

## **PREFACE**

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

**'Accounts at a Glance'** provides a broad overview of Government activities as reflected in the Finance Accounts and the Appropriation Accounts.

Suggestions that would help us in improving this publication are welcome.

**Chandigarh**

**The:**

**(Balvinder Singh)**

**Principal Accountant General(A&E)**

**Haryana**

## CHAPTER-1

### Overview

#### 1.1 Introduction

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

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

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

There are two main divisions under the Consolidated Fund:

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

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

In the Contingency Fund, the transactions connected with Contingency Fund established under Article 267 of the Constitution of India are recorded.

In the Public Account, the transactions relating to 'Debt' (other than those included in Part-I), 'Deposits', 'Advances', 'Remittances' and 'Suspense' are recorded.

Annual Accounts of the Government of Haryana and Audit Reports (Revenue, Commercial and Civil) of Comptroller and Auditor General of India for the year 2009-2010 have recently been presented to the State Legislature.

## **1.2 Finance Accounts**

Finance Accounts present the accounts of receipts and outgoings of the Government for the year together with the financial results disclosed by the revenue and capital accounts, the accounts of the public debt and the liabilities and assets as worked out from the balances recorded in the accounts.

During 2009-2010, total receipts amounted to ₹ 31305.55 crore comprising ₹ 20992.66 crore revenue receipts (₹ 14993.97 \* crore Tax revenue, ₹ 2741.40 crore Non-Tax revenue and ₹ 3257.29 crore Grants-in-aid and Contributions) and ₹ 10312.89 crore capital receipts (recovery of loans and advances ₹ 212.84 crore, net of borrowing and other liabilities etc. ₹ 10090.66 crore and other receipts of ₹ 9.39 crore.)

Disbursements during the year were ₹ 31305.55 crore, ₹ 25257.38 crore (80.68%) on revenue account and ₹ 6048.17 crore (19.32%) on capital account (Capital expenditure ₹ 5218.48 crore and Loans and Advances disbursed ₹ 829.69 crore).

## **1.3 Appropriation Accounts**

Appropriation Accounts bring out the expenditure of the State Government against amounts voted and charged by the State Legislature and supplement the Finance Accounts. These comprise accounts of 19 charged Appropriations and 37 voted demands for Grants.

Appropriation Acts, 2009-2010 had projected for a gross expenditure of ₹ 42000.16 crore, including the Supplementary Grants totaling ₹ 3375.69 crore, voted by State Legislature during the year. An amount of ₹ 3661.77 crore was projected as recoveries in reduction of expenditure.

Appropriation Accounts 2009-2010 show disbursements aggregating ₹ 36693.02 crore against the aggregate budget provision of ₹ 42000.16 crore, resulting in saving of ₹ 5307.14 crore against Grants and Appropriations. Savings are mainly under Other Urban Development (₹ 577.87 crore), Irrigation (₹ 366.75 crore), Education (₹ 286.09), Revenue (₹ 179.31 crore) and Food & Supply (₹ 156.42 crore).

Recoveries in reduction of expenditure amounted to ₹ 2641.50 crore reflecting a decrease of ₹ 1020.27 crore *vis-a-vis* budget estimates.

\* This includes ₹ 1774.47 crore on account of State's share of Union Taxes.

**CHAPTER-2**

**Highlights of Accounts**

*(₹ in crore)*

Sl. No		B.E 2009-2010	Actuals 2009-2010	Percentage of Actuals to B.E	Percentage of Actuals to GDP***
1	Tax Revenue	16568.22	14993.97	90.50	7.16
2	Non-Tax Revenue	3600.01	2741.40	76.15	1.31
3	Grants-in-aid & Contributions	2268.77	3257.29	143.57	1.55
4	<b>Revenue Receipts (1+2+3)</b>	<b>22437.00</b>	<b>20992.66</b>	<b>93.56</b>	<b>10.02</b>
5	Recovery of Loans & Advances	267.35	212.84	79.61	0.10
6	Other Receipts	15.25	9.39	61.57	--
7	Borrowings & Other liabilities (Net)	8557.40	10090.66*	117.92	4.82
8	<b>Capital Receipts (5+6+7)</b>	<b>8840.00</b>	<b>10312.89</b>	<b>116.66</b>	<b>4.92</b>
9	<b>Total Receipts (4+8)</b>	<b>31277.00</b>	<b>31305.55</b>	<b>100.09</b>	<b>14.94</b>
10	Non-Plan Expenditure (11+13)	20147.38	20771.74	103.10	9.91
11	NPE on Revenue Account	20200.93	19542.62	96.74	9.33
12	NPE on Interest Payments out of 11	3001.04	2736.53	91.19	1.31
13	NPE on Capital Account	-53.55	1229.12	--	0.59
14	Plan Expenditure (15+16)	11129.62	10533.81	94.65	5.03
15	PE on Revenue Account	5620.13	5714.76	101.68	2.73
16	PE on Capital Account	5509.49	4819.05	87.47	2.30
17	<b>Total Expenditure (10+14)</b>	<b>31277.00</b>	<b>31305.55</b>	<b>100.09</b>	<b>14.94</b>
18	Expenditure on Revenue Account (11+15)	25821.06	25257.38	97.82	12.06
19	Expenditure on Capital Account(13+16)	5455.94	6048.17**	110.85	2.89
20	<b>Revenue Deficit/Surplus( 4-18)</b>	<b>-3384.06</b>	<b>-4264.72</b>	<b>126.03</b>	<b>2.04</b>
21	<b>Fiscal Deficit/Surplus (4+5+6-17)=7</b>	<b>-8557.40</b>	<b>-10090.66</b>	<b>117.92</b>	<b>4.82</b>

\*Includes Public Debt Receipt ₹ 8455.37crores, Payment ₹ 2745.97crore and net of Public Account ₹ 3852.45 crore and net of Cash Balance ₹ 528.81crore .

\*\*Expenditure on Capital Account consists of Capital Expenditure (₹ 5218.48 crores) and Loans and Advances disbursed (₹ 829.69 crores)

\*\*\*GDP=209510 (Advance estimate as arrived at by the Department of Economic and Statistical advisor of the State Government and intimated in September, 2010 has been adopted).

**2.1.1 Receipts and Disbursements**

Total receipts during the year were ₹ 21214.89 crore, against which total disbursements were ₹ 31305.55 crore. There was a fiscal deficit of ₹ 10090.66 crore.

The following table summarises the Accounts for 2009-2010 :

*(₹ in crore)*

<b>Receipts</b>	<b>Amount</b>	<b>% to total receipts</b>	<b>Disbursements</b>	<b>Amount</b>	<b>% to total disbursements</b>
<b>1.Revenue Receipts</b>	<b>20992.66</b>	<b>98.95</b>	<b>1.Revenue Disbursements</b>	<b>25257.38</b>	<b>80.68</b>
<b>2.Capital Receipts</b>	<b>222.23</b>	<b>1.05</b>	<b>2.Capital Disbursements</b>	<b>6048.17</b>	<b>19.32</b>
(i) Capital Account Receipts	9.39	0.01	(i) Capital Expenditure	5218.48	16.67
(ii) Loans and Advances	212.84	1.04	(ii) Loans and Advances	829.69	2.65
<b>Total-Receipts</b>	<b>21214.89</b>	<b>100.00</b>	<b>Total-Disbursements</b>	<b>31305.55</b>	<b>100.00</b>

**RECEIPTS**

**2.1.2 Revenue Receipts**

Gross Tax Revenue of ₹ 14993.97 \*\* crore and Non-Tax Revenue of ₹ 2741.40 crore formed 7.16 *per cent* and 1.31 *per cent* respectively of the GDP. Major contributors to revenue were ₹ 9032.37 crore under Taxes on Sales, Trade etc. ( 4.31 % of GDP).

**2.1.3 Revenue Receipts and Grants-in-Aid and Contributions**

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

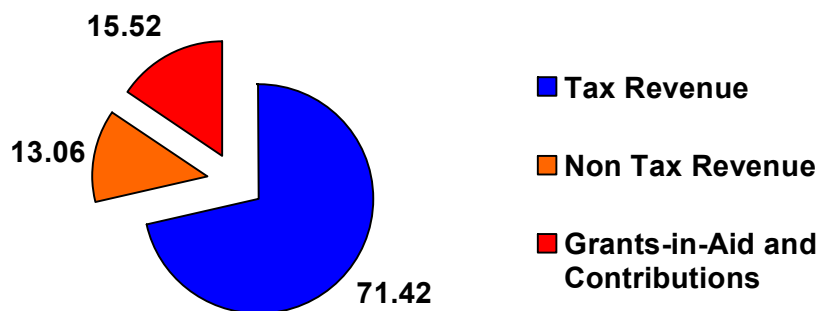
*(₹ in crore)*

<b>Components</b>	<b>Actuals</b>	<b>Percentage to total Revenue Receipts</b>
<b>A. Tax Revenue</b>	<b>14993.97</b>	<b>71.42</b>
Taxes on Income and Expenditure *	1137.01	5.42
Taxes on Property and Capital Transactions	1304.64	6.21
Taxes on Commodities and Services	12552.32	59.79
<b>B. Non-Tax Revenue</b>	<b>2741.40</b>	<b>13.06</b>
Interest Receipts, Dividends and Profits	677.49	3.23
General Services	271.80	1.30
Social Services	502.31	2.39
Economic Services	1289.80	6.14
<b>C.Grants-in-aid and Contributions</b>	<b>3257.29</b>	<b>15.52</b>
<b>TOTAL-REVENUE RECEIPTS</b>	<b>20992.66</b>	<b>100.00</b>

(\*Share of Taxes on Income and Expenditure received from Union government)

(\*\* See \* at page 2)

**Distribution of Receipts**



**2.1.4 Capital Receipts**

Compared to the budget estimates, there was an overall increase of ₹ 1472.89 crore in Capital Receipts. This was mainly under borrowings and other liabilities.

**DISBURSEMENTS**

**2.1.5 Revenue Disbursements**

Revenue disbursement (net) was 12.06 *per cent* of GDP. It was Less than budget estimates by ₹ 563.68 crore, (₹658.31crore less under Non-Plan, ₹ 94.63 crore more under Plan).

**2.1.6 Capital Disbursements**

Capital disbursements were 2.88 *per cent* of the GDP. It was more than budget estimates by ₹ 592.23 crore due to more disbursement under Non Plan (₹ 1282.67 crore) and less disbursement Plan (₹ 690.44 crore).

**2.1.7 Plan Disbursements**

During the year 2009-2010, Plan disbursements were ₹ 10533.81crore, ₹ 9858.09 crore under State Plan, ₹ 675.72 crore under Centrally Sponsored Plan Schemes.

**2.1.8 Non-Plan Disbursements**

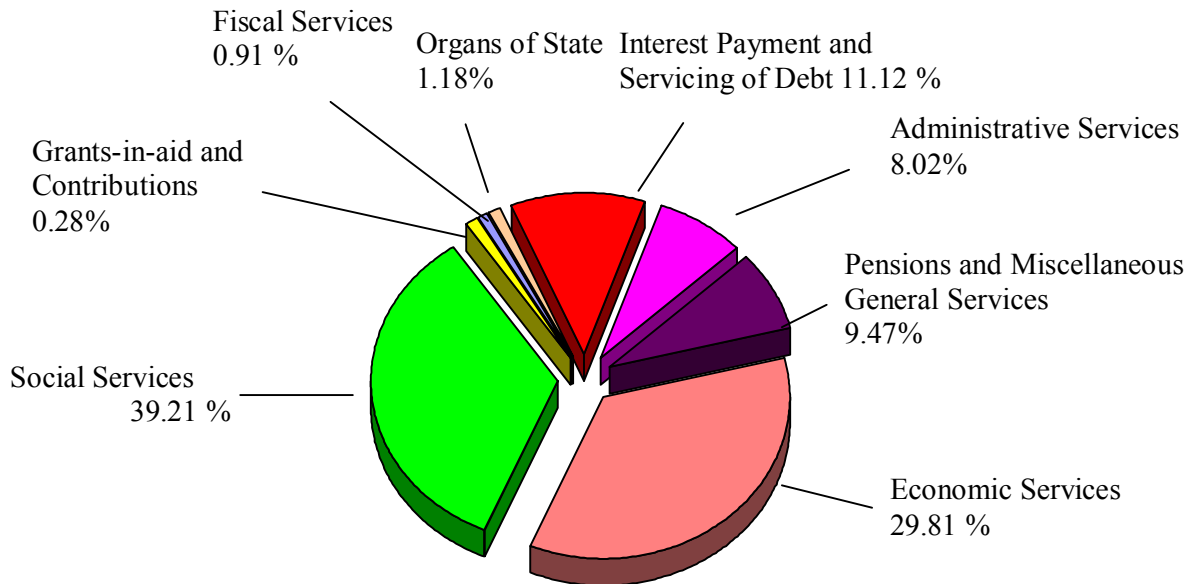
Non-Plan disbursements during 2009-2010 were ₹ 20771.74 crore, consisting of ₹19542.62 crore under Revenue and ₹ 1229.12 crore under Capital.

**Disbursements**

**2.1.9 Sectoral Distribution of Revenue Expenditure and its percentage to total Revenue Expenditure**

(₹ in crore)

Components		Amount	Percentage to Total Revenue Expenditure
<b>A</b>	<b>Fiscal Services</b>	<b>231.58</b>	<b>0.91</b>
	Collection of Taxes on Income and Expenditure	--	--
	Collection of Taxes on Property and Capital transactions	116.53	0.46
	Collection of Taxes on Commodities and Services	114.19	0.45
	Other Fiscal Services	0.86	--
<b>B</b>	<b>Organs of State</b>	<b>296.75</b>	<b>1.18</b>
<b>C</b>	<b>Interest Payments and Servicing of debt</b>	<b>2809.01</b>	<b>11.12</b>
<b>D</b>	<b>Administrative Services</b>	<b>2026.86</b>	<b>8.02</b>
<b>E</b>	<b>Pensions and Miscellaneous General Services</b>	<b>2391.14</b>	<b>9.47</b>
<b>F</b>	<b>Social Services</b>	<b>9902.22</b>	<b>39.21</b>
<b>G</b>	<b>Economic Services</b>	<b>7529.91</b>	<b>29.81</b>
<b>H</b>	<b>Grants-in-aid and Contributions</b>	<b>69.91</b>	<b>0.28</b>
	<b>Total Expenditure (Revenue Account)</b>	<b>25257.38</b>	<b>100.00</b>



**Sectoral Distribution of Revenue Expenditure**

### 2.1.10 Trend of Revenue Expenditure in selected Sectors

Trend of Revenue expenditure in some important sectors between 2005-2006 and 2009-2010 is brought out below:-

(₹ in crore)

Sector	2005-2006	% to B.E (R.E)	2006-2007	% to B.E (R.E)	2007-2008	% to B.E (R.E)	2008-2009	% to B.E (R.E)	2009-2010	% to B.E (R.E)
<b>B. Social Services</b>										
Education	1969.77	94.78 (92.80)	2292.08	98.67 (97.70)	2753.44	94.56 (92.50)	3854.30	115.76 (96.01)	5206.55	97.31 (94.79)
Health and Family Welfare	449.28	99.19 (97.96)	466.56	85.34 (93.91)	528.89	96.36 (97.64)	724.80	114.25 (93.05)	1021.94	102.90 (102.84)
<b>C. Economic Services</b>										
Agriculture	536.85	90.26 (93.77)	624.91	103.07 (100.46)	1075.03	140.78 (87.25)	939.60	108.87 (93.66)	1122.33	91.06 (99.93)
Rural Development	281.11	101.63 (97.74)	325.40	115.37 (99.70)	585.22	143.98 (98.65)	843.73	133.59 (86.17)	869.11	104.07 (98.89)
Irrigation and Flood Control	496.84	76.01 (76.02)	551.98	80.34 (74.56)	707.59	86.96 (78.07)	755.45	88.96 (63.84)	858.47	75.00 (68.65)
Energy	1417.98	109.32 (98.94)	3762.36	224.90 (99.48)	2570.72	111.20 (99.44)	3012.06	112.68 (99.77)	2787.86	100.06 (98.86)
Transport	915.37	105.94 (102.28)	1155.73	119.16 (114.28)	1154.08	102.07 (104.34)	1277.17	103.42 (93.76)	1481.53	92.66 (92.19)
General Economic Services	38.61	88.37 (95.38)	36.60	82.67 (94.16)	54.27	44.45 (94.99)	125.07	102.50 (98.12)	305.71	98.50 (99.77)

Note:-Figures in brackets represent percentage with reference to revised estimates.

### 2.1.11 Debts and Liabilities

Outstanding Public Debt at the end of 2009-2010 was ₹ 2,87,94.76 crore, (comprising internal debt of ₹ 2,67,98.04 crore and loans and advances from Central Government ₹1996.72 crore) and other liabilities accounted under Public Account ₹ 10542.05 crore.

The State also acts as a banker and trustee in respect of deposits like small savings collections, provident funds and deposits. There was an overall increase of ₹ 861.93 crore in respect of such liabilities of State Government during 2009-2010 as compared to last year.

Interest payments on debt and other liabilities totaling ₹ 2736.53 crore constituted 10.83 per cent of revenue expenditure of ₹ 25257.38 crore. Interest payments on public debts were ₹ 2164.95 crore (Internal debt ₹ 2058.54 crore and loans and advances from Central Governments ₹ 106.41 crore) and ₹ 571.58 crore on other liabilities. Expenditure on account of interest payments increased by ₹ 397.62 crore during 2009-2010. Internal debt of ₹ 8319.96 crore was raised during 2009-2010. Also expenditure on (i) discharge of debt obligations ₹ 2576.41 crore and (ii) payments of interest on debt obligation ₹ 2164.95 crore was made during 2009-10.



### **2.1.12 Investments and Returns**

Total investments as share capital in non-financial Public Sector Undertakings (PSU) stood at ₹ 5575.18 crore at the end of 2009-2010. Dividends received during the year were ₹ 9.60 crore (i.e 0.17 *per cent* approximately) on investments. During 2009-2010, while investments in PSUs increased by ₹ 543.86 crore, income from dividends increased by ₹ 1.33 crore.

### **2.1.13 Loans and Advances by the State Government**

Total loans and advances made by the State Government at the end of 2009-2010 were ₹ 2494.10 crore. The detailed accounts of loans are maintained by the administrative departments of the State Govt. The details of the arrears in recovery of principal and interest are required to be maintained by them. Against 158 statements relating to 2009-10 due from 14 Departmental Officers, 32 statements have been received as on 31.03.2010. According to these statements recovery of ₹ 20.49 crore as principal and ₹ 15.59 crore as interest was in arrears.

Total loans and advances to Government Corporations/Companies, non-Government Institutes, Local bodies, etc. at the end of 2009-2010 were ₹ 2000.70 crore. The recovery of principal amounting to ₹ 49.87 crore and interest on loan amounting to ₹ 109.11 crore is in arrears at the end of March 2010 for which details have been supplied.

### **2.1.14 Financial Assistance to Local Bodies and Others**

Assistance to local bodies etc. increased from ₹ 842.06 crore in 2005-2006 to ₹ 2655.69 crore in 2009-2010 which was 215.38 *per cent* increase in the last five years. Educational institutions consumed the major portion (28.98%, 26.85 %, 29.25%, 26.22% and 31.82 %) of the total grant during the five years from 2005-2006 to 2009-2010 respectively.

### **2.1.15 Commitments on Accounts of incomplete Capital Works**

During the year 2009-2010, a total expenditure of ₹ 2832.09 crore was incurred by the State on various projects taken up by Engineering Departments. During the year 2009-2010 as many as 110 projects were incomplete/ongoing involving a total cost of ₹ 434.43 crore.

**2.2 Appropriation Accounts**

**2.2.1**

The Appropriation Accounts of the Government of Haryana for the year 2009-2010 present the accounts of sums expended in the year ended 31 March 2010, compared with the sums specified in the Schedules appended to the Appropriation Acts passed under Article 204 and 205 of the Constitution of India.

The Appropriation Accounts show that in the year 2009-2010, there was actual gross expenditure of ₹ 36693.01 crore, comprising ₹25435.26 crore Revenue Expenditure, ₹ 7682.09 crore Capital Expenditure, ₹ 2745.97 crore repayment of debt, and ₹ 829.69 crore Loans and Advances by the State Government. There were excesses under Loans and Advances and saving under Capital Expenditure, Revenue Expenditure and Public Debt with reference to total grants allocated by the State Legislature as given below.

*(₹ in crore)*

Sl. No.	Nature of expenditure	Original grant	Supplementary grant	Surrender	Total	Actual Gross expenditure	Saving(-) Excesses(+)
1	Revenue Voted Charged	23073.08 3120.16	1324.47 1.41	1812.04 119.41	22,585.51 3002.16	22,577.47 2857.79	-8.04 -144.37
2	Capital Voted Charged	8700.52 45.00	956.32 0.80	711.07 18.21	8945.77 27.59	7656.97 25.12	-1288.80 -2.47
3	Public Debt Charged	4778.36	1092.66	1848.57	4022.45	2745.97	-1276.48
4	Loans and Advances Voted	1483.27	..	667.55	855.72	829.69	+13.97
	Total	41200.39	3375.66	5176.85	39399.20	36693.01	-2706.19

**2.2.2**

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

Year	Grant No. Major Head	Total Allocation (₹ in crore)	Saving(-) excess(+) (₹ in crore)	Percentage of saving(-) excess(+) to total grant
2007-2008	18-Animal Husbandry*	167.31	2.18	1
2008-2009	18-Animal Husbandry*	254.75	6.77	3
2009-2010	18-Animal Husbandry*	328.23	31.82	10
2007-2008	15-Irrigation**	1403.90	278.73	20
2008-2009	15-Irrigation **	1441.70	171.01	12
2009-2010	15-Irrigation **	1453.00	177.25	13

\*Grant No. 18 is related with Voted-Revenue.

\*\*Grant No.15 is related with Voted-Capital.

### 2.2.3 Rush of Expenditure in March 2010

The Financial Rules require that rush of expenditure particularly in the closing month of the financial year shall be regarded as a breach of financial regularity and should be avoided. Under 11 major heads of account more than 20% of the expenditure was incurred during last month of the financial year as given below.

*(₹ in crore)*

Sr. No.	Head of Account	Expenditure during March 2010	Total expenditure during 2009-2010	Percentage of 3/2010 with reference to expenditure of 2009-2010
1	2014- Administration of Justice	43.39	183.78	23.61
2	2204-Sports and Youth Services	18.65	71.25	26.18
3	2225- Welfare of Scheduled Castes, Scheduled Tribes and other Backward classes	79.73	161.31	49.43
4	2230- Labour and Employment	40.16	186.37	21.55
5	2245- Relief on Account of Natural Calamities	200.26	209.13	95.76
6	2401- Crop Husbandry	194.50	331.47	58.68
7	2425- Co-operation	37.57	71.61	52.46
8	2501-Special Programme for Rural Development	4.96	24.39	20.34
9	2505-Rural Employment	13.57	66.85	20.30
10	2515-Other Rural Development programme	173.91	771.44	22.54
11	2705-Command Area Development	25.48	121.89	20.90

### 2.2.4 Reconciliation of Accounts

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

Before annual accounts are finalised, the Heads of the Departments reconcile the departmental accounts figures with those booked in accounts compiled by the Accountant General. The reconciliation of accounts figures is to be done monthly. In the year 2009-2010, the reconciliation of whole expenditure under all the heads of Accounts for the year has been completed.

### 2.2.5 Submission of Accounts by Treasuries

During the year 2009-2010, 252 accounts were received from District Treasuries. Out of this 136 accounts were not received on due dates. This delay ranged between four to Twenty eight days.

**CHAPTER-3**

**3 Trends in Government Revenue and Expenditure**

Trends in Government Revenue Receipts and Revenue Expenditure from 2005-2006 to 2009-2010 are given below:-

**3.1.1 Revenue Receipts**

*(₹ in crore)*

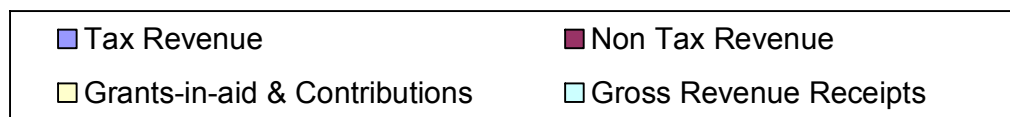
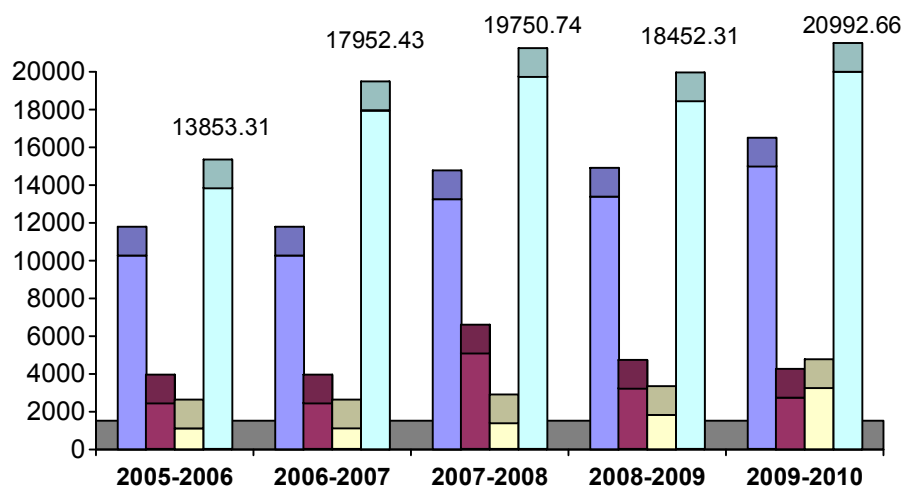
Year	Tax Revenue*	Non Tax Revenue	Grants in aid and Contributions	Gross Revenue Receipts	GDP	Percentage of Gross Revenue Receipts to GDP
2005-2006	10279.62	2458.56	1115.13	13853.31	106393#	13.02
2006-2007	12223.40	4590.76	1138.27	17952.43	130236#	13.78
2007-2008	13252.18	5097.08	1401.48	19750.74	154231#	12.81
2008-2009	13379.90	3238.45	1833.96	18452.31	182588#	10.11
2009-2010	14993.97	2741.40	3257.29	20992.66	209510**	10.02

# Revised Estimates

\* See \* at page 2

\*\* Advance estimates.

**REVENUE RECEIPTS**



### 3.1.2 Revenue Expenditure

(₹ in crore)

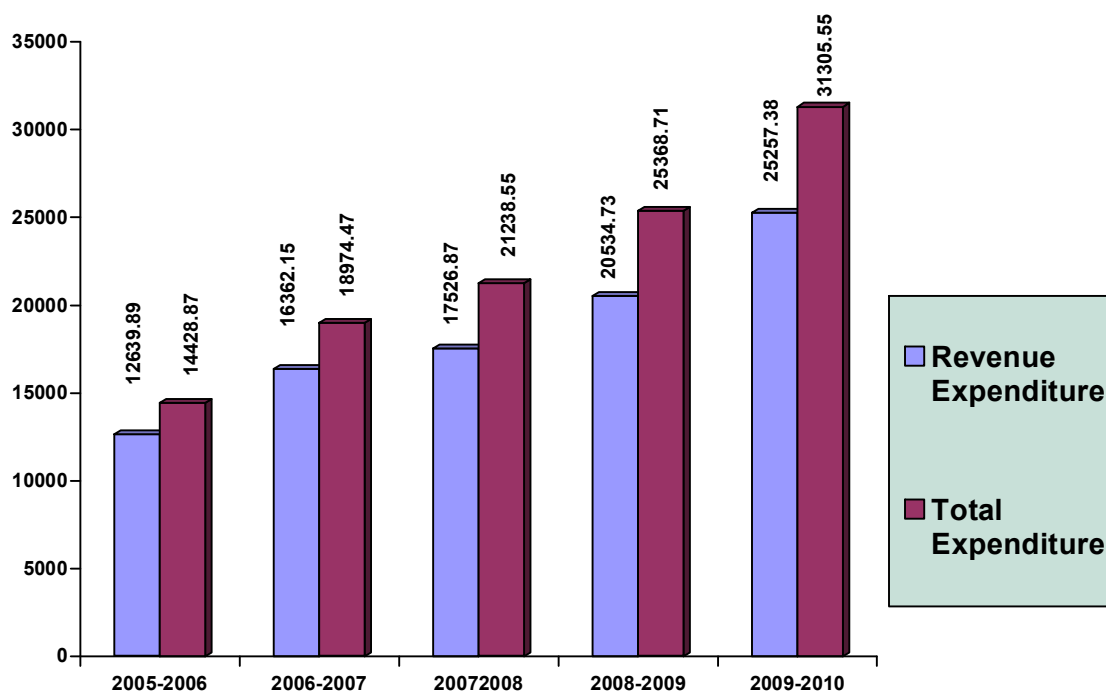
Year	Revenue Expenditure (Actuals)	Total Expenditure**	GDP	Percentage increase over previous year			Percentage of Total Expenditure to GDP
				Revenue Expenditure	Total Expenditure	GDP	
2005-2006	12639.89	14428.87	106393#	10.81	15.32	15.84	13.56
2006-2007	16362.15	18974.47	130236#	29.45	31.50	22.41	14.57
2007-2008	17526.87	21238.55	154231#	7.12	11.93	18.42	13.77
2008-2009	20534.73	25368.71	182588#	17.16	19.45	18.39	13.89
2009-2010	25257.38	31305.55	209510*	23.00	23.40	14.74	14.94

# Revised Estimates

\* Advance Estimates

\*\* includes loans and advances disbursed.

### REVENUE EXPENDITURE



**2009-2010- Accounts at a Glance- Govt. of Haryana**

The overall increase in the Government's total expenditure during 2009-2010 compared to 2005-2006 has been ₹ 16876.68 crore. Growth in major areas of Revenue Expenditure *vis-a-vis* last year is shown in the last column of following table:-

(₹ in crore)

Areas of expenditure	2005-2006	2006-2007	2007-2008	2008-2009	2009-2010	Percentage increase/decrease in 2009-2010 over last year
Interest Payments and Servicing of Debt	2141.73	2316.06	2395.74	2386.34	2809.01	17.71
Pension and Miscellaneous General Services	1248.06	1181.64	1299.09	1615.14	2391.14	48.05
Administrative Services	948.62	1076.59	1226.46	1599.62	2026.86	26.71
Agriculture and Allied Activities	536.85	624.91	1075.03	939.60	1122.33	19.45
Rural Development	281.11	325.40	585.22	843.73	869.11	3.01
Irrigation and Flood Control	496.84	551.98	707.59	755.45	858.47	13.64

### 3.2 Government Account

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

(₹ in crore)

Year	Revenue Heads			Capital Heads			Other Heads#	Deficit/Surplus for the year	Cumulative deficit/surplus at the end of the year
	Receipts	Disbursements	Deficit (-) Surplus (+)	Receipts	Disbursements	Deficit(-)			
2005-2006	13853.31	12639.89	(+) 1213.42	..	1612.31	-1612.31	..	- 398.89	-19509.58
2006-2007	17952.43	16362.15	+1590.28	..	2427.59	-2427.59	..	-837.31	-20346.89
2007-2008	19750.74	17526.87	2223.87	..	3426.18	-3426.18	..	-1202.31	-21549.20
2008-2009	18452.31	20534.73	-2082.42	--	4501.67	-4501.67	--	-6584.09	-28133.29
2009-2010	20992.66	25257.38	-4264.72	..	5218.48	-5218.48	..	-9483.20	-37616.49

(# Miscellaneous Government Account.)

### 3.3 Liabilities

Liabilities of the State Government increased by ₹ 12317.29crore from ₹ 27023.34 crore in 2005-2006 to ₹ 39340.63 crore during 2009-2010. Public debt comprising internal debt of the State Government and loans and advances from the Central Government increased by ₹ 9206.34 crore from ₹ 19588.42 crore in 2005-2006 to ₹ 28794.76 crore at the end of the 2009-2010. Article 293 of the Constitution of India empowers the State Government to borrow on the security of the Consolidated Fund of the State within such limits, if any, as may be from time to time fixed by the State Legislature. Details of the Public Debt and total liabilities of the State Government are as under:-

(₹ in crore)

Year	Internal Debt	Loans & Advances from Central Government	Total Public Debt	Insurance and Pension Fund	Provident Funds	Other Obligations	Total Liabilities*	GDP	% of total liability to GDP
2005-2006	17374.88	2213.54	19588.42	33.92	5559.00	1842.00	27023.34	106393#	25.40
2006-2007	18363.22	2123.32	20486.54	26.62	5931.12	2171.41	28615.69	130236#	21.97
2007-2008	18410.80	2078.33	20489.13	17.31	6239.74	2371.36	29117.54	154231#	18.88
2008-2009	21054.48	2030.88	23085.36	11.01	6598.42	2583.17	32277.96	182588#	17.68
2009-2010	26798.03	1996.73	28794.76	4.21	7467.14	3070.70	39336.81	209510**	18.78

# Revised Estimates

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

\*\* Advance estimates.

### 3.4 State Provident Funds

The details of transactions from the State Provident Funds are shown in the following table:-

(₹ in crore)

Year	Opening Balance	Receipts	Payments	Net accretion for the year	Closing Balance	Interest charged on balance of P.F
2005-2006	5198.74	1156.15	795.89	360.26	5559.00	412.30
2006-2007	5559.00	1235.63	863.51	372.12	5931.12	436.87
2007-2008	5931.12	1264.69	956.07	308.62	6239.74	458.69
2008-2009	6239.74	1388.31	1029.63	358.68	6598.42	487.23
2009-2010	6598.42	1855.91	987.19	868.72	7467.14	543.67

### 3.5 Guarantees

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

*(₹ in crore)*

Year	Amount Maximum Guaranteed (Principal only)	Amount outstanding	
		Principal	Interest
2005-2006	8448.17	5626.84	17.26
2006-2007	12693.78	5073.61	0.79
2007-2008	6340.96	4401.82	-
2008-2009	5188.14	4575.38	--
2009-2010	4757.42	4535.99	..

### 3.6 Ways and Means Advances

The State Government, in order to maintain and sustain its liquidity position, takes Ways and Means Advances from the Reserve Bank of India and thereafter, draws upon overdraft whenever there is shortfall in the agreed minimum cash balance in its account with the Reserve Bank of India. The State Government was required to maintain the minimum cash balance of ₹ 1.14 crore with Reserve Bank of India on all days during 2009-2010. The larger the amount and greater the number of times such ways and means advances are taken or drawls made, the more it reflects over the adverse position of the cash balance of the State Government.

		2005-2006	2006-2007	2007-2008	2008-2009	2009-2010
1	Number of days on which minimum balance was maintained	365	365	366	365	365
1 (a)	Without obtaining any advance	365	365	366	360	358
1 (b)	By obtaining Ways and Means Advance	..	..	--	5	7
2	Number of days on which overdraft was taken	..	..	--	--	



**3.7 Cash Balance**

The closing balance of the State Government at the end of March 2010 was ₹ 1131.40 crore (credit) comprising of Remittance in transit-local ₹ 0.54 crore (debit) and Balance with Reserve Bank of India, Nagpur ₹ 1132.20 crore (credit). The closing cash balance according to the Reserve Bank of India was ₹ 1124.41 crore (debit) against the general cash balance of ₹ 1132.20 crore (credit) reflected in State Govt. accounts. The difference of ₹ 7.79 crore (credit) was under reconciliation. Investments held in the Cash Balance Investment Account as on 31<sup>st</sup> March 2010 were ₹ 103.34 crore. The details of sources and application of funds are as follows:

(₹ in crore)

SOURCES		APPLICATION			
Items	Amount	Items	Amount		
			Non Plan	Plan	Total
Opening Cash Balance	-602.85	Revenue Expenditure	19542.62	5714.76	25257.38
State's share of Union Taxes	1774.47	Capital Expenditure	4041.77	1176.71	5218.48
State's own Revenue Collection	15960.90	Loans & Advances repaid	To Central Govt. 169.56	To Others 2576.41	2745.97
Central Grants/ Assistance other than loans	3257.79	Loans and advances given			829.69
Miscellaneous Receipts	9.39				
Receipts from public Debt, small Savings, deposits and advances (other than Central Loans)	17503.12	Small Savings Deposits & Advances			7794.60
Receipts from Central loans	135.40	Closing Cash Balance			-1131.66
Recoveries from borrowers	212.84				
Net contribution from contingency Fund	-				
Net effect of adjustment of Suspense and Remittance Balances and increase/ decrease of Reserve Funds	2463..90				
<b>Total</b>	<b>40714.46</b>				<b>40714.46</b>