

सत्यमेव जयते

FINANCE ACCOUNTS

2017-18

VOLUME-I



लोकहितार्थं सत्यनिष्ठा
Dedicated to Truth in Public Interest

GOVERNMENT OF MEGHALAYA

FINANCE ACCOUNTS 2017-18

VOLUME - I

GOVERNMENT OF MEGHALAYA

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Certificate of the Comptroller and Auditor General of India

This compilation containing the Finance Accounts of the Government of Meghalaya for the year ending 31 March 2018 presents the financial position along with accounts of the receipts and disbursements of the Government for the year. These accounts are presented in two volumes, Volume-I contains the consolidated position of the state of finances, and Volume-II depicts the accounts in detail. The Appropriation Accounts of the Government for the year for Grants and Charged Appropriations are presented in a separate compilation.

The Finance Accounts have been prepared under my supervision in accordance with the requirements of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971 and have been compiled from the vouchers, challans and initial and subsidiary accounts rendered by the treasuries, offices and departments responsible for the keeping of such accounts functioning under the control of the Government of Meghalaya and the statements received from the Reserve Bank of India. Statements (Nos. 8, 9, 19 and 20), explanatory notes (Statement Nos. 14 and 15) and appendices (IV, V, IX and X) in this compilation have been prepared directly from the information received from the Government of Meghalaya/Corporations/Companies/Societies who are responsible to ensure the correctness of such information.

The treasuries, offices and/or departments functioning under the control of the Government of Meghalaya are primarily responsible for preparation and correctness of the initial and subsidiary accounts as well as ensuring the regularity of transactions in accordance with the applicable laws, standards, rules and regulations relating to such accounts and transactions. I am responsible for preparation and submission of Annual Accounts to the State Legislature. My responsibility for the preparation of accounts is discharged through the office of the Principal Accountant General (A&E) Meghalaya. The audit of these accounts is independently conducted through the office of the Principal Accountant General (Audit), Meghalaya in accordance with the requirements of Articles 149 and 151 of the Constitution of India and the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971, for expressing an opinion on these

Accounts based on the results of such audit. These offices are independent organizations with distinct cadres, separate reporting lines and management structure.

The audit was conducted in accordance with the Auditing Standards generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance that the accounts are free from material misstatement. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements.

On the basis of the information and explanations that my officers required and have obtained, and according to the best of my information as a result of test audit of the accounts and on consideration of explanations given, I certify that, to the best of my knowledge and belief, the Finance Accounts read with the explanatory 'Notes to Accounts' give a true and fair view of the financial position, and the receipts and disbursements of the Government of Meghalaya for the year 2017-18.

Points of interest arising from study of these accounts as well as test audit conducted during the year or earlier years are contained in my Reports on the Government of Meghalaya being presented separately for the year ended 31 March 2018.



Date : 30 January 2019
Place: New Delhi

(RAJIV MEHRISHI)
Comptroller and Auditor General of India

Guide to the Finance Accounts

A. Broad overview of the structure of Government accounts

1. The Finance Accounts of the State of Meghalaya 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 Debt and the liabilities and assets of the State Government as worked out from the balances recorded in the accounts.

2. The Accounts of the Government are kept in three parts:

Part I: Consolidated Fund: This Fund comprises all revenues received by the State Government, all loans raised by the State Government (market loans, bonds, loans from the Central Government, loans from Financial Institutions, Special Securities issued to National Small Savings Fund, etc.), Ways and Means advances extended by the Reserve Bank of India and all moneys received by the State Government in repayment of loans. No moneys can be appropriated from this Fund except in accordance with law and for the purposes and in the manner provided by the Constitution of India. Certain categories of expenditure (e.g., salaries of Constitutional authorities, loan repayments etc.), constitute a charge on the Consolidated Fund of the State (Charged expenditure) and are not subject to vote by the Legislature. All other expenditure (Voted expenditure) is voted by the Legislature.

The Consolidated Fund comprises two sections: Revenue and Capital (including Public Debt Loans and Advances). These are further categorised under 'Receipts' and 'Expenditure'. The Revenue Receipts section is divided into three sectors, viz., 'Tax Revenue', 'Non Tax Revenue' and 'Grants in Aid and Contributions'. These three sectors are further divided into sub-sectors like 'Taxes on Income and Expenditure', 'Fiscal Services', etc. The Capital Receipts section does not contain any sectors or sub-sectors. The Revenue Expenditure section is divided into four sectors, viz., 'General Services', 'Social Services', 'Economic Services' and 'Grants in Aid and Contributions'. These sectors in the Revenue Expenditure section are further divided into sub-sectors like, 'Organs of State', 'Education, Sports, Art and Culture' etc. The Capital Expenditure section is sub-divided into seven sectors, viz., 'General Services', 'Social Services', 'Economic Services', 'Public Debt', 'Loans and Advances', 'Inter-State Settlement' and 'Transfer to Contingency Fund'.

Part II: Contingency Fund: This Fund is in the nature of an imprest which is established by the State Legislature by law, and is placed at the disposal of the Governor to enable advances to be made for meeting unforeseen expenditure pending authorisation of such expenditure by the State Legislature. The fund is recouped by debiting the expenditure to the concerned functional major head relating to the Consolidated Fund of the State. The Contingency Fund of the Government of Meghalaya for 2017-18 is ₹ 3,05.00 crore.

Part III: Public Account: All other public moneys received by or on behalf of the Government, where the Government acts as a banker or trustee, are credited to the Public Account. The Public Account includes repayables like Small Savings and Provident Funds, Deposits (bearing interest and not bearing interest), Advances, Reserve Funds (bearing interest and not bearing interest), Remittances and Suspense heads (both of which are transitory heads, pending final booking). The net cash balance available with the Government is also included under the Public Account. The Public Account comprises six sectors, viz., 'Small Savings, Provident Funds etc.', 'Reserve Funds', 'Deposit and Advances', 'Suspense and

Miscellaneous', 'Remittances', and 'Cash Balance'. These sectors are further sub-divided into sub-sectors. The Public Account is not subject to the vote of the Legislature.

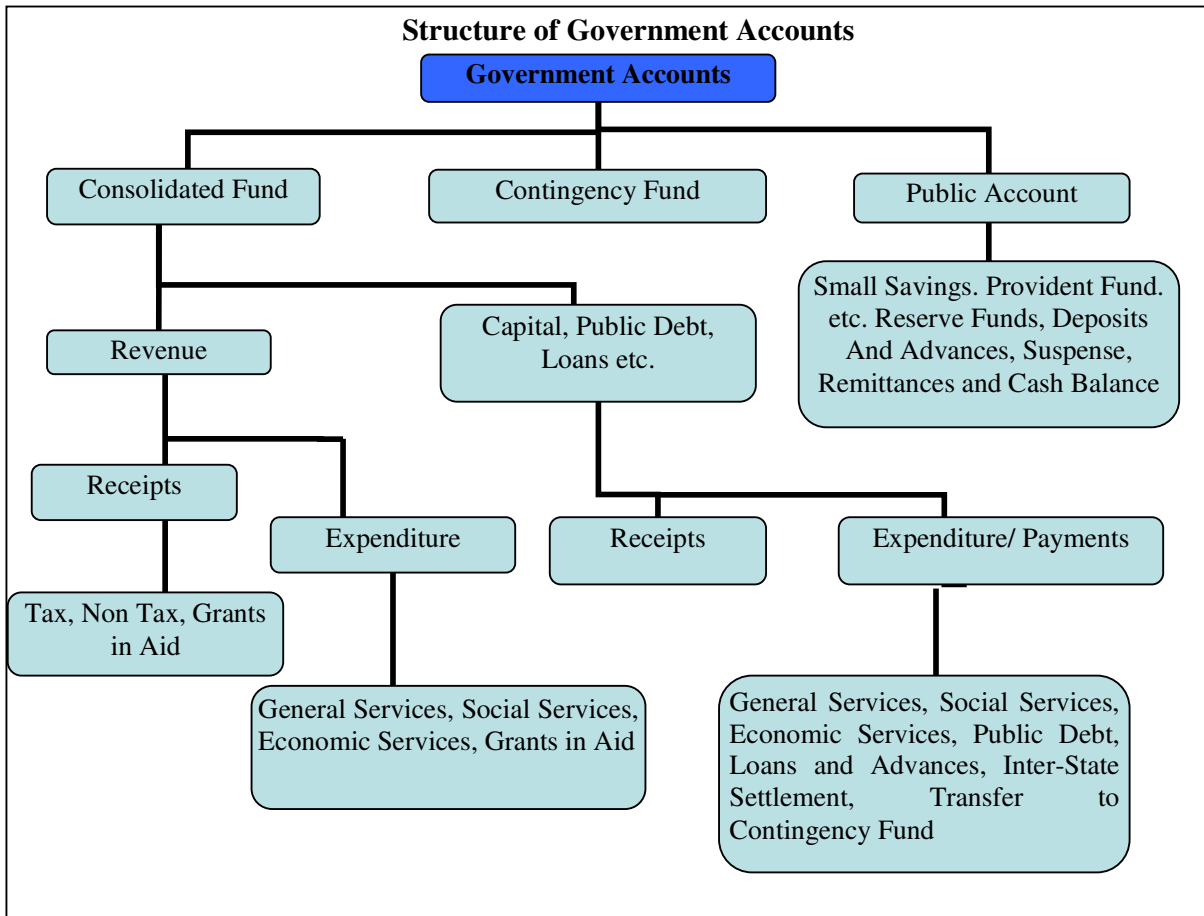
3. Government accounts are presented under a six tier classification, viz., Major Heads (four digits), Sub-Major Heads (two digits), Minor Heads (three digits), Sub-Heads (two characters), Detailed Heads (two to three digits), and Object Heads (two or three digits). Major Heads represent functions of Government, Sub-Major Heads represent sub-functions, Minor Heads represent programmes / activities, Sub-Heads represent schemes, Detailed Heads represent sub-schemes, and Object Heads represent purpose/ object of expenditure.

4. The main unit of classification in accounts is the Major Head which contains the following coding pattern (according to the List of Major and Minor Heads corrected upto March 2018).

0005 to 1606	Revenue Receipts
2011 to 3606	Revenue Expenditure
4000	Capital Receipts
4046 to 7810	Capital Expenditure (including Public Debt, Loans and Advances)
7999	Appropriation to the Contingency Fund
8000	Contingency Fund
8001 to 8999	Public Account

5. The Finance Accounts, generally (with some exceptions), depict transactions upto the Minor Head. The figures in the Finance Accounts are depicted at net level, i.e., after accounting for recoveries as reduction of expenditure. This treatment is different from the depiction in the Demands for Grants presented to the Legislature and in the Appropriation Accounts, where, expenditure is depicted at the gross level.

6. A pictorial representation of the structure of accounts is given below:



B. What the Finance Accounts contain

The Finance Accounts are presented in two volumes.

Volume-I contains the Certificate of the Comptroller and Auditor General of India, the Guide to the Finance Accounts, 13 statements which give summarised information on the financial position and transactions of the State Government for the current financial year, Notes to Accounts and annexure to the Notes to Accounts. Details of the **13** statements in **Volume-I** are given below:

- 1. Statement of Financial Position:** This statement depicts the cumulative figures of assets and liabilities of the State Government, as they stand at the end of the year, and as compared to the position at the end of the previous year.
- 2. Statement of Receipts and Disbursements:** This statement depicts all receipts and disbursements of the State Government during the year in all the three parts in which Government accounts are kept, viz., the Consolidated Fund, Contingency Fund and Public Account. In addition, it contains an annexure, showing alternative depiction of Cash Balances (including investments) of the Government. The Annexure also depicts the Ways and Means position of the Government in detail.
- 3. Statement of Receipts (Consolidated Fund):** This statement comprises revenue and capital receipts 'and borrowings and repayments of the loan given by the State Government'. This statement corresponds to detailed statements 14, 17 and 18 in Volume II of the Finance Accounts.
- 4. Statement of Expenditure (Consolidated Fund):** In departure from the general depiction of the Finance Accounts up to the Minor Head level, this statement gives details of expenditure by nature of activity (objects of expenditure) also. This statement corresponds to detailed statements 15, 16, 17 and 18 in Volume II.
- 5. Statement of Progressive Capital Expenditure.** This statement corresponds to the detailed statement 16 in Volume II.
- 6. Statement of Borrowings and Other Liabilities:** Borrowings of the Government comprise market loans raised by it (Internal Debt) and Loans and Advances received from the Government of India. 'Other Liabilities' comprise 'Small Savings, Provident Funds etc.', 'Reserve Funds' and 'Deposits'. The statement also contains a note on service of debt, and corresponds to the detailed Statement 17 in Volume II.
- 7. Statement of Loans and Advances given by the Government:** This statement depicts all loans and advances given by the State Government to various categories of loanees like Statutory Corporations, Government Companies, Autonomous and Other Bodies/ Authorities and recipient individuals (including

Government servants). This statement corresponds to the detailed statement 18 in Volume II

- 8. Statement of Investments of the Government:** This statement depicts investments of the State Government in the equity capital of Statutory Corporations, Government Companies, other Joint Stock Companies, Cooperative institutions and Local Bodies. This statement corresponds to the detailed statement 19 in Volume II.
- 9. Statement of Guarantees given by the Government:** This statement summarises the guarantees given by the State Government on repayment of principal and interest on loans raised by Statutory Corporations, Government Companies, Local Bodies and Other institutions. This statement corresponds to the detailed statement 20 in Part II.
- 10. Statement of Grants in Aid given by the Government:** This statement depicts all Grants in Aid given by the State Government to various categories of grantees like Statutory Corporations, Government Companies, Autonomous and Other Bodies/ Authorities and individuals. Appendix III provides details of the recipient institutions.
- 11. Statement of Voted and Charged Expenditure:** This statement assists in the agreement of the net figures appearing in the Finance Accounts with the gross figures appearing in the Appropriation Accounts.
- 12. Statement on Sources and Application of Funds for Expenditure other than on Revenue Account:** This statement is based on the principle that revenue expenditure is expected to be defrayed from revenue receipts, while capital expenditure of the year is met from revenue surplus, net credit balances in the public account, cash balance at the beginning of the year, and borrowings.
- 13. Summary of balances under Consolidated Fund, Contingency Fund and Public Account:** This statement assists in proving the accuracy of the accounts. The statement corresponds to the detailed statements 14, 15, 16, 17, 18 and 21 in Volume II

Volume II of the Finance Accounts contains two parts-nine detailed statements in Part I and thirteen Appendices in Part II.

Part I of Volume II

- 14. Detailed Statement of Revenue and Capital Receipts by Minor Heads:** This statement corresponds to the summary statement 3 in Volume I of the Finance Accounts.
- 15. Detailed Statement of Revenue Expenditure by Minor Heads:** This statement, which corresponds to the summary statement 4 in Volume I, depicts the revenue expenditure of the State Government under State Fund Expenditure

and Central Assistance (including Centrally Sponsored Schemes and Central Sector Schemes) . Charged and Voted expenditures are exhibited distinctly.

16. Detailed Statement of Capital Expenditure by Minor Heads and Subheads:

This statement, which corresponds to the summary statement 5 in Volume-I, depicts the capital expenditure (during the year and cumulatively) of the State Government under State Fund Expenditure and Central Assistance (including Centrally Sponsored Schemes and Central Sector Schemes). Charged and Voted expenditure are exhibited distinctly. In addition to representing details of capital expenditure at Minor Head level, in respect of significant schemes, this statement depicts details at Subhead levels also.

17. Detailed Statement of Borrowings and Other Liabilities: This statement, which corresponds to the summary statement 6 in Volume I, contains details of all loans raised by the State Government (market loans, bonds, loans from the Central Government, loans from Financial Institutions, Special Securities issued to National Small Savings Fund, etc.), and Ways and Means advances extended by the Reserve Bank of India. This statement presents the information on loans under three categories: (a) details of individual loans; (b) maturity profile, i.e., amounts payable in respect of each category of loans in different years; and (c) interest rate profile of outstanding loans and annexure depicting Market Loans.

18. Detailed Statement on Loans and Advances given by the Government: This statement corresponds to the summary statement 7 in Volume I.

19. Detailed Statement of Investments: This statement depicts details of investments entity wise and Major and Minor Head wise details of discrepancies, if any, between Statements 16 and 19. This statement corresponds to Statement 8 in Volume I.

20. Detailed Statement of Guarantees given by the Government: This statement depicts entity wise details of government guarantees. This statement corresponds to Statement 9 in Volume I.

21. Detailed Statement on Contingency Fund and Other Public Account transactions: This statement depicts at Minor Head level the details of unrecouped amounts under Contingency Fund, consolidated position of Public Accounts transactions during the year, and outstanding balances at the end of the year.

22. Detailed Statement on Earmarked Balances: This statement depicts details of investments from the Reserve Funds and Deposits (Public Account).

Part II of Volume II

Part II contains thirteen appendices on various items including salaries, subsidies, grants-in-aid, externally aided projects, scheme wise expenditure in respect of major Central schemes and State Fund schemes, etc. These details are presented in the accounts at Sub head level or below (i.e. below Minor Head levels) and so are not generally depicted in the Finance accounts. A detailed list of appendices appears at the 'Table of Contents' in Volume I or II.

The statements read with the appendices give a complete picture of the state of finances of the State Government.

C. Ready Reckoner

The section below links the summary statements appearing in Volume I with the detailed statements and appendices in Volume II. (Appendices which do not have a direct link with the Summary Statements are not shown below).

Parameter	Summary Statements (Volume I)	Detailed Statements (Volume II)	Appendices
Revenue Receipts (including Grants received, Capital Receipts)	2, 3	14	
Revenue Expenditure	2, 4	15	I (Salary), II (Subsidy)
Grants-in-Aid given by the Government	2,10	---	III (Grants in aid)
Capital expenditure	1, 2, 4,5,12	16	I (Salary)
Loans and Advances given by the Government	1, 2, 7	18	
Debt Position/Borrowings	1, 2, 6	17	
Investments of the Government in Companies, Corporations etc	8	19	
Cash	1, 2,12,13		
Balances in Public Account and investments thereof	1, 2,12,13	21, 22	
Guarantees	9	20	
Schemes			IV (Externally Aided Projects), V (Expenditure on Schemes)

D. Periodical adjustments and Book adjustments:

Certain transactions that appear in the accounts do not involve actual movement of cash at the time of booking. Some of these transactions take place at the level of the account rendering units (e.g. treasuries, divisions etc.) themselves. For instance, transactions involving adjustment of all deductions (GPF, recoveries of advances given etc.) from salaries are recorded by debiting functional major heads (pertaining to the concerned department) by book adjustment to revenue receipt/loans/Public Account. Similarly 'nil' bills where moneys transferred between the Consolidated Fund and Public Account represent non-cash transactions occurring at the level of the accounts rendering units.

In addition to the above, the Principal Accountant General (A&E) carries out periodical adjustments and book adjustments of the following nature in the accounts of the State Government, details of which appear in Annexure to Notes to Accounts (Volume I) and footnotes to the relevant statements.

Examples of periodical adjustments and book adjustments are given below:

- (1) Creation of funds/ adjustment of contribution to Funds in Public Account by debit to Consolidated Fund e.g., State Disaster Response Fund, Central Road Fund, Reserve Funds, Sinking Fund, etc.
 - (2) Crediting of deposit heads of accounts in Public Account by debit to Consolidated Fund.
 - (3) Annual adjustment of interest on General Provident Fund (GPF) and State Government Group Insurance Scheme, where interest is adjusted by debiting Major Head 2049-Interest and crediting Major Head 8009-State Provident Fund and Major Head 8011-Insurance and Pension Fund.
 - (4) Adjustment of Debt waiver under the scheme of Government of India based on the recommendations of the Central Finance Commissions. These adjustments (where Central loans are written off by crediting Major Head 0075-Misc. General Services by contra entry in the Major Head 6004-Loans and Advances from the Central Government) impact both Revenue Receipts and Public Debt heads.
- E. Rounding :** Difference of ₹0.01 lakh/crore wherever occurring is due to rounding.
-

1: STATEMENT OF FINANCIAL POSITION

(Rupees in crore)				
Assets[1]	Reference (Sr. no.)		As at 31st March 2018	As at 31st March 2017
Cash	Notes to Accounts	Statement		
(i) Cash in Treasuries and Local Remittances	...	Annexure A to St. 2	33.20	24.70
(ii) Departmental balances	...	21 & Annexure A to St. 2	0.68	0.25
(iii) Permanent Imprest	...	21 & Annexure A to St. 2	0.04	0.03
(iv) Cash Balance Investments	...	21 & Annexure A to St. 2	16,80.66	13,69.24
(v) Deposits with Reserve Bank of India	...	21 & Annexure A to St. 2	2.10	(-)54.53
(vi) Investments from Earmarked Funds [2]	...	21 & Annexure A to St. 2	3,13.11	2,56.59
Capital Expenditure				
(i) Investments in shares of Companies Corporations, etc.	...	5,16 & 19	5,12.31[*]	4,72.55
(ii) Other Capital Expenditure	...	5,16 & 19	1,21,07.19	1,11,63.51
Contingency Fund (un-recouped)				
Loans and Advances				
Advances with departmental officers	...	7 & 18	7,82.81	7,78.21
Suspense and Miscellaneous Balances[3]	Para No.3.4	21	1.81	1.81
Remittance Balances	...	21	42.44	51.01
Cumulative excess of expenditure over receipts
Grand Total	...		1,54,76.35	1,40,63.37

[1] The figures of assets and liabilities are cumulative figures.

[2] 'There is no investment out of earmarked funds in shares of companies during 2016-17 and 2017-18'.

[3] 'Suspense and Miscellaneous balances ' excludes 'Cash Balance Investment Account', 'Departmental Balance' and 'Permanent Cash Imprest' which are included separately under cash .

[*] Difference with total investment figure up to 2017-18 reflected in Statement No.8 and 19 is because of investment of ₹21,16.26 crore pertaining to Me.E.C.L. received from Revenue Account .

1: STATEMENT OF FINANCIAL POSITION

(Rupees in crore)				
Liabilities[1]	Reference (Sr. no.)		As at 31st March 2018	As at 31st March 2017
	Notes to Accounts	Statement		
Borrowings (Public Debt)				
(i) Internal Debt	...	6 & 17	62,87.33	53,78.14
(ii) Loans and Advances from Central Government		6 & 17	1,14.48	1,28.15
Non-Plan Loans	...		10.47	10.47
Loans for State Plan Schemes	...		1,06.33	1,06.33
Loans for Central Plan Schemes	...		0.10	0.10
Loans for Centrally Sponsored Plan Schemes	...		4.22	4.22
Other loans	...		7.03	7.03
Centrally Sponsored Schemes	...		(-)0.03	...
Other Loans for States/Union Territories with Legislature Schemes	...		(-)13.64	...
Contingency Fund (corpus)	...	6 & 21	3,05.00	2,05.00
Liabilities on Public Account				
(i) Small Savings, Provident Fund, etc	...	6 & 21	15,31.52	13,73.81
(ii) Deposits	...	21	15,39.38	20,67.14
(iii) Reserve Funds	Para No.3.3	21	3,25.48	2,92.86
(iv) Remittance Balances	...	21	1,02.72	98.63
(v) Suspense and Miscellaneous Balance
Cumulative excess of receipts over Expenditure[4]	...	12	52,70.44	45,19.64
Grand Total			1,54,76.35	1,40,63.37

[4] The cumulative excess of receipts over expenditure or expenditure over receipts is different from and not the fiscal/revenue deficit for the current year.

2: STATEMENT OF RECEIPTS AND DISBURSEMENTS**(Rupees in crore)**

Receipts			Disbursements		
	2017-18	2016-17		2017-18	2016-17
Part -I Consolidated Fund					
Section - A Revenue					
Revenue Receipts (Ref.Statement 3 & 14)	92,73.48	89,38.95	Revenue Expenditure (Ref.Statement 4-A,4-B & 15)	84,22.68	83,36.54
Tax revenue (raised by the State) (Ref.Statement 3 & 14)	14,50.10	11,86.01	Salaries [1] (Ref.Statement 4-B & Appendix-I)	26,01.17	22,42.28
Non- tax revenue (Ref.Statement 3 & 14)			Subsidies [1] (Ref.Appendix-II)	52.08	46.14
			Grants-in aid [2] (Ref.Statement 4-B,.10 & Appendix-III)	26,74.18	32,92.85
Interest receipts (Ref.Statement 3 & 14)	52.50	46.25	General Services (Ref. Statement 4&15)		
Others (Ref.Statement 3)	3,14.13	6,38.99	Interest Payment and service of debt (Ref.Statement 4-A,4-B & 15)	6,37.56	5,55.99
Total (Ref.Statement 3 & 14)	3,66.63	6,85.24	Pension (Ref.Statement 4-A,4-B & 15)	7,50.90	6,47.85
Share of Union Taxes/ Duties (Ref.Statement 3 & 14)	43,23.14	39,11.05	Others (Ref.Statement 4-B)	3,53.69	3,55.29
			Total (Ref.Statement 4-A & 15)	17,42.15	15,59.13
			Social Services (Ref.Statement 4-A & 15)	5,94.10	4,83.62
			Economic Services (Ref.Statement 4-A & 15)	7,52.95	7,00.04
Grants from Central Government (Ref.Statement 3 & 14)	31,33.61	31,56.65	Compensation and assignment to Local Bodies and PRIs (Ref.Statement 4-A & 15)	6.05	12.48
Revenue Deficit		...	Revenue Surplus	8,50.80	6,02.41

[1] Salary, Subsidy and Grants in Aid figures have been summed up across all sectors to present a consolidated figure. The expenditure in this statement under the sectors 'General' , 'Social' and 'Economic' services does not include expenditure on salaries, subsidies and grants in aid (explained in footnote 2).

[2] Grants in Aid are given to statutory corporations, companies, autonomous bodies, local bodies etc by the Government which is included as a line item above. These grants are distinct from compensation and assignment of taxes, duties to the Local Bodies which is depicted as a separate line item 'Compensation and assignment to Local Bodies and PRIs'.

2: STATEMENT OF RECEIPTS AND DISBURSEMENTS

(Rupees in crore)

Receipts			Disbursements		
	2017-18	2016-17		2017-18	2016-17
Part -I Consolidated Fund					
Section -B Capital					
Capital Receipts (Ref.Statement 3 & 14)	...	...	Capital Expenditure (Ref.Statement 4-A,4-B & 16)	9,83.44	12,89.80
			Grants-in aid [2]		...
			General Services (Ref.Statement 4-A & 16)	49.77	83.00
			Social Services (Ref.Statement 4-A & 16)	3,60.57	4,59.36
			Economic Services (Ref.Statement 4-A & 16)	5,73.10	7,47.44
Recoveries of Loans and Advances (Ref.Statement 3,7 & 18)	17.45	18.81	Loans and Advances Disbursed (Ref.Statement 4-A,7 & 18)	22.05	30.83
	...	...	General Services (Ref.Statement 4-A,7 & 18)		
	0.09	...	Social Services (Ref.Statement 4-A,7 & 18)		
	0.04	...	Economic Services (Ref.Statement 4-A,7 & 18)	6.14	13.44
	17.32		Others (loans to Government Servant) (Ref.Statement 7)	15.91	17.39
Public Debt receipts (Ref.Statement 3,6 & 17)	12,25.14	12,10.43	Repayment of Public Debt (Ref.Statement 4-A,6 & 17)	3,29.62	4,14.41
Internal Debt [#] (Market Loans) etc (Ref.Statement 3,6 & 17)	12,18.47	12,06.16	Internal Debt # (Market Loans) etc (Ref.Statement 4-A,6 & 17)	3,09.28	3,94.50
Loan from GOI (Ref.Statement 3,6 & 17)	6.67	4.27	Loan from GOI (Ref.Statement 4-A,6 & 17)	20.34	19.91
Transfer to Contingency Fund			Transfer to Contingency Fund	1,00.00	1,00.00
Total Receipts Consolidated Fund (Ref.Statement 3)	1,05,16.07	1,01,68.19	Total Expenditure Consolidated Fund (Ref.Statement 4)	98,57.79	1,01,71.58
Deficit in Consolidated Fund		3.39	Surplus in Consolidated Fund	6,58.28	...

[#] Internal Debt includes NSSF transactions.

2: STATEMENT OF RECEIPTS AND DISBURSEMENTS**(Rupees in crore)**

Receipts			Disbursements		
	2017-18	2016-17		2017-18	2016-17
Part -II Contingency Fund					
Contingency Fund <i>(Ref.Statement 21)</i>	1,00.00	1,00.00	Contingency Fund <i>(Ref.Statement 21)</i>	...	...
Part III Public Account [3]					
Small savings <i>(Ref.Statement 21)</i>	3,19.15	2,97.89	Small savings <i>(Ref.Statement 21)</i>	1,61.44	1,56.72
Reserves and Sinking Funds <i>(Ref.Statement 21)</i>	84.62	59.58	Reserves and Sinking Funds <i>(Ref.Statement 21)</i>	1,08.51	57.50
Deposits <i>(Ref.Statement 21)</i>	13,25.45	18,86.81	Deposits <i>(Ref.Statement 21)</i>	18,53.21	9,97.24
Advances <i>(Ref.Statement 21)</i>	38.04	45.80	Advances <i>(Ref.Statement 21)</i>	38.04	45.81
Suspense and Misc <i>(Ref.Statement 21)</i>	3,11,33.74	2,18,43.52	Suspense and Misc ^[4] <i>(Ref.Statement 21)</i>	3,14,37.03	2,29,32.06
Remittances <i>(Ref.Statement 21)</i>	24,04.74	23,44.90	Remittances <i>(Ref.Statement 21)</i>	24,00.66	23,43.64
Total Receipts Public Account <i>(Ref.Statement 21)</i>	3,53,05.74	2,64,78.50	Total Disbursements Public Account <i>(Ref.Statement 21)</i>	3,59,98.89	2,65,32.97
Surplus in Public Account	...	...	Deficit in Public Account	6,93.15	54.47
Opening Cash Balance	(-)29.83	(-)71.97	Closing Cash Balance	35.30	(-)29.83
Increase in Cash Balance	65.13	42.14	Decrease in Cash Balance	...	...

[3] For details please refer to Statement No.21 in Volume II

[4] 'Suspense and Miscellaneous' includes 'other accounts' such as Cash Balance Investment account (Major Head 8673) etc. The figures may appear huge on account of these other accounts. Details may please be seen in Statement No.21.

ANNEXURE A.
CASH BALANCES AND INVESTMENTS OF CASH BALANCES

	On 31st March 2018	On 1st April 2017
(In crore of rupees)		
(a) General Cash Balance		
1. Cash in Treasuries	33.20	24.70
2. Deposits with Reserve Bank	2.10 [a]	(-)54.53
Total	35.30	(-)29.83
3. Investment held in the Cash Balance Investment Accounts	16,80.66	13,69.24
Total (a)	17,15.96	13,39.41
(b) Other Cash Balances and Investments		
1. Cash with Departmental officer viz. Officers of the Forest and Public Works Department	0.68	0.25
2. Permanent Advance for Contingent Expenditure with Departmental Officers	0.04	0.03
3. Investment out of Earmarked Funds	3,13.11	2,56.59
Total (b)	3,13.83	2,56.87
Total (a) and (b)	20,29.79	15,96.28

EXPLANATORY NOTES

I. Cash and cash Equivalents: Cash and cash equivalents consist of cash in treasuries and deposit with Reserve Bank of India and other Banks and Remittances in Transit, as stated above. The balance under the head 'Deposits with Reserve Bank' depicts the combined balance of the Consolidated Fund, Contingency Fund and the Public Account at the end of the year. To arrive at the overall cash position, the cash balances with treasuries, departments and investments out of the cash balances /reserve funds etc are added to the balance in 'Deposits with RBI'. The balance under the head 'Deposits with Reserve Bank' on 31st March 2018[a] is arrived at after taking into account Inter Governmental monetary settlement pertaining to transactions of the financial year 2017-18 advised to the RBI till 16th April 2018.

(a) There was a net difference of ₹48.18 crore (debit) between the figures reflected in the accounts ₹2.10 crore and that intimated by the Reserve Bank of India ₹(-)46.08 crore.

1. Misclassification by Bank /Treasury	Dr	₹ 47.56 crores
2. Non- receipt of details of adjustment made by R.B.I.	Dr	₹0.62 crores
Total	Dr	₹ 48.18 crores

During 2017-18, difference to the tune of ₹ 0.05 crore (Cr) pertaining to previous year was cleared.

ANNEXURE A.
CASH BALANCES AND INVESTMENTS OF CASH BALANCES

II. Daily Cash Balance: Under an agreement with the Reserve Bank of India, the State Government has to maintain a minimum cash balance of ₹ 21 lakh with the Bank. If the balance falls below the agreed minimum on any day, the deficiency is made good by taking ordinary ways and means advance /special drawing facility /overdrafts from time to time.

For arriving at the daily cash balance [*] for the purpose of grant of Ways and Means advances/Overdraft, the RBI evaluates the holdings of the 14 days treasury bills along with the transactions reported (at RBI counters, Inter-Government transactions and Treasury transactions reported by the agency banks) for the day. To the cash balance so arrived, the maturity of 14 days Treasury Bills if any, is added and excess balance, if any, after maintaining the minimum cash balance is reinvested in Treasury Bills. If the net cash balance arrived at results in less than the minimum cash balance or a credit balance and if there are no 14 days treasury bills maturing on that day, RBI rediscounts the holdings of the 14 days Treasury Bills and makes good the shortfall. If there is no holding of 14 days Treasury Bills on that day the State Government applies for Ways and Means Advances/Special Drawing Facility/ Over Draft.

III . The limit for ordinary ways and means advances to the State Government was ₹1,75.00 crores with effect from 01-02-2016. The Bank has also agreed to give special drawing facility against the pledge of Government Securities. The limit of special drawing facility revised by the Bank from time to time.

The extent to which the Government maintained the minimum cash balance with the Reserve Bank during 2017-18 is given below:-

(a) Number of days on which the minimum balance was maintained without taking any advance	365 days
(b) Number of days on which the minimum balance was maintained by taking ordinary ways and means advance	...
(c) Number of days on which the minimum balance was maintained by taking special drawing facility	...
(d) Number of days on which there was shortfall in minimum balance even after taking the above advances, but no overdraft was taken	...
(e) Number of days on which overdrafts were taken	...
Total	<u>365 days</u>

IV (a) All the investment from out of the cash balances are in Government of India securities. Interest realised during the year on such investment was ₹ 44.88 crore.

(b) The following is an analysis of investments held in cash balance investment account:

[*] The cash balance 'Deposits with RBI' above is the closing cash balance of the year as on 31st March 2018 but worked out by 16th April 2018 and not simply the daily balance on 31st March 2018

ANNEXURE A.
CASH BALANCES AND INVESTMENTS OF CASH BALANCES

	Opening Balance on 1st April 2017	Purchase during 2017-18	Sales during 2017-18	Closing Balance on 31st March 2018	Interest realised during the year
(In crore of rupees)					
Short Term investments					
Government of India Treasury Bills	13,60.49	3,14,28.50	3,11,17.08	16,71.91	44.88
Long Term Investments					
Government of India Stock /Securities	8.75	...	...	8.75	...
Total	13,69.24	3,14,28.50	3,11,17.08	16,80.66	44.88

V Details of investments made out of earmarked funds are given in Statement No.22.

**3. STATEMENT OF RECEIPTS
(CONSOLIDATED FUND)**

		(Rupees in crore)	
	Description	2017-18	2016-17
A.	Tax revenue		
A.1	Own Tax Revenue	14,50.10	11,86.01
	State Goods and Services Tax (SGST)	3,76.00	...
	Land Revenue	2.08	1.27
	Stamps and Registration fees	20.25	17.19
	State Excise	1,99.30	1,68.98
	Sales Tax	7,66.63	9,31.06
	Taxes on goods and passengers	7.83	5.32
	Taxes on Vehicles	67.01	48.22
	Others	11.00	13.97
A.2	Share of net proceeds of Taxes	43,23.14	39,11.05
	Central Goods and Services Tax (CGST)	61.44	...
	Integreted Goods and Services Tax (IGST)	4,36.56	...
	Corporation Tax	13,24.23	12,54.73
	Taxes on Income other than Corporation Tax	11,18.20	8,72.03
	Other Taxes on Income and Expenditure	...	...
	Taxes on Wealth	(-)0.04	2.87
	Customs	4,36.40	5,39.73
	Union Excise	4,56.20	6,16.32
	Service Tax	4,90.15	6,25.36
	Other Taxes and Duties on Commodities and Services	...	0.01
	Others	...	...
	Total A	57,73.24	50,97.06
B.	Non-Tax Revenue		
	Interest receipts	52.50	46.25
	Dividends and Profits	0.11	0.11
	Miscellaneous General services	0.94	1.06
	Non-ferrous Mining and Metallurgical	2,07.88	4,69.52
	Forestry and Wild Life	55.61	1,03.99
	Public Works	17.01	10.22
	Other Administrative Services	3.76	3.11
	Crop Husbandry	4.49	3.46
	Police	4.51	25.21
	Animal Husbandry	1.85	1.59
	Others	17.97	20.72
	Total B.	3,66.63	6,85.24

**3. STATEMENT OF RECEIPTS
(CONSOLIDATED FUND)**

(Rupees in crore)			
	Description	2017-18	2016-17
GRANTS FROM GOVERNMENT OF INDIA			
C.	Grants		
	Grants-in-aid from Central Government		
	Non Plan Grants		
	Grants under the proviso to Article 275 (1) of the Constitution	...	5,35.00
	State Disaster Response Fund (SDRF)	...	22.50
	National Disaster Response Fund (NDRF)		
	Other Grants	...	82.97
	Grants for State /Union Territory Plan Schemes		
	Block Grants (of which EAP)	...	38.48
	Grants under the proviso to Article 275 (1) of the Constitution	...	11.41
	Grants for Central Road Fund	...	15.29
	Other Grants	...	21,98.34
	Grants for Central Plan Schemes	...	19.33
	Grants for Centrally Sponsored Plan Schemes	...	1,38.19
	Grants for Special Plan Schemes	...	95.14
	Centrally Sponsored Schemes	21,45.85	...
	Finance Commission Grants	4,99.96[*]	...
	Other Transfer/Grants to States/Union Territories with Legislature	4,74.08	...
	Grants from Central Road Fund	13.72	...
	Total C	31,33.61	31,56.65
	Total Revenue Receipts (A+B+C)	92,73.48	89,38.95
D.	Capital		
	Disinvestment proceeds	...	...
	Others	...	...
	Total D	...	...

[*] It includes central release of ₹24.30 crore under SDRF

**3. STATEMENT OF RECEIPTS
(CONSOLIDATED FUND)**

CAPITAL , PUBLIC DEBT AND OTHER RECEIPTS

(Rupees in crore)

	Description	2017-18	2016-17
E.	Public Debt receipts		
	Internal Debt		
	Market Loans	11,15.50	10,01.00
	WMA [1] from RBI	...	...
	Bonds	...	1,25.00
	Loans from Financial Institutions	1,02.97	80.16
	Special Securities issued to National Small Savings Fund	...	...
	Other Loans	...	...
	Loans and Advances from Central Government		
	Non Plan Loans	...	...
	Loans for State Plan Schemes	...	4.27
	Loans for Central Plan Schemes	...	...
	Loans for Centrally Sponsored Plan Schemes	...	...
	Block Loans	6.67	...
	Other	...	...
	Total E.	12,25.14	12,10.43
F.	Loans and Advances by State Government (Recoveries)[2]	17.45	18.81
G.	Inter State Settlements		...
	Total Receipts in Consolidated Fund (A+B+C+D+E+F+G)	1,05,16.07	1,01,68.19

[1] WMA: Ways and Means Advances

[2] Details are in Statement No. 7 in Volume -I and Statement No. 18 in Volume II

4.STATEMENT OF EXPENDITURE (CONSOLIDATED FUND)

A. EXPENDITURE BY FUNCTION		(Rupees in crore)			
	Description	Revenue	Capital	Loans and Advances	Total
A.	GENERAL SERVICES				
A.1	Organs of State	1,97.14	...	...	1,97.14
	Parliament/State/Union Territory Legislatures	72.73	...	...	72.73
	President, Vice President/Governor, Administrator of Union Territories	7.72	...	...	7.72
	Council of Ministers	9.40	...	...	9.40
	Administration of Justice	45.40	...	...	45.40
	Elections	61.89	...	...	61.89
A.2	Fiscal Services	79.92	...	...	79.92
	Land Revenue	14.79	...	...	14.79
	Stamps and Registration	2.39	...	...	2.39
	State Excise	16.92	...	...	16.92
	Taxes on Sales, Trade etc.	23.15	...	...	23.15
	Taxes on Vehicles	20.64	...	...	20.64
	Other Taxes and Duties on Commodities and Services	1.62	...	...	1.62
	Other Fiscal Services	0.41	...	...	0.41
A.3	Interest Payment and servicing debt	6,37.56	...	...	6,37.56
	Appropriation for Reduction or Avoidance of Debt	46.38	...	...	46.38
	Interest Payments	5,91.18	...	...	5,91.18
A.4	Administrative Services	11,49.88	49.77	...	11,99.65
	Public Service Commission	4.13	...	...	4.13
	Secretariat-General Services	82.67	...	...	82.67
	District Administration	40.48	...	...	40.48
	Treasury and Accounts Administration	29.91	...	...	29.91
	Police	6,49.03	12.51	...	6,61.54
	Jails	14.92		...	14.92
	Stationery and Printing	32.56	1.39	...	33.95
	Public Works	1,81.60	35.87	...	2,17.47
	Other Administrative Services	1,14.58	...	...	1,14.58

4.STATEMENT OF EXPENDITURE (CONSOLIDATED FUND)

A. EXPENDITURE BY FUNCTION		(Rupees in crore)			
	Description	Revenue	Capital	Loans and Advances	Total
A.	GENERAL SERVICES-concl'd.				
A.5	Pensions and Miscellaneous General	7,62.37	...	...	7,62.37
	Pensions and other Retirement Benefits	7,50.90	...	...	7,50.90
	Miscellaneous General Services	11.47	...	...	11.47
	Total A. GENERAL SERVICES	28,26.87	49.77	...	28,76.64
B.	SOCIAL SERVICES				
B.1	Education, Sports, Art and Culture	17,35.18	1.85	...	17,37.03
	General Education	16,63.08	1.85	...	16,64.93
	Technical Education	12.84	...	...	12.84
	Sports and Youth Services	37.70	...	...	37.70
	Art and Culture	21.56	...	...	21.56
B.2	Health and Family Welfare	6,68.27	34.21	...	7,02.48
	Medical and Public Health	6,23.46	34.21	...	6,57.67
	Family Welfare	44.81	...	...	44.81
B.3	Water Supply, Sanitation, Housing and Urban Development	2,77.16	3,12.42	...	5,89.58
	Water Supply and Sanitation	2,12.23	2,83.97	...	4,96.20
	Housing	35.18	5.07	...	40.25
	Urban Development	29.75	23.38	...	53.13
B.4	Information and Broadcasting	11.04	...	...	11.04
	Information and Publicity	11.04	...	...	11.04
B.5	Welfare of Scheduled Castes, Scheduled Tribes and Other Backward Classes	81.67	...	...	81.67
	Welfare of Scheduled Castes, Scheduled Tribes and Other Backward Classes	81.67	...	...	81.67
B.6	Labour and Labour Welfare	35.51	...	...	35.51
	Labour and Employment	35.51	...	...	35.51
B.7	Social Welfare and Nutrition	3,29.35	12.09	...	3,41.44
	Social Security and Welfare	1,20.76	12.09	...	1,32.85
	Nutrition	1,79.68	...	...	1,79.68
	Relief on account of Natural Calamities	28.91	...	...	28.91
B.8	Others	9.43	...	...	9.43
	Secretariat Social Services	9.43	...	...	9.43
	Total B. SOCIAL SERVICES	31,47.61	3,60.57	...	35,08.18

4.STATEMENT OF EXPENDITURE (CONSOLIDATED FUND)

A. EXPENDITURE BY FUNCTION			(Rupees in crore)			
Description			Revenue	Capital	Loans and Advances	Total
C.	ECONOMIC SERVICES					
C.1	Agriculture and Allied Activities		5,73.34	5.20	0.04	5,78.58
	Crop Husbandry		1,57.09	1.00	...	1,58.09
	Soil and Water Conservation		77.38	...	...	77.38
	Animal Husbandry		1,03.88	0.22	...	1,04.10
	Dairy Development		8.73	...	...	8.73
	Fisheries		18.09	0.36	...	18.45
	Forestry and Wild Life		1,41.39	0.21	...	1,41.60
	Agricultural Research and Education		17.02	...	...	17.02
	Co-operation		21.14	2.91	0.04	24.09
	Other Agricultural Programmes		28.62	0.50	...	29.12
C.2	Rural Development		10,67.91	1.41	...	10,69.32
	Special Programmes for Rural Development		1,27.52	...	...	1,27.52
	Rural Employment		7,05.90	...	...	7,05.90
	Other Rural Development Programmes		2,34.49	1.41	...	2,35.90
C.3	Special Areas Programmes		12.98	39.92	...	52.90
	North Eastern Areas		12.98	39.92	...	52.90
C.4	Irrigation and Flood Control		48.58	25.73	...	74.31
	Minor Irrigation		47.52	16.44	...	63.96
	Flood Control and Drainage		1.06	9.29	...	10.35
C.5	Energy		1,14.22	31.87	1.08	1,47.17
	Power		1,09.17	31.87	1.08	1,42.12
	New and Renewable Energy		5.05	...	...	5.05
C.6	Industry and Minerals		2,31.21	9.80	5.02	2,46.03
	Village and Small Industries		88.06	8.00	...	96.06
	Industries		40.90	...	...	40.90

4.STATEMENT OF EXPENDITURE (CONSOLIDATED FUND)

A. EXPENDITURE BY FUNCTION		(Rupees in crore)			
	Description	Revenue	Capital	Loans and Advances	Total
C.	ECONOMIC SERVICES-concl.				
C.6	Industry and Minerals-concl.				
	Non-ferrous Mining and Metallurgical Industries	1,02.25	...	...	1,02.25
	Industries and Minerals	...	1.80	5.02	6.82
	Other Loans				
C.7	Transport	1,73.08	4,49.24	...	6,22.32
	Civil Aviation	...	...	...	...
	Roads and Bridges	1,73.08	4,46.63	...	6,19.71
	Road Transport	...	2.61	...	2.61
C.8	Science Technology and Environment	0.45	...	...	0.45
	Other Scientific Research	0.45	...	...	0.45
C.9	General Economic Services	2,26.43	9.93	...	2,36.36
	Secretariat-Economic Services	1,41.63	...	...	1,41.63
	Tourism	13.60	9.93	...	23.53
	Census Survey and Statistics	14.33	...	...	14.33
	Civil Supplies	51.72	...	...	51.72
	Other General Economic Services	5.15	...	...	5.15
	Total C. ECONOMIC SERVICES	24,48.20	5,73.10	6.14	30,27.44
E.	PUBLIC DEBT				
	Internal Debt of the State Government	...	...	3,09.28	3,09.28
	Loans and Advances from the Central Government	...	...	20.34	20.34
	Total E. PUBLIC DEBT	...	...	3,29.62	3,29.62
F.	LOANS AND ADVANCES				
	Loans to Government Servants	...	...	15.91	15.91
	Miscellaneous Loans	...	...	...	...
	Total F.LOANS AND ADVANCES	...	...	15.91	15.91
	Appropriation to the Contingency Fund	...	...	1,00.00	1,00.00
	Total Expenditure out of Consolidated Fund	84,22.68	9,83.44	4,51.67	98,57.79

4.STATEMENT OF EXPENDITURE (CONSOLIDATED FUND)

B.EXPENDITURE BY NATURE										(Rupees in crore)
Head of Expenditure	2017-18			2016-17			2015-16			
	Revenue	Capital	Total	Revenue	Capital	Total	Revenue	Capital	Total	
Salary	26,01.17	...	26,01.17	22,42.28	...	22,42.28	21,30.25	...	21,30.25	
Pension/Gratuity	7,50.90	...	7,50.90	6,47.85	...	6,47.85	5,89.44	...	5,89.44	
Office Expenses	1,84.28	0.04	1,84.32	1,44.93	...	1,44.93	1,25.69	0.10	1,25.79	
Rent , Rates & Taxes	1,07.57	...	1,07.57	74.47	...	74.47	74.02	...	74.02	
Supplies and Materials	3,27.84	...	3,27.84	2,03.35	...	2,03.35	1,74.04	...	1,74.04	
Minor Works	3,39.80	1.38	3,41.18	4,12.01	1.74	4,13.75	3,75.87	1.20	3,77.07	
Grants in aids(Salary)	14,19.76	...	14,19.76	16,44.93	...	16,44.93	8,59.16	...	8,59.16	
Contribution	90.48	2.46	92.94	38.65	4.04	42.69	77.19	3.56	80.75	
Subsidies	52.08	...	52.08	46.14	...	46.14	89.21	...	89.21	
Scholarship and Stipends	20.71	...	20.71	42.08	...	42.08	52.23	...	52.23	
Grants in aid (Capital Assests)	...	...	...	4.02	...	4.02	12.07	...	12.07
Grants in aid Non salary)	12,54.42	...	12,54.42	16,43.90	...	16,43.90	7,19.79	...	7,19.79	
Interest	5,91.18	...	5,91.18	5,22.23	...	5,22.23	4,65.88	...	4,65.88	
Major Works	11.62	9,42.70	9,54.32	14.88	12,11.51	12,26.39	60.37	10,97.15	11,57.52	
Others	6,70.87	4,88.53	11,59.40	6,54.82	6,17.75	12,72.57	5,42.52	5,04.57	10,47.09	
Total	84,22.68	14,35.11[*]	98,57.79	83,36.54	18,35.04	1,01,71.58	63,47.73	16,06.58	79,54.31	

[*] Includes capital expenditure of ₹9,83.44 crore, Loans and Advances of ₹1,22.05 crore and ₹3,29.62 crore – Public Debt.

5. STATEMENT OF PROGRESSIVE CAPITAL EXPENDITURE

Major Description Head	1	2	3	4	5
	Expenditure during 2016-17	Progressive Expenditure upto 2016-17	Expenditure during 2017-18	Progressive Expenditure upto 2017-18	Increase(+) / Decrease(-) in Percentage
(In crore of rupees)					
A. Capital Accounts of General Services					
4055 Capital Outlay on Police	15.25	1,45.35	12.52	1,57.87	9
4058 Capital Outlay on Stationery and Printing	1.07	20.66	1.38	22.04	7
4059 Capital Outlay on Public Works	66.68	6,49.02[*]	35.86	6,84.88	6
Total A. Capital Accounts of General Services	83.00	8,15.03[*]	49.76	8,64.79	6
B. Capital Account of Social Services					
(a) Capital Account of Education, Sports, Art and Culture					
4202 Capital Outlay on Education, Sports, Art and Culture	10.79	1,28.22	1.86	1,30.08	1
Total (a) Capital Account of Education, Sports, Art and Culture	10.79	1,28.22	1.86	1,30.08	1
(b) Capital Account of Health and Family Welfare					
4210 Capital Outlay on Medical and Public Health	82.73	7,37.24	34.21	7,71.45	5
4211 Capital Outlay on Family Welfare	...	1.87	...	1.87	...
Total (b) Capital Account of Health and Family Welfare	82.73	7,39.11	34.21	7,73.32	5
(c) Capital Account of Water Supply, Sanitation, Housing and Urban Development					
4215 Capital Outlay on Water Supply and Sanitation	1,85.43	21,56.38	2,83.97	24,40.35	13
4216 Capital Outlay on Housing	12.76	1,73.86	5.08	1,78.94	3
4217 Capital Outlay on Urban Development	1,07.86	5,37.97	23.37	5,61.34	4
Total (c) Capital Account of Water Supply, Sanitation, Housing and Urban Development	3,06.05	28,68.21	3,12.42	31,80.63	11

[*] Difference of ₹0.01 crore with last year's figure is due to rounding

5. STATEMENT OF PROGRESSIVE CAPITAL EXPENDITURE

Major Description Head	1	2	3	4	5
	Expenditure during 2016-17	Progressive Expenditure upto 2016-17	Expenditure during 2017-18	Progressive Expenditure upto 2017-18	Increase(+) / Decrease(-) in Percentage
(In crore of rupees)					
B. Capital Account of Social Services-concltd.					
(g) Capital Account of Social Welfare and Nutrition					
4235 Capital Outlay on Social Security and Welfare	59.79	1,16.15	12.09	1,28.24	10
Total (g) Capital Account of Social Welfare and Nutrition	59.79	1,16.15	12.09	1,28.24	10
(h) Capital Account of Other Social Services					
4250 Capital Outlay on other Social Services	...	0.01[*]	...	0.01	...
Total (h) Capital Account of Other Social Services	...	0.01[*]	...	0.01	...
Total B.Capital Account of Social Services	4,59.36	38,51.70[*]	3,60.58	42,12.28	9
C. Capital Account of Economic Services					
(a) Capital Account of Agriculture and Allied Activities					
4401 Capital Outlay on Crop Husbandry	3.35	25.66	1.00	26.66	4
4403 Capital Outlay on Animal Husbandry	0.22	0.43	0.22	0.65	51
4404 Capital Outlay on Dairy Development	...	0.19	...	0.19	...
4405 Capital Outlay on Fisheries	0.41	8.14	0.36	8.50	4
4406 Capital Outlay on Forestry and Wild Life	0.30	71.78	0.21	71.99	...
4408 Capital Outlay on Food Storage and Warehousing	...	11.99	...	11.99	...
4416 Investments in Agricultural Financial Institutions	...	4.15	...	4.15	...
4425 Capital Outlay on Co-operation	4.74	91.96	2.91	94.87	3
4435 Capital Outlay on other Agriculture Programmes	0.43	5.83	0.50	6.33	9
Total (a) Capital Account of Agriculture and Allied Activities	9.45	2,20.13	5.20	2,25.33	2

[*] Difference of ₹0.01 crore with last year's figure is due to rounding

5. STATEMENT OF PROGRESSIVE CAPITAL EXPENDITURE

Major Description Head	1	2	3	4	5
	Expenditure during 2016-17	Progressive Expenditure upto 2016-17	Expenditure during 2017-18	Progressive Expenditure upto 2017-18	Increase(+) / Decrease(-) in Percentage
(In crore of rupees)					
C. Capital Account of Economic Services-contd.					
(b) Capital Account of Rural Development					
4515 Capital Outlay on other Rural Development Programmes	3.70	20.04[*]	1.41	21.45	7
Total (b) Capital Account of Rural Development	3.70	20.04[*]	1.41	21.45	7
(c) Capital Account of Special Areas Programme					
4552 Capital Outlay on North Eastern Areas	40.74	7,06.51[*]	39.92	7,46.43	6
Total (c) Capital Account of Special Areas Programme	40.74	7,06.51[*]	39.92	7,46.43	6
(d) Capital Account of Irrigation and Flood Control					
4701 Capital Outlay on Major and Medium Irrigation	...	18.73	...	18.73	...
4702 Capital Outlay on Minor Irrigation	39.30	4,49.79	16.44	4,66.23	4
4711 Capital Outlay on Flood Control Projects	6.23	74.99	9.29	84.28	12
Total (d) Capital Account of Irrigation and Flood Control	45.53	5,43.51	25.73	5,69.24	5
(e) Capital Account of Energy					
4801 Capital Outlay on Power Projects	...	5.32	31.87	37.19	599
Total (e) Capital Account of Energy	...	5.32	31.87	37.19	599
(f) Capital Account of Industry and Minerals					
4851 Capital Outlay on Village and Small Industries	6.41	96.17	8.00	1,04.17	8
4853 Capital Outlay on Non-Ferrous Mining and Metallurgical Industries	...	2.37	...	2.37	...
4854 Capital Outlay on Cement and Non-Metallic Mineral Industries	...	1,62.79	...	1,62.79	...
4885 Other Capital Outlay on Industries and Minerals	66.20	1,85.08	1.80	1,86.88	1
Total (f) Capital Account of Industry and Minerals	72.61	4,46.41	9.80	4,56.21	2

[*] Difference of ₹0.01 crore with last year's figure is due to rounding

5. STATEMENT OF PROGRESSIVE CAPITAL EXPENDITURE

Major Description Head	1	2	3	4	5
	Expenditure during 2016-17	Progressive Expenditure upto 2016-17	Expenditure during 2017-18	Progressive Expenditure upto 2017-18	Increase(+) / Decrease(-) in Percentage
(In crore of rupees)					
C. Capital Account of Economic Services-conclld.					
(g) Capital Account of Transport					
5053 Capital Outlay on Civil Aviation	4.08	99.97	...	99.97	...
5054 Capital Outlay on Roads and Bridges	5,58.97	47,74.88	4,46.63	52,21.51	9
5055 Capital Outlay on Road Transport	3.87	1,24.55	2.61	1,27.16	2
Total (g) Capital Account of Transport	5,66.92	49,99.40	4,49.24	54,48.64	9
(h) Capital Account of Communication					
5275 Capital Outlay on Other Communication Services	...	0.45	...	0.45	...
Total (h) Capital Account of Communication	...	0.45	...	0.45	...
(j) Capital Account of General Economic Services					
5452 Capital Outlay on Tourism	8.49	26.42	9.93	36.35	38
5465 Investment in General Financial and Trading Institutions	...	1.14	...	1.14	...
Total (j) Capital Account of General Economic Services	8.49	27.56	9.93	37.49	36
Total C. Capital Account of Economic Services	7,47.44	69,69.33	5,73.10	75,42.43	8
Total Expenditure Heads (Capital Account)	12,89.80	1,16,36.06	9,83.44	1,26,19.50	8

EXPLANATORY NOTE

"Investments:- Government Invested ₹1,56.93 crore in 2017-18 in a Statutory Corporation (₹ 1,54.03 crore) and various Co-operative Institutions (₹ 2.90 crore). The total investments of Government in different concerns at the end of 2015-16, 2016-17 and 2017-18 were ₹24,64.78 crore, ₹24,71.63 crore and ₹26,28.56 crore respectively. Dividend received there from during 2015-16, 2016-17 and 2017-18 were ₹ 0.07 crore, ₹0.11 crore and ₹0.11 crore respectively. Further details are given in Statement No.19.

6. STATEMENT OF BORROWINGS AND OTHER LIABILITIES

(i) Statement of Public Debt and Other Liabilities [1]

(In crore of rupees)

Nature of Borrowings	Balance as on 1st April 2017	Receipt during the year	Repayments during the year	Balance as on 31st March 2018	Net Increase (+) / Decrease (-)		As a percentage of total liabilities
					Amount	Per cent	
A Public Debt							
6003 Internal Debt of the State Government							
Market Loans	41,79.63	11,15.50	1,95.69	50,99.44	9,19.81	22	57
Bonds	1,25.00	...	...	1,25.00	...	...	1
Loans from Financial Institutions	3,40.39	1,02.97	68.21	3,75.15	34.76	10	4
Special Securities issued to National Small Savings Fund	7,33.12	...	45.38	6,87.74	(-)45.38	(-)6	8
6004- Loans and Advances from the Central Government							
Non Plan	10.47	...	...	10.47	...	...	...
Loans for State/Union Territory Plan Schemes	1,06.33	...	...	1,06.33	...	...	1
Loans for Central Plan Schemes	0.10	...	...	0.10	...	...	...
Loans for Centrally Sponsored Plan Schemes	4.22	...	...	4.22	...	...	...
Loans for Special Schemes	1.66	...	...	1.66	...	...	...
Pre 1984-85 Loans	5.37	...	...	5.37	...	...	...
Loans for Centrally Sponsored Schemes	...	...	0.03	(-)0.03	(-)0.03	...	...
Other Loans for State/ UTs with Legislature Schemes	...	6.67	20.31	(-)13.64	(-)13.64		
Total Public Debt	55,06.29	12,25.14	3,29.62	64,01.81	8,95.52	16	71

[1] Detail Accounts is at Annexure to Statement No.17.

6. STATEMENT OF BORROWINGS AND OTHER LIABILITIES

(In crore of rupees)

Nature of Borrowings	Balance as on 1st April 2017	Receipt during the year	Repayments during the year	Balance as on 31st March 2018	Net Increase (+) / Decrease (-)		As a percentage of total liabilities
					Amount	Per cent	
6004- Loans and Advances from the Central Government -concl'd.							
B. Other liabilities							
Public Accounts							
Small savings, Provident Funds etc	13,73.81	3,19.15	1,61.44	15,31.52	1,57.71	11	17
Reserve funds bearing interest	29.70	27.00	52.00	4.70	(-)25.00	(-)84	...
Reserve funds not bearing interest	6.56	57.62	56.51	7.67	1.11	17	...
Deposits bearing interest	0.57	30.60	30.27	0.90	0.33	58	...
Deposits not bearing interest	20,66.57	12,94.85[*]	18,22.94	15,38.48	(-)5,28.09	(-)26	17
Total Other Liabilities	34,77.21	17,29.22	21,23.16	30,83.27	(-)3,93.94	(-)11	34
Total Public Debt and Other Liabilities	89,83.50	29,54.36	24,52.78	94,85.08	5,01.58	6	106

For details on amortization arrangements, service of debt etc. explanatory notes to this statement may be seen.

Explanatory Notes

1 Internal Debt :- The Internal Debt of State Government comprises (i) Long Term Loans raised from open market (ii) Ways and Means Advances from the Reserve Bank of India (iii) Loans from the National Agricultural Credit Fund of the Reserve Bank of India and (iv) loans from autonomous bodies such as Life Insurance Corporation of India, etc. Further details are given in Statement No.17 and Annexure to Statement No.17.

[*] Difference of ₹ 0.01 lakh is due to rounding

6. STATEMENT OF BORROWINGS AND OTHER LIABILITIES

Explanatory Notes -contd.

2 Market loans bearing interest :- During the year 2017-18 five loans ₹1,25.00 crore, ₹1,20.00 crore, ₹1,25.00 crore, ₹1,25.00 crore and ₹2,45.00 crore were raised from the market bearing interest of 7.26%, 7.31%, 7.43%, 7.53% and 7.69% per annum respectively redeemable at par in 2027 and three loans of ₹1,00.00 crore, ₹1,25.00 crore and ₹1,50.50 crore was raised bearing interest of 8.28%, 8.14% and 8.10% per annum respectively redeemable at par in 2028.

Amortisation arrangements

(a) Depreciation Fund :- From 1974-75 no amount is being appropriated from revenue for credit to the Depreciation Fund. The liability is being met directly from the budget.

(b) Sinking Fund :- In 1973-74 Government constituted a Fund called "Sinking Fund" to make annual contribution to this fund for amortisation of open market loan as it may, from time to time, decide to be necessary. From 1976-77 to 1998-99 no amount was appropriated to this Fund from revenue. During 1999-2000 the Government has constituted a "Consolidated Sinking Fund" for redemption and amortisation of open market loan. In 2017-18 the Government has appropriated an amount of ₹46.38 crore from revenue and credited to the Sinking Fund.

Description	Balance on 1st April 2017	Addition during the year	Interest on investment	Withdrawals during the year	Balance as on 31st March 2018
(In crore of rupees)					
Depreciation	0.02	...	...	...	0.02
Sinking Fund	2,49.38	46.38	0.81	...	2,96.57
Total	2,49.40	46.38	0.81	...	2,96.59

[*] Against the total accumulation in the Fund ₹2,91.21 crore were invested in the Government of India Securities

3 Loans from Small Saving Fund :- Loans out of the collection in the 'Small Savings Schemes' and 'Public Provident Fund' in the Post offices are being shared between the State Government and the Central Government in the ratio of 3:1. A separate fund viz. 'National Small Savings Fund' was created in 1999-2000 for the purpose of release of loans out of Small Savings collections. No loans received during 2017-18 and ₹45.38 crore was repaid during the year. The balance outstanding at the end of the year was ₹ 6,87.74 crore which was 11 per cent of the total Public Debt of the State Government as on 31 March 2018.

6. STATEMENT OF BORROWINGS AND OTHER LIABILITIES

Explanatory Notes -concl.

4 Loans and Advances from Government of India :- During 2017-18 the loan to the extent of ₹ 6.67 crore were received by the State Government from Government of India and ₹20.34 crore were paid towards repayment of loans . Details of loans from Government of India are given in Annexure to Statement No. 17.

Service of debt

Interest on debt and other obligations - The outstanding gross debt and other obligations and the total net amount of interest charges met from revenue during 2016-17 and 2017-18 were as shown below:-

	2017-18	2016-17	Net increase(+) or decrease(-) during the year
(In crore of rupees)			
i) Gross Debt and Other obligation outstanding at the end of the year	94,85.08	89,83.50	(+5,01.58
ii) Interest paid by Government			
(a) Public Debt and Small savings, Provident Funds, etc	5,91.18	5,22.23	(+68.95
(b) Other obligations		...	
Total (ii)	5,91.18	5,22.23	(+68.95
iii) Deduct			
(a) Interest received on loans and advances given by Government	7.61	8.27	(-)0.66
(b) Interest realised on investment of cash balance	44.88	37.98	6.90
Total (iii)	52.49	46.25	(+6.24
iv) Net interest charges	5,38.69	4,75.98	(+62.71
v) Percentage of gross interest to total revenue receipts [item (ii)]	6.69	5.84	(+0.85
vi) Percentage of net interest to total revenue receipts [item (iv)]	6.10	5.32	(+0.78

5. Appropriation for reduction or avoidance of Debt

During 2017-18 an amount of ₹46.38 crore was transferred to Sinking Fund from Revenue for Investment in the Government of India Securities

7. STATEMENT OF LOANS AND ADVANCES GIVEN BY THE GOVERNMENT

Section 1: Summary of Loans and Advances: Loanee group wise

Sectors/Loanee Groups[1]	Balance on April 1st 2017	Disbursements during the year	Repayments during the year	Loans and advances written off	Balance on March 31st 2018 (2+3)- (4+5)	Net increase(+)/ decrease (-) during the year (6-2)	Interest payment in Arrears
(In crore of rupees)							
1	2	3	4	5	6	7	8
Governeemnt Companies	7,34.00	6.10	...	...	7,40.10	6.10	69.65
Local Bodies	5.46		0.09	...	5.37	(-)0.09	...
Autonomus Bodies	0.25	...	...	...	0.25	...	...
Co-operative Institutions	21.70	0.04	0.04	...	21.70	...	14.36
Non-Government /Private Institutions	0.43	...	...	...	0.43	...	...
Government Servants	16.36	15.91	17.32	...	14.95	(-)1.41	...
Miscellaneous Loans	0.01	...	...	...	0.01	...	...
Total	7,78.21	22.05	17.45	...	7,82.81	4.60	84.01

7. STATEMENT OF LOANS AND ADVANCES GIVEN BY THE GOVERNMENT

Following are the cases of a loan having been sanctioned as 'Loan in perpetuity';

(In crore of rupees)

Sl.No.	Loanee Entity	Year of Sanction	Sanction Order No.	Amount	Rate of Interest
1	2	3	4	5	6
*	*	*	*	*	*

* No information is available

Section: 2 Summary of Loans and Advances: Sector-wise

(In crore of rupees)

Loanee Group	Balance on 01 April 2017	Disburse ments during the year	Repayments during the year	Loans and advances written off	Balance on March 31 2018 (2+3)-(4+5)	Net increase(+) / decrease(-) during the year (6-2)	Interest payment in arrears
1	2	3	4	5	6	7	8
Social Services	5.89	...	0.09	...	5.80	(-)0.09	...
Economic Services	7,55.95	6.14	0.04	...	7,62.05	6.10	84.01
Government Servants	16.36	15.91	17.32	...	14.95	(-)1.41	...
Miscellaneous Loans	0.01	...	...	...	0.01	...	...
Total	7,78.21	22.05	17.45	...	7,82.81	4.60	84.01

Note: For details, refer Section 1 of Detailed Statement of Loans and Advances made by the State Government

7. STATEMENT OF LOANS AND ADVANCES GIVEN BY THE GOVERNMENT

Section 3: Summary of Repayments in arrears group wise

Loanee Groups	Amount of arrears as on 31 March 2018			Earliest period to which arrears relate	Total loans outstanding against the entity on 31 March 2018
	Principal	Interest	Total		
(In crore of rupees)					
1	2	3	4	5	6
Governeemnt Companies	7,40.11	69.65	8,09.76	2007-08	8,09.76
Local Bodies	...	...	...	...	...
Autonomus Bodies	...	...	...	...	...
Co-operative Institutions	18.16	14.36	32.52	1970-71	32.52
Non-Government /Private Institutions	...	...	...	...	...
Government Servants	...	...	...	...	...
Miscellaneous Loans	...	...	...	...	...
Total	7,58.27	84.01	8,42.28	...	8,42.28

8. STATEMENT OF INVESTMENTS OF THE GOVERNMENT

Comparative summary of Government Investment in the share capital and debentures of different concerns for 2016-17 and 2017-18

(Rupees in crore)

Name of Concern	2016-17			2017-18		
	Number of concerns	Investment at the end of the year	Dividend / interest received during the year	Number of concerns	Investment at the end of the year	Dividend / interest received during the year
Statutory Corporation	3	20,95.67	...	3	22,49.70[*]	...
Government Companies	8	2,70.17	...	8	2,70.17	...
Co-operative Bank, Societies etc	1444	1,05.79	...	1448	1,08.69	...
Total	1455	24,71.63	0.11	1459	26,28.56	0.11[a]

[a] Institution wise distribution of Dividend have not been received from the Government (September 2018).

[*] Includes ₹21,16.26 crore investment in Me.E.C.L made from Revenue accounts.

9. STATEMENT OF GUARANTEES GIVEN BY THE GOVERNMENT

Guarantees given by the State Government for repayment of loans, etc., raised by Statutory Corporation, Government Companies, Local Bodies and Other institutions during the year and sums guaranteed outstanding on 31st March 2018 in various sectors are shown below:

A. Sector wise disclosure for Guarantees:

(In crore of rupees)

Sector (No. of Guarantees within bracket)	Maximum amount guaranteed (Principal only)	Outstanding at the beginning of the year 2017-18		Additions during the year	Deletions (other than invoked) during the year	Invoked during the year		Outstanding at the end of the year 2017-18		Guarantee Commission or fee		Other material details
		Principal	Interest			Discharged	Not Discharged	Principal	Interest	Receivable	Received	
1	2	3	4	5	6	7	8	9	10	11	12	13
Power	10,86.78	9,35.78	7.28	...	1,66.79	...	...	7,68.99	6.20	36.14	...	...
Cooperation	53.16	39.54	0.29	20.03	...	...	...	45.16	0.33	...	...	...
Total	11,39.94	9,75.32	7.57	20.03	1,66.79	...	...	8,14.15	6.53	36.14	[@]	...

[@] Relates after re-structuring of State Govt. loan with effect from 01-04-2010. No information is available relating to Guarantee Commission Receivable prior re-structuring of State Government loan.

10. STATEMENT OF GRANTS-IN-AID GIVEN BY THE GOVERNMENT

Grantee Institutions	Total funds released as Grants-in-aid				Grants for creation of capital assets out of total funds released shown in Column (No 2)	
	2017-18			2016-17	2017-18	2016-17
	State Fund Expenditure	Central Assistance (including CSS/CS)	Total			
	(In crore of rupees)					
1. Panchayati Raj Institutions						
(i) Zilla Parishads	...	...	...	...
(ii) Panchayat Samities	...	...	...	...
(iii) Gram Panchayats	...	...	...	...
2. Urban Local Bodies						
(i) Municipal Corporations	4.65	...	4.65	2.70		
(ii) Municipalities/ Municipal Councils /District Council	9.67	...	9.67	2,62.58		
(iii) Others				23.22		
3. Public Sector Undertakings						
(i) Government companies	...	...	...	1.65		
(ii) Statutory Corporations	2.15	...	2.15	1.64		
4. Autonomous Bodies						
(i) Universities						
(ii) Development Authorities	0.16	...	0.16	11.42		
(iii) Cooperative Institutions	0.45	...	0.45	0.69		
(iv) Others						
5. Non-Government Organisations	9.50	...	9.50	11.09		
6. Others	26,23.46	24.14	26,47.60	29,77.86		
Total	26,50.04	24.14	26,74.18	32,92.85		

10. STATEMENT OF GRANTS-IN-AID GIVEN BY THE GOVERNMENT
(ii) Grants-in-aid given in kind [*]

Grantee Institutions		Total value					
		(In crore of rupees)					
		2017-18			2016-17		
1.	Panchayati Raj Institutions						
(i)	Zilla Parishads						
(ii)	Panchayat Samities						
(iii)	Gram Panchayats						
2.	Urban Local Bodies						
(i)	Municipal Corporations						
(ii)	Municipalities/ Municipal Councils						
(iii)	Others						
3.	Public Sector Undertakings						
(i)	Government companies						
(ii)	Statutory Corporations						
4.	Autonomous Bodies						
(i)	Universities						
(ii)	Development Authorities						
(iii)	Cooperative Institutions						
(iv)	Others						
5.	Non-Government Organisations						
	Total						

[*] Information has not been furnished by State Government (August 2018)

11. STATEMENT OF VOTED AND CHARGED EXPENDITURE

Particulars	Actuals					
	2017-18			2016-17		
	Charged	Voted	Total	Charged	Voted	Total
(In crore of rupees)						
Expenditure Heads (Revenue account)	6,60.21	77,62.47	84,22.68	5,77.78	77,58.76	83,36.54
Expenditure Heads (Capital account)	...	9,83.44	9,83.44	...	12,89.80	12,89.80
Disbursement under Public Debt, Loans and Advances and Transfer to Contingency Fund (A)	3,29.62	1,22.05	4,51.67	4,14.41	1,30.83	5,45.24
Total	9,89.83	88,67.96	98,57.79	9,92.19	91,79.39	1,01,71.58
(A) The Figures have been arrived at as follows :-						
E. Public Debt [*]						
Internal Debt of the State Government	3,09.28	...	3,09.28	3,94.50	...	3,94.50
Loans and Advances from the Central Government	20.34	...	20.34	19.91	...	19.91
F. Loans and Advances [*]						
(a) Loans for Social Services	...	...	...	...	...	...
(b) Loans for Economic Services	...	6.14	6.14	...	13.44	13.44
(c) Loans to Government Servants	...	15.91	15.91	...	17.39	17.39
G. Inter -State Settlement						
Inter-State Settlement	...	...	...	...	...	...
Transfer to the Contingency Fund	...	1,00.00	1,00.00	...	1,00.00	1,00.00
Appropriation to the Contingency Fund	...	...	...	...	...	...
Total	3,29.62	1,22.05	4,51.67	4,14.41	1,30.83	5,45.24

[*] A more detailed account is given in Statement No.17 and 18 respectively of this Volume.

11. STATEMENT OF VOTED AND CHARGED EXPENDITURE

(i) The percentage of charged expenditure and voted expenditure to total expenditures during 2017-18 and 2016-17 was as under:-

Year	Percentage of total expenditure	
	Charged	Voted
2017-18	10.04	89.96
2016-17	9.75	90.24

**12. STATEMENT ON SOURCES AND APPLICATION OF FUNDS FOR EXPENDITURE OTHER THAN REVENUE
ACCOUNT**

	On 1st April 2017	During the year 2017-18	On 31st March 2018
	(Rupees in crore)		
Capital and Other Expenditure			
Capital Expenditure (Sub Sector wise)			
General Services			
Police	1,45.35	12.52	1,57.87
Public Works	6,49.02	35.86	6,84.88
Stationery and Printing	20.66	1.38	22.04
Social Services			
Education, Sports, Art and Culture	1,28.22	1.86	1,30.08
Health and Family Welfare	7,39.11	34.21	7,73.32
Water Supply, Sanitation, Housing and Urban Development	28,68.21[*]	3,12.42	31,80.63
Social Welfare and Nutrition	1,16.15	12.09	1,28.24
Other Social Services	0.01	...	0.01
Economic Services			
Agriculture and Allied Activities	2,20.13	5.20	2,25.33
Rural Development	20.04[*]	1.41	21.45
Special Areas Programme	7,06.51[*]	39.92	7,46.43
Irrigation and Flood Control	5,43.51	25.73	5,69.24
Energy	5.32	31.87	37.19
Industry and Minerals	4,46.41[*]	9.80	4,56.21
Transport	49,99.40[*]	4,49.24	54,48.64
Communication	0.45	...	0.45
General Economic Services	27.56[*]	9.93	37.49
Total Capital Expenditure	1,16,36.06	9,83.44	1,26,19.50

[*] Difference of ₹0.01 crore with last years' balance is due to rounding

**12. STATEMENT ON SOURCES AND APPLICATION OF FUNDS FOR EXPENDITURE OTHER THAN REVENUE
ACCOUNT**

	On 1st April 2017	During the year 2017-18	On 31st March 2018
	(Rupees in crore)		
F. Loans and Advances			
Social Services	5.89	(-)0.09	5.80
Economic Services			
Agricultural and Allied Activities	9.21	(-)0.01	9.20
Special Areas Programme	0.24	...	0.24
Loans for Energy	6,17.35	1.08	6,18.43
Industry and Minerals	1,29.15	5.02	1,34.17
Loans to Government Servants	16.36	(-)1.40	14.96
Miscellaneous Loans	0.01	...	0.01
Total F. Loans and Advances	7,78.21	4.60	7,82.81
Total Capital and Other Expenditure	1,24,14.27	9,88.04	1,34,02.31
Deduct			
Contribution from Contingency Fund	...	...	...
Contribution from Miscellaneous Capital Receipt	...	...	...
Contribution from Development Fund	...	...	...
Net Capital and Other Expenditure	1,24,14.27	9,88.04	1,34,02.31[X]

**12. STATEMENT ON SOURCES AND APPLICATION OF FUNDS FOR EXPENDITURE OTHER THAN REVENUE
ACCOUNT**

	On 1st April 2017	During the year 2017-18	On 31st March 2018
	(Rupees in crore)		
PRINCIPAL SOURCES OF FUNDS			
Revenue Surplus		8,50.80	
Add- Adjustment on Account of retirement /Disinvestment	...	...	...
E. Public Debt			
Internal Debt of the State Government	53,78.14	9,09.19	62,87.33
Loans and Advances from the Central Government	1,28.15	(-)13.67	1,14.48
I. Small Savings, Provident Funds, Etc.	13,73.81	1,57.71	15,31.52
Total Debt	68,80.10	10,53.23	79,33.33
Other Obligations			
Contingency Fund	2,05.00	1,00.00	3,05.00
Reserve Fund	2,92.86	32.62	3,25.48
Deposit and Advances	20,65.33	(-)5,27.77	15,37.56
Suspense and Miscellaneous	(-)51.29	8.13	(-)43.16
Remittances	98.63	4.09	1,02.72
Total Other Obligations	26,10.53	(-)3,82.93	22,27.60
Total Debt and Other Obligations	94,90.63	6,70.30	1,01,60.93
Deduct Cash Balance	(-)29.83	65.13	35.30
Deduct Investment	16,25.83	3,67.93	19,93.76
Add -Amount closed to Government Account during 2017-18	...		
Net Provision of funds	78,94.63	10,88.04	81,31.87(Y)

**12. STATEMENT ON SOURCES AND APPLICATION OF FUNDS FOR EXPENDITURE OTHER THAN REVENUE
ACCOUNT**

Note :- The net provision of Funds (Y) shown in the Statement differs from the Net Capital and other expenditure (X) upto the end of the year by ₹52,70.44 crore . This is explained below:-

1. Net capital expenditure allocated to end of 1976-77 from books of the Government of Assam to Meghalaya Accounts.	5.27
2. Net effect of balances under Debt heads allocated to end of 1972-73 to the Meghalaya Section of Accounts from the books of the Government of Assam.	(-)11.09
3. Net effect of Deposit and Advances allocated to end of 1971-72 to the Meghalaya section of Accounts from the books of the Government of Assam.	0.05
4. Net effect of Remittances allocated to end of 1971-72 to the Meghalaya Section of Accounts from the books of the Government of Assam.	(-)0.38
5. Net effect of amount closed to Government Account to end of 1998-99.	(-)3.36
6. Capital expenditure transferred proforma from Revenue expenditure (incurred during 1976-77 to 1980-81 under Agriculture and Allied Services).	0.43
7. Net Revenue Surplus to end of 2018.	55,84.71
8. Net amount adjusted under "7810-Inter State Settlement".	(-)0.17
9. Due to rounding	(-)0.02
10. Appropriation to Contingency Fund	(-)3,05.00
Total	52,70.44

**13. SUMMARY OF BALANCES
UNDER CONSOLIDATED FUND, CONTINGENCY FUND AND PUBLIC ACCOUNT**

A. The following is a summary of balances as on 31st March 2018

Debit Balance	Sector of the General Account	Name of the Account	Credit Balance
(Rupees in crore)			(Rupees in crore)
	A to D and Part of L	CONSOLIDATED FUND	
73,49.06		Government Account	...
	E.....	Public Debt	64,01.81
7,82.81	F.....	Loans and Advances	
		CONTINGENCY FUND	
		Contingency Fund	3,05.00
		PUBLIC ACCOUNT	
	I.....	Small Savings, Provident Funds. etc.	15,31.52
	J.....	RESERVE FUNDS	
		(i) Reserve funds bearing Interest	4.70
		Gross Balance	
		Investment	
		(ii) Reserve funds not bearing Interest	3,20.78
		Gross Balance	
3,13.11		Investment	
	K.....	DEPOSIT AND ADVANCES	
		(i) Deposits bearing Interest	0.90
		(ii) Deposits not bearing Interest	15,38.48
1.81		(iii) Advances	
	L.....	SUSPENSE AND MISCELLANEOUS	
16,80.66		Investments	
43.16		Other Items(Net)	...
	M.....	REMITTANCES	1,02.72
35.30	N.....	CASH BALANCE (Closing)[*]	
1,02,05.91		Total	1,02,05.91

[*] As regards Reserve Bank Deposits which is a component of the cash balance of the Government, there was a difference between balances reflected in the Accounts and that intimated by the Reserve Bank of India. Explanatory note (a) under Annexure to Statement 2 at page 13 may please be referred to for details.

**13. SUMMARY OF BALANCES
UNDER CONSOLIDATED FUND, CONTINGENCY FUND AND PUBLIC ACCOUNT**

EXPLANATORY NOTES

(a) There was a difference between the figures reflected in the accounts and that intimated by the Reserve Bank of India regarding "Deposits with Reserve Bank" included in the Cash Balance. The discrepancy is under reconciliation. Please see foot note of Annexure A. Cash Balances and Investment of Cash Balances.

B. Government Account : Under the system of book-keeping followed in Government accounts, the amount booked under revenue, capital and other transactions of Government the balances of which are not carried forward from year to year in the accounts, are closed to a single head called "Government Account". The balance under this head represents the cumulative result of all such transactions

To this the balances under Public Debt, Loans and Advances, Small Savings, Provident Funds, Reserve Funds, Deposits and Advances, Suspense and Miscellaneous (Other than Miscellaneous Government Account), Remittances and Contingency Fund, etc. are added and the closing cash balance at the end of the year is to be worked out and proved.

The other headings in the summary take into account the balances under all accounts heads in Government books in regard to which Government has a liability to repay the money received or has a claim to recover the amounts paid and also heads of account opened in the books for adjustment of remittance transactions.

It must be understood that these balances can not be regarded as a complete record of the financial position of the Government as it does not take into account all the physical assets of the State, such as lands, buildings, communication, etc. nor any accrued dues or outstanding liabilities which are not brought to account under the cash basis of accounting followed by Government.

The net amount at the debit of Government Account at the end of the year has been arrived at as under:-

Debit (Rupees in crore)	Details	Credit (Rupees in crore)
71,16.42	A- Amount at the Debit of the Government Account as on 1st April, 2017	
	B-Receipt Heads (Revenue Account)	92,73.48
	C-Receipt Heads (Capital Account)	
84,22.68	D-Expenditure Heads (Revenue Account)	
9,83.44	E-Expenditure Heads (Capital Account)	
	F-Suspense and Miscellaneous (Miscellaneous Government Accounts)	
	H-Inter State Settlements	
1,00.00	I-Transfer to Contingency Fund	
	K- Amount at the debit of the Government Account as on 31st March 2018	73,49.06
1,66,22.54	Total	1,66,22.54

13. SUMMARY OF BALANCES
UNDER CONSOLIDATED FUND, CONTINGENCY FUND AND PUBLIC ACCOUNT

- (i) In a number of cases there are unreconciled differences in the closing balance as reported in the statement of 'Receipts, Disbursements and Contingency fund and Public Account' (Statement No. 18 and 21) and that shown in separate Registers or other record maintained in the Account office/ Departmental offices for the purpose. Steps are being taken to settle the discrepancies
- (ii) The balances are communicated to the officers concerned every year for verification and acceptance thereof. In a large number of cases such acceptances have not been received.
- (iii) The cases where acceptances of balances have been delayed and the amounts involved are considerable have been mentioned in Annexure 'A' of Appendix VII Volume II.
- (iv) Cases where details/documents are awaited in connection with reconciliation of balances are detailed in Annexure 'B' of Appendix VII Volume II. .

Notes to Accounts

1. Summary of significant accounting policies:

(i) Entity and Accounting Period:

These accounts present the transactions of the Government of Meghalaya for the period from 1 April 2017 to 31 March 2018 and have been compiled based on the initial accounts rendered by the 16 Treasuries, 91 Public Works and 46 Forest and Soil Divisions of the State Government and advices of the Reserve Bank of India. There were delays in rendition of monthly accounts by Treasuries, Public Works Divisions and Forest & Soil Divisions. However, no accounts were excluded at the end of the year.

(ii) Basis of Accounting:

With the exception of some book adjustments and periodical adjustments (**Annexure-A and Annexure-G**) like 'Adjustment of GPF interest for the year 2017-18' and 'Transfer of Fund', the accounts represent the actual cash receipts and disbursements during the accounting period. Physical Assets and Financial Assets such as investments, etc., are shown at historical cost, i.e., the value at the year of acquisition/purchase. Physical assets are not depreciated or amortized. Losses in physical assets at the end of their life have not been expensed or recognized.

The retirement benefits disbursed during the accounting period have been reflected in the accounts but the pension liability of the Government i.e., the liability towards payment of retirement benefits for the past service of its employees is not included in the accounts.

(iii) Currency in which Accounts are kept:

The accounts of Government of Meghalaya are maintained in Indian Rupees (₹).

(iv) Form of Accounts:

Under Article 150 of the Constitution of India, the accounts of the Union and of the States are kept in such form as the President may on the advice of the Comptroller and Auditor General of India, prescribe. The word "form" used in Article 150 has a comprehensive meaning so as to include the prescription not only of the broad form in which the accounts are to be kept but also the basis for selecting appropriate heads under which the transactions are to be classified.

Notes to Accounts-contd.

(v) Classification between Revenue and Capital:

Revenue Expenditure is recurring in nature and is intended to be met from revenue receipts. Capital Expenditure is the expenditure incurred with the object of increasing concrete assets of a material and permanent character or of reducing permanent liabilities. During the year 2017-18, the State Government incurred an expenditure of ₹11.62 crore on “Major Works” under the Revenue section and ₹1.38 crore on “Minor Works” under the Capital section. Instances of such expenditure in respect of “Major Works” and some “Minor Works” under Revenue and Capital sections are indicated in **Annexure-B (i) & B (ii)**.

(vi) Status on inclusion of statements/information as recommended by the Twelfth Finance Commission:

To bring greater transparency in accounting and to enable decision making, the Twelfth Finance Commission had recommended the inclusion of eight additional statements/information in the Finance Accounts. Of these, one appendix viz. (xii) ‘Information on committed liabilities of the State’ as at the end of 31 March 2018, does not find place in the accounts for want of requisite information from the State Government.

2. Quality of Accounts

(i) Advance Apportionment and Devolution of Un-apportioned Integrated Goods and Service Tax (IGST):

As per sanction orders issued by the Ministry of Finance, Government of India, an amount of ₹28.00 crore was received on account of advance apportionment of IGST, and an amount of ₹436.56 crore was stated to have been devolved to the Meghalaya Government, on the basis of the recommendations of the Fourteenth Finance Commission.

(ii) Booking under Minor Head “800 - Other Receipts and Other Expenditure”:

Minor Head 800-‘Other Receipts’/800-‘Other Expenditure’ is intended to be operated only when the appropriate Minor head under the Major Head has not been provided in the accounts. Routine operation of Minor Head 800 is to be discouraged, since it renders the accounts opaque. During the year 2017-18, expenditure of ₹1,369.97 crore under 52 Revenue and Capital Major Heads of accounts constituting 14.56 *per cent* of the total expenditure of ₹9,406.12 crore (Revenue and Capital) was recorded under the Minor Head 800 – ‘Other Expenditure’. However, there is drastic decline in booking of receipt under the Minor Head 800 – ‘Other Receipt’ as only ₹57.57 crore under 28 Revenue Major Heads of accounts

Notes to Accounts-contd.

constituting 0.62 *per cent* of the total receipts of ₹9,273.48 crore (Revenue and Capital) were recorded.

Instances of substantial proportion (50% and above) of receipts and expenditure classified under the Minor Head 800 - Other Receipts /800- Other Expenditure are given in **Annexures-C and D** respectively.

(iii) Unadjusted Abstract Contingent (AC) Bills:

Drawing and Disbursing Officers are authorised to draw sums of money by preparing Abstract Contingent (AC) bills by debiting service heads. They are required to present Detailed Countersigned Contingent (DCC) Bills containing vouchers in support of final expenditure. As on 31 March 2018, AC bills amounting to ₹35.60 crore remained outstanding. Prolonged non-submission of DCC bills renders the expenditure under AC bills opaque. Also the expenditure shown in the Finance Accounts cannot be vouched as correct or complete to the extent of non-receipt of DCC bills. Details are given below:

Year	Number of pending DCC bills	Amount (₹ in crore)
2016-17	01	*
2017-18	09	35.60
Total	10	35.60

[*] Amount involves ₹5,000/- only, hence not reflected.

Entire outstanding amount of ₹35.60 crore of pending AC bills pertains to Election department.

(iv) Outstanding Utilization Certificates (UCs) against Grants-in-Aid sanctioned by the State Government:

Grantee Institutions receiving Grants-in-Aid from Government are required to furnish UCs to the Principal Accountant General (A&E) countersigned by the disbursing authority after thorough verifications. The purpose for which the Grants-in-Aid were utilized can be confirmed only on receipt of UCs which would safeguard against diversion of funds for other purpose. To the extent of non-receipt of UCs, the expenditure shown in the accounts cannot be treated as final nor can it be confirmed that the amount has been expended/utilized for the intended purposes. At the close of March 2018 accounts, 865 UCs amounting to ₹2,950.01 crore remained outstanding in the books of the Principal Accountant General (A&E). The details are given below:

Notes to Accounts-contd.

Year (*)	Number of Utilization Certificate awaited	Amount (₹ in crore)
Upto2015-16	373	1,281.92
2016-17 ^(*)	251	909.75
2017-18	241	758.34
Total	865	2,950.01

(*) The year mentioned above relates to 'Due Year' i.e. after 12 months of actual drawal.

Major defaulting departments who have not submitted UCs are Education (₹11,28.68 crore, percentage of total amount-38.26); Other Rural Development Programmes (₹3,75.16 crore, percentage of total amount-12.72); Medical and Public Health (₹3,03.60 crore, percentage of total amount-10.29); Welfare of Scheduled Castes, Scheduled Tribes and Other Backward Classes (₹2,31.80 crore, percentage of total amount-7.86) and Secretariat (₹2,27.46 crore, percentage of total amount-7.71).

(v) Transfer of Funds to Personal Deposit (PD) Accounts:

State Government may authorize the opening of Personal Deposit (PD) Accounts for operation by designated Administrators for specific purposes. Transfer of Funds to PD Accounts is booked as expenditure under relevant Service Major Heads without any actual Cash flow. Under Rule 392 of Meghalaya Treasury Rules, 1985, if Personal Deposit Accounts are created by transferring funds from the Consolidated Fund for discharging liabilities of the Government arising out of the special enactment, such accounts should be closed at the end of the Financial Year and unspent balance should be transferred to the Consolidated Fund. The Personal Deposit Accounts can be re-opened next year, if necessary, in the usual manner.

The status of PD Accounts during the year 2017-18 is as under:

(₹ in crore)							
Opening Balance		Addition during the year		Closed during the year		Closing Balance	
Number	Amount	Number	Amount	Number	Amount	Number	Amount
07*	6.43	00	14.64	00	2.26**	07	18.81

*Difference with last year's accounts is because of erroneous reflection of three accounts as closed instead of one.

**Disbursement from the operating account during the year 2017-18.

Further, if a Personal Deposit Account is not operated for a considerable period and there is reason to believe that the need for the deposit account has ceased, the same should be closed in consultation with the officer in whose favour the deposit account had been opened. Out of 7 PD Accounts, 2 PD Accounts remained in-operative, for periods ranging from 10 to 14 years and are in the process of being closed in compliance with the rule.

Notes to Accounts-contd.

(vi) Reconciliation of Receipts and Expenditure:

Reconciliation of Receipts and Expenditure, is required to be carried out by all the Controlling Officers (COs) with the office of the Principal Accountant General (A&E). The extent of accuracy and completeness of accounts can be drawn only when there is complete reconciliation. Such reconciliation has been completed for expenditure of ₹8,591.84 crore (87 *per cent* of the total expenditure of ₹9,857.79 crore) and receipts of ₹9,998.87 crore (95 *per cent* of the total receipts of ₹1,05,16.07 crore).

(vii) Cash Balance:

There is a net difference of ₹48.18 crore (Debit) at the end of the accounting year 2017-18 between the Cash Balance in the books of the Principal Accountant General (A&E) and the figures reported by the Reserve Bank of India. This difference is mainly due to erroneous reporting by the accredited banks to the Reserve Bank of India, Nagpur which is responsible for maintaining the Cash Balance of the State Government and such difference needs to be reconciled by the Treasuries of the Government of Meghalaya with the accredited banks.

During the year 2017-18, difference to the tune of ₹0.05 crore (Credit) pertaining to previous years was cleared.

3. Other Items

(i) Liabilities on Retirement Benefits:

Expenditure on pension and other retirement benefits during the year 2017-18 to the State Government employees recruited upto 31 March 2010 was ₹719.54 crore (8.54 *per cent* of the total Revenue Expenditure of ₹8,422.68 crore). State Government employees recruited on or after 1 April 2010 are covered under the 'New Defined Contribution Pension Scheme, 2010' of the State Government. AIS officers borne on the cadre of the State Government on or after 1 January 2004 are covered under the 'New Pension Scheme, 2004'. In terms of the scheme, such employees contribute 10 *per cent* of basic pay and dearness allowance, which is matched by the State Government and the entire amount is to be transferred to the National Securities Depository Limited (NSDL)/Trustee Bank through the designated Fund Account. The amount of employee's and employer's contributions, receivable in the scheme since inception has not been estimated. Consequently, the actual liability of the employees and Government under the scheme is not ascertainable. As per accounting procedure, both employees and matching employer's contributions are first

Notes to Accounts-contd.

transferred to the Public Account under 'MH 8342-117-Defined Contributory Pension Scheme' and the total amount is thereafter transferred to the National Security Depository Limited (NSDL), which is responsible for management of the funds under the scheme. During the year 2017-18, the State Government transferred ₹62.72 crore to the NSDL (₹31.36 crore each for employees and Government's matching contribution except for those officers on deputation). Discrepancy between the amount transferred to NSDL and the amount shown under MH 8342-117 is due to non-reconciliation of figure of NPS with the accounts.

As on 31 March 2018, a cumulative balance of ₹0.85 crore under the Fund accounting head 8342-117 remained to be transferred to NSDL/Trustee Bank. Uncollected, unmatched and un-transferred amount, which accrued interest, represent outstanding liabilities under the scheme.

(ii) Loans and Advances

Details of Loans and Advances made by the State Government have been included in Statement 7 & 18 of Finance Accounts (Volume-I & Volume-II) in the format prescribed by the Indian Government Accounting Standards (IGAS) 3. The information, however, is incomplete, since details of overdue principal and interest in respect of Loans and Advances where the detailed accounts are maintained by the State Government, are awaited. The State Government has also not confirmed the balances as on 31 March 2018, including those where individual loan accounts are maintained by the office of the Principal Accountant General (A&E).

(iii) Investment

During the year 2017-18, the State Government has invested ₹1,56.93 crore in the equity and shares of State PSUs such as Statutory Corporations and Co-operative Institutions. Out of ₹1,56.93 crore, ₹1,17.17 crore invested from Revenue Account under MH 2801-Power (₹1,16.07 crore) and MH 2552-North Eastern Areas (₹1.10 crore). Details are provided in Statement No. 19 (Vol-II).

Notes to Accounts-contd.

(iv) Reserve Funds:

The Government of Meghalaya has 10 Reserve Funds, including those set up as per the recommendation of the Twelfth and Thirteen Finance Commissions, as detailed in Statements 21 and 22 of Finance Accounts (Volume-II). Of the 10 Reserve Funds, 3 Funds are active and 7 Funds are inactive for more than 20 years. The total accumulated balance under these Reserve Funds as on 31 March 2018 is ₹325.48 crore (₹323.44 crore in active Funds and ₹2.04 crore in inactive Funds), of which ₹313.11 crore (96.20 per cent of balance) was invested.

The interest liability in respect of Reserve Funds bearing interest and Deposits bearing interest, under Sectors J and K respectively of the Public Account are annual liabilities that the State Government is required to discharge. No Budget provision has been made by the State Government despite the existence of balances in such Reserve Funds and Deposits as on 1 April 2017 as detailed below:

(₹ in crore)				
Sector	Sub-sector	Rate of interest	Balance as on 1 April 2017	Interest payable
J-Reserve Funds	Reserve Funds bearing interest (SDRF)	7.5 per cent (Average rate of interest for W&M Advance)	29.70	2.23

Details of significant Reserve Funds are given below:

(a) Consolidated Sinking Fund (CSF) :

The Consolidated Sinking Fund (CSF) was constituted by the State Government in the year 1999-2000 for amortization of liabilities which is administered by the Reserve Bank of India on the instructions of the State Government. Under the scheme, the State Government is required to make annual contributions to the Fund at a minimum of 0.5 per cent of the total outstanding liabilities at the end of the previous year. In terms of the guidelines, the State Government was required to contribute ₹44.91 crore (0.5 percent of outstanding liabilities of ₹8,981.69 crore as on 31 March 2017). Against this requirement, the State Government contributed ₹46.38 crore to the Fund in 2017-18.

Notes to Accounts-contd.

(b) Guarantee Redemption Fund (GRF):

The Government of Meghalaya constituted a Guarantee Redemption Fund (GRF) in 2014-15 with an amount of ₹11.74 crore for meeting its obligations arising out of the Guarantees issued on behalf of State level bodies through an Act dated 23 June, 2014. As per the Act, the Fund shall be set up by the Government with an initial contribution of minimum 1 per cent of outstanding guarantees at the end of the previous year and thereafter minimum 0.5 per cent every year to achieve a minimum level of 3 per cent in next five years. During the year 2017-18, contribution to the tune of ₹10.42 crore was made to the fund account instead of ₹4.91 crore (0.5 per cent of outstanding guarantees of ₹982.89 crore as on 1 April 2017), out of this contributed amount, only ₹10.13 crore was invested leaving a balance of ₹0.29 crore lying in the Fund Account. No guarantees were invoked during the year 2017-18. Information on Guarantees as furnished by the Government of Meghalaya is reported in Statement 20 of Finance Accounts (Volume-II) prepared in terms of the guidelines prescribed in the Indian Government Accounting Standards (IGAS) 1, notified by the Government of India.

(c) State Disaster Response Fund (SDRF):

The State Government commenced operation of the 'State Disaster Response Fund' (SDRF) in 2010-11 as per the recommendation of the Thirteenth Finance Commission. In terms of the guidelines, the Centre and the Special category States like Meghalaya are required to contribute to the Fund in the ratio of 90:10. During the year 2017-18, the Government of Meghalaya received ₹24.30 crore as grants towards SDRF. Following the Government of India's release, the State Government transferred ₹27.00 crore (₹24.30 crore Central Share and ₹2.70 crore State Share) to the Fund. In terms of the guidelines of the Fund, the available Fund balance of ₹29.70 crore as on 31 March 2017 along with the receipt during the year was required to be invested in a defined manner by the State Executive Committee (SEC). However, as on 31 March 2018, an amount of ₹52.00 crore was found disbursed from the fund accounts under the MH 8121-122, leaving a balance of ₹4.70 crore at the end of the year 2017-18. The matter was taken up with the State Government to furnish bifurcation of the investment figure and expenditure on relief works out of the disbursed amount of ₹52.00 crore. Due to non-receipt of the information, amount invested and expenditure on relief works could not be ascertained.

Notes to Accounts-contd.

(d) Central Road Fund:

In terms of guidelines, the Central grant is to be booked as Revenue receipts under Major Head 1601- Grants-in-Aid, and an equivalent amount transferred to the Public Account under Major Head 8449- Other Deposits-103- Subventions from Central Road Fund, by debiting the Revenue expenditure Major Head 3054- Roads and Bridges in the same year of receipt. This is in keeping with the principle that Grants in Aid are to be recorded in the Revenue section irrespective of purpose (Capital or Revenue), and also ensures that the Revenue Surplus of the State Government is not unduly inflated because of the grant. Expenditure on road works is first to be accounted for under the relevant Revenue or Capital Expenditure section, and is to be reimbursed out of the Fund as a deduct expenditure to the concerned Revenue or Capital Major Head (3054 or 5054 as the case may be).

During 2017-18, the State Government received ₹13.72 crore towards CRF which was duly transferred to the Fund account but remained un-utilized at the end of the year as compared to the central grant of ₹15.29 crore which was received and fully utilized during the year 2016-17.

(v) Building and Other Construction Worker's Welfare Board

'Building and Other Construction Worker's Welfare Boards' are created to oversee the implementation of the welfare schemes to its beneficiaries from the funds collected by the Board. 'Meghalaya Building and Other Construction Worker's Welfare Board' has been constituted in the State of Meghalaya vide Government of Meghalaya, Labour Department Notification dated 02-09- 2009 and reconstituted vide Notification dated 23-04-2018 with the Principal Secretary to the Government of Meghalaya, Labour Department as the chairperson. As per the information furnished by the Board, the total amount of cess collected is ₹1,22.89 crore and the total amount spent by the Board is stated to be ₹2.47 crore till 2017-18 since inception. The cess so collected is not credited into the Government Accounts but is deposited into the Board's Bank Account.

(vi) Suspense & Remittance Balance

The Finance Accounts reflect the net balances under Suspense and Remittance Heads as detailed in Statement 21 of Finance Accounts (Volume-II). The outstanding balances under these heads are worked out by aggregating the outstanding debit and credit balances separately under various heads. Clearance of suspense and remittance items depends on the

Notes to Accounts-contd.

details furnished by the State Treasuries/ Works and Forest Divisions/ PAOs, etc. Details of outstanding Suspense and Remittance balances of last 3 years are given in **Annexure-E**.

(vii) Rush of Expenditure

Rush of expenditure particularly in the closing month of the financial year should be avoided as per Financial Rules. Contrary to this, ₹2,372.74 crore was drawn in March 2018, out of which ₹835.58 crore was drawn on the last working day of March 2018. The expenditure on the closing month of the financial year constituted 25.23 per cent of total expenditure of ₹9,406.12 crore and the expenditure on the last working day constituted 35 *per cent* of the total expenditure of the month i.e., ₹2,372.74 crore, indicating that the drawal was primarily to exhaust the budget provisions. The Treasury-wise details of significant transactions are given in **Annexure-F**.

The State Government transferred ₹696.73 crore (constituting 29 *per cent* of total expenditure of ₹2,372.74 crore incurred) during March 2018 to the Public Account under the Major Head 8443 – Civil Deposits from various service heads, primarily to exhaust the unspent budgetary provisions. Instances of such transfer of more than ₹5 crore are listed in **Annexure-G**.

(viii) Direct transfer of Central Scheme Funds to Implementing Agencies in the State (Funds routed outside State Budget)

Till 31 March 2014, Government of India transferred substantial funds directly to State Implementing Agencies/Non-Government Organizations (NGOs) for implementation of various schemes/programmes. As per the PFMS portal of the Controller General of Accounts (CGA), Government of India directly released ₹472.78 crore to the implementing agencies located in Meghalaya during 2017-18. Details are at Appendix-VI. However, contrary to last year's reduction in direct release of assistance to implementing agencies by 49.94 per cent, this year the figure increased significantly by 705.14 per cent, as compared to 2016-17 (₹58.72 crore in 2016-17).

(ix) Contingency Fund

The Contingency Fund of the State is created under Article 267(2) of the Constitution of India and is intended to meet expenditure that is unanticipated in the Budget. Advances availed of from the Contingency Fund are to be recouped by the end of the year. The State Government of Meghalaya vide Act No. 2 of 2017 dated 25-03-2017 raised the corpus of the

Notes to Accounts-contd.

Fund from ₹205.00 crore to ₹305.00 crore and accordingly budget provision of ₹100.00 crore under 'MH 7999- Appropriation to Contingency Fund' was provided for increasing the corpus to ₹305.00 crore.

(x) Ujwal DISCOM Assurance Yojana (UDAY)

Pursuant to the revival package for electricity distribution companies, the State Government during the year 2016-17 took over the debt of the DISCOMs to the extent of ₹125.00 crore by issuing ten bonds each amounting to ₹12.50 crore with rate of interest ranging from 7.45 *per cent* to 8.04 *per cent* to the participating lender banks through Reserve Bank of India. The break-up of financial package to the Distribution Companies during 2017-18 is as under:

(₹ in crore)

No.	Nature of assistance	During 2017-18	Cumulative
1.	Grants-in-aid to Meghalaya Energy Corporation Limited	93.75	93.75
	Equity share to Meghalaya Energy Corporation Limited	31.25	31.25
	Total	125.00	125.00

Notes to Accounts-contd.

(xi) Compliance to the Fiscal Responsibility and Budget Management Act:

The State Government's performance against the targets prescribed in the Meghalaya FRBM Act, 2006, as reflected in the accounts during the year 2017-18 is given below:

Sl. No.	Targets	Achievements during the year as per the accounts*
1.	Maintain Revenue surplus during the award period 2015-16 to 2019-20	The Government of Meghalaya had a Revenue Surplus of ₹850.80 crore in 2017-18 (2.69 <i>per cent</i> of GSDP).
2.	Maintain fiscal deficit to an annual limit of 3 <i>per cent</i> of GSDP during the award period of the 14 th Finance Commission (2015-2020).	The Fiscal Deficit of ₹237.24 crore as per the accounts was 0.75 percent of GSDP* for 2017-18.
3.	Outstanding debt expressed as percentage of GSDP* shall progressively be reduced from 25.28 <i>per cent</i> of GSDP* during 2015-16 to 25.02 <i>per cent</i> of GSDP* during 2019-20.	The outstanding debt for 2017-18 (₹9,483.26 crore) was 29.98 <i>per cent</i> of GSDP*.

*GSDP (Gross State Domestic Product) for 2017-18 was ₹31636 crore as per the Directorate of Economics and Statistics, Government of Meghalaya.

Notes to Accounts-contd.

(xii) Impact of incorrect booking on Revenue Surplus and Fiscal Deficit:

The impact on Revenue Surplus and Fiscal Deficit of the Government of Meghalaya during the year 2017-18 consequent to the budgeting and booking of amounts under incorrect expenditure/receipts and revenue heads (details given in preceding paragraphs) is given below:

Para-graph Number	Item	Impact on Revenue Surplus		Impact on Fiscal Deficit	
		Overstatement (₹ in crore)	Understatement (₹ in crore)	Overstatement (₹ in crore)	Understatement (₹ in crore)
1(v)	(a) Major Works booked under Revenue Section instead of Capital Section		11.62	-	-
1(v)	(b) Minor Works booked under Capital Section instead of Revenue Section	1.38		-	-
3(iv)(a)	Excess contribution to Consolidated Sinking Fund		1.47	1.47	
3(iv) (b)	Excess contribution to Guarantee Redemption Fund		5.51	5.51	
3(iv) (c)	Non discharge of interest liabilities on SDRF	2.23			2.23
Net Total:		14.99 (Understatement)		4.75 (Overstatement)	

Notes to Accounts-contd.

Annexure-A
[Periodical Adjustments]
[Reference to para No.1(ii)]

Sl. No.	Book Adjustment	Head of Account		Amount (₹ in crore)	Remarks
		From	To		
1.	Adjustment of GPF interest for the year 2017-18	2049- Interest Payments- 03- Interest on Small Savings Provident Funds etc. 104- Interest on State Provident Funds	8009- State Provident Funds 01- Civil 101- General Provident Funds	1,13.73	Interest on General Provident Fund of State Government employees.
2.	Appropriation for reduction or avoidance of debt	2048- Appropriation for reduction or avoidance of debt 101- Sinking Funds	8222- Sinking Funds, 01- Appropriation for reduction or avoidance of debt 101- Sinking Funds	46.38	Investment made by RBI on behalf of the State Government

Notes to Accounts-contd.

Annexure- B (i)
[Incorrect depiction of Major Works under Revenue Section]
[Reference to para no. 1(v)]

(₹ in crore)

Sl.No.	Major Head	Sub Major Head	Minor Head	Sub Head	Amount
1.	2216	03	102	Provision of house site to the landless	5.00
2.	2220	60	001	(01) Directorate of information and Public Relation	0.70
				(02) District Sub-Divisional Information & Public Relations Offices	0.06
3.	2415	03	277	Education	3.36
4.	2515	01	800	(08) Construction of Rural Roads Prog.	2.50
Total					11.62

Notes to Accounts-contd.

Annexure- B (ii)
[Incorrect depiction of Minor Works under Capital Section]
[Reference to para no. 1(v)]

(₹ in crore)

Sl. No.	Major Head	Sub Major Head	Minor Head	Sub Head	Amount
1.	4216	80	800	(09)Rental Housing Scheme	1.38
Total					1.38

Notes to Accounts-contd.

Annexure- C
[Transactions under 800 Other Receipts]
[Reference to para no. 2(ii)]

(₹ in crore)

Major Head and Description		Total Receipts under the Major Head	Receipt under Minor Head – 800 - Receipts	Percentage to Total Receipts under the Major Head
0058	Stationery and Printing	0.22	0.19	86
0059	Public Works	17.01	14.77	87
0070	Other Administrative Services	3.76	1.88	50
0075	Miscellaneous General Services	0.94	0.90	96
0217	Urban Development	0.05	0.05	100
0575	Other Special Areas Programmes	0.01	0.01	100
0702	Minor Irrigation	0.23	0.23	100
1456	Civil Supplies	0.04	0.04	100

Notes to Accounts-contd.

Annexure- D
[Transactions under 800 Other Expenditure]
[Reference to para no. 2(ii)]

(₹ in crore)

Major Head and Description		Total Expenditure under the Major Head	Expenditure under Minor Head – 800 - Expenditure	Percentage to Total Expenditure under the Major Head
2225	Welfare of Scheduled Castes, Scheduled Tribes and Other Backward Classes	81.67	81.67	100
2501	Special Programmes for Rural Development	1,27.53	1,14.40	90
2515	Other Rural Development Programmes	2,34.49	1,57.03	67
2853	Non-ferrous Mining and Metallurgical Industries	1,02.25	87.74	86
4055	Capital Outlay on Police	12.51	10.20	82
4235	Capital Outlay on Social Security and Welfare	12.09	12.09	100
4401	Capital Outlay on Crop Husbandry	1.00	1.00	100
4405	Capital Outlay on Fisheries	0.36	0.36	100
4435	Capital Outlay on other Agricultural Programmes	0.50	0.50	100
4552	Capital Outlay on North Eastern Areas	39.92	25.80	65
4885	Other Capital outlay on Industries and Minerals	1.80	1.80	100
5054	Capital Outlay on Roads and Bridges	4,46.63	4,46.63	100
5055	Capital Outlay on Roads and Transport	2.61	2.61	100

Notes to Accounts-contd.

Annexure-E
[8658-Suspense Accounts]
[Reference to para no. 3(v)]

Major head 8658- Suspense Accounts**(₹ in crore)**

Name of Minor Head	2015-16		2016-17		2017-18	
	Dr	Cr	Dr	Cr	Dr	Cr
101- Pay and Accounts Office -Suspense	44.68	0.71	32.52	0.76	36.46	0.84
Net	Dr 43.97		Dr 31.76		Dr 35.62	
102- Suspense Account (Civil)	4.82	0.62	4.06	0.62	4.67	0.11
Net	Dr 4.20		Dr 3.44		Dr 4.56	
109- Reserve Bank Suspense - Headquarters	25.16	(-)11.46	27.42	(-)6.41	28.18	0.68
Net	Dr 36.62		Dr33.83		Dr 27.50	
110-Reserve Bank Suspense -Central Accounts Office	21.54	42.09	21.28	39.15	23.27	44.77
Net	Cr 20.55		Cr17.87		Cr 21.50	
112-Tax Deducted at source(TDS) Suspense	0.45	0.55	0.04	0.14	0.04	3.72
Net	Cr 0.10		Cr 0.10		Cr 3.68	
123- A.I.S Officers' Group Insurance Scheme	0.28	0.32	0.29	0.33	0.29	0.34
Net	Cr 0.04		Cr 0.04		Cr 0.05	

Major Head 8782- Cash Remittances and adjustments between Officers rendering accounts to the same Accounts Officer

Name of Minor Head	2015-16		2016-17		2017-18	
	Dr	Cr	Dr	Cr	Dr	Cr
102- Public Works Remittances	15973.78	16112.42	17732.54	17871.99	19537.57	19679.27
103-Forest Remittances	2515.52	2471.70	2765.52	2721.28	2938.34	2895.96
Net	Cr 94.82		Cr 95.21		Cr 99.32	

Notes to Accounts-contd.

Annexure- F

Rush of Expenditure

[Treasury wise illustration of significant transaction on 31-03-2018]

[Reference to para no. 3(vi)]

(₹ in crore)

Sl. No.	Treasury Name	Amount
1.	Shillong (North) Treasury	4,96.21
2.	Shillong (South) Treasury	2,91.67
3.	Jowai Treasury	6.06
4.	Nongstoin Treasury	5.84
5.	William Nagar Treasury	7.91
6.	Nongpoh Treasury	5.59
7.	Tura Treasury	10.63
8.	Mairang Sub-Treasury	1.44
9.	Sohra Sub-Treasury	0.82
10.	Khliehriat Sub - Treasury	1.52
11.	Mawkyrwat Sub - Treasury	1.41
12.	Dadengiri Treasury	0.24
13.	Amlarem Treasury	0.38
14.	Baghmara Treasury	3.08
15.	Ampati Treasury	2.53
16.	Meghalaya House, New Delhi	0.22
17.	Meghalaya House, New Delhi (Tourism)	0.03
	Total	8,35.58

Notes to Accounts-contd.

Annexure- G
[Transfer of fund during 2017-2018 to 8443- Civil Deposit]
[Reference to para no. 3(vi)]
(Items having transfers of more than ₹5 crore)

(₹ in crore)

Sl. No.	Book Adjustment	Head of Account		Amount
		From	To	
1.	Transfer to Other Departmental Deposits	2014-800	8443-Civil Deposits 111-Other Departmental Deposits	9.61
2.	Transfer to Other Departmental Deposits	2055-104	8443-Civil Deposits 111-Other Departmental Deposits	11.73
3.	Transfer to Other Departmental Deposits	2055-109	8443-Civil Deposits 111-Other Departmental Deposits	9.68
4.	Transfer to Other Departmental Deposits	2202-102	8443-Civil Deposits 111-Other Departmental Deposits	1,39.22
5.	Transfer to Other Departmental Deposits	2210-110	8443-Civil Deposits 111-Other Departmental Deposits	12.16
6.	Transfer to Other Departmental Deposits	2210-200	8443-Civil Deposits 111-Other Departmental Deposits	9.50
7.	Transfer to Other Departmental Deposits	2210-800	8443-Civil Deposits 111-Other Departmental Deposits	30.09
8.	Transfer to Other Departmental Deposits	2225-800	8443-Civil Deposits 111-Other Departmental Deposits	9.85
9.	Transfer to Other Departmental Deposits	2230-003	8443-Civil Deposits 111-Other Departmental Deposit	5.21
10.	Transfer to Other Departmental Deposits	2235-102	8443-Civil Deposits 111-Other Departmental Deposit	14.03
11.	Transfer to Other Departmental Deposits	2236-101	8443-Civil Deposits 111-Other Departmental Deposit	40.38

Annexure- G -concl.d.

[Transfer of fund during 2017-2018 to 8443- Civil Deposit]

[Reference to para no. 3(vi)]

(Items having transfers of more than ₹5 crore)

(₹ in crore)

Sl. No.	Book Adjustment	Head of Account		Amount
		From	To	
12.	Transfer to Other Departmental Deposits	2401-119	8443-Civil Deposits 111-Other Departmental Deposit	9.80
13.	Transfer to Other Departmental Deposits	2501-800	8443-Civil Deposits 111-Other Departmental Deposit	11.14
14.	Transfer to Other Departmental Deposits	2501-800	8443-Civil Deposits 111-Other Departmental Deposit	23.75
15.	Transfer to Other Departmental Deposits	2505-101	8443-Civil Deposits 111-Other Departmental Deposit	29.02
16.	Transfer to Other Departmental Deposits	2801-800	8443-Civil Deposits 111-Other Departmental Deposit	5.75
17.	Transfer to Other Departmental Deposits	2852-001	8443-Civil Deposits 111-Other Departmental Deposit	32.55
18.	Transfer to Other Departmental Deposits	2853-800	8443-Civil Deposits 111-Other Departmental Deposit	27.22
19.	Transfer to Other Departmental Deposits	3451-800	8443-Civil Deposits 111-Other Departmental Deposit	9.59
20.	Transfer to Other Departmental Deposits	3456-102	8443-Civil Deposits 111-Other Departmental Deposit	27.39
21.	Transfer to Other Departmental Deposits	4851-101	8443-Civil Deposits 111-Other Departmental Deposit	7.60
22.	Transfer to Other Departmental Deposits	4059-051	8443-Civil Deposits 108-Public Works Deposits	5.45
23.	Transfer to Other Departmental Deposits	4215-102	8443-Civil Deposits 108-Public Works Deposits	5.38

Annexure- G -concl.d.

[Transfer of fund during 2017-2018 to 8443- Civil Deposit]

[Reference to para no. 3 (vi)]

(Items having transfers of more than ₹5 crore)

(₹ in crore)

Sl. No.	<u>Book Adjustment</u>	Head of Account		Amount
		From	To	
24.	Transfer to Other Departmental Deposits	5054-800	8443-Civil Deposits 108-Public Works Deposits	30.34
25.	Transfer to Other Departmental Deposits	5054-800	8443-Civil Deposits 108-Public Works Deposits	62.74

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