

3.1 The analyses in this chapter give a picture of changes in government expenditure over recent years, adjusted as far as possible so that figures for outturn years are based on current allocations of responsibilities between departments and on current definitions for the aggregate spending measures.

3.2 Data in this chapter are a mix of cash and accruals. All outturn data for Total Expenditure on Services up until 1997-1998 are on a cash basis. Outturn for 1998-99 to 2004-05 are on an accruals basis, as are estimated outturn data for 2005-06 and plans data, where shown, for 2006-07 and 2007-08. All outturn data (to 2004-05) in the tables in this chapter are National Statistics.

What's new

3.3 PESA 2006 now uses the cautious case for the GDP forecast when showing spending as a percentage of GDP for plan years – see Appendix A.

Public expenditure aggregates

3.4 Table 3.1 shows trends in public expenditure over the years 1967-68 to 2007-08 in nominal and in real terms and as a percentage of Gross Domestic Product (GDP). The table shows three spending aggregates in these ways: public sector current expenditure, public sector net investment and Total Managed Expenditure (TME). Data for a fourth aggregate, public sector depreciation, are shown in nominal terms only. Data for all these aggregates for the years up to 2004-05 are taken from the public sector accounts compiled by the Office for National Statistics (ONS). The public sector accounts are a part of the national accounts that is updated monthly. Public sector capital expenditure (or gross investment) less public sector depreciation equals public sector net investment. Public sector capital expenditure plus public sector current expenditure is equal to TME – which is a measure of total public sector spending drawn from national accounts. Figures for 2005-06 are estimated outturn and for 2006-07 onwards are projections produced by the Treasury.

Total Expenditure on Services by function

3.5 The key concept to understand in the derivation of the public expenditure by function series is Total Expenditure on Services (TES). This is the spending aggregate that is allocated to function and covers most expenditure by the public sector that is included in TME.

3.6 TES includes central government spending but excludes the part of this that is finance to local authorities and capital finance to public corporations. This central government own expenditure is then combined with actual spending by local authorities and public corporations to give total public sector expenditure. TES is a near-cash measure of spending in that it excludes all non-cash items such as depreciation and cost of capital charges. Full details of the definition of TES and the relationship to departments' budgets are available in appendix E.

3.7 Table 3.2 shows a longer time series, from 1987-88 to 2005-06, for TES by function, at a high level of aggregation. Tables 3.3 and 3.4 present the material in Table 3.2 in real terms and as a percentage of GDP. These tables cover outturn years and give estimated outturns for 2005-06.

3.8 Table 3.6 provides the most detailed analysis of TES by function for the years 2000-01 to 2005-06. The functional categories are based on the UN Classification of the Functions of Government (COFOG), the international standard. The classification system used is entirely consistent with the top-level functional breakdown of UN COFOG. At the more detailed sub-function level, although not the same, there is considerable overlap with UN COFOG. Further information on the classification and relationship to UN COFOG is available from the Treasury website: http://www.hm-treasury.gov.uk/economic_data_and_tools/finance_spending_statistics/pes_function/function.cfm.

Relationship between functional series and departments

3.9 Table 3.5 shows TES by function split across the different government departments for 2004-05. Departmental spending can be spread across a variety of functions, particularly in the case of the devolved administrations.

Total Expenditure on Services by economic category

3.10 The economic significance of components of public spending depends on their nature, for example whether they are transfer payments or expenditure on goods and services, current or capital. Table 3.7 breaks down TES into its component economic categories.

Total Managed Expenditure split by spending sector and current and capital spending

3.11 Tables 3.8 and 3.9 give a functional breakdown of the current and capital expenditure of central and local government and public corporations for outturn years (2000-01 to 2005-06), and for central government and public corporation spending for the plans years (2006-07 and 2007-08). A functional split of local authority spending is not available for future years as the allocation of spending between services is a matter for individual local authorities, and there is no aggregate information of their plans at this level of detail.

Asset Sales

3.12 Table 3.10 shows actual and estimated outturn public sector receipts from asset sales from 2000-01 through to 2005-06, across the whole of the UK. Figures are shown separately for central government, local authorities, and public corporations. A further figure is provided for general government, which is the sum of central government and local authority data. The data are further disaggregated between receipts from sale of land and buildings and other receipts. Income in this table includes income from asset sales between public sector bodies. Receipts from sale of financial assets are excluded.

Methods and data quality for long run TES series

3.13 Our aim is that the data in the long run tables should be broadly consistent over the table in the attribution of spending to functions.

3.14 Data for the long run TES series for years before 200001 are not taken directly from the currently live public expenditure database that is maintained by Government departments (see Appendix A). Summary data from the live database were downloaded into a spreadsheet at the point at which the database ceased to be live and was archived. Normally, distant outturn data are no longer subject to adjustment.

3.15 However, sometimes reclassifications affect the long run functional series. Those include ONS decisions for the national accounts (eg the decision to reclassify the BBC to the central government sector – see Appendix A) and decisions taken by the Treasury in conjunction with departments to improve the allocation of spending to functions.

3.16 Only the larger classification changes are taken back to the historical years. This is based on a judgement made of the relative change in expenditure of the spending function concerned.

3.17 When reclassifications are taken back to the historical series we open the archived copies of the original detailed database in order to find the relevant data. We can then adjust the numbers in the spreadsheet. Because of changes in recording practices over time there is a risk that we will not find the right number. Further, if a data series needs to be split across functions it is not normally possible at this distance in time to establish the right split to apply. So, after discussions with departments via spending teams, we use simple procedures such as applying the same percentage split as has been made to the live data.

3.18 These factors mean that the attribution of spending to functions in the historical years is less accurate than in the live years. TES functional numbers in the longrun series are presented as accurate to within £100m. That may, in some cases, overstate the accuracy of the figures due to rounding and so small differences in figures or rates of change should be disregarded.

Table 3.1 Public expenditure aggregates, 1967–68 to 2007–08

Outturn data in this table up to 2004–05 fall within the scope of National Statistics

	Public sector current expenditure			Depreciation	Public sector net investment			Total Managed Expenditure		
	Cash £ billion	Real terms ⁽¹⁾ £ billion	Percentage of GDP	Cash £ billion	Cash £ billion	Real terms ⁽¹⁾ £ billion	Percentage of GDP	Cash £ billion	Real terms ⁽¹⁾ £ billion	Percentage of GDP
1967-68	13.7	165.0	33.6	1.5	2.9	35.0	7.1	18.2	218.2	44.5
1968-69	14.7	168.9	33.2	1.7	2.8	32.3	6.4	19.2	220.2	43.3
1969-70	15.6	169.5	32.7	1.8	2.8	30.2	5.8	20.2	219.5	42.4
1970-71	17.3	173.3	32.6	2.1	3.2	32.5	6.1	22.6	226.6	42.7
1971-72	19.7	181.5	33.3	2.3	3.1	28.7	5.3	25.1	231.5	42.5
1972-73	22.2	189.2	33.1	2.6	3.2	27.5	4.8	28.1	239.0	41.9
1973-74	26.2	208.1	35.1	3.1	3.9	31.0	5.2	33.2	264.1	44.5
1974-75	34.6	230.3	38.8	4.0	4.9	32.8	5.5	43.6	289.9	48.9
1975-76	44.3	235.1	39.9	5.1	6.1	32.1	5.5	55.5	294.2	49.9
1976-77	51.8	242.1	39.9	6.0	5.6	26.3	4.3	63.3	296.3	48.8
1977-78	58.0	238.7	38.4	6.8	4.3	17.9	2.9	69.1	284.6	45.8
1978-79	66.3	245.8	38.4	7.7	4.2	15.5	2.4	78.2	289.9	45.3
1979-80	79.4	252.1	38.2	9.1	4.5	14.4	2.2	93.1	295.5	44.8
1980-81	96.6	259.6	40.8	10.9	4.3	11.6	1.8	111.8	300.5	47.3
1981-82	110.6	271.2	42.6	11.9	2.4	5.9	0.9	124.9	306.3	48.1
1982-83	120.9	277.0	42.7	12.3	4.2	9.7	1.5	137.5	315.0	48.5
1983-84	130.4	285.7	42.3	12.8	5.5	12.0	1.8	148.7	325.8	48.2
1984-85	141.0	293.6	42.6	12.8	5.1	10.6	1.5	158.9	330.9	48.0
1985-86	148.7	293.6	41.0	12.1	4.5	8.9	1.2	165.3	326.4	45.6
1986-87	155.8	298.2	40.1	12.6	2.8	5.3	0.7	171.2	327.7	44.1
1987-88	166.4	301.7	38.6	12.3	2.8	5.2	0.7	181.5	329.1	42.1
1988-89	173.7	294.3	36.2	13.6	1.7	2.9	0.4	189.0	320.2	39.4
1989-90	187.4	296.5	35.7	14.7	6.3	9.9	1.2	208.4	329.6	39.7
1990-91	203.3	298.3	36.1	13.8	8.2	12.0	1.4	225.3	330.5	40.0
1991-92	228.4	316.0	38.4	12.4	10.9	15.1	1.8	251.7	348.2	42.3
1992-93	247.3	331.6	40.2	12.0	12.3	16.5	2.0	271.6	364.2	44.2
1993-94	261.2	341.5	40.0	12.1	10.2	13.3	1.6	283.5	370.7	43.4
1994-95	273.6	352.4	39.7	12.8	10.1	12.9	1.5	296.5	381.8	43.0
1995-96	285.7	357.8	39.1	13.3	10.0	12.5	1.4	308.9	386.9	42.3
1996-97	296.0	358.2	38.3	12.1	5.7	6.9	0.7	313.9	379.8	40.6
1997-98	303.4	356.6	36.8	12.2	5.3	6.2	0.6	320.9	377.1	38.9
1998-99	313.3	358.9	36.0	11.9	6.6	7.5	0.8	331.8	380.1	38.1
1999-00	326.2	366.4	35.4	12.3	4.8	5.4	0.5	343.3	385.7	37.2
2000-01	348.0	385.8	36.1	12.7	5.7	6.3	0.6	366.3	406.2	38.0
2001-02	366.2	396.2	36.4	13.1	10.3	11.1	1.0	389.6	421.5	38.7
2002-03	395.1	414.3	37.2	14.0	12.2	12.8	1.1	421.3	441.8	39.6
2003-04	428.8	438.2	38.3	14.3	14.5	14.8	1.3	457.6	467.6	40.8
2004-05	455.4	455.4	38.7	15.0	20.7	20.7	1.8	491.0	491.0	41.7
2005-06	481.9	472.0	39.4	15.6	25.7	25.2	2.1	523.2	512.4	42.7
2006-07	506.7	484.5	39.6	16.8	28.8	27.5	2.2	552.3	528.1	43.1
2007-08	534.2	497.6	39.5	17.7	30.9	28.8	2.3	582.8	542.8	43.1

(1) Real terms figures are the cash figures adjusted to 2004–05 price levels using GDP deflators. For years 1987–88 to 2004–05 deflators are calculated from the latest data from the Office for National Statistics (released 29 March 2006). From 2005–06, deflators are consistent with the March 2006 Financial Statement and Budget Report.

Table 3.2 Total Expenditure on Services by function, 1987–88 to 2005–06

	cash, £ billion															accruals, £ billion			
	National Statistics																		
	1987–88 outturn	1988–89 outturn	1989–90 outturn	1990–91 outturn	1991–92 outturn	1992–93 outturn	1993–94 outturn	1994–95 outturn	1995–96 outturn	1996–97 outturn	1997–98 outturn	1998–99 outturn	1999–00 outturn	2000–01 outturn	2001–02 outturn	2002–03 outturn	2003–04 outturn	2004–05 outturn	2005–06 estimated outturn
General public services	3.7	4.1	5.2	5.6	6.2	6.4	6.4	6.5	6.8	6.8	6.7	7.7	8.4	8.4	9.7	10.1	10.8	12.1	13.0
EU transactions	-1.6	-2.5	-1.5	-2.3	-4.1	-3.4	-4.7	-4.3	-4.1	-5.2	-3.7	-2.6	-2.7	-2.6	-4.8	-1.9	-2.2	-0.9	-0.0
International services	1.9	2.1	2.3	2.5	2.9	3.1	3.2	3.3	3.4	3.1	3.1	3.2	3.7	4.2	4.5	4.8	5.3	5.6	6.4
Public sector debt interest	19.7	20.2	20.9	20.5	18.3	19.0	20.8	23.5	26.8	28.1	29.7	29.4	25.4	26.6	22.7	21.8	23.1	24.9	26.6
Defence	19.1	19.4	21.0	22.0	23.2	23.8	23.5	23.3	22.5	22.1	21.6	24.4	25.0	25.6	25.4	27.0	28.8	29.8	31.1
Public order and safety	8.0	8.9	10.1	11.5	13.0	14.3	14.8	15.4	15.8	16.3	17.0	17.9	18.3	20.2	22.9	24.7	27.0	29.0	30.1
Enterprise and economic development	6.4	6.6	6.9	6.7	5.1	5.1	5.4	4.6	4.4	4.4	4.4	3.4	4.6	4.9	4.9	5.6	6.4	6.9	6.6
Science and technology	1.0	1.1	1.1	1.2	1.3	1.4	1.5	1.1	1.2	1.4	1.4	1.4	1.4	1.4	1.7	2.0	2.3	2.4	2.9
Employment policies	3.0	2.7	2.3	2.4	2.7	2.9	3.1	3.2	3.1	3.0	2.7	2.9	3.5	3.9	3.8	3.5	3.9	3.7	3.9
Agriculture, fisheries and forestry	2.2	2.0	1.9	2.6	2.6	2.7	3.6	3.2	3.7	5.3	4.5	4.4	4.3	4.7	6.4	4.8	5.3	5.4	5.9
Transport	6.5	6.4	7.4	8.5	9.4	11.0	10.2	11.7	11.1	9.6	8.8	8.0	8.4	9.2	10.9	12.9	15.9	16.1	18.4
Environment protection	2.3	2.6	2.8	3.2	3.5	3.7	3.5	3.9	4.2	3.8	4.2	4.3	4.8	5.0	5.4	5.9	6.1	6.9	8.5
Housing and community amenities	4.5	3.4	5.1	6.0	6.7	7.0	6.0	6.0	5.8	5.3	4.5	4.8	4.2	5.3	6.2	5.3	6.4	7.9	9.3
Health	20.4	22.5	24.3	27.2	31.1	34.4	36.8	39.6	41.6	42.9	44.7	47.1	49.5	54.3	59.8	66.2	74.7	82.5	89.4
Recreation, culture and religion	3.5	3.8	4.3	4.8	5.0	5.1	5.1	5.2	5.6	5.9	6.7	7.6	8.2	8.4	8.7	9.7	9.6	9.9	11.4
Education and training	21.2	23.1	25.9	28.0	31.3	33.1	34.6	36.2	37.0	37.8	38.6	40.1	42.2	45.9	51.0	54.7	60.9	65.4	69.7
<i>of which: Education</i>	20.4	22.0	24.6	27.0	29.8	32.1	33.4	35.0	35.8	36.4	37.4	38.8	40.9	44.5	49.8	53.3	59.2	63.7	67.9
Social protection	55.1	56.8	61.1	68.1	80.0	90.9	98.1	101.8	107.3	112.1	113.8	114.7	122.4	127.9	136.6	144.7	155.3	163.7	170.3
Unallocated ⁽¹⁾	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	-1.2
Total Expenditure on Services	176.9	183.1	201.2	218.5	238.3	260.5	271.7	284.2	295.9	302.6	308.7	318.6	331.6	353.2	375.7	402.1	439.6	471.5	502.4
Accounting adjustments	4.6	5.8	7.2	6.8	13.4	11.0	11.8	12.3	13.0	11.2	12.2	13.2	11.7	13.1	13.9	19.1	18.0	19.4	20.7
Total Managed Expenditure	181.5	189.0	208.4	225.3	251.7	271.6	283.5	296.5	308.9	313.9	320.9	331.8	343.3	366.3	389.6	421.3	457.6	491.0	523.2

(1) Includes allowance for shortfall and departmental unallocated provision.

Table 3.3 Total Expenditure on Services by function in real terms⁽¹⁾, 1987–88 to 2005–06

	cash, £ billion										accruals, £ billion								
	National Statistics																		
	1987–88 outturn	1988–89 outturn	1989–90 outturn	1990–91 outturn	1991–92 outturn	1992–93 outturn	1993–94 outturn	1994–95 outturn	1995–96 outturn	1996–97 outturn	1997–98 outturn	1998–99 outturn	1999–00 outturn	2000–01 outturn	2001–02 outturn	2002–03 outturn	2003–04 outturn	2004–05 outturn	2005–06 estimated outturn
General public services	6.7	7.0	8.2	8.2	8.6	8.6	8.3	8.4	8.5	8.2	7.9	8.8	9.5	9.3	10.5	10.6	11.0	12.1	12.7
EU transactions	-2.9	-4.3	-2.4	-3.3	-5.6	-4.5	-6.1	-5.5	-5.1	-6.3	-4.4	-3.0	-3.1	-2.9	-5.2	-2.0	-2.3	-0.9	0.0
International services	3.4	3.6	3.7	3.7	4.0	4.2	4.2	4.3	4.3	3.8	3.6	3.7	4.2	4.7	4.9	5.0	5.4	5.6	6.3
Public sector debt interest	35.8	34.2	33.1	30.0	25.3	25.5	27.2	30.2	33.5	34.0	34.9	33.6	28.5	29.5	24.6	22.9	23.6	24.9	26.0
Defence	34.6	32.9	33.2	32.2	32.1	32.0	30.7	30.0	28.1	26.7	25.4	28.0	28.1	28.4	27.5	28.4	29.4	29.8	30.5
Public order and safety	14.6	15.1	16.0	16.9	18.1	19.2	19.4	19.9	19.8	19.8	19.9	20.5	20.5	22.4	24.8	25.9	27.6	29.0	29.5
Enterprise and economic development	11.6	11.2	10.9	9.8	7.1	6.9	7.0	5.9	5.5	5.3	5.2	3.9	5.2	5.4	5.3	5.9	6.5	6.9	6.5
Science and technology	1.8	1.8	1.8	1.8	1.7	1.9	2.0	1.4	1.5	1.7	1.6	1.6	1.5	1.6	1.8	2.1	2.3	2.4	2.8
Employment policies	5.3	4.6	3.7	3.5	3.8	3.9	4.0	4.1	3.8	3.6	3.2	3.4	4.0	4.3	4.2	3.7	4.0	3.7	3.8
Agriculture, fisheries and forestry	4.0	3.3	3.0	3.8	3.6	3.6	4.7	4.1	4.6	6.4	5.3	5.0	4.8	5.2	7.0	5.0	5.4	5.4	5.8
Transport	11.8	10.8	11.7	12.5	13.0	14.7	13.4	15.0	13.9	11.7	10.4	9.2	9.4	10.2	11.8	13.6	16.3	16.1	18.0
Environment protection	4.2	4.3	4.4	4.8	4.8	4.9	4.6	5.0	5.3	4.5	5.0	4.9	5.4	5.5	5.8	6.2	6.3	6.9	8.4
Housing and community amenities	8.2	5.8	8.1	8.7	9.3	9.4	7.8	7.7	7.3	6.4	5.3	5.5	4.8	5.8	6.7	5.6	6.5	7.9	9.1
Health	36.9	38.2	38.5	39.9	43.0	46.1	48.1	51.0	52.1	51.9	52.5	53.9	55.7	60.3	64.7	69.4	76.4	82.5	87.6
Recreation, culture and religion	6.4	6.5	6.8	7.0	6.9	6.9	6.6	6.8	7.0	7.1	7.9	8.7	9.2	9.3	9.4	10.2	9.8	9.9	11.2
Education and training	38.5	39.2	40.9	41.1	43.3	44.4	45.3	46.6	46.3	45.7	45.4	45.9	47.4	50.9	55.2	57.4	62.2	65.4	68.3
<i>of which: Education</i>	37.0	37.3	38.8	39.6	41.2	43.1	43.7	45.0	44.9	44.1	44.0	44.5	45.9	49.3	53.9	55.9	60.5	63.7	66.5
Social protection	99.8	96.2	96.7	99.9	110.7	121.9	128.2	131.0	134.5	135.7	133.7	131.4	137.5	141.8	147.8	151.7	158.7	163.7	166.8
Unallocated ⁽²⁾	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	-1.2
Total Expenditure on Services	320.7	310.3	318.3	320.5	329.7	349.4	355.3	366.0	370.7	366.2	362.7	364.9	372.5	391.7	406.5	421.7	449.2	471.5	492.1
Accounting adjustments	8.4	9.9	11.3	10.0	18.5	14.8	15.4	15.8	16.2	13.6	14.4	15.2	13.1	14.5	15.0	20.1	18.4	19.4	20.3
Total Managed Expenditure	329.1	320.2	329.6	330.5	348.2	364.2	370.7	381.8	386.9	379.8	377.1	380.1	385.7	406.2	421.5	441.8	467.6	491.0	512.4

(1) Real terms figures are the cash figures adjusted to 2004–05 price levels using GDP deflators. For years 1987–88 to 2004–05 deflators are calculated from the latest data from the Office for National Statistics (released 29 March 2006). From 2005–06, deflators are consistent with the March 2006 Financial Statement and Budget Report.

(2) Includes allowance for shortfall and departmental unallocated provision.

Table 3.4 Total Expenditure on Services by function as a percentage of GDP⁽¹⁾, 1987–88 to 2005–06

	based on cash										based on accruals								
	National Statistics																		
	1987–88	1988–89	1989–90	1990–91	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
	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	outturn	estimated outturn
General public services	0.9	0.9	1.0	1.0	1.0	1.0	1.0	0.9	0.9	0.9	0.8	0.9	0.9	0.9	1.0	1.0	1.0	1.0	1.1
EU transactions	-0.4	-0.5	-0.3	-0.4	-0.7	-0.5	-0.7	-0.6	-0.6	-0.7	-0.5	-0.3	-0.3	-0.3	-0.5	-0.2	-0.2	-0.1	0.0
International services	0.4	0.4	0.4	0.4	0.5	0.5	0.5	0.5	0.5	0.4	0.4	0.4	0.4	0.4	0.4	0.5	0.5	0.5	0.5
Public sector debt interest	4.6	4.2	4.0	3.6	3.1	3.1	3.2	3.4	3.7	3.6	3.6	3.4	2.8	2.8	2.3	2.1	2.1	2.1	2.2
Defence	4.4	4.0	4.0	3.9	3.9	3.9	3.6	3.4	3.1	2.9	2.6	2.8	2.7	2.7	2.5	2.5	2.6	2.5	2.5
Public order and safety	1.9	1.9	1.9	2.0	2.2	2.3	2.3	2.2	2.2	2.1	2.1	2.1	2.0	2.1	2.3	2.3	2.4	2.5	2.5
Enterprise and economic development	1.5	1.4	1.3	1.2	0.9	0.8	0.8	0.7	0.6	0.6	0.5	0.4	0.5	0.5	0.5	0.5	0.6	0.6	0.5
Science and technology	0.2	0.2	0.2	0.2	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
Employment policies	0.7	0.6	0.4	0.4	0.5	0.5	0.5	0.5	0.4	0.4	0.3	0.3	0.4	0.4	0.4	0.3	0.3	0.3	0.3
Agriculture, fisheries and forestry	0.5	0.4	0.4	0.5	0.4	0.4	0.5	0.5	0.5	0.7	0.5	0.5	0.5	0.5	0.6	0.5	0.5	0.5	0.5
Transport	1.5	1.3	1.4	1.5	1.6	1.8	1.6	1.7	1.5	1.2	1.1	0.9	0.9	1.0	1.1	1.2	1.4	1.4	1.5
Environment protection	0.5	0.5	0.5	0.6	0.6	0.6	0.5	0.6	0.6	0.5	0.5	0.5	0.5	0.5	0.5	0.6	0.5	0.6	0.7
Housing and community amenities	1.0	0.7	1.0	1.1	1.1	1.1	0.9	0.9	0.8	0.7	0.5	0.6	0.5	0.5	0.6	0.5	0.6	0.7	0.8
Health	4.7	4.7	4.6	4.8	5.2	5.6	5.6	5.7	5.7	5.6	5.4	5.4	5.4	5.6	5.9	6.2	6.7	7.0	7.3
Recreation, culture and religion	0.8	0.8	0.8	0.9	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.9	0.9	0.9	0.9	0.9	0.9	0.8	0.9
Education and training	4.9	4.8	4.9	5.0	5.3	5.4	5.3	5.2	5.1	4.9	4.7	4.6	4.6	4.8	5.1	5.2	5.4	5.6	5.7
<i>of which: Education</i>	4.7	4.6	4.7	4.8	5.0	5.2	5.1	5.1	4.9	4.7	4.5	4.5	4.4	4.6	5.0	5.0	5.3	5.4	5.5
Social protection	12.8	11.8	11.6	12.1	13.5	14.8	15.0	14.8	14.7	14.5	13.8	13.2	13.3	13.2	13.6	13.6	13.9	13.9	13.9
Unallocated ⁽²⁾	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	-0.1
Total Expenditure on Services	41.0	38.2	38.3	38.8	40.1	42.4	41.6	41.2	40.6	39.1	37.5	36.6	36.0	36.6	37.3	37.8	39.2	40.1	41.0
Accounting adjustments	1.1	1.2	1.4	1.2	2.2	1.8	1.8	1.8	1.8	1.5	1.5	1.5	1.3	1.4	1.4	1.8	1.6	1.7	1.7
Total Managed Expenditure	42.1	39.4	39.7	40.0	42.3	44.2	43.4	43.0	42.3	40.6	38.9	38.1	37.2	38.0	38.7	39.6	40.8	41.7	42.7

(1) For years 1987–88 to 2004–05 using GDP consistent with the latest figures from the Office for National Statistics (published 29 March 2006). From 2005–06, GDP is consistent with the March 2006 Financial Statement and Budget Report.

(2) Includes allowance for shortfall and departmental unallocated provision.

Table 3.5 Total Expenditure on Services by departmental group and function, 2004–05

Departmental Grouping \ Function		National Statistics																accruals, £ million	
		General public services	EU transactions	International services	Debt interest	Defence	Public order and safety	Enterprise and economic development	Science and technology	Employment policies	Agriculture, fisheries and forestry	Transport	Environment protection	Housing and community amenities	Health	Recreation, culture and religion	Education and training	Social protection	Total Expenditure on Services for each department
Education and Skills		—	—	—	—	—	110	—	—	41	—	—	—	—	10	—	54,131	937	55,229
Health		—	—	—	—	—	—	—	—	—	133	—	—	—	67,778	—	—	13,894	81,804
Transport		—	—	—	—	1	136	3	40	—	—	13,023	—	—	—	—	—	537	13,740
Office of the Deputy Prime Minister & Local Government		4,389	—	—	—	32	2,193	1,734	—	—	—	—	0	5,662	0	—	—	1,442	15,451
Home Office		202	—	—	—	—	18,777	—	—	—	—	—	—	—	—	—	—	1	18,980
Department for Constitutional Affairs		98	—	—	—	—	4,094	—	—	155	—	—	—	—	—	1	—	88	4,436
Law Officer's Departments		—	—	—	—	—	643	—	—	—	—	—	—	—	—	—	—	—	643
Defence		—	—	137	—	28,586	—	28	—	—	—	—	—	—	—	—	—	2,176	30,927
Foreign and Commonwealth Office		—	—	1,716	—	—	—	—	—	—	—	—	—	—	—	—	—	—	1,716
International Development		—	—	3,734	—	—	—	—	—	—	—	—	—	—	—	—	—	117	3,851
Trade and Industry		3	—	56	—	—	—	3,611	1,986	29	2	—	680	—	396	4	—	350	7,117
Environment, Food and Rural Affairs		—	—	—	—	—	—	57	—	—	4,097	—	4,844	5	—	871	—	—	9,875
Culture, Media and Sport		—	—	—	—	—	—	181	—	—	—	—	—	—	—	7,727	—	2	7,910
Work and Pensions		10	—	—	—	—	—	17	49	2,867	—	—	—	—	—	—	—	113,151	116,094
Scotland		834	—	—	—	2	1,898	362	74	483	630	1,373	620	1,279	7,664	829	5,881	2,601	24,529
Wales		475	—	—	—	—	—	594	—	—	188	694	428	236	4,289	412	3,168	1,354	11,838
Northern Ireland Executive		263	—	—	—	—	74	289	52	169	382	332	299	726	2,397	79	2,242	4,660	11,965
Northern Ireland Office		27	—	—	—	—	1,051	—	—	—	—	—	—	—	—	—	—	32	1,109
Chancellor's departments		5,128	-892	—	24,871	—	—	-1	230	—	—	—	5	—	—	—	0	21,326	50,667
Cabinet Office		676	—	—	—	1,219	36	—	—	—	—	—	—	—	—	—	—	1,047	2,979
Public corporations accountable to local government		—	—	—	—	—	—	—	—	—	—	683	—	—	—	—	—	—	683
Total Expenditure on Services for each function		12,107	-892	5,642	24,871	29,840	29,013	6,876	2,432	3,743	5,432	16,105	6,877	7,907	82,534	9,924	65,423	163,714	471,547

Table 3.6 Total Expenditure on Services by sub-function, 2000–01 to 2005–06

	accruals, £ million					
	National Statistics					
	2000–01 outturn	2001–02 outturn	2002–03 outturn	2003–04 outturn	2004–05 outturn	2005–06 estimated outturn
General public services						
Public and common services	8,393	9,663	10,109	10,812	12,107	12,992
Total general public services	8,393	9,663	10,109	10,812	12,107	12,992
EU transactions						
GNI-based contribution (net of abatement and collection costs) <i>derived as:</i>	2,104	-901	2,275	2,806	4,356	4,249
<i>EC gross contribution pre-abatement and after deduction of collection costs</i>	<i>10,640</i>	<i>9,211</i>	<i>9,737</i>	<i>11,371</i>	<i>12,183</i>	<i>11,780</i>
<i>Traditional Own Resources (without deduction of collection costs) and VAT contributions</i>	<i>-6,314</i>	<i>-5,685</i>	<i>-4,229</i>	<i>-4,690</i>	<i>-4,104</i>	<i>-3,888</i>
<i>UK abatement</i>	<i>-2,223</i>	<i>-4,427</i>	<i>-3,233</i>	<i>-3,874</i>	<i>-3,722</i>	<i>-3,641</i>
EC receipts	-4,099	-3,309	-3,424	-4,237	-4,552	-3,640
Attributed aid and CFSP	-584	-635	-736	-799	-696	-618
Total EU transactions	-2,579	-4,845	-1,885	-2,230	-892	-9
International Services						
Other international services	1,330	1,443	1,542	1,632	1,949	2,081
International development assistance	2,889	3,053	3,265	3,696	3,693	4,349
Total international services	4,219	4,496	4,806	5,328	5,642	6,429
Public sector debt interest⁽¹⁾⁽²⁾						
Central government debt interest	25,995	22,095	20,943	22,327	23,987	25,747
Local authority debt interest	385	350	306	356	412	412
Public corporation debt interest	235	287	572	439	472	432
Total public sector debt interest	26,615	22,732	21,821	23,122	24,871	26,591
Defence						
National defence	25,632	25,390	27,034	28,730	29,805	31,070
Civil defence	6	3	4	86	35	41
Total defence	25,638	25,392	27,039	28,816	29,840	31,112
Public order and safety						
Police	9,675	11,216	12,065	13,460	14,561	15,489
Fire	1,953	2,084	2,283	2,389	2,541	2,753
Administration of justice	3,576	4,478	4,928	5,372	6,072	5,783
Immigration and citizenship	1,398	1,729	1,797	1,942	1,704	1,547
Prisons and offender programmes	2,942	2,591	2,888	2,983	3,241	3,613
Other public order and safety	645	780	780	847	894	956
Total public order and safety	20,189	22,878	24,740	26,992	29,013	30,141
Enterprise and economic development						
Economic development and trade	786	956	1,072	1,031	1,123	1,254
Support for business	2,092	2,099	2,389	2,882	3,018	2,404
Regional policy	1,996	1,842	2,161	2,462	2,735	2,964
Total enterprise and economic development	4,874	4,898	5,623	6,376	6,876	6,622
Science and technology						
Science and technology	1,416	1,651	2,032	2,255	2,432	2,890
Total science and technology	1,416	1,651	2,032	2,255	2,432	2,890
Employment policies						
Employment policies	3,869	3,840	3,535	3,872	3,743	3,873
Total employment policies	3,869	3,840	3,535	3,872	3,743	3,873
Agriculture, fisheries and forestry						
Market support under CAP	3,005	2,780	2,843	3,400	3,571	3,806
Other agriculture, food and fisheries policy	1,579	3,561	1,829	1,808	1,760	1,988
Forestry	101	101	113	108	101	84
Total agriculture, fisheries and forestry	4,685	6,442	4,786	5,316	5,432	5,878

Table 3.6 Total Expenditure on Services by sub-function, 2000–01 to 2005–06 (continued)

	National Statistics					
	2000–01	2001–02	2002–03	2003–04	2004–05	2005–06
	outturn	outturn	outturn	outturn	outturn	estimated outturn
accruals, £ million						
Transport						
National roads	1,970	2,152	2,419	2,295	2,387	3,166
Local roads	3,350	4,011	4,570	4,638	5,107	5,220
Local public transport	2,309	2,308	2,920	4,784	4,059	5,210
Railways	1,057	1,799	2,444	3,396	3,783	3,645
Other transport	539	622	583	817	769	1,135
Total transport	9,225	10,891	12,936	15,931	16,105	18,376
Environment protection						
Environmental protection	4,786	5,186	5,680	5,812	6,573	8,218
Environmental research	190	209	236	307	304	331
Total environment protection	4,976	5,395	5,916	6,119	6,877	8,548
Housing and community amenities						
Local authority housing	1,526	2,044	1,099	952	1,818	3,091
Other social housing	1,425	1,630	1,691	2,363	2,290	2,247
Other community services	2,315	2,540	2,545	3,094	3,799	3,960
Total housing and community amenities	5,266	6,215	5,335	6,409	7,907	9,298
Health⁽³⁾						
Medical services	52,962	58,210	64,626	72,798	80,412	87,242
Medical research	367	400	381	446	452	527
Central health and other services	1,013	1,191	1,214	1,485	1,670	1,666
Total health	54,343	59,801	66,220	74,730	82,534	89,435
Recreation, culture and religion						
Heritage, arts, libraries and films	2,391	2,496	2,726	3,013	3,152	3,537
Sport and recreation	2,029	2,088	2,298	2,452	2,667	2,892
Broadcasting	2,382	2,752	3,140	3,047	3,203	3,317
Lottery	1,514	1,313	1,473	1,025	829	1,591
Other recreation, culture and religion	40	46	52	63	72	92
Total recreation, culture and religion	8,356	8,696	9,689	9,599	9,924	11,430
Education and training⁽³⁾						
<i>of which: Education</i>	44,496	49,848	53,289	59,206	63,684	67,854
Under fives	2,514	3,123	3,320	3,788	4,171	4,257
Primary schools	12,497	13,681	14,645	16,439	17,179	18,192
Secondary schools	13,189	14,735	15,875	17,968	19,349	20,375
Higher Education	5,907	6,382	6,757	7,219	7,761	8,361
Further Education	4,776	5,728	6,378	7,133	7,378	8,016
Student support	1,804	1,515	1,228	1,156	1,925	2,080
Training	1,401	1,132	1,458	1,655	1,738	1,886
Other education and training	3,809	4,686	5,085	5,503	5,922	6,573
Total education and training	45,898	50,981	54,748	60,861	65,423	69,740

Table 3.6 Total Expenditure on Services by sub-function, 2000–01 to 2005–06 (continued)

	accruals, £ million					
	National Statistics					
	2000–01 outturn	2001–02 outturn	2002–03 outturn	2003–04 outturn	2004–05 outturn	2005–06 estimated outturn
Social protection						
Incapacity, disability and injury benefits	19,825	21,455	21,385	22,444	23,381	24,069
State pensions	47,824	51,585	54,246	57,186	61,365	65,043
Public service occupational pensions ⁽⁴⁾	4,820	5,034	4,012	1,866	1,064	291
Widows' benefits	1,023	1,133	1,126	1,041	954	915
Family benefits, income support and tax credits	22,375	23,931	25,972	31,154	32,990	34,400
Unemployment benefits ⁽⁵⁾	3,176	2,938	4,195	4,114	3,832	4,063
Housing benefits	11,548	11,910	13,045	12,837	13,504	14,365
Personal social services	13,444	14,511	16,859	20,840	22,849	23,796
Administration and miscellaneous services	3,826	4,061	3,834	3,772	3,774	3,376
Total social protection	127,860	136,557	144,673	155,254	163,714	170,320
Unallocated						
Departmental unallocated provision	—	—	—	—	—	28
Allowance for shortfall	—	—	—	—	—	-1,259
Total unallocated	—	—	—	—	—	-1,231
Total Expenditure on Services	353,242	375,682	402,123	439,562	471,547	502,435
Accounting adjustments	13,086	13,875	19,142	17,991	19,445	20,717
Total Managed Expenditure	366,328	389,557	421,265	457,553	490,992	523,152

(1) Debt interest figures are gross.

(2) Debt interest payments to the private sector and overseas that exclude all intra-public sector payments of debt interest.

(3) From 2003–04, these figures include employers' contributions for costs of pensions increases that score within DEL.

(4) Lower figures from 2003–04 reflect receipts of employers' contributions for costs of pensions increases – see footnote (3).

(5) From 2002–03, the Unemployment benefits line includes the relevant pay costs of Jobcentre Plus staff.

Table 3.7 Total Expenditure on Services by economic category, 2000–01 to 2005–06

	National Statistics					
	2000–01 outturn	2001–02 outturn	2002–03 outturn	2003–04 outturn	2004–05 outturn	2005–06 estimated outturn
accruals, £ million						
Public sector current expenditure on services						
Pay ⁽¹⁾	93,913	101,717	111,032	120,603	130,153	} 249,931
Procurement	79,486	82,947	89,923	103,004	108,804	
Subsidies	6,647	7,870	7,438	9,138	8,398	
Social benefits and other grants to private sector	127,819	138,578	146,282	154,552	161,785	170,119
Current transfers abroad	2,525	554	2,439	2,396	5,908	7,182
Public sector debt interest	26,615	22,732	21,821	23,122	24,871	26,591
Total public sector current expenditure on services	337,005	354,397	378,935	412,816	439,920	463,465
Accounting adjustments	10,976	11,757	16,128	15,941	15,435	18,387
Total public sector current expenditure	347,981	366,154	395,063	428,757	455,355	481,852
Public sector capital expenditure on services						
Capital expenditure	11,730	15,094	16,077	17,566	21,339	25,157
Stock building	119	13	20	26	255	431
Capital grants	4,388	6,178	7,091	9,155	10,034	13,382
Total public sector capital expenditure on services	16,237	21,285	23,188	26,746	31,627	38,970
Accounting adjustments	2,110	2,118	3,014	2,050	4,010	2,329
Total public sector capital expenditure	18,347	23,403	26,202	28,796	35,637	41,299
Total public sector expenditure on services	353,242	375,682	402,123	439,562	471,547	502,435
Accounting adjustments	13,086	13,875	19,142	17,991	19,445	20,717
Total Managed Expenditure	366,328	389,557	421,265	457,553	490,992	523,152

(1) Following the ONS's re-classification of NHS trusts to the central government sector in 2003, the pay costs of the staff of NHS trusts are now included in the Pay line; they used to be largely covered by health authorities' purchases from NHS trusts, included in the Procurement line. Figures for NHS trust staff pay for the outturn years for the UK (except 2004–05 which excludes Scotland), provided by the ONS, are set out below. Figures for forward years are not available, therefore so Pay and Procurement have not been separated.

£ million	2000–01	2001–02	2002–03	2003–04	2004–05
	24,406	25,528	26,744	28,273	28,607

Table 3.8 Public sector current expenditure by spending sector and function, 2000–01 to 2007–08

	accruals, £ million							
	National Statistics					2005–06 estimated outturn	2006–07 plans	2007–08 plans
	2000–01 outturn	2001–02 outturn	2002–03 outturn	2003–04 outturn	2004–05 outturn			
Central government own								
General public services	5,151	5,723	5,898	6,424	6,769	7,473	7,995	7,821
EU transactions	-2,579	-4,845	-1,885	-2,230	-892	-9	-2,712	832
International services	4,072	4,366	4,683	5,190	5,518	6,239	6,504	6,433
Debt interest	25,995	22,095	20,943	22,327	23,987	25,747	26,277	27,953
Defence	24,513	24,125	25,936	27,385	28,205	29,229	28,516	29,910
Public order and safety	8,405	10,141	11,416	12,278	13,256	13,825	13,317	13,660
Enterprise and economic development	2,393	2,368	3,351	3,675	3,882	4,139	3,705	3,762
Science and technology	1,296	1,480	1,748	1,794	1,950	2,250	2,212	2,109
Employment policies	3,801	3,751	3,416	3,424	3,569	3,463	3,480	3,369
Agriculture, fisheries and forestry	4,548	6,217	4,581	5,054	5,194	5,540	5,418	5,414
Transport	3,295	3,167	3,618	4,406	3,694	3,935	4,891	4,752
Environment protection	1,491	1,571	1,858	1,593	1,914	2,814	3,027	3,070
Housing and community amenities	1,287	1,245	1,101	1,371	725	1,028	982	931
Health	52,316	57,231	62,974	71,166	78,675	84,798	89,790	97,581
Recreation, culture and religion	4,203	4,477	4,836	4,950	5,068	5,497	5,684	5,692
Education and training	15,369	16,913	18,288	20,048	21,928	23,168	25,283	26,388
Social protection	103,046	110,243	114,981	122,555	128,348	132,178	137,250	142,582
Unallocated provision	—	—	—	—	—	-1,033	3,700	5,600
Total central government own current expenditure on services	258,603	270,268	287,742	311,409	331,790	350,282	365,300	387,900
Accounting adjustments	3,717	4,564	8,211	9,397	6,361	6,693	11,300	9,200
Total central government own current expenditure	262,320	274,832	295,953	320,806	338,151	356,975	376,600	397,000
Local authorities⁽¹⁾								
General public services	2,999	3,143	3,259	3,325	3,658	3,883	—	—
Debt interest	385	350	306	356	412	412	—	—
Defence	4	—	—	—	—	—	—	—
Public order and safety	11,132	11,541	12,042	13,345	14,143	14,619	—	—
Enterprise and economic development	354	376	392	430	452	483	—	—
Employment policies	46	47	53	69	57	59	—	—
Agriculture, fisheries and forestry	74	82	87	96	102	141	—	—
Transport	2,698	3,083	3,581	4,631	4,821	5,137	—	—
Environment protection	3,049	3,268	3,530	3,881	4,178	4,435	—	—
Housing and community amenities	1,471	1,677	1,690	2,178	2,409	2,315	—	—
Health	442	449	449	391	278	349	—	—
Recreation, culture and religion	2,734	2,879	3,138	3,427	3,479	3,558	—	—
Education and training	28,119	30,934	32,875	36,482	38,669	40,604	—	—
Social protection	24,660	26,014	29,219	32,356	35,002	36,756	—	—
Total local authorities' current expenditure on services	78,167	83,842	90,621	100,968	107,658	112,751	—	—
Accounting adjustments	7,259	7,193	7,917	6,544	9,074	11,694	—	—
Total local authorities' current expenditure	85,426	91,035	98,538	107,512	116,732	124,445	129,600	136,700
Public corporations								
Debt interest	235	287	572	439	472	432	400	400
Total public corporations' current expenditure	235	287	572	439	472	432	400	400
Public sector current expenditure	347,981	366,154	395,063	428,757	455,355	481,852	506,700	534,200

(1) The local authority current expenditure figures for 2005–06 reflect local authority budgets data, as set at the beginning of 2005–06. This differs from the totals of local authority current expenditure in this table, which reflects latest figures for estimated outturn, as forecast in the public finances section of the Financial Statement and Budget Report in March 2006. The difference in sources is adjusted for within the accounting adjustments.

Table 3.9 Public sector capital expenditure by spending sector and function, 2000–01 to 2007–08

	accruals, £ million							
	National Statistics							
	2000–01	2001–02	2002–03	2003–04	2004–05	2005–06	2006–07	2007–08
	outturn	outturn	outturn	outturn	outturn	estimated	plans	plans
						outturn		
Central government own								
General public services	–8	445	531	558	736	574	558	634
International services	116	108	119	97	110	143	141	137
Defence	1,072	1,214	1,012	1,371	1,539	1,812	1,432	1,309
Public order and safety	362	776	769	738	911	886	3,323	1,207
Enterprise and economic development	637	1,281	948	1,096	1,514	1,514	1,401	1,674
Science and technology	120	171	284	461	482	639	534	503
Employment policies	16	38	60	373	110	346	115	84
Agriculture, fisheries and forestry	91	167	144	202	170	234	194	199
Transport	700	1,843	2,367	3,534	3,863	4,714	3,119	4,599
Environment protection	263	388	289	312	358	748	948	922
Housing and community amenities	1,085	1,266	1,457	1,944	2,330	2,257	2,298	2,668
Health	1,577	2,116	2,794	3,110	3,519	4,217	5,606	7,020
Recreation, culture and religion	779	629	1,028	537	517	1,191	1,241	1,145
Education and training	600	983	1,287	1,480	1,612	2,351	2,202	2,329
Social protection	39	180	321	171	172	1,041	408	321
Unallocated provision	—	—	—	—	—	–198	1,900	2,200
Total central government own capital expenditure on services	7,448	11,604	13,408	15,983	17,941	22,470	25,400	27,000
Accounting adjustments	–3,836	–1,949	–3,848	–3,007	303	1,103	1,000	1,000
Total central government own capital expenditure	3,612	9,655	9,560	12,976	18,244	23,573	26,400	28,000
Local authorities								
General public services	200	288	361	442	818	950	—	—
Public order and safety	289	405	512	618	703	801	—	—
Enterprise and economic development	41	52	–6	12	–1	–64	—	—
Employment policies	5	3	1	0	0	0	—	—
Agriculture, fisheries and forestry	–33	–30	–38	–40	–32	–36	—	—
Transport	1,552	2,070	2,681	2,817	3,001	3,552	—	—
Environment protection	134	166	220	329	422	553	—	—
Housing and community amenities	978	1,528	776	520	1,835	3,031	—	—
Health	—	—	—	58	62	71	—	—
Recreation, culture and religion	609	680	664	662	833	1,184	—	—
Education and training	1,810	2,151	2,298	2,852	3,214	3,617	—	—
Social protection	116	120	153	171	191	345	—	—
Total local authorities' capital expenditure on services	5,703	7,433	7,622	8,442	11,048	14,006	—	—
Accounting adjustments	5,504	2,523	3,765	3,286	2,380	113	—	—
Total local authorities' capital expenditure	11,207	9,956	11,387	11,728	13,428	14,119	15,400	16,700
Public corporations								
General public services	50	64	58	63	127	112	93	88
International services	31	23	5	41	14	47	39	39
Defence	50	53	91	61	96	70	103	99
Public order and safety	1	15	2	13	—	10	11	11
Enterprise and economic development	1,448	821	938	1,164	1,029	549	846	832
Employment policies	1	2	6	5	7	4	5	5
Agriculture, fisheries and forestry	4	5	13	3	–2	–1	–1	–1
Transport	979	729	689	542	726	1,039	1,068	985
Environment protection	39	2	19	5	5	–2	–3	–3
Housing and community amenities	445	499	310	396	609	667	663	660
Health	7	5	3	5	—	—	—	—
Recreation, culture and religion	31	31	24	23	27	0	5	5
Social protection	—	—	—	—	—	—	—	—
Total public corporations' capital expenditure on services	3,086	2,247	2,158	2,321	2,636	2,494	2,829	2,722
Accounting adjustments	442	1,545	3,097	1,771	1,329	1,114	1,000	1,100
Total public corporations' capital expenditure	3,528	3,792	5,255	4,092	3,965	3,600	3,800	3,900
Public sector capital expenditure	18,347	23,403	26,202	28,796	35,637	41,299	45,600	48,600

Table 3.10 Public sector receipts from sales of assets⁽¹⁾, 2000–01 to 2005–06

	National Statistics					2005–06
	2000–01	2001–02	2002–03	2003–04	2004–05	2005–06
	outturn	outturn	outturn	outturn	outturn	estimated outturn
<i>accruals, £ million</i>						
Central government						
Receipts from sale of land and existing buildings	775	560	743	826	928	1,072
Other	233	250	153	242	183	77
Total central government	1,008	811	896	1,069	1,111	1,149
Local authorities						
Receipts from sale of land and existing buildings	3,598	3,533	5,121	5,570	5,157	5,148
Other	20	10	10	11	12	13
Total local authorities	3,618	3,543	5,131	5,582	5,169	5,161
General government	4,626	4,354	6,028	6,650	6,280	6,310
Public corporations						
Receipts from sale of land and existing buildings	210	137	199	164	133	80
Other	233	39	30	21	22	3
Total public corporations	443	176	229	186	155	83
Total public sector	5,068	4,530	6,257	6,836	6,435	6,393

(1) National accounts definition of capital. Excludes single use military equipment (SUME) by Ministry of Defence, which is treated as capital under resource accounting. Therefore, expenditure on and sales of SUME are included in the capital budget under resource budgeting.

