

## Treasury finances January – September 2008

### Cash Flow Statement in January–September 2004–2008

	Millions of krónur				
	2004	2005	2006	2007	2008
Revenue	201 207	305 378	277 246	320 820	332 406
Expenditure	212 932	233 596	233 632	268 624	318 569
<b>Current balance</b>	<b>-11 725</b>	<b>71 782</b>	<b>43 614</b>	<b>52 196</b>	<b>13 837</b>
Receipts from sale of fixed assets	-	-56 755	-	- 33	- 39
Other cash payments / receipts	1 320	- 446	258	-3 578	5 402
<b>Cash flows from operations</b>	<b>-10 405</b>	<b>14 581</b>	<b>43 872</b>	<b>48 584</b>	<b>19 200</b>
Financial transactions	<b>7 969</b>	<b>45 165</b>	<b>-2 245</b>	<b>-66 480</b>	<b>8 540</b>
<b>Net financial balance</b>	<b>-2 436</b>	<b>59 746</b>	<b>41 627</b>	<b>-17 896</b>	<b>27 740</b>
Debt redemption	<b>-30 843</b>	<b>-47 939</b>	<b>-38 071</b>	<b>-33 483</b>	<b>-45 486</b>
Domestic	-5 676	-14 056	-15 198	-22 251	-30 019
Foreign	-25 166	-33 883	-22 873	-11 232	-15 467
Pension fund prepayments	-5 625	-2 950	-2 970	-2 970	-2 970
<b>Gross borrowing requirement</b>	<b>-38 904</b>	<b>8 857</b>	<b>586</b>	<b>-54 349</b>	<b>-20 716</b>
New borrowing	<b>40 679</b>	<b>11 698</b>	<b>24 978</b>	<b>58 453</b>	<b>208 397</b>
Domestic	17 430	11 698	20 362	58 277	101 710
Foreign	23 249	-	4 616	176	106 687
<b>Overall cash balance</b>	<b>1 775</b>	<b>20 555</b>	<b>25 564</b>	<b>4 105</b>	<b>187 681</b>

### Treasury revenue in January–September 2006–2008

	Millions of krónur			Change from previous year in per cent		
	2006	2007	2008	2006	2007	2008
Total taxes and social security contributions	260 030	291 147	301 522	13.8	12.0	3.6
Taxes on income and profit	88 400	104 282	115 250	19.6	18.0	10.5
Personal income tax	54 830	60 656	64 054	12.1	10.6	5.6
Corporate income tax	17 117	18 681	19 592	109.3	9.1	4.9
Other taxes on income and profit	16 452	24 945	31 604	-2.4	51.6	26.7
Taxes on property	6 897	8 426	6 143	-36.6	22.2	-27.1
Taxes on goods and services	132 458	142 590	141 250	14.1	7.6	-0.9
Value added tax	91 137	99 563	99 015	16.3	9.2	-0.6
Excise tax on motor vehicles	8 256	8 085	6 711	5.1	-2.1	-17.0
Excise tax on petrol	6 904	7 076	6 848	1.1	2.5	-3.2
Excise on oil	4 994	5 572	5 687	27.8	11.6	2.1
Tobacco and liquor taxes	8 437	8 803	8 940	4.3	4.3	1.6
Other taxes on goods and services	12 730	13 491	14 049	15.1	6.0	4.1
Taxes on international trade and transactions	3 311	4 178	4 802	34.8	26.2	14.9
Other taxes	1 461	2 525	3 187	9.0	72.8	26.2
Social security contributions	27 504	29 146	30 890	16.0	6.0	6.0
Grants	885	853	331	175.7	-3.6	-61.2
Other revenue	15 783	21 890	27 797	-19.1	38.7	27.0
Sale of assets	547	6 930	2 756	-	-	-
	<b>277</b>	<b>320</b>	<b>332</b>			
<b>Total revenue</b>	<b>246</b>	<b>820</b>	<b>406</b>	<b>-9.2</b>	<b>15.7</b>	<b>3.6</b>

### Treasury expenditure in January–September 2006–2008

	Millions of krónur			Change from previous year in per cent	
	2006	2007	2008	2007	2008
General public services	29 003	35 667	43 939	23.0	23.2
of which: interest	7 865	11 218	13 713	42.6	22.2
Defence	450	593	810	31.7	36.7
Law enforcement, justice, security	10 045	11 834	14 681	17.8	24.1
Economic affairs	31 959	36 206	47 242	13.3	30.5
Environmental protection	2 512	2 947	3 242	17.3	10.0
Housing, zoning and utilities	299	320	401	6.9	25.4
Health	62 484	69 416	77 533	11.1	11.7
Culture, sports and religion	10 194	11 645	12 625	14.2	8.4
Education	26 153	28 947	32 596	10.7	12.6
Social security and welfare	54 806	64 584	78 848	17.8	22.1
Irregular expenditure	4 755	6 466	6 652	36.0	2.9
<b>Total expenditure</b>	<b>232 660</b>	<b>268 624</b>	<b>318 569</b>	<b>15.5</b>	<b>18.6</b>

**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.