
HM Treasury

Public Expenditure System

PES (2006) 15g

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Secretariat: 020 7270 5525

PES (2006) 15 ANNEX G TOTAL EXPENDITURE ON SERVICES

TOTAL EXPENDITURE ON SERVICES

Total Expenditure on Services (TES) is the spending aggregate that is used as the framework for the analyses of spending by country and region, and the functional analyses in PESA. A full definition is given in [Appendix E](#) of PESA 2006.

TES is a measure of total public sector expenditure, and covers most expenditure in Total Managed Expenditure (TME). TME is measure of total public sector expenditure drawn from National Accounts. TES is worth approximately 95% of TME.

TES is a near-cash measure of spending in that it excludes all non-cash items such as cost of capital charges. It is measured by adding together the relevant bits (i.e. bits that score to TME) of: (a) central government spending in departments' budgets (DEL and AME), but excluding finance to local authorities and public corporations; (b) total spending by local authorities (attributed to departments on COINS, but outside departments' budgets); and (c) spending by public corporations that scores in TME (mainly capital, plus PC payments of debt interest to the private sector). A TES to DEL/AME reconciliation for each department consistent with the CRA 2007 datasets will be included with the data on 21st December 2006.