REPÚBLICA PORTUGUESA

Orçamento do Estado 2027

BUDGET AT A GLANCE

Orçamento do Estado

EXPLANATORY NOTE

The ***Budget 2027 at a Glance*** is a publication of the Ministry of Finance.

It is based on the report that accompanies the State Budget Proposal for 2027.

Unless otherwise stated, the source of the data published here is the Ministry of Finance.

In the event of any inconsistency, the values of the original budget documents prevail (Draft State Budget law, Report, Budget statements and Informational elements).

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Main economic indicators

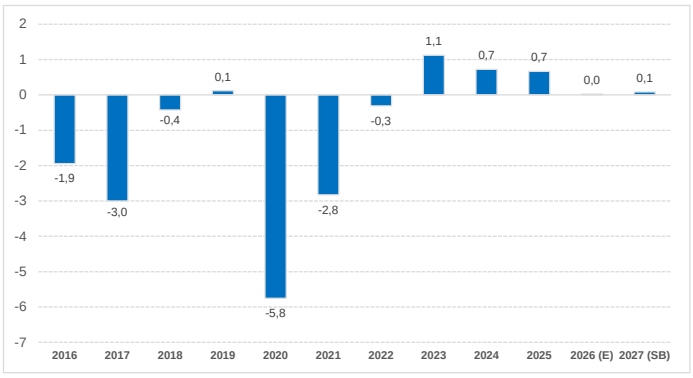
	Unit	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026 Estimate	2027 Forecast
Nominal GDP	€ million	**170 676**	**173 187**	**179 393**	**186 381**	**195 509**	**204 998**	**214 490**	**201 033**	**216 494**	**243 957**	**270 353**	**291 153**	**308 538**	**325 495**	**340 535**
Nominal GDP	%	1,3	1,5	3,6	3,9	4,9	4,9	4,6	-6,3	7,7	12,7	10,8	7,7	6,0	5,5	4,6
GDP	real change, %	**-1,0**	**0,7**	**1,6**	**2,0**	**3,3**	**2,9**	**2,7**	**-8,2**	**5,6**	**7,0**	**3,1**	**2,7**	**1,9**	**2,3**	**2,1**
Private consumption	"	-1,2	2,3	1,8	2,4	1,8	2,6	3,5	-6,8	4,9	5,6	2,4	3,0	3,7	3,1	2,1
Public consumption	"	-2,2	-0,5	0,7	1,0	0,1	0,5	2,1	0,4	3,8	1,7	1,8	2,1	2,1	1,7	1,2
Investment (GFCF)	"	-4,7	2,2	6,0	2,7	11,6	6,2	5,5	-2,3	7,8	3,3	6,0	4,7	4,3	5,7	2,0
Exports	"	7,3	4,3	6,3	4,7	8,4	4,3	4,0	-18,3	12,0	17,2	4,3	3,4	0,0	3,5	3,1
Imports	"	4,7	8,0	8,1	5,2	8,0	4,9	5,1	-11,6	12,3	11,3	2,3	4,1	4,6	6,0	2,8
Contribution to real GDP growth	p.p.															
Domestic demand	"	-1,9	2,0	2,2	2,2	3,1	3,2	3,2	-5,1	5,9	4,9	2,2	3,0	4,0	3,5	2,1
Net external demand	"	0,9	-1,2	-0,6	-0,2	0,2	-0,2	-0,4	-3,1	-0,4	2,1	0,9	-0,3	-2,1	-1,2	0,1
Prices																
GDP deflator	rate of change, %	2,3	0,7	2,0	1,9	1,5	1,9	1,8	2,1	2,0	5,3	7,5	4,9	4,0	3,1	2,5
Inflation rate (HICP)	%	0,4	-0,2	0,5	0,6	1,6	1,2	0,3	-0,1	0,9	8,1	5,3	2,7	2,2	2,9	2,3
Labour market																
Employment (national accounts)	rate of change, %	-2,9	1,5	1,5	1,8	3,3	2,4	0,8	-2,0	1,4	3,7	2,0	0,8	2,3	1,7	1,4
Unemployment rate	%	17,2	14,5	12,9	11,5	9,2	7,2	6,6	7,0	6,7	6,1	6,5	6,4	6,0	5,8	5,7
Labour productivity	rate of change, %	2,0	-0,8	0,1	0,2	0,0	0,5	1,9	-6,3	4,1	3,1	1,1	1,9	-0,4	0,6	0,7
Current and capital accounts																
Current + capital accounts balance	% of GDP	2,5	1,3	1,5	1,8	2,0	1,5	1,3	0,1	0,8	-1,3	1,7	3,3	2,5	1,6	1,2
Current account balance	"	0,8	-0,1	0,2	0,9	1,2	0,4	0,4	-0,9	-0,9	-2,3	0,4	2,2	1,0	-0,3	-0,4
Of which: goods and services account	"	1,1	0,1	0,7	1,2	1,1	0,6	0,5	-2,0	-2,8	-2,4	1,2	2,1	0,7	-0,7	-0,6
Capital account balance	"	1,7	1,3	1,3	1,0	0,9	1,1	0,9	1,1	1,7	0,9	1,4	1,1	1,5	1,8	1,6

Public finances (ESA 2010)

€ million	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026 Estimate	2027 Budget	2026 Rate of change (%)	2027 Rate of change (%)
Current revenue	**75 573**	**77 276**	**78 985**	**82 379**	**86 914**	**90 554**	**86 111**	**93 714**	**104 706**	**113 763**	**122 071**	**128 849**	**138 620**	**140 879**	**7,6**	**1,6**
Taxes on production and imports	24 722	26 207	27 564	29 186	30 871	32 241	29 276	32 465	36 512	38 725	41 619	44 510	46 746	48 667	5,0	4,1
Taxes on income and wealth	18 796	19 274	18 814	19 445	20 679	20 865	20 093	20 784	25 693	28 599	29 496	30 804	31 576	32 219	2,5	2,0
Social contributions	20 458	20 784	21 610	22 693	23 860	25 360	25 599	27 334	29 685	32 815	35 832	38 745	41 815	44 636	7,9	6,7
Sales	6 606	6 719	6 822	6 898	7 171	7 378	6 475	6 913	7 754	8 224	9 009	8 761	8 940	9 127	2,0	2,1
Other current revenue	4 991	4 291	4 174	4 157	4 334	4 710	4 668	6 218	5 062	5 401	6 116	6 029	9 543	6 230	58,3	-34,7
Capital revenue	**1 224**	**1 375**	**1 014**	**680**	**939**	**813**	**1 079**	**2 664**	**1 570**	**2 907**	**2 763**	**3 845**	**7 939**	**2 477**	**106,5**	**-68,8**
Total revenue	**76 797**	**78 651**	**79 999**	**83 059**	**87 853**	**91 366**	**87 190**	**96 378**	**106 276**	**116 671**	**124 834**	**132 694**	**146 559**	**143 356**	**10,4**	**-2,2**
Current expenditure	**78 992**	**79 034**	**79 945**	**80 469**	**82 559**	**85 050**	**89 830**	**94 259**	**98 021**	**102 860**	**112 518**	**118 843**	**129 047**	**132 435**	**8,6**	**2,6**
Compensation of employees	20 485	20 334	20 911	21 403	22 040	23 152	23 937	25 042	25 977	27 820	30 353	32 631	34 171	35 983	4,7	5,3
Intermediate consumption	9 744	9 906	10 269	10 484	10 747	10 917	10 923	11 966	13 156	14 026	14 907	15 408	17 440	16 744	13,2	-4,0
Social payments	34 516	35 107	35 571	36 116	37 360	38 955	40 339	41 869	45 012	46 963	51 847	55 011	57 801	59 991	5,1	3,8
Interest	8 334	8 133	7 633	7 299	6 806	6 227	5 697	5 118	4 608	5 553	5 983	6 028	6 669	8 217	10,6	23,2
Subsidies	1 139	992	916	806	781	950	3 673	4 256	2 746	2 017	2 126	1 788	2 222	1 936	24,2	-12,9
Other current expenditure	4 774	4 563	4 646	4 360	4 824	4 848	5 261	6 008	6 523	6 480	7 303	7 976	10 744	9 564	34,7	-11,0
Gross fixed capital formation	**3 449**	**4 043**	**2 890**	**3 497**	**3 797**	**3 962**	**4 645**	**5 589**	**5 807**	**6 956**	**7 812**	**8 843**	**14 035**	**9 687**	**58,7**	**-31,0**
Other capital expenditure	**7 107**	**3 601**	**786**	**4 963**	**2 370**	**2 105**	**4 278**	**2 647**	**3 206**	**3 825**	**2 396**	**2 962**	**3 390**	**959**	**14,5**	**-71,7**
Total expenditure	**89 549**	**86 677**	**83 621**	**88 929**	**88 726**	**91 117**	**98 754**	**102 495**	**107 034**	**113 641**	**122 727**	**130 648**	**146 472**	**143 081**	**12,1**	**-2,3**
Overall balance	**-12 752**	**-8 026**	**-3 622**	**-5 870**	**-873**	**249**	**-11 564**	**-6 117**	**-757**	**3 030**	**2 107**	**2 045**	**86**	**275**	**:**	**:**
Overall balance (% of GDP)	**-7,4**	**-4,5**	**-1,9**	**-3,0**	**-0,4**	**0,1**	**-5,8**	**-2,8**	**-0,3**	**1,1**	**0,7**	**0,7**	**0,0**	**0,1**	**:**	**:**
Memo:																
Primary balance (% of GDP)	-2,6	0,1	2,2	0,7	2,9	3,0	-2,9	-0,5	1,6	3,2	2,8	2,6	2,1	2,5	:	:
Maastricht debt (% of GDP)	**132,5**	**131,0**	**131,2**	**126,0**	**121,1**	**116,1**	**134,1**	**123,9**	**111,2**	**96,9**	**93,0**	**89,2**	**87,5**	**84,5**	**:**	**:**

Overall balance

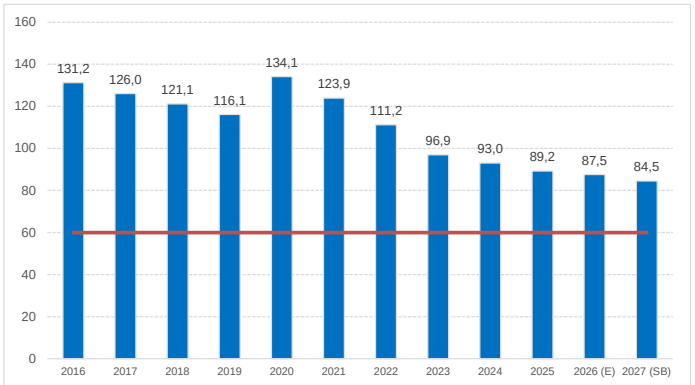
(percentage of GDP



Sources: Statistics Portugal and Ministry of Finance.

Public debt

(percentage of GDP)



Sources: Banco de Portugal and Ministry of Finance.

Main budgetary measures

REVENUE

Main budgetary measures	2027	
	Incremental	% GDP
Revenue	**-84**	**0,0**
VAT	**206**	**0,1**
Housing - VAT reduction on housing construction from 23% to 6% (i)	-94	0,0
Fighting tax fraud in the fuel sector	300	0,1
PIT	**-477**	**-0,1**
Housing - PIT reduction for moderate rents from 25% to 10% (i)	-209	-0,1
PIT income bracket and specific deduction update (i)	-431	-0,1
Revenue resulting from wage increase (i)	284	0,1
Update of the minimum existence threshold	-121	0,0
CIT	**-176**	**-0,1**
1 p.p. cut on CIT rates (i)	-300	-0,1
Tax credit for corporate investment (i)	124	0,0
Social contributions	**363**	**0,1**
Revenue resulting from wage increase (i)	363	0,1

Note: (i) no policy change.

EXPENDITURE

Main budgetary measures	2027	
	Incremental	% GDP
Expenditure	**1 048**	**0,3**
Compensation of employees	**948**	**0,3**
Income increase agreements (i)	587	0,2
Minimum wage increase (i)	116	0,0
Collective wage increase (i)	244	0,1
Social Benefits	**100**	**0,0**
Solidarity Supplement for the Elderly (CSI) reinforcement	100	0,0

Note: (i) no policy change.

One-off measures

One-off measures	2027	
	M€	% GDP
Expenditure	**686**	**0,2**
Algarve Litoral compensation /IP indemnity	286	0,1
Emergency measures in response to storm Kristin	400	0,1
Impact on overall balance	**-686**	**-0,2**

General government accounts: public accounting

(millions of euros)

	2026 Estimate					2027 Budget				
	Central Government	Regional and Local Government	Social Security Funds	Central Government and Social Security Funds	General Government	Central Government	Regional and Local Government	Social Security Funds	Central Government and Social Security Funds	General Government
Current Revenue	**90 075**	**18 478**	**49 792**	**123 490**	**133 768**	**93 811**	**18 387**	**53 148**	**129 514**	**139 785**
Direct taxes	29 673	5 767	0	29 673	35 439	30 424	5 627	0	30 424	36 050
Indirect taxes	38 960	1 516	252	39 212	40 729	41 106	1 617	258	41 364	42 981
Social security contributions	4 870	0	32 361	37 231	37 231	4 460	0	34 896	39 356	39 356
Other current revenue	16 572	11 195	17 179	17 373	20 368	17 820	11 143	17 994	18 369	21 397
(of which: transfers from other General Government subsectors)	2 406	7 592	13 838	178	0	2 568	7 761	14 794	167	0
Capital Revenue	**4 857**	**4 307**	**3**	**4 851**	**6 536**	**2 456**	**2 054**	**3**	**2 457**	**3 892**
(of which: transfers from other General Government subsectors)	19	2 609	2	13	0	14	607	2	12	0
Effective Revenue	**94 932**	**22 785**	**49 795**	**128 341**	**140 304**	**96 267**	**20 440**	**53 151**	**131 972**	**143 677**
Current Expenditure	**91 131**	**15 367**	**41 842**	**116 596**	**123 763**	**97 888**	**15 124**	**44 539**	**124 982**	**131 991**
Compensation of Employees	24 696	6 955	383	25 079	32 034	26 056	7 300	409	26 465	33 766
Purchase of good and services	15 148	5 266	189	15 337	20 603	15 110	4 950	157	15 267	20 217
Interest and other charges	7 022	305	8	6 958	7 225	8 380	317	15	8 290	8 575
Current transfers	42 169	1 420	40 116	65 792	59 443	43 763	1 439	42 474	69 165	62 677
(of which: transfers to other General Government subsectors)	21 608	178	2 478	7 592	0	22 253	167	2 579	7 761	0
Subsidies	1 487	1 202	1 137	2 384	2 982	992	893	1 470	2 194	2 932
Other current expenditure	610	217	8	1 046	1 476	3 587	225	13	3 600	3 825
Capital Expenditure	**12 789**	**6 022**	**190**	**12 970**	**16 371**	**8 193**	**4 284**	**230**	**8 422**	**12 087**
Investments	7 208	5 404	152	7 360	12 764	6 558	3 693	166	6 724	10 417
Capital transfers	5 436	584	38	5 440	3 402	1 583	551	64	1 645	1 578
(of which: transfers to other General Government subsectors)	2 642	13	0	2 609	0	609	12	0	607	0
Other capital expenditure	145	34	0	170	204	52	40	0	52	93
Effective Expenditure	**103 920**	**21 389**	**42 032**	**129 566**	**140 133**	**106 082**	**19 409**	**44 769**	**133 404**	**144 078**
Overall balance	**-8 988**	**1 396**	**7 763**	**-1 225**	**171**	**-9 815**	**1 032**	**8 383**	**-1 433**	**-401**
% of GDP	**-2,8%**	**0,4%**	**2,4%**	**-0,4%**	**0,1%**	**-2,9%**	**0,3%**	**2,5%**	**-0,4%**	**-0,1%**

Effective expenditure by legacy programmes

(Central Administration, cash basis, excluding provisional and centralized allocations)

Programmes (€ million)	2026		2027	2027 change		2027
	Budget	Estimate	Budget	€ million	%	% GDP
Sovereignty	7 272	7 451	7 657	385	5	2,2
Governance	747	672	786	39	5	0,2
Foreign Affairs	485	487	512	27	6	0,2
Finance	9 007	10 677	8 951	-56	-1	2,6
Public Debt Management	7 110	7 088	8 512	1 402	20	2,5
Economy	2 923	2 272	1 344	-1 579	-54	0,4
Territorial Cohesion	812	1 194	427	-385	-47	0,1
State Reform	140	250	108	-32	-23	0,0
Defense	3 769	3 726	3 793	24	1	1,1
Infrastructures and Housing	6 888	6 068	5 989	-899	-13	1,8
Justice	2 025	1 944	2 128	103	5	0,6
Internal Security	3 152	2 884	3 154	1	0	0,9
Education	7 543	7 177	8 324	781	10	2,4
Higher Education, Science and Innovation	3 924	3 824	3 969	45	1	1,2
Health	17 236	18 062	17 803	567	3	5,2
Labour, Solidarity & Social Security	28 501	28 047	30 270	1 769	6	8,9
Environment & Energy	2 443	2 290	2 235	-209	-9	0,7
Culture	626	603	615	-11	-2	0,2
Youth and Sport	156	156	173	17	11	0,1
Agriculture & Maritime Affairs	1 681	1 813	1 624	-56	-3	0,5

Main public investments

(millions of euros)

Investments (€ million)	2026 (a)	2027	Project total
An income policy that values work and savings, merit and social justice	**34**		**98**
Promoting inclusion	34		98
State reform and the fight against bureaucracy: simplifying life for citizens and businesses	**321**	**24**	**560**
Reform of governance, organization and service delivery in the public administration sector	199	24	389
Innovation, entrepreneurship and digitalization	122		171
Generating economic value, accelerating growth and increasing value added	**921**	**9**	**1 765**
Aligning vocational training with labour market needs and added value	300		654
Access to financing and business growth	21		25
Strengthening the conditions to enable all researchers to achieve greater impact	200	8	321
Reducing inequalities and promoting investment beyond major urban centres	66		70
Enhancing productivity and value added in primary sectors	93	1	170
Expanding opportunities and improving living conditions for young people in Portugal	242		526
Ensuring essential services with quality for everyone through complementarity between public, private and social provision	**2 644**	**633**	**6 118**
Tackling inequalities in access to healthcare			15
Digital transformation in healthcare	246		390
Investments in the National Health Service (SNS)	236	43	666
Modernising the education system and empowering public schools: greater autonomy to teach	177	72	615
Improving learning outcomes: a rigorous and flexible curriculum for times of incertainty	1		20
Digital transformation of the education information system	72		584
Cultural heritage	185		325
Diversifying mobility options	210	496	1 651
Accelerating the modal shift towards public transport	1 516	23	1 853
Closer policing, faster justice and tackling corruption	**158**	**131**	**513**
Investing in advanced technologies to enhance security forces' surveillance capabilities	4	2	50
Strengthening Security Forces' operational capabilities, particularly to combat serious and violent crime, drug trafficking and organised crime			37
Strengthening the operational capabilities of emergency and civil protection services			17
Expediting judicial proceedings	9	16	24
Digital tansformation of the Justice System	132	114	360
Promoting crime prevention and strengthening law enforcement capabilities	13		24
Building Portugal: a collective effort to overcome the housing crisis	**2 905**	**1 061**	**7 522**
Mobilising State-owned property assets and increasing housing supply	65	15	181
Regenerating and expanding urban areas through integrated and planned development	2 840	1 046	7 341
Infrastructure that drives Portugal's development	**1 883**	**1 070**	**16 163**
Modernising the rail network and implementing the national railway plan to deliver a modern and competitive passenger and freight transport system	639	736	13 648
Expanding and modernising the road network	229	107	960
Modernising energy infrastructure to enhance national competitiveness	843	168	1 265
Ensuring the State's capacity to provide public services and functions	74	0	83
Ensuring coordinated and integrated planning of public investment	99	59	207
Water that Unites: safeguarding the future	**47**	**33**	**316**
Ensuring water supply security for the population and economic sectors while preventing hydrological crises		10	26
Expanding and modernising agricultural water infrastructure	14		52
Expanding and modernising water storage infrastructure	20	23	155
Restoring rivers and ecosystems	10	0	60
Reforming water resources management	4		23
Strategic Plan to strengthen defence investment	**625**	**339**	**4 269**
Meeting investment commitments within NATO and multilateral organisations	112	102	1 180
Developing and enhancing the capabilities of Portugal's defence industry	52	22	228
Ensuring fully capable Armed Forces	453	216	2 850
Deepening european integration and enlargement	9		11
Total	**9 540**	**3 301**	**37 325**

Note: (a) Amounts resulting from the report referring to the first half of 2026.


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