

Public Expenditure

SAVINGS STRATEGY



SAVINGS



MONEY BAG



CASH FLOW



TARGET



COST ESTIMATE



EXPENDITURE

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Questions for Critical Thinking

What do you think about how the government allocates public funds?

Can you give examples of how the government spends money on the public?

In your opinion, what is the most essential public service provided by the government?

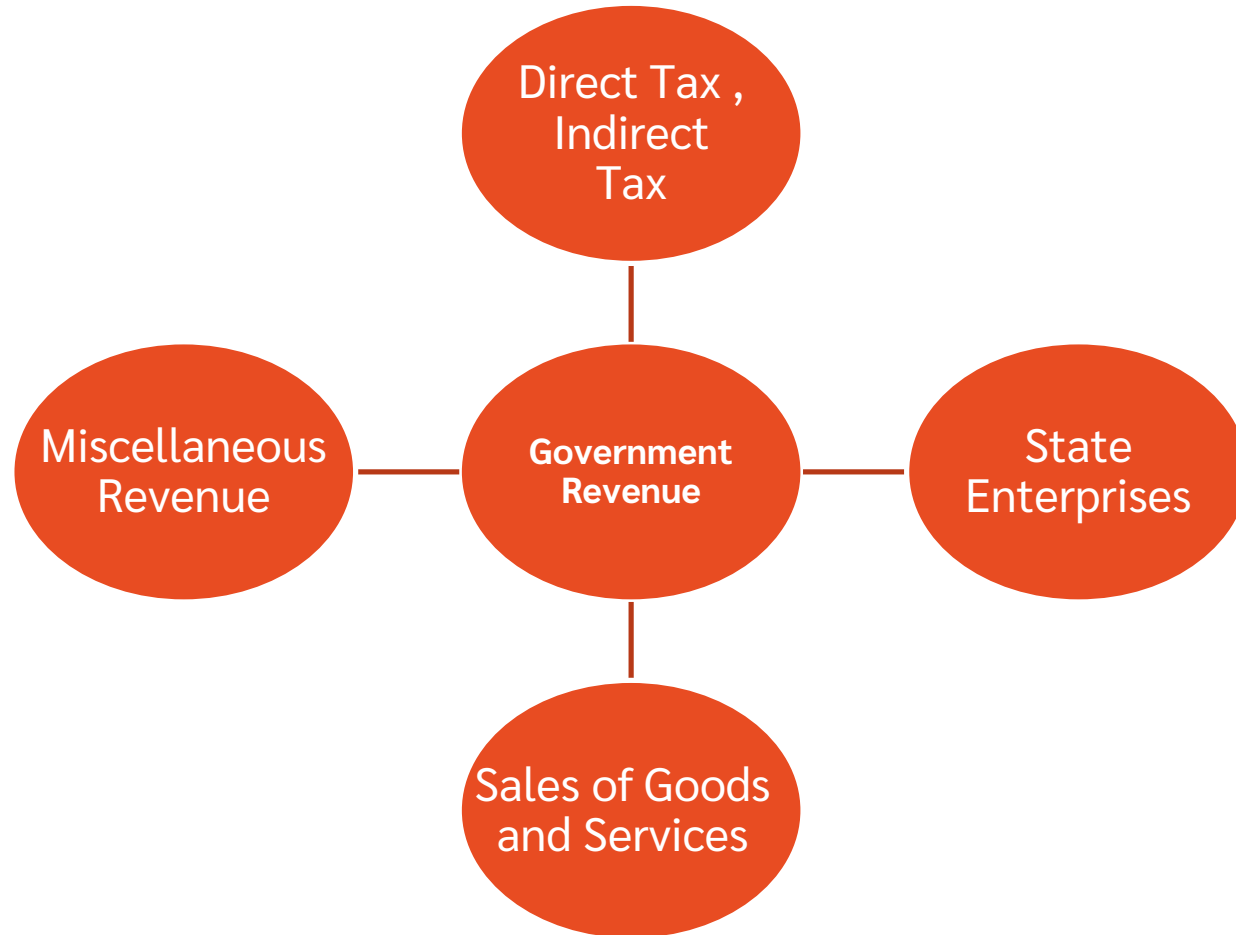
Definition of Public Expenditure

Public Expenditure refers to government spending aimed at maintaining state operations and serving the overall interest of society.

Public expenditure is the total amount of money spent by the government to sustain public services, manage state affairs, and promote the general well-being of the citizenry.

Efficient public expenditure is crucial for sustainable national development.

Government Revenue



Significance of Public Expenditure

Significance

Public expenditure is a fundamental pillar of national administration.

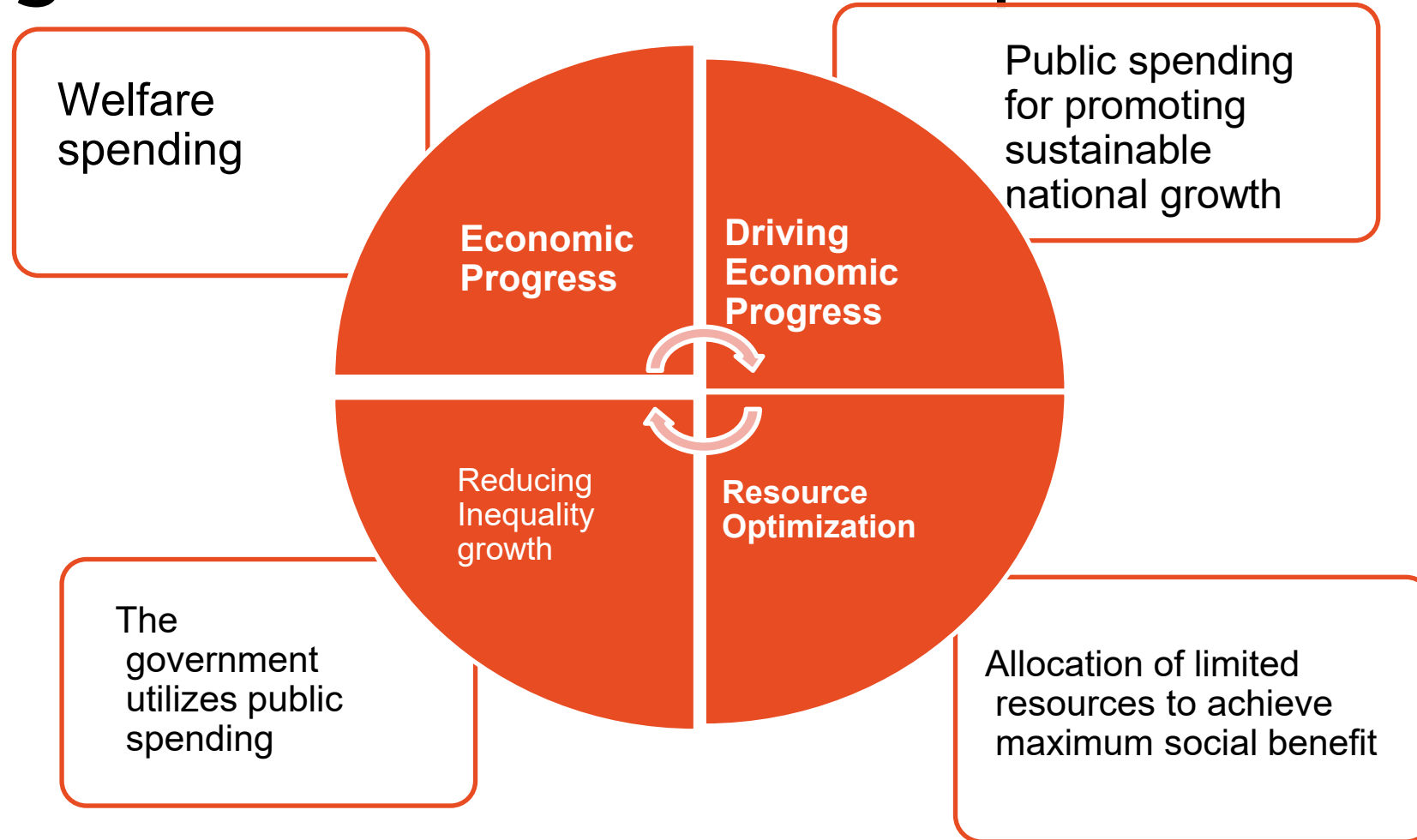
Significance

Public expenditure is a fundamental pillar of national administration.

Significance

Administrative Maintenance

Significance of Public Expenditure



Characteristics of Public Expenditure

Exhaustive Expenditure refers to government spending on goods and services that results in a direct transfer of resources between the public and private sectors.

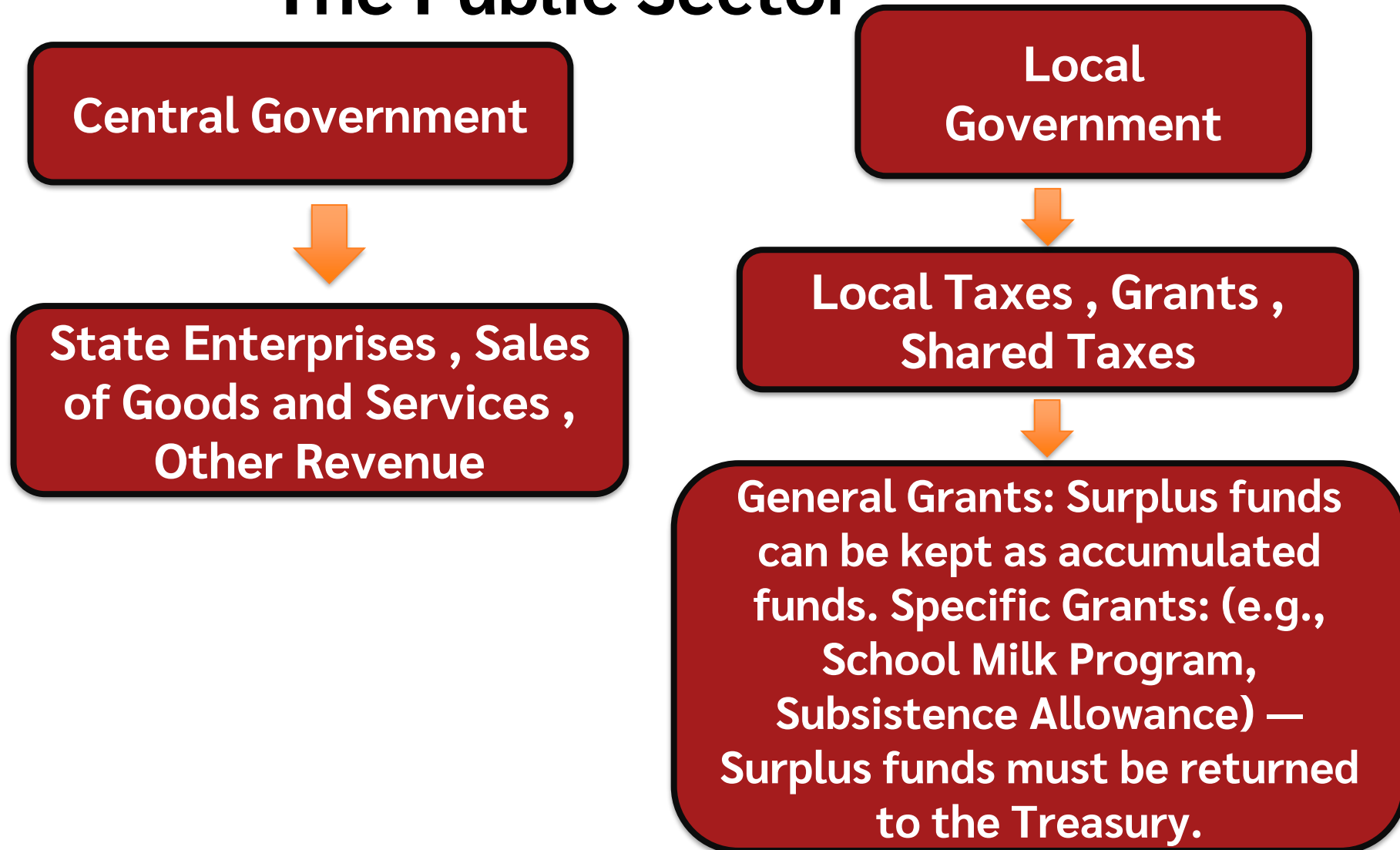
This type of spending involves moving a portion of resources from the private sector to the government, thereby reducing the resources available for private investment

This results in an expansion of the government's economic role, while simultaneously diminishing the role of the private sector.

Non-Exhaustive Expenditure

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- Government spending in the form of transfer payments to the private sector
 - Social welfare or pensions
 - Government actions effectively facilitate the movement of purchasing power between the public and private sectors

The Public Sector



Off-Budget Expenditure

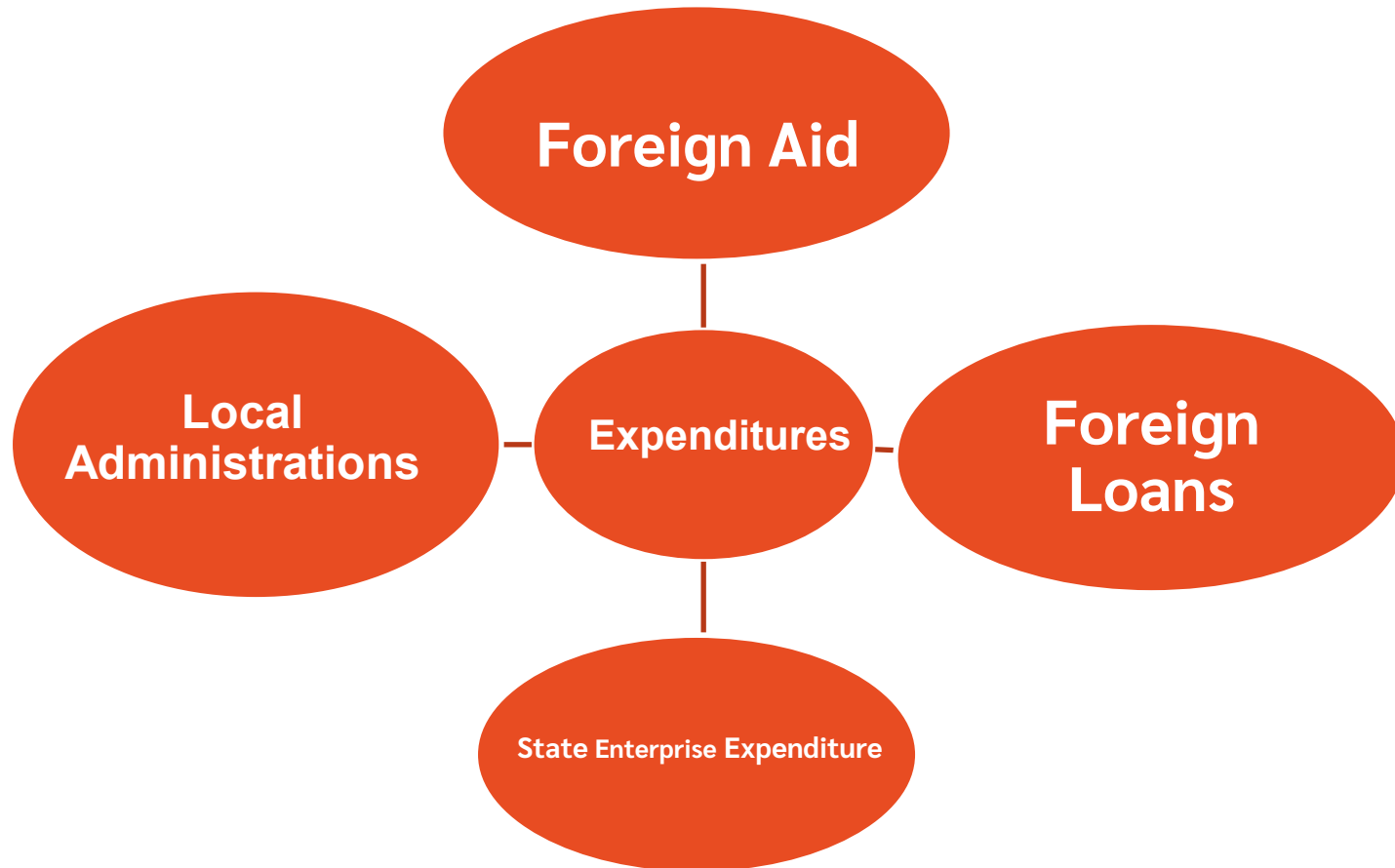
Thailand's off-budget expenditures are categorized into 7 major types:

1. Expenditure from Foreign Aid

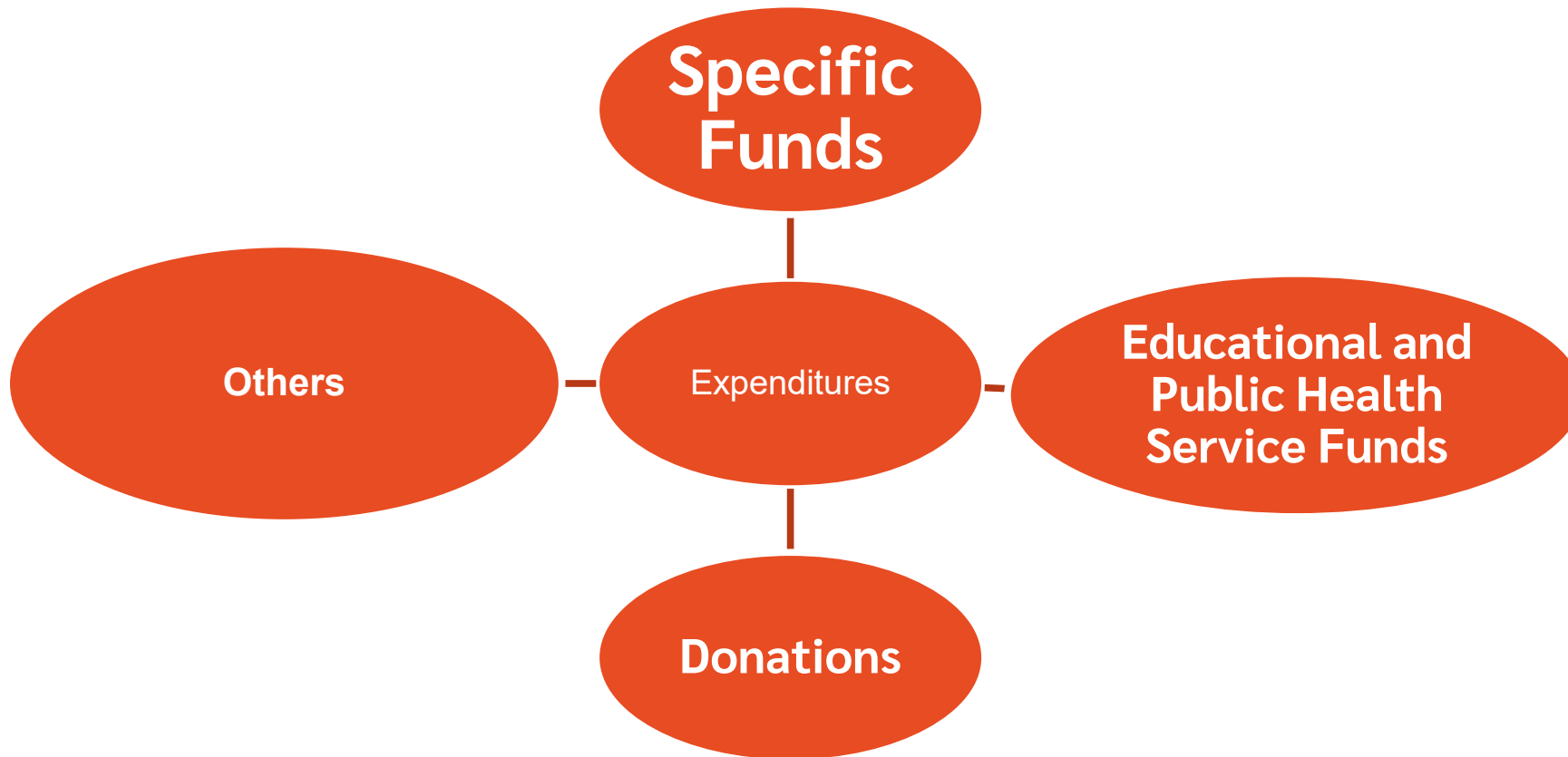
The various sources of assistance received by the government include:

- Japan
- European countries, Scandinavia, and Canada
- United States of America
- Australia and New Zealand
- United Nations (UN)
- European Union (EU)
- Volunteers
- Non-Governmental Organizations (NGOs)
- Other sources

Thailand's Off-Budget Expenditures



Thailand's Off-Budget Expenditures



Theories of Government Expenditure

Richard A. Musgrave

The early stages of a country's economic development

Government spending is primarily focused on necessary social overhead investment.

Otto Eckstein

Law of Ever-increasing State Activity

Social progress triggered economic shifts in both the public and private sectors

Musgrave - *The Law of Rising Public Expenditures*

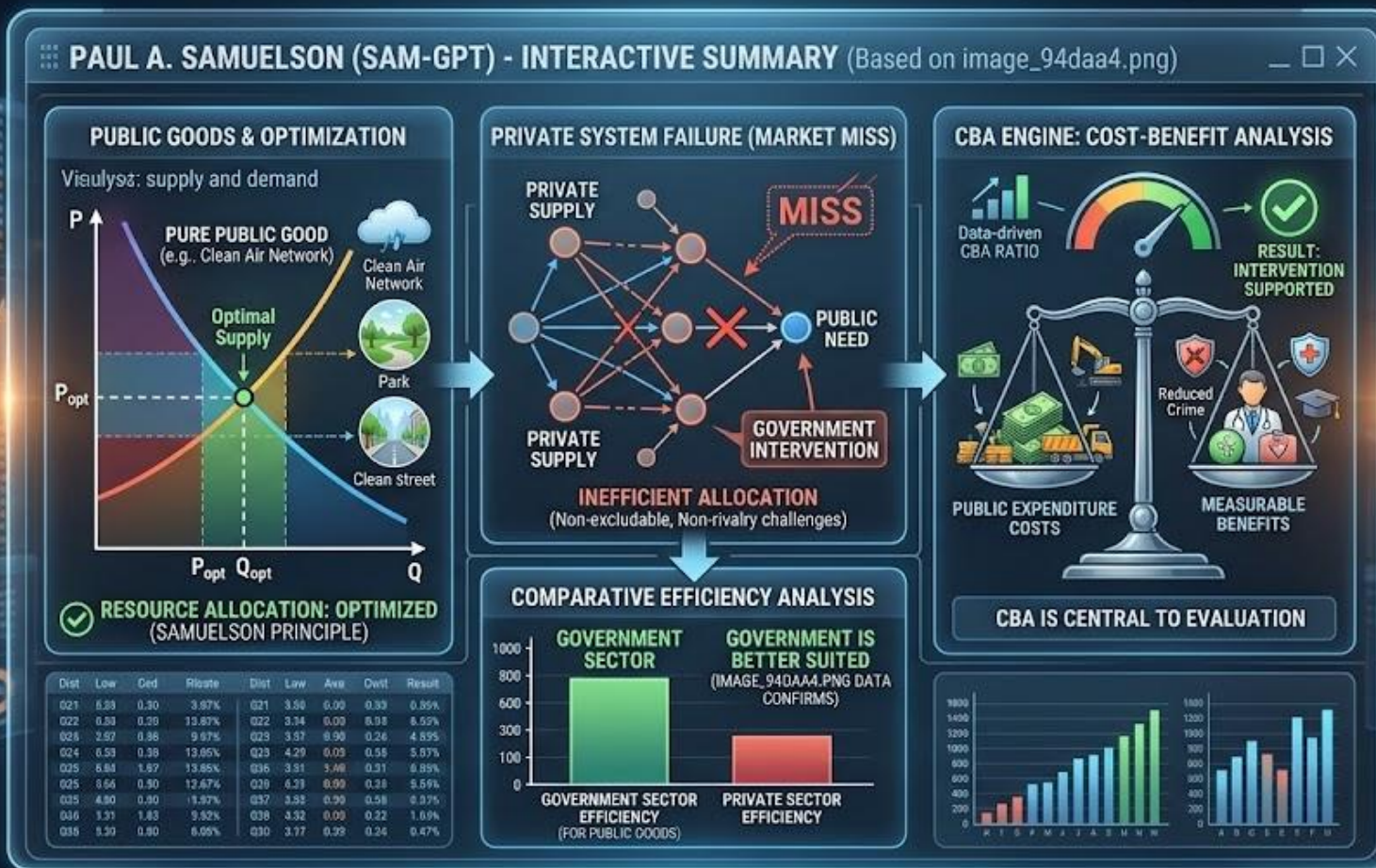
Wagner

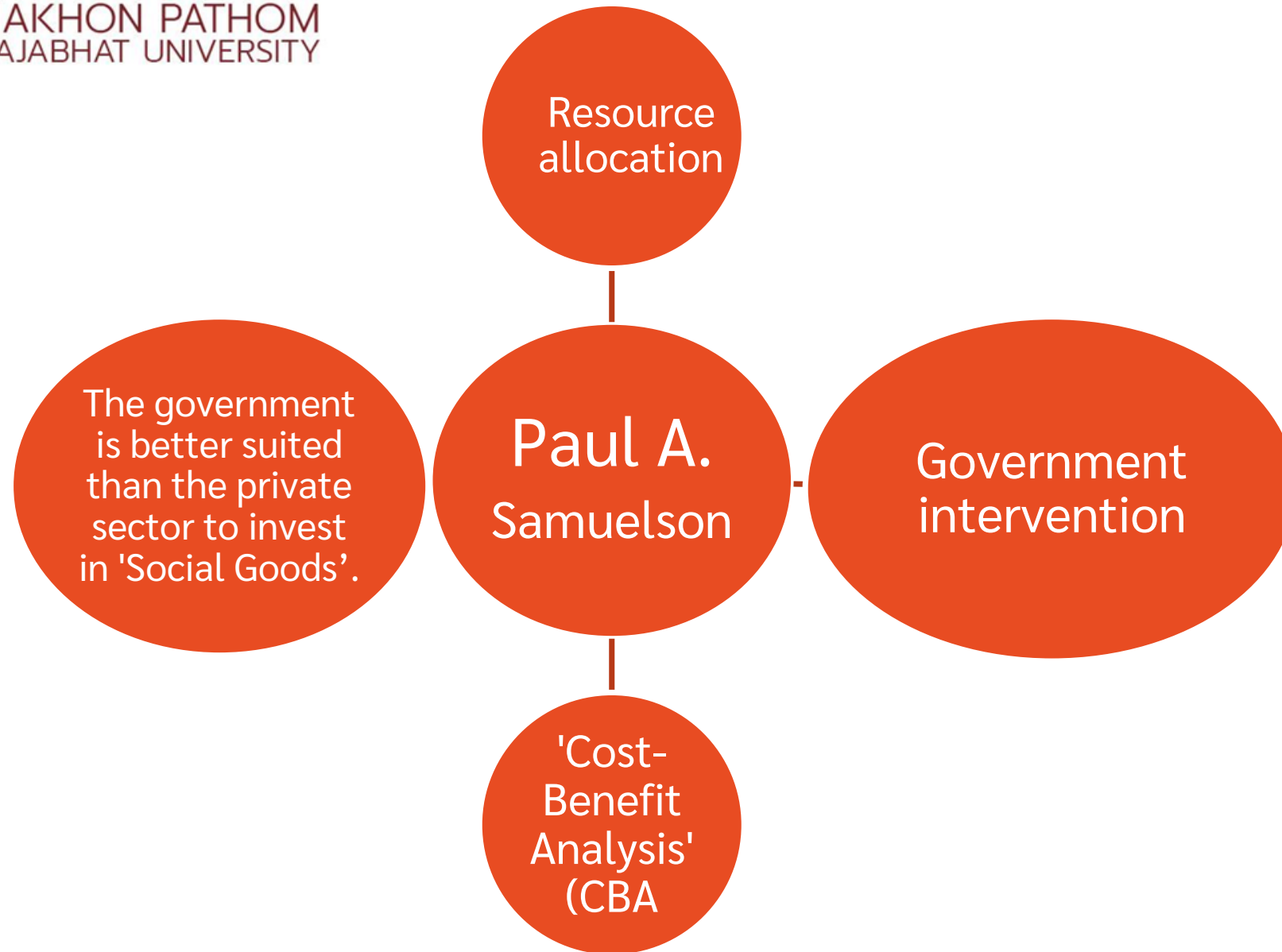
A country plans to accelerate economic development

The state must increase its investment in building economic foundations (infrastructure)

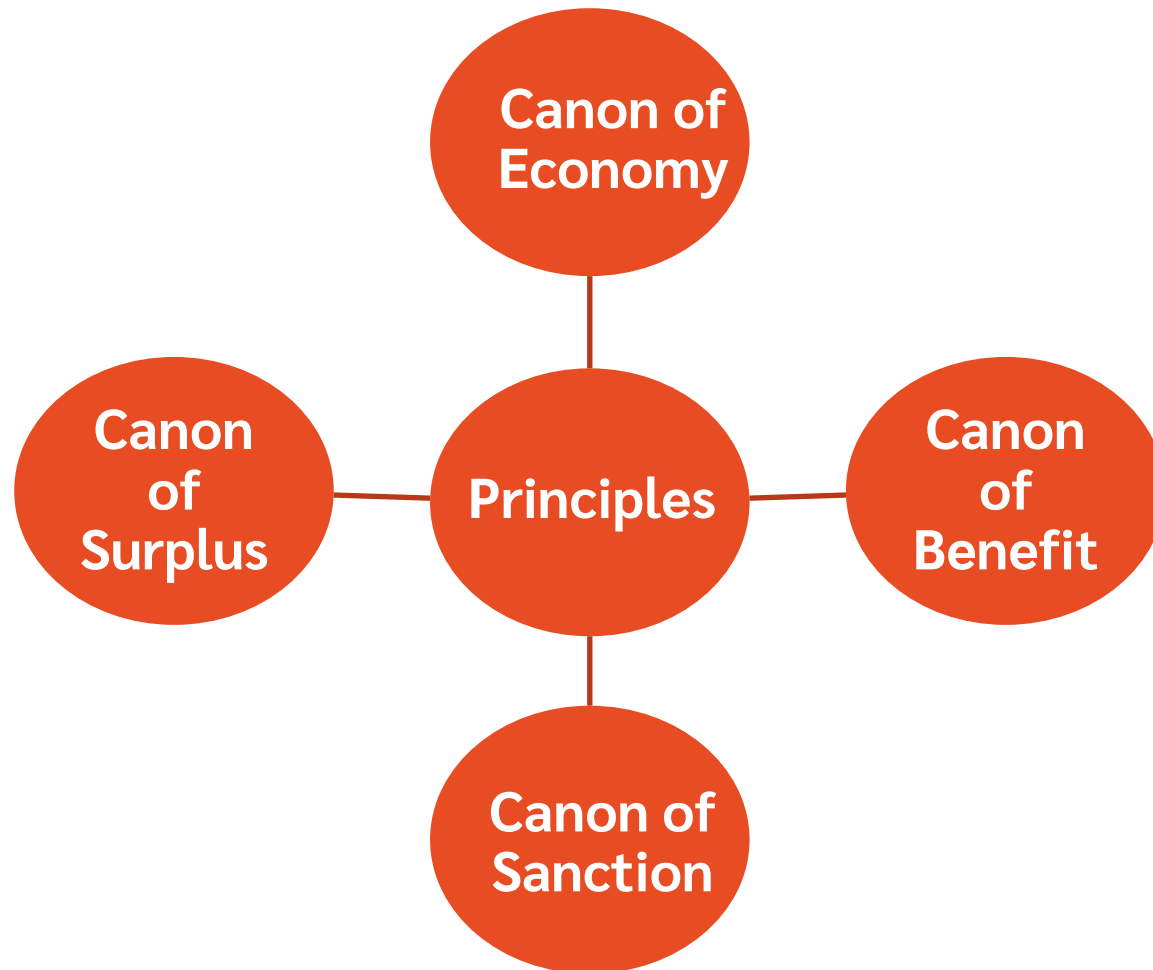
Theories of Government Expenditure

2.2 Government Expenditure in Microeconomic Models (AI Analysis Platform)





Principles of Public Expenditure



Do you have any questions?

THANK YOU