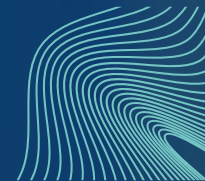




Monthly review for central government finances

August 2023



Valtiokonttori
Statskontoret
State Treasury

The Monthly Review for Central Government Finances contains reports on the realisation of the state budget, and the state income, expenses, assets, liabilities, and cash flow.

The information is based on the accounting data supplied by accounting units and off-budget entities and maintained by the Finnish Government Shared Services Centre for Finance and HR in the Kieku system and from which the information is made available to consolidated accounting. The concepts of national accounts that are used by Statistics Finland in its reports are not used.

Reports 1 to 5 in this review describe the on-budget entities. Reports 1 and 2 present information from budget accounting, meaning that the profit and costs are presented using concepts and terms from the budget. The data in reports 3 to 5 are produced from business accounting and are presented using business accounting concepts. The income and expenses as well as receivables and debts between the offices and organisations are eliminated in the State income and expense account (report 3) and the central government balance sheet (report 5). The eliminated items are deducted from the respective calculation rows.

Reports 6 to 9 describe the Central Government Finances, referring to the financial complex consisting of the on-budget entities and the treasury finances outside the budget. The transactions, receivables, and debts between the on-budget entities and treasury finances have been eliminated. The data in the reports are produced from the business accounting data and are presented using business accounting concepts. Changes have been made in the contents of the funds statement for central government finances and balance of central government finances, which are presented in accordance with a more detailed elimination procedure.

The financial statement of the Central Government Finances is presented as a funds statement. More detailed interpretation instructions for the funds statement will be updated during this year. On the website can be found both time series related to the data in the funds statement and the publication schedule for the Monthly Review for Central Government Finances.

For more information on the monthly review, please contact Central Accounting, tel. +358 295 50 2000, or e-mail kkp (at) valtiokonttori.fi

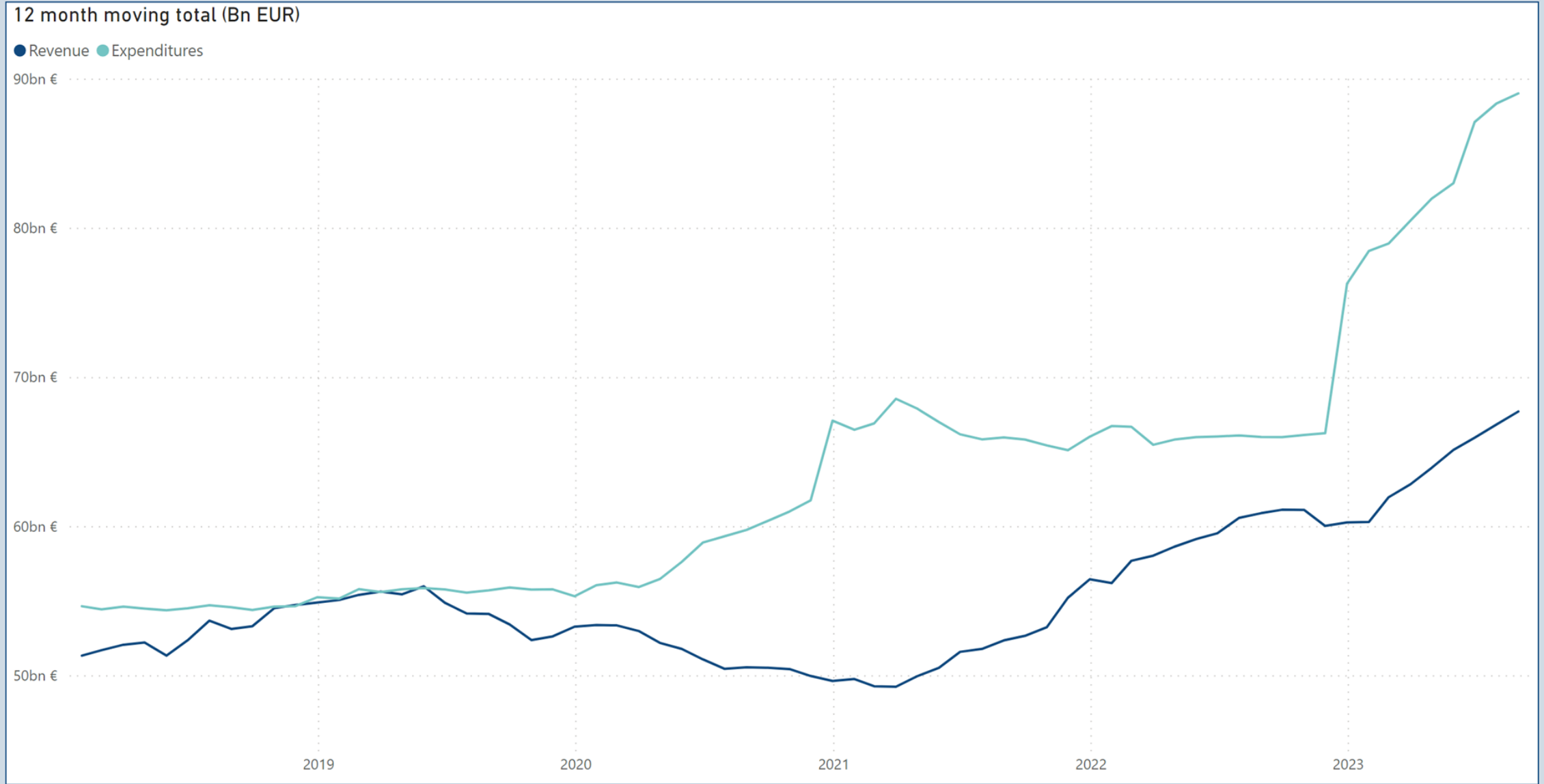
Balance of the on-budget entities (m EUR)

Main title of revenues or item	Budgeted 2023	Total 1.1. - 31.8.2023	Total 1.1. - 31.8.2022	Total 1.9.2022 - 31.8.2023 (12 month moving total)	Change from the previous year's 12 month moving total	Change from the previous year's 12 month moving total %
11. Taxes and tax-like revenue	64,386	43,132	35,384	59,434	8,272	16
12. Miscellaneous revenue	6,607	3,906	4,123	6,493	-854	-12
13. Interest income, sales proceeds of shares and withdrawals of profit	1,900	952	1,041	1,543	-650	-30
15.01. Debt redemptions to the state	150	80	90	219	47	27
Total revenue	73,043	48,069	40,639	67,688	6,815	11

Main title of revenues or item	Budgeted 2023	Total 1.1. - 31.8.2023	Total 1.1. - 31.8.2022	Total 1.9.2022 - 31.8.2023 (12 month moving total)	Change from the previous year's 12 month moving total	Change from the previous year's 12 month moving total %
21. Parliament	137	89	81	137	11	9
22. President of the Republic	40	8	4	27	9	50
23. Prime Minister's Office	241	133	330	472	-419	-47
24. Ministry for Foreign Affairs	1,336	735	663	1,449	69	5
25. Ministry of Justice	1,096	720	676	1,097	-9	-1
26. Ministry of the Interior	2,498	1,231	977	2,203	366	20
27. Ministry of Defence	6,189	2,359	1,544	5,070	544	12
28. Ministry of Finance	34,570	23,040	13,012	42,869	22,312	109
29. Ministry of Education and Culture	7,755	5,951	5,668	7,911	446	6
30. Ministry of Agriculture and Forestry	2,765	681	628	3,008	99	3
31. Ministry of Transport and Communications	3,446	1,579	1,659	3,750	-42	-1
32. Ministry of Employment and the Economy	4,283	1,690	1,354	3,222	-156	-5
33. Ministry of Social Affairs and Health	16,118	10,691	9,985	16,159	-889	-5
35. Ministry of the Environment	384	117	96	394	21	6
36. Interest on central government debt	2,604	1,020	616	1,245	666	115
Total expenditures excl. government dept payment	83,462	50,044	37,294	89,012	23,028	35

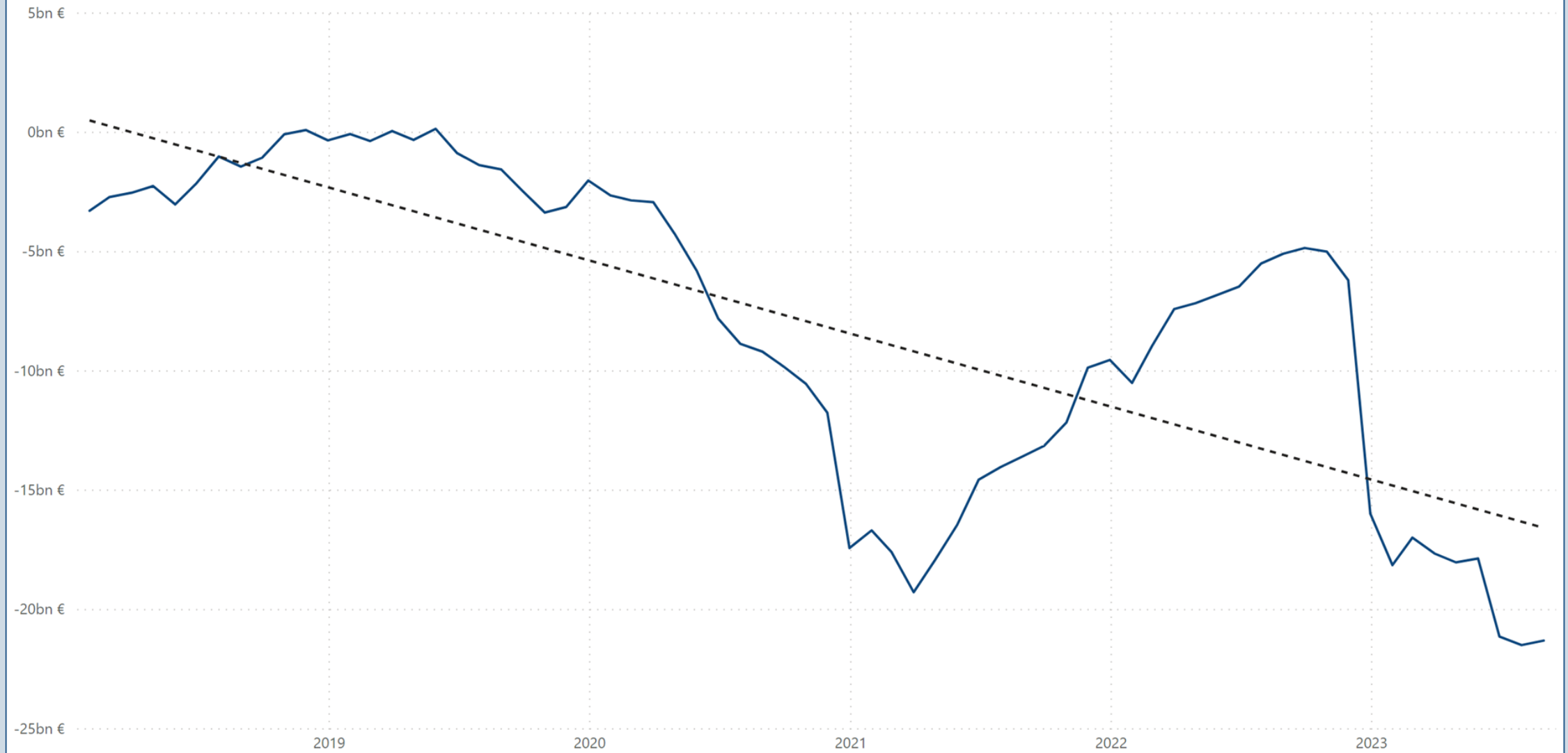
Surplus/deficit	Budgeted 2023 surplus/deficit	Total 1.1. - 31.8.2023 surplus/deficit	Total 1.1. - 31.8.2022 surplus/deficit	Total 1.9.2022 - 31.8.2023 (12 month moving total) surplus/deficit	Change from the previous year's 12 month moving total surplus/deficit	Change from the previous year's 12 month moving total surplus/deficit %
Surplus/deficit	-10,419	-1,975	3,345	-21,324	-16,213	-317

On-budget entities' revenue and expenditures



On-budget entities' surplus/deficit

12 month moving total and linear trend (Bn EUR)

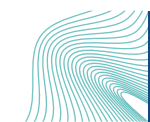


TAXES AND TAX-LIKE REVENUE (M EUR)

Main title of revenues	Budgeted 2023	Total 1.1. - 31.8.2023	Total 1.1. - 31.8.2022	Total 1.9.2022 - 31.8.2023 (12 month moving total)	Change from the previous year's 12 month moving total	Change from the previous year's 12 month moving total %
11. Taxes and tax-like revenue total	64,386	43,132	35,384	59,434	8,272	16
Taxes on income and wealth	30,982	21,098	13,096	27,240	8,367	44
Earned income and capital income taxes	23,907	16,822	9,251	20,355	7,008	53
Corporation tax	5,998	3,473	3,268	5,743	1,061	23
Tax withheld at source on interest income	174	28	12	31	16	105
Inheritance and gift tax	903	775	566	1,111	282	34
Taxes on sales	23,351	15,342	15,171	22,575	396	2
Value added tax	22,244	14,476	14,351	21,446	342	2
Tax payable on certain insurance premiums	921	652	617	911	41	5
Pharmacy tax	186	214	203	218	12	6
Excise duties	7,417	5,146	5,251	7,233	-76	-1
Tobacco tax	1,215	1,078	1,009	1,184	141	13
Alcoholic beverage tax	1,518	984	1,004	1,477	-45	-3
Duty on soft drinks	213	148	146	223	0	0
Fuel tax	4,455	2,926	3,080	4,334	-170	-4
Excise duty of some beverage packages	16	10	12	15	-2	-10
Other taxes	2,514	1,461	1,787	2,257	-423	-16
Car tax	541	266	348	407	-100	-20
Transfer tax	845	418	662	692	-305	-31
Lottery tax	60	37	32	51	-4	-8
Vehicle tax	1,060	735	742	1,101	-16	-1
Waste tax	8	5	3	6	3	76
Other tax-like revenue	122	85	79	128	9	7
Some communication fees	30	25	23	31	1	2
Some traffic fees	23	18	13	22	5	31
Fairway dues	45	36	37	51	1	3
Other tax income	9	6	5	12	0	3
Electricity and gas network charges and wind power fees collected from wind farms in the Bay of Bothnia area	5	0	0	6	1	28
Administrative fees of the Financial Stability Facility	6	0	0	3	0	12
Radiation Activities Tax	3	0	0	3	0	0
Taxes and tax-like revenue total	64,386	43,132	35,384	59,434	8,272	16

REVENUE TOTAL (M EUR)

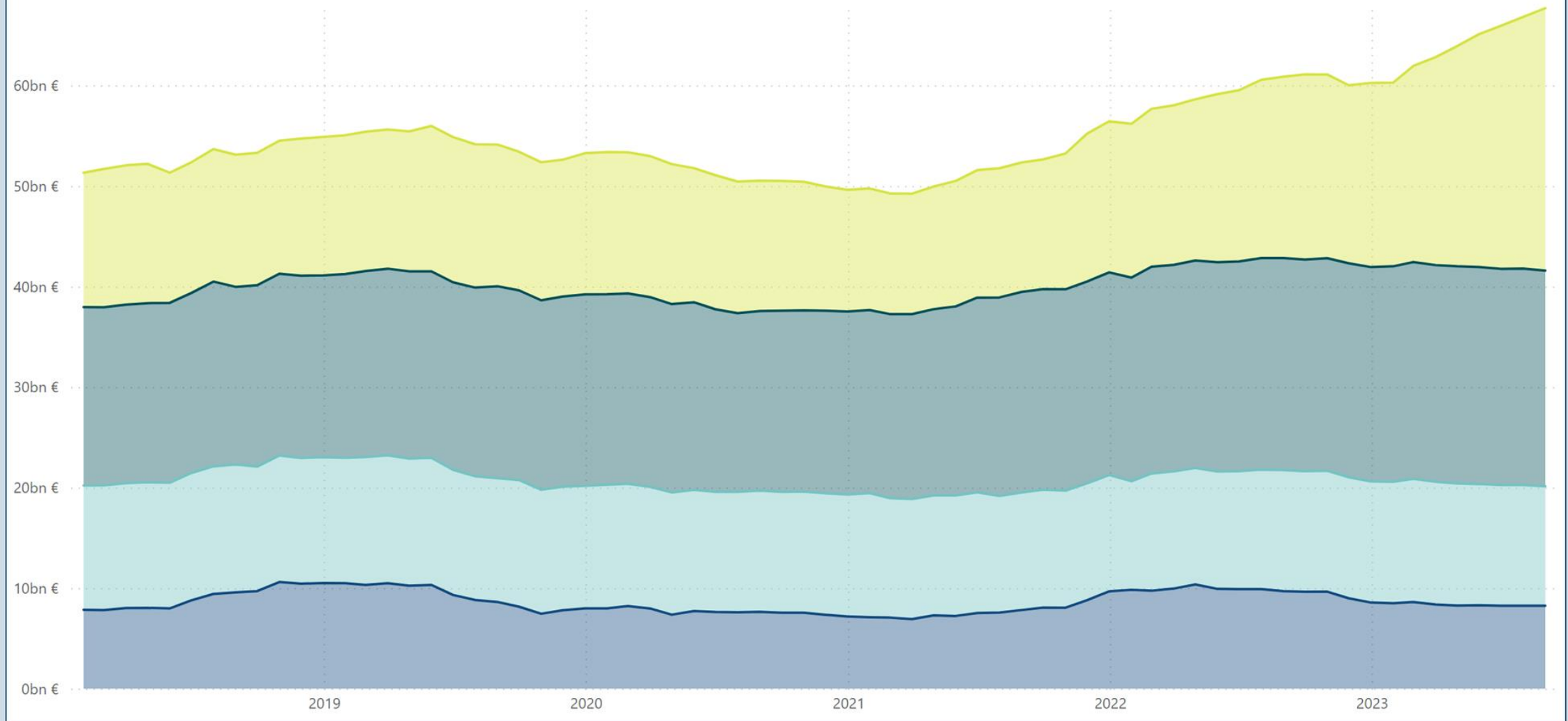
Main title of revenues	Budgeted 2023	Total 1.1. - 31.8.2023	Total 1.1. - 31.8.2022	Total 1.9.2022 - 31.8.2023 (12 month moving total)	Change from the previous year's 12 month moving total	Change from the previous year's 12 month moving total %
11. Taxes and tax-like revenue total	64,386	43,132	35,384	59,434	8,272	16
12. Miscellaneous revenue	6,607	3,906	4,123	6,493	-854	-12
13. Interest income, sales proceed of shares and withdrawals of profit	1,900	952	1,041	1,543	-650	-30
15.01. Debt redemptions to the state	150	80	90	219	47	27
On-budget entities' revenue total	73,043	48,069	40,639	67,688	6,815	11



On-budget entities' revenue

12 month moving total (Bn EUR)

● Other income ● Other taxes ● Value added tax ● Income taxes



OPERATING INCOME

Account group	1.1.-31.8.2023 m EUR	1.1.-31.8.2022 m EUR	Change m EUR	Change %
Income from free-charging operations	580	564	16	3
Rents for compensations for use	20	16	3	19
Other operating income	549	539	10	2
TOTAL OPERATING INCOME	1,148	1,119	29	3

OPERATING EXPENSES

Account group	1.1.-31.8.2023 m EUR	1.1.-31.8.2022 m EUR	Change m EUR	Change %
Materials, supplies and goods	-450	-546	97	-18
Staff costs	-3,743	-3,460	-283	8
Rents	-599	-540	-59	11
Purchases services	-2,203	-1,883	-320	17
Other expenses	-872	-566	-306	54
Increase (-) or decrease (+) in stocks of finished goods	0	0	0	-2,377
Production for own use (-)	73	69	4	5
Depreciation	-886	-867	-19	2
TOTAL OPERATING EXPENSES	-8,680	-7,794	-886	11

SURPLUS I

1.1.-31.8.2023 m EUR	1.1.-31.8.2022 m EUR	Change m EUR	Change %
-7,532	-6,675	-857	13

FINANCIAL INCOME AND EXPENSES

Account group	1.1.-31.8.2023 m EUR	1.1.-31.8.2022 m EUR	Change m EUR	Change %
Financial income	936	1,083	-146	-14
Financial expenses	-2,317	-1,400	-918	66

EXTRA ORDINARY INCOME AND EXPENSES

Account group	1.1.-31.8.2023 m EUR	1.1.-31.8.2022 m EUR	Change m EUR	Change %
Extraordinary income	192	44	148	332
Extraordinary expenses	-2	-2	0	7

SURPLUS II

1.1.-31.8.2023 m EUR	1.1.-31.8.2022 m EUR	Change m EUR	Change %
-8,723	-6,950	-1,773	26

INCOME AND EXPENSES FROM PAYMENT TRANSFERS

Account group	1.1.-31.8.2023 m EUR	1.1.-31.8.2022 m EUR	Change m EUR	Change %
Income	2,370	2,383	-13	-1
Expenses	-42,498	-31,585	-10,913	35

SURPLUS III

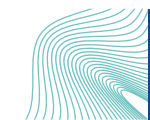
1.1.-31.8.2023 m EUR	1.1.-31.8.2022 m EUR	Change m EUR	Change %
-48,851	-36,152	-12,699	35

INCOME FROM TAXES AND COMPULSORY CHARGES

Account group	1.1.-31.8.2023 m EUR	1.1.-31.8.2022 m EUR	Change m EUR	Change %
Taxes and charges of fiscal character	42,555	35,051	7,504	21
Other compulsory charges	140	162	-22	-14

SURPLUS/DEFICIT FOR THE FINANCIAL PERIOD

1.1.-31.8.2023 m EUR	1.1.-31.8.2022 m EUR	Change m EUR	Change %
-6,156	-939	-5,217	556



INCOME FROM PAYMENT TRANSFERS (M EUR)

Account type	1.1.-31.8.2023	1.1.-31.8.2022	Change	Change %
800 From local government excl. wellbeing services county admin.	10	9	0	2
802 From social security funds	20	14	5	38
803 From industry	1	1	0	7
804 From financial and insurance institutions		67	-67	-100
805 From non-profit corporations	0	0	0	0
806 From households	8	3	4	123
807 From institutions and Bodies of the European Union	910	926	-16	-2
808 From rest of the world	5	4	1	18
809 From central government	1,418	1,358	59	4
810 Other income from payment transfers		0	0	-100
TOTAL INCOME FROM PAYMENT TRANSFERS	2,370	2,383	-13	-1

EXPENSES FROM PAYMENT TRANSFERS (M EUR)

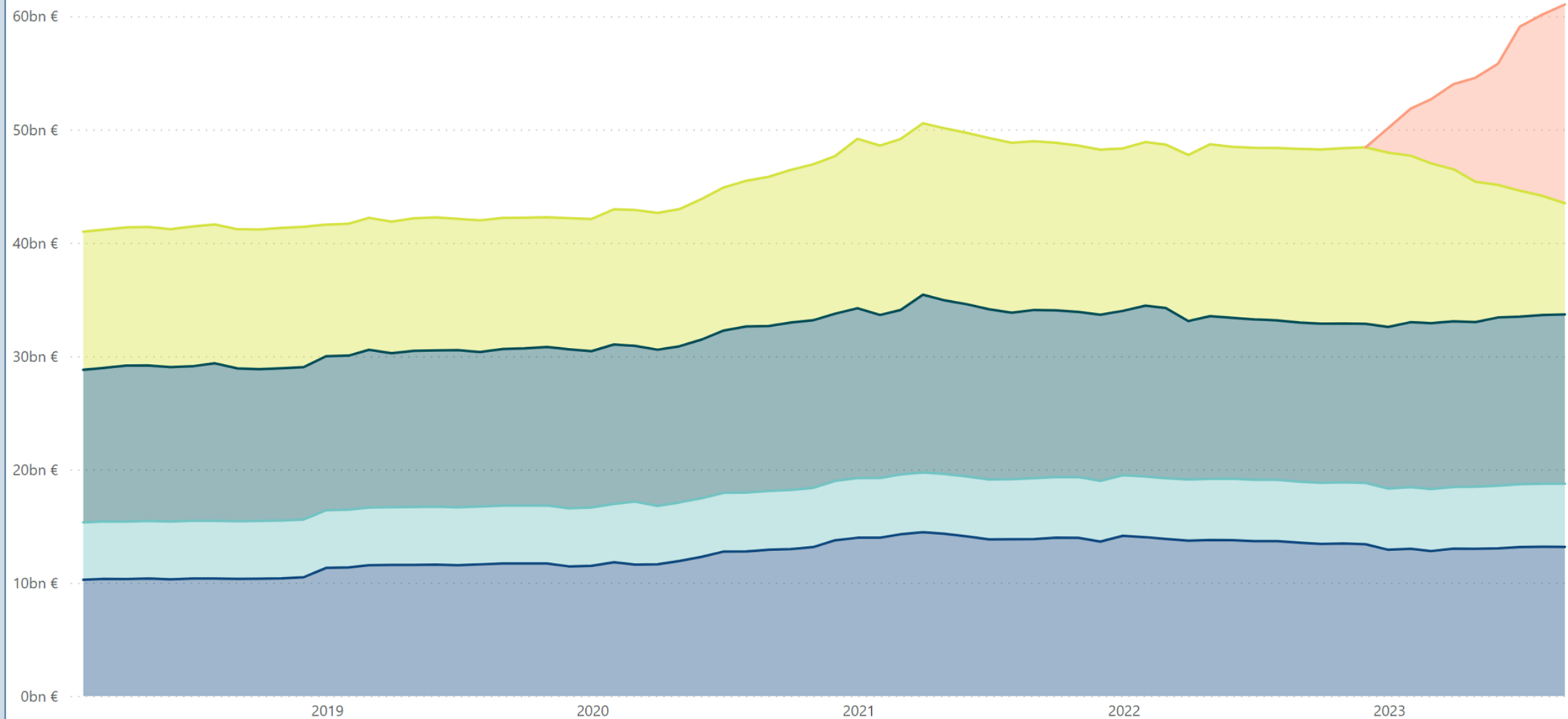
Account type	1.1.-31.8.2023	1.1.-31.8.2022	Change	Change %
820 To local government excl. wellbeing services county admin.	-4,749	-10,310	5561	-54
821 To wellbeing services county administration	-15,371		-15371	-
822 To social security funds	-10,193	-9,512	-681	7
823 To industry	-1,570	-1,522	-48	3
824 To financial and insurance institutions	-14	-14	0	1
825 To non-profit corporations	-2,035	-1,902	-133	7
826 To households	-3,387	-3,218	-170	5
827 To institutions and Bodies of the European Union	-1,514	-1,678	164	-10
828 To rest of the world	-607	-500	-106	21
829 To central government	-2,896	-2,788	-108	4
830 Other expenses from payment transfers	-162	-142	-20	14
TOTAL EXPENSES FROM PAYMENT TRANSFERS	-42,498	-31,585	-10913	35



Expenses from payment transfers

12 month moving total (Bn EUR)

● To others ● To households ● To social security funds ● To local government excl. wellbeing services county administration ● To wellbeing services county administration



State balance sheet, assets

NATIONAL PROPERTY

Account group	31.8.2023 m EUR	31.12.2022 m EUR	Change m EUR	Change %
National property	607	587	21	4

FIXED ASSETS

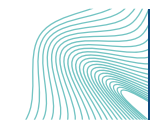
Account group	31.8.2023 m EUR	31.12.2022 m EUR	Change m EUR	Change %
Intangible assets	1,217	1,225	-8	-1
Tangible assets	21,545	21,668	-123	-1
120 Land and water	8	8	0	0
121 Construction land and water areas	1,181	1,172	9	1
122 Buildings	189	194	-5	-3
123 Structures	48	48	1	1
124 Constructions	17,709	18,298	-590	-3
125-126 Machinery and equipment	626	655	-29	-4
127 Fixtures and furnishings	13	14	-1	-6
128 Other material assets	11	11	0	0
129 Advance payments and construction in progress	1,759	1,267	491	39
Financial assets	27,386	26,931	455	2
130 Securities held in fixed assets	15,018	14,805	213	1
1310 Basic equity capital of state enterprises	3,265	3,265	0	0
1311 Capital which is placed in state enterprises under terms of other equity capital	2,815	2,821	-5	0
134 Euro-denominated treasury notes issued	0	0	0	NaN
136 Other non-current domestic investments	6,287	6,041	246	4
TOTAL FIXED ASSETS	50,147	49,824	323	1

CURRENT ASSETS

Account group	31.8.2023 m EUR	31.12.2022 m EUR	Change m EUR	Change %
Stocks	644	645	0	0
150 Materials and supplies	563	563	0	0
151 Work in progress	5	5	0	-1
152 Completed products/Goods	76	77	0	0
Non-current receivables	4,979	4,936	42	1
Current receivables	2,590	1,885	705	37
170 Trade receivables	68	106	-37	-35
171 Euro-denominated loan receivables	224	148	76	51
172 Currency-denominated loan receivables	0	0	0	0
173 Accrued credits	32	86	-53	-62
174 Other current receivables	160	209	-49	-23
179 Prepayments	2,105	1,336	769	58
Short-term investments	12,182	6,537	5,645	86
Cash in hand and at banks	2,428	3,983	-1,556	-39
TOTAL CURRENT ASSETS	22,822	17,986	4,836	27

TOTAL ASSETS

Account class	31.8.2023 m EUR	31.12.2022 m EUR	Change m EUR	Change %
ASSETS	73,577	68,397	5,180	8



EQUITY CAPITAL

Account group	31.8.2023 m EUR	31.12.2022 m EUR	Change m EUR	Change %
STATE CAPITAL	-92 793	-86 637	-6 156	7
200 State capital 1st Jan 1998	-30 048	-30 048	0	0
207 Change in capital for previous financial periods	-56 588	-51 821	-4 767	9
209 Surplus/deficit for the financial period	-6 156	-4 767	-1 389	29
CAPITAL IN FUNDS	11	11	0	-2
212 Other state funds and donations	11	11	0	-2
EQUITY CAPITAL	-92 782	-86 626	-6 156	7

CREDITORS

Account group	31.8.2023 m EUR	31.12.2022 m EUR	Change m EUR	Change %
NON-CURRENT	131 564	114 497	17 067	15
240 Euro-denominated loans taken out	131 195	114 129	17 066	15
241 Foreign currency-denominated loans taken out	1	1	0	0
247 Non-current accrued liabilities	66	66	0	0
249 Other non-current liabilities	301	301	1	0
CURRENT	34 795	40 526	-5 730	-14
250-251 Collective accounts of state funds outside the budget	6 095	5 913	182	3
252 Payments to be made in the next financial period	5 833	10 833	-5 000	-46
253 Current euro-denominated loans	16 272	17 411	-1 139	-7
255 Outside assets under state management	550	636	-86	-13
256 Advances received	319	321	-2	-1
257 Trade payables	269	692	-423	-61
258 Transactions between accounting agencies	100	99	1	1
259-260 Items to be forwarded for payment	1 839	1 825	14	1
261 Accrued liabilities	1 445	1 544	-99	-6
262 Other current liabilities	2 074	1 252	822	66
Error accounts	0	0	0	-
CREDITORS	166 359	155 023	11 336	7

TOTAL LIABILITIES

Account class	31.8.2023 m EUR	31.12.2022 m EUR	Change m EUR	Change %
Liabilities	73 577	68 397	5 180	8



OWN OPERATIONS

Operations	1.1. - 30.8.2023 state economy m EUR	1.1. - 30.8.2022 state economy m EUR	Change state economy m EUR	Change state economy %
Income and wealth tax revenue	20,295	12,519	7,776	62
Value added tax revenue	14,488	14,352	136	1
Other tax revenue and revenue from public payments	8,959	9,182	-223	-2
TAXES AND TAX-LIKE REVENUE TOTAL	43,742	36,053	7,689	21
Service sales, rents, usage charges and other operating income	2,849	3,307	-458	-14
Interest income and withdrawal of profit	1,337	1,623	-287	-18
Purchase expenditure on goods and services	-5,411	-4,674	-737	16
Staff costs	-3,863	-3,573	-290	8
Other expenses	-39	-41	2	-5
Pensions paid	-3,114	-2,902	-212	7
Debt interest payments	-2,297	-1,522	-775	51
OWN OPERATIONS CASH FLOW	33,204	28,271	4,933	17

TRANSFER FINANCES

Operations	1.1. - 30.8.2023 state economy m EUR	1.1. - 30.8.2022 state economy m EUR	Change state economy m EUR	Change state economy %
Transfer finance revenue	963	1,033	-70	-7
Transfers to local government excl. wellbeing services county administration	-4,782	-10,324	5,542	-54
Transfers to wellbeing services county administration	-15,371		-15,371	-Infinity
Transfers to industry	-1,661	-1,580	-80	5
Transfers to households	-10,473	-9,831	-642	7
Other transfers in Finland	-4,262	-4,022	-240	6
Transfers abroad	-2,373	-2,497	125	-5
TRANSFER FINANCES CASH FLOW	-37,958	-27,222	-10,736	39

INVESTMENTS

Operations	1.1. - 30.8.2023 state economy m EUR	1.1. - 30.8.2022 state economy m EUR	Change state economy m EUR	Change state economy %
Investments in fixed assets	-771	-777	7	-1
Gains on the sale of fixed assets	7	6	0	7
Investments in securities	-765	-1,341	576	-43
Capital gains on investments	128	161	-34	-21
Loans granted	-1,062	-2,536	1,474	-58
Repayments of loans granted	531	2,577	-2,046	-79
INVESTMENTS CASH FLOW	-1,932	-1,910	-23	1

FINANCING

Operations	1.1. - 30.8.2023 state economy m EUR	1.1. - 30.8.2022 state economy m EUR	Change state economy m EUR	Change state economy %
Net change in central government debt	10,927	6,951	3,975	57
Net change in other debt	-373	-353	-20	6
FINANCING CASH FLOW	10,554	6,599	3,955	60

CHANGE IN LIQUID ASSETS

Operations	1.1. - 30.8.2023 state economy m EUR	1.1. - 30.8.2022 state economy m EUR	Change state economy m EUR	Change state economy %
CHANGE IN LIQUID ASSETS	3,867	5,738	-1,871	-33



REVENUE EXCLUSIVE INVESTMENTS

Revenue or expenditures	1.1. - 30.8.2023 state economy m EUR	1.1. - 30.8.2022 state economy m EUR	Change state economy m EUR	Change state economy %
Income and wealth tax revenue	20,295	12,519	7,776	62
Value added tax revenue	14,488	14,352	136	1
Other tax revenue and revenue from public payments	8,959	9,182	-223	-2
TAXES AND TAX-LIKE REVENUE TOTAL	43,742	36,053	7,689	21
Service sales, rents, usage charges and other operating income	2,849	3,307	-458	-14
Interest income and withdrawal of profit	1,337	1,623	-287	-18
Transfer finance revenue	963	1,033	-70	-7
Gains on the sale of fixed assets	7	6	0	7
REVENUE EXCLUSIVE INVESTMENTS	48,898	42,023	6,875	16

EXPENDITURES EXCLUSIVE INVESTMENTS

Revenue or expenditures	1.1. - 30.8.2023 state economy m EUR	1.1. - 30.8.2022 state economy m EUR	Change state economy m EUR	Change state economy %
Other expenses	-39	-41	2	-5
Investments in fixed assets	-771	-777	7	-1
Transfers to industry	-1,661	-1,580	-80	5
Debt interest payments	-2,297	-1,522	-775	51
Transfers abroad	-2,373	-2,497	125	-5
Pensions paid	-3,114	-2,902	-212	7
Staff costs	-3,863	-3,573	-290	8
Other transfers in Finland	-4,262	-4,022	-240	6
Transfers to local government excl. wellbeing services county administration	-4,782	-10,324	5,542	-54
Purchase expenditure on goods and services	-5,411	-4,674	-737	16
Transfers to households	-10,473	-9,831	-642	7
Transfers to wellbeing services county administration	-15,371		-15,371	-Infinity
EXPENDITURES EXCLUSIVE INVESTMENTS	-54,416	-41,744	-12,671	30

REVENUE SURPLUS OR DEFICIT

Revenue or expenditures	1.1. - 30.8.2023 state economy m EUR	1.1. - 30.8.2022 state economy m EUR	Change state economy m EUR	Change state economy %
REVENUE EXCLUSIVE INVESTMENTS	48,898	42,023	6,875	16
EXPENDITURES EXCLUSIVE INVESTMENTS	-54,416	-41,744	-12,671	30
REVENUE SURPLUS (+)/DEFICIT (-)	-5,518	278	-5,796	-2,083

FINANCING REQUIREMENT

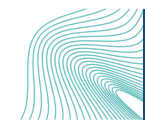
Revenue or expenditures	1.1. - 30.8.2023 state economy m EUR	1.1. - 30.8.2022 state economy m EUR	Change state economy m EUR	Change state economy %
REVENUE SURPLUS (+)/DEFICIT (-)	-5,518	278	-5,796	-2,083
Investments in securities	-765	-1,341	576	-43
Capital gains on investments	128	161	-34	-21
Loans granted	-1,062	-2,536	1,474	-58
Repayments of loans granted	531	2,577	-2,046	-79
FINANCING REQUIREMENT (-)	-6,687	-860	-5,826	677

NET CHANGE IN DEBT

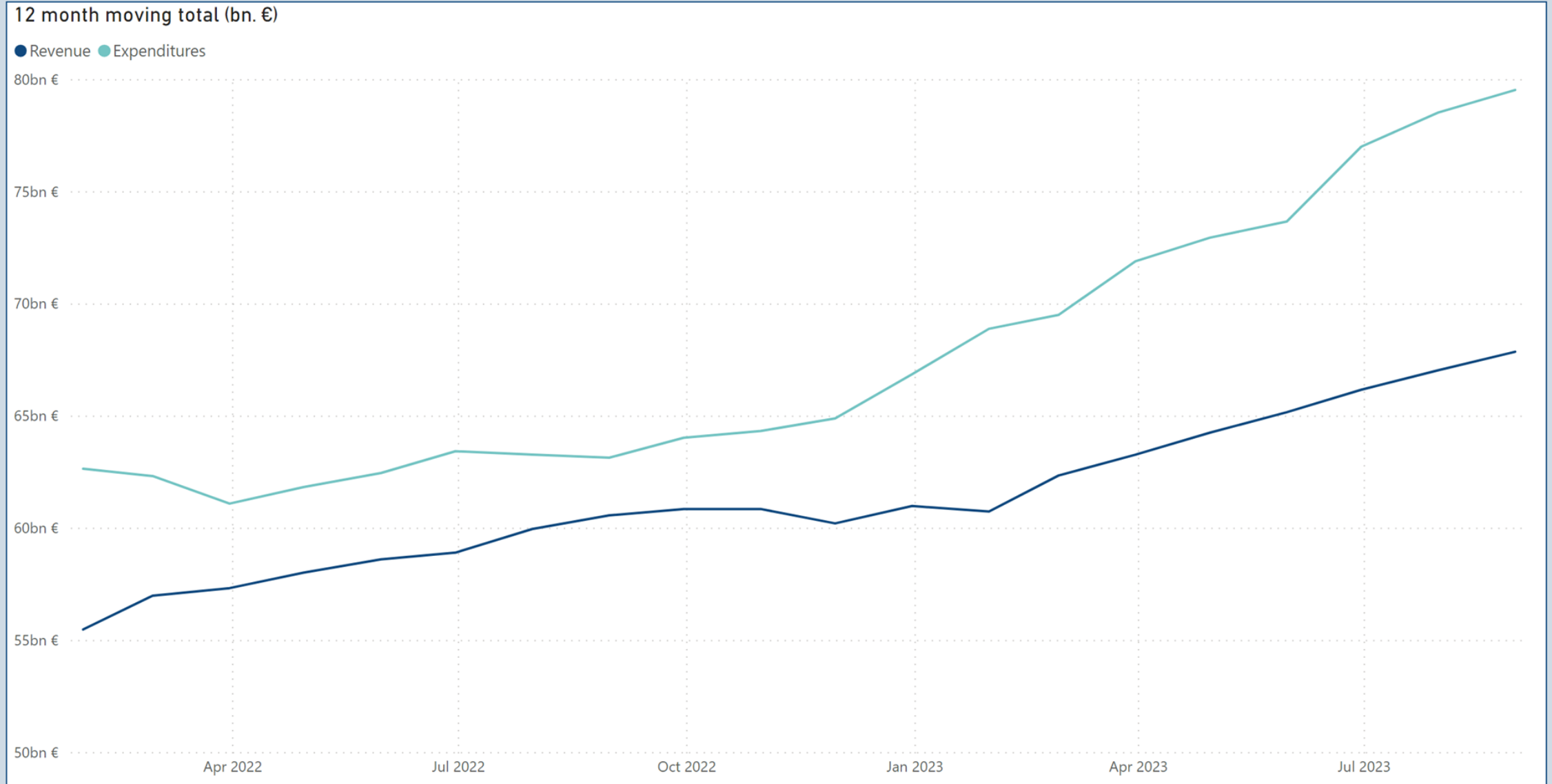
Revenue or expenditures	1.1. - 30.8.2023 state economy m EUR	1.1. - 30.8.2022 state economy m EUR	Change state economy m EUR	Change state economy %
Net change in central government debt	10,927	6,951	3,975	57
Net change in other debt	-373	-353	-20	6
NET CHANGE IN DEBT	10,554	6,599	3,955	60

CHANGE IN LIQUID ASSETS

Revenue or expenditures	1.1. - 30.8.2023 state economy m EUR	1.1. - 30.8.2022 state economy m EUR	Change state economy m EUR	Change state economy %
CHANGE IN LIQUID ASSETS	3,867	5,738	-1,871	-33

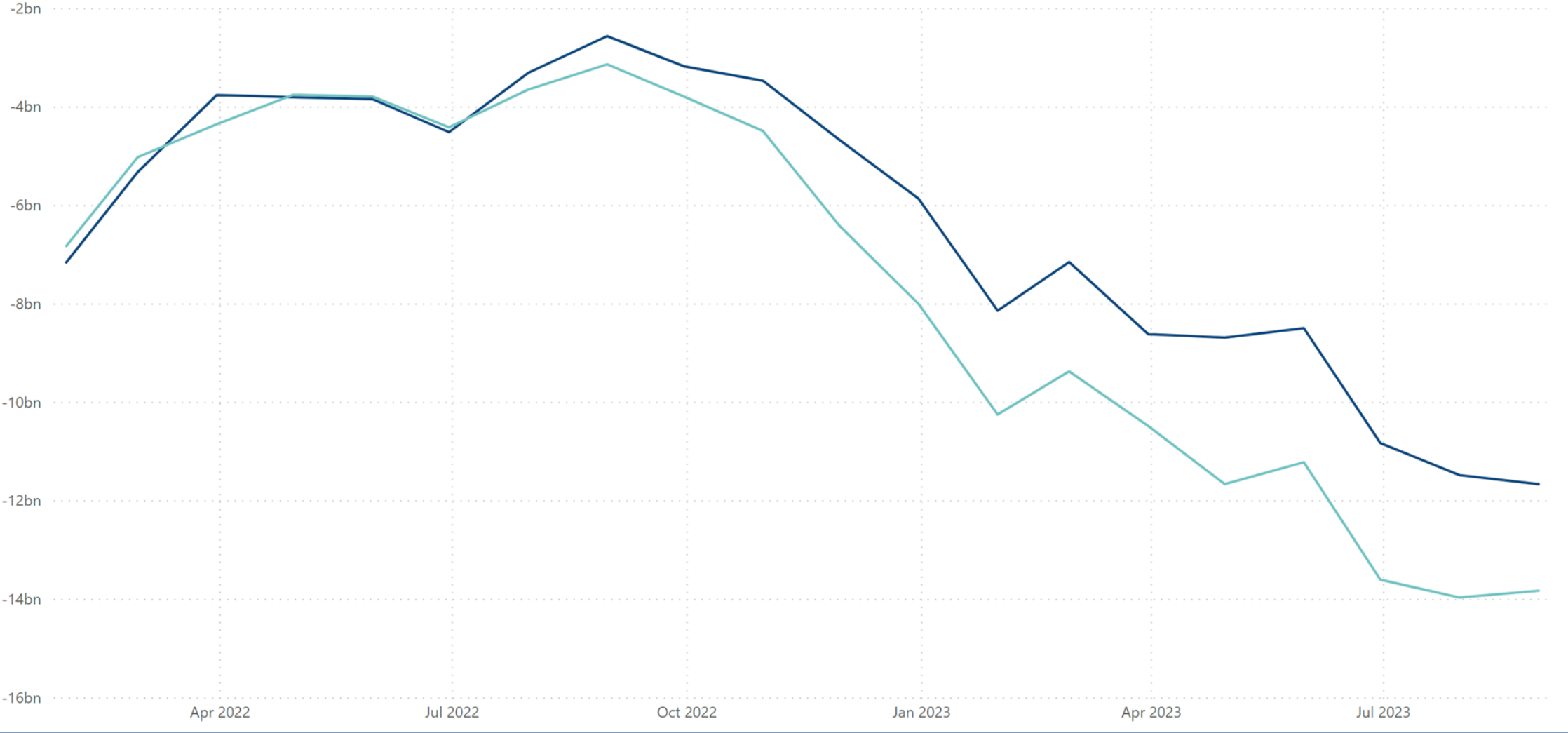


Central government revenue and expenditures



12 month moving total (bn. €)

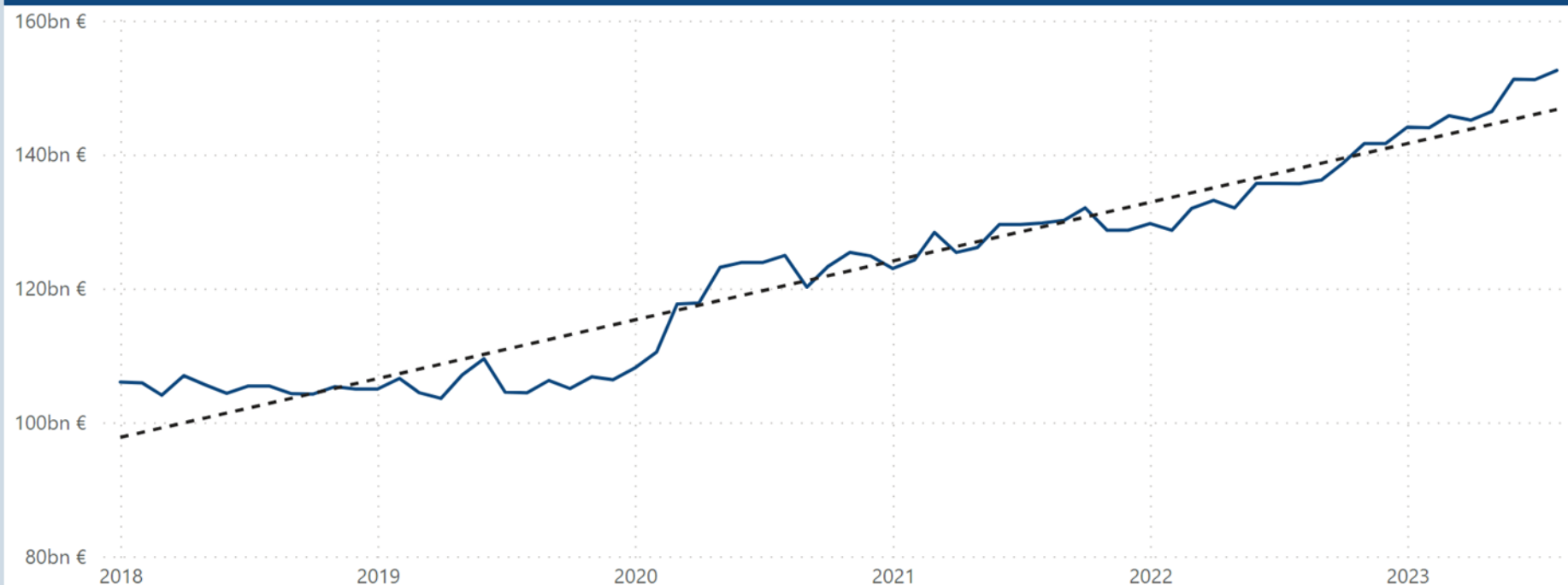
● Revenue surplus/deficit ● Financing requirement



CENTRAL GOVERNMENT DEBT AND OTHER FINANCIAL ITEMS (M EUR)

Central government debt	30.8.2023	31.12.2022	Change	Change %
Central government debt, in euros	152,555	141,628	10,927	8
Central government debt, in foreign currency	0	0	0	0
Central government debt in total	152,555	141,628	10,927	8
Unrealised foreign exchange differences	0	0	0	0
CENTRAL GOVERNMENT DEBT, NOMINAL VALUE	152,555	141,628	10,927	8
Other debt	3,492	3,865	-373	-10
FINANCIAL ITEMS INCLUDING FOREIGN EXCHANGE DIFFERENCES	156,047	145,493	10,554	7

CENTRAL GOVERNMENT DEBT: MONTHLY BALANCES AND LINEAR TREND (BN EUR)



LIQUID ASSETS

Assets	30.8.2023 m EUR	31.12.2022 m EUR	Change m EUR	Change %
Bank accounts and cash in the till	2,591	4,422	-1,831	-41
Short-term capital expenditures	12,354	6,656	5,698	86
LIQUID ASSETS TOTAL	14,945	11,078	3,867	35

LIQUID ASSETS: MONTHLY BALANCES AND LINEAR TREND

