

# 9

## Public Finance and Banking

- The General Government Balance was a record deficit of €49,599m in 2010 compared with a deficit of €22,694m in 2009.
- National Debt as a percentage of GDP fell from 87.7% in 1990 to a low of 19.8% in 2007. At end of 2010 it stood at 59.9%.
- The General Government Debt as a percentage of GDP fell from 94.2% in 1990 to a low of 24.7% in 2006, before rising rapidly again to 94.9% at the end of 2010.
- Credit advanced to Irish households continued to fall from €140bn in 2009 to €130bn in 2010.

## Contents

Introductory text	143
<b>Table 9.1</b> Credit institutions – aggregate balance sheet at end of year	147
<b>Table 9.2</b> Irish private sector credit and deposits end of year	148
<b>Table 9.3</b> Irish resident private-sector enterprises - sectoral distribution of advances and deposits, end of year	149
<b>Table 9.4</b> Irish Stock Exchange	150
<b>Table 9.5</b> National and General Government balances	151
<b>Table 9.6</b> National and General Government Debt	152
<b>Table 9.7</b> Exchequer receipts	153-154
<b>Table 9.8</b> Exchequer issues	155
<b>Table 9.9</b> Summary National Debt statement at end of year	156
<b>Table 9.10</b> Public Capital Programme	157
<b>Table 9.11</b> Receipts and expenditure of central and local government	158
<b>Table 9.12</b> Expenditure of central and local government by purpose of expenditure and economic category	159
<b>Table 9.13</b> Net receipts from excise duties	160

## Introduction

This chapter contains information on the Banking and Public Finance areas in the Irish economy. The source data on banking are principally drawn from the Central Bank of Ireland website with additional data provided by the Irish Stock Exchange. The statistics on public finance are obtained primarily from two administrative sources, namely the Department of Finance, (drawn from the Budget Book, Finance Accounts and Public Capital Programme publications) and the Revenue Commissioners' Annual Report. In addition, certain tables in the chapter contain data drawn from the CSO's National Income and Expenditure (NIE) publication.

## Banking and finance

Statistics on banking and finance are given in the first four tables of this chapter. Tables 9.1 to 9.3 set out certain financial indicators such as details of domestic credit extended to Irish residents, the assets and liabilities of the Irish Monetary Sector and a breakdown of loans to and deposits held by the various sectors of the economy. Table 9.4 provides summary data relating to the Irish Stock Exchange (including the Government Securities Market).

## Public finance

The public finance area is the subject of the remaining nine tables. Tables 9.5 and 9.6 examine the National and General Government Balances and Debt. Tables 9.7 and 9.8 detail the movements of all Exchequer receipts and issues. Table 9.9 provides a summary of National Debt while table 9.10 examines the Public Capital Programme. Tables 9.11 and 9.12 move to the areas of central and local government. Details are provided for receipts and expenditures, with expenditure being classified by purpose and economic category. Finally, table 9.13 details excise duty receipts.

Main trends in the tables:

- The balance sheet of the credit institution sector continued to decrease in 2010, a decline of €156bn in the year. Total assets were €1,168bn at the end of 2010.
- Domestic private sector credit decreased by €40bn to €335bn in 2010, with loans to non-financial corporations showing the largest decline of €53bn in the year.
- The General Government Balance was a record deficit of €49,599m in year 2010 compared with a deficit of €22,694m in 2009. These deficits included exceptional recapitalisation payments to Anglo Irish Bank, Irish Nationwide Building Society and the Educational Building Society of €31,575m and €4,000m respectively. €30,875m of the 2010 bank recapitalisation payments was made in the form of promissory notes; this €30,875m did not form part of the 2010 Exchequer Deficit of €18,745m (compared with €24,641m in 2009).

- National Debt as a percentage of GDP stood at 59.9% at end 2010, compared with 87.7% in 1990. Meanwhile the General Government Debt as a percentage of GDP was an estimated 94.9% at end 2010 compared with 94.2% in 1990. Note that the €30,875m in promissory notes paid to distressed financial institutions in 2010 forms part of General Government Debt but not National Debt.
- Capitalisation of the Irish Stock Market (based on equities included in ISEQ only) recovered slightly to €45.9bn at end 2010 when compared to end 2009.
- Outstanding indebtedness on the 2.2 million credit cards in issue at the end of 2010 stood at €2.9bn, a slight decrease on 2009 and a marked contrast to the growth in recent years.

## Technical Notes

### Table 9.1

Other Monetary Financial Institutions (MFIs) comprise financial institutions whose business is to receive deposits or close substitutes for deposits.

In line with Eurosystem requirements, demand accounts are classified as overnight deposits.

### Table 9.2

The figures for the number of credit cards in issue represent credit cards issued by credit institutions resident in Ireland. Debit cards or store cards are excluded.

*Typical Annualised Percentage Rate (APR) charged on credit cards* is calculated as a simple non-weighted average of the advertised APR charged by the issuers on standard credit cards.

### Table 9.3

Data on advances and deposits pertain to the main asset and liability categories of within-the-state offices of credit institutions, where the counterparty of the credit institution is a private-sector enterprise, irrespective of its legal form (corporation, partnership, sole trader, etc.).

The sectoral breakdown is based on the sector classification from NACE Rev. 2.

### Table 9.4

The ISEQ Overall Index reproduced in this table covers all Irish registered equities quoted on the Official List, ITEQ and Developing Companies Markets including Northern Ireland companies.

*Turnover* is the sum of purchases and sales by stockbrokers' personal and corporate clients.

*Amount raised* is the cash value of funds raised by new issues of securities.

*Capitalised value* is the market value of all issues on the last trading day of each period. The price used to value each individual issue is the last trading price at close of business on the last trading day of a trading period.

### Table 9.5

Total Exchequer Balance is the sum of current and capital budget balance. It is the traditional domestic budgetary aggregate which measures Central Government's net surplus or borrowing position. It is the difference between total receipts into and total expenditure out of the Exchequer Account of the Central Fund.

The General Government Balance (GGB) measures the fiscal performance of all arms of Government ie Central Government, Local Authorities, Health Boards (these were dissolved on 31 December 2004 and replaced by the Health Service Executive), Vocational Education Committees and non-commercial semi-state bodies, as well as funds such as the Social Insurance Fund and the National Pensions Fund which are managed by Government agents. It thus provides an accurate assessment of the fiscal performance of a more complete government sector.

The figures for General Government Balance are on an ESA79 basis up to 1996 and on an ESA95 basis thereafter. The figures for Current budget balance, Capital budget balance and total Exchequer balance are on an ESA79 basis for all years (ESA79 and

ESA95 refer to the 1979 and 1995 editions respectively of the European System of Accounts, which sets down standards for National Accounts).

The transition from total Exchequer balance (Irish Government definition) to the General Government Balance (EU definition) is explained by a series of adjustments:

- The EU definition excludes all flows between the Exchequer and non-commercial State agencies and between the agencies themselves.
- It also excludes loan and share capital receipts and expenditure.
- Payments in respect of prefunding of future pension liabilities (ie payments made by Government into the National Pensions Reserve Fund), while treated as expenditure for the purpose of calculating the Exchequer Balance do not have an impact on the GGB.
- Exchequer balance is compiled on a cash basis, whereas the General Government Balance is compiled on an accruals basis.

#### **Table 9.6**

National Debt is calculated in accordance with domestic conventions. Details are published annually in the Department of Finance's Finance Accounts and the report and accounts of the National Treasury Management Agency (NTMA). In calculating the National Debt, certain liquid assets held by the State are offset.

The General Government Debt is the standardised measure of indebtedness of EU governments. It takes account of all liabilities included in the National Debt, without any offsetting of liquid assets, together with the liabilities of non-commercial State agencies and local authorities. In addition it includes the build-up of accrued interest on certain government borrowings, in particular on small savings schemes such as Saving Certificates, Savings Bonds and National Instalment Savings.

#### **Tables 9.5 and 9.6**

For the calculation of the Current Budget Balance, Capital Budget Balance, and Total Exchequer Balance as percentages of GNP and General Government Balance as a percentage of GDP in table 9.5 and National Debt and General Government Debt as percentages of GDP in table 9.6, the GNP and GDP data used has FISIM allocated. FISIM stands for Financial Intermediation Services Indirectly Measured.

For the calculation of GDP National Income and Expenditure annual results for 2004 and subsequent years, the method of estimating and allocating the output of non-invoiced services produced by financial intermediaries (mostly banks) has been changed. Formerly, the margin earned on lending and borrowing was treated as intermediate consumption of a notional producer sector and so made no net contribution to GDP. The negative value of this notional sector was shown in the National Accounts publication as Adjustment for Financial Services. The revenue from the margin on lending and borrowing is FISIM. Some changes have been made to the method of estimating this item. In addition, and more significantly, it is now being assigned to the different customer sectors and, as for other services, adds to GDP if consumed by government, non-residents or households as consumers. For customers who are resident market producers, and in respect of borrowing for house purchase by owner-occupiers, the service is part of their intermediate consumption and has a neutral effect on GDP.

Table 9.1 Credit institutions – aggregate balance sheet at end of year

€m

	2005	2006	2007	2008	2009	2010	
<b>Assets</b>							
1	Loans to Irish Residents	349,646	450,831	481,821	532,559	505,271	467,544
1.1	Monetary financial institutions	98,150	143,168	117,034	173,134	175,356	174,629
1.2	General government	990	1,052	1,047	1,306	1,310	31,607
1.3	Private Sector	250,506	306,611	363,740	358,119	328,605	261,308
2	Holdings of securities issued by Irish Residents	18,479	22,059	23,467	60,788	82,110	101,700
2.1	Monetary financial institutions	7,312	8,884	11,036	23,130	27,663	16,602
2.2	General government	3,617	3,121	638	2,138	8,219	11,808
2.3	Private Sector	7,550	10,054	11,793	35,520	46,228	73,290
3	Loans to non-residents	241,238	298,243	334,906	362,544	338,956	344,121
3.1	Euro area	91,841	102,550	108,996	110,998	84,734	114,793
3.2	Rest of world	149,397	195,693	225,910	251,546	254,222	229,328
4	Holdings of securities issued by non-residents	263,545	320,137	360,425	353,052	313,418	185,365
4.1	Euro area	147,958	174,780	167,430	160,189	149,857	85,876
4.2	Rest of the World	115,587	145,357	192,995	192,863	163,561	99,489
5	Central Bank Balances	8,883	13,616	22,752	21,140	16,288	12,319
5.1	Resident	8,720	13,473	22,428	20,215	16,123	12,319
5.2	Non-Resident	163	143	324	925	165	0
6	Remaining Assets	60,116	73,242	113,985	82,114	67,541	56,959
6.1	Resident	14,663	19,533	65,465	28,329	35,435	27,537
6.2	Non-Resident	45,453	53,709	48,520	53,785	32,106	29,422
<b>Total</b>		<b>941,907</b>	<b>1,178,128</b>	<b>1,337,356</b>	<b>1,412,197</b>	<b>1,323,584</b>	<b>1,168,008</b>
<b>Liabilities</b>							
1	Deposits from Irish Residents	246,010	314,835	302,676	351,053	358,312	346,604
1.1	Monetary financial institutions	97,858	142,142	119,937	171,691	171,275	174,895
1.2	General government	2,533	2,966	2,573	3,155	3,276	3,410
1.3	Private Sector	145,619	169,727	180,166	176,207	183,761	168,299
2	Debt Securities Issued	186,405	238,541	254,022	187,128	179,181	119,813
2.1	Irish Resident	13,178	23,456	30,588	36,636	50,754	33,885
2.2	Euro Area	44,132	41,452	46,301	32,547	26,979	22,418
2.3	Rest of the world	129,095	173,633	177,133	117,945	101,448	63,510
3	Deposits from non-residents	362,419	430,490	533,307	600,671	524,624	347,086
3.1	Euro area	143,544	153,153	191,955	243,773	199,688	151,799
3.2	Rest of world	218,875	277,337	341,352	356,898	324,936	195,287
4	Capital & Reserves	53,495	62,544	74,353	73,650	90,015	111,097
4.1	Resident	32,255	40,064	44,961	41,952	59,174	84,793
4.2	Non-Resident	21,240	22,480	29,392	31,698	30,841	26,304
5	Borrowing from the Eurosystem relating to monetary policy operations	20,990	27,044	40,088	98,125	90,899	132,010
6	Remaining Liabilities	72,588	104,674	132,910	101,570	80,553	111,398
6.1	Resident	13,203	23,516	67,180	37,333	42,193	72,924
6.2	Non-Resident	59,385	81,158	65,730	64,237	38,360	38,474
<b>Total</b>		<b>941,907</b>	<b>1,178,128</b>	<b>1,337,356</b>	<b>1,412,197</b>	<b>1,323,584</b>	<b>1,168,008</b>

Source: Central Bank of Ireland

## Public Finance and Banking

**Table 9.2 Irish private sector credit and deposits end of year**

€m

	2005	2006	2007	2008	2009	2010
<b>Credit Advanced to Irish Private sector</b>						
1 Households	117,137	137,268	153,014	144,576	140,084	130,318
1.1 Loans for house purchase	94,718	111,303	123,722	114,978	110,210	99,578
1.2 Consumer credit	17,152	19,662	20,791	21,723	23,802	19,950
1.3 Other loans	5,267	6,303	8,501	7,875	6,072	10,790
2 Non-financial corporations	94,271	129,399	158,403	166,798	146,547	92,562
2.1 Loans	93,541	128,420	156,691	164,952	145,448	92,431
2.2 Securities	730	979	1,712	1,846	1,099	131
3 Insurance corporations and pension funds/Other financial intermediaries	46,647	49,998	64,114	82,265	88,200	111,719
3.1 Loans	39,827	40,923	54,034	48,591	43,072	38,559
3.2 Securities	6,820	9,075	10,080	33,674	45,128	73,160
<b>Total</b>	<b>258,055</b>	<b>316,665</b>	<b>375,531</b>	<b>393,639</b>	<b>374,831</b>	<b>334,599</b>
<b>Irish Private Sector Deposits</b>						
4 Households	67,029	77,266	82,863	85,247	99,148	94,620
5 Non-financial corporations	37,868	43,794	45,547	43,157	40,613	33,537
6 Insurance corporations and pension funds/Other financial intermediaries	40,721	48,667	51,756	47,802	44,000	40,141
<b>Total</b>	<b>145,618</b>	<b>169,727</b>	<b>180,166</b>	<b>176,206</b>	<b>183,761</b>	<b>168,298</b>
<b>Credit Card Statistics</b>						
Number of credit cards in issue (000)	2,028	2,163	2,303	2,381	2,333	2,228
Outstanding indebtedness on credit cards (€m)	2,305	2,738	2,992	3,129	3,106	2,911

Source: Central Bank of Ireland



**Table 9.3 Irish resident private-sector enterprises – sectoral distribution of advances and deposits, end of year**

	€m							
	2003	2004	2005	2006	2007	2008	2009	2010
<b>Advances</b>								
Primary industries	3,655	4,010	4,416	5,164	5,577	6,341	5,658	5,343
Manufacturing	4,270	5,395	5,838	6,593	7,791	8,632	6,875	5,268
Electricity, gas, steam and air conditioning supply	474	568	942	1,224	1,309	1,333	1,065	982
Water supply, sewerage, waste management and remediation activities	89	94	94	111	159	164	158	128
Construction	3,269	5,285	6,096	8,381	10,280	8,840	5,761	3,289
Wholesale/retail trade & repairs	6,385	7,724	10,092	11,118	13,374	14,091	12,575	9,720
Transportation and storage	1,533	1,857	2,062	2,124	2,877	3,078	2,558	1,568
Hotels and restaurants	5,767	7,002	9,043	10,897	11,510	11,462	10,753	7,949
Information and communication	502	572	692	756	1,103	884	799	636
Financial intermediation (excl. monetary financial institutions)	36,624	36,135	46,630	49,956	64,493	83,502	82,626	109,179
Real estate, land and development activities	21,065	29,279	47,486	74,952	96,019	103,072	92,489	55,361
Business and administrative services	5,307	7,139	5,157	6,400	6,015	7,183	5,759	5,522
Other community, social and personal services	1,477	1,756	2,317	2,415	3,129	2,909	2,766	1,665
Education	385	408	508	646	663	765	851	725
Human health and social work	620	834	1,311	1,861	2,569	2,726	2,679	2,049
Extra-territorial organisations and bodies	n/a	n/a	n/a	n/a	n/a	n/a	n/a	11
<b>Total</b>	<b>91,422</b>	<b>108,058</b>	<b>142,684</b>	<b>182,598</b>	<b>226,868</b>	<b>254,982</b>	<b>233,372</b>	<b>209,395</b>
<b>Deposits</b>								
Primary industries	2,329	3,011	3,563	3,908	3,243	2,968	2,865	3,030
Manufacturing	4,953	5,132	5,614	5,366	5,954	6,290	5,740	4,704
Electricity, gas, steam and air conditioning supply	564	241	262	342	873	470	836	765
Water supply, sewerage, waste management and remediation activities	233	194	222	268	209	224	218	45
Construction	2,268	2,845	3,656	4,102	3,459	3,081	3,093	2,282
Wholesale/retail trade & repairs	3,845	4,300	4,577	5,041	5,349	4,725	4,592	4,435
Transportation and storage	1,572	2,141	2,551	3,591	3,628	3,338	3,180	2,842
Hotels and restaurants	602	701	846	893	907	893	655	665
Information and communication	1,102	1,249	1,696	2,323	1,741	1,749	1,644	1,062
Financial intermediation (excl. monetary financial institutions)	34,122	37,871	45,362	54,639	53,831	48,550	46,542	40,395
Real estate, land and development activities	5,169	5,693	7,191	8,730	7,802	8,031	7,413	6,227
Business and administrative services	4,015	4,664	5,816	7,563	7,857	8,418	7,142	5,041
Other community, social and personal services	3,253	3,860	3,997	4,283	4,812	4,769	4,675	4,473
Education	1,084	1,189	1,299	1,538	1,615	1,664	1,666	1,840
Human health and social work	2,133	2,814	3,525	4,286	1,434	2,024	2,277	1,174
Extra-territorial organisations and bodies	3	3	15	42	6	9	10	0
<b>Total</b>	<b>67,247</b>	<b>75,908</b>	<b>90,192</b>	<b>106,915</b>	<b>102,720</b>	<b>97,203</b>	<b>92,548</b>	<b>78,980</b>

Source: Central Bank of Ireland

## Public Finance and Banking

**Table 9.4 Irish Stock Exchange**

	Unit	2003	2004	2005	2006	2007	2008	2009	2010
<b>Government securities</b>									
Turnover	€m	74,461	72,333	51,297	37,457	51,994	50,185	149,054	203,869
Amounts raised/redeemed (+/-)	€m	6,570	2,837	1,440	-	5,959	10,929	34,897	19,884
Capitalised value at end of period	€m	29,557	33,031	33,062	32,413	31,190	42,552	71,831	74,892
Number of issues	No.	15	15	13	11	11	11	19	17
<b>Irish equity market</b>									
<b>Official list</b>									
Turnover	€m	77,196	72,298	108,067	127,705	195,413	110,948	52,732	44,909
Amounts raised	€m	721	2,543	1,435	2,761	5,376	401	2,027	5,056
Capitalised value at end of period (Equities included in ISEQ only)	€m	62,548	80,868	93,925	116,987	90,460	31,398	43,182	45,906
Number of issues	No.	67	61	61	53	49	61	57	53
<b>Developing Companies Market/ Explorations Securities Market/ITEQ</b>									
Turnover	€m	319	211	418	1,256	3,152	1,036	593	631
Amounts raised	€m	28	47	69	941	1,241	154	79	270
Capitalised value at end of period	€m	1,014	1,182	850	2,464	3,083	964	1,613	2,147
Number of issues	No.	12	13	13	23	30	27	25	23
<b>Price index of ordinary stocks and shares (ISEQ) at end-year</b>									
(Base Jan 4th 1988, 9am=1000)		4,921	6,198	7,364	9,408	6,934	2,343	2,975	2,885

Source: Irish Stock Exchange

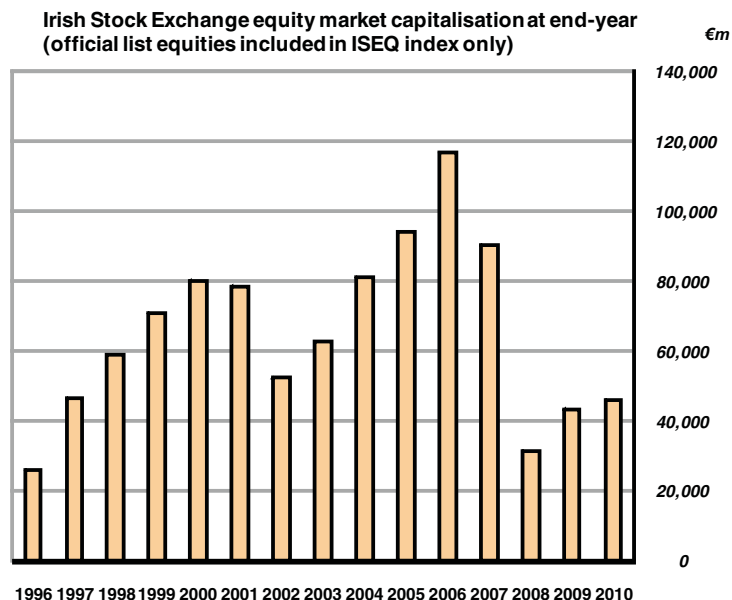
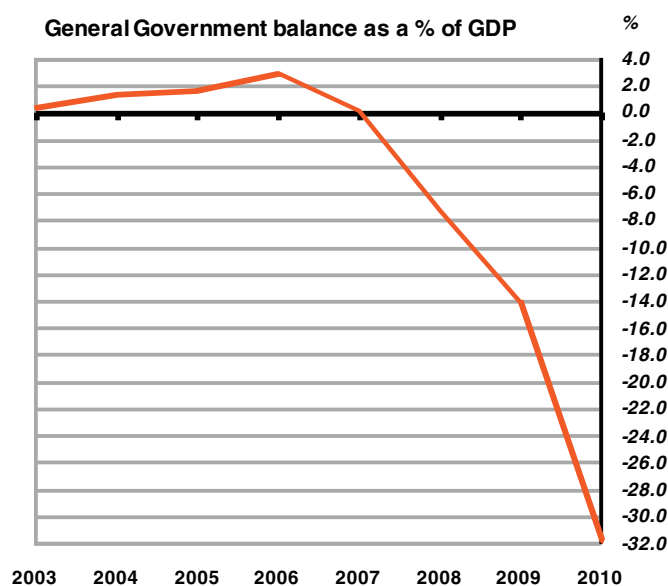


Table 9.5 National and General Government balances

Year	Current budget balance		Capital budget balance		Total Exchequer balance		General government balance	
	€m	% of GNP with FISIM allocated	€m	% of GNP with FISIM allocated	€m	% of GNP with FISIM allocated	€m	% of GDP with FISIM allocated
1980	-695	-6.0	-851	-7.4	-1545	-13.4	n/a	n/a
1981	-1018	-7.3	-1168	-8.4	-2186	-15.7	n/a	n/a
1982	-1255	-7.9	-1215	-7.6	-2470	-15.5	n/a	n/a
1983	-1219	-7.0	-1011	-5.8	-2230	-12.8	n/a	n/a
1984	-1319	-7.0	-998	-5.2	-2317	-12.2	n/a	n/a
1985	-1630	-8.0	-928	-4.6	-2559	-12.6	n/a	n/a
1986	-1771	-7.9	-952	-4.2	-2724	-12.1	n/a	n/a
1987	-1,498	-6.2	-769	-3.2	-2,268	-9.4	-2,409	-9.0
1988	-403	-1.6	-383	-1.5	-786	-3.1	-1,416	-4.9
1989	-334	-1.2	-274	-1.0	-608	-2.2	-902	-2.8
1990	-193	-0.6	-427	-1.3	-620	-1.9	-996	-2.8
1991	-379	-1.1	-275	-0.8	-654	-1.9	-1,077	-2.9
1992	-566	-1.6	-349	-1.0	-915	-2.6	-1,164	-3.0
1993	-481	-1.2	-399	-1.0	-880	-2.3	-1,160	-2.7
1994	19	0.0	-873	-2.1	-854	-2.0	-873	-2.0
1995	-459	-1.0	-337	-0.7	-796	-1.7	-1,090	-2.1
1996	371	0.7	-925	-1.8	-554	-1.1	-62	-0.1
1997	767	1.3	-1,052	-1.8	-298	-0.5	765	1.1
1998	2,654	3.8	-1,694	-2.5	948	1.4	1,865	2.4
1999	4,367	5.7	-2,855	-3.7	1,512	2.0	2,460	2.7
2000	6,967	7.7	-3,794	-4.2	3,173	3.5	4,987	4.7
2001	4,725	4.8	-4,075	-4.1	650	0.7	1,051	0.9
2002	5,402	5.0	-5,307	-4.9	95	0.1	-460	-0.4
2003	4,410	3.7	-5,390	-4.5	-980	-0.8	559	0.4
2004	5,620	4.4	-5,587	-4.4	33	0.0	2,066	1.4
2005	6,353	4.6	-6,852	-4.9	-499	-0.4	2,665	1.6
2006	9,069	5.8	-6,886	-4.4	2,183	1.4	5,132	2.9
2007	6,992	4.3	-8,610	-5.3	-1,618	-1.0	69	0.0
2008	-3,069	-2.0	-9,645	-6.2	-12,714	-8.2	-13,296	-7.4
2009	-11,367	-8.6	-13,274	-10.0	-24,641	-18.6	-22,694	-14.1
2010	-12,580	-9.8	-6,165	-4.8	-18,745	-14.6	-49,599	-31.8

Source: Department of Finance



## Public Finance and Banking

**Table 9.6 National and General Government Debt**

End of year	National Debt		General Government Debt	
	€m	% of GDP with FISIM allocated (ESA95 basis)	€m	% of GDP with FISIM allocated (ESA95 basis)
1990	31,849	87.7	34,194	94.2
1991	32,223	85.5	36,004	95.6
1992	33,450	83.6	37,041	92.5
1993	36,006	83.3	41,128	95.1
1994	37,111	79.8	41,673	89.6
1995	38,358	72.2	43,061	81.1
1996	37,980	65.2	43,162	74.1
1997	38,966	57.8	43,694	64.8
1998	37,510	48.1	42,081	53.9
1999	39,851	44.3	43,853	48.8
2000	36,511	34.5	39,658	37.5
2001	36,183	30.6	41,576	35.2
2002	36,361	27.7	41,912	31.9
2003	37,611	26.7	43,322	30.7
2004	37,846	25.1	43,857	29.1
2005	38,182	23.4	44,560	27.3
2006	35,917	20.1	44,059	24.7
2007	37,559	19.8	47,361	24.9
2008	50,398	28.0	79,837	44.4
2009	75,152	46.8	104,782	65.2
2010	93,446	59.9	148,074	94.9

Source: Department of Finance

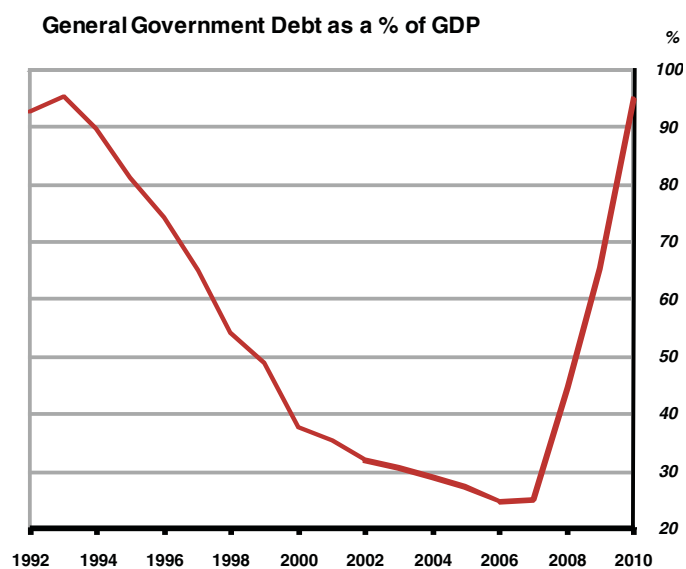


Table 9.7 Exchequer receipts

€000

	2004	2005	2006	2007	2008	2009
<b>Tax revenue</b>						
Agricultural levies	6,442	8,615	1,890	-	-	-
Capital Acquisitions Tax	190,064	248,912	352,696	392,349	331,600	254,258
Capital Gains Taxes	1,515,555	1,959,659	3,099,933	3,105,495	1,430,080	541,849
Corporation Tax	5,331,596	5,491,687	6,683,247	6,390,625	5,065,894	3,900,306
Customs	173,285	226,132	256,829	265,904	248,001	208,598
Excise	4,927,554	5,232,669	5,588,897	5,837,878	5,443,338	4,702,552
Income levy	-	-	-	-	-	-
Income Tax	10,650,541	11,266,298	12,389,939	13,572,410	13,176,857	11,835,235
Motor Vehicle Duties, etc	-	-	-	-	-	-
Residential Property Tax	382	360	-36	-	-	-
Stamps	2,088,454	2,725,210	3,716,501	3,185,602	1,650,792	929,510
Training and Employment Levy	3,658	5,361	1,017	2,501	1,032	1,213
Value-Added Tax	10,693,291	12,089,070	13,447,991	14,496,588	13,429,602	10,669,652
Youth Employment Levy	-	-	-	-	-	-
<b>Total</b>	<b>35,580,822</b>	<b>39,253,973</b>	<b>45,538,904</b>	<b>47,249,352</b>	<b>40,777,196</b>	<b>33,043,173</b>
<b>Non-tax revenue</b>	<b>802,161</b>	<b>595,166</b>	<b>606,039</b>	<b>637,635</b>	<b>846,901</b>	<b>837,810</b>
<b>TOTAL REVENUE</b>	<b>36,382,983</b>	<b>39,849,139</b>	<b>46,144,943</b>	<b>47,886,987</b>	<b>41,624,097</b>	<b>33,880,983</b>
<b>Money raised by creation of debt</b>						
Borrowings from ministerial funds	78,567,034	102,161,453	67,244,701	49,320,124	26,937,289	56,759,625
Commercial paper	104,530,160	139,526,360	120,836,608	85,398,071	171,283,883	177,543,574
Private placements	-	-	-	-	-	212,682
European Investment Bank loans	-	-	-	-	-	-
Exchequer bills	-	-	-	-	-	-
Exchequer notes	-	-	-	-	-	-
Foreign borrowings	-	-	-	-	-	-
Increase in foreign liquid assets	-	-	-	-	-	-
Medium term notes	-	-	-	-	-	-
Miscellaneous debt	473,801	725,248	-	-	7,229	-
National Instalment Savings	72,351	106,122	96,161	103,720	114,159	110,713
National Loans Sinking Fund payments	-	-	-	-	-	-
National Loans/ Irish Govt Bonds-Title changed in 1997	31,515,344	41,321,405	25,326,031	19,822,280	14,251,598	40,498,542
Other Irish Government Public Bond Issues	-	-	-	-	-	-
Other domestic borrowings	-	-	-	-	-	-
Prize Bonds	126,778	134,448	134,592	144,836	276,434	370,272
Savings Bonds	505,060	518,399	671,847	573,069	813,242	1,460,232
Savings Certificates	422,604	751,422	462,011	460,378	770,622	1,214,287
Savings Stamps	-	-	-	-	-	-
Sinking Fund Transfer	-	-	-	-	-	-
Ways and Means Advances	-	-	-	-	-	-
<b>Total raised by creation of debt</b>	<b>216,213,132</b>	<b>285,244,857</b>	<b>214,771,951</b>	<b>155,822,478</b>	<b>214,454,456</b>	<b>278,169,927</b>

## Public Finance and Banking

**Table 9.7 Exchequer receipts (continued)**

€000

	2004	2005	2006	2007	2008	2009
<b>Other receipts</b>						
Bord Iascaigh Mhara	403	297	216	214	500	1,085
Bord Na Móna	–	–	–	–	–	–
Cohesion Fund	25,849	15,634	39,513	–	–	10,700
Coillte Teoranta	–	–	–	–	–	–
European Regional Development Fund	318,737	234,436	133,010	95,572	113,533	56,668
Feoga Guarantee	207,570	175,649	650,289	730,146	740,000	741,000
Feoga Intervention	–	–	–	–	–	–
Local Loans Funds Acts, 1935-87	10,875	5,394	27,568	16,478	8,749	7,823
Miscellaneous Capital	89,560	75,593	539,216	97,563	44,652	60,867
National Building Agency Ltd Acts, 1963-74	–	–	–	–	–	–
Nitrigin Éireann Teo Acts, 1963-87	–	350	–	–	–	–
Shannon Free Airport Development Co Ltd Acts	156	–	–	–	–	–
Insurance Compensation Fund	–	–	–	–	–	–
EIB-EEA Financial Mechanism	–	11	5	–	–	3
Trans European Network	–	10,040	4,860	2,800	2,188	11,735
Turkish Aid Protocol	33	33	33	33	33	33
<b>Total other receipts</b>	<b>653,183</b>	<b>517,437</b>	<b>1,394,710</b>	<b>942,806</b>	<b>909,655</b>	<b>889,914</b>
<b>TOTAL EXCHEQUER RECEIPTS</b>	<b>253,249,298</b>	<b>325,611,433</b>	<b>262,311,604</b>	<b>204,652,271</b>	<b>256,988,208</b>	<b>312,940,824</b>

Source: Department of Finance

Table 9.8 Exchequer issues

€000

	2004	2005	2006	2007	2008	2009
<b>Current payments</b>						
Voted Departmental expenditures	27,179,456	29,600,886	32,915,380	36,958,658	40,756,518	40,255,879
Servicing national debt	2,203,428	2,237,535	2,379,583	2,141,090	2,099,138	3,213,969
Payments to EU budget	1,185,539	1,496,811	1,529,743	1,570,041	1,586,709	1,486,308
Other non-voted expenditures	195,202	160,989	265,024	226,215	251,093	291,862
<b>Total</b>	<b>30,763,625</b>	<b>33,496,221</b>	<b>37,089,730</b>	<b>40,896,004</b>	<b>44,693,458</b>	<b>45,248,018</b>
<b>Issues for redemption of debt</b>						
Borrowings from ministerial funds	78,333,954	101,808,502	68,156,216	49,723,078	26,590,629	57,581,376
Commercial paper	107,173,283	139,731,244	120,830,381	82,218,296	152,858,535	183,071,860
European Investment Bank loans	59,862	4,260	–	–	74,575	34,092
Exchequer bills	–	–	–	–	–	–
Exchequer notes	–	–	–	–	–	–
Foreign borrowings	–	–	–	–	–	–
Medium term notes	111,508	307,062	–	–	–	–
Miscellaneous debt	473,891	341,976	713	893	11,121	126
National Instalment saving	92,319	106,207	87,164	89,580	90,623	86,867
National loans	28,640,311	41,108,387	25,448,099	20,110,939	3,405,744	11,601,544
Other Irish Government Public Bond issues	153,626	–	–	–	35,242	–
Private placements	23,004	35,835	–	–	–	–
Other domestic borrowings	–	–	–	–	–	–
Prize Bonds	74,554	79,400	106,660	102,131	104,600	100,862
Savings Bonds	283,208	361,865	547,746	606,932	535,957	652,009
Savings Certificates	488,449	739,936	455,148	452,649	460,001	644,095
Tax Reserve Certificates	–	–	–	–	–	–
Ways and Means Advances	–	–	–	–	–	–
<b>Total</b>	<b>215,907,969</b>	<b>284,624,674</b>	<b>215,632,127</b>	<b>153,304,498</b>	<b>184,167,027</b>	<b>253,772,831</b>
<b>Capital payments</b>						
Voted Departmental expenditures	5,368,493	5,866,602	6,475,790	7,650,077	8,556,276	6,907,395
Funding of superannuation liabilities	1,177,000	1,320,250	1,446,500	1,615,500	1,690,000	3,000,000
Loans issued	175,030	650,684	730,400	740,000	741,000	790,000
Share capital acquired in State Bodies	3,538	6,494	460	1,661	597	4,001,740
Other non-voted capital expenditures	5,158	6,230	9,117	11,298	54,922	37,585
<b>Total</b>	<b>6,729,219</b>	<b>7,850,260</b>	<b>8,662,267</b>	<b>10,018,536</b>	<b>11,042,795</b>	<b>14,736,720</b>
<b>TOTAL EXCHEQUER ISSUES</b>	<b>253,400,813</b>	<b>325,971,155</b>	<b>261,384,124</b>	<b>204,219,038</b>	<b>239,903,280</b>	<b>313,757,569</b>

Source: Department of Finance

## Public Finance and Banking

**Table 9.9 Summary National Debt statement at end of year**

€m

	2004	2005	2006	2007	2008	2009
<b>Medium/long term debt</b>						
Borrowing from Central Bank	–	–	–	–	–	–
European Investment Bank loans	120	118	120	112	29	–
Irish Government Bonds listed on Irish Stock Exchange	31,260	31,311	31,189	30,946	41,863	70,858
Medium term notes	377	496	443	400	439	422
Miscellaneous debt	34	-26	26	69	15	31
Other Irish Government Public Bond Issues	37	37	38	35	–	–
Private placements	36	–	–	–	–	217
<b>Total</b>	<b>31,864</b>	<b>31,936</b>	<b>31,816</b>	<b>31,562</b>	<b>42,346</b>	<b>71,528</b>
<b>Short term debt</b>						
Borrowings from funds under the control of the Minister for Finance	3,220	3,573	2,661	2,258	2,605	1,783
Commercial paper	307	115	118	3,286	21,783	16,261
<b>Total</b>	<b>3,527</b>	<b>3,688</b>	<b>2,779</b>	<b>5,544</b>	<b>24,388</b>	<b>18,044</b>
<b>National Savings Schemes</b>						
National Instalment Savings	385	385	394	409	432	456
Prize Bonds	506	561	590	632	804	1,073
Saving Certificates	2,196	2,208	2,215	2,223	2,533	3,104
Savings Stamps	2	2	2	2	2	2
Savings Bonds	1,429	1,585	1,709	1,675	1,952	2,761
<b>Total</b>	<b>4,518</b>	<b>4,741</b>	<b>4,910</b>	<b>4,941</b>	<b>5,723</b>	<b>7,396</b>
Less liquid assets	2,063	2,183	3,588	4,487	22,059	21,816
<b>NATIONAL DEBT</b>	<b>37,846</b>	<b>38,182</b>	<b>35,917</b>	<b>37,560</b>	<b>50,398</b>	<b>75,152</b>

Source: Department of Finance

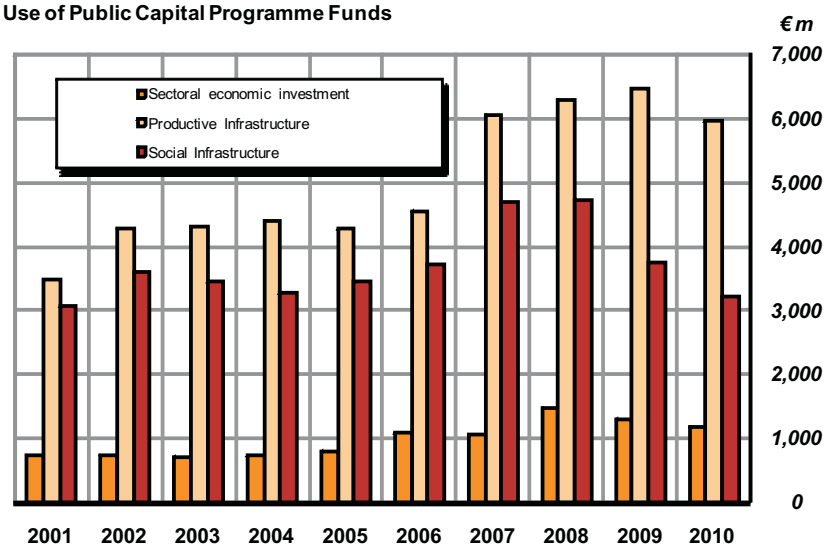


Table 9.10 Public Capital Programme

	€m						
	2004	2005	2006	2007	2008	2009	2010
<b>Sources of funds</b>							
Exchequer	5,212	5,674	6,423	8,034	8,915	7,211	6,256
Non-Exchequer	3,209	2,885	2,963	3,771	3,580	4,125	4,110
<b>Total</b>	<b>8,421</b>	<b>8,559</b>	<b>9,386</b>	<b>11,805</b>	<b>12,495</b>	<b>11,335</b>	<b>10,366</b>
<b>Use of funds</b>							
<b>Sectoral economic investment</b>							
Agriculture and Food	87	117	123	217	542	429	396
Industry	434	470	670	570	598	601	562
Tourism	30	43	57	77	90	37	41
Fisheries	36	44	54	42	71	56	30
Forestry	149	133	196	147	177	169	161
<b>Total</b>	<b>736</b>	<b>807</b>	<b>1,100</b>	<b>1,053</b>	<b>1,478</b>	<b>1,292</b>	<b>1,190</b>
<b>Productive Infrastructure</b>							
Energy	1,489	1,249	1,188	1,281	1,435	2,112	2,549
Transport (includes roads from 1997)	2,334	2,448	2,647	3,992	4,003	3,539	2,643
Environmental services	530	548	655	713	711	726	673
Telecommunications, RTÉ, postal service	45	39	70	68	147	98	94
<b>Total</b>	<b>4,398</b>	<b>4,284</b>	<b>4,560</b>	<b>6,054</b>	<b>6,296</b>	<b>6,475</b>	<b>5,959</b>
<b>Social Infrastructure</b>							
Housing	1,524	1,546	1,612	2,181	2,206	1,576	1,543
Education and Science	488	558	675	828	809	800	766
Health	504	516	502	659	673	673	391
Government Construction, Computerisation, etc	773	848	939	1,031	1,033	691	517
<b>Total</b>	<b>3,289</b>	<b>3,468</b>	<b>3,728</b>	<b>4,699</b>	<b>4,721</b>	<b>3,740</b>	<b>3,217</b>

Source: Department of Finance

Use of Public Capital Programme Funds



## Public Finance and Banking

**Table 9.11 Receipts and expenditure of central and local government**

€m

	2004	2005	2006	2007	2008	2009	2010
<b>Current receipts</b>							
Gross rental income	480	495	536	568	676	487	508
Gross trading income	–	-7	–	–	–	–	–
Investment income	777	937	1,239	1,615	2,172	2,010	2,190
Miscellaneous receipts	2,244	2,582	2,907	2,935	3,059	3,384	3,689
Taxes on expenditure (including rates)	19,360	21,812	24,655	25,193	22,223	18,243	17,546
Taxes on income and wealth (including social contributions)	6,604	7,322	8,159	9,053	9,259	8,924	8,709
Transfers from the rest of the world (not elsewhere included)	269	250	210	55	149	97	102
<b>Total receipts – current</b>	<b>29,734</b>	<b>33,391</b>	<b>37,706</b>	<b>39,420</b>	<b>37,538</b>	<b>33,145</b>	<b>32,744</b>
<b>Capital receipts</b>							
Borrowing	1,246	236	-3,901	7,297	14,600	28,898	51,916
Loan repayments and equity sales	523	323	771	861	849	766	863
Other receipts	1,176	1,508	1,930	2,369	1,741	1,011	804
Taxes on capital	1,718	2,231	3,442	3,488	1,767	801	582
Transfers from the rest of the world	478	230	193	167	11	127	48
<b>Total receipts – capital</b>	<b>5,141</b>	<b>4,529</b>	<b>2,436</b>	<b>14,182</b>	<b>18,968</b>	<b>31,602</b>	<b>54,213</b>
<b>TOTAL RECEIPTS – CURRENT AND CAPITAL</b>	<b>34,875</b>	<b>37,919</b>	<b>40,142</b>	<b>53,601</b>	<b>56,506</b>	<b>64,747</b>	<b>86,958</b>
<b>Current expenditure</b>							
Expenditure on goods and services	21,744	23,579	26,003	28,696	30,315	29,276	27,377
National debt interest (including land bond interest)	1,685	1,716	1,828	1,988	2,480	3,278	4,894
Subsidies	768	881	775	870	939	893	845
Transfer payments	17,056	19,093	21,254	24,073	27,088	29,208	28,903
<b>Total expenditure – current</b>	<b>41,253</b>	<b>45,269</b>	<b>49,860</b>	<b>55,627</b>	<b>60,822</b>	<b>62,654</b>	<b>62,019</b>
<b>Capital expenditure</b>							
Grants to enterprises	–	–	–	–	–	–	–
Gross physical capital formation	3,274	2,110	706	6,850	711	5,545	1,498
Loans and share capital	–	–	–	–	–	–	–
Other transfer payments	–	–	–	–	–	–	–
Payments to the rest of the world	590	1,128	1,315	1,373	1,447	1,429	1,672
Redemption of securities and loan repayments	787	665	792	1,134	1,045	306	-201
<b>Total expenditure – capital</b>	<b>4,651</b>	<b>3,903</b>	<b>2,813</b>	<b>9,357</b>	<b>3,203</b>	<b>7,280</b>	<b>2,968</b>
<b>TOTAL EXPENDITURE – CURRENT AND CAPITAL</b>	<b>45,905</b>	<b>49,172</b>	<b>52,673</b>	<b>64,984</b>	<b>64,025</b>	<b>69,934</b>	<b>64,987</b>

Source: CSO

**Table 9.12 Expenditure of central and local government by purpose of expenditure and economic category**

	€m								
	2001	2002	2003	2004	2005	2006	2007	2008	2009
Defence	839	801	791	890	855	907	970	1,073	1,052
Other general government services	4,528	4,822	5,131	5,567	5,808	6,204	7,069	7,088	5,235
Education	4,993	5,455	5,976	6,463	7,083	7,783	8,745	9,358	9,384
Health	7,150	8,383	9,410	10,476	11,710	12,170	13,659	14,530	14,667
Social security and welfare	7,915	9,777	10,650	11,859	13,076	14,906	17,278	19,664	22,005
Housing	2,050	2,374	2,091	2,073	2,676	3,191	3,986	3,632	3,014
Other community and social services	1,591	1,857	1,901	1,994	2,269	2,629	3,042	3,557	2,668
Agriculture, forestry and fishing	1,601	1,649	1,674	1,679	2,192	2,292	2,577	3,636	2,599
Mining, manufacturing and construction	926	637	498	564	571	697	723	1,085	810
Transport and communication	2,393	3,090	3,387	3,277	3,402	4,243	4,738	5,708	4,113
Other economic services	1,908	1,853	1,883	1,897	2,203	2,531	2,881	3,216	6,912
Public debt	4,766	14,081	4,667	5,074	3,940	2,675	9,013	3,395	8,934
<b>Total Expenditure</b>	<b>40,661</b>	<b>54,778</b>	<b>48,059</b>	<b>51,811</b>	<b>55,785</b>	<b>60,228</b>	<b>74,680</b>	<b>75,941</b>	<b>81,392</b>

Source: CSO

## Public Finance and Banking

**Table 9.13 Net receipts from excise duties**

€000

	2003	2004	2005	2006	2007	2008	2009
Beer	455,390	458,195	457,308	460,694	464,802	427,151	404,281
Betting	38,422	45,552	45,850	54,296	36,437	36,668	30,989
Bookmaking premises	369	329	401	387	530	415	646
Bookmakers licences	–	–	–	–	–	–	–
Cider and perry	60,387	64,196	66,058	69,176	68,297	60,556	57,146
Clubs	403	439	470	459	450	453	436
Electricity tax	–	–	–	–	–	–	1,943
Excise duty on Public Dancing licences	9,495	9,773	9,955	11,190	10,241	10,378	8,365
Firearm certificates	5,700	4,392	5,079	2,160	6,949	4,444	2,837
Firearm dealers	26	28	24	16	32	72	68
Foreign travel	-45	-43	–	-17	–	2	–
Liquor licences	14,779	15,309	14,693	15,842	15,927	15,256	19,309
Oil							
Mineral hydrocarbon light	853,784	970,702	1,001,879	1,026,360	1,051,268	1,046,775	1,075,054
Other hydrocarbons	847,687	992,643	1,046,016	1,117,804	1,152,819	1,123,373	1,117,384
Other licences	2	–	-2	-1	–	–	–
Spirits	305,026	314,906	319,779	338,040	367,558	350,911	264,078
Tobacco	1,157,248	1,059,152	1,079,551	1,103,340	1,191,977	1,170,990	1,216,477
Vehicle Registration Tax (VRT)	819,450	945,973	1,148,783	1,287,408	1,406,056	1,120,777	375,403
Wine and made wine	167,822	184,795	195,129	209,239	230,200	231,331	242,513
An Post	12	22	9	14	4	8	10
Air travel tax							84,406
<b>Total</b>	<b>4,735,957</b>	<b>5,066,363</b>	<b>5,390,983</b>	<b>5,696,407</b>	<b>6,003,546</b>	<b>5,599,559</b>	<b>4,901,343</b>

Source: Office of the Revenue Commissioners



