

The state budget 2020

How is the state budget financed and what is your money spent on?

More than EUR 10 billion will be spent on priorities in the field of development, welfare state and security; at the same time, it is our responsibility to ensure long-term fiscal sustainability.

Revenue, expenditure and surplus

figures in EUR million



SCIENCE

EUR 393 million is earmarked for science, which is a considerable increase compared to the previous years. Funds are allocated primarily to public research institutes, training and human resource development and research equipment.



ENTREPRENEURSHIP

Promotion of competitiveness and entrepreneurship, entering foreign markets, technological development, investment and tourism is funded in the amount of EUR 193 million with a goal to increase the value added and improve the efficiency of businesses.



SOCIAL SECURITY

EUR 1.2 billion is allocated to social security, including child benefits, parental compensations, social assistance, unemployment benefits, scholarships, student meal subsidies and other benefits.



HEALTH

In state budget EUR 198 million is allocated to the development of quality and accessible health services, to the improvement of medical care and to a more effective health care system. An additional EUR 3.3 billion is to be provided for this purpose from the Health Insurance Fund.

Where does the money come from - Main sources of revenue

figures in EUR million



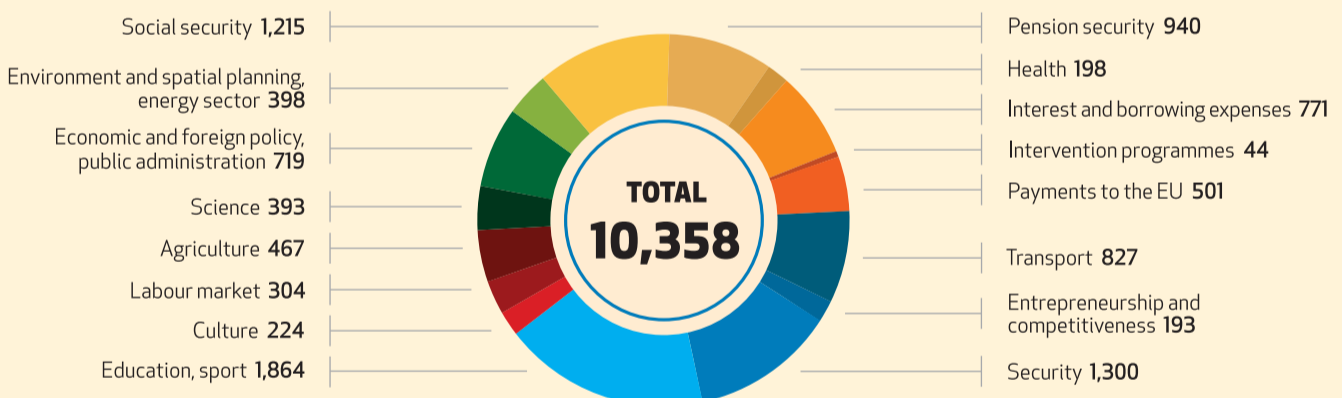
Tax relief on labour costs



Work must pay off, which is why the tax burden on labour costs has been reduced. Following the tax relief on pay for annual leave up to the average wage amount in 2019, the Government is waiving the additional revenue from personal income tax which will be partly compensated by the taxation of capital gains and partly by more efficient collection of public revenues.

What is the money spent on - Budget expenditure

figures in EUR million



EDUCATION AND SPORT

EUR 1.9 billion or almost 18% of total budget expenditure is allocated to education and sport. This facilitates accessible and quality education and schooling. Approximately one half of the funds available is allocated to primary education, one-fifth to secondary, vocational and higher education programmes. Our aim is to ensure the quality of study programmes, mobility in the EU and beyond, as well as employability of students.



SECURITY

In 2020, EUR 983 million is allocated to ensuring internal security, acquiring the equipment for police and activity against crime, implementing migration policy measures, modernising the Slovenian Armed Forces and natural and other disasters prevention. An additional 317 million is earmarked for the operation of courts and prosecution, the enforcement of criminal sanctions and for increasing the efficiency of judicial system.



ENVIRONMENT AND SPATIAL PLANNING

EUR 273 million is planned to be spent on the environment and environmental infrastructure, primarily on implementing flood control measures, managing waste water treatment plants, adapting to climate change and on activities supporting biodiversity conservation. EUR 80 million will be earmarked for spatial planning and housing. An additional EUR 80 million is available from two extra-budgetary funds.



PENSIONS

The annual expenditure on pensions paid to over 600,000 retirees totals approximately EUR 5 billion, of which slightly less than EUR 1 billion is paid from the state budget. A pension indexation is scheduled for 2020; moreover, a EUR 145 million is scheduled for annual allowance.

Investments



An investment expenditure is planned at EUR 1.1 billion, which accounts for 11% of the state budget. More than half of these funds will be allocated to the financing of rail and road transport infrastructure. This also includes the co-funding of municipal projects. Government investment is also financed from extra-budgetary funds and is allocated to water management, environmental and climate policy and health care investments.

We are reducing the general government debt and the costs of interest



EUR 751 million is earmarked for interest payment from the state budget in 2020, which is the lowest amount since 2012 and EUR 332 million less than in 2014 when interest payment was at its highest.

General government debt will be reduced to approximately 62% of GDP in 2020 and to less than 60% of GDP in 2021, which is the maximum permitted debt limit set out in the EU rules.

We are preparing something new for you

An interactive display of key state budget data that provides users with information on how public revenue is raised and allocated and on the publicly funded projects in your region or municipality. Starting next year you will be able to browse through the displayed data.

We shall be happy to receive any feedback from you in respect of this informative leaflet and the displayed state budget data when available by email to mf.proracun@mf-rs.si.

Budget publication and links

<http://www.gov.si/teme/sprejeti-proracun/>



REPUBLIC OF SLOVENIA
MINISTRY OF FINANCE