The proposed version of the content of the strategy for managing the competitiveness of the agricultural territories of Kazakhstan can be used either as a system or as its separate elements in managing the development of agricultural business in the country and in developing strategic planning programs for the agro-industrial complex of the region. [7]. Food independence issues remain relevant to any country. The current events in international relations make this issue more urgent and dictate the need to develop and implement a food security policy in Kazakhstan, taking into account the prevailing realities and potential of agricultural territories. It is the competitive potential of these territories that determines the ability of the government to provide itself with food resources. In Kazakhstan, more than 80% of the territories are agricultural. At the same time, a significant part of them is in a crisis state. The relevance of the problems of agricultural territory development is also confirmed by the growing number of scientific studies on this topic, namely the works of V. Bautin et al. [8], L. Bondarenko [9]. Studies on increasing the efficiency of using the resources involved in the agricultural production process are the main topic of research done by N. Nechaev [10], Guiomar, N., Godinho, S.[11], Guth and Smędzik-Ambroży et al. [12]. The works of O. Ikonnikova [13], A. Tarasova et al. [14], N. Logantsova [15], E. Andersen [16], etc. are dedicated to the development of a comprehensive typologization of rural territories.

It should be noted that the innovation process in real economic life has divide between the main stages of creating innovations and their commercialization. This is due to factors such as the cessation of budget funding for research, high investment risks, the lack of interaction between science and business, etc. There are divide between the main stages of the innovation process, which lead to a slowdown in the development of economic processes, loss of financial resources and economic relations.

2 Problems of government policy in the agricultural complex and its efficiency on the development of innovative economy of the Republic of Bashkortostan

Those reforms of a multilevel economy that began in the early 90s of the XX century have become obsolete. Many regions of Russia have switched to an industrial model for the development of the agro-industrial complex. This model was characterized by consistently high growth rates in relation to those regions that used a multistructure model, where the growth rate of agricultural development is much lower, although this model can offset negative natural and climatic factors. Also, the decrease in the rate of urbanization is important. It is leads to a reduction in the able-bodied rural population, inefficiencies in labor productivity and small agricultural enterprises. [17]. This often leads to bankruptcy of small agricultural enterprises. Therefore, the transition to an industrial model of economic development will increase the efficiency of agricultural production. Based on the strategic plan for the development of the agro-industrial complex of the Republic of Bashkortostan for 2016-2020, priority tasks are identified such as: to increase the volume of agricultural production to 230 billion rubles by 2020, including at least 140 billion rubles in agricultural
enterprises and peasant farms. or 60%; to increase the level of profitability of agricultural production up to 20% by 2020; to increase labor productivity to 2 million rubles per employee by 2020; to increase the share of production in agricultural enterprises and peasant (farmer) enterprises up to 60%. Let us consider how small businesses are developed and supported by the government and how they affect the economy of the region.

2.1 Analysis of the development of small forms of management

Implementation of the state program "Development of agriculture and regulation of agricultural products, raw materials and food markets in the Republic of Bashkortostan", which is aimed at ensuring the fulfillment of planned values for the production of commodity volumes of production of the main types of products. Promotion of the activities of small business forms of the Republic of Bashkortostan within the framework of the implementation of the regional project and the BPH program allowed our republic to take first place in Russia in the number of agricultural cooperatives created - 16% of new cooperatives are in our region. For the development of small business almost 1 billion rubles were allocated for the first time in the village. Based on the results of all the work created: 108 new agricultural consumer cooperatives; 129 new farms; 620 new jobs; 33 farms and cooperatives updated equipment and purchased equipment. At the end of 2019 between the Ministry of Agriculture The Russian Federation and the Government of the Republic of Bashkortostan concluded 15 agreements and 32 additional subsidy agreements.

It was revealed that in 2018 836 agricultural enterprises functioned in the region, of which 725 farms completed the year profitably, the amount of revenue amounted to about 44.7 billion rubles, net profit - 6.6 billion rubles. So, in the republic, the census covered 1,065 agricultural organizations, 4,003 peasant farms, 461 individual entrepreneurs, 807.9 thousand personal subsidiary and other individual households of citizens and 2081 non-profit associations of citizens (household and gardening). According to statistics, compared with 2006, the number of agricultural organizations, peasant (farmer) households and non-profit associations of citizens decreased. [17].

At the end of 2019, the planned values for the production of commodity production volumes of the main types of products were met. At the end of 2019, gross agricultural output in all categories of farms amounted to 167.1 billion rubles (according to Bashkortostan), which is 102% of the level of the corresponding period last year (plan - 101.6%). The index of crop production amounted to 104.2% (plan - 101.9%), livestock - 100.3% (plan - 101.3%).

If we consider the indices of the physical volume of agricultural production by categories of farms in the Republic of Bashkortostan, thanks to the work carried out by the Ministry of Agriculture of the Republic of Bashkortostan, the amount of K (F) X increases annually (Fig. 1).

The number of K (F) X in the Republic of Bashkortostan for 2016-2018, units

| Years | 2015 | 2016 | 2017 | 2018 |
|-------|------|------|------|------|
|       | 126.1| 113.7| 118.7| 98.7 |

At the end of 2019, between the Ministry of Agriculture The Russian Federation and the Government of the Republic of Bashkortostan concluded 15 agreements and 32 additional subsidy agreements.
At the end of 2018, the total gross output of agricultural enterprises and peasant (farmer) farms amounted to 72,765.6 million rubles, including 57,851 million rubles at agricultural enterprises (a share of 79.5%) and in peasant (farmer) farms 14,914 million rubles (share - 20.5%).

At the same time, the volume of government support for these categories of farms for the same period amounted to 6,351.6 million rubles, including 5,322.1 million rubles. Agricultural enterprises and 1,019.5 million rubles peasant (farmer) households. The share, respectively, was 84% and 16%.

Thus, the volume of output per 1 ruble of government support for agricultural enterprises amounted to 8.41 rubles, for peasant farms - 9.58 rubles, which indicates a higher efficiency of government support for farms - by 13.9%. Crop areas K (F) X increase annually (Fig. 2).

In 2018, the total number of cattle in farms amounted to 118.1 thousand cattle, which is 64% more than in 2017. In 2018, the trend maintained. According to operational data, as of May 1, 2018, the number of cattle in peasant farms amounted to 126.7 thousand heads of cattle(94.6% by May 1, 2015, 11% of the livestock in farms of all categories), including 53.3 thousand cows. (102.8%, 11.6%); pigs - 13 thousand heads of cattle (95.6%, 2.8%), sheep and goats - 93.8 thousand heads of cattle(96.9%, 10.7%), horses - 29 thousand heads of cattle (108.3 %, 23.5%), poultry - 521.8 thousand heads of cattle(97.9%, 5%).

However, the number of beef cattle in agricultural enterprises in recent years has tended to decrease. The source of beef production is rejected cows, overhaul of young dairy herds. Slaughter cattle obtained during dairy farming is not able to provide the necessary volumes of beef production and high quality of meat produced.

As of January 1, 2019, the Republic of Bashkortostan took 1st place among the subjects of the Russian Federation in the number of cattle and 10th in terms of livestock and poultry.
farming for slaughter in live weight. At the same time, in the Volga Federal District, cattle meat production accounted for 20% and 13%.

The number of cattle by farm category in Bashkortostan is shown in table 1.

### Table 1. The number of cattle by farm categories in the Republic of Bashkortostan, thousand heads of cattle

| Farm category          | 2011  | 2012  | 2013  | 2014  | 2015  | 2016  | 2017  | 2018  |
|------------------------|-------|-------|-------|-------|-------|-------|-------|-------|
| Farms of all categories| 1299.3| 1248.2| 1254.3| 1240.1| 1220.1| 1110.8| 1048.6| 978.2 |
| Agricultural organizations | 532.4 | 484.9 | 476.4 | 464.1 | 427.5 | 405.9 | 379.8 | 315.5 |
| Households             | 694.9 | 684.3 | 684.2 | 680.5 | 685.3 | 594.0 | 555.5 | 533.7 |
| Peasant(farmer) households | 72.0  | 79.0  | 93.7  | 95.5  | 107.3 | 110.9 | 113.3 | 129.0 |

Compiled by the author according to [18]

In 2018, in farms of all categories of the republic there were 978.2 thousand heads of cattle, including 315.5 thousand heads of cattle in agricultural enterprises, 533.7 thousand cattle in farms and 129 thousand heads of cattle in peasant (farmer) farms. Compared to the previous year, this indicator decreased by 4.9%, and in agricultural organizations - by 9.1%, in households - by 4.7%, and in peasant (farmer) enterprises increased by 6%.

At present, the beef cattle breeding of the republic is represented by Simmental, Hereford, limousine, Aberdeen-Angus, Kazakh white-headed breeds.

The structure of beef cattle breeding in the pedigree aspect is as follows: the share of Simmental cattle was 73% (58.7 thousand cattle); Hereford - 5.6% (4.5 thousand heads of cattle); Limousine - 4.5% (3.6 thousand heads of cattle); Aberdeen-Angus crosses with Kazakh white-headed - 1.2% (980 animals); crossbreeds of other breeds - 15.7% (12.2 thousand heads of cattle).

As of January 1, 2019, the republic contained 80 thousand cattle of beef and pedigree cattle, including 28 thousand cattle of cows. At the same time, the share of specialized beef cattle was about 85%. Produced for the slaughter of beef and cross in 2018 - 16.8 thousand tons in live weight. The average daily increase in beef cattle of specialized breeds amounted to 832 g, which is 42% more than the same indicator in the republic.

At present, there are three pedigree farms for breeding specialized beef cattle in Bashkortostan: Limousin breed - Yaroslavl shopping and entertainment center of the Duvan district (300 cattle), SAVA Agro Yaprik LLC of the Tuymazinsky district (1000 cattle), Hereford breed - SAVA Agro Usen. LLC "Tuymazinsky district" (800 heads of cattle).

Particular importance is given to the development of digital services in the agricultural sector. So, the Ministry of Agriculture of Russia has signed an agreement on cooperation in developing the concept of the departmental project "Digital Agriculture". A project for operational monitoring of industry data and a geoanalytic field monitoring service have been implemented. The Republic is striving to achieve not only a growth in physical indicators, but also to ensure timely implementation of agricultural activities, climate control and work accounting, as well as reducing the shortage of qualified personnel. [20]

### Table 2. PARAMETERS for achieving the planned values of target indicators and indicators of the state program (subprograms).

| № п/п | Parameter name target benchmarks and indicators | Quantity of target | Share, percentage |
|-------|-----------------------------------------------|-------------------|-------------------|
|       |                                               |                   |                   |
|   | benchmarks and indicators, units |
|---|----------------------------------|
| 1 | target benchmarks and indicators, planned values that have been achieved, including: |
|   | 108 | 90.0 |
| 1.1 | exceeded values of target benchmarks and indicators | 57 | 52.8 |
| 2 | target benchmarks and indicators, which planned values not reached | 12 | 10.0 |
| 3 | target benchmarks and indicators, the values of which cannot be determined at the end of the reporting period | - | - |
| 4 | Total target benchmarks and indicators of the government program and subprograms | 120 | 100.0 |
| 5 | target benchmarks and indicators of the government program and subprograms with the risk of failure | - | - |

*Source [20]*

In 2019, subsidies for the novice farmer program amounted to 161.2 million rubles. Applications were submitted - 399, 114 became participants. Regional programs like “Export of agricultural products to the Republic of Bashkortostan”, “Creation of a support system for farmers and development of rural cooperation” are in force”. Considerable work has been done regarding the technical modernization of production. For the first time, agrarians of the republic purchased machinery and equipment for a total amount of 6.5 billion rubles (which is 2.3 billion more than in 2018). The technical park was replenished with 200 combine harvesters, almost 400 tractors of various classes, more than 580 tillage and sowing machines and other equipment. At the end of 2019, between the Ministry of Agriculture of the Russian Federation and the Government of the Republic of Bashkortostan, 15 agreements and 32 additional agreements on the provision of subsidies were concluded.

**Conclusion**

Based on the analysis, the republic has great potential for increasing the number of livestock due to the additional placement of up to 300 thousand cattle, taking into account the area of forage crops, natural pastures and empty livestock complexes.

At the same time, special attention is paid to increasing the role and potential of small farms in the production of high-quality beef, increasing the number of beef cattle and crossing animals based on the development of family farms based on peasant (farmer) farms. This will greatly contribute to the development of abandoned and degraded hayfields and pastures, a partial decrease in unemployment, an improvement in the demographic situation in rural areas and an improvement in the quality of life of the rural population.

In the republic, it is necessary to increase the investment attractiveness of the beef cattle breeding industry and provide conditions for the implementation of promising investment projects for the construction of fattening and meat farms, which will increase the production of high-quality competitive beef. This would allow to maximize the load of existing processing facilities, as well as create the prerequisites for the construction of new ones. Production of high-quality meat raw materials, expanding the assortment and strengthening the position of brands of meat products produced in Bashkortostan will increase the export potential of the republic, as well as increase the export of products to regions adjacent to the republic.

The main obstacles to the successful realization of the existing potential for the sustainable development of competitive beef cattle breeding are the small number of beef cattle, the insufficient level of technical and technological equipment of the industry, the
unsatisfactory condition and use of natural fodder land, poor forage for feeding, low potential for livestock productivity and low economic motivation of agricultural producers to fattening, cattle and beef production.

The lack of economic motivation is the main obstacle to the realization of the opportunities available in the republic for the accelerated development of beef cattle breeding.

The unprofitable industry depends on many reasons, but to a certain extent this is due to low livestock performance:
- calves yield is less than 80% instead of 85 - 90% required for cost-effective beef cattle breeding;
- weights of young fattening do not exceed 400 - 500 g instead of the necessary 1000 - 1200 g;
- the average live weight of young animals after weaning at the age of 7 - 8 months - no more than 170 - 200 kg instead of 240 kg and more.

The onset of dangerous agrometeorological phenomena during the sowing period, difficulties in selling grain at prices that compensate for production costs, the lack of a republic in the list of regions with preferential grain transportation by rail, has led farms of the Republic of Bashkortostan to review the structure of sown areas in the direction of expanding the area of high-margin industrial crops (rape, camelina, flax, mustard, etc.) having stable high demand and high selling prices.

An important condition for the successful development of specialized meat cattle breeding is the formation of a market for high-quality beef. The agricultural enterprises involved in beef cattle breeding and capable of supplying a large number of young beef cattle to industrial feedlots are interested in this.

The Republic of Bashkortostan has all the necessary factors for the formation of a large and effectively functioning industry of specialized meat cattle breeding in order to provide consumers with high-quality beef, such as:

4.5 million hectares of forage land, including 1.1 million hectares of hayfields, 2.3 million hectares of pastures and 1.1 million fodder crops on arable land; low-cost extensive pasture technology of meat cattle breeding, tested in the conditions of Bashkortostan; resources for breeding and keeping beef cattle with livestock up to 100 thousand heads or more.

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