



Agencia Tributaria

**TAX REVENUE.
MONTHLY REPORT**

APRIL 2011

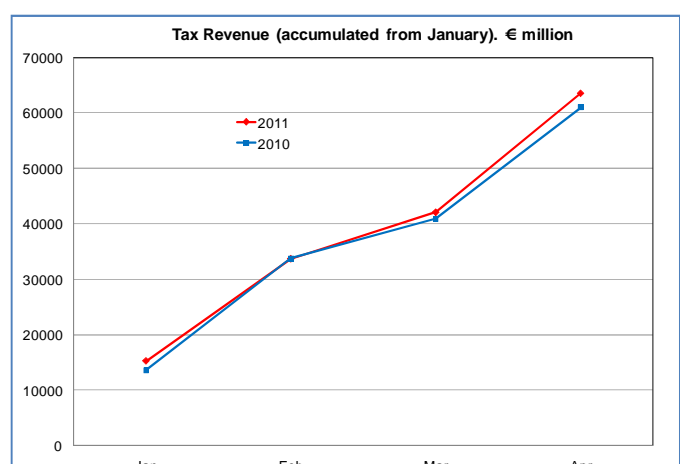
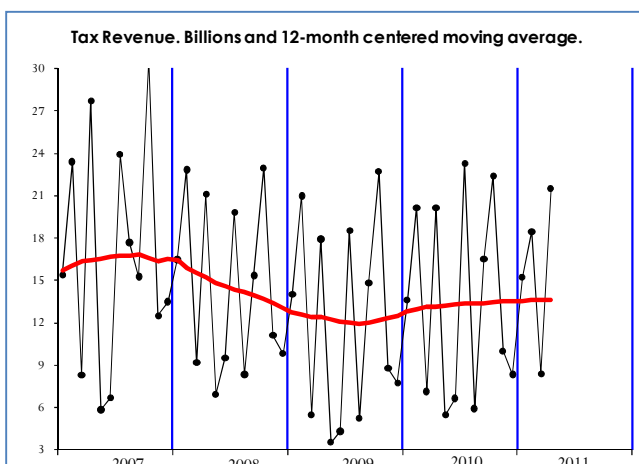


TAX REVENUE PERFORMANCE

Total tax revenue up to April has grown by 4.2% over the comparable prior year month; 1.3 p.p. above the up-to March figure. This increase is mainly credited to increases in gross VAT (7.5%), in investment income and investment funds withholdings (45.1% and 49.2 in April, respectively), and in wage and salary withholdings in large companies (4.0% in April). In addition, total refunds in April are down € million 623 on the equivalent 2010 result, mainly due to lower annual VAT refund claims. On the contrary, some tax categories have shown a negative performance in April. In particular, Corporate Income Tax installments have decreased this month by 16.6, while PIT installments have fallen by 6.5% and wage and salary withholdings in small and medium-sized companies by 0.6%. Finally, it must be stressed that the increase in total tax revenues obeys basically to the fiscal consolidation measures adopted in 2010: the rise in VAT rates and the partial elimination of the € 400 personal deduction, while the cut in public sector wages operates in the opposite direction.

Table 1. Tax Revenue (€ million)

| JANUARY TO APRIL | 2011 | 2010 | % 11/10 |
|--------------------------------|---------------|---------------|-------------|
| DIRECT TAXES | | | |
| Personal Income Tax | 28,065 | 27,330 | 2.7 |
| Corporate Income Tax | 3,635 | 4,253 | -14.5 |
| Non-Residents Income Tax | 887 | 808 | 9.8 |
| Other | 33 | 24 | 33.6 |
| DIRECT TAXES TOTAL | 32,620 | 32,416 | 0.6 |
| INDIRECT TAXES | | | |
| Value Added Tax | 22,831 | 20,386 | 12.0 |
| Excise taxes | 6,118 | 6,412 | -4.6 |
| + Alcohol | 266 | 267 | -0.2 |
| + Beer | 75 | 77 | -3.0 |
| + Intermediate Products | 6 | 6 | -5.6 |
| + Fuels | 3,143 | 3,283 | -4.3 |
| + Tobacco | 2,138 | 2,296 | -6.9 |
| + Electricity | 490 | 483 | 1.3 |
| + Other | 1 | 0 | --- |
| Other | 1,031 | 961 | 7.3 |
| INDIRECT TAXES TOTAL | 29,981 | 27,759 | 8.0 |
| FEES AND OTHER REVENUES | 963 | 853 | 12.9 |
| TOTAL AMOUNT | 63,564 | 61,028 | 4.2 |





Regarding tax categories, Personal Income Tax revenue recorded a 2.7% increase up to April. This represents a 0.2 p.p increase with respect to March. Wage and salary withholdings rise up to April by 3.0% (3.6% in large companies and 2.8% in small and medium –sized companies). On the other hand, despite the good results achieved in April, investment income withholdings in homogeneous terms fall by 12.5% since January. This sharp fall reflects the anticipation effect occurred in January 2010 as a consequence of the rate increase that took place in that year and the replacement by companies of dividend distribution by stock distribution, on which no withholding tax is applied. With respect to Corporate Income Tax receipts, since the first tax installments of the year take place in April, this month's figures represent the first meaningful figures of 2011. They have fallen by 14.5%, but this dramatic decrease is mainly credited to consolidated groups performance. Their tax installments have recorded a 28.9% drop. Higher provisions and a wider freedom of amortization are behind this outcome. On the contrary, the installments of non-groups large companies have increased for the first time since 2007 (3.8%). Non-Residents Income Tax revenue shows a noticeable upward trend (9.8%). However, this increase is transitory, since the growth of receipts coming from debt securities will result in higher refunds in next months.

As far as indirect taxes are concerned, VAT revenue intensifies its positive performance, reaching a 12.0% increase up to April. The reasons behind this positive trend are threefold: the increase observed in nominal domestic sales, the fall experienced by annual tax refund claims in 2010, and the impact of VAT rates rise that took place in 2010. It must be highlighted that gross VAT rises by 7.5%, experiencing VAT on imports the strongest increase (36.4%), while the part of gross VAT receipts corresponding to large and small and medium –sized companies rises by 5.5% and 3.9%, respectively. Excise taxes have recorded a 4.6% drop (2.8% up to March), which is almost entirely attributable to the falls experienced by Tobacco Tax receipts (-6.9%) and Fuel taxes (-4.3%). Electricity Tax receipts have increased by 1.3%.

Technical notes

Tax revenue data refer to taxes collected by the AEAT (Spanish National Tax Agency). They amount to about 90% of non-financial Government revenue (including *Comunidades Autónomas* –Autonomous Communities- and Municipalities' share).

Tax revenue is measured in cash flow and in net terms (gross revenue less refunds).

Comunidades Autónomas (Autonomous Communities) and Municipalities' share in Tax revenue may vary as a consequence of changes in the territorial financing system. This share is made effective through: 1) twelve equal monthly prepayments, 2) a final settlement of year t-2 made effective in October year t, and 3) prepayments corresponding to the final settlement of year t+2 made effective in November and December year t.

Monthly Tax Calendar. April

Personal Income Tax: monthly PIT withholdings. First quarter installments (small and medium–sized companies).
Corporate Income Tax: First quarter installment.



VAT: Monthly self-assessments (large companies). First quarter self-assessments (small and medium-sized companies)

Manufacturing Excise Taxes:

Alcohol, Beer and Intermediate Products: January payments for large companies.

Fuels and Tobacco: March payments.

Electricity: February payments (large companies). First quarter (small and medium-sized companies).

TRMR Publication Calendar for 2011

| Reference Month | Release Date | |
|---------------------|--------------|-----|
| | Month | Day |
| Dec-2010 & Jan-2011 | February | 28 |
| February | March | 29 |
| March | April | 26 |
| April | May | 31 |
| May | June | 28 |
| June | July | 26 |
| July | August | 31 |
| August | September | 27 |
| September | October | 25 |
| October | November | 29 |
| November | December | 20 |

More information in Spanish available at the web addresses below:

Reports: Informes Mensuales de Recaudación (Tax Revenue Monthly Reports); Informe de Ventas, Empleo y Salarios en las Grandes Empresas (Large Companies' Sales, Employment, and Wages Monthly Reports); and Informes Anuales de Recaudación Tributaria (Tax Revenue Annual Reports).

[Reports](#)

Statistics:

- Estadística de los declarantes del IRPF (PIT Statistics)
- Estadística de los declarantes del Impuesto sobre el Patrimonio (Property Tax Statistics)
- Resultados económicos y tributarios en el Impuesto sobre el Valor Añadido (VAT Outlook)
- Cuentas anuales en el Impuesto sobre Sociedades (Corporate Income Tax Annual Accounts)



- Mercado de Trabajo y Pensiones en las Fuentes Tributarias (Tax-data on Labor and Pensions)
- Estadística del Impuesto sobre Matriculación de Vehículos Automóviles (Motor Vehicle Tax Statistics)
- Estadística de Comercio Exterior (Foreign Trade Statistics)

[Statistics](#)