



Year-end  
Report  
2016

# Year-end Report 2016

One fifth of Sweden's population lives in the Stockholm region and the County continues to grow strongly. The foremost task of the County Council is to ensure that county residents have access to high quality healthcare and well-functioning public transport, today and in the future. The County Council is also responsible for regional planning and for contributing to a free and accessible cultural life in the County.

## Surplus/deficit

Stockholm County Council has reported an annual surplus for the past ten years. Balanced finances are the foundation of long-term sustainable development and provide room for prioritised and necessary investments. In coming years, total cost growth will be affected by the extensive expansion and improvement of the infrastructure in healthcare and public transport.

The surplus for 2016 amounted to SEK 1,708 million before transition costs<sup>1</sup>, which was SEK 1,365 million higher than the previous year. The surplus after transition cost amounted to SEK 808 million in 2016.

Total operating revenues amounted to SEK 92,247 million, which is 6.3 per cent higher than the previous year.

This outcome includes capital gains of SEK 656 million, mainly related to property sales. The collective tax revenues for the year, including general government grants and fees to the equalisation system, amounted to SEK 71,010 million, an increase of 5.6 per cent compared with the previous year.

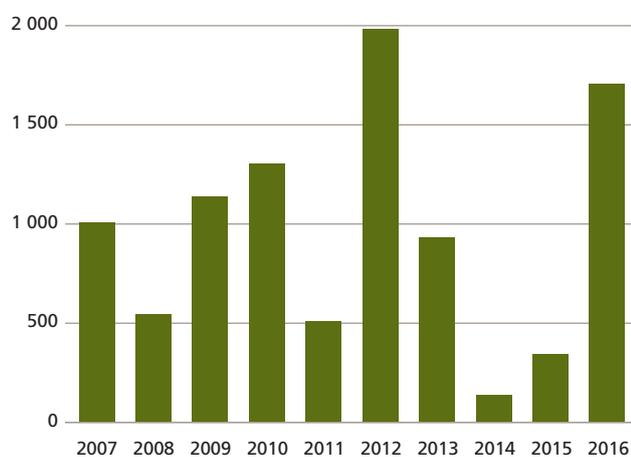
Operating expenses amounted to SEK 84,515 million, which is 5.4 per cent higher than the previous year. During the year, a number of steps were taken to reduce cost growth. These efforts will continue with undiminished strength to ensure balanced finances.

## Balance sheet

Total assets increased and amounted to SEK 113,824 million at year-end. Financial room to manoeuvre over the long term, the equity/assets ratio, was 7.2 per cent, which is an increase of 0.1 percentage points compared to the year before.

Pensions vested in 1998 or later are recognised as a liability on the balance sheet while those vested before 1998 are recognised as a contingent liability. The total pension commitment amounted to SEK 49,649 million.

## Surplus/deficit before conversion costs (SEK million)



## Income Statement

SEK million	Outcome 2016	Outcome 2015	Change %
Operating revenues	21,102	19,416	8.7%
Operating expenses	-84,515	-80,190	5.4%
Depreciation and amortisation	-4,633	-4,202	10.3%
<b>Net expenses</b>	<b>-68,045</b>	<b>-64,976</b>	<b>4.7%</b>
<b>Total tax revenues</b>	<b>71,010</b>	<b>67,264</b>	<b>5.6%</b>
Net financial items	-1,257	-1,945	-35.4%
<b>Surplus/deficit before transition costs</b>	<b>1,708</b>	<b>343</b>	
Transition costs	-899	-358	
<b>Surplus/deficit after transition costs</b>	<b>808</b>	<b>-15</b>	

<sup>1</sup> Transition costs relate to restructuring costs in the scope of future health and medical care in the period 2015–2018.

## Investments

The total investment volume for 2016 amounted to SEK 15,065 million. Major on-going investments include the construction of New Karolinska Solna and the expansion of the Metro.

In Solna, one of Europe's most modern university hospitals, New Karolinska Solna, continues to grow forth. In June 2016, the first section of the hospital was turned over to Stockholm County Council and the first patients moved into the new hospital in November. The construction work to finish the rest of the new hospital building is continuing and the new university hospital in Solna is scheduled to be in full operation in 2018.

At the beginning of February 2014, the County Council Assembly made the historic decision on the financing and co-financing of an expansion of the Metro and increased housing construction in Stockholm County according to the 2013 Stockholm Negotiations. The Metro will be extended out to Nacka, Barkarby and Arenastaden. The expansion covers almost 20 kilometres of new track and ten new stations. The project is one of the largest infrastructure projects in the county since the construction of the existing Metro.

## Balance sheet

SEK million	2016	2015
<b>Assets</b>		
Fixed assets	103,532	93,752
Current assets	10,292	11,498
<b>Total assets</b>	<b>113,824</b>	<b>105,250</b>
<b>Equity, provisions and liabilities</b>		
Equity	8,239	7,451
Provisions	26,433	24,902
Liabilities	79,152	72,898
<b>Total equity, provisions and liabilities</b>	<b>113,824</b>	<b>105,250</b>

## Investments

SEK million	Outcome 2016	Budget 2016	Outcome 2015
Vård inkl fastigheter (LFS)	3,876	4,277	3,407
Nya Karolinska Solna	3,855	4,393	3,494
Trafik	6,147	6,190	6,399
Citybanan	378	403	310
Utbyggd tunnelbana	658	763	572
Övrigt	151	463	104
<b>Total investments, SCC Group</b>	<b>15,065</b>	<b>16,488</b>	<b>14,285</b>

Stockholm County Council's final 2016  
Annual Report will be addressed at the  
County Council Assembly on 9 May 2017.