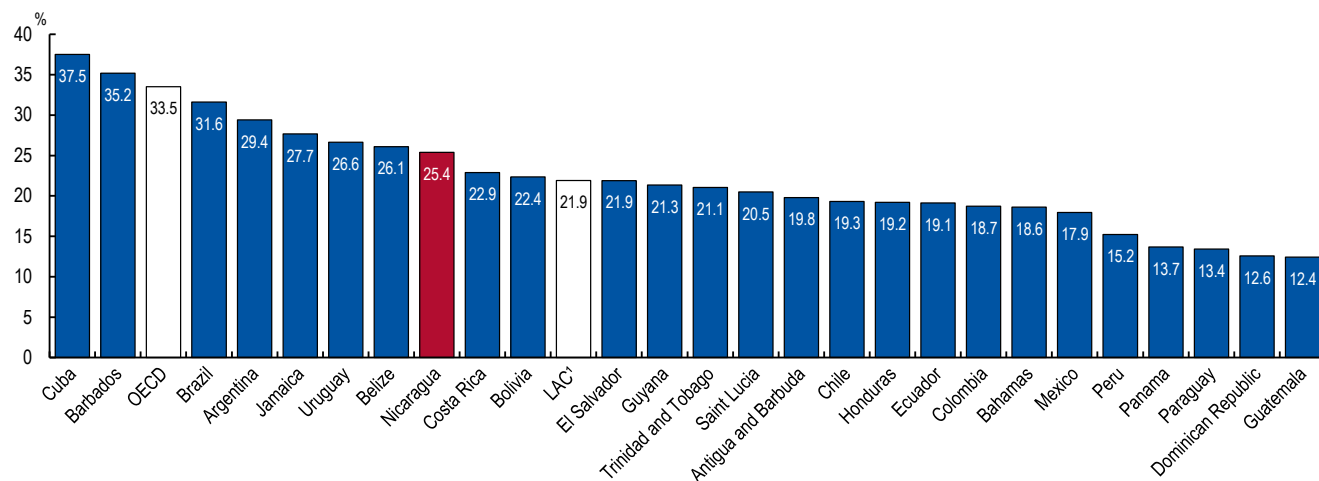


## Revenue Statistics in Latin America and the Caribbean 2022 - Nicaragua

### Tax-to-GDP ratio

#### Tax-to-GDP ratio compared to other Latin American and Caribbean (LAC) countries and regional averages, 2020

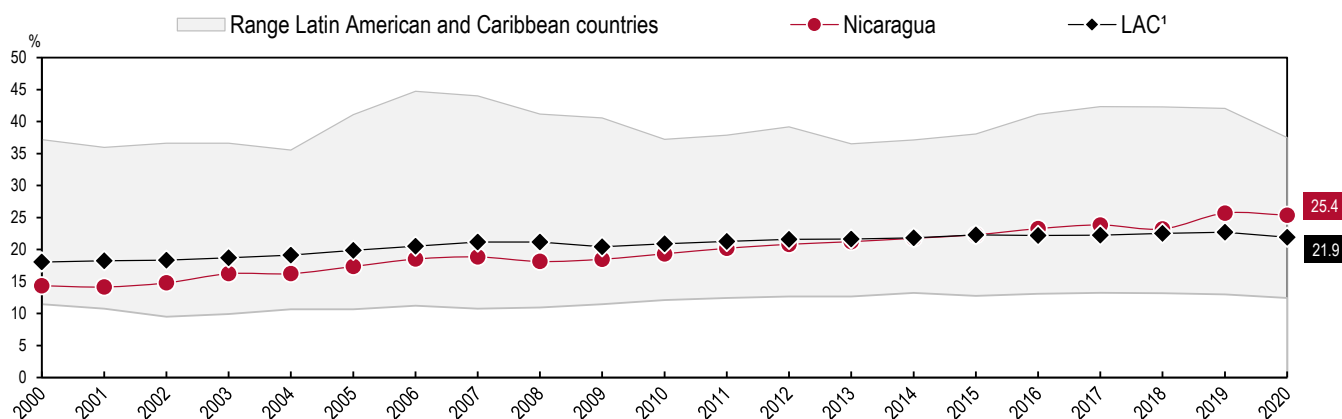
Nicaragua's tax-to-GDP ratio in 2020 (25.4%) was above the LAC average (21.9%)<sup>1</sup> in this year's Revenue Statistics in Latin America and the Caribbean publication by 3.5 percentage points and below the OECD average (33.5%).



1. Represents the unweighted average of 26 Latin American and Caribbean countries included in this publication and excludes Venezuela due to data availability issues.

#### Tax-to-GDP ratio over time

The tax-to-GDP ratio in Nicaragua decreased by 0.3 percentage points from 25.7% in 2019 to 25.4% in 2020. In comparison, the LAC average decreased by 0.8 percentage points between 2019 and 2020 to 21.9%. Over a longer time period, the LAC average has increased by 3.9 percentage points, from 18.0% in 2000 to 21.9% in 2020, whereas over the same period the tax-to-GDP ratio in Nicaragua has increased by 11.0 percentage points, from 14.3% to 25.4%. Since 2000, the highest tax-to-GDP ratio in Nicaragua was 25.7% in 2019, and the lowest was 14.1% in 2001.



1. Represents the unweighted average of 26 Latin American and Caribbean countries included in this publication and excludes Venezuela due to data availability issues.

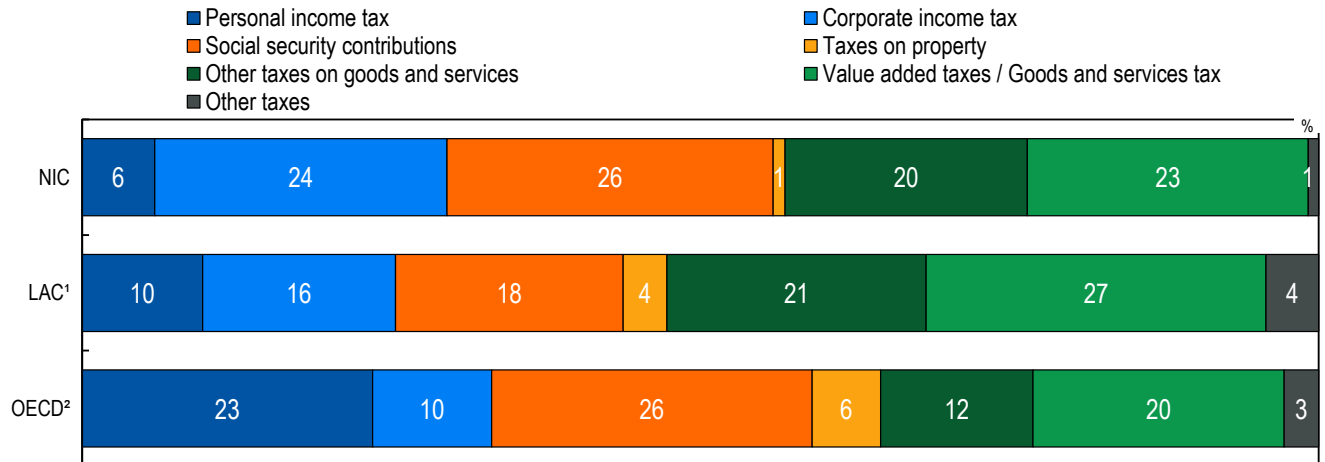
In the OECD classification the term "taxes" is confined to compulsory unrequited payments to general government. Taxes are unrequited in the sense that benefits provided by government to taxpayers are not normally in proportion to their payments. <http://www.oecd.org/tax/tax-policy/oecd-classification-taxes-interpretative-guide.pdf>



## Tax structures

### Tax structure compared to the regional averages

Tax structure refers to the share of each tax revenue category in total tax revenues. The highest share of tax revenues in Nicaragua in 2020 was derived from social security contributions (26.4%). The second-highest share of tax revenues in 2020 was derived from corporate income tax (23.7%).



1. Represents the unweighted average of 26 LAC countries included in this publication and excludes Venezuela due to data availability issues. Ecuador is excluded from the LAC average for CIT and PIT revenue as a sufficient breakdown is not available.

2. Data for 2019 are used for the OECD average as the 2020 data are not available. All figures within the chart are rounded.

### Summary of the tax structure in Nicaragua

	Tax revenues in national currency			Tax structure in Nicaragua		
	Nicaraguan Cordoba, Millions			% in GDP		
	2019	2020	Δ	2019	2020	Δ
Taxes on income, profits and capital gains <sup>1</sup>	33 036	32 460	- 576	7.9	7.5	- 0.4
<i>of which</i>						
Personal income, profits and gains	6 561	6 447	- 114	1.6	1.5	- 0.1
Corporate income, profits and gains	26 475	26 013	- 462	6.3	6.0	- 0.3
Social security contributions	27 586	29 014	+ 1 428	6.6	6.7	+ 0.1
Taxes on property	1 196	1 037	- 158	0.3	0.2	- 0.1
Taxes on goods and services	44 608	46 559	+ 1 951	10.7	10.7	0.0
<i>of which</i>						
Value added taxes / Goods and services tax	24 116	24 990	+ 875	5.8	5.8	0.0
Taxes on specific goods and services	15 741	16 503	+ 762	3.8	3.8	0.0
<i>of which</i>						
Excises	13 616	14 163	+ 547	3.3	3.3	0.0
Customs and import duties	2 125	2 340	+ 215	0.5	0.5	0.0
Other taxes <sup>2</sup>	907	915	+ 8	0.2	0.2	0.0
<b>TOTAL</b>	<b>107 333</b>	<b>109 985</b>	<b>+ 2 653</b>	<b>25.7</b>	<b>25.4</b>	<b>- 0.3</b>

1. The revenue from taxes on income, profits and gains may not add up to the sum of revenue from personal income tax and corporate income tax due to revenue that could not be allocated to these categories.

2. In this country note, "other taxes" is calculated as total tax minus taxes on income, profits and capital gains, social security contributions, taxes on property and taxes on goods and services. It includes taxes on payroll and workforce, and other taxes (as defined in the OECD Interpretative Guide).

Tax revenue includes net receipts for all levels of government; figures in the table may not sum to the total indicated due to rounding.

