

Supplier payment within 30 days

Government measure: Barcelona City Council supplier payment within 30 days since the invoice receipt.

Measure goal: Favor the liquidity of Barcelona City Council suppliers.

This measure is included in a government strategic objectives package, which also considers budgeting techniques according to the European System of Accounts (ESA95) and setting goals concerning percentages of current saving over current revenues. The following strategic objectives will allow the Barcelona City Council to maintain its remarkable solvency and to boost growth, economic recovery and business competitiveness:

- 1) Favor supplier's liquidity, because of being paid quickly (30 days in 2012).
- 2) Avoid public administrations to take advantage of supplier's leverage as a financing method.
- 3) Avoid the bad practices from certain suppliers of charging the financial costs in the bids presented to public administrations (consequence, increased competitiveness)

City Councils and public institutions must help to create the conditions for present and future economic growth. Starting from what's feasible and what depends directly from the institution it's a good way. If suppliers are paid properly it's because of budget consistency, institution solvency and internal processes conducted with effectiveness.

Payment indicators within 30 days

PAYMENT PERIOD BARCELONA CITY COUNCIL

Law 15/2010 of measures against payment slowness to business

2015 JULY

PAYMENT PERIOD MONTHLY INDICATORS: GENERAL MANAGER INSTRUCTION 30.12.2011

Payment period	Days
Payment period average	31,5
Average weighted by amount	32,4

Payment period in days	Number of payment obligations documents	% of payment obligations	Amount paid (in thousands)	% of amount paid
Until 30	2.101	52,3%	14.530.826	27,6%
Between 31 and 40	1.042	26,0%	29.616.267	56,2%
Between 41 and 50	579	14,4%	5.968.286	11,3%
Between 51 and 60	194	4,8%	1.723.199	3,3%
Between 61 and 70	66	1,6%	662.015	1,3%
More than 70	32	0,8%	186.613	0,4%
TOTAL	4.014	100,0%	52.687.205	100,0%

DETAIL OF PAYMENT PERIOD AND STAGES BY SECTORS AND DISTRICTS

Sectors and districts	Average period of the stage in days					Number of documents	Amount paid (in thousands)	Outstanding invoices 30/6	Amount	Days
	Registration / accounting entry	Accounting entry / approval	Approval / treasury limit	Treasury limit /payment order	Registration /payment					
TOTAL CITY COUNCIL	9	12	5	6	31	4.014	52.687,20	3.380	52.407,44	18
Manager's Office for Resources	9	18	5	6	38	1.241	6.533,66	1.188	7.587,07	23
Manager's Office for Quality of Life, Equality and Sports	10	10	2	5	27	349	4.976,94	348	5.263,15	20
Manager's Office for Prevention, Safety and Mobility	7	18	2	8	35	393	2.919,34	197	2.359,49	18
Manager's Office for Urban Housing	9	8	7	6	31	296	19.203,47	280	28.402,73	16
Manager's Office for Economy, Business and Employment	5	12	3	6	26	111	3.720,30	238	2.684,48	22
Manager's Office for Culture, Knowledge, Creativ. and Innov.										
District Ciutat vella	9	8	4	6	26	204	2.692,12	95	226,00	8
District Eixample	8	5	6	5	24	144	2.344,07	106	542,47	13
District Sants-Montjuïc	10	7	4	7	28	205	1.568,68	162	1.068,79	10
District Les Corts	10	6	6	5	28	184	1.043,34	65	285,48	10
District Sarrià-St.Gervasi	8	10	5	7	30	140	1.071,34	112	590,92	14
District Gràcia	7	3	6	6	21	162	1.048,78	56	343,34	9
District Horta-Guinardó	11	5	3	6	24	146	1.345,11	157	713,81	7
District Nou Barris	9	6	4	7	25	112	1.185,56	79	613,90	10
District Sant Andreu	11	6	7	6	31	177	1.291,44	130	478,59	15
District Sant Martí	12	8	6	5	30	150	1.743,07	167	1.247,22	15

Days Internal Audit	3,3
Days Signature and Approval	1,9
Days Cash Payment (Treasury)	1,1
TOTAL	6,3

