

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

2016

JULY

PAYMENT PERIOD MONTHLY INDICATORS: GENERAL MANAGER INSTRUCTION 30.12.2011

Payment period	Days
Payment period average	26,7
Average weighted by amount	29,5

Payment period in days	Number of payment obligations documents	% of payment obligations	Amount paid (in thousands)	% of amount paid
Until 30	2.622	74,2%	37.488.820	78,1%
Between 31 and 40	573	16,2%	7.237.563	15,1%
Between 41 and 50	223	6,3%	2.506.395	5,2%
Between 51 and 60	84	2,4%	406.995	0,9%
Between 61 and 70	14	0,4%	288.148	0,6%
More than 70	16	0,5%	47.362	0,1%
TOTAL	3.532	100,0%	47.975.281	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	10	7	4	7	27	3.532	47.975.280,93	3.524	47.708.807,73	19
Manager's Office for Resources	9	14	2	7	32	667	3.946.420,18	598	5.509.480,83	19
Manager's Office for Social Rights	11	9	3	7	29	349	7.646.685,42	345	3.287.064,87	17
Manager's Office for Safety and Prevention	7	7	6	7	27	326	1.248.618,83	343	1.576.325,22	17
Manager's Office for Ecology, Urban Planning and Mobility	10	5	3	7	25	267	19.599.259,28	342	28.134.589,88	25
Manager's Office for Presidency and Economy	11	8	4	7	29	144	854.019,80	495	3.155.507,40	32
Manager's Office for Culture, Knowledge, Creativ. and Innov.										
Manager's Office for Citizen Rights, Particip. and Transp.	7	5	3	7	22	102	1.184.068,01	75	825.078,85	12
District Ciutat vella	7	5	3	7	22	102	1.184.068,01	75	825.078,85	12
District Eixample	10	4	4	7	25	174	2.254.293,76	229	736.361,47	15
District Sants-Montjuic	10	5	5	7	27	154	1.843.604,65	132	456.317,08	15
District Les Corts	13	3	3	7	26	281	1.607.698,13	153	624.604,08	13
District Sarrà-St.Gervasi	12	6	3	7	28	120	637.563,59	94	452.810,11	15
District Gràcia	10	4	3	7	23	198	804.583,12	140	504.350,47	12
District Horta-Guinardó	5	3	4	7	19	142	841.193,22	109	345.163,73	13
District Nou Barris	8	4	5	7	23	129	1.028.482,73	116	397.865,71	16
District Sant Andreu	9	4	3	7	22	162	1.452.856,66	66	544.494,35	14
District Sant Martí	10	3	4	7	24	181	1.334.506,50	104	379.862,46	12

Days Internal Audit	1,0
Days Signature and Approval	4,4
Days Cash Payment (Treasury)	1,3
TOTAL	6,7

Average days for numbers of documents (2016)

