

**CENTRAL GOVERNMENT ANNUAL  
REPORT**

**2018**

**– A SUMMARY**



# Summary

## Financial outcome for 2018

In 2018, the general government sector showed a surplus amounting to SEK 32 billion, or 0.7 per cent of GDP. Compared with 2017, net lending declined by around SEK 30 billion.

Expenditure under the expenditure ceiling was 26.8 per cent of GDP. The surplus in the central government budget amounted to SEK 80 billion, an improvement of SEK 18 billion compared with 2017.

The income statement showed a surplus of SEK 106 billion. Compared with 2017, the result deteriorated by SEK 24 billion.

Central government debt fell by SEK 68 billion to SEK 1 197 billion at the end of 2018. As a percentage of GDP, central government debt decreased from 27.6 per cent in 2017 to 25.0 per cent in 2018.

The following table presents several key indicators for the financial outcome in 2018 compared with 2017.

### Key indicators for the financial outcome

SEK billion

|  | 2018  | Per cent of GDP <sup>1</sup> | 2017  | Per cent of GDP <sup>2</sup> |
|--|-------|------------------------------|-------|------------------------------|
| General government net lending           | 32    | 0.7                          | 65    | 1.4                          |
| Central government budget balance        | 80    | 1.7                          | 62    | 1.4                          |
| Expenditure ceiling                      | 1 337 | 27.9                         | 1 274 | 27.8                         |
| Expenditure subject to ceiling           | 1 282 | 26.8                         | 1 229 | 26.8                         |
| Central government net wealth            | -18   | -0.4                         | -114  | -2.5                         |
| Central government debt                  | 1 197 | 25.0                         | 1 265 | 27.6                         |
| Surplus for the year on income statement | 106   | 2.2                          | 131   | 2.9                          |
| Lending <sup>3</sup>                     | 466   | 9.7                          | 438   | 9.6                          |
| Guarantees <sup>4</sup>                  | 2 658 | 55.5                         | 2 046 | 44.7                         |

<sup>1</sup> Projected GDP in 2018 was SEK 4 791 billion (current prices).

<sup>2</sup> Revised GDP in 2017 was SEK 4 579 billion (current prices).

<sup>3</sup> Including lending to the Riksbank.

<sup>4</sup> Excluding capital adequacy guarantees and investor protection.

Note: Figures are rounded.

## General government net lending

| General government net lending          |              |              |
|---|--------------|--------------|
| SEK billion                             |              |              |
|   | 2018         | 2017         |
| <b>Income</b>                           | <b>2 370</b> | <b>2 280</b> |
| Taxes and charges                       | 2 093        | 2 025        |
| Other revenue                           | 277          | 255          |
| <b>Expenditure</b>                      | <b>2 338</b> | <b>2 215</b> |
| <b>Net lending</b>                      | <b>32</b>    | <b>65</b>    |
| <i>of which central government</i>      | <i>61</i>    | <i>75</i>    |
| <i>of which old age pension system</i>  | <i>6</i>     | <i>0</i>     |
| <i>of which local government sector</i> | <i>-35</i>   | <i>-10</i>   |

In 2018, the general government sector showed a surplus amounting to around SEK 32 billion, or 0.7 per cent of GDP. In relation to 2017, general government net lending in 2018 declined by around SEK 30 billion.

The Government considers that both net lending and structural net lending in 2018 were in line with the surplus target.

## Expenditure ceiling for central government

| Expenditure ceiling for central government                     |       |       |
|--|-------|-------|
| SEK billion  |       |       |
|  | 2018  | 2017  |
| Expenditure ceiling, initially adopted level                   | 1 332 | 1 210 |
| Technical adjustments  | 5     | 12    |
| Change justified by fiscal policy                              |       | 52    |
| Expenditure ceiling, finally adopted                           | 1 337 | 1 274 |
| Expenditure subject to ceiling                                 | 1 282 | 1 229 |
| Budgeting margin   | 55    | 45    |
| Budgeting margin, percentage of expenditure subject to ceiling | 4.3   | 3.6   |

The final expenditure ceiling adopted by the Riksdag for 2018 was SEK 1 337 billion. According to the outcome of the central government budget, expenditure subject to the ceiling was SEK 1 282 billion, i.e. SEK 55 billion lower than the adopted ceiling.

## Outcome of the central government budget

| Outcome of the central government budget                         |   |              |              |
|--|---|--------------|--------------|
| SEK billion  |   |              |              |
|  | Central government budget 2018 <sup>1</sup> | 2018         | 2017         |
| <b>Total income</b>  | <b>1 043</b>                                | <b>1 072</b> | <b>1 001</b> |
| Central government tax income                                    | 1 085                                       | 1 120        | 1 050        |
| Other income   | -42   | -48          | -49          |
| <b>Total expenditure etc.</b>                                    | <b>999</b>                                  | <b>992</b>   | <b>940</b>   |
| Expenditure areas excl. interest on central government debt etc. | 989   | 975          | 930          |
| Interest on central government debt, etc.                        | 11  | 14           | 11           |
| Change in appropriation balances                                 | -8  |              |              |
| Net lending by National Debt Office                              | 7   | 2            | -3           |
| Cash adjustment  | 0   | 2            | 2            |
| <b>Budget balance</b>  | <b>44</b>                                   | <b>80</b>    | <b>62</b>    |

<sup>1</sup> Central government budget refers to the original budget set by the Riksdag in December 2017.

Note: The amounts may not sum to totals because of rounding.

Income in the central government budget was estimated to amount to SEK 1 043 billion. The outcome of SEK 1 072 billion was SEK 29 billion higher than originally estimated. Central government tax income was SEK 35 billion higher than originally estimated. It was primarily income from taxes on capital and accruals that were higher. Other income was SEK 6 billion lower than the budget adopted by the Riksdag. This is mainly due to no major sales of central government property in 2018 and higher VAT compensation to municipalities.

Expenditure in the central government budget amounted to SEK 992 billion, which is SEK 7 billion lower than allocated in the original budget. Including the Riksdag's amendments to the central government budget, an additional total of SEK 18 billion was allocated. In relation to the total allocated funds (central government budget and amendments to the central government budget) expenditure was SEK 24 billion lower.

The central government budget balance was thus SEK 80 billion, which is an improvement of SEK 36 billion compared with the budgeted amount and SEK 18 billion higher than in 2017.

**Income statement**

| <b>Income statement</b>  |               |               |
|--|---------------|---------------|
| <i>SEK billion</i>   |               |               |
|  | 2018          | 2017          |
| <b>Revenue</b>   |               |               |
| Tax revenue  | 1 363         | 1 317         |
| Other revenue  | 117           | 114           |
| <b>Total revenue</b>   | <b>1 480</b>  | <b>1 431</b>  |
| <b>Expenses</b>  |               |               |
| Transfers etc.   | -1 112        | -1 064        |
| Central government activities                                    | -280          | -263          |
| <b>Total expenses</b>  | <b>-1 392</b> | <b>-1 327</b> |
| Profit/loss from shares in wholly owned and part-owned companies | 33            | 33            |
| Net financial income and expenses                                | -14           | -5            |
| <b>Surplus for the year</b>                                      | <b>106</b>    | <b>131</b>    |

Note: The amounts may not sum to totals because of rounding.

The surplus for the year, i.e. the difference between revenue and expenses in the income statement, was SEK 106 billion, which is a decline of SEK 24 billion compared with 2017.

Tax revenue rose by SEK 46 billion. Tax revenue was SEK 1 363 billion, which is 91 per cent of the total revenue.

Costs for transfers etc. were SEK 1 112 billion, an increase of more than SEK 48 billion compared with 2017.

Costs for central government activities amounted to SEK 280 billion. This is an increase of SEK 16 billion compared with 2017.

Profit/loss from shares in wholly owned and part-owned companies amounted to SEK 33 billion and is unchanged compared with 2017.

Net financial income and expenses amounted to just less than SEK -14 billion, a decline of SEK 8 billion compared with 2017. The net cost for central government debt was SEK 20 billion, a decline of SEK 9 billion compared with 2017.

**Balance sheet**

| <b>Balance sheet</b>                 |              |              |
|--------------------------------------|--------------|--------------|
| <i>SEK billion</i>                   |              |              |
|                                      | 2018         | 2017         |
| <b>Assets</b>                        |              |              |
| Intangible fixed assets              | 10           | 9            |
| Tangible fixed assets                | 593          | 572          |
| Financial fixed assets               | 405          | 383          |
| Lending                              | 466          | 438          |
| Inventories etc.                     | 3            | 3            |
| Receivables                          | 171          | 139          |
| Cut-off items                        | 282          | 283          |
| Current investments                  | 46           | 90           |
| Cash and bank balances               | 9            | 10           |
| <b>Total assets</b>                  | <b>1 984</b> | <b>1 925</b> |
| <b>Capital and liabilities</b>       |              |              |
| Net wealth                           | -18          | -114         |
| Funds                                | 192          | 179          |
| Provisions for pensions etc.         | 306          | 286          |
| Central government debt              | 1 197        | 1 265        |
| Liabilities etc.                     | 220          | 223          |
| Cut-off items                        | 87           | 85           |
| <b>Total capital and liabilities</b> | <b>1 984</b> | <b>1 925</b> |
| Guarantees                           | 4            | 4            |
| Other contingent liabilities         | 53           | 42           |

Note: The amounts may not sum to totals because of rounding.

Central government net wealth, i.e. the difference between the book values of assets and liabilities (corresponding to equity in a corporate balance sheet), was negative and amounted to SEK -18 billion at the end of 2018. In relation to 2017, net wealth improved by SEK 96 billion.

The consolidated central government debt decreased by SEK 68 billion to SEK 1 197 billion at the end of 2018. Loans in Swedish kronor decreased by SEK 69 billion, while loans in foreign currency increased by SEK 1 billion.

## Government guarantees

| <b>Government guarantee commitments</b> |              |              |
|---|--------------|--------------|
| <i>SEK billion</i>                      |              |              |
|   | 2018         | 2017         |
| Deposit guarantee                       | 2 280        | 1 689        |
| Investor protection                     |              |              |
| Credit guarantees                       | 224          | 210          |
| Capital injection guarantees            | 146          | 138          |
| Pension guarantees                      | 8            | 8            |
| <b>Total</b>                            | <b>2 658</b> | <b>2 046</b> |

Government guarantee commitments increased by SEK 612 billion compared with 2017 and amounted to SEK 2 658 billion at the end of 2018. As a percentage of GDP, government guarantee commitments are at 55.5 per cent.

The deposit guarantee was SEK 2 280 billion, an increase of SEK 591 billion compared with 2017. This increase is mainly due to Nordea's 'branchification' of its Nordic subsidiaries.

Credit guarantees, including export credit guarantees, were SEK 224 billion, an increase of SEK 14 billion compared with 2017. Capital injection guarantees amounted to SEK 146 billion, an increase of SEK 8 billion compared with 2017.

The risk of major losses is considered low for the regular portfolio and moderate for the deposit guarantee.

## Government lending

| <b>Government lending</b> |            |            |
|---------------------------|------------|------------|
| <i>SEK billion</i>        |            |            |
| Loan/purpose              | 2018       | 2017       |
| Loans to the Riksbank     | 259        | 238        |
| CSN student loans         | 199        | 192        |
| Other loans               | 8          | 8          |
| <b>Total</b>              | <b>466</b> | <b>438</b> |

Government lending amounted to SEK 466 billion. Loans to the Riksbank and the Swedish Board of Student Finance's (CSN) student loans make up the greater part of central government lending.

## National declaration together with contributions to and reflows from the EU

The national declaration is based on the management declarations and certificates of the responsible authorities and their assessments concerning the management of EU funds, and the audit opinions from the audits. The Government issues the following declaration:

### *True and fair accounts*

The summary of the EU accounts, consisting of an income statement, balance sheet and cash flow statement, has been drawn up in accordance with generally accepted accounting principles. The Government's assessment is that, in all essential respects, the accounts are true and fair.

### *Satisfactory internal control*

A regulatory framework for central government is in place to ensure satisfactory internal control of EU funds.

| <b>Contributions to and reflows from the EU (cash flow)</b>  |           |           |
|--|-----------|-----------|
| <i>SEK billion</i>   |           |           |
|  | 2018      | 2017      |
| Payments to the EU   | 35        | 24        |
| Payments from the EU   | 12        | 10        |
| <b>Net flow from the central government budget to the EU</b> | <b>23</b> | <b>14</b> |

Sweden's contributions to the EU amounted to SEK 35 billion. Reflows from the EU amounted to SEK 12 billion. The net cash flow from the central government budget to the EU amounted to SEK 23 billion, an increase of SEK 9 billion compared with 2017.

Contributions to the EU increased by SEK 11 billion compared with 2017. This is due to the reduction retroactively of VAT-based and GNI-based contributions in 2014–2016.

# Introduction

Every year the Government must present a central government annual report to the Riksdag no later than 15 April of the year following the budget year.

The central government annual report for 2018 has been drawn up in accordance with the provisions in the Budget Act (2011:203) and in accordance with generally accepted accounting principles. The Government's assessment is that, in all essential respects, the annual report gives a true and fair view of the financial position and performance, and the management of central government assets.

The consolidated accounts in the annual report cover government agencies, including public enterprises, under the Riksdag and the Government. The share capital of the Riksbank is also included as a central government asset.

However, income and costs, assets and liabilities, and payments reported by the Riksbank and the AP funds are not included. Nor are the assets or liabilities of the premium pension system and its returns included in the consolidated accounts.

The report includes all activities of the constituent organisations irrespective of financing and based on information provided by the central government agencies and public enterprises and information presented in the agencies' annual reports. In situations where this information has been insufficient, supplementary information has been obtained. The data has been supplemented by financial transactions that have not been reported by the government agencies, in particular estimates of tax revenue not yet debited.

The report is based on accepted accounting and valuation principles that, as far as possible, remain

unchanged over time. However, continuous development of central government accounts does take place. Current principles and circumstances are outlined in Section 3.4 Accounting principles and additional information requirements.

The income statement provides a basis for assessing central government's overall inflow and outflow of resources. The value of central government assets and liabilities as of 31 December 2018 is presented in the balance sheet. The cash flow statement shows central government payment flows. This Communication compares the outcome for 2018 in the income statement, balance sheet, cash flow statement and notes with the outcome for 2017.

The central government budget includes all income and expenditure, as well as other payments that affect the central government borrowing requirement. This Communication compares and comments on the budget outcome for 2018 both with the income and expenditure of the original budget approved by the Riksdag for 2018 and the outcome for 2017.

The Swedish National Financial Management Authority and the Swedish National Debt Office have submitted supporting information to this Communication (Fi2019/00590/BATOT).

## Various definitions of central government

Central government's financial outcome is presented from different starting points because the information has different purposes. The definition of central government may vary accordingly. The accounts may also differ because different principles are applied to the accounting

records and the preparation of the central government budget. Depending on the starting point, a single financial transaction may have somewhat different consequences, and the outcome may therefore differ between accounts.

Information on the financial outcome for central government also forms the basis of the national accounts, which are a statistical compilation in account form of the overall Swedish economy. Central government's definition of national accounts is based on definitions etc. that follow recommendations from the United Nations and Regulation (EU) No 549/2013 of the European Parliament and of the Council on the European system of national and regional accounts in the European Union. The definition of national accounts differs from the annual report in part because public enterprises are not included in its definition of central government.



# Appendix

**Table 1 Outcome of the central government budget 2018**

SEK million

|  | Central<br>government<br>budget | Amending<br>budget | Outcome<br>2018  | Difference<br>from<br>central<br>government<br>budget |
|--|---------------------------------|--------------------|------------------|---|
| <b>Total income</b>  | <b>1 042 901</b>                |                    | <b>1 072 106</b> | <b>29 204</b>   |
| Central<br>government tax<br>income  | 1 085 230                       |                    | 1 119 945        | 34 716  |
| Other income   | -42 328                         |                    | -47 840          | -5 511  |
| <b>Total expenditure<br/>etc.</b>  | <b>998 584</b>                  | <b>17 916</b>      | <b>992 056</b>   | <b>-6 528</b>   |
| Expenditure areas<br>excl. interest on<br>central<br>government debt<br>etc. | 989 160                         | 15 611             | 974 924          | -14 235   |
| Interest on central<br>government debt<br>etc.                               | 11 355                          | 2 305              | 13 603           | 2 247   |
| Change in<br>appropriation<br>balances                                       | -8 479                          |                    |                  | 8 479   |
| Net lending by<br>National Debt<br>Office                                    | 6 548                           |                    | 1 978            | -4 571  |
| Cash adjustment  | 0                               |                    | 1 552            | 1 552   |
| <b>Budget balance</b>  | <b>44 317</b>                   |                    | <b>80 049</b>    | <b>35 732</b>   |

**Table 2 Total tax revenue and income in the central government budget, compared with budget for 2018 and 2017**

SEK billion

| Revenue year                                      | Estimated outcome<br>2018 | Outcome<br>2017 | Difference from central<br>government budget<br>2018 | Difference from central<br>government budget<br>2017 |
|---|---------------------------|-----------------|--|--|
| <b>Taxes on labour</b>                            | <b>1 243.2</b>            | <b>1 194.1</b>  | <b>4.1</b>   | <b>-9.8</b>  |
| Direct taxes                                      | 657.9                     | 635.3           | 0.8  | -9.3   |
| Local government income tax                       | 727.9                     | 700.1           | 1.8  | -6.1   |
| State income tax                                  | 60.0                      | 58.5            | -0.8   | -2.6   |
| Earned income tax credit                          | -113.3                    | -109.1          | -0.7   | -0.5   |
| Home improvement tax deductions                   | -14.5                     | -13.8           | 0.6  | -0.2   |
| Other   | -2.1                      | -0.3            | 0.0  | 0.0  |
| Indirect taxes                                    | 585.3                     | 558.8           | 3.3  | -0.5   |
| Employers' social security contributions          | 566.4                     | 540.5           | 1.6  | -1.3   |
| Self-employed social security contributions       | 12.3                      | 11.9            | -0.5   | -1.4   |
| Special payroll tax                               | 48.2                      | 46.0            | -0.5   | 1.4  |
| Reductions  | -3.4                      | -3.2            | 2.7  | 0.7  |
| Tax on occupational group life insurance          | 0.6                       | 0.5             | 0.1  | 0.0  |
| Contributions to premium pension system           | -38.8                     | -36.9           | -0.1   | 0.3  |
| <b>Taxes on capital</b>                           | <b>268.5</b>              | <b>263.1</b>    | <b>12.9</b>  | <b>34.5</b>  |
| Taxes on capital, households                      | 71.9                      | 80.4            | 2.5  | 19.4   |
| Taxes on business profits                         | 137.6                     | 127.1           | 8.0  | 13.4   |
| Tax on investment income                          | 5.1                       | 4.2             | 0.7  | 0.5  |
| Property tax                                      | 33.4                      | 32.9            | 0.7  | 0.5  |
| Stamp duty  | 12.1                      | 12.1            | -0.2   | -0.6   |
| Coupon tax etc.                                   | 8.5                       | 6.4             | 1.3  | 1.3  |
| <b>Taxes on consumption and production inputs</b> | <b>583.1</b>              | <b>560.7</b>    | <b>-4.6</b>  | <b>11.6</b>  |
| Value added tax                                   | 446.1                     | 427.2           | -4.4   | 13.4   |
| Taxes on tobacco and alcohol                      | 27.3                      | 26.3            | 0.8  | 0.1  |
| Energy tax  | 50.0                      | 46.6            | 2.4  | -0.3   |
| Carbon tax  | 23.0                      | 23.5            | -0.3   | -0.1   |
| Other energy and environmental taxes              | 3.7                       | 4.1             | -0.6   | -0.4   |
| Road traffic tax                                  | 19.8                      | 19.9            | -1.5   | -0.7   |
| Import duties                                     | 6.5                       | 6.3             | -0.3   | -0.3   |
| Other taxes                                       | 6.6                       | 6.9             | -0.5   | -0.2   |
| <b>Taxes due and other taxes</b>                  | <b>16.2</b>               | <b>12.2</b>     | <b>0.9</b>   | <b>0.9</b>   |
| Taxes due   | -4.7                      | -5.8            | 0.0  | -1.5   |
| Other taxes                                       | 20.9                      | 18.1            | 0.9  | 2.4  |
| <b>Total tax revenue</b>                          | <b>2 111.0</b>            | <b>2 030.4</b>  | <b>13.3</b>  | <b>37.4</b>  |
| Deducted, EU tax                                  | -6.5                      | -6.3            | 0.3  | 0.3  |
| <b>General government tax revenue</b>             | <b>2 104.5</b>            | <b>2 024.2</b>  | <b>13.7</b>  | <b>37.7</b>  |
| Deducted, local government income taxes           | -746.2                    | -717.0          | -2.1   | 5.9  |
| Deducted, old age pension contributions           | -257.0                    | -245.0          | -2.5   | 0.1  |
| <b>Central government tax revenue</b>             | <b>1 101.3</b>            | <b>1 062.1</b>  | <b>9.1</b>   | <b>43.7</b>  |
| Accruals  | 18.7                      | -12.0           | 25.7   | -17.3  |
| <b>Central government tax income</b>              | <b>1 119.9</b>            | <b>1 050.1</b>  | <b>34.7</b>  | <b>26.4</b>  |
| <b>Other income</b>                               | <b>-47.8</b>              | <b>-48.7</b>    | <b>-5.5</b>  | <b>-4.8</b>  |
| <b>Income in the central government budget</b>    | <b>1 072.1</b>            | <b>1 001.4</b>  | <b>29.2</b>  | <b>21.7</b>  |

**Table 3 Expenditure in the central government budget 2018**

SEK million

| Expenditure area   | Central government budget | Amending budget | Total amount allocated | Outcome        | Outcome – central government budget | Outcome – total amount allocated |
|--|---------------------------|-----------------|------------------------|----------------|-------------------------------------|----------------------------------|
| 1 Governance   | 14 531                    | 51              | 14 582                 | 14 288         | -243                                | -294                             |
| 2 Economy and financial administration                           | 16 286                    | 71              | 16 356                 | 15 992         | -294                                | -364                             |
| 3 Taxes, customs and enforcement                                 | 11 399                    | 79              | 11 478                 | 11 446         | 47                                  | -33                              |
| 4 Justice  | 45 777                    | 477             | 46 254                 | 45 937         | 160                                 | -317                             |
| 5 International cooperation                                      | 2 009                     | 30              | 2 039                  | 1 893          | -116                                | -146                             |
| 6 Defence and contingency measures                               | 53 836                    | 533             | 54 368                 | 53 487         | -348                                | -881                             |
| 7 International development cooperation                          | 42 985                    | -237            | 42 748                 | 42 813         | -172                                | 65                               |
| 8 Migration  | 15 748                    | 6 540           | 22 288                 | 19 624         | 3 875                               | -2 665                           |
| 9 Health care, medical care and social services                  | 77 696                    | 2 145           | 79 841                 | 78 418         | 722                                 | -1 422                           |
| 10 Financial security for the sick and disabled                  | 102 615                   | 62              | 102 677                | 99 681         | -2 934                              | -2 996                           |
| 11 Financial security for the elderly                            | 34 636                    | -1              | 34 635                 | 34 771         | 136                                 | 136                              |
| 12 Financial security for families and children                  | 94 586                    | 1 284           | 95 870                 | 95 208         | 622                                 | -662                             |
| 13 Gender equality and introduction of newly arrived immigrants  | 25 600                    | 604             | 26 204                 | 22 217         | -3 383                              | -3 987                           |
| 14 Labour market and working life                                | 74 084                    | 2 255           | 76 338                 | 73 861         | -223                                | -2 477                           |
| 15 Financial support for students                                | 24 353                    | 128             | 24 481                 | 21 118         | -3 234                              | -3 362                           |
| 16 Education and academic research                               | 77 966                    | 145             | 78 110                 | 76 002         | -1 964                              | -2 108                           |
| 17 Culture, media, religious communities and leisure activities  | 15 880                    | 186             | 16 065                 | 16 008         | 128                                 | -57                              |
| 18 Planning, housing provision, construction and consumer policy | 6 952                     | 110             | 7 062                  | 4 616          | -2 336                              | -2 446                           |
| 19 Regional growth   | 3 922                     | 20              | 3 942                  | 3 576          | -345                                | -365                             |
| 20 General environmental protection and nature conservation      | 10 773                    | 55              | 10 828                 | 10 438         | -335                                | -390                             |
| 21 Energy  | 3 588                     | 173             | 3 761                  | 3 504          | -85                                 | -257                             |
| 22 Transport and communications                                  | 56 419                    | 27              | 56 445                 | 56 594         | 175                                 | 149                              |
| 23 Land- and water-based industries, rural areas and food        | 19 254                    | 853             | 20 107                 | 19 597         | 343                                 | -510                             |
| 24 Industry and trade  | 7 371                     |                 | 7 371                  | 7 464          | 94                                  | 94                               |
| 25 General grants to local government                            | 111 385                   | 24              | 111 409                | 111 409        | 24                                  | 0                                |
| 26 Interest on central government debt etc.                      | 11 355                    | 2 305           | 13 660                 | 13 603         | 2 247                               | -58                              |
| 27 Contribution to the European Union                            | 39 511                    |                 | 39 511                 | 34 960         | -4 551                              | -4 551                           |
| Change in appropriation balances                                 | -8 479                    |                 | -8 479                 |                | 8 479                               | 8 479                            |
| <b>Total</b>   | <b>992 036</b>            | <b>17 916</b>   | <b>1 009 951</b>       | <b>988 527</b> | <b>-3 509</b>                       | <b>-21 424</b>                   |
| Net lending by National Debt Office                              | 6 548                     |                 | 6 548                  | 1 978          | -4 571                              | -4 571                           |
| Cash adjustment  | 0                         |                 | 0                      | 1 552          | 1 552                               | 1 552                            |
| <b>Total expenditure etc. in central government budget</b>       | <b>998 584</b>            | <b>17 916</b>   | <b>1 016 500</b>       | <b>992 056</b> | <b>-6 528</b>                       | <b>-24 443</b>                   |

**Table 4 Income statement**

SEK million

|   | Note | 2018              | 2017              |
|---|------|-------------------|-------------------|
| <b>Revenue</b>  |      |                   |                   |
| Tax revenue   | 1    | 1 362 744         | 1 316 861         |
| Fee revenue and other payments  | 2    | 57 283            | 52 084            |
| Revenue from grants   | 3    | 59 271            | 61 750            |
| <b>Total revenue</b>  |      | <b>1 479 298</b>  | <b>1 430 695</b>  |
| <b>Expenses</b>   |      |                   |                   |
| <i>Transfers etc.</i>   |      |                   |                   |
| Transfers to households   | 4    | -657 731          | -641 282          |
| Transfers to companies  | 4    | -62 059           | -55 430           |
| Transfers to local government   | 4    | -301 274          | -291 161          |
| International transfers   | 4    | -78 470           | -65 209           |
| Provisions to/utilisation of reserves                                     | 5    | -12 786           | -10 740           |
| <i>Total transfers etc.</i>   |      | <i>-1 112 320</i> | <i>-1 063 822</i> |
| <i>Central government activities</i>                                      |      |                   |                   |
| Personnel costs   | 6    | -133 946          | -127 348          |
| Cost of premises  | 7    | -21 847           | -21 417           |
| Certain guarantee and credit costs  | 8    | -668              | -342              |
| Other operating expenses  | 9    | -94,007           | -85 880           |
| Depreciation and write-downs  | 10   | -29 318           | -28 403           |
| <i>Total central government activities</i>                                |      | <i>-279 786</i>   | <i>-263 390</i>   |
| <b>Total expenses</b>   |      | <b>-1 392 106</b> | <b>-1 327 212</b> |
| <i>Balance before profit/loss from participations and financial items</i> |      | <i>87 192</i>     | <i>103 483</i>    |
| <b>Profit/loss from shares in wholly owned and part-owned companies</b>   | 11   | <b>32 967</b>     | <b>32 744</b>     |
| <b>Financial income and expenses</b>                                      |      |                   |                   |
| Net cost for central government debt                                      | 12   | -19 860           | -10 815           |
| Other financial income  | 13   | 10 728            | 10 394            |
| Other financial expenses  | 14   | -4 632            | -4 919            |
| <b>Total financial items</b>  |      | <b>-13 764</b>    | <b>-5 340</b>     |
| <b>SURPLUS FOR THE YEAR</b>   |      | <b>106 395</b>    | <b>130 887</b>    |

**Table 5 Balance sheet**

SEK million

**ASSETS**

|   | Note | 2018-12-31       | 2017-12-31     |
|---|------|------------------|----------------|
| <b>Fixed assets</b>                                     |      |                  |                |
| <i>Intangible fixed assets</i>                          |      |                  |                |
| Capitalised development expenditure                     | 15   | 8 396            | 7 880          |
| Rights and other intangible fixed assets                | 16   | 1 600            | 1 417          |
| Advances concerning intangible fixed assets             | 17   | 1                | 1              |
| <b>Total intangible fixed assets</b>                    |      | <b>9 997</b>     | <b>9 298</b>   |
| <b>Tangible fixed assets</b>                            |      |                  |                |
| State road infrastructure                               | 18   | 140 582          | 141 728        |
| State rail infrastructure                               | 19   | 168 357          | 166 373        |
| Buildings, land and other real property                 | 20   | 43 786           | 40 215         |
| Expenditure on improvements to property owned by others | 21   | 5 978            | 5 676          |
| Machinery, equipment, installations, etc.               | 22   | 37 887           | 36 637         |
| Fixed assets under construction                         | 23   | 89 943           | 75 701         |
| Contingency assets                                      | 24   | 101 393          | 100 619        |
| Advances concerning tangible fixed assets               | 25   | 5 220            | 5 013          |
| <b>Total tangible fixed assets</b>                      |      | <b>593 146</b>   | <b>571 962</b> |
| <b>Financial fixed assets</b>                           |      |                  |                |
| Shares in wholly owned and part-owned companies         | 26   | 348 213          | 326 898        |
| Other long-term securities holdings                     | 27   | 47 236           | 47 081         |
| Long-term receivables                                   | 28   | 9 103            | 8 701          |
| <b>Total financial fixed assets</b>                     |      | <b>404 552</b>   | <b>382 680</b> |
| <b>Total fixed assets</b>                               |      | <b>1 007 695</b> | <b>963 940</b> |
| <b>Lending</b>  | 29   | <b>465 801</b>   | <b>437 512</b> |
| <b>Inventories etc.</b>                                 |      |                  |                |
| Inventories and stocks                                  | 30   | 2 070            | 1 790          |
| Work in progress  | 31   | 279              | 554            |
| Properties  | 32   | 171              | 168            |
| Advance payments to suppliers                           | 33   | 14               | 10             |
| <b>Total inventories etc.</b>                           |      | <b>2 534</b>     | <b>2 522</b>   |
| <b>Receivables</b>                                      |      |                  |                |
| Accounts receivable                                     | 34   | 5 624            | 4 364          |
| Other current receivables                               | 35   | 165 575          | 134 211        |
| <b>Total receivables</b>                                |      | <b>171 199</b>   | <b>138 575</b> |
| <b>Cut-off items</b>                                    |      |                  |                |
| Prepaid expenses  | 36   | 8 290            | 11 650         |
| Accrued grant revenue                                   | 37   | 3 745            | 3 212          |

|                            |    |                |                |
|----------------------------|----|----------------|----------------|
| Other accrued income       | 38 | 269 603        | 268 049        |
| <b>Total cut-off items</b> |    | <b>281 638</b> | <b>282 911</b> |

**Current investments**

|                                  |    |                  |                  |
|----------------------------------|----|------------------|------------------|
| Securities and participations    | 39 | 46 029           | 90 342           |
| <b>Total current investments</b> |    | <b>46 029</b>    | <b>90 342</b>    |
| <b>Cash and bank balances</b>    | 40 | <b>8 898</b>     | <b>9 540</b>     |
| <b>TOTAL ASSETS</b>              |    | <b>1 983 794</b> | <b>1 925 342</b> |

**CAPITAL AND LIABILITIES**

|  | Note | 2018-12-31       | 2017-12-31       |
|--|------|------------------|------------------|
| <b>Net wealth</b>  | 41   | <b>-17 662</b>   | <b>-113 861</b>  |
| <b>Funds</b>   | 42   | <b>191 983</b>   | <b>179 197</b>   |
| <b>Provisions</b>  |      |                  |                  |
| Provisions for pensions and similar obligations          | 43   | 290 065          | 270 808          |
| Other provisions   | 44   | 15 717           | 15 624           |
| <b>Total provisions</b>                                  |      | <b>305 782</b>   | <b>286 432</b>   |
| <b>Central government debt</b>                           |      |                  |                  |
| Loans in Swedish kronor                                  |      | 826 452          | 895 489          |
| Loans in foreign currency                                |      | 370 582          | 369 721          |
| <b>Total central government debt</b>                     | 45   | <b>1 197 034</b> | <b>1 265 210</b> |
| <b>Liabilities etc.</b>                                  |      |                  |                  |
| Long-term liabilities                                    | 46   | 3 317            | 3 133            |
| Trade payables   | 47   | 22 586           | 21 240           |
| Other current liabilities                                | 48   | 191 295          | 197 370          |
| Deposits   | 49   | 2 374            | 1 101            |
| Advance payments from responsible entities and customers | 50   | 152              | 143              |
| <b>Total liabilities etc.</b>                            |      | <b>219 724</b>   | <b>222 988</b>   |
| <b>Cut-off items</b>                                     |      |                  |                  |
| Accrued expenses   | 51   | 30 819           | 32 495           |
| Unutilised grants  | 52   | 11 515           | 11 066           |
| Other deferred income                                    | 53   | 44 599           | 41 816           |
| <b>Total cut-off items</b>                               |      | <b>86 933</b>    | <b>85 377</b>    |
| <b>TOTAL CAPITAL AND LIABILITIES</b>                     |      | <b>1 983 794</b> | <b>1 925 342</b> |
| Guarantees   | 54   | 4 360            | 4 297            |
| Other contingent liabilities                             | 55   | 52 732           | 41 744           |

**Table 6 Cash flow statement**

SEK million

|  | Note | 2018              | 2017              |
|--|------|-------------------|-------------------|
| <b>Central government activities</b>         |      |                   |                   |
| Taxes  | 56   | 1 371 544         | 1 290 680         |
| Fees and other payments                      | 57   | 70 557            | 59 995            |
| Revenue from grants                          |      | 59 271            | 61 750            |
| <i>Total adjusted revenue</i>                |      | <i>1 501 372</i>  | <i>1 412 425</i>  |
| Transfers                                    | 58   | -1 100 010        | -1 052 853        |
| Central government activities                | 59   | -245 615          | -232 834          |
| <i>Total adjusted expenses</i>               |      | <i>-1 345 625</i> | <i>-1 285 687</i> |
| Adjustments to payments                      | 60   | 10 790            | -67 718           |
| <b>Balance central government activities</b> |      | <b>166 537</b>    | <b>59 020</b>     |
| <b>Investments</b>                           |      |                   |                   |
|  | 61   |                   |                   |
| Financial investments                        |      | -6 913            | -772              |
| Tangible investments                         |      | -48 039           | -43 878           |
| Intangible investments                       |      | -3 374            | -2 929            |
| <i>Total investment expenditures</i>         |      | <i>-58 326</i>    | <i>-47 579</i>    |
| Sale of fixed assets                         |      | 7 822             | 2 894             |
| <b>Total investment activities</b>           |      | <b>-50 504</b>    | <b>-44 685</b>    |
| <b>Lending</b>                               |      |                   |                   |
|  | 62   |                   |                   |
| New lending                                  |      | -31 956           | -28 225           |
| Amortisation                                 |      | 13 165            | 18 424            |
| <b>Total net lending</b>                     |      | <b>-18 791</b>    | <b>-9 801</b>     |
| <b>Financial activities</b>                  |      |                   |                   |
| Net central government borrowing             | 63   | -12 947           | -11 043           |
| Net expenses                                 | 64   | 7 837             | 7 981             |
| Adjustments to payments                      | 65   | -7 752            | -3 499            |
| <b>Total financial activities</b>            |      | <b>-12 862</b>    | <b>-6 561</b>     |
| <b>Total</b>                                 |      | <b>84 380</b>     | <b>-2 027</b>     |
| Central government net borrowing             |      |                   |                   |
| Change in central government debt            |      | -68 176           | -26 750           |
| Unrealised exchange rate changes             |      | -16 204           | 28 777            |
| <b>Total</b>                                 |      | <b>-84 380</b>    | <b>2 027</b>      |