



GOVERNMENT OF NAGALAND

ACCOUNTS AT A GLANCE

2003-2004

**SR.DEPUTY ACCOUNTANT GENERAL
(ACCOUNTS AND ENTITLEMENTS)**

Preface

This is our annual publication '**Accounts At A Glance**'.

The Annual Accounts of the State Government are prepared and examined under the directions of the Comptroller and Auditor General of India (C&AG) in accordance with the requirements of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971 for being laid before the Legislature of the State. The Annual Accounts consists of (a) Finance Accounts and (b) Appropriation Accounts. The Finance Accounts are summary statements of accounts under the Consolidated Fund, Contingency Fund and the Public Account. The Appropriation Accounts record the Grant-wise expenditures against provisions approved by State Legislature and offer explanations for variations between the actual expenditure and the funds provided. The Sr. Deputy Accountant General (Accounts and Entitlements) prepares the State Finance Accounts and the Appropriation Accounts.

'Accounts at a Glance' provides a broad overview of Governmental activities, as reflected in the Finance Accounts and the Appropriation Accounts. The information is presented through brief explanations, statements and graphs.

We look forward to suggestions that would help us in improving the publication.

A.W.K LANGSTIEH
ACCOUNTANT GENERAL(AUDIT)

PLACE: KOHIMA
DATE :



GOVERNMENT OF NAGALAND

Accounts At A Glance

2003-2004

**SR.DEPUTY ACCOUNTANT GENERAL
(ACCOUNTS AND ENTITLEMENTS)**

OVERVIEW

The monthly accounts of the State Government are compiled and consolidated from the accounts submitted by the District Treasuries, Public Works and Forest Divisions, etc to the Sr. Deputy Accountant General (Accounts and Entitlements). Besides, the Finance Accounts and the Appropriation Accounts are prepared annually by the Sr. Deputy Accountant General under the directions of the Comptroller and Auditor General of India in accordance with the requirements of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971.

The accounts of Government are kept in the following three parts:

Part I	Consolidated Fund
Part II	Contingency Fund
Part III	Public Account

Part I: There are two main divisions under Consolidated Fund:

⇒ The Revenue division (Revenue Account) deals with the proceeds of taxation and other receipts classed as revenue and the expenditure met therefrom, the net result of which represents the revenue surplus or deficit for the year.

⇒ In the Capital division, the section 'Receipt Heads (Capital Account)' deals with receipts of capital nature which cannot be applied as a set off to capital expenditure. The section 'Expenditure Heads (Capital Account)' deals with expenditure met usually from borrowed funds with the object of increasing concrete assets of a material and permanent character. It also includes receipts of a capital nature intended to be applied as a set off to capital expenditure. The section 'Public Debt, Loans and Advances, etc.' comprises loans raised and their repayments by Government such as 'Internal Debt' and 'Loans and Advances' made (and their recoveries) by Government.

Part II: Contingency Fund records transactions connected with the Contingency Fund, established under Article 267 of the Constitution of India.

Part III: Public Account records transactions relating to 'Debt' (other than those included in Part I), 'Deposits', 'Advances', Remittances and 'Suspense'.

The Annual Accounts of the Government of Nagaland for the year 2003-04 have recently been presented to the State Legislature. The Audit Report of the Comptroller and Auditor General of India for the year 2003-04, has also been presented separately.

Finance Accounts

- ✧ The Finance Accounts present the accounts of receipts and outgoings of the Government for the year, together with the financial results disclosed by the revenue and capital accounts, the accounts of the public debts, and the liabilities and assets as worked out from the balances recorded in the accounts.
- ✧ During 2003-04, total receipts under the Consolidated Fund amounted to Rs.2407.93 crore, comprising Rs.2359.79 crore revenue receipts (Rs. 325.52 crore Tax revenue, Rs.60.91 crore Non-Tax revenue) Rs.1973.36 crore (Grants-in-aid and Contributions), Rs.(-) 48.14 crore Capital Receipts, (Rs.6.81 crore Recovery of Loans & Advances and Rs.(-) 41.33 crore Borrowings).
- ✧ Total disbursements under Consolidated Fund during the year were Rs.2428.33 crore. Rs.1812.98 crore (74.66%) on revenue account, Rs.391.13 crore (16.11%) on capital account, Rs.219.14 crore (9.02%) on Public Debt and Rs.5.08 crore (0.21%) on Loans and Advances.
- ✧ The actuals of net borrowings and other liabilities during the year (-)Rs.157.40 crore as shown in Sl.No. 7 of Highlights comprises (-)Rs.177.81 crore being net of E-Public Debt, (-) Rs.153.75 crore being net of Part.III- Public Accounts and Rs. 174.16 crore being net of opening and closing Cash balances.
- ✧ No transactions appeared under Part.II – Contingency Fund.

Appropriation Accounts

- ✧ The Appropriation Accounts bring out the expenditure of the State Government against amounts voted and charged by the State Legislature, and supplement the Finance Accounts. These comprise accounts of 5* charged Appropriations and 76* voted Grants.
- ✧ Appropriation Act, No.(4)& (1) 2003&2004 respectively had projected a gross provision of Rs.2604.22 crore, including Supplementary Grants totaling Rs.253.51 crore, during the year. An amount of Rs.17.01 crore was estimated as recoveries in reduction of expenditure.
- ✧ Appropriation Accounts 2003-04, show disbursements aggregating Rs.2438.04 crore against the aggregate budget provision of Rs.2604.22 crore, resulting in saving of Rs.166.18 crore against Grants and Appropriations. There are excess of Rs.230.79 crore in 32 Grants and Appropriation. The major excess Rs. 81.68 crore (35.39 %) was under Grants controlled by Finance Department and Rs.80.21 crore (34.75%) under Power Department.
- ✧ Recoveries in reduction of expenditure amounted to Rs.17.01 crore (BE) reflecting a decrease of Rs.9.70 crore (actuals) vis-à-vis budget estimates.

* Out of total 79 Demands, 2 Demands (^D/NO. 1 & 4) consist of both charged Appropriation and voted Grants, {3(c)+ 74(v)+2(v) & (c)}

CHAPTER-II

HIGHLIGHTS OF ACCOUNTS

(Rupees in crore)

Sl. No		B.E 2003-2004	Actuals#	Percentage of Actuals to B.E.	Percentage of Actuals to GSDP (a)
1	Tax Revenue	225.54	325.52	144.33	6.73
2.	Non-Tax Revenue	62.95	60.91	96.76	1.26
3.	Grants-in-aid & Contributions	1586.07	1973.36	124.42	40.78
4.	Revenue Receipts (1+2+3)	1874.56	2359.79	125.89	48.77
5.	Recovery of Loans & Advances	9.44	6.81	72.14	0.14
6.	Other Receipts	-	-	-	-
7.	Borrowings & Other liabilities (b)	312.24	(-)157.40	(-)50.41	(-) 3.25
8.	Capital Receipts (5+6+7)	321.68	(-)150.59	(-)46.81	(-)3.11
9.	Total Receipts (4+8)	2196.24	2209.20	100.59	45.66
10.	Non-Plan Expenditure (NPE)	1289.64	1464.29	113.54	30.26
11.	NPE on Revenue Account	1285.64	1449.59	112.75	29.96
12.	NPE on Interest Payments out of 11	270.71	234.74	86.71	4.85
13.	NPE on Capital Account	4.00	14.70	367.50	0.30
14.	Plan Expenditure (PE)	906.60	744.91	82.17	15.39
15.	PE on Revenue Account	360.16	363.40	100.90	7.51
16.	PE on Capital Account	546.44	381.51	69.82	7.88
17.	Total Expenditure (10+14)	2196.24	2209.20	100.59	45.66
18.	Expenditure on Revenue Account (11+15)	1645.80	1812.99	110.16	37.47
19.	Expenditure on Capital Account (13+16)(c)	550.44	396.21	71.98	8.19
20.	Revenue Deficit (18-4)	(+) 228.76	(+) 546.80	239.03	11.30
21.	Fiscal Deficit (4+5+6-17)	(-) 312.24	(+) 157.40	(-) 50.41	3.25

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- (a) Gross State Domestic Product Rs.4838.66 as per civil Audit Report of the State for the year 2003-04.
- (b) Net Public Debt + net of Contingency Fund + net of Public Account + net of opening and closing cash balance.
- (c) Expenditure on Capital Account consists of Capital Expenditure (Rs.391.13 crores) and Loans and Advances disbursed (Rs.5.08 crores).

Receipts and Disbursements

Total receipts during the year were Rs.2209.20 crore, against which total disbursements were Rs.2209.20 crore.

The following table summarises the Accounts for 2003-2004.

(Rupees in crore)

Total Receipts	2209.20		Total Disbursements	2209.20	
Revenue Receipts	2359.79	106.82%	Revenue Disbursements	1812.99	82.07%
Capital Receipts	(-) 150.59	(-)6.82%	Capital Disbursements	396.21	17.93%

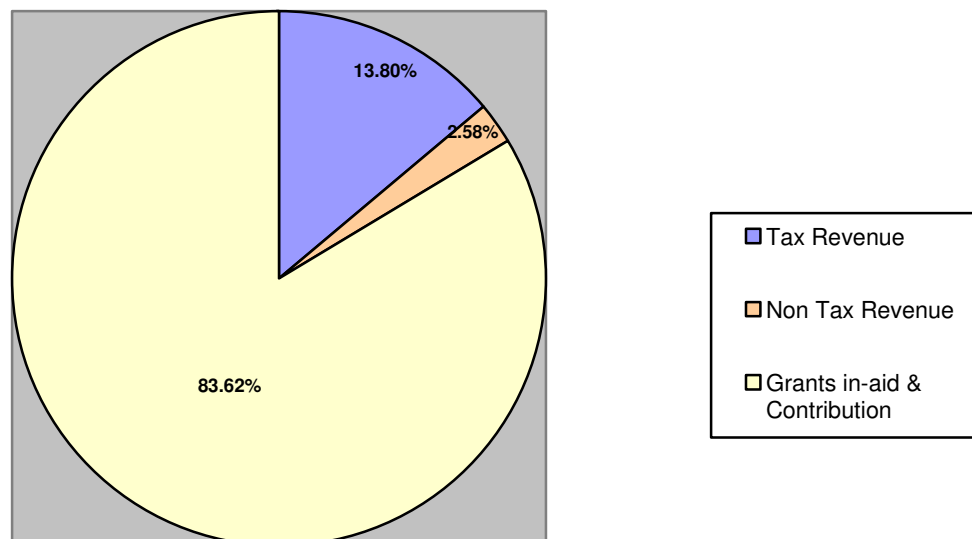
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RECEIPTS

Revenue Receipts

The pie chart below shows the share of Tax Revenue, Non-Tax Revenue and Grants-in-aid and contributions to total revenue receipt.

Revenue Receipts



Gross Tax Revenue of Rs.325.52 crore and Non Tax Revenue of Rs.60.91 crore formed 6.73 percent and 1.26 percent respectively of GSDP, Major Contributors to revenue were Rs.1973.36 crore under Grants-in-aid from Central Government (40.78 per cent of GSDP).

Net Tax Revenue during the year were higher than the budget estimates by Rs.99.98 crore, mainly on account of higher collection of Taxes on:

- (a) Income & Expenditure,
- (b) property and Capital Transaction and
- (c) Commodities and Services.

- Share of various tax revenue, non-tax revenue, grants-in-aid and contributions to total revenue receipts during the year 2003-04 is given below:

Revenue Receipts and Grants in Aid and Contributions

(Rupees in crore)

Components	Actuals	Percentage to total Revenue Receipts
A. Tax Revenue	325.52	13.79
Taxes on Income and Expenditure *	100.98	4.28
Taxes on Property and Capital Transactions	1.27	0.05
Taxes on Commodities and Services	223.27	9.46
B. Non-tax Revenue	60.91	2.58
Fiscal Services	-	-
Interest Receipts, Dividends and Profits	5.61	0.24
General Services	7.35	0.31
Social Services	3.90	0.16
Economic Services	44.05	1.87
C. Grants-in-aid and Contributions	1973.36	83.63
TOTAL-REVENUE RECEIPTS	2359.79	100.00

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Capital Receipts

Compared to the revised estimates (Rs.486.09 crore), there was an overall decrease of Rs.636.68 crore in Capital Receipts. This was mainly under the MH- 6004, Loans and Advances from the Central Government (RE Rs.138.58 crore and actuals Rs.(-)397.15 crore) **.

DISBURSEMENTS

Revenue Disbursements

Revenue Disbursement (net) was in excess of budget estimates by Rs.167.19 crore (Rs.163.95 crore under Non-Plan; and Rs.3.24 crore under Plan). It was 37.47 percent of GSDP.

Capital Disbursements

Capital Disbursements was in short of budget estimates by Rs.154.23 crore due to less disbursement under Plan by Rs.164.93crore. It was 8.19 percent of GSDP.

Plan Disbursements

During the year 2003-04, total Plan disbursements under Revenue and Capital heads including Loans and Advances were Rs.744.91 crore [Rs.649.33 crore under State Plan, Rs.83.98 crore under Centrally Sponsored Scheme, and Rs.11.60 crore under NEC Scheme].

* **Share of Income Tax received from Union Government.**

** a) Minus figure under 6004-01-101 is due to conversion of loan received during 2002-03 into grants during the year 2003-04 by Government of India, Ministry of Finance.

b) Minus figures under 6004-01-102 is due to debt swap of outstanding credit balance by Government of India, Ministry of Finance.

Non-Plan Disbursements

Non-plan Disbursements during 2003-04, were Rs.1464.29 crore, consisting of Rs.1449.59 crore under Revenue and Rs14.70 crore under Capital.

Sectoral distribution of expenditure and its percentage to total revenue expenditure is given below:

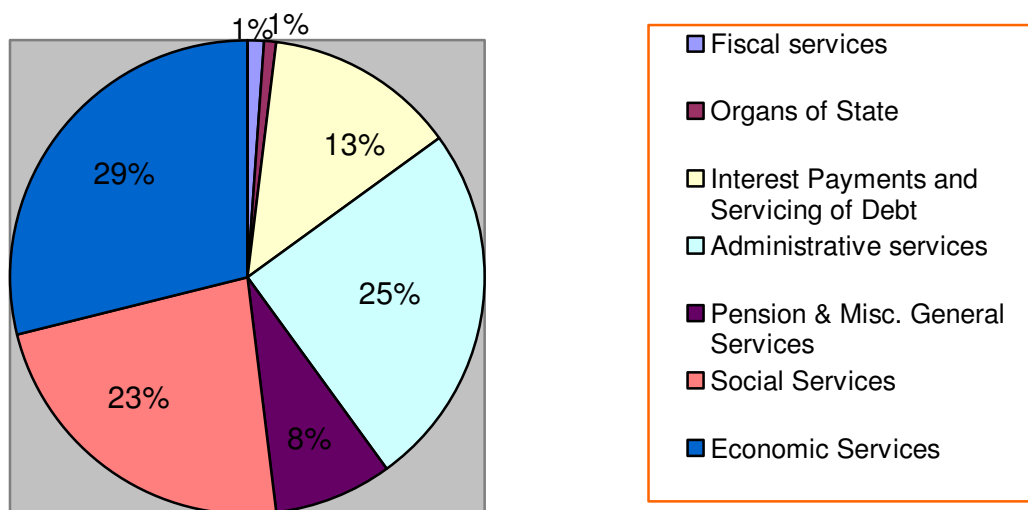
SECTORAL DISTRIBUTION OF EXPENDITURE AND ITS PERCENTAGE TO TOTAL REVENUE EXPENDITURE

(Rupees in crore)

Components	Amount	Percentage to Total Revenue Expenditure
A. General Services		
(a) Organs of State	24.29	1.34
(b) Fiscal Services	18.88	1.04
(i) Collection of Taxes on Income and Expenditure	-	-
(ii) Collection of Taxes on Property and Capital transactions	8.71	0.48
(iii) Collection of Taxes on Commodities and Services	10.15	0.56
(iv) Other Fiscal Services	0.02	-
(c) Interest Payments and Servicing of debt	234.74	12.95
(d) Administrative Services	455.51	25.13
(e) Pensions and Miscellaneous General Services	141.49	7.80
B. Social Services	422.32	23.29
C. Economic Services	515.76	28.45
TOTAL EXPENDITURE (REVENUE ACCOUNT)	1812.99	100.00

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Distribution of Revenue Expenditure



TREND OF EXPENDITURE

Trend of expenditure in some important sectors between 1999-2000 to 2003-04 (5 years) is brought out below:

STATEMENT OF EXPENDITURE IN SELECTED SECTORS

(Rupees in Crore)

Sector	1999-2000		2000-01		2001-02		2002-03		2003-04	
	Expdt	% to B.E./ R.E.	Expdt	% to B.E./ R.E.	Expdt	% to B.E./ R.E.	Expdt	% to B.E./ R.E.	Expdt.	% to B.E./ R.E.
A. General Services	454.11	87.22/ 84.06	503.39	87.31/ 73.71	574.07	78.10/ 79.79	623.59	80.27/ 78.62	690.25	254.98/ 303.22
i) Interest Payment and Servicing of Debt	152.28	98.07/ 93.38	177.09	95.03/ 91.27	200.47	89.25/ 90.09	214.58	83.81/ 84.59	234.74	86.71/ 103.12
ii) Administrative Service	301.83	104.28/ 103.88	326.30	109.14/ 89.93	373.60	99.82/ 104.65	409.01	109.89/ 105.32	455.51	114.76/ 101.08
B. Social Services	234.00	112.26/ 107.30	258.28	107.48/ 93.28	288.13	96.07/ 102.44	281.19	100.60/ 102.53	328.95	108.11/ 85.11
i) Education	163.15	109.58/ 104.95	181.84	105.92/ 90.54	209.66	96.56/ 99.56	200.30	94.87/ 99.46	246.15	110.31/ 80.14
ii) Health & Family Welfare	70.85	120.11/ 113.12	76.44	111.36/ 100.50	78.47	94.79/ 111.01	80.89	118.29/ 111.02	82.80	102.05/ 104.35
C. Economic Services	229.57	96.91/ 85.50	276.90	95.84/ 89.66	269.55	82.37/ 92.79	272.04	84.87/ 88.22	454.81	124.06/ 137.62
i) Agriculture & Allied Activities.	80.37	84.23/ 86.84	105.02	107.48/ 87.67	102.25	86.69/ 95.32	102.25	65.98/ 75.85	110.27	96.00/ 114.19
ii) Rural Development	28.89	87.23/ 51.83	23.95	42.62/ 67.41	12.88	53.69/ 53.71	24.90	100.65/ 101.30	66.11	105.22/ 113.45
iii) Irrigation & Flood Control	10.90	137.80/ 84.50	12.83	160.97/ 100.23	13.47	90.40/ 86.51	13.46	86.12/ 62.52	21.33	95.69/ 84.21
iv) Energy	34.12	94.44/ 100.47	58.33	103.79/ 95.33	59.07	91.51/ 104.36	58.11	101.04/ 101.38	158.90	243.90/ 195.55
v) Transport	30.49	149.24/ 105.25	30.41	118.00/ 99.05	17.00	78.13/ 81.69	25.57	127.02/ 115.28	23.59	27.40/ 185.60
vi) General Economic Services	44.74	101.96/ 100.83	46.36	102.83/ 94.98	46.88	74.05/ 98.92	47.75	100.42/ 99.62	74.61	485.11/ 132.40

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DEBTS AND LIABILITIES

Outstanding Public Debt at the end of 2003-04 was Rs.1924.41 crore, comprising internal debt (Rs.1529.31 crore) and loans and advances from Central Government (Rs.395.10 crore) and other liabilities under Public Account (Rs.529.32 crore). (Other liabilities under Public Account comprise of Small Savings, PF, Reserve Funds, Deposit and Remittance).

The State also acts as a banker and trustee in respect of deposits like small savings collections, provident funds and deposits. There was an overall increase of Rs.3.19 crore in respect of such liabilities of State Government during 2003-04.

Interest payments on debt and other liabilities totaling Rs.234.79 crore constituted 12.95 percentage of revenue expenditure of Rs.1812.99 crore. Interest payments on public debts were Rs.202.02 crore (Internal debt Rs.148.87 crore and loans and advances from Central Governments Rs.53.15 crore) and Rs.32.72 crore on other

liabilities. Expenditure on account of interest payments increased by Rs.20.16 crore during 2003-04.

Internal debt of Rs.438.48 crore raised during 2003-04 was mainly used for (i) discharge of debt obligations Rs.107.48 crore and (ii) payments of interest Rs.148.87 crore.

INVESTMENTS AND RETURNS

Total investments in share capital of non-financial Public Sector Undertakings (PSU) stood at Rs.69.36 crore at the end of 2003-04. Dividends received during the year were NIL on investment, while investments in PSUs increased by Rs.10.89 crore.

LOANS AND ADVANCES BY THE STATE GOVERNMENT

Total loans and advances made by the State Government at the end of 2003-04, was Rs.48.04 crore. Recovery of principal amount aggregating Rs.41.23 crore is in arrears at the end of 31st March'2004.

Total loans and advances to Government Corporations/Companies, non-Government Institutes, Local bodies, etc. at the end of 2003-04, is Rs.25.42 crore. Recovery of principal amounting to Rs.28.23 crore is in arrears at the end of 31st March'2004.

Financial assistance to local bodies and others

Assistance to local bodies etc. during 2003-04 was Rs.29.61 crore , and increase from Rs.3.01 crore in 1999-00 to Rs.29.61 crore in 2003-04, thereby constituting a 983.72 per cent increase in the last five years. Co-operative Department consumed the major portion (5.33, 20.52 and 2.68, 3.14 & 0.84 per cent from 1999-00 to 2003-04) and Rural Development Department consumed the major portion (60.52 percent during 2003-04) of the total grant during the five years from 1999-00 to 2003-04.

APPROPRIATION ACCOUNTS

The Appropriation Accounts of the Government of Nagaland for the year 2003-04, present the accounts of sums expended in the year ended 31st March 2004 compared with the sums specified in the Schedules appended to the Appropriation Acts passed under Article 204 and 205 of the Constitution of India

The Appropriation Accounts show that in the year 2003-04, there was actual expenditure of Rs.2438.04 crore, comprising Revenue Expenditure (Rs.1822.69 crore), Capital Expenditure (Rs.396.21 crore), Repayment of Debt (Rs.107.48 crore), and Loans and Advances by the State Government (Rs.111.66 crore). There were savings/excesses under Revenue/Capital/Public Debt/Loans and Advances with reference to total grants allocated by the State Legislature.

(Rupees in crore)

Sl. No	Nature of expenditure	Original grant	Supplementary grant	Re-appropriation	Total	Actual # expenditure	Savings(-) Excesses(+)
1	Revenue Voted Charged	1387.53 275.28	187.34 0.17	-	1574.87 275.45	1583.21 239.48	(+) 8.34 (-) 35.97
2	Capital Voted Charged	546.44	61.98	-	608.42	391.13	(-) 217.29
3	Public Debt Charged	137.46	-	-	137.46	219.14	(+) 81.68
4	Loans & Advances Voted	4.00	4.02	-	8.02	5.08	(-) 2.94
	Total	2350.71	253.51	-	2604.22	2438.04	(-)166.18

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Details of persistent savings/excesses on a few selected grants/appropriations are given below:

TREND OF EXPENDITURE ON SELECTED GRANTS SHOWING PERSISTENT SAVINGS/EXCESS

(Rupees in crore)

Year	Grant No. Department	Total allocation	Excess(+)/Saving (-) to total grant	Percentage of Excess/Savings to total grant
2000-2001	31- School Education	173.87	(-) 16.54	(-) 9.51
2001-2002	-----do-----	183.03	(-) 3.74	(-) 2.04
2002-2003	-----do-----	178.76	(-) 9.21	(-) 5.15
2003-2004	-----do-----	188.43	(+) 14.60	(+) 7.75
2000-2001	35- Medical, PH & FWF	77.08	(+) 0.32	(+) 0.42
2001-2002	-----do-----	83.24	(-) 4.36	(-) 5.24
2002-2003	-----do-----	73.38	(+) 8.14	(+) 11.09
2003-2004	-----do-----	81.51	(+) 1.46	(+) 1.79
2000-2001	55- Power Projects	61.61	(-) 2.96	(-) 4.80
2001-2002	-----do-----	63.03	(-) 5.65	(-) 8.26
2002-2003	-----do-----	58.58	(-) 0.21	(-) 0.36
2003-2004	-----do-----	80.81	(+) 80.22	(+) 99.27
2000-2001	58- Roads & Bridges	46.61	(+) 4.74	(+) 10.17
2001-2002	-----do-----	43.34	(+) 1.86	(+) 4.29
2002-2003	-----do-----	39.08	(+) 18.53	(+) 47.42
2003-2004	-----do-----	47.18	(+) 0.78	(+) 1.65
2000-2001	64- Housing	15.40	(+) 4.85	(+) 31.49
2001-2002	-----do-----	13.37	(+) 7.57	(+) 56.62
2002-2003	-----do-----	16.61	(+) 7.88	(+) 47.44
2003-2004	-----do-----	19.34	(+) 10.07	(+) 52.07

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Figures are gross

RECONCILIATION OF ACCOUNTS

Accuracy and reliability of accounts depend, among other things, on timely reconciliation of the departmental figures with the accounts figures.

Before annual accounts are finalised, the Heads of the Departments reconcile the departmental accounts figures with those booked in accounts compiled by the Sr. Deputy Accountant General(A&E). During the year 2003-04, reconciliation has been completed in respect of 88.61% of total grants. Reconciliation of the accounts controlled by the following departmental authorities was not done.

Sl. No	Grant No.	Department
1	17	State Lotteries
2	21	Relief of Distress Caused by Natural Calamities
3	24	Small Savings
4	27	Planning Machinery
5	31	School Education
6	37	Assistance to Municipalities and Development works in town.
7	61	Backward Area Development Programme, Special Employment Programme and Special Development Programme
8	63	Science, Technology, Ecology and Environment
9	77	Women Welfare

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TREASURY INSPECTIONS

Rendition of Treasury Accounts to Accountant General(A&E).

During the year 2003-04, 144 accounts were received from the District Treasuries. Out of this, 131 accounts were not received on due dates. The delay in this regard ranged between one day to one hundred and eighteen days.

CHAPTER-III

TRENDS IN GOVERNMENT REVENUE AND EXPENDITURE

Trends in Government Revenue Receipts and Revenue Expenditure from 1999-00 to 2003-04 (5 years period) is given below.

Revenue Receipts

(Rupees in crore)

Year	Tax Revenue	Non-Tax Revenue	Grants-in-aid and Contributions	Gross Revenue Receipts	GDP at factor cost	Percentage of Gross Revenue Receipts to GDP
1999-00	69.45	38.87	1023.14	1131.46	2547.13	44.42
2000-01	(-) 49.67	39.22	1264.55	1254.10	3679.36	34.08
2001-02	85.61	43.41	1195.51	1324.53	4136.88	32.02
2002-03	108.01	43.94	1194.94	1346.89	4282.00	31.45
2003-04	325.52	60.91	1973.36	2359.79	4838.66	48.77

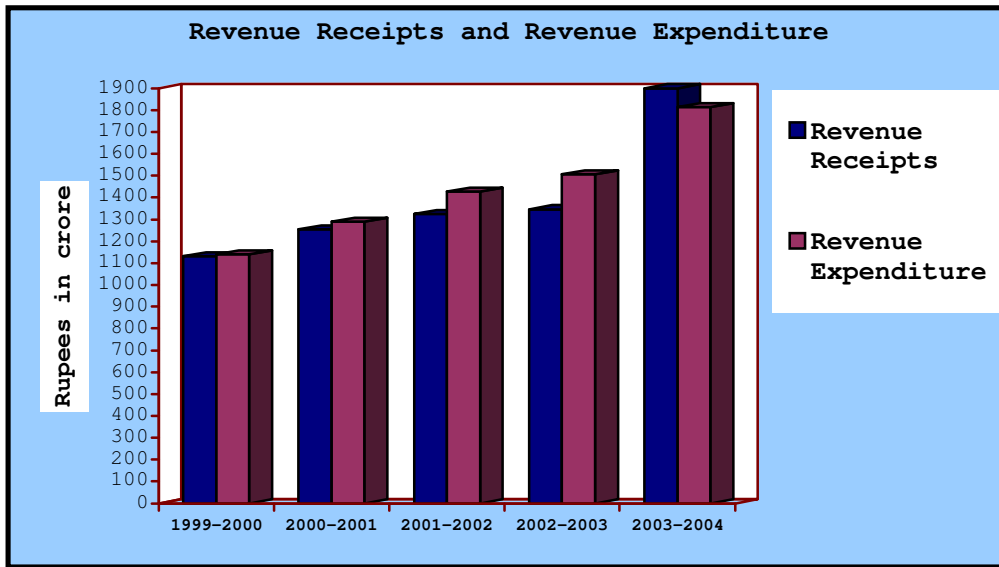
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Revenue Expenditure

(Rupees in crore)

Year	Revenue Expenditure (Actuals)	Total Expenditure (Revenue + Capital)	GDP at factor cost	Percentage increase/decrease over last 5 year.			Percentage of Government Expenditure to GDP
				Revenue Expenditure	Total Expenditure	GDP	
1999-00	1140.80	1320.14	2547.13	11.26	11.51	6.36	51.83
2000-01	1290.23	1514.63	3679.36	11.58	12.84	30.77	41.17
2001-02	1427.11	1665.84	4136.88	9.59	9.08	11.06	40.27
2002-03	1506.27	1846.96	4282.00	5.25	9.81	3.39	43.13
2003-04	1812.99	2209.20	4838.66	16.92	16.40	11.50	45.65

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The overall increase in the Government's total expenditure during 2003-04 compared to 1999-00 (5 years) has been Rs.889.06 crore. Growth in major areas of Revenue Expenditure is shown in the following table:

Areas of expenditure	1999-00	2000-01	2001-02	2002-03	2003-04	Percentage increase in 2004-2004 over last year
Interest Payments and Servicing of Debt	152.28	177.09	200.47	214.58	234.74	9.40
Pension and Miscellaneous General Services	59.28	88.04	112.75	133.97	141.49	5.61
Administrative Services	301.83	326.30	373.60	409.01	455.51	11.37
Education, Sports, Arts and Culture	163.15	181.84	209.66	200.30	246.15	22.89
Health & Family Welfare	70.85	76.44	78.47	80.89	82.80	2.36
Energy	34.12	58.33	59.07	58.11	158.90	173.45
Science & Technology	0.16	0.48	1.82	2.27	3.18	40.09

T--11

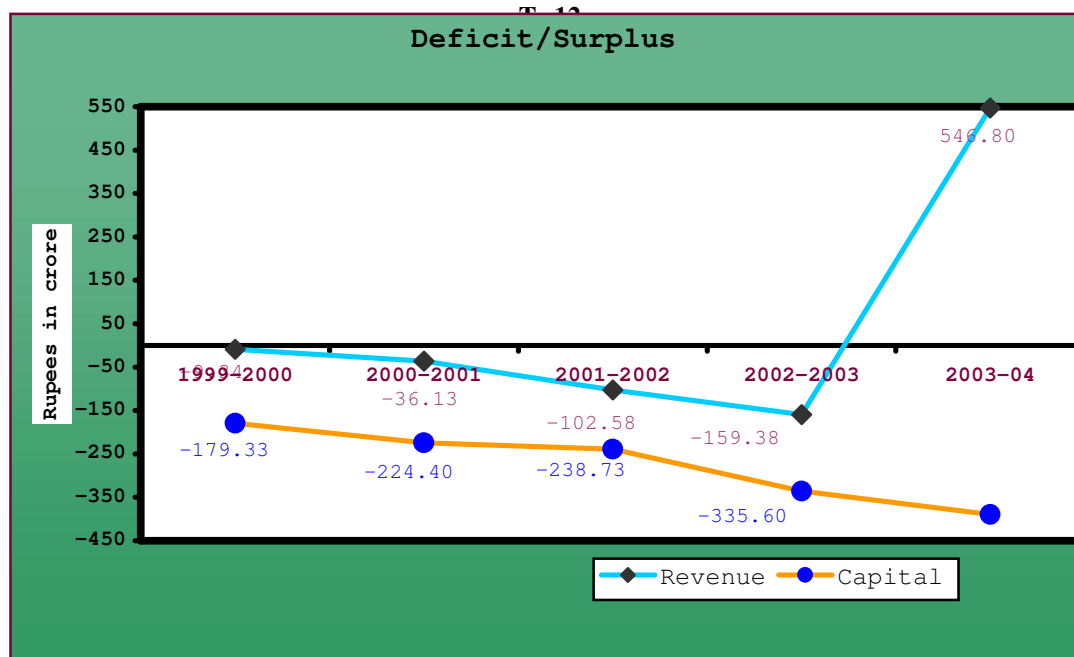
Deficit/Surplus

The Fiscal deficit decreased from Rs.(-)494.98 crore in 2002-2003 to Rs.(+) 157.40 crore in 2003-04.

The total expenditure (Revenue and Capital) for the year is netted against total receipts (Revenue and non-debt Capital receipts) of the year and the surplus/deficit thereof is transferred to a separate ledger called "Government Account". In addition, net effect of Prior Period Adjustments, Miscellaneous Government Accounts, etc. is also transferred to the ledger "Government Account". Thus, the ledger "Government Account" represents the cumulative surplus/deficit of the operations of the Government. The details of the ledger "Government Account" for the past five years are given below.

(Rupees in crore)

Year	Opening balance Cumulative deficit(-)/ surplus(+)	Revenue Heads			Capital Heads			Closing Balance Cumulative deficit(-)/ surplus(+)
		Receipts	Disburse- ments	Deficit(-)/ Surplus(+)	Receipts	Disburse- ments	Deficit(-)/ Surplus(+) **	
1999-00	(-)1406.34	1131.46	1140.80	(-)09.34	-	179.33	(-)179.33	(-)1595.01
2000-01	(-)1595.01	1254.10	1290.23	(-)36.13	-	224.40	(-)224.40	(-)1855.54
2001-02	(-)1855.54	1324.53	1427.11	(-)102.58	-	238.73	(-)238.73	(-)2196.85
2002-03	(-)2196.85	1346.89	1506.27	(-)159.38	7.42	343.02	(-)335.60	(-)2691.83
2003-04	(-)2691.83	2359.79	1812.99	546.80	6.81	396.21	(-)389.40	(-)2534.43



LIABILITIES

Liabilities of the State Government increased by Rs.935.08 crore from Rs.1599.17 crore in 1999-00 to Rs.2534.25 crore during 2003-04 Public Debt, comprising internal debt of the State Government and loans and advances from the Central Government, increased by Rs.813.36 crore, from Rs.715.95 crore in 1999-00 to Rs.1529.31 crore at the end of the current year. Article 293 of the Constitution of India empowers the State Government to borrow on the security of the Consolidated Fund of the State within such limits, if any, as may be from time to time fixed by the State Legislature. Details of the Public Debt and total liabilities of the State Government are as under.

(Rupees in crore)

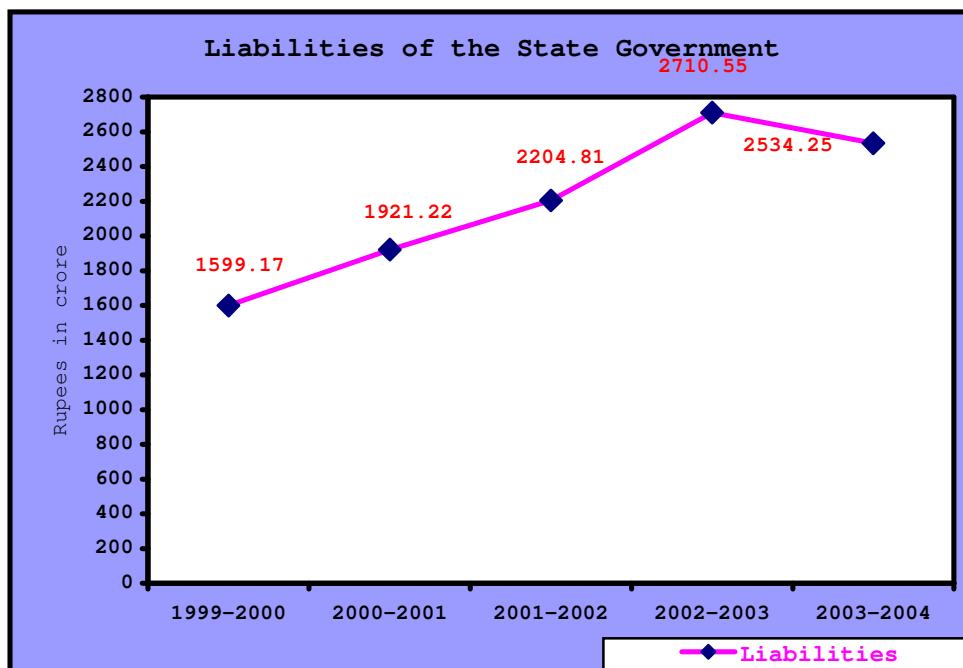
Year	Internal Debt	Loans & Advances from Central Government	Total Public Debt	Small Savings	Provident Funds	Other Obligations	Total Liabilities*	GDP	% of total liability to GDP
1999-00	715.95	430.00	1145.95	...	364.72	88.50	1599.17	2547.13	62.78
2000-01	970.88	459.05	1429.93	...	396.55	94.74	1921.22	3679.36	52.22
2001-02	1214.78	481.15	1695.93	...	428.28	80.60	2204.81	4136.88	53.30
2002-03	1198.31	903.91	2102.22	33.51	413.58	161.24	2710.55	4282.00	63.30
2003-04	1529.31	395.10	1924.41	41.77	427.11	140.96	2534.25	4838.66*	52.38

** Explanatory Note(1) under Statement No:-1 of Finance Accounts.

* SGDP figures has been collected from the Civil Audit Report of the State for the year 2002-03 and 2003-04.

* Small savings, Provident Funds, Non-interest bearing obligations such as deposits of Local Funds, Other earmarked funds, etc

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STATE PROVIDENT FUND

The details of transactions from the State Provident Fund are shown in the following table.

(Rupees in crore)

Year	Opening Balance	Receipts	Payments	Net accretion for the year	Closing Balance	Interest charged on balance of P.F	Incentive Bonus to PF Subscribers
1999-00	330.23	84.12	49.63	34.49	364.72	26.63	0.40
2000-01	364.72	96.57	64.74	31.83	396.55	37.43	0.65
2001-02	396.55	98.62	66.89	31.73	428.28	34.35	...
2002-03	407.76	78.69	72.87	5.82	413.58	24.98	...
2003-04	413.58	91.20	77.67	13.53	427.11	32.71	...

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GUARANTEES

The position of guarantees by the State Government for the payment of loans and capital and payment of interest thereon raised by Statutory Corporations, Government companies, Corporations, Cooperative Societies, etc. is given below.

(Rupees. in crore)

At the end of the year	Amount Guaranteed (Principal only)	Amount outstanding	
		Principal	Interest
1999-00	(a)	7.24	(b)
2000-01	(a)	7.24	(b)
2001-02	(a)	7.24	(b)
2002-03	(a)	7.24	(b)
2003-04	(a)	7.24	(b)

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-a- No information has been furnished by the Government.

-b- Interest amount is included in Rs.7.24 crore. Data on bifurcation as Principal and Interest is not available.

WAYS AND MEANS ADVANCES

The State Government, in order to maintain and sustain its liquidity position, takes Ways and Means Advances from the Reserve Bank of India and thereafter, draws upon overdraft whenever there is shortfall in the agreed minimum cash balance in its account with the Reserve Bank of India. The State Government is required to maintain the minimum cash balance of Rs.25.00 lakh with Reserve Bank of India. The larger the amount, and greater the number of times such ways and means advances are taken or drawals made, the more it reflects over the adverse position of the cash balance of the State Government.

	1999-00	2000-01	2001-02	2002-03	2003-04
i) Number of days on which minimum balance was maintained	302	309	292	283	365
a) Without obtaining any advance	292	173	104	174	359
b) By obtaining Ways and Means Advance	10	136	188	109	6
ii) Number of days on which overdraft was taken	64	56	73	82	...

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GENERAL CASH BALANCES

The closing cash balance according to the Reserve Bank of India was Rs.222.37 crore (debit) against the general cash balance of Rs.341.13 crore (debit) reflected in State Govt. accounts. The difference of Rs.118.76 crore was under reconciliation.

Investments held in the Cash Balance Investment Account* as on 31st March 2004 were Rs.25.28 crore.

Other cash balances and investment on 31st March,2004 was Rs.103.52 crore, comprising cash with departmental officers Rs.90.92 crore, permanent advances with departmental officers NIL and investment of earmarked funds Rs.12.60 crore.

* M.H. 8673. This head is intended for the record of transactions connected with temporary investments of Cash balance. e.g. in short term loans or other Govt. securities.

Cash balance with RBI decreased from Rs.(-)166.97 crore at the beginning of the year 2003-04 to Rs.(-)341.13 crore at its end, the details of sources and applications of funds being as follows:-

(Rupees in crore)

SOURCE			APPLICATION				
Sl No.	Item	Amount	Sl. No.	Item	Amount		
					Non-Plan	Plan	Total
1	Opening Cash Balance	(-)166.97	1	Revenue Expenditure	1449.59	363.40	1812.99
2	State's Share of Union Taxes	256.97	2	Capital Expenditure	10.98	380.15	391.13
3	State's own revenue collections	129.46	3	Loans and Advances repaid	To Central Govt.	To Others	219.14
					111.66	107.48	
4	Central grants/assistance other than loans	1973.36	4	Loans and advances given	5.08		
5	Miscellaneous receipts. F. Loans and Advances	6.81	5	Net effect of adjustment of suspense and remittance balances and increase/decrease of reserve funds	...		
6	Net Receipts from public debt, small savings, deposits and advances (other than Central loans)	3.19	6	Closing cash balance	(-)341.13		
7	Receipts from Central Loans.	(-)397.15					
8	Recoveries from borrowers	438.48					
9	Net contribution from Contingency fund						
10	Net effect of adjustments of suspense and remittance balances and increase/decrease of reserve funds.	(-)156.94					
	TOTAL	2087.21		TOTAL	2087.21		

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CONTINGENCY FUND

Contingency Fund of the State is designed to meet contingencies. No withdrawals were made during last five years. The balance of Rs 0.35 crore under Contingency Fund is being continued from 1978-79 onwards.

