

**Treasury finances
January-March 2006**

**Cash Flow Statement January–March 2006
(In millions of krónur)**

	2002	2003	2004	2005	2006
Revenue	55,454	68,337	64,635	79,449	99,704
Expenditure	55,945	61,957	65,039	70,255	74,371
Current balance	-491	6,380	-404	9,194	25,334
Receipts from sale of fixed assets	-31	-10,720	-	-	-
Other cash payments / receipts	-1,427	-3,595	838	108	-1,593
Cash Flows from operations	-1,949	-7,935	435	9,301	23,741
Financial transactions	2,015	14,340	3,177	6,210	-2,455
Net financial balance	65	6,405	3,611	15,511	21,286
Debt redemption	-10,753	-4,953	-13,950	-11,404	-9,070
Domestic	-612	-4,913	-57	-2,220	-9,064
Foreign	-10,141	-40	-13,893	-9,184	-6
Pension fund prepayments	-2,250	-1,875	-1,875	-850	-990
Gross borrowing requirement	-12,938	-423	-12,214	3,257	11,226
New borrowing	15,634	5,081	34,626	1,094	1,532
Domestic	5,516	12,040	14,240	-3,831	1,532
Foreign	10,118	-6,960	20,387	4,925	-
Overall cash balance	2,696	4,657	5,064	4,351	12,758

Treasury finances, January–March 2006

	In millions of krónur			Change from previous year in per cent		
	2004	2005	2006	2004	2005	2006
Total taxes and social contributions	61,193	75,135	94,593	13.1	22.8	25.9
Taxes on income and profit	23,770	29,299	41,004	16.0	23.3	40.0
Personal income tax	15,506	17,572	19,592	10.3	13.3	11.5
Corporate income tax	2,021	2,142	7,475	-	-	-
Other taxes on income and profit	6,243	9,585	13,937	8.9	53.5	45.4
Taxes on property	2,392	3,621	3,032	21.2	51.4	-16.3
Taxes on goods and services	27,963	33,760	40,683	10.3	20.7	20.5
Value added tax	17,895	21,990	27,511	11.8	22.9	25.1
Excise tax on motor vehicles	1,141	2,027	2,677	32.8	77.7	32.1
Excise tax on petrol	1,975	2,041	2,279	14.3	3.3	11.7
Excise on oil	1,929	2,172	1,630	18.3	12.6	-24.9
Tobacco and liquor taxes	2,188	2,368	2,491	-2.6	8.2	5.2
Other taxes on goods and services	2,835	3,162	4,095	-1.3	11.5	29.5
Taxes on international trade and transactions	634	673	854	4.5	6.2	26.9
Other taxes	111	161	174	815.4	45.6	8.2
Social contributions	6,324	7,621	8,845	11.0	20.5	16.1
Grants	99	153	220	-10.9	54.2	43.9
Other revenue	3,341	4,092	4,877	0.8	22.5	19.2
Sale of assets	2	70	14	-	-	-
Total Revenue	64,635	79,449	99,704	-5.4	22.9	25.5

Treasury finances, January–March 2006

	In millions of krónur			Change from previous year in per cent	
	2004	2005	2006	2005	2006
General public services	10,527	11,794	11,559	12.0	-2.0
of which: interest	2,687	3,698	2,520	37.6	-31.9
Health	17,146	19,392	20,620	13.1	6.3
Social security and welfare	1,084	15,590	16,937	3.4	8.6
Economic affairs	535	8,977	8,586	5.2	-4.4
Education	7,446	8,304	9,461	11.5	13.9
Culture, sports and religion	3,271	3,263	3,734	-0.2	14.5
Law enforcement, justice, security	2,141	2,178	2,680	1.8	23.0
Environmental protection	842	658	688	-21.8	4.6
Housing, zoning and utilities	48	100	106	108.7	5.9
Total expenditure	65,039	70,255	74,371	8.0	5.9

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.