

## Treasury finances January - February 2007

## Cash Flow Statement, January – February

	Millions of krónur				
	2003	2004	2005	2006	2007
Revenue	44 155	48 732	60 718	72 244	87 597
Expenditure	42 266	44 897	47 897	47 897	56 895
Current balance	1 889	3 836	12 821	22 277	30 702
Receipts from sale of fixed assets	- 425	-	-	-	-
Other cash payments / receipts	659	- 121	1 117	1 084	- 570
Cash flows from operations	2 123	3 957	13 938	23 361	30 133
Financial transactions	333	-1 335	4 011	-2 469	-31 733
Net financial balance	2 456	2 622	17 948	20 892	-1 601
Debt redemption	-4 851	-13 878	-11 215	-8 064	-20 583
Domestic	-4 851	- 22	-2 216	-8 058	-20 583
Foreign	-	-13 857	-9 000	- 6	-
Pension fund prepayments	-1 250	-1 250	- 500	- 660	- 660
Gross borrowing requirement	-3 645	-12 506	6 233	12 168	-22 844
New borrowing	175	17 571	1 016	1 532	38 519
Domestic	4 022	3 218	-3 931	1 532	38 519
Foreign	-3 848	14 353	4 947	-	-
<b>Overall cash balance</b>	<b>-3 471</b>	<b>5 064</b>	<b>7 249</b>	<b>13 700</b>	<b>15 676</b>

## Treasury revenue, January – February

	Millions of krónur			Change from previous year in per cent		
	2005	2006	2007	2005	2006	2007
Total taxes and social security contributions	57 404	68 547	82 517	25.6	19.4	20.4
Taxes on income and profit	22 788	33 228	39 781	27.9	45.8	19.7
Personal income tax	12 086	13 405	15 537	14.3	10.9	15.9
Corporate income tax	1 375	5 966	3 280	33.0	333.8	-45.0
Other taxes on income and profit	9 328	13 856	20 964	50.1	48.5	51.3
Taxes on property	2 380	2 016	1 703	50.7	-15.3	-15.5
Taxes on goods and services	26 638	26 973	33 511	22.7	1.3	24.2
Value added tax	18 659	18 133	24 718	23.3	-2.8	36.3
Excise tax on motor vehicles	1 339	1 618	1 063	88.9	20.9	-34.3
Excise tax on petrol	1 374	1 441	1 331	4.8	4.9	-7.7
Excise on oil	1 293	1 154	1 320	15.2	-10.8	14.4
Tobacco and liquor taxes	1 578	1 657	1 764	3.4	5.0	6.5
Other taxes on goods and services	2 394	2 971	3 316	25.8	24.1	11.6
Taxes on international trade and transactions	425	362	779	7.0	-14.8	115.4
Other taxes	103	112	170	.	8.9	52.0
Social security contributions	5 071	5 857	6 572	23.0	15.5	12.2
Grants	120	111	95	81.0	-7.1	-14.7
Other revenue	3 123	3 571	4 671	5.2	14.3	30.8
Sale of assets	70	14	314	-	-	-
<b>Total revenue</b>	<b>60 718</b>	<b>72 244</b>	<b>87 597</b>	<b>24.6</b>	<b>19.0</b>	<b>21.3</b>

### Treasury expenditure, January – February

	Millions of krónur			Change from previous year in per cent	
	2005	2006	2007	2006	2007
General public services	...	5 255	6 250	...	18.9
of which: interest	2 386	591	778	-75.2	31.6
Defence	...	150	99	...	-33.6
Health	...	3 484	2 508	...	-28.0
Social security and welfare	...	4 127	7 200	...	74.5
Economic affairs	...	460	549	...	19.4
Education	...	72	65	...	-9.9
Culture, sports and religion	...	13 812	14 720	...	6.6
Law enforcement, justice, security	...	2 619	3 100	...	18.3
Environmental protection	...	7 292	7 776	...	6.6
Housing, zoning and utilities	...	11 713	13 417	...	14.5
Irregular expenditure	...	984	1 212	...	23.2
<b>Total expenditure</b>	<b>47 897</b>	<b>49 967</b>	<b>56 895</b>	<b>4.3</b>	<b>13.9</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.