



MONTHLY FISCAL REPORTING PORTUGAL

2, June 2017

OECD Senior Budget Officials
38 th Annual Meeting

 **OECD Best Practices for Budget Transparency**

Main reports (2002)

Pre-budget statement

Performance information

Budget proposal

In-year reporting

Supplementary budget and estimates

Year-end financial reporting

Long term economic and fiscal projections

Fiscal reporting by PBOs and IFIs

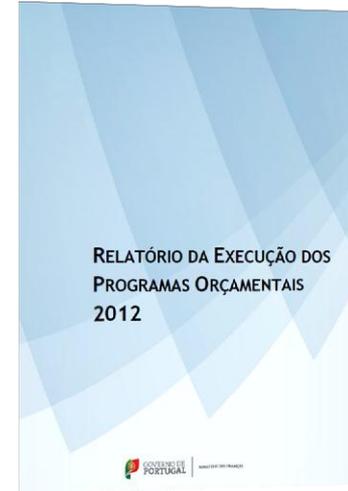
Type of budgetary document
(OECD)

PT
Fiscal reporting architecture

Pre-budget statement	✓	Stability Program	End of April (8 month lag)	European Semester
Budget proposal	✓	Estimates are included for Year (n)	Until October, 15 (2 and 1/2 month)	Budget Framework Law
Supplementary budget and estimates	✓	Whenever legal Limits must be revised Estimates are included for Year (n)	Only when a revision is necessary by law	Budget Framework Law
Performance information	±	QUAR - Evaluation and accountability framework For each central government entity	Annual setting by Nov, 30	Evaluation Law
In-year reporting	✓	Budget Monthly Outturn	Until the 27th day of the following month	Conventioned
Year-end financial reporting	✓	"State Accounts" Report	End of June following year	Budget Framework Law
Long term economic and fiscal projections	±	Included in other fiscal documents Budget proposal report; update of the Stability Program		
Tax expenditure report	±	Included in other fiscal documents Budget proposal Report; State Accounts Report		
Fiscal reporting by PBOs and IFIs	✓	Budget, In-year, Year-end, others		

**Fiscal reporting architecture
+ Other PT Specific documents +**

<p>Draft Budgetary Plan</p>	<p>Until the 15th October (2 and 1/2 month)</p>	<p>European Semester</p>
<p>In-year amendment budget and modifications</p>	<p>Quarterly, 30 days after the end of each quarter and by the end of February of the following year</p>	<p>Budget Framework Law</p>
<p>Quarterly provisory accounts for the Central Government and Social Security</p>	<p>Quarterly, 45 days after the end of each quarter</p>	<p>Budget Framework Law</p>
<p>Pre year-end reporting</p>	<p>Until the end of March</p>	<p>Budget Framework Law</p>



EU Budgetary Surveillance Framework

Implications of Council Directive 2011/85 on the collection and dissemination of fiscal data

The Enhanced Economic Governance package (the so-called "six pack", composed of five Regulations and one Directive) was adopted by the European Parliament and Council in November 2011. Among other statistical implications, this package includes some legal requirements which have implications on the collection/dissemination of fiscal data and statistics.

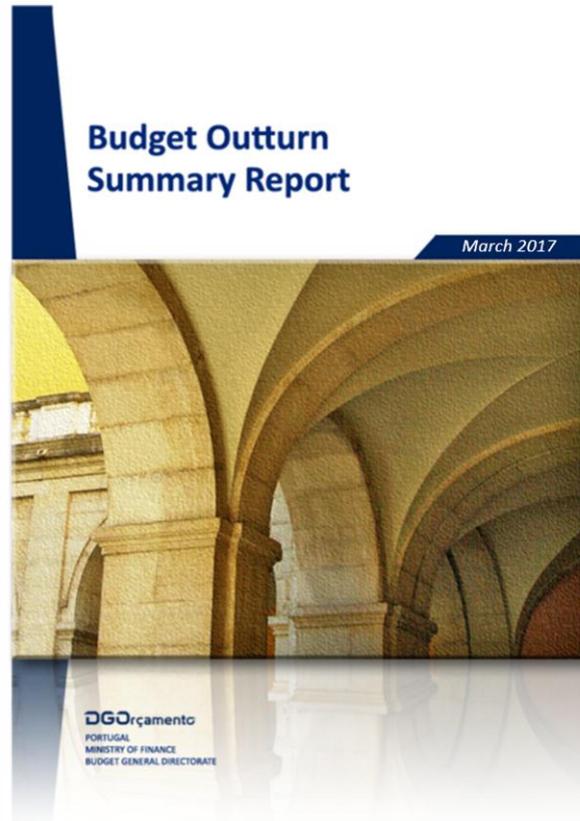
Special Data Dissemination Standard Plus



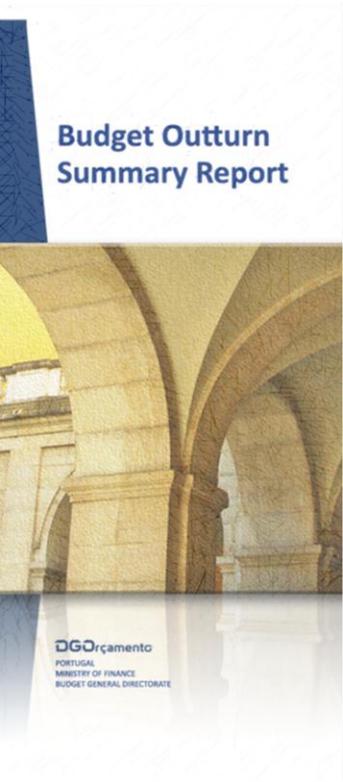
Rationalizing Government Fiscal Reporting – Dimensions

SOURCE: OECD, 2017



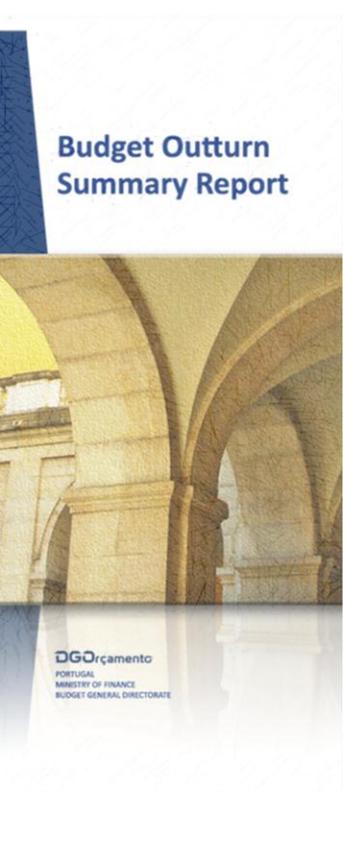


<http://www.dgo.pt/execucaoorcamental/Paginas/Sintese-da-Execucao-Orcamental-Mensal.aspx?Ano=2017&Mes=Abril>

PRESENTATION**Budget Outturn
Summary Report**DGOçamento
PORTUGAL
MINISTRY OF FINANCE
BUDGET GENERAL DIRECTORATE

- Similar structure between Fiscal Reports related to Budget, monthly and year-end implementation
- Clear bridging between monthly implementation data, approved Budget and previous year implementation
- Consolidated accounts, revenue and expenditure by nature – economic categories
- Other forms of presentation: by General Government subsector; by State Functions; by ministries; facts with specific and temporary effects on accounts; National Health Service financial information; revenue analysis regarding Tax and Non-tax revenue

TIMELINESS

- 
- The image shows the cover of a report titled "Budget Outturn Summary Report". The cover features a photograph of a grand, arched interior space, likely a government building. The text "Budget Outturn Summary Report" is prominently displayed in the upper left. At the bottom left, the logo for "DGOçamento" is visible, along with the text "PORTUGAL MINISTRY OF FINANCE BUDGET GENERAL DIRECTORATE".
- Clear and publicly available timetable, involving an efficient management process and inter-institutional cooperation
 - Monthly General Government accounts and all subsector accounts are disclosed on the following month (since November 2012), as for all information included in this report
 - Disclosure with a public and political impact, even overlapping year-end reports due to its complex and late disclosure - June of following year
 - Adequate disclosure gap over implementation, combined with other in-year reporting, provides a solid and regular basis for external control entities judgement and analysis - Parliamentary Budget Office and Court of Auditors

CONTENT

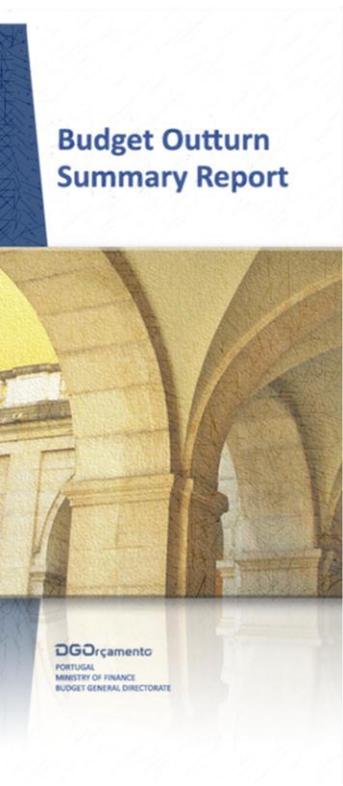
- Contents disclosed have increased continuously for the past 10 years, including: General Government analysis; State financial assets; National Health Service - financial information; Reclassified operation on a National Accounts basis (ESA)
- Adequate analytical sequence from the “big picture” to the detail, and fragmenting the implementation in to comprehensive parts, with focused summaries
- A set of statistical tables and analytical tables supports the reporting
- Questions from external control entities are taken into account aiming for the best transparency solutions
- A public inquiry is carried out to access possible improvement
- Fiscal Reports in cash and additional elements bridging to Nacional Accounts - EUROSTAT ESA



Budget Outturn
Summary Report

DGOçamento
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ACCESSIBILITY

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Budget Outturn
Summary Report

- Government and external control entities - Parliamentary Budget Office and Court of Auditors – have full access to underlying Budget and implementation data
- Statistical annexes are available online on spreadsheet
- An interactive online application is available providing simple presentation using infographics and charts
- The online tool provides data related to State Budget, monthly implementation and year-end report information, using selectable criteria
- A list of all public entities relevant to the General Government accounts is disclosed

UNDERSTANDABILITY



- Clear, direct and accessible/common language with references to legal framework, including some insights about the processes or accounting standards
- Focus on most relevant elements of budget implementation, clarification and explanation of some relevant facts or operations or special (one-off) items affecting the analysis
- A glossary of technical terms is continuously revised and enriched
- The Secretary of State for the Budget Cabinet issues a monthly press release associated with each publication
- A monthly outturn summary and a bilingual version of the statistical annexes are available

QUALITY

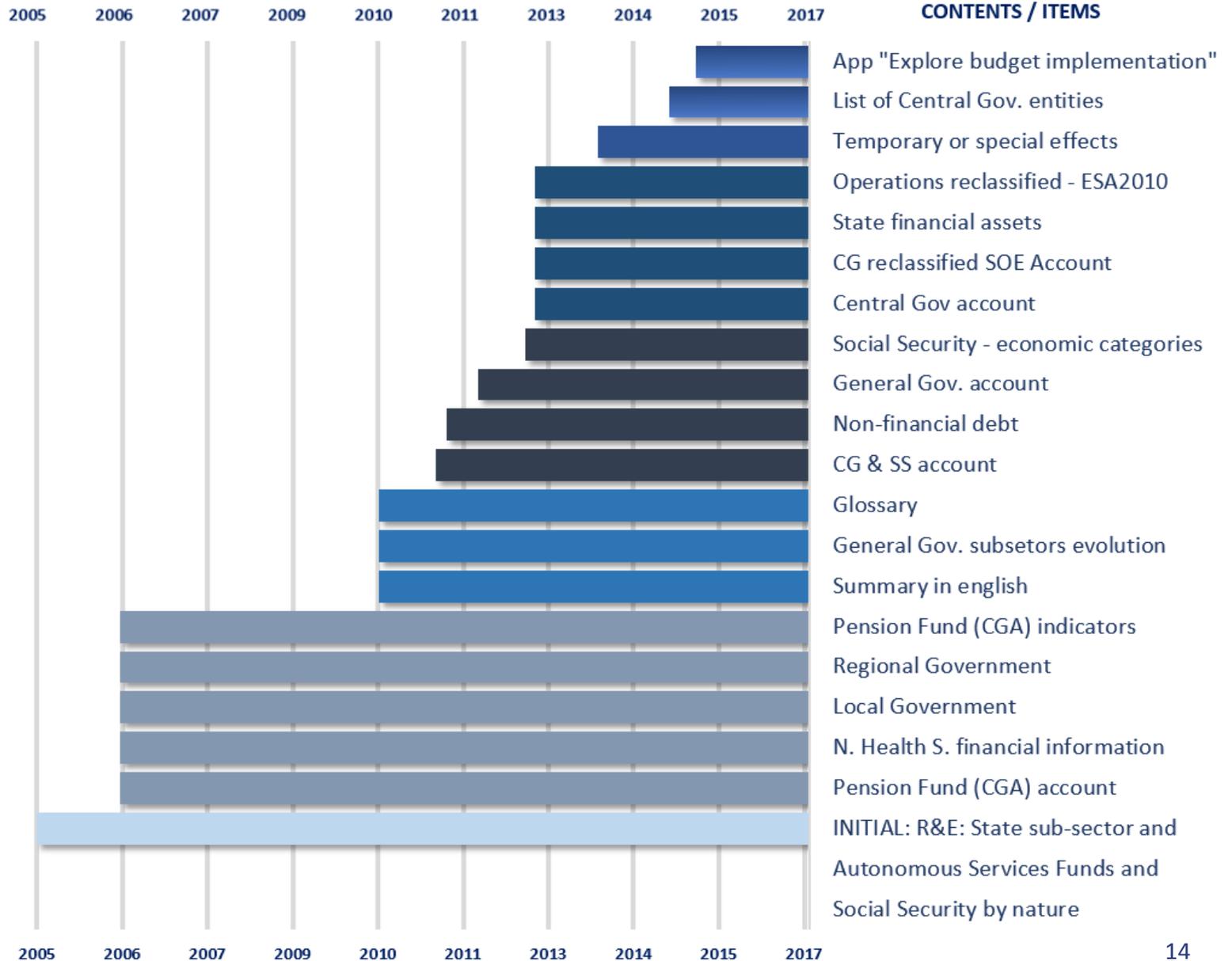
Budget Outturn
Summary Report

- Use of technical criteria in the evaluation of explanation factors
- Standardization of various analytical components which are prepared by independent entities
- Systematic identification of special situations or one-off operations affecting analysis, being listed in a specific annex
- Identification of reporting non-complying entities and usage of individual provisional data in order to avoid analysis distortion
- External control entities mainly the Court of Auditors and Parliamentary Budget Office issue comments and recommendation
- External control entities issue their own Fiscal Reports based on Reporting and data made available by the Budget General Directorate

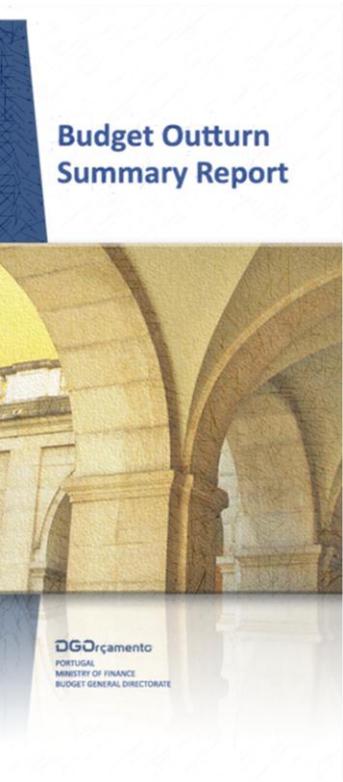
Budget Outturn Summary Report



DGOçamento
PORTUGAL
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FUTURE CHALLENGES



Budget Outturn
Summary Report

- Full integration of accrual basis accounting in fiscal reporting
- Combining financial and management information
- Enlargement of the “open data” scope allowing users to explore more detailed information
- It would be useful to streamline the elements of the various fiscal reporting



Thank You!

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