

Budget Calculations for 2011

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December 2009 Budget Projections

- December 2009 budget projections for 2010 and 2011, minus the assumed 2011 adjustments (in billions). Not counting bank recap costs in 2010.

	2010	2011
Deficit	18.7	20.0
GDP	160.9	169.9
Def/GDP	11.6%	11.8%

Revised GDP Projection

- Keeping budget projections but incorporating latest Central Bank forecasts for GDP:

	2010	2011
Deficit	18.7	20.0
GDP	157.0	162.0
Def/GDP	11.9%	12.4%

Lower Projected Tax Revenues

- Lowering 2011 tax revenues by a €1 billion due to growth in GDP being €4 billion below projection.

	2010	2011
Deficit	18.7	21.0
GDP	157.0	162.0
Def/GDP	11.9%	13.0%

Promissory Note Interest at 5%

- If promissory notes carried an interest rate of 5%, then approximately €30 billion of notes would imply annual interest payments of €1.5 billion.

	2010	2011
Deficit	18.7	22.5
GDP	157.0	162.0
Def/GDP	11.9%	13.9%