

# 9

## Public Finance and Banking

- A General Government Deficit (GG Deficit) of €12,460 million or 7.6% of GDP was recorded in 2012, significantly lower than the 2011 GG Deficit of €21,267 million or 13.1% of GDP.
- The General Government Debt (GG Debt) as a percentage of GDP fell from 94.2% in 1990 to a low of 24.6% in 2006, before rising rapidly again to 117.4% at the end of 2012.
- The more narrowly defined National Debt fell from 87.7% of GDP in 1990 to a low of 19.8% in 2007, before rising rapidly again to 83.9% at the end of 2012.
- Indebtedness of Irish households to resident credit institutions fell from €161bn in 2011 to €154bn in 2012, a drop of 4.6%.

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## Introduction

This chapter contains information on the Banking and Public Finance sectors in the Irish economy. Tables 9.1 to 9.3 are compiled from the *Money and Banking Statistics* published by the Central Bank of Ireland ([www.centralbank.ie](http://www.centralbank.ie)) and Table 9.4 uses data published by the Irish Stock Exchange ([www.ise.ie](http://www.ise.ie)).

## Banking and finance

Table 9.1 shows the assets and liabilities of all credit institutions resident in Ireland. It is important to note that Credit Unions entered the reporting population in January 2009 and are therefore included in these tables from 2009 onwards. In addition, from 2010, the outstanding amount of loans is reported on a nominal basis (i.e. gross of impairment provisions) and this should be taken into account when comparing pre and post-2010 data.

Table 9.2 shows the outstanding amount of credit extended by credit institutions resident in Ireland to Irish private sector residents. The amount of securitized loans is also presented in this table to show the complete private sector liability to Irish banks. It is important to note that the loans granted by non-resident credit institutions to Irish residents are not included in these tables. Hence, if a bank changes its jurisdiction this will affect the amounts.

Table 9.3 provides a table of credit advanced to and deposits received from Irish resident private-sector enterprises by sector of economic activity. As with the previous tables, the outstanding amounts are reported by credit institutions resident in Ireland.

Table 9.4 provides summary data relating to the Irish Stock Exchange (including the Government Securities Market).

The balance sheet of the credit institution sector continued to decrease in 2012, a decline of €153bn in the year. Total assets were €873bn at the end of 2012.

The amount owed by households to Irish banks decreased by €7.5bn in 2012. This reflects the continued trend in recent years where households are primarily no longer borrowing but repaying existing loans.

Deposits held by households rose by €1.0bn in 2012 and indebtedness on the 2 million credit cards in issue decreased to €2.6bn in the same period.

Capitalisation of the Irish Stock Market (based on equities included in ISEQ only) rose to €57.3bn by the end of 2012, an increase of 82% over its recent low in 2008.

## 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 general government. Details are provided for revenue and expenditures, with expenditure being classified by purpose and economic category.

## Technical Notes

### Table 9.1

The reporting population covered in these tables is all credit institutions resident in Ireland. Credit institutions, as defined in Community Law, are undertakings whose business is to receive deposits or other repayable funds from the public and to grant credits for their own account and/or issue means of payment in the form of electronic money. In the Irish case, resident credit institutions comprise licensed banks, building societies and, since January 2009, credit unions as regulated by the Registrar of Credit Unions. A resident office means an office or branch of the reporting institution which is located in 'the State' (the Republic of Ireland). These are: institutions incorporated and located in the Republic of Ireland, including subsidiaries of parent companies located outside the Republic of Ireland; and branches of institutions that have their head office outside the Republic of Ireland. Reporting institutions report the data in respect of their resident offices only.

### Table 9.2

Securitised loans include the outstanding amount of loans transferred to a non-monetary financial institution by the originating credit institution and continue to be serviced by that credit institution. Loans transferred to NAMA are not currently included in the outstanding amounts of securitized loans.

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

The sector breakdown provided in this table is defined by the functional sector classification based on NACE Rev. 2. This allows credit and deposit trends to be analysed on the basis of the primary economic activity of the counterparty (for credit and deposits) and/or the purpose of the credit. Where there is a conflict between these criteria in classifying a particular credit amount, it is classified based on the purpose for which the credit was sought.

### Table 9.4

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

*Money raised* is the cash value of funds raised by new issues of securities. The figures include all domestic companies and companies who have their centre of economic interest in Ireland.

*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

The Total Exchequer Balance is the sum of the current and capital balances of the Exchequer. It is the traditional domestic budgetary aggregate which measures the difference between total cash receipts into and total cash outflows from the Exchequer Account of the Central Fund.

**EDP net lending/net borrowing of General Government** (also known as the **General Government Balance (GGB)** or the **GGDeficit**), is the standard European measure of the fiscal balance, which is used to monitor compliance with the Stability and

Growth Pact. It is defined in the EU regulation governing reporting of deficit and debt levels for the Excessive Deficit Procedure as the difference between revenue and expenditure of the consolidated General Government economic sector in a particular year.

Revenue and expenditure are defined using the accounting rules of the European System of Accounts 1995 (ESA95) as transactions which increase or decrease financial net worth: this means that they are on an accrual basis, and exclude acquisitions and disposals of financial assets and liabilities.

The Irish General Government sector consists of three subsectors:

- Central Government: The Exchequer and associated Departments and Offices, the extra-budgetary funds of government (except the Social Insurance Fund), publicly funded primary and secondary schools (except VECs), public hospitals, and any State bodies or companies which do not cover a majority of their operating costs through sales.
- Local Government: The Local Authorities, the VECs and Institutes of Technology, and the Health Boards (prior to their abolition on 31 December 2004).
- Social Security: The Social Insurance Fund.

The GG Deficit may alternately be derived from the Exchequer Balance as a series of adjustments:

Cash inflows and outflows which affect the Exchequer balance but which do not affect financial net worth are excluded.

Next, non-cash revenues and expenditures affecting this adjusted Exchequer Balance are added. These represent the difference between cash receipts/cash payments and the accrued revenue/expenditure of the Exchequer. Adding these non-cash transactions to the adjusted Exchequer cash balance from (1) gives the EDP net lending/net borrowing of the Exchequer.

The net lending (surplus)/net borrowing (deficit) of the extra-budgetary funds and accounts and other Central Government bodies is then added to the Exchequer net lending/net borrowing to give the (EDP) net lending/net borrowing of the Central Government subsector of General Government (GG Deficit).

Finally, the net lending/net borrowing of the Social Insurance Fund and Local Government are added to Central Government net lending/net borrowing to give the GG Deficit.

Note that the estimates of the GG Deficit for years prior to 1990 are calculated using the accounting rules of an earlier (1979) version of the European System of Accounts.

#### Table 9.6

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, as well as the the Promissory Notes issued to financial institutions in 2010.

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.

**Tables 9.5 and 9.6**

In line with other CSO publications, the GDP and GNP figures used as the denominator in these tables include the impact of FISIM (Financial Intermediation Services Indirectly Measured) for years from 1995 onwards.

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

€m

	2007	2008	2009 <sup>1</sup>	2010	2011	2012
<b>Assets</b>						
1 Loans to Irish Residents	481,821	532,559	505,271	467,544	383,645	331,404
1.1 Monetary financial institutions	117,034	173,134	175,356	174,629	113,322	69,253
1.2 General government	1,047	1,306	1,310	31,607	29,687	27,965
1.3 Private Sector	363,740	358,119	328,605	261,308	240,636	234,186
2 Holdings of securities issued by Irish Residents	23,467	60,788	82,110	101,700	113,613	107,323
2.1 Monetary financial institutions	11,036	23,130	27,663	16,602	17,638	19,757
2.2 General government	638	2,138	8,219	11,808	13,029	19,589
2.3 Private Sector	11,793	35,520	46,228	73,290	82,946	67,977
3 Loans to non-residents	334,906	362,544	338,956	344,121	305,272	233,506
3.1 Euro area	108,996	110,998	84,734	114,793	114,759	71,125
3.2 Rest of world	225,910	251,546	254,222	229,328	190,513	162,381
4 Holdings of securities issued by non-residents	360,425	353,052	313,418	185,365	147,346	139,343
4.1 Euro area	167,430	160,189	149,857	85,876	69,336	70,645
4.2 Rest of the World	192,995	192,863	163,561	99,489	78,010	68,698
5 Central Bank Balances	22,752	21,140	16,288	12,319	6,765	3,899
5.1 Resident	22,428	20,215	16,123	12,319	6,765	3,899
5.2 Non-Resident	324	925	165	-	-	-
6 Remaining Assets	113,985	82,114	67,541	56,959	69,256	57,205
6.1 Resident	65,465	28,329	35,435	27,537	27,517	25,196
6.2 Non-Resident	48,520	53,785	32,106	29,422	41,739	32,009
<b>Total</b>	<b>1,337,356</b>	<b>1,412,197</b>	<b>1,323,584</b>	<b>1,168,008</b>	<b>1,025,897</b>	<b>872,680</b>
<b>Liabilities</b>						
1 Deposits from Irish Residents	302,676	351,053	358,312	346,604	277,537	240,937
1.1 Monetary financial institutions	119,937	171,691	171,275	174,895	112,228	68,484
1.2 General government	2,573	3,155	3,276	3,410	2,725	5,978
1.3 Private Sector	180,166	176,207	183,761	168,299	162,584	166,475
2 Debt Securities Issued	254,022	187,128	179,181	119,813	95,485	81,364
2.1 Irish Resident	30,588	36,636	50,754	33,885	30,503	23,454
2.2 Euro Area	46,301	32,547	26,979	22,418	20,446	18,102
2.3 Rest of the world	177,133	117,945	101,448	63,510	44,536	39,808
3 Deposits from non-residents	533,307	600,671	524,624	347,086	299,086	241,438
3.1 Euro area	191,955	243,773	199,688	151,799	141,710	112,963
3.2 Rest of world	341,352	356,898	324,936	195,287	157,376	128,475
4 Capital & Reserves	74,353	73,650	90,015	111,097	127,350	136,395
4.1 Resident	44,961	41,952	59,174	84,793	109,522	118,214
4.2 Non-Resident	29,392	31,698	30,841	26,304	17,828	18,181
5 Borrowing from the Eurosystem relating to monetary policy operations	40,088	98,125	90,899	132,010	108,407	71,410
6 Remaining Liabilities	132,910	101,570	80,553	111,398	118,032	101,136
6.1 Resident	67,180	37,333	42,193	72,924	67,869	61,587
6.2 Non-Resident	65,730	64,237	38,360	38,474	50,163	39,549
<b>Total</b>	<b>1,337,356</b>	<b>1,412,197</b>	<b>1,323,584</b>	<b>1,168,008</b>	<b>1,025,897</b>	<b>872,680</b>

<sup>1</sup> Credit Unions included only from 2009 onwards  
Source: Central Bank of Ireland

Table 9.2 Irish private sector credit and deposits end of year

		€m					
		2007	2008	2009 <sup>1</sup>	2010	2011	2012
<b>Credit Advanced to Irish Private sector</b>		<b>375,533</b>	<b>393,639</b>	<b>374,833</b>	<b>334,598</b>	<b>323,582</b>	<b>302,164</b>
1	Households	153,014	144,576	140,084	130,089	110,288	111,076
1.1	Loans for house purchase	123,722	114,978	110,210	99,578	80,396	84,973
1.2	Consumer credit	20,791	21,723	23,802	18,999	16,617	14,206
1.3	Other loans	8,501	7,875	6,072	11,512	13,275	11,897
2	Non-financial corporations	158,403	166,798	146,547	92,791	88,344	84,330
2.1	Loans	156,691	164,952	145,448	92,660	88,185	84,204
2.2	Securities	1,712	1,846	1,099	131	159	126
3	Insurance corporations and pension funds/Other financial intermediaries	64,116	82,265	88,202	111,718	124,950	106,758
3.1	Loans	54,034	48,591	43,072	38,559	42,163	38,907
3.2	Securities	10,082	33,674	45,130	73,159	82,787	67,851
<b>Loans to Irish Private sector (securitised)</b>		<b>16,840</b>	<b>33,825</b>	<b>42,671</b>	<b>38,960</b>	<b>52,015</b>	<b>43,543</b>
1	Households	16,840	33,825	37,737	37,050	50,944	42,696
1.1	Loans for house purchase	16,840	33,825	37,737	36,228	50,172	41,771
1.2	Consumer credit	-	-	-	822	772	925
2	Non-financial corporations	-	-	4,934	1,910	1,071	847
2.1	Loans	-	-	4,934	1,910	1,071	847
<b>Total credit advanced to Irish Private sector (incl. Securitised Loans)</b>		<b>392,373</b>	<b>427,464</b>	<b>417,504</b>	<b>373,558</b>	<b>375,597</b>	<b>345,707</b>
1	Households	169,854	178,401	177,821	167,139	161,232	153,772
2	Non-financial corporations	158,403	166,798	151,481	94,701	89,415	85,177
3	Insurance corporations and pension funds/Other financial intermediaries	64,116	82,265	88,202	111,718	124,950	106,758
<b>Deposits of Irish Private Sector</b>		<b>80,166</b>	<b>176,207</b>	<b>183,761</b>	<b>168,299</b>	<b>162,584</b>	<b>166,474</b>
4	Households	82,863	85,247	99,148	94,620	91,314	92,391
5	Non-financial corporations	45,547	43,157	40,613	33,537	30,870	30,888
6	Insurance corporations and pension funds/Other financial intermediaries	51,756	47,803	44,000	40,142	40,400	43,195
<b>Credit Card Statistics</b>							
Number of credit cards in issue (000)		2,303	2,381	2,333	2,228	2,143	2,055
Outstanding indebtedness on credit cards (€m)		2,992	3,129	3,106	2,911	2,789	2,620

<sup>1</sup> Credit Unions included only from 2009 onwards

Source: Central Bank of Ireland

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

	€m							
	2005	2006	2007	2008	2009	2010	2011	2012
<b>Advances</b>								
Primary industries	4,416	5,164	5,577	6,341	5,658	5,323	5,069	4,977
Manufacturing	5,838	6,593	7,791	8,632	6,875	5,268	5,248	5,018
Electricity, gas, steam and air conditioning supply	942	1,224	1,309	1,333	1,065	915	785	578
Water supply, sewerage, waste management and remediation activities	94	111	159	164	158	128	143	112
Construction	6,096	8,381	10,280	8,840	5,761	3,466	3,005	2,821
Wholesale/retail trade and repairs	10,092	11,118	13,374	14,091	12,575	9,720	9,430	8,554
Transportation and storage	2,062	2,124	2,877	3,078	2,558	1,567	1,469	1,355
Hotels and restaurants	9,043	10,897	11,510	11,462	10,753	8,184	7,720	7,490
Information and communication	692	756	1,103	884	799	638	583	442
Financial intermediation (excl. monetary financial institutions)	46,630	49,956	64,493	83,502	82,626	109,179	124,188	106,135
Real estate, land and development activities	47,486	74,952	96,019	103,072	92,489	55,185	54,907	52,231
Business and administrative services	5,157	6,400	6,015	7,183	5,759	5,522	5,138	4,855
Other community, social and personal services	2,317	2,415	3,129	2,909	2,766	2,379	2,160	2,099
Education	508	646	663	765	851	724	565	568
Human health and social work	1,311	1,861	2,569	2,726	2,679	2,049	1,999	2,014
Extra-territorial organisations and bodies	0	0	0	0	0	2	0	0
<b>Total</b>	<b>142,684</b>	<b>182,598</b>	<b>226,868</b>	<b>254,982</b>	<b>233,372</b>	<b>210,251</b>	<b>222,409</b>	<b>199,251</b>
<b>Deposits</b>								
Primary industries	3,563	3,908	3,243	2,968	2,865	3,030	2,986	2,807
Manufacturing	5,614	5,366	5,954	6,290	5,740	4,703	4,413	4,307
Electricity, gas, steam and air conditioning supply	262	342	873	470	836	765	524	583
Water supply, sewerage, waste management and remediation activities	222	268	209	224	218	45	49	52
Construction	3,656	4,102	3,459	3,081	3,093	2,282	1,965	1,835
Wholesale/retail trade and repairs	4,577	5,041	5,349	4,725	4,592	4,435	4,348	4,204
Transportation and storage	2,551	3,591	3,628	3,338	3,180	2,842	2,397	2,203
Hotels and restaurants	846	893	907	893	655	665	615	639
Information and communication	1,696	2,323	1,741	1,749	1,644	1,062	1,106	1,054
Financial intermediation (excl. monetary financial institutions)	45,362	54,639	53,831	48,550	46,542	40,399	40,303	43,201
Real estate, land and development activities	7,191	8,730	7,802	8,031	7,413	6,226	3,782	3,545
Business and administrative services	5,816	7,563	7,857	8,418	7,142	5,034	7,035	7,995
Other community, social and personal services	3,997	4,283	4,812	4,769	4,675	4,473	4,168	4,179
Education	1,299	1,538	1,615	1,664	1,666	1,839	1,714	1,795
Human health and social work	3,525	4,286	1,434	2,024	2,277	1,110	1,024	1,067
Extra-territorial organisations and bodies	15	42	6	9	10	0	0	0
<b>Total</b>	<b>90,192</b>	<b>106,915</b>	<b>102,720</b>	<b>97,203</b>	<b>92,548</b>	<b>78,910</b>	<b>76,429</b>	<b>79,464</b>

Source: Central Bank of Ireland

Table 9.4 Irish Stock Exchange

	€m							
	2005	2006	2007	2008	2009	2010	2011	2012
<b>Main Securities Market</b>								
Turnover	108,067	127,705	195,413	110,948	52,732	44,909	34,947	36,867
Money raised	1,435	2,761	5,376	401	2,027	5,056	2,709	54
Capitalised value at end of period (Equities included in ISEQ Only)	93,925	116,987	90,460	31,398	43,182	45,906	48,990	57,274
<b>Enterprise Securities Market</b>								
Turnover	418	1,256	3,152	1,036	593	631	721	469
Money raised	69	941	1,241	154	79	270	7,420	392
Capitalised value at end of period	850	2,464	3,083	964	1,613	2,147	37,913	29,138
<b>Irish Government Bonds</b>								
Turnover	51,297	37,457	51,994	50,185	149,054	208,090	64,125	64,748
Money raised	1,440	0	5,959	10,929	34,897	19,884	0	9,715
Capitalised value at end of period	33,062	32,413	31,190	42,552	71,831	74,892	72,455	90,176
<b>Price Index of ordinary stocks and shares (ISEQ) at end-year</b>								
(Base Jan 4th 1988, 9am=1000)	7,364	9,408	6,934	2,343	2,975	2,885	2,902	3,397

Source: Irish Stock Exchange

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**Table 9.5 Exchequer 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
1983	-1,219	-7.0	-1,011	-5.8	-2,230	-12.8	n/a	n/a
1984	-1,319	-7.0	-998	-5.2	-2,317	-12.2	n/a	n/a
1985	-1,630	-8.0	-928	-4.6	-2,559	-12.6	n/a	n/a
1986	-1,771	-7.9	-952	-4.2	-2,724	-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	-53	-2.9
1992	-566	-1.6	-349	-1.0	-915	-2.6	-46	-3.0
1993	-481	-1.2	-399	-1.0	-880	-2.3	-13	-2.7
1994	19	0.0	-873	-2.1	-854	-2.0	-47	-2.0
1995	-459	-1.0	-337	-0.7	-796	-1.7	-1,186	-2.2
1996	371	0.7	-925	-1.8	-554	-1.1	-167	-0.3
1997	767	1.3	-1,052	-1.8	-298	-0.5	689	1.0
1998	2,654	3.8	-1,694	-2.5	948	1.4	1,695	2.2
1999	4,367	5.7	-2,855	-3.7	1,512	2.0	2,321	2.6
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	-5.0	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	2,710	1.7
2006	9,069	5.9	-6,886	-4.5	2,183	1.4	5,193	2.9
2007	6,992	4.3	-8,610	-5.3	-1,618	-1.0	143	0.1
2008	-3,069	-2.0	-9,645	-6.2	-12,714	-8.2	-13,160	-7.3
2009	-11,367	-8.5	-13,274	-9.9	-24,641	-18.4	-22,368	-13.8
2010	-12,580	-9.5	-6,165	-4.7	-18,745	-14.2	-48,277	-30.5
2011	-11,225	-8.6	-13,693	-10.5	-24,918	-19.1	-21,267	-13.1
2012	-10,098	-7.6	-4,792	-3.6	-14,891	-11.2	-12,460	-7.6

Source: CSO (General Government Balance), Department of Finance (Exchequer Balance)

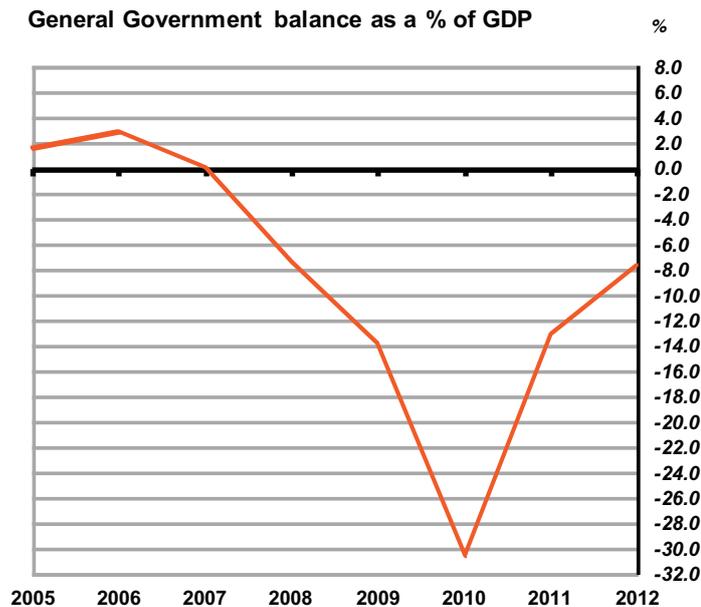
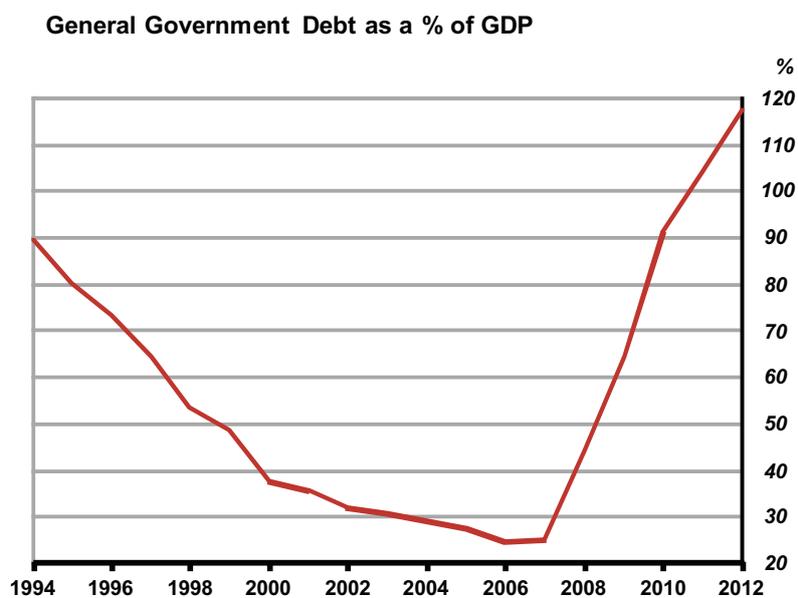


Table 9.6 General Government Debt and National Debt

End of year	General Government Debt		National Debt	
	€m	% of GDP with FISIM allocated (ESA95 basis)	€m	% of GDP with FISIM allocated (ESA95 basis)
1990	34,194	94.2	31,849	87.7
1991	36,004	95.6	32,223	85.5
1992	37,041	92.5	33,450	83.6
1993	41,128	95.1	36,006	83.3
1994	41,673	89.6	37,111	79.8
1995	43,061	80.1	38,358	71.3
1996	43,162	73.1	37,980	64.4
1997	43,694	64.2	38,966	57.2
1998	42,081	53.5	37,510	47.7
1999	43,853	48.4	39,851	44.0
2000	39,658	37.5	36,511	34.6
2001	41,576	35.4	36,183	30.8
2002	41,912	32.1	36,361	27.8
2003	43,322	30.8	37,610	26.7
2004	43,857	29.2	37,846	25.2
2005	44,560	27.4	38,182	23.4
2006	43,699	24.6	35,917	20.2
2007	47,155	24.9	37,560	19.8
2008	79,603	44.2	50,398	28.0
2009	104,544	64.4	75,152	46.3
2010	144,164	91.2	93,445	59.1
2011	169,226	104.1	119,082	73.2
2012	192,461	117.4	137,600	83.9

Source: CSO (General Government Debt), Department of Finance (National Debt)



## Public Finance and Banking

**Table 9.7 Exchequer receipts**

€000

	2006	2007	2008	2009	2010	2011
<b>Tax revenue</b>						
Agricultural levies	1,890	–	–	–	–	0
Capital Acquisitions Tax	352,696	392,349	331,600	254,258	237,769	243,507
Capital Gains Taxes	3,099,933	3,105,495	1,430,080	541,849	346,711	415,974
Corporation Tax	6,683,247	6,390,625	5,065,894	3,900,306	3,923,637	3,520,193
Customs	256,829	265,904	248,001	208,598	228,521	240,258
Excise	5,588,897	5,837,878	5,443,338	4,702,552	4,677,969	4,677,600
Income Levy	–	–	–	–	–	–
Income Tax	12,389,939	13,572,410	13,176,857	11,835,235	11,276,092	13,797,532
Motor Vehicle Duties, etc	–	–	–	–	–	–
Residential Property Tax	-36	–	–	–	–	–
Stamps	3,716,501	3,185,602	1,650,792	929,510	960,091	1,391,289
Training and Employment Levy	1,017	2,501	1,032	1,213	596	351
Value-Added Tax	13,447,991	14,496,588	13,429,602	10,669,652	10,101,284	9,740,525
Youth Employment Levy	–	–	–	–	–	–
<b>Total</b>	<b>45,538,904</b>	<b>47,249,352</b>	<b>40,777,196</b>	<b>33,043,173</b>	<b>31,752,670</b>	<b>34,027,229</b>
<b>Non-tax revenue</b>	<b>606,039</b>	<b>637,635</b>	<b>846,901</b>	<b>837,117</b>	<b>2,687,448</b>	<b>2,773,952</b>
<b>TOTAL REVENUE</b>	<b>46,144,943</b>	<b>47,886,987</b>	<b>41,624,097</b>	<b>33,880,290</b>	<b>34,440,118</b>	<b>36,801,181</b>
<b>Money raised by creation of debt</b>						
Borrowings from ministerial funds	67,244,701	49,320,124	26,937,289	56,759,625	50,544,316	26,772,708
Commercial paper	120,836,608	85,398,071	171,283,883	177,543,574	86,236,918	16,959,777
Private placements	–	–	–	212,682	379,185	–
European Investment Bank loans	–	–	–	–	–	–
Exchequer bills	–	–	–	–	–	–
Exchequer notes	–	–	–	–	–	–
Foreign borrowings	–	–	–	–	–	–
Increase in foreign liquid assets	–	–	–	–	–	–
Medium term notes	–	–	–	–	399,090	–
Miscellaneous debt	–	–	7,229	–	–	–
National Instalment Savings	96,161	103,720	114,159	110,713	108,185	99,186
National Loans Sinking Fund payments	–	–	–	–	–	–
National Loans/Irish Govt Bonds-Title changed in 1997	25,326,031	19,822,280	14,251,598	40,498,542	30,706,008	10,576,146
National Solidarity Bond	–	–	–	–	348,717	293,921
Other Irish Government Public Bond issues	–	–	–	–	–	–
Other domestic borrowings	–	–	–	–	–	–
Prize Bonds	134,592	144,836	276,434	370,272	399,149	311,197
Savings Bonds	671,847	573,069	813,242	1,460,232	2,133,107	1,398,206
Savings Certificates	462,011	460,378	770,622	1,214,287	1,359,741	820,566
Savings Stamps	–	–	–	–	–	–
Sinking Fund transfer	–	–	–	–	–	–
Ways and Means advances	–	–	–	–	–	–
<b>Total raised by creation of debt</b>	<b>214,771,951</b>	<b>155,822,478</b>	<b>214,454,456</b>	<b>278,169,927</b>	<b>172,614,416</b>	<b>57,231,707</b>

Table 9.7 Exchequer receipts (continued)

€000

	2006	2007	2008	2009	2010	2011
<b>Other receipts</b>						
Bord Iascaigh Mhara	216	214	500	1,085	–	–
Bord Na Móna	–	–	–	–	–	–
Cohesion Fund	39,513	–	–	10,700	–	–
Coillte Teoranta	–	–	–	–	–	–
European Regional Development Fund	133,010	95,572	113,533	56,668	66,269	33,050
Feoga Guarantee	650,289	730,146	740,000	741,000	790,000	673,000
Feoga Intervention	–	–	–	–	–	–
Local Loans Funds Acts, 1935-87	27,568	16,478	8,749	7,823	3,467	9,567
Miscellaneous Capital	539,216	97,563	44,652	60,867	320,491	1,148,813
National Building Agency Ltd Acts, 1963-74	–	–	–	–	–	–
Nitrigín Éireann Teo Acts, 1963-87	–	–	–	–	–	–
Shannon Free Airport Development Co Ltd Acts	–	–	–	–	–	–
Insurance Compensation Fund	–	–	–	–	–	–
EIB-EEA Financial Mechanism	5	–	–	3	–	–
Trans European Network	4,860	2,800	2,188	11,735	1,288	1,154
Turkish Aid Protocol	33	33	33	33	33	33
<b>Total other receipts</b>	<b>1,394,710</b>	<b>942,806</b>	<b>909,655</b>	<b>889,914</b>	<b>1,181,548</b>	<b>1,865,617</b>
<b>TOTAL EXCHEQUER RECEIPTS</b>	<b>262,311,604</b>	<b>204,652,271</b>	<b>256,988,208</b>	<b>312,940,131</b>	<b>208,236,082</b>	<b>95,898,505</b>

Source: Department of Finance

## Public Finance and Banking

**Table 9.8 Exchequer issues**

€000

	2006	2007	2008	2009	2010	2011
<b>Current payments</b>						
Voted Departmental expenditures	32,915,380	36,958,658	40,756,518	40,255,879	40,516,550	41,419,069
Servicing national debt	2,379,583	2,141,090	2,099,138	3,213,969	4,836,105	4,774,685
Payments to EU budget	1,529,743	1,570,041	1,586,709	1,486,308	1,352,369	1,349,700
Other non-voted expenditures	265,024	226,215	251,093	291,862	314,907	482,824
<b>Total</b>	<b>37,089,730</b>	<b>40,896,004</b>	<b>44,693,458</b>	<b>45,248,018</b>	<b>47,019,931</b>	<b>48,026,278</b>
<b>Issues for redemption of debt</b>						
Borrowings from ministerial funds	68,156,216	49,723,078	26,590,629	57,581,376	50,803,802	26,600,068
Commercial paper	120,830,381	82,218,296	152,858,535	183,071,860	95,527,319	21,011,811
European Investment Bank loans	–	–	74,575	34,092	–	–
Exchequer bills	–	–	–	–	–	–
Exchequer notes	–	–	–	–	–	–
Foreign borrowings	–	–	–	–	–	–
Medium term notes	–	–	–	–	–	–
Miscellaneous debt	713	893	11,121	126	382,477	126
National Instalment savings	87,164	89,580	90,623	86,867	95,358	94,439
National loans	25,448,099	20,110,939	3,405,744	11,601,544	11,603,716	15,367,844
National Solidarity Bond	–	–	–	–	6,880	28,891
Other Irish Government Public Bond issues	–	–	35,242	–	399,090	–
EU/IMF Programme Funding	–	–	–	–	–	9,457,327
Private placements	–	–	–	–	–	–
Other domestic borrowings	–	–	–	–	–	–
Prize Bonds	106,660	102,131	104,600	100,862	142,406	192,558
Savings Bonds	547,746	606,932	535,957	652,009	654,627	855,189
Savings Certificates	455,148	452,649	460,001	644,095	505,858	544,453
Tax Reserve Certificates	–	–	–	–	–	–
<b>Total</b>	<b>215,632,127</b>	<b>153,304,498</b>	<b>184,167,027</b>	<b>253,772,831</b>	<b>160,121,533</b>	<b>74,152,706</b>
<b>Capital payments</b>						
Voted Departmental expenditures	6,475,790	7,650,077	8,556,276	6,907,395	5,917,656	4,291,536
Funding of superannuation liabilities	1,446,500	1,615,500	1,690,000	3,000,000	–	–
Loans issued	730,400	740,000	741,000	790,000	1,317,202	1,000,000
Share capital acquired in State Bodies	460	1,661	597	4,001,740	725,000	2,300,000
Other non-voted capital expenditures	9,117	11,298	54,922	37,585	3,314	8,605,873
<b>Total</b>	<b>8,662,267</b>	<b>10,018,536</b>	<b>11,042,795</b>	<b>14,736,720</b>	<b>7,963,172</b>	<b>16,197,409</b>
<b>TOTAL EXCHEQUER ISSUES</b>	<b>261,384,124</b>	<b>204,219,038</b>	<b>239,903,280</b>	<b>313,757,569</b>	<b>215,104,636</b>	<b>138,376,393</b>

Source: Department of Finance

Table 9.9 Summary National Debt statement at end of year

	€m						
	2005	2006	2007	2008	2009	2010	2011
<b>Medium/long term debt</b>							
Borrowing from Central Bank	-	-	-	-	-	-	-
European Investment Bank loans	118	120	112	29	-	-	-
Irish Government Bonds listed on Irish Stock Exchange	31,311	31,189	30,946	41,863	70,858	90,102	85,310
Medium term notes	496	443	400	439	422	66	66
EU/IMF Programme Funding	-	-	-	-	-	-	34,629
Miscellaneous debt	-26	26	69	15	31	5	5
Other Irish Government Public Bond Issues	37	38	35	-	-	-	-
Private placements	-	-	-	-	217	602	602
<b>Total</b>	<b>31,936</b>	<b>31,816</b>	<b>31,562</b>	<b>42,346</b>	<b>71,528</b>	<b>90,775</b>	<b>120,612</b>
<b>Short term debt</b>							
Borrowings from funds under the control of the Minister for Finance	3,573	2,661	2,258	2,605	1,783	1,524	1,696
Commercial paper	115	118	3,286	21,783	16,261	6,972	2,920
<b>Total</b>	<b>3,688</b>	<b>2,779</b>	<b>5,544</b>	<b>24,388</b>	<b>18,044</b>	<b>8,496</b>	<b>4,616</b>
<b>National Savings Schemes</b>							
National Instalment Savings	385	394	409	432	456	468	473
National Solidarity Bond	-	-	-	-	-	342	607
Prize Bonds	561	590	632	804	1,073	1,330	1,449
Saving Certificates	2,208	2,215	2,223	2,533	3,104	3,957	4,233
Savings Stamps	2	2	2	2	2	2	2
Savings Bonds	1,585	1,709	1,675	1,952	2,761	4,239	4,782
<b>Total</b>	<b>4,741</b>	<b>4,910</b>	<b>4,941</b>	<b>5,723</b>	<b>7,396</b>	<b>10,338</b>	<b>11,546</b>
Less liquid assets	2,183	3,588	4,487	22,059	21,816	16,164	17,692
<b>NATIONAL DEBT</b>	<b>38,182</b>	<b>35,917</b>	<b>37,560</b>	<b>50,398</b>	<b>75,152</b>	<b>93,445</b>	<b>119,082</b>

Source: Department of Finance

## Public Finance and Banking

**Table 9.10 Public Capital Programme**

€m

	2005	2006	2007	2008	2009	2010	2011	2012
<b>Sources of funds</b>								
Exchequer	5,674	6,423	8,034	8,915	7,211	6,256	4,512	3,701
Non-Exchequer	2,885	2,963	3,771	3,580	4,125	4,110	2,451	1,998
<b>Total</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>6,963</b>	<b>5,698</b>
<b>Use of funds</b>								
<b>Sectoral economic investment</b>								
Agriculture and Food	117	123	217	542	429	396	111	69
Industry	470	670	570	598	601	562	552	514
Tourism	43	57	77	90	37	41	29	32
Fisheries	44	54	42	71	56	30	41	24
Forestry	133	196	147	177	169	161	157	127
<b>Total</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>890</b>	<b>766</b>
<b>Productive Infrastructure</b>								
Energy	1,249	1,188	1,281	1,435	2,112	2,549	1,422	1,356
Transport	2,448	2,647	3,992	4,003	3,539	2,643	2,042	1,479
Environmental services	548	655	713	711	726	672	587	417
Telecommunications, RTÉ, postal service	39	70	68	147	98	94	72	45
<b>Total</b>	<b>4,284</b>	<b>4,560</b>	<b>6,054</b>	<b>6,296</b>	<b>6,475</b>	<b>5,958</b>	<b>4,123</b>	<b>3,297</b>
<b>Social Infrastructure</b>								
Housing	1,546	1,612	2,181	2,206	1,576	1,543	628	532
Education and Science	558	675	828	809	800	766	633	447
Health	516	502	659	673	673	391	355	355
Government Construction, Computerisation, etc	848	939	1,031	1,033	691	517	334	302
<b>Total</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>	<b>1,950</b>	<b>1,636</b>

Source: Department of Public Expenditure & Reform

**Use of Public Capital Programme Funds**

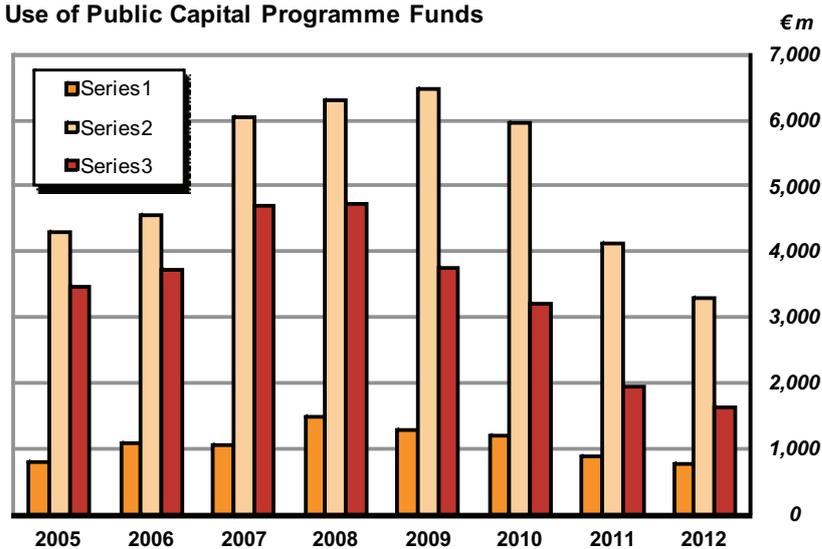


Table 9.11 Revenue and expenditure of general government

€m

	2005	2006	2007	2008	2009	2010	2011	2012
<b>Current receipts</b>								
Gross rental income	495	611	645	834	682	654	679	722
Gross trading income	-7	-	-	-	-	-	-	-
Investment income	937	1,239	1,588	2,142	1,985	2,113	2,000	2,257
Miscellaneous receipts	2,581	2,906	2,931	3,053	3,572	4,306	4,123	3,862
Taxes on expenditure (including rates)	21,812	24,666	25,216	22,246	18,275	17,926	17,682	18,032
Taxes on income and wealth	17,751	19,945	20,904	19,231	16,848	16,335	18,821	20,489
Social Insurance contributions	7,322	8,159	9,053	9,259	8,924	8,701	7,532	6,786
Transfers from the rest of the world (not elsewhere included)	250	210	55	149	97	113	52	52
<b>Total receipts – current</b>	<b>51,140</b>	<b>57,736</b>	<b>60,392</b>	<b>56,914</b>	<b>50,382</b>	<b>50,147</b>	<b>50,888</b>	<b>52,200</b>
<b>Capital receipts</b>								
Borrowing	191	-3,963	7,224	14,464	28,572	50,808	22,360	12,826
Loan repayments and equity sales	323	771	861	849	766	885	776	776
Other receipts	1,508	1,930	2,369	1,766	628	200	254	91
Taxes on capital	2,231	3,442	3,488	1,767	801	582	1,123	1,172
Transfers from the rest of the world	230	193	162	76	175	48	132	112
<b>Total receipts – capital</b>	<b>4,483</b>	<b>2,374</b>	<b>14,103</b>	<b>18,922</b>	<b>30,941</b>	<b>52,523</b>	<b>24,645</b>	<b>14,978</b>
<b>TOTAL RECEIPTS – CURRENT AND CAPITAL</b>	<b>55,624</b>	<b>60,110</b>	<b>74,496</b>	<b>75,836</b>	<b>81,323</b>	<b>102,670</b>	<b>75,534</b>	<b>67,178</b>
<b>Current expenditure</b>								
Expenditure on goods and services	24,362	26,845	29,560	31,202	30,638	28,254	27,598	26,928
National debt interest (including land bond interest)	1,737	1,846	1,979	2,398	3,290	4,984	5,190	5,912
Subsidies	1,512	1,512	1,658	1,762	1,690	1,577	1,349	1,540
Transfer payments	17,710	19,782	22,450	25,519	27,678	27,259	27,798	27,505
<b>Total expenditure – current</b>	<b>45,321</b>	<b>49,985</b>	<b>55,646</b>	<b>60,879</b>	<b>63,296</b>	<b>62,074</b>	<b>61,936</b>	<b>61,885</b>
<b>Capital expenditure</b>								
Grants to enterprises	776	593	823	2,046	4,728	32,137	7,089	701
Gross physical capital formation	5,705	6,810	8,788	9,769	6,084	5,425	4,144	2,700
Loans and share capital	1,128	1,315	1,373	1,447	1,429	1,907	1,167	1,171
Other transfer payments	559	596	980	954	223	-400	333	469
Payments to the rest of the world	24	105	35	31	18	27	27	60
Redemption of securities and loan repayments	2,110	706	6,850	711	5,545	1,499	837	192
<b>Total expenditure – capital</b>	<b>10,303</b>	<b>10,125</b>	<b>18,849</b>	<b>14,957</b>	<b>18,028</b>	<b>40,596</b>	<b>13,598</b>	<b>5,293</b>
<b>TOTAL EXPENDITURE – CURRENT AND CAPITAL</b>	<b>55,624</b>	<b>60,110</b>	<b>74,496</b>	<b>75,836</b>	<b>81,323</b>	<b>102,670</b>	<b>75,534</b>	<b>67,178</b>

Source: CSO

## Public Finance and Banking

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

€m

	2004	2005	2006	2007	2008	2009	2010	2011	2012
Defence	890	855	907	970	1,073	1,051	957	936	883
Other general government services	5,568	5,876	6,303	7,165	7,315	5,701	3,465	5,545	5,357
Education	6,442	7,077	7,734	8,691	9,301	9,191	8,710	8,545	8,075
Health	10,479	11,670	12,119	13,605	14,470	14,668	13,851	13,241	13,494
Social security and welfare	11,859	13,076	14,906	17,278	19,664	21,912	22,264	21,609	21,259
Housing	2,069	2,597	3,202	4,001	3,712	2,890	2,470	2,138	2,096
Other community and social services	1,994	2,266	2,625	3,035	3,552	2,761	2,855	2,460	2,329
Agriculture, forestry and fishing	1,666	2,173	2,278	2,570	3,621	2,582	2,247	2,093	2,191
Mining, manufacturing and construction	564	571	697	723	1,085	810	715	849	830
Transport and communication	3,277	3,402	4,243	4,737	5,707	4,112	3,695	2,930	1,939
Other economic services	1,907	2,215	2,545	2,892	3,230	6,811	34,958	9,160	2,622
Public debt	4,983	3,847	2,552	8,829	3,108	8,834	6,483	6,028	6,103
<b>Total Expenditure</b>	<b>51,696</b>	<b>55,624</b>	<b>60,110</b>	<b>74,496</b>	<b>75,836</b>	<b>81,323</b>	<b>102,670</b>	<b>75,534</b>	<b>67,178</b>

Source: CSO



