

Treasury finances January – August 2006

Cash Flow Statement, January – August 2006

<i>Millions of krónur</i>	2002	2003	2004	2005	2006
Revenue	152,633	170,668	181,033	219,294	246,109
Expenditure	165,773	176,919	189,354	203,787	209,728
Current balance	-13,140	-6,251	-8,322	15,507	36,381
Receipts from sale of fixed assets	-3,175	-12,059	-	-	-
Other cash payments / receipts	-1,120	-790	1,560	791	-823
Cash flows from operations	-17,435	-19,100	-6,761	16,298	35,558
Financial transactions	8,214	17,773	7,829	11,260	-2,339
Net financial balance	-9,221	-1,327	1,068	27,558	33,219
Debt redemption	-22,123	-18,437	-29,593	-33,363	-32,592
Domestic	-10,067	-6,028	-4,576	-14,015	-9,719
Foreign	-12,056	-12,409	-25,017	-19,348	-22,873
Pension fund prepayments	-6,000	-5,000	-5,000	-2,600	-2,640
Gross borrowing requirement	-37,344	-24,764	-33,525	-8,406	-2,013
New borrowing	32,171	21,828	40,177	15,832	25,247
Domestic	9,288	20,095	16,928	11,555	17,673
Foreign	22,884	1,733	23,249	4,277	7,574
Overall cash balance	-5,172	-2,936	6,652	7,426	23,234

Treasury revenue, January – August 2006

	In millions of krónur			Change from previous year in per cent		
	2004	2005	2006	2004	2005	2006
Total taxes and social security contributions	169,327	200,652	230,505	15.2	18.5	14.9
Taxes on income and profit	52,640	60,880	78,979	20.4	15.7	29.7
Personal income tax	39,040	43,108	48,151	12.6	10.4	11.7
Corporate income tax	6,619	7,340	15,746	127.4	10.9	114.5
Other taxes on income and profit	6,981	10,432	15,082	13.7	49.4	44.6
Taxes on property	6,344	9,537	6,358	16.9	50.3	-33.3
Taxes on goods and services	89,220	105,844	116,941	13.1	18.6	10.5
Value added tax	59,885	72,534	80,676	13.5	21.1	11.2
Excise tax on motor vehicles	4,111	7,053	7,590	36.3	71.6	7.6
Excise tax on petrol	5,679	5,872	5,968	19.8	3.4	1.6
Excise on oil	4,266	3,755	4,339	18.6	-12.0	15.5
Tobacco and liquor taxes	6,844	7,189	7,500	1.8	5.0	4.3
Other taxes on goods and services	8,435	9,441	10,869	4.9	11.9	15.1
Taxes on international trade and transactions	1,927	2,105	2,546	15.1	9.2	21.0
Other taxes	1,140	1,236	1,368	.	8.5	10.7
Social security contributions	18,056	21,050	24,311	9.3	16.6	15.5
Grants	216	270	736	-64.5	25.1	172.7
Other revenue	11,461	18,094	14,350	5.8	57.9	-20.7
Sale of assets	29	277	518	-	-	-
Total revenue	181,033	219,293	246,109	6.1	21.1	12.2

Treasury expenditure, January – August 2006

	In millions of krónur			Change from previous year in per cent	
	2004	2005	2006	2005	2006
General public services	32,083	39,170	33,012	22.1	-15.7
of which: interest	10,282	15,796	7,696	53.6	-51.3
Health	48,440	52,245	56,223	7.9	7.6
Social security and welfare	46,480	48,091	50,596	3.5	5.2
Economic affairs	27,836	26,728	27,226	-4.0	1.9
Education	17,850	20,525	23,471	15.0	14.4
Culture, sports and religion	8,621	8,379	9,327	-2.8	11.3
Law enforcement, justice, security	5,681	6,075	7,115	6.9	17.1
Environmental protection	2,205	2,274	2,466	3.1	8.5
Housing, zoning and utilities	159	300	292	88.5	-2.6
Total expenditure	189,354	203,787	209,728	7.6	2.9

Note:

Revised revenue classification of the Treasury in January 2006: The classification of Treasury revenue has been revised according to the IMF Government Finance Statistics Manual of 2001. The earlier classification was based on an earlier version of the Manual. The new classification was first published last autumn in the 2004 Treasury accounts and introduced in the 2006 fiscal budget. It is now applied in the monthly revenue statements of the Treasury.

The main changes from the previous classification is that social contributions are separated from tax revenue and classified under a new main heading "Taxes and social contributions". Taxes on international trade and transactions, such as customs duties and other import charges, are now shown separately and are no longer under the heading "Taxes on goods and services". Regarding the other revenue, the new classification provides more details than the earlier version. The new classification also calls for a revision of several other items, such as the tax for the Elderly's Construction Fund and several user and licence charges.