



Economic Recovery

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ARRA

◆ American Recovery and Reinvestment Act of 2009 (ARRA)

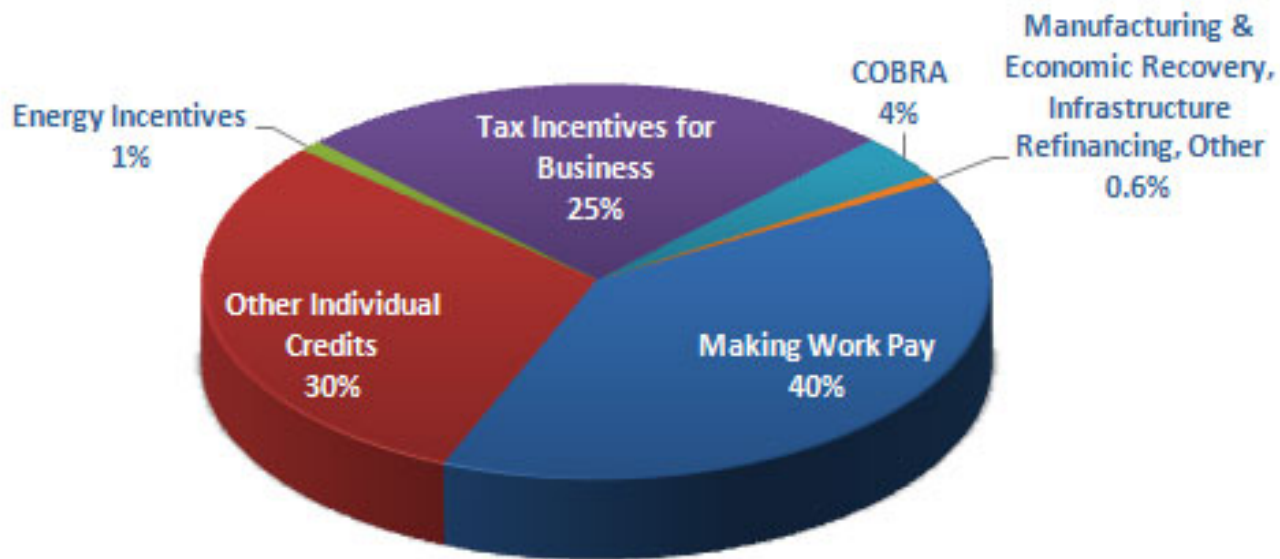
■ \$787 billion stimulus package

- \$288b in tax benefits (56% paid out)
- \$275b in contracts, grants, loans (42% paid out)
- \$224b in entitlements (59% paid out)
 - Amounts paid out as of 6/11/10
 - Source: Recovery.gov



ARRA tax provisions

Estimated Dollars Available Through ARRA Tax Provisions
March 2009 - March 2010 Totals



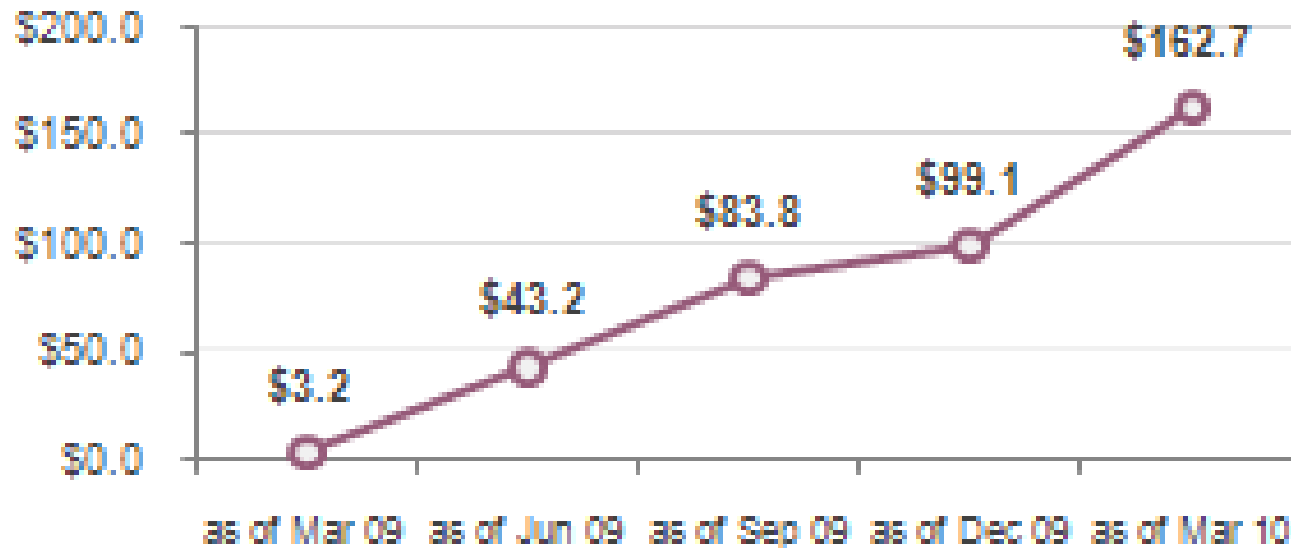
Data Source: Office of Tax Analysis Estimates



ARRA tax provisions

**Estimated Cumulative Dollars Available Through
ARRA Tax Provisions**

Dollars in Billions



Data Source: Office of Tax Analysis Estimates

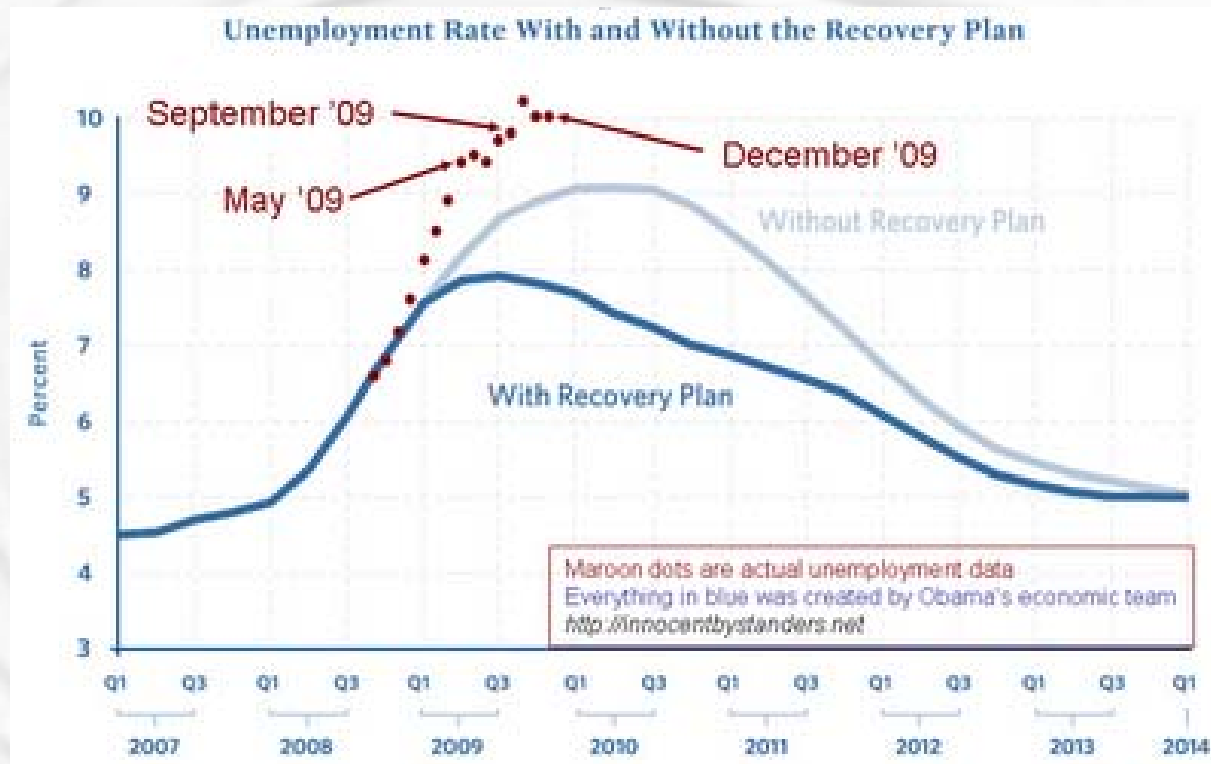


CBO estimates of ARRA impacts

- ◆ Raised real GDP by between 1.5 percent and 3.5 percent
- ◆ Lowered the unemployment rate by between 0.5 percentage points and 1.1 percentage points
- ◆ Increased the number of people employed by between 1.0 million and 2.1 million
- ◆ Increased the number of full-time equivalent jobs by 1.4 million to 3.0 million



Unemployment impact





ARRA **Nebraska** funds

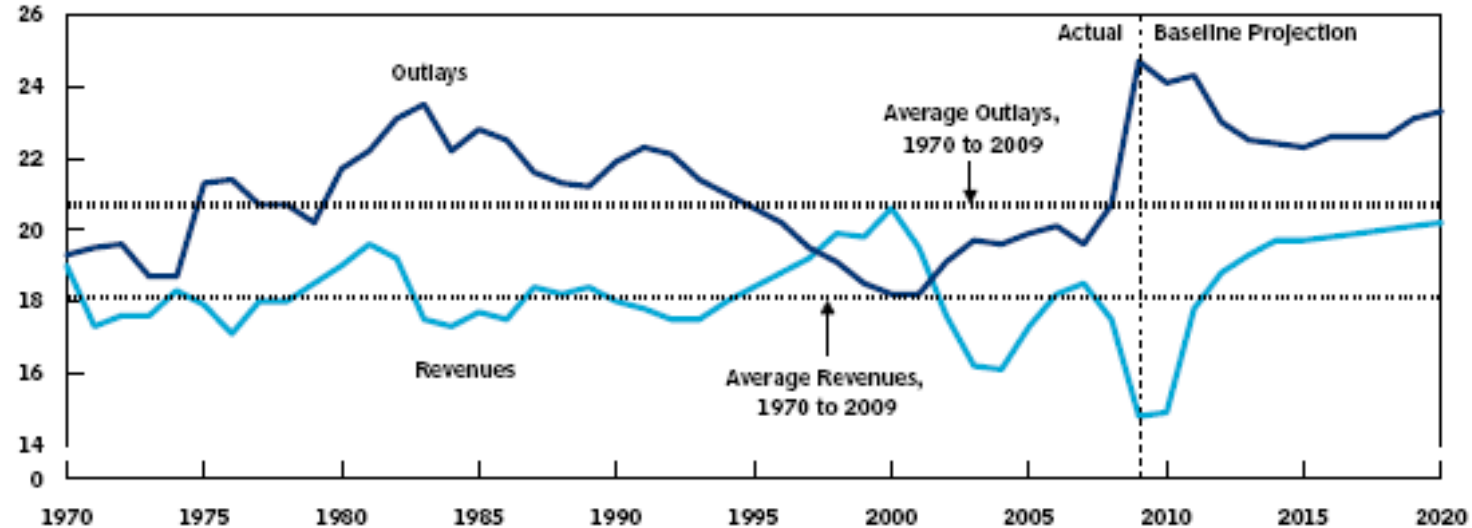
- ◆ Total funds awarded (2/17/09—3/31/10):
\$1,104.7m
- ◆ Total funds received: \$272.7m
 - 24.7% of awarded funds received (as of 3/31/10)
- ◆ Recipient reported jobs: 3,688
- ◆ Source: recovery.gov



Federal revenues and outlays as a percent of GDP

Total Revenues and Outlays

(Percentage of gross domestic product)

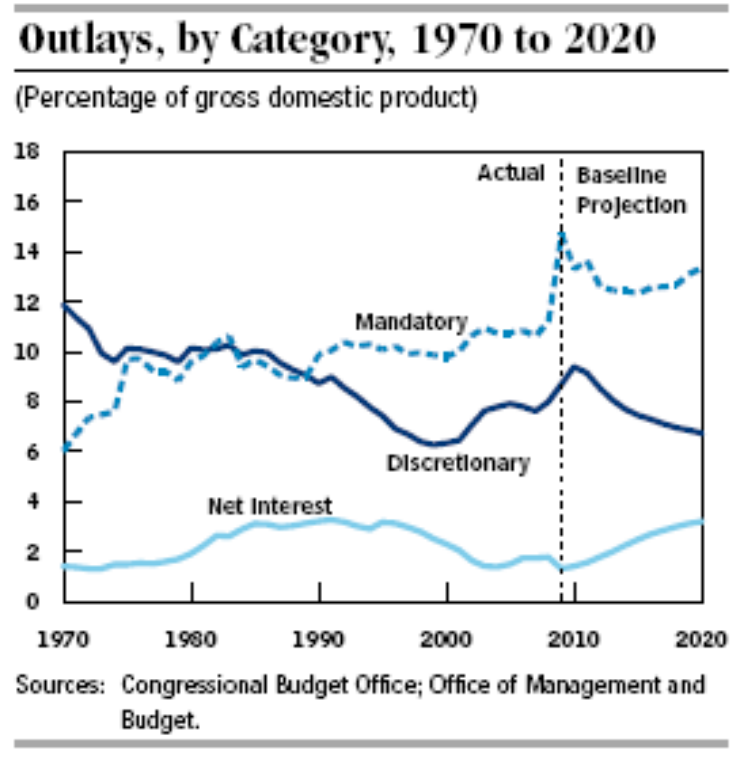


Source: Congressional Budget Office.

Source: CBO



Federal outlays



Source: CBO

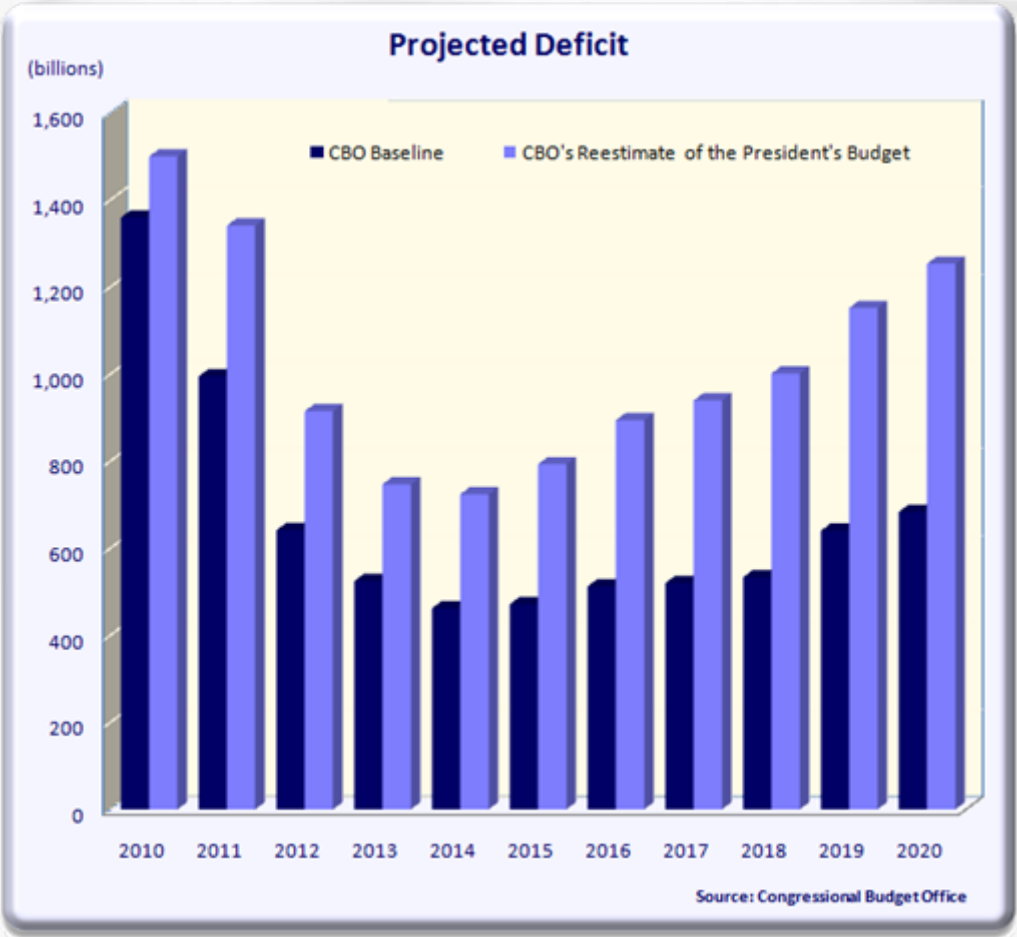


CBO projected deficits

- ◆ According to CBO analysis, under the Administration budget plan deficits will not shrink below 4 percent of the economy between now and 2020
- ◆ Cumulative deficits over ten years total \$9.76 trillion
- ◆ Debt held by the public will amount to \$20.3 trillion under the Administration budget or 90% of GDP by 2020 (from 53 percent in 2009)

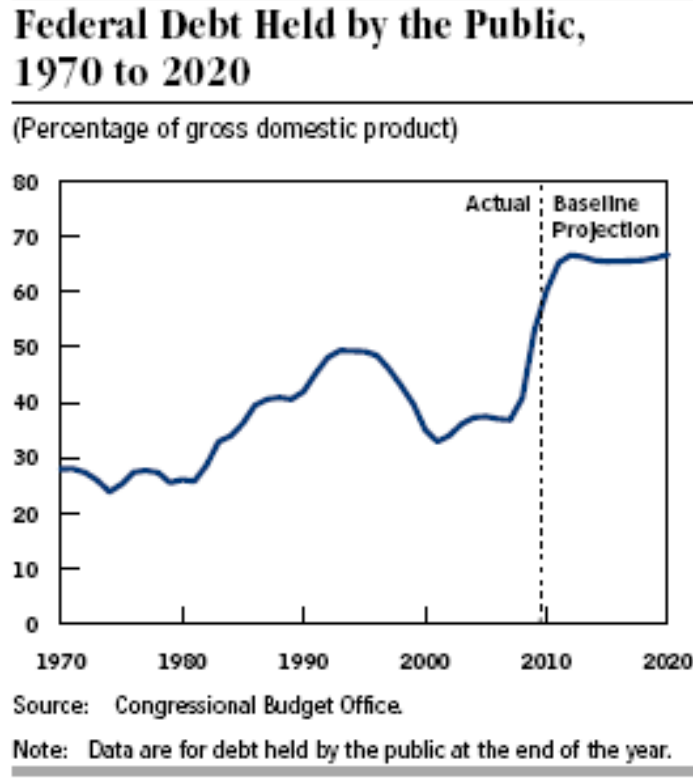


CBO projected deficits





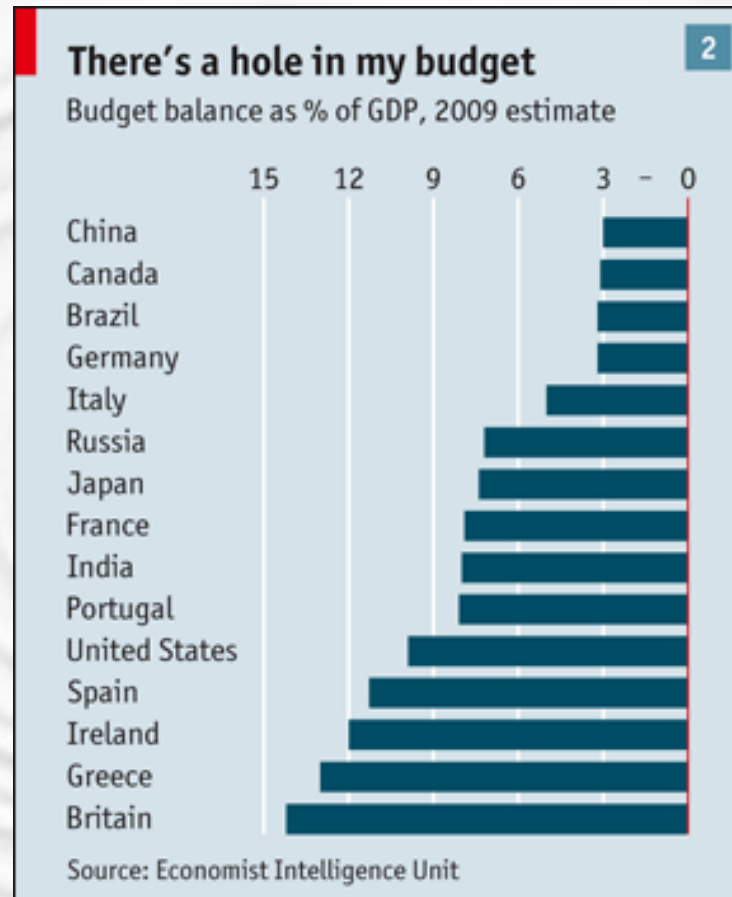
Federal debt



Source: CBO



International comparison





Ricardian equivalence

