

**Treasury finances
January 2006**

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

	2001	2002	2003	2004	2005
Revenue.....	18,622	19,202	24,204	29,894	41,132
Expenditure.....	17,874	19,485	24,737	25,338	25,508
Current balance.....	748	-283	-533	4,556	15,624
Receipts from sale of fixed assets.....	-15	-	-672	-	-
Other cash payments / receipts.....	-1,275	-3,359	-590	-1,901	-1,698
Cash Flows from operations.....	-542	-3,642	-1,795	2,655	13,926
Financial transactions.....	389	644	204	3,219	-1,077
Net financial balance.....	-153	-2,998	-1,591	5,874	12,849
Debt redemption.....	-389	-324	-17	-11,135	-4,049
Domestic.....	-389	-324	-17	-2,142	-4,049
Foreign.....	-	-	-	-8,994	-
Pension fund prepayments.....	-750	-625	-625	-	-330
Gross borrowing requirement.....	-1,292	-3,947	-2,233	-5,261	8,470
New borrowing.....	4,400	5,964	7,674	5,563	1,532
Domestic.....	4,418	5,979	8,012	-3,431	1,532
Foreign.....	-15	-14	-338	8,994	-
Overall cash balance.....	3,107	2,017	5,442	302	10,002

Treasury finances, January 2006

	In millions of krónur			Change from previous year in per cent		
	2004	2005	2006	2004	2005	2006
Total taxes and social contributions...	22,026	28,367	39,043	20.9	28.8	37.6
Taxes on income and profit.....	12,199	16,492	25,445	8.7	35.2	54.3
Personal income tax.....	6,149	7,247	7,766	1.3	17.9	7.2
Corporate income tax.....	319	397	4,143	-	-	-
Other taxes on income and profit.....	5,731	8,848	13,535	10.8	54.4	53.0
Taxes on property	454	729	810	3.7	60.7	11.2
Taxes on goods and services.....	7,065	8,164	9,324	43.8	15.6	14.2
Value added tax.....	4,387	4,908	5,370	76.1	11.9	9.4
Excise tax on motor vehicles.....	318	607	732	58.2	90.9	20.6
Excise tax on petrol.....	782	818	834	53.3	4.6	2.0
Excise on oil	187	236	452	-24.3	26.2	91.6
Tobacco and liquor taxes.....	813	793	830	-0.7	-2.5	4.6
Other taxes on goods and services..	580	802	1,106	-10.3	38.3	37.9
Taxes on international trade and transactions	266	236	295	20.1	-11.2	24.8
Other taxes.....	31	41	57	552.8	34.0	39.2
Social contributions	2,012	2,705	3,111	42.5	34.4	15.0
Grants	3	54	38	-	-	-
Other revenue.....	1,513	1,473	2,037	-	-	-
Sale of assets	0	0	14	-	-	-
Total Revenue.....	23,543	29,894	41,132	22.6	27.0	37.6

Treasury finances, January 2006

	In millions of krónur			Change from previous year in per cent		
	2004	2005	2006	2004	2005	2006
Administration	2,534	2,760	2,940	46.2	8.9	6.5
General administration.....	1,434	1,642	1,755	31.4	14.5	6.9
Justice and law enforcement.....	1,100	1,118	1,186	71.3	1.6	6.1
Social affairs	17,010	16,737	18,429	36.2	-1.6	10.1
Of which:						
Education and culture.....	4,974	5,399	5,939	67.6	8.5	10.0
Health.....	5,986	6,451	7,174	37.4	7.8	11.2
Social security.....	5,274	4,107	4,386	14.3	-22.1	6.8
Economic affairs	3,289	2,639	2,572	49.2	-19.8	-2.5
Of which:						
Agriculture.....	1,486	793	798	84.0	-46.6	0.6
Communicatons.....	1,176	1,199	1,026	39.6	2.0	-14.5
Interest expenditure	909	2,190	512	-45.9	141.0	-76.6
Other expenditure	995	1,012	1,056	-27.8	1.7	4.3
Total expentiture	24,737	25,338	25,508	27.0	2.4	0.7

Note:

Revised revenue classification of the Treasury: 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.