



HM TREASURY



STATISTICAL BULLETIN: PUBLIC SPENDING STATISTICS APRIL 2012

This release presents updated Public Spending data for the years 2006-07 to 2010-11. All data in this release are National Statistics and are on an outturn basis. Further background detail is found in the accompanying material published alongside this release. **This is the second release in a new format with expanded content following on from the changes first implemented in our February 2012 release. We welcome any feedback on this release at: statistics-enquiries@hmtreasury.gsi.gov.uk.**

We intend to continue to improve the new format for the Annual PESA release in July.

HM Treasury Public Spending Statistics provide a range of information about public spending, using two related frameworks as shown in the table on page 7 below. Further detailed explanations are provided in the methodology annex to this bulletin.

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Key Points in this release

- Total resource DEL (spending within fixed Departmental Expenditure Limits) was £345.8 bn in 2010-11, an increase of 3.8 per cent on the previous year in nominal terms. This is the lowest annual rate of increase for the period covered by this release, a reflection in part of the £6.2bn of savings announced by the Government in May 2010.¹
- During the recession, as GDP shrank but spending increased, Total Managed Expenditure (a measure of total government spending) took an increasingly large share of national income. In 2010-11 TME was 46.6 per cent of GDP, a slight fall from the peak of 47.6 per cent seen in 2009-10 (Table 8b).

KEY REVISIONS IN THIS RELEASE

This release incorporates Scottish central and local government final outturn data for 2010-11. Some departments, notably the Northern Ireland Executive and the Department for Education, have revised the economic breakdown of their outturn data. This affects Table 9. The Department for Business, Innovation and Skills has also revised non-cash outturn data in respect of student loans for 2007-08 to 2009-10. This affects Tables 1, 2 and 3. However these revisions are relatively minor and do not substantively change any of the data in the release, or have a significant impact on any of the trends shown.

UPCOMING REVISIONS IN NEXT RELEASE

The next Treasury Public Spending National Statistics release will be in July. There are no major changes pending to the frameworks and standards which will affect this release.

FORTHCOMING CHANGES TO THE SPENDING FRAMEWORKS USED IN THIS RELEASE

The Public Spending National Statistics releases can be affected by public sector classification decisions, changes to the Budgeting framework, and by large one-off transactions.

- **Classification decisions** As new bodies are created and existing ones wound up, the boundary of what is contained in the public sector changes. Additionally, some bodies move across the boundaries both within the public sector and between the public and private sectors. Public sector classification decisions are made by the Office for National Statistics.

¹ http://www.hm-treasury.gov.uk/d/press_04_10.pdf Box 3.B in PESA 2010 set out the effect of the savings on departmental budgets: http://www.hm-treasury.gov.uk/pespub_pesa10.htm

- **Changes to the budgeting framework** HM Treasury maintains the budgeting framework in order to ensure effective control of the spending of government departments. Each year the Treasury publishes a new version of the Consolidated Budgeting Guidance² which explains the system for expenditure control. Changes to the budgeting guidance may affect the presentation of the tables in this release.
- **Large one-off transactions or events** These statistics can be affected by large one-off events or financial transactions. Whenever this occurs we will explain the impact in the text within our release.

The following items will have a material effect on the figures contained in future Public Spending National Statistics releases:

- The one-off transfer of assets from the Royal Mail Pension Plan to the public sector will reduce Total Managed Expenditure by £28 bn in 2012-13, with offsetting increases in future years as the public sector will be responsible for paying out Royal Mail Pensions.
- For 2012-13, the treatment of provisions, impairments and bad debts in AME by some regulators has been revised to bring them inside DEL.

PUBLIC SPENDING STATISTICS PUBLICATIONS SCHEDULE 2012-13

- JULY 2012** The July Public Spending Statistics release contains the first publication of departmental spending outturn for the 2011-12 financial year. This release contains the widest range of data. Local authority data and much of the data from the devolved administrations are still provisional at this stage of the year. This is the main release within each financial year.
- OCTOBER 2012** The Country and Regional Analysis is published in October each year. Additionally, updates to the key series of the Public Spending Statistics are published.
- FEBRUARY 2013** This release contains updates to the key Public Spending Statistics series. It includes updated data for English and Welsh local authorities for the previous financial year.
- APRIL 2013** This release contains updates to the key Public Spending Statistics series. April is the first time in which full outturn for the previous financial year is published, incorporating final data for all local authorities and devolved administrations.

² http://www.hm-treasury.gov.uk/psr_bc_consolidated_budgeting.htm

CHARTS

CHART 1 shows trends in public spending in real terms according to the UN defined Classification of the Functions of Government (COFOG) framework. This breakdown allows users to see trends in expenditure over time without changes in the way government is organised (also known as machinery of government changes) introducing distortions. Departmental responsibilities have changed substantially since the early 1990s, for example, making it difficult to create consistent long-run time series. The COFOG framework enables these comparisons over time.

It is important to note that in most cases spending by function does not equate to spending by a single department. Spending within the health function, for example, represents expenditure by the devolved administrations as well as by the Department of Health and other central government departments. In the same way, a large proportion of education spending is carried out by local authorities, and not directly by the Department for Education.

Over the past 20 years the health function has had the highest rate of real terms growth.

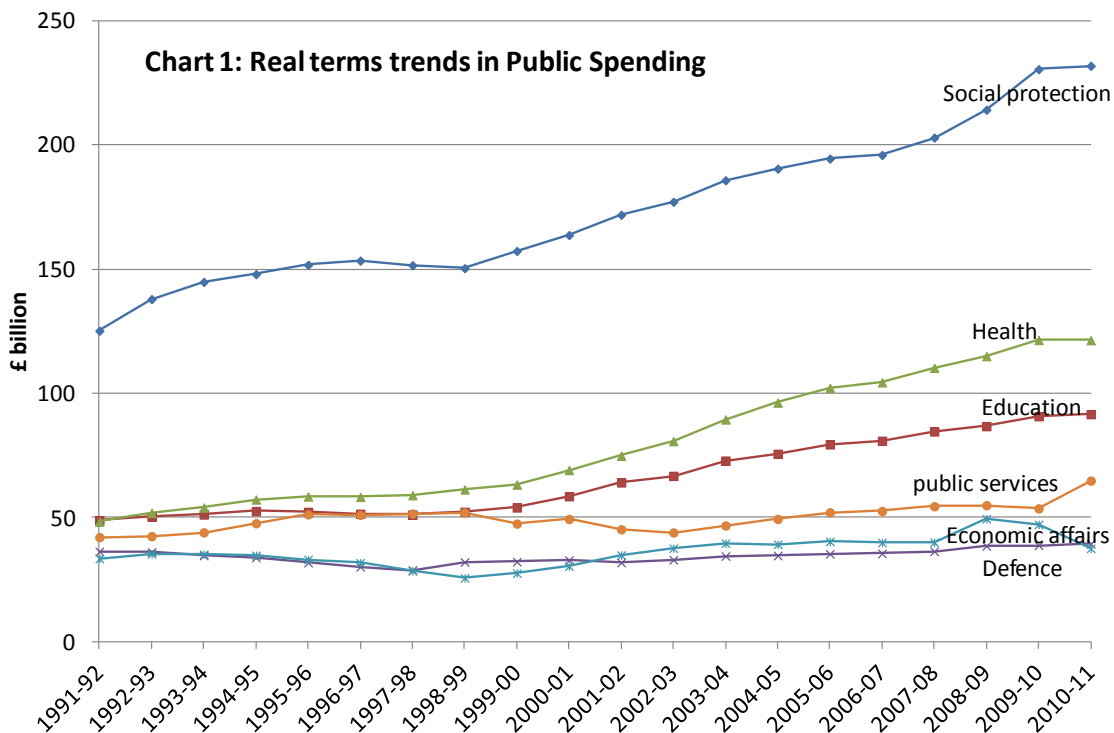
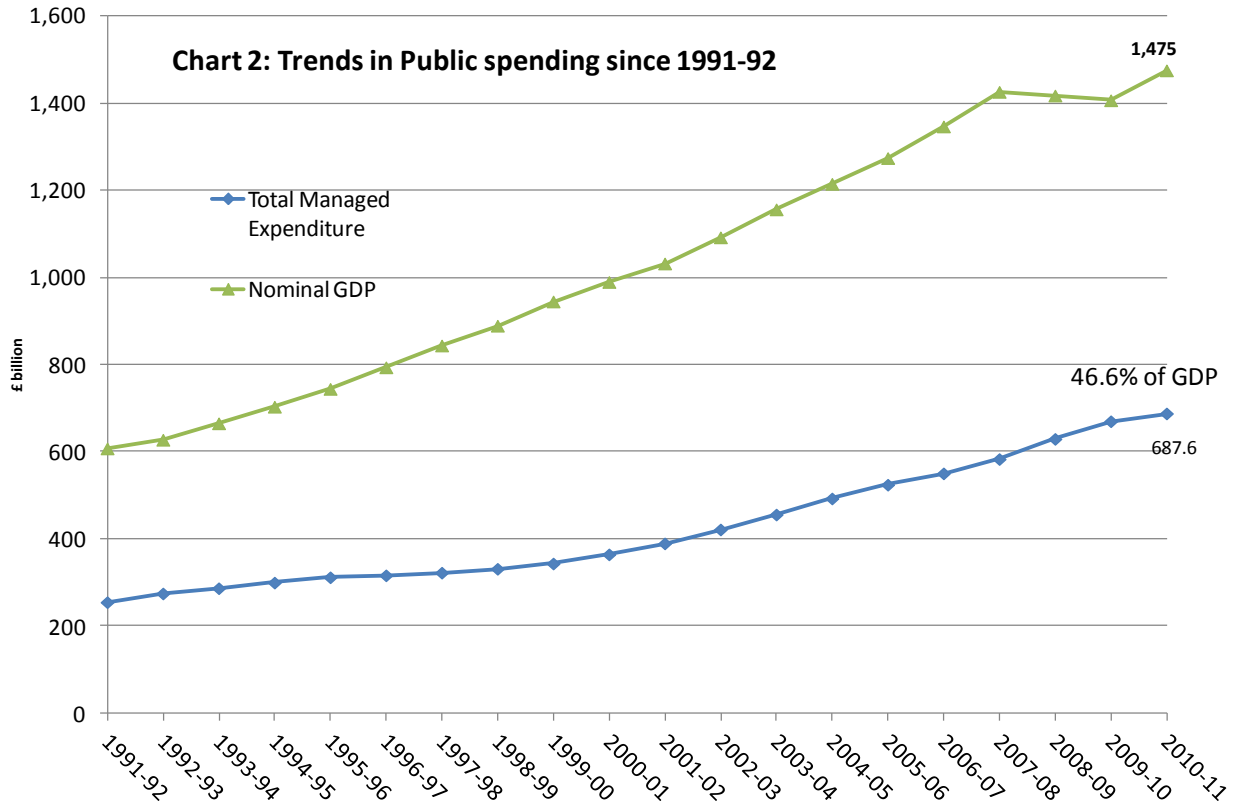


CHART 2 shows trends in overall spending compared with overall nominal GDP. The ratio between TME and GDP is a measure of the size of government relative to the rest of the economy.



BACKGROUND

Tables 1 to 7 show central government departmental budgets, which are the aggregates used by the Government to plan and control expenditure. They cover departments' own spending as well as support to local government and public corporations. They are consistent with "Estimates" voted by Parliament and broadly consistent with departmental Resource Accounts, which are based on commercial International Financial Reporting Standards (IFRS) adapted for the Public Sector.

Budgets are divided into Departmental Expenditure Limits (DEL), which are firm plans for three or four years, and Annually Managed Expenditure (AME), covering spending which is demand-led, less predictable and more difficult to control. Table 1 shows the aggregate position for all departments and all types of spending with some of the main types of spending shown separately. Table 7 shows in detail how the budgeting data is used to construct the Total Managed Expenditure (TME) figures published by the Office for National Statistics. These are based on National Accounts concepts and are used in the aggregates which underlie the Government's fiscal policy.

Tables 8 to 9 present spending under the "expenditure on services" framework. This is based on National Accounts definitions and covers the whole of the public sector. It therefore has wider coverage than the budgeting framework and is also more stable over time.

Tables 8, 8a and 8b show public sector expenditure on services broken down by function over a period of 20 years, allowing long-term trends to be identified. Table 9 presents data broken down by economic categories such as pay or grants.

OVERVIEW OF THE DATA IN THIS RELEASE

Spending frameworks used in HM Treasury spending publications

Budgeting	Expenditure on services
<p>This framework provides information on central government departmental budgets, which are the aggregates used by the Government to plan and control expenditure. It covers departmental own spending as well as support to local government and public corporations.</p>	<p>This framework is used in Treasury publications for statistical analysis. It is based on National Accounts definitions and covers spending by the whole of the public sector. It therefore has wider coverage than the budgeting framework and is also more stable over time.</p>

BUDGETING STATISTICS

DEPARTMENTAL EXPENDITURE LIMITS (DEL)

- Total resource DEL was £345.8bn in 2010-11, an increase of 3.8 per cent on the previous year. This is the lowest rate of increase for the period covered by this release, a reflection in part of the £6.2bn of savings announced by the Government in May 2010.
- Depreciation in resource DEL rose by 48 per cent in 2010-11. This was mainly due to a decrease in the value of the Student Loan book within BIS's budget, and the write-off of equipment by the Ministry of Defence.
- Total capital DEL fell by 12.5 per cent in 2010-11, following an increase of 17.4 per cent in 2009-10. This is a reflection of the decision to bring forward some capital spending from 2010-11 to 2009-10 and the savings announced in May 2010¹.

ANNUALLY MANAGED EXPENDITURE (AME)

- Net public service pensions fell to -£78.1bn in 2010-11, from £1.5bn in 2009-10. The reduction has been caused by the decision to use the Consumer Prices Index (CPI) rather than the Retail Prices Index (RPI) for the indexation of public service pensions and the consequent reduction in the size of future liabilities. The effect of this on the major pension schemes (teachers, NHS, civil service and armed forces) is shown in the appropriate departmental budget in Table 3. As liabilities are not included in the calculation of TME, there is an offset within the accounting adjustments to remove them (see Table 7 for details).

- Financial sector interventions within resource departmental AME stood at -£14.6bn in 2010-11. This represents an increase in the value of the Bank of England Asset Purchase Facility Fund. The value of this can change significantly as a result of movements in gilts' prices.³ Receipts of £3.0bn within capital departmental AME are the result of the repayment of loans to the Government and the Financial Services Compensation Scheme.⁴
- Central government gross debt interest payments rose to £42.8bn in 2010-11 from £30.2bn in 2009-10, as a result of increased government borrowing.

EXPENDITURE ON SERVICES STATISTICS

- During the recession, as GDP shrank but spending increased, TME took an increasingly large share of national income. In 2010-11 TME was 46.6 per cent of GDP, a slight fall from the peak of 47.6 per cent seen in 2009-10 (Table 8b).
- In 2010-11 public expenditure on health was equal to 8.2 per cent of GDP, compared to 5.1 per cent in 1991-92. Over the same period, education spending has increased from 5.2 per cent to 6.2 per cent of GDP. These reflect a mix of demographics and the policy priorities of successive governments.
- The share of GDP taken by public sector debt interest payments increased to 2.9 per cent in 2010-11 from 2.2 per cent in the previous year reflecting increases in the stock of debt. This is still below the peak of up to 3.6 per cent seen in the mid 1990s, when interest rates were significantly higher than now (Table 8b).
- In real terms (i.e. after adjusting for the effect of inflation) spending on social protection was £232.0 billion in 2010-11, up from £230.6 billion in the previous year. Health spending (including spending by central government departments and devolved administrations) was £121.4 billion in 2010-11, compared to £121.5 billion spent in 2009-10. Education spending was £91.3 billion in 2010-11, up from £90.8 billion in 2009-10 (Table 8a). Financial sector interventions are scored in the Economic Affairs function. Within Table 9 they appear as capital grants and income from sales of goods and services.⁵

³ For further information see HM Treasury's annual report: http://www.hm-treasury.gov.uk/d/annual_report_accounts140711.pdf

⁴ Further details on the treatment of financial sector interventions in budgets can be found in Box 2.A of PESA 2011: http://www.hm-treasury.gov.uk/pespub_pesa11.htm

⁵ Details of financial sector interventions within expenditure on services can be found in Box 5.A of PESA 2011.

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TABLE 1 TOTAL MANAGED EXPENDITURE, 2006-07 TO 2010-11

	National Statistics				
	2006-07 outturn	2007-08 outturn	2008-09 outturn	2009-10 outturn	2010-11 outturn
CURRENT EXPENDITURE					
<i>Resource DEL</i>					
Resource DEL excluding depreciation ⁽¹⁾	272,504	288,309	300,892	319,340	325,298
Depreciation in resource DEL ⁽¹⁾	11,131	11,784	12,390	13,843	20,532
Total resource DEL	283,635	300,093	313,282	333,183	345,830
<i>Resource departmental AME</i>					
Social security benefits	133,086	140,109	150,817	164,048	169,960
Tax credits ⁽²⁾	18,765	20,114	24,154	27,651	28,925
Net public service pensions ⁽³⁾	3,243	5,325	5,416	1,532	-78,069
National lottery	837	882	1,011	1,001	995
BBC domestic services	3,242	3,430	3,316	3,464	3,303
Student loans	-438	-820	-942	-233	-287
Non-cash items	40,709	47,751	43,091	44,610	55,548
Financial sector interventions	0	0	41,551	-27,588	-14,579
Other departmental expenditure	2,776	1,359	1,765	2,738	1,150
Total resource departmental AME	202,221	218,151	270,179	217,223	166,947
<i>Resource other AME</i>					
Net expenditure transfers to the EC	4,652	5,392	3,060	6,419	8,414
Locally financed expenditure	23,448	24,340	26,966	25,794	22,906
Central government gross debt interest	27,581	29,954	30,300	30,185	42,769
Accounting adjustments ⁽⁴⁾	-34,320	-41,765	-79,171	-11,037	42,335
Total resource other AME	21,361	17,921	-18,845	51,361	116,424
Total resource AME	223,582	236,072	251,333	268,584	283,371
Public sector current expenditure	507,217	536,165	564,615	601,767	629,201
CAPITAL EXPENDITURE					
<i>Capital DEL</i>					
Total capital DEL	39,476	44,821	48,511	56,959	49,825
<i>Capital departmental AME</i>					
National lottery	880	713	536	752	597
BBC domestic services	103	85	81	123	114
Student loans	3,094	4,346	4,330	4,408	4,778
Financial sector interventions			85,525	38,330	-2,985
Other departmental expenditure	309	861	394	4,082	1,297
Total capital departmental AME	4,387	6,005	90,866	47,694	3,801
<i>Capital other AME</i>					
Locally financed expenditure ⁽⁵⁾	2,801	4,114	7,321	6,399	6,860
Public corporations' own-financed capital expenditure	4,597	5,439	7,254	7,816	8,136
Accounting adjustments ^{(4) (5)}	-8,433	-11,613	-89,344	-49,742	-8,774
Total capital other AME	-1,035	-4,055	-74,768	-36,685	4,810
Total capital AME	3,352	1,951	16,097	11,010	8,611
Public sector gross investment ⁽⁶⁾	42,828	46,772	64,608	67,969	58,436
less public sector depreciation ⁽⁶⁾	16,976	17,669	18,636	19,335	20,300
Public sector net investment ⁽⁶⁾	25,852	29,103	45,972	48,634	38,136
TOTAL MANAGED EXPENDITURE ⁽⁶⁾	550,045	582,937	629,223	669,736	687,637
<i>of which:</i>					
Total DEL ⁽⁷⁾	311,980	333,131	349,403	376,299	375,123
Departmental AME	206,607	224,156	361,044	264,918	170,749
Other AME	31,458	25,650	-81,224	28,519	141,765

(1) As part of the Spending Review 2010 DEL was presented less depreciation. This is continued in this table to allow comparison.

(2) Tax credits include working tax credits, stakeholder pension credits and Child Tax Credits. Child allowances paid as part of Income Support and Jobseekers' Allowance are shown within social security benefits. Tax credits include elements that are treated as negative tax in National Accounts, see Box 1.A in Chapter 1 of PESA 2011.

(3) The main pension schemes are reported under FRS17 accounting requirements, the reconciliation to National Accounts is explained in Annex D of PESA 2011.

(4) Transactions from 2008-09 onwards have been affected by financial sector interventions, see Box 2.A in Chapter 2 of PESA 2011.

(5) Local government grants to public corporations are now subtracted from locally financed expenditure rather than accounting adjustments. This is consistent with the OBR's treatment of the grants in their Economic and Fiscal Outlook - March 2012

(6) This excludes the temporary effects of banks being classified to the public sector. See Box 5.A in Chapter 5 of PESA 2011.

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TABLE 2 RESOURCE DEL, 2006-07 TO 2010-11

£ million

	National Statistics				
	2006-07 outturn	2007-08 outturn	2008-09 outturn	2009-10 outturn	2010-11 outturn
Resource DEL by departmental group					
Education	42,111	44,923	46,855	49,604	51,461
NHS (Health) ⁽¹⁾	76,877	82,559	88,986	95,798	98,980
Personal Social Services (Health)	1,744	1,782	1,295	1,395	1,522
Transport	6,315	6,492	5,804	6,548	5,804
CLG Communities	3,372	3,977	4,130	4,334	3,710
CLG Local Government	22,540	22,750	24,651	25,517	25,958
Business, Innovation and Skills	15,445	17,009	17,806	19,154	21,458
Home Office	8,671	8,927	9,268	9,545	9,354
Justice	8,227	8,898	9,104	9,028	8,965
Law Officers' Departments	696	714	722	709	669
Defence	30,125	31,797	32,714	34,917	39,035
Foreign and Commonwealth Office	1,771	1,808	2,027	2,127	2,200
International Development	4,114	4,461	4,758	5,250	5,930
Energy and Climate Change	918	679	293	1,227	1,154
Environment, Food and Rural Affairs	2,415	2,567	2,412	2,462	2,376
Culture, Media and Sport	1,458	1,503	1,461	1,503	1,516
Work and Pensions	7,798	8,022	7,910	8,770	8,848
Scotland	21,980	23,402	24,132	25,133	25,788
Wales	11,568	12,258	12,821	13,542	13,794
Northern Ireland	8,425	8,896	9,248	9,680	9,997
Chancellor's Departments	4,639	4,432	4,523	4,436	4,150
Cabinet Office	1,711	1,796	2,061	2,290	2,382
Independent Bodies	674	712	791	803	746
Total resource DEL	283,594	300,366	313,773	333,774	345,797

(1) NHS (Health) includes Food Standards Agency; see Annex B of PESA 2011.

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TABLE 3 RESOURCE DEPARTMENTAL AME, 2006-07 TO 2010-11

£ million

	National Statistics				
	2006-07 outturn	2007-08 outturn	2008-09 outturn	2009-10 outturn	2010-11 outturn
Resource departmental AME by departmental group					
Education	8,600	10,709	10,651	10,429	-10,412
NHS (Health)	11,535	13,863	14,984	16,226	-11,404
Transport	144	675	572	1,143	501
CLG Communities	365	323	613	255	-112
CLG Local Government	1,037	842	661	284	1,107
Business, Innovation and Skills	-965	-111	97	1,068	-1,030
Home Office	313	373	714	682	918
Justice	-148	-62	450	605	326
Law Officers' Departments	-1	7	11	17	-13
Defence	4,927	5,865	6,102	7,895	-878
Foreign and Commonwealth Office	62	24	-10	86	34
International Development	417	-11	213	331	303
Energy and Climate Change	6,853	7,274	2,404	734	5,219
Environment, Food and Rural Affairs	247	-17	-56	-73	-437
Culture, Media and Sport	3,633	3,843	3,893	4,058	4,090
Work and Pensions	119,142	127,334	135,344	146,514	151,337
Scotland	1,513	2,163	2,486	2,323	3,055
Wales	18	-62	138	293	53
Northern Ireland	8,972	6,143	6,466	7,230	3,187
Chancellor's Departments	29,462	31,320	77,257	9,581	28,600
Cabinet Office	6,045	7,626	7,172	7,481	-7,467
Independent Bodies	52	28	15	60	-32
Total resource departmental AME	202,221	218,151	270,179	217,223	166,947

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TABLE 4 CAPITAL DEL, 2006-07 TO 2010-11

£ million

	National Statistics				
	2006-07 outturn	2007-08 outturn	2008-09 outturn	2009-10 outturn	2010-11 outturn
Capital DEL by departmental group					
Education	4,056	5,226	5,525	7,443	7,127
NHS (Health)	2,996	3,969	4,370	5,183	4,202
Transport	7,094	6,740	7,252	8,254	7,299
CLG Communities	5,659	6,291	7,167	8,992	6,459
CLG Local Government	223	32	122	260	-67
Business, Innovation and Skills	1,884	2,112	2,136	3,035	2,106
Home Office	601	751	837	999	740
Justice	539	755	904	853	548
Law Officers' Departments	11	11	9	12	8
Defence	7,189	8,547	8,918	9,148	9,265
Foreign and Commonwealth Office	161	228	227	201	156
International Development	765	738	875	1,353	1,559
Energy and Climate Change	1,464	1,486	1,667	1,807	2,015
Environment, Food and Rural Affairs	584	557	610	693	569
Culture, Media and Sport	287	537	823	519	580
Work and Pensions	202	79	86	272	323
Scotland	3,030	3,563	3,333	3,927	3,284
Wales	1,318	1,462	1,627	1,932	1,751
Northern Ireland	821	1,118	1,308	1,277	1,200
Chancellor's Departments	299	240	282	290	213
Cabinet Office	244	320	397	455	433
Independent Bodies	51	60	37	55	56
Total capital DEL	39,476	44,821	48,511	56,959	49,825

TABLE 5 CAPITAL DEPARTMENTAL AME, 2006-07 TO 2010-11

£ million

	National Statistics				
	2006-07 outturn	2007-08 outturn	2008-09 outturn	2009-10 outturn	2010-11 outturn
Capital departmental AME by departmental group					
NHS (Health)	89	37	14	6	8
CLG Communities	543	1,213	516	171	843
Business, Innovation and Skills	2,223	3,469	3,254	4,144	4,059
Defence	0	0	76	5	0
Energy and Climate Change	-569	-419	-279	-337	-78
Environment, Food and Rural Affairs	0	0	1	1	1
Culture, Media and Sport	997	808	572	875	711
Work and Pensions	185	140	136	171	177
Scotland	147	149	180	160	151
Wales	128	165	168	202	209
Northern Ireland	385	230	407	430	396
Chancellor's Departments ⁽¹⁾	256	212	85,822	41,868	-2,675
Independent Bodies	2	0	0	0	0
Total capital departmental AME	4,387	6,005	90,866	47,694	3,801

(1) Transactions from 2008-09 onwards have been affected by financial sector interventions, see Box 2.A in Chapter 2.

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TABLE 6 RESOURCE DEL LESS DEPRECIATION ⁽¹⁾, 2006-07 TO 2010-11

	£ million				
	National Statistics				
	2006-07 outturn	2007-08 outturn	2008-09 outturn	2009-10 outturn	2010-11 outturn
Resource DEL less depreciation by departmental group					
Education	42,092	44,903	46,834	49,582	51,414
NHS (Health) ⁽²⁾	75,899	81,838	88,033	94,611	97,747
Personal Social Services (Health)	1,730	1,767	1,275	1,393	1,522
Transport	6,006	6,098	5,435	5,652	5,175
CLG Communities	3,345	3,948	4,084	4,299	3,649
CLG Local Government	22,540	22,750	24,650	25,515	25,956
Business, Innovation and Skills	14,660	15,853	16,508	17,508	17,192
Home Office	8,554	8,781	9,077	9,336	8,838
Justice	7,891	8,517	8,693	8,589	8,598
Law Officers' Departments	687	705	712	697	658
Defence	23,527	24,616	25,410	27,587	28,090
Foreign and Commonwealth Office	1,689	1,735	1,946	2,022	2,091
International Development	4,098	4,448	4,742	5,234	5,909
Energy and Climate Change	911	672	288	1,215	1,145
Environment, Food and Rural Affairs	2,259	2,356	2,219	2,261	2,175
Culture, Media and Sport	1,356	1,396	1,434	1,390	1,408
Work and Pensions	7,612	7,867	7,757	8,549	8,685
Scotland	21,483	22,912	23,560	24,505	25,229
Wales	11,366	11,955	12,420	13,078	13,386
Northern Ireland	8,180	8,635	8,951	9,336	9,625
Chancellor's Departments	4,442	4,246	4,312	4,226	3,927
Cabinet Office	1,540	1,647	1,802	1,992	2,052
Independent Bodies	635	665	751	765	827
Total Resource DEL less depreciation	272,504	288,309	300,892	319,340	325,298

(1) As part of the Spending Review 2010 DEL was presented less depreciation. This is continued in this table to allow comparison.

(2) NHS (Health) includes Food Standards Agency, see Annex B.

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TABLE 7 ACCOUNTING ADJUSTMENTS, 2006-07 TO 2010-11

	£ billion				
	2006-07 outturn	2007-08 outturn	2008-09 outturn	2009-10 outturn	2010-11 outturn
Remove data in budgets which form part of public sector current expenditure but where a different source is used for National Accounts					
Accounts					
Resource DEL					
Capital consumption (excluding NHS)	-9.5	-10.0	-10.6	-13.4	-7.6
NHS capital consumption	-1.5	-1.7	-1.8	-1.8	-1.8
Interest	0.1	0.1	0.1	-0.1	-0.1
Other	0.0	0.0	0.0	0.0	-0.1
Total resource DEL	-11.0	-11.6	-12.2	-15.3	-9.5
Resource departmental AME					
Capital consumption	-0.7	-1.1	-1.7	-2.5	-1.7
Interest	0.8	1.3	2.4	2.2	1.0
Subsidy element of renewable obligation certificates	0.0	0.0	0.0	0.0	0.0
Subsidy element of other environmental levies	0.0	0.0	0.0	0.0	0.0
NNDR outturn adjustment	-0.7	-0.5	-0.6	-0.3	-1.1
Other	0.1	0.0	0.1	0.1	0.1
Total resource departmental AME	-0.5	-0.2	0.2	-0.5	-1.7
Adjustment for different data used by OBR in PSCE forecast	0.0	0.0	0.0	0.0	0.0
<i>of which DEL</i>	0.0	0.0	0.0	0.0	0.0
<i>of which AME</i>	0.0	0.0	0.0	0.0	0.0
Total resource budget data replaced by different source data	-11.5	-11.8	-12.0	-15.8	-11.2
Remove data in budgets which do not form part of public sector current expenditure					
Resource DEL					
Impairments	-0.8	-1.0	-1.0	0.5	-8.7
Receipts treated as negative DEL but revenue in National Accounts	0.4	0.5	0.6	0.6	0.7
Fees, levies and charges	0.2	0.1	0.1	0.1	0.1
Grant equivalent element of student lending	-0.8	-0.8	-0.7	-0.9	-4.2
Stock write-offs	-0.2	-0.6	0.5	-1.0	0.0
Change in pension scheme liabilities	-0.1	-0.1	-0.2	-0.2	-0.1
Miscellaneous current transfers	0.6	0.7	0.8	1.3	1.6
Northern Ireland Executive transfers between DEL and AME ⁽¹⁾	0.5	0.5	0.6	0.5	0.6
Profit or loss - sale of company securities	0.0	0.0	0.0	0.4	0.0
Profit or loss - sale of other assets (capital in National Accounts)	0.1	0.8	0.3	0.1	0.0
Green Investment Bank	0.0	0.0	0.0	0.0	0.0
Other	0.2	0.1	0.0	0.1	0.1
Total resource DEL	-0.1	0.3	1.0	1.4	-10.0
Resource departmental AME					
Impairments	-4.1	-1.6	-19.4	-3.5	3.3
Bad debts	-0.4	-0.4	-0.5	-0.5	-0.6
Grant equivalent element of student lending	0.5	-0.6	-0.1	-0.5	0.0
Provisions	-6.5	-11.5	-29.0	23.5	-7.2
Change in pension scheme liabilities	-21.1	-24.5	-24.8	-22.1	56.8
Unwinding of discount rate on pension scheme liabilities	-29.5	-32.8	-36.5	-39.2	-37.6
Release of provisions covering payments of pension benefits	18.9	21.3	22.5	24.3	25.9
Fees, levies and charges	0.2	0.2	0.5	0.2	0.2
Profit or loss - sale of other assets (capital in National Accounts)	0.0	0.7	0.0	0.0	0.0
Fee income treated as capital in National Accounts	0.0	0.0	0.0	3.2	0.0
Imputed tax element of renewable obligation certificates	0.0	0.0	0.0	0.0	0.0
Imputed tax element of other environmental levies	0.0	0.0	0.0	0.0	0.0
Tax credits	-4.6	-4.7	-5.6	-5.6	-5.6
Other	-0.1	-0.1	0.0	-0.5	1.1
Total resource departmental AME	-46.8	-53.9	-92.8	-20.8	36.3
Total resource budget data not in public sector current expenditure	-46.9	-53.6	-91.9	-19.3	26.3

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TABLE 7 ACCOUNTING ADJUSTMENTS, 2006-07 TO 2010-11 (CONTINUED)

	£ billion				
	2006-07 outturn	2007-08 outturn	2008-09 outturn	2009-10 outturn	2010-11 outturn
Central government adjustments in National Accounts					
Expenditure on goods and services	14.8	12.7	15.3	13.3	16.8
<i>of which: VAT refunds</i>	3.9	3.7	3.9	3.8	4.8
<i>of which: Single Use Military Expenditure</i>	6.5	5.1	5.7	5.3	5.4
<i>of which: payment from EU for tax collection costs</i>	-0.6	-0.6	-0.7	-0.7	-0.7
<i>of which: capital consumption</i>	6.0	6.1	6.5	6.7	7.2
<i>of which: other</i>	-1.0	-1.6	0.0	-1.9	0.1
Net social benefits ⁽²⁾	100.3	2.0	1.7	1.6	0.2
<i>of which: switch between benefits and other current grants</i>	106.1	6.4	6.9	6.9	0.4
<i>of which: public service pensions contributions uprate</i>	0.0	0.0	0.0	0.0	0.0
<i>of which: other</i>	-5.8	-4.5	-5.1	-5.3	-0.2
Net current grants abroad	3.5	2.2	3.1	4.0	4.0
<i>of which: attributed aid</i>	-0.7	-0.7	-0.8	-0.9	-0.9
<i>of which: DfID funding for capital projects scored in resource DEL</i>	-0.4	-0.5	-0.5	0.0	0.0
<i>of which: EU receipts</i>	4.3	3.9	3.9	5.0	4.8
<i>of which: other</i>	0.3	-0.5	0.5	0.0	0.1
Other current grants ⁽²⁾	-101.8	-2.6	-3.8	-3.4	-3.1
<i>of which: switch between other current grants and benefits</i>	-106.1	-6.4	-6.9	-6.9	-0.4
<i>of which: other</i>	4.3	3.8	3.1	3.4	-2.7
Subsidies	-1.2	-0.1	-1.1	-0.6	-0.7
<i>of which: Renewable Obligation Certificates</i>	0.5	0.5	0.5	0.5	0.5
<i>of which: other environmental levies</i>	0.0	0.0	0.0	0.0	0.0
<i>of which: company tax credits outside departmental AME</i>	0.7	0.8	0.9	1.1	1.3
<i>of which: other</i>	-2.3	-1.4	-2.4	-2.2	-2.6
Total central government resource adjustments	15.7	14.3	15.3	14.9	17.2
Local government adjustments in National Accounts					
Remove data which do not form part of public sector current expenditure	-4.2	-4.2	-4.7	-4.4	-5.2
<i>of which: Northern Ireland regional rates</i>	-0.5	-0.5	-0.6	-0.5	-0.5
<i>of which: retirement benefits</i>	-0.5	-0.5	-0.6	-0.5	-0.4
<i>of which: debt interest payments to central government</i>	-3.0	-3.1	-3.2	-2.9	-3.0
<i>of which: other</i>	-0.3	-0.1	-0.2	-0.4	-1.3
Adjustments to reconcile use of different data sources	-0.6	-0.4	-0.2	0.0	0.0
<i>of which: central government support</i>	-0.7	-0.7	-0.2	0.6	0.9
<i>of which: debt interest</i>	0.0	0.3	0.1	-0.6	-0.9
<i>of which: other</i>	0.0	-0.1	0.0	-0.1	0.1
Expenditure on goods and services	11.4	12.2	12.7	12.6	14.0
<i>of which: VAT refunds</i>	5.5	6.0	6.1	5.6	6.4
<i>of which: capital consumption</i>	6.5	6.8	7.2	7.6	8.0
<i>of which: rates</i>	-1.1	-1.1	-1.2	-1.2	-1.2
<i>of which: other</i>	0.5	0.6	0.6	0.7	0.9
Subsidies	1.6	1.6	1.6	1.2	1.1
<i>of which: equity injection into Housing Revenue Account</i>	1.5	1.5	1.5	1.2	1.0
<i>of which: other</i>	0.1	0.1	0.1	0.1	0.1
Net social benefits	-0.3	-0.4	-0.5	-0.5	-0.5
<i>of which: housing benefits and rent rebates</i>	0.4	0.4	0.4	0.4	0.4
<i>of which: other</i>	-0.8	-0.8	-0.8	-0.9	-0.9
Other current grants and current grants abroad	-0.1	-0.1	-0.1	-0.1	-0.1
Total local government resource adjustments	7.7	8.6	8.9	9.0	9.5
Other resource adjustments					
Public corporations	0.7	0.7	0.5	0.4	0.5
Other	0.0	0.0	0.0	-0.1	0.1
Total other resource adjustments	0.7	0.7	0.5	0.3	0.6
Total resource adjustments	-34.3	-41.8	-79.2	-11.0	42.3
<i>of which:</i>					
Timing adjustments ⁽³⁾					
Central government	1.4	-0.4	-1.1	0.3	-0.2
Local government	0.0	-0.1	0.1	-0.1	0.1

TABLE 7 ACCOUNTING ADJUSTMENTS, 2006-07 TO 10-11 (CONTINUED)

	£ billion				
	06-07	2007-08	2008-09	2009-10	2010-11
Remove data in budgets which form part of public sector gross investment but where a different source is used for National Accounts					
<i>Capital DEL</i>					
Change in inventories	-0.1	-0.3	-0.4	0.0	0.1
Acquisitions less disposals of valuables	0.0	-0.1	-0.2	0.0	0.0
Total capital DEL	-0.1	-0.4	-0.6	-0.1	0.0
Adjustment for different data used by OBR in PSGI forecast	0.0	0.0	0.0	0.0	0.0
<i>of which DEL</i>	0.0	0.0	0.0	0.0	0.0
<i>of which AME</i>	0.0	0.0	0.0	0.0	0.0
Total capital budget data replaced by different source data	-0.1	-0.4	-0.6	-0.1	0.0
Remove data in budgets which do not form part of public sector gross investment					
<i>Capital DEL</i>					
Single Use Military Equipment	-6.5	-5.1	-5.7	-5.3	-5.4
Net lending to private sector	-0.5	-0.4	-0.6	-1.4	-1.1
Capital support for public corporations	0.0	-0.7	-0.1	-0.1	0.3
Local government supported capital expenditure	0.0	0.0	0.0	0.0	0.0
Northern Ireland Executive transfers between DEL and AME	0.2	0.1	0.3	0.2	0.2
Green Investment Bank	0.0	0.0	0.0	0.0	0.0
Other	0.1	0.1	0.0	0.1	0.0
Total Capital DEL	-6.7	-5.9	-6.1	-6.5	-6.0
<i>Capital departmental AME</i>					
Net lending to private sector	-2.9	-4.4	-49.8	-13.2	-2.1
Capital support for public corporations	1.0	0.6	0.7	-0.1	0.4
Purchase of company securities	-0.4	0.0	-30.8	-32.1	0.0
Sale of company securities	0.0	0.1	0.1	7.1	0.0
Northern Ireland Executive transfers between DEL and AME	-0.2	-0.1	-0.3	-0.2	-0.2
Other	-0.1	-0.1	-0.1	-0.2	-0.2
Total capital departmental AME	-2.6	-3.8	-80.1	-38.8	-2.1
Total capital budget data not in public sector gross investment	-9.3	-9.8	-86.2	-45.3	-8.1
Central government adjustments in National Accounts					
Gross fixed capital formation	0.9	-1.6	-0.6	0.0	-0.1
<i>of which: profit or loss - sale of other assets (from resource budgets)</i>	-0.1	-1.5	-0.3	-0.1	0.0
<i>of which: other</i>	1.0	-0.1	-0.3	0.1	-0.1
Capital grants to and from the private sector	1.2	0.5	0.6	-2.6	0.4
<i>of which: VAT refunds</i>	0.1	0.1	0.1	0.1	0.1
<i>of which: Nigerian debt write-off</i>	1.4	0.0	0.0	0.0	0.0
<i>of which: fee income (from resource budgets)</i>	0.0	0.0	0.0	-3.2	0.0
<i>of which: DfID funding for capital projects scored in resource DEL</i>	0.4	0.5	0.5	0.0	0.0
<i>of which: other</i>	-0.6	-0.1	0.0	0.5	0.4
Total central government capital adjustments	2.1	-1.1	0.0	-2.6	0.4
Local government adjustments in National Accounts					
Adjustments to reconcile use of different data sources	-2.6	-3.2	-4.0	-5.1	-3.2
<i>of which: overhanging debt</i>	-0.5	-1.2	-0.5	-0.2	-0.8
<i>of which: central government support</i>	-0.9	-0.1	-1.3	-2.5	-0.5
<i>of which: financial transactions</i>	-0.4	-1.1	-1.3	-1.6	-1.4
<i>of which: capital grants from private sector</i>	-0.8	-0.8	-0.8	-0.8	-0.4
Gross fixed capital formation	1.5	2.6	2.7	2.7	2.2
<i>of which: VAT refunds</i>	1.6	1.9	1.8	1.7	2.0
<i>of which: roads de-trunking</i>	0.0	0.8	1.0	0.0	0.1
<i>of which: other</i>	-0.2	-0.1	-0.1	0.9	0.2
Capital grants	0.5	0.0	-0.5	0.4	0.5
<i>of which: grants to public corporations⁽¹⁾</i>	0.0	0.0	0.0	0.0	0.0
<i>of which: other</i>	0.5	0.0	-0.5	0.4	0.5
Total local government capital adjustments	-0.6	-0.6	-1.8	-2.0	-0.4
Other capital adjustments					
Public corporations	-0.5	0.4	0.0	0.2	-0.6
Housing Revenue Account reform receipts	0.0	0.0	0.0	0.0	0.0
Other	0.0	0.0	-0.9	0.0	0.0
Total other capital adjustments	-0.5	0.4	-0.9	0.2	-0.6
Total capital adjustments	-8.4	-11.6	-89.3	-49.7	-8.8
<i>of which:</i>					
<i>Timing adjustments⁽²⁾</i>					
Central government	-1.7	0.2	0.6	0.3	0.2
Local government	0.2	-0.1	0.0	0.0	0.3

(1) Local government grants to public corporations are now subtracted from locally financed expenditure. This is consistent with the OBR's

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treatment of the grants in their Economic and Fiscal Outlook - March 2012

(2) Reflects timing difference between the latest COINS and other source data and the data underlying the Public Sector Finances statistical bulletin. These mainly result from revisions policy and issues with late corrections to COINS data in the early years.

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Table 8 Public sector expenditure on services by function, 1991-92 to 2010-11

	cash, £billion																			accruals, £billion	
	National Statistics																				
	1991-92	1992-93	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99	1999-00	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	
	ou	ou	ou	ou	ou	ou	ou	ou	ou	ou	ou	ou	ou	ou	ou	ou	ou	ou	ou	ou	
1. General public services	26.9	28.0	29.8	32.8	36.3	37.5	38.9	39.8	37.1	38.7	36.1	36.0	39.1	42.5	45.7	47.7	50.6	52.5	52.2	64.8	
<i>of which:</i>																					
<i>public and common services</i>	5.7	5.8	5.8	5.9	6.1	6.2	6.2	7.2	8.0	7.9	9.2	9.8	10.9	12.1	12.8	12.7	12.5	13.9	13.6	12.7	
<i>international services</i>	2.9	3.1	3.2	3.3	3.4	3.1	3.1	3.2	3.7	4.2	4.3	4.5	5.1	5.5	6.2	6.3	6.7	7.2	8.0	8.9	
<i>public sector debt interest</i>	18.3	19.0	20.8	23.5	26.8	28.1	29.7	29.4	25.4	26.6	22.7	21.7	23.0	24.9	26.7	28.7	31.4	31.4	30.6	43.2	
2. Defence	23.2	23.8	23.5	23.3	22.5	22.1	21.7	24.5	25.1	25.7	25.4	27.0	28.8	29.8	31.0	32.2	33.7	36.8	37.7	39.3	
3. Public order and safety	13.2	14.4	15.0	15.6	16.0	16.4	17.1	18.0	18.4	20.4	23.1	24.4	26.4	28.5	29.3	30.4	31.7	33.7	34.2	33.0	
4. Economic affairs	21.4	23.3	23.8	23.9	23.4	23.3	21.5	19.6	21.5	23.8	27.8	30.8	33.1	33.7	35.4	36.2	37.1	47.3	45.9	37.5	
<i>of which:</i>																					
<i>enterprise and economic development⁽¹⁾</i>	5.4	5.4	5.5	4.7	4.5	4.3	4.3	3.1	4.4	4.9	5.1	5.9	6.0	6.5	6.4	6.3	6.8	15.5	11.6	4.5	
<i>science and technology</i>	1.3	1.4	1.5	1.1	1.2	1.4	1.4	1.4	1.4	1.4	1.7	2.1	2.3	2.5	3.0	2.8	3.3	3.2	3.6	3.3	
<i>employment policies</i>	2.7	2.9	3.1	3.2	3.1	2.8	2.5	2.9	3.5	3.8	3.3	3.0	3.2	3.2	3.3	2.0	2.1	1.9	2.4	3.1	
<i>agriculture, fisheries and forestry</i>	2.8	2.9	3.8	3.4	3.9	5.4	4.7	4.4	4.3	4.7	6.3	4.9	5.3	5.4	5.6	5.1	4.3	5.8	5.5	5.2	
<i>transport</i>	9.2	10.8	10.0	11.5	10.9	9.5	8.7	7.8	7.9	9.0	11.3	14.8	16.3	16.0	17.0	19.9	20.5	20.9	22.7	21.4	
5. Environment protection	3.4	3.6	3.4	3.8	4.1	3.7	4.0	4.3	4.9	5.1	5.4	6.0	6.2	7.0	8.5	9.4	9.6	9.7	11.0	11.4	
6. Housing and community amenities	6.8	7.1	6.2	6.2	6.0	5.7	4.9	5.5	4.7	5.5	6.2	5.4	6.7	8.0	10.7	11.6	13.0	15.1	16.2	13.1	
7. Health	30.9	34.2	36.6	39.4	41.4	42.8	44.5	46.9	49.4	54.2	59.8	66.2	74.9	82.9	89.8	94.8	102.4	110.0	118.3	121.4	
8. Recreation, culture and religion	5.0	5.1	5.1	5.2	5.5	5.7	6.4	7.2	7.7	7.8	8.6	9.3	9.7	10.0	10.8	11.4	12.2	13.1	14.0	13.7	
9. Education	31.3	33.2	34.7	36.2	37.0	37.8	38.6	40.0	42.2	45.9	51.2	54.7	61.0	65.1	69.8	73.4	78.6	83.0	88.4	91.6	
10. Social protection	80.2	91.1	98.3	102.0	107.6	112.8	114.5	115.2	123.0	128.5	137.4	145.3	155.6	164.1	171.0	178.0	188.6	205.0	224.6	232.0	
EU transactions	-4.1	-3.4	-4.7	-4.3	-4.1	-5.2	-3.7	-2.6	-2.7	-2.6	-4.8	-1.9	-2.1	-0.9	-0.6	-1.8	-1.5	-2.9	0.1	2.0	
Public sector expenditure on services	238.2	260.5	271.6	284.1	295.8	302.5	308.5	318.5	331.2	353.1	376.2	403.4	439.5	470.8	501.3	523.3	555.9	603.4	642.6	659.7	
Accounting adjustments	16.0	13.7	14.7	15.1	15.6	13.4	13.5	12.4	11.8	10.9	13.0	17.8	16.0	21.6	22.7	26.8	27.1	25.9	27.1	27.9	
Total Managed Expenditure⁽²⁾	254.2	274.2	286.3	299.2	311.4	315.9	322.0	330.9	343.0	364.0	389.2	421.2	455.5	492.4	524.0	550.0	582.9	629.2	669.7	687.6	

(1) Transactions in 2008-09 onwards have been affected by financial sector interventions. Details are provided in Box 5.A in PESA 2011.

(2) This excludes the temporary effects of banks being classified to the public sector. See Box 5.A in PESA 2011 for details.

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Table 8a Public sector expenditure on services by function in real terms⁽¹⁾, 1991-92 to 2010-11

	cash, £billion																			accruals, £billion
	National Statistics																			
	1991-92	1992-93	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99	1999-00	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	
outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	
1. General public services	42.0	42.4	43.9	47.6	51.2	51.0	51.5	52.0	47.5	49.3	45.2	43.9	46.7	49.3	52.0	52.5	54.5	54.9	53.6	64.8
<i>of which:</i>																				
<i>public and common services</i>	8.9	8.8	8.5	8.6	8.6	8.4	8.2	9.4	10.2	10.1	11.5	12.0	13.0	14.1	14.6	14.0	13.5	14.5	14.0	12.7
<i>international services</i>	4.5	4.7	4.7	4.8	4.8	4.2	4.1	4.2	4.7	5.4	5.4	5.5	6.1	6.4	7.1	6.9	7.2	7.5	8.2	8.9
<i>public sector debt interest</i>	28.6	28.8	30.7	34.1	37.8	38.2	39.3	38.4	32.5	33.9	28.4	26.5	27.5	28.9	30.4	31.6	33.8	32.8	31.4	43.2
2. Defence	36.2	36.0	34.6	33.8	31.7	30.1	28.7	32.0	32.1	32.8	31.8	32.9	34.4	34.6	35.3	35.5	36.3	38.5	38.7	39.3
3. Public order and safety	20.6	21.8	22.1	22.6	22.6	22.3	22.6	23.5	23.5	26.0	28.9	29.8	31.5	33.1	33.3	33.5	34.1	35.2	35.1	33.0
4. Economic affairs	33.4	35.3	35.1	34.7	33.0	31.7	28.5	25.6	27.5	30.3	34.8	37.6	39.5	39.1	40.3	39.9	39.9	49.4	47.1	37.5
<i>of which:</i>																				
<i>enterprise and economic development</i> ⁽²⁾	8.4	8.2	8.1	6.8	6.3	5.9	5.7	4.0	5.6	6.2	6.4	7.2	7.2	7.5	7.3	6.9	7.3	16.2	11.9	4.5
<i>science and technology</i>	2.0	2.1	2.2	1.6	1.7	1.9	1.9	1.8	1.8	1.8	2.1	2.6	2.7	2.9	3.4	3.1	3.6	3.3	3.7	3.3
<i>employment policies</i>	4.2	4.4	4.6	4.6	4.4	3.8	3.3	3.8	4.5	4.8	4.1	3.7	3.8	3.7	3.8	2.2	2.3	2.0	2.5	3.1
<i>agriculture, fisheries and forestry</i>	4.4	4.4	5.6	4.9	5.5	7.3	6.2	5.7	5.5	6.0	7.9	6.0	6.3	6.3	6.4	5.6	4.6	6.1	5.6	5.2
<i>transport</i>	14.4	16.4	14.7	16.7	15.4	12.9	11.5	10.2	10.1	11.5	14.1	18.0	19.5	18.6	19.3	21.9	22.1	21.8	23.3	21.4
5. Environment protection	5.3	5.5	5.0	5.5	5.8	5.0	5.3	5.6	6.3	6.5	6.8	7.3	7.4	8.1	9.7	10.4	10.3	10.1	11.3	11.4
6. Housing and community amenities	10.6	10.8	9.1	9.0	8.5	7.8	6.5	7.2	6.0	7.0	7.8	6.6	8.0	9.3	12.2	12.8	14.0	15.8	16.6	13.1
7. Health	48.2	51.8	53.9	57.2	58.4	58.2	58.9	61.2	63.2	69.1	74.8	80.7	89.5	96.3	102.2	104.4	110.3	115.0	121.5	121.4
8. Recreation, culture and religion	7.8	7.7	7.5	7.5	7.8	7.8	8.5	9.4	9.9	9.9	10.8	11.3	11.6	11.6	12.3	12.6	13.1	13.7	14.4	13.7
9. Education	48.9	50.3	51.1	52.5	52.2	51.4	51.1	52.2	54.0	58.5	64.1	66.7	72.9	75.6	79.4	80.9	84.6	86.8	90.8	91.6
10. Social protection	125.2	138.0	144.9	148.0	151.8	153.5	151.6	150.4	157.4	163.8	171.9	177.2	185.9	190.5	194.6	196.1	203.1	214.3	230.6	232.0
EU transactions	-6.4	-5.1	-6.9	-6.2	-5.8	-7.1	-4.9	-3.4	-3.5	-3.3	-6.0	-2.3	-2.5	-1.0	-0.7	-2.0	-1.6	-3.0	0.1	2.0
Public sector expenditure on services	371.8	394.5	400.3	412.3	417.3	411.6	408.5	415.9	423.7	450.0	470.8	491.9	525.0	546.7	570.5	576.4	598.5	630.7	659.9	659.7
Accounting adjustments	25.0	20.7	21.7	21.9	22.0	18.2	17.9	16.2	15.1	13.9	16.3	21.7	19.1	25.1	25.8	29.5	29.2	27.1	27.8	27.9
Total Managed Expenditure ⁽³⁾	396.8	415.2	422.0	434.2	439.3	429.8	426.4	432.0	438.8	463.9	487.1	513.6	544.1	571.8	596.3	605.8	627.6	657.7	687.7	687.6

(1) Real terms figures are the nominal figures adjusted to 2010-11 price levels using outturn GDP deflators from the Office for National Statistics (released 21 December 2011).

(2) Transactions in 2008-09 onwards have been affected by financial sector interventions. Details are provided in Box 5.A in PESA 2011.

(3) This excludes the temporary effects of banks being classified to the public sector. See Box 5.A in PESA 2011 for details.

Public Spending Statistics April 2012

Table 8b Public sector expenditure on services by function as a per cent of GDP⁽¹⁾, 1991-92 to 2010-11

	cash, £billion																			accruals, £billion	
	National Statistics																				
	1991-92	1992-93	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99	1999-00	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	
	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	
1. General public services	4.4	4.5	4.5	4.7	4.9	4.7	4.6	4.5	3.9	3.9	3.5	3.3	3.4	3.5	3.6	3.5	3.5	3.7	3.7	4.4	
<i>of which:</i>																					
<i>public and common services</i>	0.9	0.9	0.9	0.8	0.8	0.8	0.7	0.8	0.8	0.8	0.9	0.9	0.9	1.0	1.0	0.9	0.9	1.0	1.0	0.9	
<i>international services</i>	0.5	0.5	0.5	0.5	0.5	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.5	0.5	0.5	0.5	0.5	0.6	0.6	
<i>public sector debt interest</i>	3.0	3.0	3.1	3.3	3.6	3.5	3.5	3.3	2.7	2.7	2.2	2.0	2.0	2.0	2.1	2.1	2.2	2.2	2.2	2.9	
2. Defence	3.8	3.8	3.5	3.3	3.0	2.8	2.6	2.8	2.7	2.6	2.5	2.5	2.5	2.5	2.4	2.4	2.4	2.6	2.7	2.7	
3. Public order and safety	2.2	2.3	2.3	2.2	2.2	2.1	2.0	2.0	1.9	2.1	2.2	2.2	2.3	2.3	2.3	2.3	2.2	2.4	2.4	2.2	
4. Economic affairs	3.5	3.7	3.6	3.4	3.1	2.9	2.5	2.2	2.3	2.4	2.7	2.8	2.9	2.8	2.8	2.7	2.6	3.3	3.3	2.5	
<i>of which:</i>																					
<i>enterprise and economic development</i> ⁽²⁾	0.9	0.9	0.8	0.7	0.6	0.5	0.5	0.3	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	1.1	0.8	0.3	
<i>science and technology</i>	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.1	0.1	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.3	0.2	
<i>employment policies</i>	0.4	0.5	0.5	0.5	0.4	0.4	0.3	0.3	0.4	0.4	0.3	0.3	0.3	0.3	0.3	0.1	0.1	0.1	0.2	0.2	
<i>agriculture, fisheries and forestry</i>	0.5	0.5	0.6	0.5	0.5	0.7	0.6	0.5	0.5	0.5	0.6	0.4	0.5	0.4	0.4	0.4	0.3	0.4	0.4	0.4	
<i>transport</i>	1.5	1.7	1.5	1.6	1.5	1.2	1.0	0.9	0.8	0.9	1.1	1.4	1.4	1.3	1.3	1.5	1.4	1.5	1.6	1.5	
5. Environment protection	0.6	0.6	0.5	0.5	0.6	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.6	0.7	0.7	0.7	0.7	0.8	0.8	
6. Housing and community amenities	1.1	1.1	0.9	0.9	0.8	0.7	0.6	0.6	0.5	0.6	0.6	0.5	0.6	0.7	0.8	0.9	0.9	1.1	1.2	0.9	
7. Health	5.1	5.5	5.5	5.6	5.6	5.4	5.3	5.3	5.2	5.5	5.8	6.1	6.5	6.8	7.0	7.0	7.2	7.8	8.4	8.2	
8. Recreation, culture and religion	0.8	0.8	0.8	0.7	0.7	0.7	0.8	0.8	0.8	0.8	0.8	0.9	0.8	0.8	0.8	0.8	0.9	0.9	1.0	0.9	
9. Education	5.2	5.3	5.2	5.1	5.0	4.8	4.6	4.5	4.5	4.6	5.0	5.0	5.3	5.4	5.5	5.5	5.5	5.9	6.3	6.2	
10. Social protection	13.2	14.5	14.8	14.5	14.5	14.2	13.6	13.0	13.0	13.0	13.3	13.3	13.5	13.5	13.4	13.2	13.2	14.5	16.0	15.7	
EU transactions	-0.7	-0.5	-0.7	-0.6	-0.6	-0.7	-0.4	-0.3	-0.3	-0.3	-0.5	-0.2	-0.2	-0.1	0.0	-0.1	-0.1	-0.2	0.0	0.1	
Public sector expenditure on services	39.2	41.5	40.8	40.4	39.8	38.1	36.6	35.8	35.1	35.7	36.5	36.9	38.0	38.8	39.3	38.9	39.0	42.6	45.7	44.7	
Accounting adjustments	2.6	2.2	2.2	2.1	2.1	1.7	1.6	1.4	1.2	1.1	1.3	1.6	1.4	1.8	1.8	2.0	1.9	1.8	1.9	1.9	
Total Managed Expenditure ⁽³⁾	41.9	43.7	43.1	42.6	41.8	39.8	38.2	37.2	36.3	36.8	37.7	38.6	39.4	40.5	41.1	40.8	40.9	44.4	47.6	46.6	

(1) GDP until 2010-11 is consistent with the latest figures from the Office for National Statistics (published 21 December 2011).

(2) Transactions in 2008-09 onwards have been affected by financial sector interventions. Details are provided in Box 5.A in PESA 2011.

(3) This excludes the temporary effects of banks being classified to the public sector. See Box 5.A in PESA 2011 for details.

TABLE 9 PUBLIC SECTOR EXPENDITURE ON SERVICES BY ECONOMIC CATEGORY, 2006-07 TO 2010-11

fmillion

	National Statistics				
	2006-07 outturn	2007-08 outturn	2008-09 outturn	2009-10 outturn	2010-11 outturn
Public sector current expenditure on services					
Pay	147,568	152,553	160,129	165,023	168,046
Gross current procurement	163,972	173,986	186,971	195,082	189,826
Income from sales of goods and services	-45,141	-47,495	-52,753	-51,689	-48,181
Current grants to persons and non-profit bodies	174,629	184,199	198,696	218,144	224,757
Current grants abroad	2,526	3,253	2,391	5,963	8,667
Subsidies to private sector companies	7,803	7,356	7,211	8,287	7,942
Subsidies to public corporations	1,051	1,480	1,058	1,016	703
Net public service pensions	968	2,201	3,132	3,634	4,644
Grant equivalent element of student lending	305	1,430	814	1,468	4,243
Public sector debt interest	28,749	31,363	31,367	30,603	43,241
Other	-22	122	50	-88	87
Total public sector current expenditure on services	482,407	510,448	539,066	577,442	603,974
Accounting adjustments	24,810	25,717	25,549	24,325	25,227
Total public sector current expenditure	507,217	536,165	564,615	601,767	629,201
Public sector capital expenditure on services					
Capital grants ⁽¹⁾	13,654	14,410	25,096	23,207	15,883
Gross capital procurement	34,267	39,233	42,332	44,901	42,945
Income from sales of capital assets	-7,020	-8,164	-3,107	-2,951	-3,108
Other	-18	-45	-19	36	35
Total public sector capital expenditure on services	40,884	45,433	64,303	65,193	55,755
Accounting adjustments	1,944	1,339	305	2,776	2,681
Total public sector capital expenditure	42,828	46,772	64,608	67,969	58,436
Total public sector expenditure on services	523,291	555,880	603,369	642,635	659,730
Accounting adjustments	26,754	27,057	25,854	27,101	27,907
Total Managed Expenditure⁽²⁾	550,045	582,937	629,223	669,736	687,637

(1) Transactions from 2008-09 onwards have been affected by financial sector interventions. See Box 5.A in PESA 2011 for details.

(2) This excludes the temporary effects of banks being classified to the public sector.