

## PUBLIC SECTOR BUDGET EXECUTION<sup>1</sup> (released 30-9-2014)

**Up to August, the State reduced its deficit up to 3.26% of GDP**, 12.4% less than in the same period of 2013. Excluding interest payments, the primary deficit decreased by **28.3%**, amounting to 1.4% of GDP.

Up to July 2014, the **consolidated deficit** of the General Government excluding Local Governments amounted to 3.87% of GDP, against 4.14% registered the same period of 2013. Breakdown by subsectors:

- The **Central Government** registered a **deficit of 2.84% of GDP till July**, against 3.44% registered in the same month last year.
- The budget outturn of the **Regional Governments** was a **deficit of 0.98% of GDP** in the first seven months of 2014.
- **Up to July, the Social Security System registered a deficit of 0.04%** of GDP.

**In the first half 2014**, the consolidated deficit of the General Government (including Local Governments) was reduced to 3.43% of GDP, below the deficit of 3.68% of GDP registered in the same period last of 2013, which means a decrease of 5.5% year-on-year.

### 1. State (August 2014)<sup>2</sup>

- The latest data of the State budget execution corresponds to August, when the State registered a deficit of €34.7 billion, 12.4% less than in the same period of 2013.
- In terms of GDP, the State deficit amounted to 3.26% of GDP, against 3.78% recorded in August 2013.
- Interest payments recorded an increase of 5.2% year-on-year. Net of interest payments, the primary deficit- which amounted to €14.9 billion (1.4% of GDP) - has been reduced by 28.3% compared to the August 2013.
- Revenues amounted to €109.1 billion, with an increase of 4.5 % compared to August 2013, while expenditures totalled €143.8 billion, with a decrease of 0.2% year-on-year.

<sup>1</sup> All the data are presented on national accounts basis.

<sup>2</sup> Further information on the State Budget Execution can be found at this website:  
<http://www.igae.pap.minhap.gob.es/sitios/igae/es-ES/ContabilidadNacional/infadmPublicas/infadmCentral/Paginas/imdatoscaja.aspx>

## **2. Consolidated budget balance of the Central Government, Autonomous Communities and Social Security (July 2014)**<sup>3</sup>

- Up to July 2014, the consolidated budget outturn of the General Government, excluding Local Administrations, is a deficit of 3.87%, in contrast to the 4.14% registered up to July 2013.
- In million euros, deficit amounted to €41.2 billion, against €43.4 billion in 2013, which means a reduction of 5.2% year-on-year.
- Revenues totalled €204.6 billion, with an increase of 1.6%, while expenditures amounted to €245.8 billion, registering an increase of 0.4% year-on-year.
- Net of interest payments, the primary deficit was reduced up to €21.3 billion, amounting 2% of GDP.
- Breakdown by subsectors:

### **2.1. Central Government**<sup>4</sup>

- ✓ The latest budget outturn information for the Central Government, which comprises the State and its Public Entities, is referred to July. In addition, State's data execution corresponding to August is also published (explained above).
- ✓ Up to July, the deficit of the Central Administration was reduced to 2.84% of GDP, against 3.44% registered in July 2013<sup>5</sup>. The deficit reduction in the Central Administration is due to the improvements in the budget outturns of the State and its Public Entities. Up to July, the State reduced its deficit by 0.47p.p. of GDP compared to the same period in 2013, while its Public Entities improved their surplus, which amounts to 0.24% of GDP.
- ✓ Revenues amounted to €104.4 billion (9.81% of GDP), while expenditures recorded €134.6 billion (12.65% of GDP).

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<sup>3</sup> Further information on budget execution monthly data of the Central Government, Autonomous Communities and Social Security can be found at the following link:  
<http://www.igae.pap.minhap.gob.es/sitios/igae/es-ES/ContabilidadNacional/infadmPublicas/Paginas/DatosConsolidados.aspx>

<sup>4</sup> Further information on the Central Administration Budget Execution can be found at this website:  
<http://www.igae.pap.minhap.gob.es/sitios/igae/es-ES/ContabilidadNacional/infadmPublicas/infadmCentral/Paginas/AdministracionCentral.aspx>

<sup>5</sup> Excluding the financial assistance registered in July 2013, which amounted to 0.26% of GDP. In 2014, no financial assistance has been registered.

## **2.2 Regional Governments (Autonomous Communities)**<sup>6</sup>

- ✓ The Autonomous Communities registered an overall deficit of €10.5 billion up to July, which represents 0.98% of GDP.
- ✓ At regional level, revenues amounted to €83.2 billion (7.81% of GDP), while expenditures recorded €93.6 billion (8.8% of GDP).

### Net lending (+) /borrowing (-) requirement of the Autonomous Communities

Regions	Million €	% GDP
Andalucía	-2,004	-1.39
Aragón	-273	-0.81
Asturias	-61	-0.27
Baleares	-4	-0.01
Canarias	-125	-0.30
Cantabria	-81	-0.63
Castilla-La Mancha	-525	-1.40
Castilla y León	-297	-0.53
Cataluña	-2,434	-1.22
Extremadura	-325	-1.93
Galicia	-427	-0.74
Madrid	-1,819	-0.95
Región de Murcia	-390	-1.42
Comunidad Foral de Navarra	-473	-2.59
La Rioja	-63	-0.78
Comunitat Valenciana	-770	-0.76
País Vasco	-404	-0.62
<b>Overall regions</b>	<b>-10,475</b>	<b>-0.98</b>

Source: Ministry of the Finance and Public Administrations.

GDP: € 1,064.33 bill.

## **2.3 Social Security System**<sup>7</sup>

- ✓ The latest update for the Social Security corresponds to July, when the budget outturn was a deficit of €0.04 billion.
- ✓ Revenues increased totalling €90.5 billion, while expenditures amounted to €91 billion.

<sup>6</sup> Further information on Regional Governments' budget execution can be found at the following link: <http://www.igae.pap.minhap.gob.es/sitios/igae/es-ES/ContabilidadNacional/infadmPublicas/infadmcomunidadesautonomas/Paginas/ComunidadesAutonomas.aspx>

<sup>7</sup> For further information on Social Security budget execution: <http://www.igae.pap.minhap.gob.es/sitios/igae/es-ES/ContabilidadNacional/infadmPublicas/infadmseguridadsocial/Paginas/AdministracionesSeguridadSocial.aspx>

### 3. General Government<sup>8</sup>

- The latest information published is referred to the first half of 2014, when the consolidated deficit of the General Government (including Local Administrations) was 3.43% of GDP, against 3.68% of GDP registered last year.

#### **Consolidated Budget balance of the General Government. Breakdown by subsectors**

*Cumulated quarterly data in national accounts basis (as a % of GDP)*

	2Q 2013	2Q 2014
<b>1. General Government*</b>	<b>-3.68</b>	<b>-3.43</b>
2. Central Administration*	-3.00	-2.25
3. Autonomous Communities	-0.88	-1.12
4. Local Authorities	0.13	0.10
5. Social Security System	0.07	-0.15

\* Excluding the financial assistance registered in 2013, which amounted to 0.26% of GDP. In 2014, no financial assistance has been registered.

- Revenues amounted to €189.2 billion (17.8% of GDP), with an increase of 1.6% year-on-year, while expenditures amounted to €225.6 billion (21.2% of GDP), with an increase of 0.4% compared to the first half of 2013.

### 4. Next releases<sup>9</sup>

	Data referred to	Date
- State	Sept	28/10/2014
- Consolidated: Central Adm, Aut. Com.&S.S.	Aug	
- Central Government		
- Autonomous Communities		
- Social Security		
- Consolidated General Government	3 <sup>st</sup> quarter	30/12/2014
- Local Governments		

<sup>8</sup> Further information on budget execution of the General Government can be found at the following link:

<http://www.igae.pap.minhap.gob.es/sitios/igae/es-ES/informescuentas/contabilidad/Paginas/contabilidadnacional.aspx>

<sup>9</sup> Further information on publications of the Ministry of the Finance and Public Administrations can be found at the following link:

<http://www.minhap.gob.es/ES-ES/ESTADISTICA%20E%20INFORMES/Paginas/estadisticaseinformes.aspx>

## Annex 1: Consolidated Budget balance of the Central Government, Autonomous Communities and Social Security.

Cumulated monthly data in national accounts basis

JULY	Billion €			% GDP	
	2013*	2014	%	2013	2014
<b>Revenue</b>	<b>201.27</b>	<b>204.57</b>	<b>1.6</b>	<b>19,18</b>	<b>19,22</b>
Taxes	108.29	111.03	2.5	10,32	10,43
<i>Taxes on production and imports</i>	55.87	57.80	3.5	5,32	5,43
<i>Taxes on income</i>	50.81	51.37	1.1	4,84	4,83
<i>Taxes on weath</i>	1.61	1.86	15.8	0,15	0,18
Social contributions	74.79	75.65	1.2	7,13	7,11
Transfers among Public Administrations	5.24	5.31	1.2	0,50	0,50
Other revenues	12.95	12.58	-2.8	1,23	1,18
<b>Expenditure</b>	<b>244.73</b>	<b>245.77</b>	<b>0.4</b>	<b>23,33</b>	<b>23,09</b>
Intermediate consumption	20.94	21.10	0.8	2,00	1,98
Salary and wages	54.03	53.94	-0.2	5,15	5,07
Interest payments	19.36	19.90	2.8	1,85	1,87
Subsidies	2.61	3.94	50.8	0,25	0,37
Social services and benefits	97.80	96.89	-0.9	9,32	9,10
Social in-kind transfers (via market)	15.13	15.37	1.6	1,44	1,44
Capital expenditure	7.57	9.33	23.3	0,72	0,88
Transfers among Public Administrations	12.59	12.69	0.8	1,20	1,19
Other current expenditure	14.71	12.60	-14.3	1,40	1,18
<b>Balance</b>	<b>-43.45</b>	<b>-41.20</b>	<b>-5.2</b>	<b>-4,14</b>	<b>-3,87</b>
<b>Primary balance</b>	<b>-24.09</b>	<b>-21.30</b>	<b>-11.6</b>	<b>-2,30</b>	<b>-2,00</b>
<b>GDP (billion €)</b>	<b>1,049.18</b>	<b>1,064.33</b>			

Source: Ministry of the Finance and Public Administrations. \* Excluding the financial assistance registered in July 2013, which amounted to 0.26% of GDP. In 2014, no financial assistance has been registered.

## Annex 2: Consolidated budget balance of the General Government

Cumulated monthly data in national accounts basis

SECOND QUARTER	Billion €			% GDP	
	2013*	2014	%	2013	2014
<b>Revenue</b>	<b>186.17</b>	<b>189.16</b>	<b>1.6</b>	<b>17.74</b>	<b>17.77</b>
Taxes	106.54	109.98	3.2	10.15	10.33
<i>Taxes on production and imports</i>	<i>60.46</i>	<i>62.64</i>	3.6	5.76	5.89
<i>Taxes on income</i>	<i>43.80</i>	<i>44.79</i>	2.3	4.17	4.21
<i>Taxes on wealth</i>	<i>2.28</i>	<i>2.55</i>	11.6	0.22	0.24
Social contributions	64.34	64.68	0.5	6.13	6.08
Other revenues	15.29	14.50	-5.2	1.46	1.36
<b>Expenditure</b>	<b>224.76</b>	<b>225.63</b>	<b>0.4</b>	<b>21.42</b>	<b>21.20</b>
Intermediate consumption	27.17	27.42	0.9	2.59	2.58
Salary and wages	56.75	56.51	-0.4	5.41	5.31
Interest payments	16.78	17.29	3.1	1.60	1.62
Subsidies	2.86	3.84	33.9	0.27	0.36
Social services and benefits	85.35	84.53	-1.0	8.14	7.94
Social in-kind transfers (via market)	13.22	13.25	0.2	1.26	1.24
Capital expenditure	8.65	10.85	25.4	0.82	1.02
Other current expenditure	13.97	11.95	-14.4	1.33	1.12
<b>Balance</b>	<b>-38.59</b>	<b>-36.47</b>	<b>-5.5</b>	<b>-3.68</b>	<b>-3.43</b>
<b>Primary balance</b>	<b>-21.82</b>	<b>-19.18</b>	<b>-12.1</b>	<b>-2.08</b>	<b>-1.80</b>
<b>GDP (billion €)</b>	<b>1,049.18</b>	<b>1,064.33</b>			

Source: Ministry of the Finance and Public Administrations. \* Excluding the financial assistance registered in July 2013, which amounted to 0.26% of GDP. In 2014, no financial assistance has been registered.