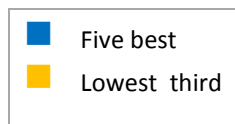


## SPRING 2011 REFORM BAROMETER - CZECH REPUBLIC

	Level			Rank			Gap		Areas of Action	
	2009	2010	Change	2009	2010	change	EU top 5	Gap <sup>1</sup>	2010	
Pillar I	1 GDP per capita (Purchasing Power Parity- PPP)	18928	19725	4,2%	22	22	0	NL IE SE AT DE	-35%	
	2 GDP per capita (€at 2000 prices)	9383	9576	2,1%	24	24	0	DK SE IE FI AT	-69%	
	3 Labour productivity per hour worked (PPP)	20,1	20,6	2,3%	24	24	0	NL BE FR DE IE	-50%	
	4 Labour productivity per person employed (PPP)	38012	39923	5,0%	25	25	0	IE BE FR SE NL	-40%	
	5 Private investment (excluding non residential, %GDP)	8,4	7,9	-0,5	24	23	1	BG BE AT DE IT	-5,7	
	6 Industrial activity (% total value added)	36,1	33,9	-2,2	3	2	1	IE SK CZ FI SI	1,3	
	7 R&D expenditure (% GDP) *	1,5	1,5	0,1	18	19	-1	FI SE DK DE AT	-1,6	
	8 Operating surplus (% total value added)	47,0	46,3	-0,7	10	12	-2	BG GR MT SK IE	-6,8	
Pillar II	9 Current Account (% GDP)	-1,2	-1,9	-0,7	16	18	-2	LU SE NL DE DK	-7,8	
	10 Export market share (gain from 2000)	55,6	57,6	2,0	3	3	0	RO LT CZ HU BG	-5,8	
	11 Net export contribution to GDP	-0,4	0,3	0,7	24	22	2	BG IE GR HU CY	-3,6	
	12 Share in global trade	0,9	0,8	0,0	14	14	0	DE FR NL UK IT	-3,4	
	13 Relative unit labour cost (gain from 2000)	10,7	10,9	0,2	21	23	-2	DE PL AT SE FR	18,8	
	14 High-tech exports (% total exports) **	14,1	14,1	0,0	13	13	0	MT LU IE HU CY	-14,6	
Pillar III	15 Employment rate (% working age population)	65,4	64,5	-0,9	10	11	-1	NL DK SE AT DE	-4,2	
	16 Employment rate 15-24 (% population 15-24)	26,5	24,3	-2,3	24	23	1	NL DK AT UK DE	-29,4	
	17 Employment rate 55-64 (% population 55-64)	46,8	46,2	-0,6	18	18	0	SE DE UK CY DK	-13,5	
	18 Annual hours worked (per capita)	1889	1940	2,7%	6	5	1	PL GR HU LV CZ	-1%	
	19 Labour participation (% working age population)	70,7	70,9	0,2	22	21	1	DK SE NL PT DE	-9,1	
	20 Dependency ratio (working age pop as % total population)	70,8	70,4	-0,4	4	4	0	SK PL CY CZ RO	1,0	
	21 Unemployment rate (% labour force)	6,7	7,3	0,6	10	11	-1	AT NL LU MT CY	1,7	
Pillar IV	22 Gross debt - general government (% GDP)	35,3	40,0	4,6	6	7	-1	EE LU BG RO LT	15,9	
	23 Net debt - general government (% GDP)*	-6,4	-6,4	0,0	10	6	4	FI EE SE BG CZ	98,5	
	24 Government budget balance (% GDP)	-5,8	-5,2	0,6	15	15	0	SE EE LU FI DE	-3,2	
	25 Primary balance (% GDP)	-4,5	-4,0	0,5	20	20	0	HU SE IT EE MT	-3,6	
	26 Tax burden (% GDP)	34,5	35,0	0,0	16	15	1	LV SK RO BG LT	4,5	
	27 Highest marginal tax rate, individual rate (%)*	15,0	15,0	0	2	2	0	BG CZ LT RO SK	-5	
	28 Public investment (% total public expenditure)	13,2	13,8	0,0	4	3	1	PL CZ RO BG LV	-0,2	
	29 Budgetary adjustment related to age (% GDP)	N/A	1,9	N/A	N/A	13	N/A	PL EE HU BG SE	1,8	
	Pillar V	30 Net foreign assets (% GDP) *	28,6	28,6	0,0	12	11	1	NL BE DE DK FI	52,9
31 Net financial assets, households (% GDP) *		N/A	N/A	N/A	N/A	N/A	N/A	BE IT NL FR DE	N/A	
32 Net financial liabilities, non financial corporations (% GDP)*		N/A	N/A	N/A	N/A	N/A	N/A	SK NL DE GR PL	N/A	
33 Regulatory tier 1 capital to risk weighted assets *		11,6	14,0	2,4	18	18	0	MT LU BE BG EE	-3,2	
34 Non performing loans to total gross loans *		2,8	4,6	1,8	17	17	0	FI LU SE SI AT	2,9	
35 Loans to private sector (% GDP)		52,5	53,9	1,4	4	4	0	RO SK PL CZ HU	0,0	
36 Bank liabilities (%GDP) *		N/A	N/A	N/A	N/A	N/A	N/A	SK RO PL LT BG	N/A	



1. Percentage points, when not indicated otherwise

\* 2008/ 2009 data  
\*\* 2007/ 2008 data

Source : European Commission, Eurostat

A methodological note can be found in the report or [here](#).

## PRIORITIES FOR REFORM: ANSWERS FROM SPCR (CZECH REPUBLIC)

	Policy Area	Concrete Recommendations	Are the proposed recommendations already in the agenda of your Government?	
			Yes	No
Priority 1	16	Programme of fiscal consolidation measures	X	
Priority 2	5	National strategy of competitiveness		X
Priority 3	1	reduction of the red tape, Regulatory Impact Assessment - RIA	X	
Priority 4	3	strengthening public financial sources and support of project financing	X	
Priority 5	17	reform of public administration, e - government	X	

<u>Policy areas</u>
<ol style="list-style-type: none"> <li>1. Business Environment - Regulatory barriers to entrepreneurship</li> <li>2. Business Dynamics - Start-up conditions</li> <li>3. R&amp;D and Innovation</li> <li>4. ICT</li> <li>5. Competition policy framework</li> <li>6. Sector specific regulation (telecom, energy)</li> <li>7. Market integration - Openness to trade and investment</li> <li>8. Active labour market policies</li> <li>9. Job protection</li> <li>10. Labour supply measures for specific groups (older workers, women...)</li> <li>11. Wage bargaining and wage-setting policies</li> <li>12. Labour market mismatch and labour mobility</li> <li>13. Making work-pay: interplay of tax and benefit system</li> <li>14. Pension and health care reforms</li> <li>15. Quality of fiscal institutions and budgetary framework</li> <li>16. Consolidation of public expenditures</li> <li>17. Public sector efficiency</li> <li>18. Public investment</li> <li>19. Tax reforms</li> <li>20. Access to bond markets</li> <li>21. Access to equity markets</li> <li>22. Venture capital and SME financing instruments</li> <li>23. Bank lending conditions</li> <li>24. Long term investment instruments</li> </ol>