

Table 4

Treasury expenditure by economic activity

Accruals basis, millions of krónur	Accounts 2012	Accounts 2013	Estimate 2014	Proposal 2015	Budget 2015
Current expenditure	225.149	237.220	256.198	258.016	262.967
Wages.....	128.678	136.751	138.171	145.439	147.059
Government employee's pension fund liabilities.....	9.700	8.795	12.222	10.013	10.013
Capital gains tax.....	3.576	5.324	7.870	5.260	5.260
Other current expenditure	120.998	126.185	134.526	135.801	138.391
Service charges	-37.803	-39.836	-36.589	-38.498	-37.756
Interest	75.625	74.406	78.776	84.211	82.483
Transfer payments	224.463	245.379	239.775	243.228	245.887
Old age and disability insurance	58.775	63.282	70.621	74.351	74.892
Health insurance	25.050	25.788	28.277	25.859	26.990
Municipal Equalisation Fund	14.984	16.354	17.075	17.521	17.921
Welfare support payments	12.000	12.484	13.158	14.155	13.787
Agricultural support payments	11.556	12.054	12.322	12.606	12.487
Unemployment Insurance Fund	21.768	17.059	14.514	13.702	12.249
Tax write-offs	4.887	21.883	10.000	12.000	12.000
Child benefits	7.757	10.450	9.900	10.000	11.000
Parental Leave Fund	7.786	8.294	8.868	9.120	9.332
Student Loan Fund	7.800	8.502	8.359	8.343	8.344
Interest cost rebates	15.019	8.974	8.325	7.700	7.700
Equalisation of disability burden in priv. pension funds	2.698	2.822	3.088	2.634	2.978
Parishes and churchyards	2.381	2.540	2.689	2.814	2.862
Other transfer payments ¹	32.001	34.893	32.581	32.423	33.346
Maintenance	8.830	9.816	9.673	9.183	10.061
Maintenance of roads	4.521	5.277	5.000	5.000	5.850
Other	4.308	4.539	4.673	4.183	4.211
Capital expenditure	11.277	11.405	13.361	14.448	14.548
Road construction	4.929	6.185	7.372	8.952	8.672
Universities and higher education	1.168	1.189	1.234	928	893
Hospitals and health centres	2.368	2.044	1.883	1.954	2.929
Airfields	302	175	0	0	0
Other capital expenditure	2.509	1.812	2.872	2.615	2.055
Capital transfer payments	16.377	13.943	49.657	31.400	34.169
Debt relief of indexed housing loans	0	0	35.688	18.385	18.385
Research and Development ¹	4.792	5.898	5.952	6.844	6.873
Housing Financing Fund	7.099	4.500	3.000	3.300	5.700
Snow avalanche obstructions	1.365	1.106	2.245	1.141	1.141
Cultural institutions	110	422	501	436	436
Harbour construction	55	3	166	111	151
Subsidies for rental apartments	118	112	112	110	110
Government guaranteed debt	1.648	0	0	0	0
Other capital transfer payments ¹	1.191	1.903	1.994	1.073	1.373
Total expenditure	561.721	592.167	647.440	640.486	650.114

¹ Contribution to research and development is categorized as capital transfers, from September 2014, in accordance with Statistics Iceland's new standard of national accounts.