

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 SEPTEMBER

PAYMENT PERIOD MONTHLY INDICATORS: GENERAL MANAGER INSTRUCTION 30.12.2011

Payment period	Days
Payment period average	39,3
Average weighted by amount	33,0

Payment period in days	Number of payment obligations documents	% of payment obligations	Amount paid (in thousands)	% of amount paid
Until 30	1.247	41,6%	31.634.415	60,8%
Between 31 and 40	459	15,3%	11.575.822	22,2%
Between 41 and 50	491	16,4%	3.717.972	7,1%
Between 51 and 60	337	11,2%	2.201.577	4,2%
Between 61 and 70	356	11,9%	1.238.301	2,4%
More than 70	109	3,6%	1.680.741	3,2%
TOTAL	2.999	100,0%	52.048.829	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	19	11	3	7	39	2.999	52.048,82	1.946	36.737,70	21
Manager's Office for Resources	21	18	3	7	49	891	2.446,89	681	10.562,33	29
Manager's Office for Quality of Life, Equality and Sports	16	9	2	6	35	316	7.115,59	177	2.879,50	15
Manager's Office for Prevention, Safety and Mobility	19	9	3	6	38	288	4.623,64	187	1.359,49	18
Manager's Office for Urban Housing	18	3	3	7	32	238	20.961,41	101	14.471,80	23
Manager's Office for Economy, Business and Employment	18	8	2	6	35	106	3.905,05	67	1.648,09	17
Manager's Office for Culture, Knowledge, Creativ. and Innov.										
District Ciutat vella	26	5	3	7	41	79	2.106,04	106	685,40	19
District Eixample	21	6	3	7	36	135	1.877,33	64	597,49	14
District Sants-Montjuic	15	4	5	6	31	93	1.531,76	119	798,25	14
District Les Corts	26	5	4	7	42	75	593,60	61	440,73	27
District Sarrià-St. Gervasi	18	7	7	7	39	68	846,19	75	723,44	16
District Gràcia	7	4	4	6	21	123	1.173,06	38	355,02	9
District Horta-Guinardó	27	1	2	7	36	205	998,99	66	448,57	8
District Nou Barris	11	15	5	6	37	108	1.254,61	58	542,74	15
District Sant Andreu	12	11	4	7	34	124	938,34	77	506,37	25
District Sant Martí	16	13	4	7	40	150	1.676,32	69	718,49	16

Days Internal Audit	3,3
Days Signature and Approval	2,7
Days Cash Payment (Treasury)	0,7
TOTAL	6,7

