**Table: Selected Economic and Fiscal Indicators (fiscal years)**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | 05/06 | 06/07 | 07/08 | 08/09 | 09/10 | 10/11 | 11/12 | 12/13\* |
| Nominal GDP (J$ billion) | 714 | 815 | 923 | 1037 | 1,071 | 1,172 | 1,260 | 1,336 |
| Real GDP growth | 1.2 | 3.2 | 0.6 | -1.7 | -3.5 | -0.6 | 0.9 | -0.7 |
| Exchange rate (average, J$/US$) | 63.2 | 66.3 | 69.7 | 76.3 | 88.9 | 86 | 86 | 90.6 |
| As percent of GDP | | | | | | | | |
| **Total revenue** | **26.1** | **25.9** | **27.3** | **26.9** | **27** | **26.8** | **25.6** | **25.8** |
| Tax revenue | 23.2 | 23.6 | 24.3 | 24.4 | 24.1 | 23.9 | 23.1 | 24 |
| Non-tax revenue and grants | 2.9 | 2.3 | 3 | 2.5 | 2.9 | 2.9 | 2.5 | 1.8 |
| **Total expenditure** | **29.5** | **30.7** | **31.0** | **34.3** | **37.9** | **33.2** | **32** | **29.9** |
| Current expenditure | 27.8 | 27.4 | 27.9 | 30.3 | 34.8 | 28.5 | 27.8 | 27.1 |
| *of which: interest payments*  *wage and salaries* | 13.2  8.8 | 11.9  9.7 | 11.6  9.3 | 12.3  10.8 | 17.1  11.8 | 10.9  10.9 | 9.6  11.1 | 9.5  11.0 |
| Capital expenditure | 1.7 | 3.3 | 3.1 | 4 | 3.1 | 4.7 | 4.2 | 2.8 |
| **Budget balance** | **-3.3** | **-4.8** | **-3.8** | **-7.4** | **-10.9** | **-6.3** | **-6.4** | **-4.1** |
| **Total public sector debt** | **119.9** | **116.5** | **113.5** | **126.1** | **139.8** | **143.2** | **141.6** | **146.1** |
| **Gross financing needs** | **21** | **23.3** | **13.6** | **17.7** | **19.6** | **15.1** | **16.6** | **10.9** |
| \* Preliminary data. Source: Bank estimates based on IMF, World Economic Outlook (WEO) and Article IV. | | | | | | | | |

|  |  |  |
| --- | --- | --- |
| **Table: Revenue Impact of the Tax Reform Proposal** | | |
| **Categories** | **Net Impact (JD$)** | **Percent of GDP** |
| Charities Act | 188.06 | 0.01 |
| Tax Incentives Law | 2,315.93 | 0.18 |
| CIT | 3,681.02 | 0.29 |
| PIT | 319.21 | 0.03 |
| GCT | 3,629.49 | 0.29 |
| Tariff Reform | -590.99 | -0.04 |
| Special Consumption Tax | 1,493.02 | 0.12 |
| Customs User Fee | 1,347.59 | 0.11 |
| **Total** | **12,453.33** | **0.99** |
| Source: IDB staff calculations | | |

**Table: Tax Expenditures in selected countries (as percent of GDP 2006-09)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| Jamaica | 7.1 | Canada | 6.5 | Barbados | 5.6 | United States | 3.4 |
| United Kingdom | 4.0 | Spain | 3.4 | Korea | 1.7 | Germany | 0.3 |

Source: OECD Tax Expenditures Report 2010; Jamaica Incentive and Waivers Assessment (IADB 2012)