GOVERNMENT CONSUMPTION

Presentation

This note relates to the annual follow-up compilation of the Government Consumption metadata. Thus, it describes the definition, range, sources, and methodology used in preparing the Government Consumption item.

Definition and Scope

Government Consumption involves all necessary expenditure incurred by the central government for producing of non-market goods and services, destined to individual and/or collective consumption.

Sub-industries / Sub-accounts

Government Consumption is the sum of the expenditure incurred by the government by reason of the Administration, Public Health-care and Education industries.

What is measured / what is excluded

Government Consumption excludes: CORFO (National Economic Development Agency), National Mint, Chattel Mortgage Loan Authority, and Health-care Services Supply Center (ENABAST). These outputs are measured for each pertinent industry.

Source Data

Administrative Records

- Source Name: Budget Statements from the Central Government and Municipal Sectors.
  Reporting Institution: Office of the Comptroller General.
  Data used: Current Income and Expenditure.
  Frequency: Monthly.

- Source Name: Budget Execution Balance of Health-care Services.
  Reporting Institution: Office of the Comptroller General.
  Data used: Operating Income and Expenditure.
  Frequency: Annual.

- Source Name: Budget Execution Balance.
  Reporting Institution: Public Health Institute (ISP).
  Data used: ISP's Operating Income and Expenditure.
  Frequency: Annual.

Balance Sheets and/or Financial Statements

- Source Name: Annual Reports and Balance Sheets of the Financial Agency for Family Allowances and Social Service Payments (CCAF).
  Reporting Institution: CCAF.
  Data used: CCAF’s Operating Income and Expenditure.
  Frequency: Annual.

Statistical Forms & Reports

- Source Name: Statistics on Public Finances.
  Reporting Institution: Budget Directorate, Ministry of Finance.
  Data used: Budgetary and extra-budgetary Statistics of the Central Government.
Frequency: Annual.

Other Statistics

- Source Name: Direct information.
- Reporting Institution: Government institutions, including public education and health-care establishments.
- Data used: Sales.
- Frequency: Annual.

Compilation Method

The compilation method to transform source data for determining the Government Consumption consists of the following stages:

Aggregation, imputation and validation

Validations and Imputation
The accounting information from the Office of the Comptroller General is validated at sub-title level with the information contained in the Government Financial Management Report. Additionally, detailed sales statistics from public institutions are validated with the aggregate data available from the above mentioned report.

Classification
Government Consumption is classified from a productive perspective, as per the Central Product Classifier (CPC) and, from a functional perspective, as per the Functional Classifier of Government Expenditure.

Estimation Procedure
Generally, the procedures used for estimating the Government Consumption depend on the information sources available.

Since complete information is available, the annual follow-up Government Consumption is estimated by applying the same estimation procedure as the one used for benchmark compilation. This means that, with the source data, it is possible to determine the “best level” for Government Consumption.

At current prices, Government Consumption is estimated as the difference between gross output and sales, plus direct purchases of goods and services destined to households (transfers in kind).

At constant prices, Government Consumption is estimated as the difference between gross output at constant prices, less deflated sales at current prices, plus deflated current direct purchases of goods and services.

Data Reconciliation
The pre-balanced Government Consumption record then undergoes these balancing processes:

- Temporal processes, performance analysis of time series, specifically, of the change as compared to the previous period.
- Transversal processes, within the framework of supply-use tables.

Data Access

Period: 2003 through 2007, Base 2003
Link: http://www.boentral.cl/publicaciones/estadisticas/actividad-economica-
Link: http://www.bcentral.cl/publicaciones/estadisticas/actividad-economica-gasto/aeg01b.htm

Period: 1986 through 1998, Base 1986
Link: http://www.bcentral.cl/publicaciones/estadisticas/actividad-economica-gasto/aeg16a.htm