

Treasury finances January – December 2008

Cash Flow Statement in January–December 2004–2008

	Millions of krónur				
	2004	2005	2006	2007	2008
Revenue	280 696	399 289	381 336	454 066	444 751
Expenditure	280 382	308 382	314 716	369 583	643 935
Current balance	315	90 905	66 619	84 483	-199 184
Receipts from sale of fixed assets	-	-57 605	- 384	-6 170	- 40
Other cash payments / receipts	- 607	-1 286	- 516	-17 355	186 915
Cash flows from operations	- 292	32 014	65 719	60 958	-12 310
Financial transactions	22 700	49 874	-91 154	-63 102	-386 106
Net financial balance	22 408	81 888	-25 435	-2 144	-398 416
Debt redemption	-32 477	-62 305	-46 097	-33 837	-120 625
Domestic	-7 291	-14 596	-23 223	-22 505	-104 713
Foreign	-25 186	-47 709	-22 873	-11 332	-15 912
Pension fund prepayments	-7 500	-5 482	-4 000	-12 500	-4 000
Gross borrowing requirement	-17 569	14 101	-75 531	-48 481	-523 041
New borrowing	25 867	10 234	115 713	58 939	601 955
Domestic	9 740	10 234	25 892	58 754	558 118
Foreign	16 127	-	89 821	185	43 837
Overall cash balance	8 298	24 335	40 182	10 457	78 914

Treasury revenue in January– December 2006–2008

	Millions of krónur			Change from previous year in per cent		
	2006	2007	2008	2006	2007	2008
Total taxes and social security contributions	354 209	395 384	391 027	12.5	11.6	-1.1
Taxes on income and profit	126 192	143 937	152 935	24.5	14.1	6.3
Personal income tax	78 228	83 933	88 040	13.3	7.3	4.9
Corporate income tax	31 369	34 790	29 539	103.9	10.9	-15.1
Other taxes on income and profit	16 595	25 214	35 355	-1.8	51.9	40.2
Taxes on property	9 172	11 834	7 936	-38.5	29.0	-32.9
Taxes on goods and services	175 692	192 086	179 444	9.0	9.3	-6.6
Value added tax	122 400	135 388	127 387	10.1	10.6	-5.9
Excise tax on motor vehicles	10 230	11 005	7 345	-0.2	7.6	-33.3
Excise tax on petrol	8 995	9 168	8 738	2.4	1.9	-4.7
Excise on oil	6 553	7 292	7 280	63.2	11.3	-0.2
Tobacco and liquor taxes	11 371	11 949	11 958	7.7	5.1	0.1
Other taxes on goods and services	16 142	17 284	16 737	-1.6	7.1	-3.2
Taxes on international trade and transactions	4 170	5 297	5 693	20.0	27.0	7.5
Other taxes	1 758	3 081	3 946	7.2	75.3	28.1
Social security contributions	37 226	39 150	41 072	15.4	5.2	4.9
Grants	1 668	927	1 026	119.6	-44.4	10.7
Other revenue	24 506	37 354	49 783	-2.7	52.4	33.3
Sale of assets	953	20 401	2 915	-	-	-
Total revenue	381 336	454 066	444 751	-4.5	19.1	-2.1

Treasury expenditure in January– December 2006–2008

	Millions of krónur			Change from previous year in per cent	
	2006	2007	2008	2007	2008
General public services	44 249	52 259	68 097	18.1	30.3
of which: interest	14 908	17 090	27 463	14.6	60.7
Defence	746	977	1 616	30.9	65.5
Law enforcement, justice, security	13 561	15 802	19 325	16.5	22.3
Economic affairs	43 622	52 759	67 685	20.9	28.3
Environmental protection	3 509	4 040	4 656	15.1	15.2
Housing, zoning and utilities	488	544	744	11.4	36.9
Health	85 959	93 314	109 240	8.6	17.1
Culture, sports and religion	14 627	15 906	17 423	8.7	9.5
Education	33 789	37 837	43 192	12.0	14.2
Social security and welfare	73 486	86 628	109 297	17.9	26.2
Irregular expenditure	23 277	9 518	202 660	-59.1	2,029.1
Total expenditure	337 311	369 583	643 935	9.6	74.2

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.