

**Finance Secretary's Memorandum on
Budget Estimates year 2007-2008**

Abstract of budget

(Rs. in Crores)

S.No	Heads	2005-2006 Accounts	2006-2007 Budget Estimates	2006-2007 Revised Estimates	2007-2008 Budget Estimates
I	Revenue Receipts (A+B)	8838.49	10797.18	11926.28	13466.97
A.	State's own revenue(1+2)	5281.56	6265.65	6751.35	7771.89
1	Tax Revenue	4052.03	4796.25	5331.53	6027.92
2	Non -Tax Revenue	1229.53	1469.40	1419.82	1743.97
B.	Receipts from Center (3+4)	3556.93	4531.53	5174.93	5695.08
3	Central Share of Taxes	2507.70	2701.42	3014.50	3315.46
4	Grant from Centre	1049.23	1830.11	2160.43	2379.62
II	Capital Receipts (5+6+7)	-39.84	1426.58	1466.86	1995.82
5	Recovery from loan and advances	17.92	73.87	292.80	475.84
6	Net Public Debt	790.80	1061.53	1081.85	1342.00
7	Net Public Account	-848.56	291.18	92.21	177.98
III	Total Receipts (I+II)	8798.65	12223.76	13393.14	15462.79
IV	Non Plan Expenditure(8+10+11)	5478.14	6739.81	7000.25	7669.04
8	Revenue Expenditure(including interest payment)	5448.75	6711.61	6954.44	7623.19
9	Interest Payment	934.90	1148.23	1066.33	1198.63
10	Capital Expenditure	3.78	3.80	31.41	31.5
11	Loans and Advances	25.61	24.40	14.40	14.35
V	Plan Expenditure(12+13+14)	3813.38	5569.99	6646.41	7840.62
12	Revenue Expenditure	2008.39	2885.66	3293.54	4042.43
13	Capital Expenditure	1493.12	2627.70	2517.90	3527.4
14	Loans and Advances	311.87	56.63	834.97	270.79
VI	Total Expenditure (IV+V)	9291.52	12309.80	13646.66	15509.66
VII	Revenue Expenditure (8+12)	7457.14	9597.27	10247.98	11665.62
VIII	Capital Expenditure (10+13)	1496.90	2631.50	2549.31	3558.90
IX	Loans and Advances (11+14)	337.48	81.03	849.37	285.14
X	Revenue Deficit (I-VII)	1381.35	1199.91	1678.30	1801.35
XI	Gross Fiscal Deficit (I+5-VI)	-435.11	-1438.75	-1427.58	-1566.85
XII	Primary Deficit (I+5)-(VI-9)	499.79	-290.52	-361.25	-368.22

2- Summary of General Position

Description		2005-2006	2006-2007	2006-2007	2007-2008
		Accounts	Budget	Revised	Budget
			Estimates	Estimates	Estimates
A.	Opening balance	7.69	-137.18	-485.18	-738.70
B.	Consolidated Fund				
1	Revenue Receipts				
i	Tax Revenue	6559.73	7497.67	8346.03	9343.38
ii	Non-Tax Revenue	1229.53	1469.40	1419.82	1743.97
iii	Grant from Center	1049.23	1830.11	2160.43	2379.62
	Total-1	8838.49	10797.18	11926.28	13466.97
2	Revenue Expenditure				
i	Plan Expenditure	2008.39	2885.66	3293.54	4042.43
ii	Non-Plan Expenditure	5448.75	6711.61	6954.44	7623.19
	Total-2	7457.14	9597.27	10247.98	11665.62
	Revenue Surplus/Deficit(1-2)	1381.35	1199.91	1678.30	1801.35
3	Capital Expenditure				
i	Plan Expenditure	1493.12	2627.70	2517.90	3527.4
ii	Non-Plan Expenditure	3.78	3.80	31.41	31.5
	Total-3	1496.90	2631.50	2549.31	3558.90
4	Public Debt				
i	Receipts	1234.35	1549.10	1277.46	1964.03
ii	Disbursement	443.55	487.57	195.61	622.03
	Total-4(Net)	790.80	1061.53	1081.85	1342.00
5	Loans and Advances				
i	Receipts	17.92	73.87	292.80	475.84
ii	Disbursement				
a.	Plan	311.87	56.63	834.97	270.79
b	Non-Plan	25.61	24.40	14.40	14.35
	Total (a+b)	337.48	81.03	849.37	285.14
	Total-5(Net)	-319.56	-7.16	-556.57	190.70
	Appropriation to contingency fund	0.00	0.00	0.00	0.00
	Net Consolidated Fund	355.69	-377.22	-345.73	-224.85
C.	Public Account				
i	Receipts	36141.99	19099.55	18364.87	18580.13
ii	Disbursement	36990.55	18808.37	18272.66	18402.15
	Total-C (Net)	-848.56	291.18	92.21	177.98
	Net Transaction of the Year	-492.87	-86.04	-253.52	-46.87
D	Closing Balance	-485.18	-223.22	-738.70	-785.57

3 Revenue Receipts

Description	2005-2006	2006-2007	2006-2007	2007-2008
	Accounts	Budget Estimates	Revised Estimates	Budget Estimates
A. State's own revenue				
i Tax Revenue	4052.03	4796.25	5331.53	6027.92
ii Non- Tax Revenue	1229.53	1469.40	1419.82	1743.97
Total-A	5281.56	6265.65	6751.35	7771.89
B. Receipts from the Center				
i Share of Central Taxes	2507.70	2701.42	3014.50	3315.46
ii Grant from Center	1049.23	1830.11	2160.43	2379.62
a. Non Plan grant	71.15	425.22	495.98	418.20
b. State Plan Grant	414.91	736.94	1031.56	1217.86
c. Grant for Central Sector Schemes	239.02	290.95	284.16	275.57
d. Grant for Centrally Sponsored Schemes	324.15	377.00	348.73	467.99
Total-B	3556.93	4531.53	5174.93	5695.08
Total A+B	8838.49	10797.18	11926.28	13466.97

4 Revenue Expenditure

Description	2005-2006	2006-2007	2006-2007	2007-2008
	Accounts	Budget Estimates	Revised Estimates	Budget Estimates
i Plan Expenditure	2008.39	2885.66	3293.54	4042.43
ii Non-Plan Expenditure	5448.75	6711.61	6954.44	7623.19
Total	7457.14	9597.27	10247.98	11665.62

5 Capital Expenditure

Description	2005-2006	2006-2007	2006-2007	2007-2008
	Accounts	Budget Estimates	Revised Estimates	Budget Estimates
i Plan Expenditure	1493.12	2627.70	2517.90	3527.40
ii Non-Plan Expenditure	3.78	3.80	31.41	31.50
Total	1496.90	2631.50	2549.31	3558.90

6 Important Heads of Expenditure

Description	2006-2007	2006-2007	2007-2008
	Budget Estimates	Revised Estimates	Budget Estimates
1 Subsidy	247.67	415.56	417.42
2 Grant -in-Aid	2673.96	3612.61	3600.29
3 Salary and Allowances	2829.09	2585.84	3397.42
4 Interest Payment	1148.23	1066.34	1198.63
5 Construction work	1294.03	1169.33	1608.14
6 Minor construction works	411.14	595.67	747.04
7 Pension	676.69	708.14	760.20
8 Major construction works	593.01	550.89	759.07
9 Wages	213.84	219.72	238.61
10 Loans and Advances	81.21	849.97	289.29
11 Maintenance work	411.14	462.90	472.51
12 Machinery and equipment	102.15	141.15	160.82
13 Investment	32.02	54.05	259.72
14 Office expenditure	220.84	238.89	252.34
15 Stipend, Scholarship & Other	146.13	168.61	155.87
16 Materials and supplies	507.76	479.20	554.73
17 Others	1596.63	1258.46	1601.44

7 Public Debt

Receipts

Description	2005-2006	2006-2007	2006-2007	2007-2008
	Accounts	Budget Estimates	Revised Estimates	Budget Estimates
A Internal Debt of the State Government				
- Market Borrowing	0.00	100.00	0.00	250.00
- Loan from NABARD	182.32	210.00	184.00	350.00
- Loan from NCDC	1.88	13.00	5.00	5.00
- Ways and Means from RBI	0.00	180.00	0.00	180.00
- Loan from NSSF	993.87	900.00	900.00	900.00
Total (A)	1178.07	1403.00	1089.00	1685.00
B Loans and Advances from Central Government				
- Non Plan Loans	0.00	2.10	3.10	3.10
- State Plan Loans	50.73	140.00	177.06	266.82

-	Loans for Central Sponsored	5.55	4.00	8.30	9.11
	Total (B)	56.28	146.10	188.46	279.03
	Total (A+B)	1234.35	1549.10	1277.46	1964.03

Disbursement

A Internal Debt of the State Government				
Description	2005-2006 Accounts	2006-2007 Budget Estimates	2006-2007 Revised Estimates	2007-2008 Budget Estimates
- Market Borrowing	85.38	95.36	95.75	158.61
- Loan from LIC	0.00	6.46	0.00	6.46
- Loan from GIC	0.00	4.40	0.00	4.39
- Loan from NABARD	167.20	28.25	25.87	62.72
- Loan from NCDC	12.40	7.06	7.79	8.49
- Loan from REC	0.63	0.13	0.00	0.00
- Loan from compensation and other bonds	0.00	24.17	24.17	48.32
- Loan from NSSF	13.22	28.93	28.93	44.75
Ways and Means from RBI	0.00	180.00	0.00	180.00
Total (A)	278.83	374.76	182.51	513.74
B Loans and Advances from Central Government				
- Non Plan Loans	30.95	2.18	0.99	0.99
- State Plan Loans	96.31	106.73	11.42	106.43
- Loans for Central Sector Schemes	11.92	1.00	0.00	0.00
- Loans for Central Sponsored	25.54	2.90	0.69	0.87
- Pre 1984-85 loans	0.00	0.00	0.00	0.00
Total (B)	164.72	112.81	13.10	108.29
Total (A+B)	443.55	487.57	195.61	622.03
Net	790.80	1061.53	1081.85	1342.00
8 Loans and Advances given by State Government				
Description	2005-2006 Accounts	2006-2007 Budget Estimates	2006-2007 Revised Estimates	2007-2008 Budget Estimates
- Receipts	17.92	73.87	292.80	475.84
- Disbursement				
i Plan	311.87	56.63	834.97	270.79
ii Non Plan	25.61	24.40	14.40	14.35
Total (i+ii)	337.48	81.03	849.37	285.14

9 Public Account

Description	2005-2006 Accounts	2006-2007 Budget Estimates	2006-2007 Revised Estimates	2007-2008 Budget Estimates
Net Receipts	-848.56	291.18	92.21	177.98

10 Closing Balance

Description	2005-2006 Accounts	2006-2007 Budget Estimates	2006-2007 Revised Estimates	2007-2008 Budget Estimates
Closing Balance	-485.18	-223.22	-738.70	-785.57

11 Sector wise description of transactions in 2006-07-

Description	Receipts	Payment	Total
Revenue	13466.97	11665.62	1801.35
Capital	0.00	3558.90	-3558.90
Public Debt	1964.03	622.03	1342.00
Loans and Advances	475.84	285.14	190.70
Public Account	18580.13	18402.15	177.98
Total Transaction of the year	34486.97	34533.84	-46.87
Opening Balance			-738.70
Closing Balance			-785.57

12 Comparative Figures of Special Importance

Description		2006-2007 Budget Estimates	2006-2007 Revised Estimates	2007-2008 Budget Estimates
1	State Plan-General	2611.89	3796.12	3655.14
2	Tribal Sub Plan	1888.67	1747.09	2535.12
3	Special Component Plan	290.83	356.45	804.8
4	Additive Funds for Tribal Sub Plan	71.35	86.25	90.55
5	Additive Funds for Special Component Plan	11.77	10.20	9.11
6	Total State Plan Schemes	4874.51	5996.11	7094.72
7	Schemes Funded by Reserve Funds	121.55	442.33	76.00
8	Total State Plan	4996.06	6438.44	7170.72
9	Central Sector Schemes	377.00	348.72	467.99
10	Centrally Sponsored Schemes	290.95	284.16	275.57
11	Corporation Sponsored Schemes	27.53	17.41	2.34
12	Total Plan	5691.54	7088.73	7916.62

13 Resources for State Plan

Description		2006-2007 Budget Estimates	2006-2007 Revised Estimates	2007-2008 Budget Estimates
A	State's Own Resources			
1	Balance from Current Revenue	2727.24	3247.19	3834.18
2	Market Borrowing(net)	4.64	0.00	250.00
3	Loan from NABARD	210.00	184.00	350.00
4	Loan from NSSF	900.00	900.00	900.00
5	Miscellaneous Capital Receipts	-81.55	142.05	204.93
6	Grant under Twelfth Finance Commission	94.50	94.50	94.50
7	Net Providend Fund	56.70	60.74	24.07
	Total-A	3911.53	4628.48	5657.68
B	Central Assistance			
1	To State Government	876.94	1114.11	1390.17
	Total-B	876.94	1114.11	1390.17
	Total(A+B)	4788.47	5742.59	7047.85
	State Plan Expenditure	4874.51	5996.11	7094.72
	Deficit/excess in resources	-86.04	-253.52	-46.87
	Opening Balance	-137.18	-485.18	-738.70
	Closing Balance	-223.22	-738.70	-785.57

14 New Items in 2007-08

S.No	Item	Plan	Non plan	Total
1	Revenue	415.48	138.19	553.67
2	Capital	612.75	2.30	615.05
3	Loans and Advances	180.00	157.02	337.02
	Total	1208.23	297.51	1505.74

15 Debt Position- The provisional outstanding debt of the State as on January,2007,as per the provision of section -44 of the State Reorganisation Act, 2000 , is as under :-

S.No	Item	Amount
A.	Public Debt	
1	Internal Debt of State Government	
(I)	Market Borrowing	2600.76
(II)	Loan from LIC	21.12
(III)	Loan from NABARD	556.78
(IV)	Loan from GIC	10.89
(V)	Compensation and other bonds	459.06
(VI)	Loan from NCDC	35.64
(VII)	Loan from NSSF	4641.42
	Total(1)	8325.67
2	Loan from Centre	2203.07
	Total(A)	10528.74
B	Loans from small saving,provident funds,etc.(March,2006)	1563.24
	Total(A+B)	12091.98

16 Guarantees- (A) The provisional outstanding guarantees of the State as on January, 2007 according to section -52 (a) and (b) of the State Reorganisation Act,2000 is as under:-

S.No	Item	Amount
1	In favour of municipal corporations and development authorities	11.34
2	In favour of M.P. Police Housing Corporation	2.00
3	In favour of M.P. Finance Corporation	51.05
4	In favour of CSEB	328.03
5	In favour of Chhattisgarh Housing Board	0.86
6	In favour of M.P. Dugdh Sangh	3.73
Total		397.01

(B) Guarantees given to different institutions, after the formation of the State, (outstanding as on January,2007) are as under:-

S.No	Item	Amount
1	Bhoramdev Sugar Factory	12.65
2	Chhattisgarh State Cooperative Agriculture and Rural Development Bank	99.62
3	Chhattisgarh State Cooperative Bank	70.40
4	In favour of municipal corporations and development authorities	15.10
5	Chhattisgarh State Cooperative Schedule Cast and Finance Development Cooperation	8.66
6	Chhattisgarh State Antyavyasai Cooperative Finance and Development Cooperation	23.25
7	Chhattisgarh State Nisaktjan Vitta Vikas Nigam	1.81
8	Chhattisgarh State Electricity Board	429.30
9	Chhattisgarh State Marketting Federation	360.00
Total(B)		1020.79
Total (A+B)		1417.80

- 17 **Securities**-According to section -42 of the State Reorganisation Act, 2000 Accountant General has apportioned provisionally those securities,which are invested out of the consolidated fund according to the proviso (1) of section 42 . As per this apportionment the State Government has following securities:-

S.No	Item	Amount
1	Calamity Relief Fund investment account	0.64
2	Revenue Reserve Fund investment account	1.07
3	Agriculture Development Fund investment account	0.03
4	Other Fund investment account	0.01
5	Cash Balance investment account	1.20
Total(A)		2.95
Consolidated Sinking Fund		
Total(B)		496.94
Total (A+B)		499.89

- 18 On the basis of recommendations of Twelfth Finance Commission, the State has enacted The Chhattisgarh Fiscal Responsibility and Budget Management Act,2005 .As per the provisions of the Act the Financial position of the State is as under:-
- 1 Fiscal Deficit is estimated at 2.68% of GSDP.
 - 2 Revenue surplus is estimated at 3.08% of GSDP
 - 3 The total liabilities are 25.66% of GSDP
 - 4 The other contingent liabilities are 2.42% of GSDP
- 19 In Budget Estimates 2007-08, mainly State plan has been increased by 11.37% and Capital Expenditure increased by 40.09%.There has been 9.62% growth in Non-Plan revenue expenditure,it is 32% in salary, 7.3% in pension and 12.4% in interest payment. There is 6.6% growth in social sector , 19% in economic sector and 22% in general sector .
- 20 For detail provisions of Plan necessary Annexures are attached.

Raipur
Dated- 27 February, 2007

(D.S.Misra)
Principal Secretary
Government of Chhattisgarh
Finance Department

Annexure-A
Ways and Means Estimates 2007-08

Description	2005-2006	2006-2007	2006-2007	2007-2008
	Accounts	Budget	Revised	Budget
		Estimates	Estimates	Estimates
Opening Balance	7.69	-137.18	-485.18	-738.70
Transaction of the year				
Revenue surplus/Deficit	1381.35	1199.91	1678.30	1801.35
Capital Expenditure	1496.90	2631.50	2549.31	3558.90
Public Debt(net)	790.80	1061.53	1081.85	1342.00
Loans and Advances (net)	17.92	73.87	292.80	475.84
Investment in Contingency Fund	0.00	0.00	0.00	0.00
Public Account (net)				
Providend Fund,etc	-19.27	61.30	60.74	24.07
Reserve Fund	138.56	123.06	-260.60	123.07
Deposit and Advances	115.22	92.32	250.19	29.60
Suspense and Miscellaneous	-1067.69	-0.48	26.09	6.09
Remittance	-15.38	14.98	15.79	-4.85
Total Public Account (net)	-848.56	291.18	92.21	177.98
Net Transaction of the year	-492.87	-86.04	-253.52	-46.87
Closing Balance	-485.18	-223.22	-738.70	-785.57