



**GOVERNMENT OF ANDHRA PRADESH**

**ANNUAL FISCAL FRAMEWORK  
2005-06**

**FINANCE DEPARTMENT  
FEBRUARY, 2005**

## ANNUAL FISCAL FRAMEWORK - 2005-06

Annual Fiscal Framework is draft budget in a simple and demystified manner to be understood by all. It lays down the broad allocations for each department under non-plan and plan. As part of the Medium Term Fiscal Framework, Annual Fiscal Framework (AFF) is being prepared with rolling targets for Revenue Deficit, Fiscal Deficit, Revenue Receipts, Capital Expenditure etc. AFF provides detailed information on government receipts and expenditure to give an idea to the public on various aspects of financial management of the State.

Fiscal performance of the state for the last five years is shown in Table – I.

**Table – I  
KEY FISCAL TRENDS**

(Rs. in Crores)					
Item	2000/01	2001/02	2002/03	2003/04	2004/05 (BE)
<i>1</i>	<i>2</i>	<i>3</i>	<i>4</i>	<i>5</i>	<i>6</i>
<b>Total Revenue</b>	<b>19475</b>	<b>21845</b>	<b>23003</b>	<b>26869</b>	<b>32181</b>
Own Revenue	13295	14468	16147	17410	21266
From Center	6180	7377	6856	9458	10915
<b>Total Expenditure</b>	<b>26781</b>	<b>28568</b>	<b>30628</b>	<b>34319</b>	<b>39751</b>
Revenue	23070	24726	26057	29830	34152
Capital	3711	3842	4571	4489	5599
<b>Revenue Deficit</b>	<b>-3595</b>	<b>-2881</b>	<b>-3054</b>	<b>-2962</b>	<b>-1970</b>
<b>Fiscal Deficit</b>	<b>-7306</b>	<b>-6723</b>	<b>-7625</b>	<b>-7450</b>	<b>-7570</b>
Interest Payments	4354	5158	6131	6856	7470
<b>Primary Deficit</b>	<b>-2952</b>	<b>-1565</b>	<b>-1495</b>	<b>-595</b>	<b>-100</b>
<b>Total Debt</b>	<b>35651</b>	<b>42492</b>	<b>50083</b>	<b>58770</b>	<b>66392</b>
<b>GSDP</b>	<b>140119</b>	<b>151459</b>	<b>160768</b>	<b>177883</b>	<b>202431</b>
<b>AS PERCENT OF GSDP</b>					
<b>Total Revenue</b>	<b>13.90</b>	<b>14.42</b>	<b>14.31</b>	<b>15.10</b>	<b>15.90</b>
Own Revenue	9.49	9.55	10.04	9.79	10.51
From Center	4.41	4.87	4.26	5.32	5.39
<b>Total Expenditure</b>	<b>19.11</b>	<b>18.86</b>	<b>19.05</b>	<b>19.29</b>	<b>19.64</b>
Revenue	16.46	16.33	16.21	16.77	16.87
Capital	2.65	2.54	2.84	2.52	2.77
<b>Revenue Deficit</b>	<b>-2.57</b>	<b>-1.90</b>	<b>-1.90</b>	<b>-1.66</b>	<b>-0.97</b>
<b>Fiscal Deficit</b>	<b>-5.21</b>	<b>-4.44</b>	<b>-4.74</b>	<b>-4.19</b>	<b>-3.74</b>
Interest Payments	3.11	3.41	3.81	3.85	3.69
<b>Primary Deficit</b>	<b>-2.11</b>	<b>-1.03</b>	<b>-0.93</b>	<b>-0.33</b>	<b>-0.05</b>
<b>Total Debt</b>	<b>25.44</b>	<b>28.06</b>	<b>31.15</b>	<b>33.04</b>	<b>32.80</b>

## **FISCAL PERFORMANCE IN 2004-05**

There was no annual budget in February 2004 on account of elections due to dissolution of the State Assembly. In order to meet the first four month's expenditure and for the conduct of elections, a Vote-on-Account Ordinance authorizing expenditure till 31<sup>st</sup> July, 2004 was issued. With the new government in place a full budget was passed in the Assembly in July 2004. Improvement of fiscal health became the top agenda of the state government ever since it took over in May, 2004. Focused efforts have been initiated to reduce the revenue deficit and fiscal deficit which are considered the key fiscal parameters for assessing the fiscal health of the state government.

Revenue deficit which was Rs.2962 crores in 2003-04, was estimated to decline steeply by around Rs.1000 crores during 2004-05. Now as per the latest estimates it is likely to be Rs.1885 crores by the end of the current fiscal year. In terms of percentage of GSDP, revenue deficit would decline from 1.66 per cent in 2003-04 to 0.93 percent by the end of March, 2005. Similarly, fiscal deficit which was 4.19 per cent of GSDP in 2003-04 is likely to end up around 3.41 per cent by the end of the current financial year. Total debt which was of the order of 31.15 per cent of GSDP in 2002-03 rose to 33.04 per cent in 2003-04 and is estimated to go down to 32.75 per cent in 2004-05.

During the current year own tax revenue receipts showed a buoyant increase of 18 per cent and the year may end with an overall shortfall of Rs. 444 crores which as a percentage of the total budgeted tax receipts comes to only 2.6 per cent. Anticipated shortfall in non-tax revenues would be about Rs.159 crores. Together the total shortfall in the state's own revenue receipts is likely to be Rs.603 crores and as a proportion of total state's own revenue it stands at 2.8 percent. Further, the State Government have not resorted to Ways and Means advances during the current financial year so far which reflects better cash management of the overall receipts and expenditure of the Government.

Total expenditure during the current financial year is likely to be around Rs.48690 crores as against the budgeted estimate of Rs.51143 crores, which is lower by about Rs.2453 crores.

## **ANNUAL FISCAL FRAMEWORK FOR 2005-06**

The Annual Fiscal Framework for 2005-06 gives the projections for the year 2005-06 and revised projections for 2004-05 after taking into account the budget performance upto the end of December, 2004 and also based on the discussions with various departments. The AFF will become the basis for the preparation of final budget estimates for 2005-06 and also revising the estimates for the current financial year. Table – II clearly spells out the details of revenue receipts, capital receipts, revenue expenditure, capital expenditure as well as all the major fiscal indicators for 2005-06.

**TABLE - II**  
**ANNUAL FISCAL FRAMEWORK OF ANDHRA PRADESH FOR 2005-06**

(Rs. in Crores)

Item		2003-04 Actuals	2004-05 BE	2004-05 RE	2005-06 BE
1		2	3	4	5
<b>I</b>	<b>RECEIPTS</b>				
<b>A.</b>	<b>Revenue receipts (1 + 2)</b>	<b>26868</b>	<b>32181</b>	<b>31067</b>	<b>36053</b>
1	<b>State's own revenue (a + b)</b>	<b>17410</b>	<b>21266</b>	<b>20663</b>	<b>24217</b>
	<b>a) Tax Revenue</b>	<b>13806</b>	<b>17264</b>	<b>16820</b>	<b>20061</b>
	i) Sales Tax	9187	11242	11004	13101
	ii) Excise	1915	2477	2380	2861
	iii) M.V. Tax	1068	1396	1299	1610
	iv) Stamps and Registration	1112	1312	1312	1501
	v) Land Revenue	35	126	126	130
	vi) Professional Tax	168	215	215	345
	vii) Electricity Duty	139	294	294	301
	viii) NALA	3	15	15	12
	ix) Other Taxes and Duties	180	186	175	201
	<b>b) Non-Tax Revenue</b>	<b>3605</b>	<b>4003</b>	<b>3844</b>	<b>4155</b>
	i) Forestry and Wild Life	93	120	100	140
	ii) Non-Ferrous Mining & Metallurgical Industries	772	1004	940	1040
	iii) Urban Land Cess (Sale of land under Misc. Gen. Ser.)	12	250	50	250
	iv) Contra Interest	1494	1581	1581	1660
	v) RD CESS	143	325	325	342
	vi) Interest Receipts	325	42	42	59
	vi) Misc. Gen. Ser. (incl. Gua.Com. & excl. UL cess)	141	66	191	81
	vii) Education, Sports, Art and Culture	71	120	120	126
	viii) Medical and Public Health	29	40	40	42
	ix) Co-operation	23	31	31	32
	x) Major & Medium Irrigation	16	10	10	11
	xi) Power Projects	45	33	33	35
	xii) Roads and Bridges	27	65	65	69
	xiii) Civil Supplies	38	50	50	52
	xiv) Other General Economic Services	16	15	15	15
	xv) Others	360	251	251	201
2	<b>Central revenue</b>	<b>9458</b>	<b>10915</b>	<b>10403</b>	<b>11836</b>
	<b>a) Share of Central Taxes</b>	<b>5069</b>	<b>6056</b>	<b>6337</b>	<b>6750</b>
	<b>b) Total Central Grants</b>	<b>4389</b>	<b>4858</b>	<b>4067</b>	<b>5086</b>
	Of which (i) Grants under Article 275 (incl. EFC grants)	602	314	314	343
	(ii) Centrally Sponsored Schemes	852	1794	1794	1794
	(iii) Plan Grants	2356	2450	1650	2305
	Of which (a) Normal Plan Grants	1067	956	953	960
	(b) Externally Aided Projects Grants	531	724	697	575
	(c) Structural Adjustment Program Grant	757	770	0	770
	(iv) Other Grants	579	301	309	645
<b>B.</b>	<b>Capital Receipts</b>	<b>21987</b>	<b>18961</b>	<b>17624</b>	<b>18818</b>
1	Recovery of Loans and Advances	1256	1534	1645	1094
2	Central Loans	3118	4228	3150	3721
	a) CSS	7	113	113	113
	b) Normal	1344	1583	1661	1678
	c) EAP	1764	2530	1374	1929
	of which SAL	705	840	0	840
	d) Others	3	2	2	2
3	Internal Debt	14865	10385	9412	11344
	a) Ways & Means	7356	3000	2000	3000
	b) Market Borrowings & Financial Institutions	7509	7385	7412	8344
	i) Market Borrowings	3221	3113	3265	3396
	ii) NABARD	880	980	980	980
	iii) Bonds	1163	711	711	1220
	iv) Others (LIC / GIC, NCDC etc.)	-191	2581	2456	2748
	v) Bonds under securitization scheme	2436	0	0	0
4	Public Account (net) *	2749	2815	3416	2659
	a) Provident Fund **	437	449	449	494
	b) Small Savings	3548	3600	3600	4060
	c) Non-Provident Fund (Non Debt Item)	-1236	-1234	-633	-1894
	of which Local Bodies (Non Debt Item)	-134	-442	-442	-500
	Others (Non Debt Item) *	-1102	-791	-190	-1394
	<b>Total Receipts (A + B)</b>	<b>48856</b>	<b>51143</b>	<b>48690</b>	<b>54871</b>

(Rs. in Crores)

Item		2003-04 Actuals	2004-05 BE	2004-05 RE	2005-06 BE
1		2	3	4	5
<b>II</b>	<b>EXPENDITURE</b>				
<b>A.</b>	<b>Revenue Expenditure</b>	<b>29830</b>	<b>34152</b>	<b>32951</b>	<b>37700</b>
1	<b>Non Plan \$</b>	<b>23015</b>	<b>25157</b>	<b>24756</b>	<b>27134</b>
	a) Salaries	7968	8540	8476	9570
	b) Pensions	2425	3071	2770	3301
	c) Non Salary O&M	1446	1485	1401	1398
	d) Maintenance of Capital Assets	785	893	679	818
	e) Subsidies & Other Grants-in-aid	1900	1803	2169	1933
	Of which Rice Subsidy	341	500	450	550
	f) Interest Payments	6856	7470	7228	7923
	g) <i>Contra Interest</i>	1494	1581	1581	1660
	h) Other Expenditures	141	313	452	532
2	<b>Plan \$</b>	<b>6815</b>	<b>8995</b>	<b>8196</b>	<b>10566</b>
	a) Salaries	751	737	737	859
	Of which CSS	171	212	212	212
	b) Non Salary O&M	1158	1650	1450	1861
	Of which CSS	240	455	455	455
	c) Maintenance of Capital Assets	403	609	510	708
	Of which CSS	4	16	16	16
	d) Subsidies & Other Grants-in-aid	4394	5914	5414	6947
	Of which Power Subsidy	1513	1821	1821	1621
	Of which CSS	344	962	962	962
	e) Other Expenditure	110	84	84	191
<b>B.</b>	<b>Capital Expenditure</b>	<b>4251</b>	<b>6189</b>	<b>5723</b>	<b>6814</b>
1	<b>Non-Plan</b>	<b>303</b>	<b>367</b>	<b>367</b>	<b>382</b>
2	<b>Plan</b>	<b>3727</b>	<b>5575</b>	<b>5110</b>	<b>6185</b>
	a) Externally Aided Projects	832	1021	1021	1021
	b) Eleventh Finance Commission	14	19	19	21
	c) Prime Minister's Grameen Yojana(PMGY)	28	39	39	43
	d) State's Matching Share for Centrally Sponsored Schemes	26	52	52	57
	e) Rural Infrastructure Development Fund( RIDF)	620	782	782	961
	f) Accelerated Irrigation Benefit Project (AIBP)	298	538	367	550
	g) Normal State Plan Schemes	1909	3124	2830	3533
3	<b>CSS</b>	<b>220</b>	<b>246</b>	<b>246</b>	<b>246</b>
<b>C.</b>	<b>Capital disbursements</b>	<b>14775</b>	<b>10802</b>	<b>10016</b>	<b>10357</b>
1	<b>Loans and Advances</b>	<b>1494</b>	<b>944</b>	<b>935</b>	<b>1139</b>
	a) <b>Non-Plan</b>	<b>538</b>	<b>553</b>	<b>543</b>	<b>709</b>
	b) <b>Plan</b>	<b>955</b>	<b>392</b>	<b>392</b>	<b>431</b>
	Of which CSS	40	17	17	17
2	<b>Public Debt Repayment</b>	<b>13281</b>	<b>9858</b>	<b>9081</b>	<b>9218</b>
	a) Ways & Means	7356	3000	2000	3000
	b) Loans from GOI	3700	3834	4066	4059
	c) Other loans (Internal Debt)	2225	3024	3015	2159
	i) Market Borrowings	394	438	438	574
	ii) Others	1831	2586	2577	1585
	<b>Total Expenditure (A + B + C)</b>	<b>48856</b>	<b>51143</b>	<b>48690</b>	<b>54871</b>
	of which (a) <i>Non-Plan</i>	37138	35935	34747	37443
	(b) <i>Plan</i>	11718	15208	13943	17428
	of which CSS	1018	1910	1910	1910
<b>D.</b>	<b>Revenue Surplus(+)/ Deficit(-) (Ia-IIa)</b>	<b>-2962</b>	<b>-1970</b>	<b>-1885</b>	<b>-1647</b>

(Rs. in Crores)

Item		2003-04 Actuals	2004-05 BE	2004-05 RE	2005-06 BE
<b>1</b>		<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>
<b>III</b>	<b>OVERALL FISCAL SURPLUS(+) / DEFICIT(-)</b>	<b>-7450</b>	<b>-7570</b>	<b>-6898</b>	<b>-8507</b>
<b>IV</b>	<b>FINANCING OF OVERALL GoAP DEFICIT (NET)</b>	<b>7450</b>	<b>7570</b>	<b>6898</b>	<b>8507</b>
	a) Loans from the Center	-583	394	-916	-337
	b) Loans from the Market /Financial Institutions	5284	4361	4397	6185
	c) Ways & Means Advances	0	0	0	0
	d) Public Account *	<u>2749</u>	<u>2815</u>	<u>3416</u>	<u>2659</u>
	i) Provident Fund	437	449	449	494
	ii) Small Savings	3548	3600	3600	4060
	iii) Non-Provident Fund (Non Debt Item)	-1236	-1234	-633	-1894
	a) Local Bodies (Non Debt Item)	-134	-442	-442	-500
	b) Others (Non Debt Item)	-1102	-791	-190	-1394
<b>V</b>	<b>DEBT STOCK OF GoAP</b>	<b>58770</b>	<b>66392</b>	<b>66301</b>	<b>76701</b>
	<b>Of which</b> ( i ) Central Loans	18706	20133	17791	17453
	(ii) Market Loans	17086	19772	19913	22735
	(iii) Small Savings	10282	13912	13882	17942
	(iv) Provident Fund	4606	5045	5054	5548
	(v) Others	8090	7530	9660	13023
<b>VI</b>	<b>GOVERNMENT GUARANTEES</b>	<u>17232</u>	<u>17232</u>	<u>17232</u>	<u>17532</u>
	Power	11747	11747	11747	11947
	Others	5485	5485	5485	5585
<b>VII</b>	<b>GROSS STATE DOMESTIC PRODUCT (GSDP) #</b>	<b>177883</b>	<b>202431</b>	<b>202431</b>	<b>225054</b>
<b>VIII</b>	<b>FISCAL INDICATORS</b>				
<b>1</b>	Salaries & Pensions as % of SOR	64.00%	58.06%	57.99%	56.70%
<b>2</b>	Salaries & Pensions as % of TRR	41.47%	38.37%	38.57%	38.08%
<b>3</b>	Salaries, Pensions & Interest as % of TRE	60.34%	58.03%	58.30%	57.44%
<b>4</b>	Salaries, Pensions & Interest as % of TRR	66.99%	61.58%	61.84%	60.06%
<b>5</b>	Interest Payments as % of TRE	22.98%	21.87%	21.94%	21.02%
<b>6</b>	Interest Payments as % of TRR	25.52%	23.21%	23.27%	21.98%
<b>7</b>	Capital Expr., as % of GSDP	2.39%	3.06%	2.83%	3.03%
<b>8</b>	Revenue Deficit as % of GSDP	-1.66%	-0.97%	-0.93%	-0.73%
<b>9</b>	Fiscal Deficit as % of GSDP	-4.19%	-3.74%	-3.41%	-3.78%
<b>10</b>	Total Debt as % of GSDP	33.04%	32.80%	32.75%	34.08%
<b>11</b>	Government Guarantees as % of GSDP	9.69%	8.51%	8.51%	7.79%
<b>12</b>	Government Guarantees as % of TRR	64.13%	53.55%	55.47%	48.63%
<b>Note:</b>	TRR = Total Revenue Receipts; TRE = Total Revenue Expenditure; CSS = Centrally Sponsored Schemes; SOR = State's Own Revenue GSDP = Gross State Domestic Product				
*	Including overall transactions, Contingency Fund and share in Small Savings				
**	Including Insurance fund, Pension Fund etc.				
#	The GSDP figures for 2004-05 & 2005-06 are only projections				

## **Revenue Receipts:**

Total revenue receipts are projected to grow at 12% in 2005-06 over the budget estimates for 2004-05 and reach a level of Rs.36053 crores, of which state's own revenue is anticipated to grow at 13.9 per cent over the budget estimates for the current year. State's own revenue is projected around Rs.24217 crores implying an increase of Rs.2951 crores over 2004-05(BE).

The revised projections for the state's own tax revenue during the current fiscal year is put at Rs.16820 crores as against the budget estimate of Rs.17264 crores reflecting a slight decrease of Rs.444 crores in 2004-05. The projected state's own tax revenue for 2005-06 assumes an increase of Rs.2797 crores over 2004-05 (BE), which translates into a growth of 16.2 per cent.

State's non-tax revenue is projected to grow at 3.8% in 2005-06 over 2004-05 (BE) and reach an amount of Rs.4155 crores.

## **Central Transfers:**

The overall central transfers are expected to reach a level of Rs.11836 crores in 2005-06 over the current year's budgeted figure of Rs.10915 crores, implying a growth of 8.4 per cent. Of this, the share of state in the central taxes alone accounts for Rs.6750 crores constituting 57 per cent of the total central transfers. The balance amount relates to various central grants under Plan, EAP, CSS and Finance Commission grants.

## **Revenue Expenditure:**

Total revenue expenditure for the year 2004-05 was estimated at Rs.34152 crores, and the revised projection is put at Rs.32951 crores. It is projected to reach Rs.37700 crores in 2005-06.

Salaries and pensions as a proportion of state's own revenue is likely to come down from 64.00% in 2003-04 to 57.99% in 2004-05 and further expected to decline to 56.70% in 2005-06. Interest payments have been projected to be around Rs.7923 crores for 2005-06 as against the current year's revised projection of Rs.7228 crores which implies a growth of 9.6%. The decline in the rate of growth is on account of large debt swap done during the past two years.

**Capital Expenditure:**

An important thrust of this government has been on Irrigation, agriculture and roads, which has a significant bearing on the economic development of the state. Total capital expenditure is expected to go up to Rs.6814 crores in 2005-06 as against the budget estimate of Rs.6189 crores indicating a healthy increase of 10 per cent.

**Fiscal Indicators:**

Revenue Deficit as per the revised projections is expected to decline sharply to 0.93% in 2004-05 as against 1.66% in 2003-04. This is further anticipated to fall to 0.73% in 2005-06. Similarly, Fiscal Deficit which stood at 4.19% in 2003-04 is likely to come down to 3.41% in 2004-05.

## Draft Budget projections

The draft budget Estimates have been arrived at after detailed discussions in a series of meetings held under the Chairmanship of the Finance Minister with ministerial colleagues and senior officials of all the Departments. The overall summary of budget projections under Non-plan and Plan for 2005-06 are given in Table – III.

**Table - III**  
**DRAFT BUDGET PROJECTIONS FOR 2005-06**

(Rs. in Crores)

SUMMARY	2003-04	2004-05 BE	2004-05 RE	2005-06 BE	% incr. 2004-05 RE over 2003-04	% incr. 2005-06 BE over 2004-05 RE
<i>1</i>	<i>2</i>	<i>3</i>	<i>5</i>	<i>6</i>	<i>7</i>	<i>8</i>
Salary	7968	8540	8476	9570	6.38	12.91
Non Salary	1446	1485	1401	1398	-3.11	-0.22
Maintenance	785	893	679	818	-13.54	20.50
Subsidies & Other Grants	1900	1803	2169	1933	14.15	-10.91
Pensions	2425	3071	2770	3301	14.21	19.16
Interest	6856	7470	7228	7923	5.43	9.61
Capital Expenditure	303	367	367	382	21.03	4.12
Loans and Advances	538	553	543	709	0.92	30.44
Loan Repayment	5925	6858	7081	6218	19.51	-12.19
Others	1635	1894	2033	2192	24.35	7.82
Ways & Means Advance	7356	3000	2000	3000	-72.81	50.00
<b>Total Non Plan</b>	<b>37138</b>	<b>35935</b>	<b>34747</b>	<b>37443</b>	<b>-6.44</b>	<b>7.76</b>
Externally Aided Projects	1965	2762	2682	2224	36.48	-17.06
EFC / TFC	45	42	42	57	-6.81	35.70
PMGY	108	156	156	156	45.19	0.00
Matching Share	412	501	501	509	21.47	1.60
RIDF	738	1155	855	1255	15.85	46.79
AIBP	298	538	367	550	23.20	50.00
State Plan	7134	8144	7431	10767	4.16	44.90
<b>Total Plan without C S S</b>	<b>10700</b>	<b>13298</b>	<b>12033</b>	<b>15519</b>	<b>12.47</b>	<b>28.96</b>
Centrally Sponsored Schemes	1018	1910	1910	1910	87.56	0.00
<b>Total Plan</b>	<b>11718</b>	<b>15208</b>	<b>13943</b>	<b>17428</b>	<b>18.99</b>	<b>25.00</b>
<b>GRAND TOTAL</b>	<b>48856</b>	<b>51143</b>	<b>48690</b>	<b>54871</b>	<b>-0.34</b>	<b>12.69</b>

## SECTOR-WISE ANALYSIS

Total Budget Expenditure is classified into three broad groups of Economic Services, Social services and General services. These three groups are sub divided into twenty one distinct sectors. All the 196 Heads of Departments who receive funds through the budget are brought under these sectors. Proposed allocation under Plan and Non-plan for the above twenty one sectors is given in Table – IV.

### A. Economic Services:

The allocation of budget for the economic services is proposed to be increased from Rs. 14,676 crores (BE 2004-05) to Rs. 17,206 Crores (BE 2005-06). As percentage to the total budget the increase is from 28.7% to 31.36%.

The allocations for economic services from 2003-04 and as a proportionate to the total budget are as follows:

(Rs. in Crores)		
2003-04 (Accounts)	2004-05 (BE)	2005-06 (BE)
12025 (24.61%)	14676 (28.70%)	17206 (31.36%)

### i) Agriculture & Allied Sectors:

The allocation for Agriculture and allied sectors is proposed at Rs. 1544 Crores for 2005-06. The allocations for different sectors are as follows:

- Agriculture                      Rs. 1108 Crores
- Horticulture                      Rs. 206 Crores
- Animal Husbandry              Rs. 230 Crores

### ii) Irrigation & Flood Control:

Irrigation continues to be the most priority area of the Government and 15.47% of the total budget is proposed to be allocated to irrigation sector for 2005-06. The allocations for the past 3 years for this sector are as follows:

(Rs. in Crores)		
2003-04 (Accounts)	2004-05 (BE)	2005-06 (BE)
3505	6053	8486

**iii. Rural Development:**

The allocation for Rural Development is proposed at Rs. 2164 crores during 2005-06.

The allocations to Rural Development from 2003-04 are as follows:

(Rs. in Crores)

<b>2003-04 (Accounts)</b>	<b>2004-05 (BE)</b>	<b>2005-06 (BE)</b>
2055	2221	2164

**iv. Energy:**

The allocation for energy sector is proposed at Rs. 2187 Crores for 2005-06. The allocations for this sector from 2003-04 are as follows:

(Rs. in Crores)

<b>2003-04 (Accounts)</b>	<b>2004-05 (BE)</b>	<b>2005-06 (BE)</b>
2988	2301	2187

**v. Industries & Minerals:**

It is proposed to allocate Rs. 363 Crores to Industries and Minerals Sectors during 2005-06. The status on allocations for Industries and Minerals Sector from 2003-04 is as follows:

(Rs. in Crores)

<b>2003-04 (Accounts)</b>	<b>2004-05 (BE)</b>	<b>2005-06 (BE)</b>
329	254	363

**vi. Transport:**

The allocation proposed to Transport Sector for 2005-06 is Rs. 1304 crores.

The allocations from 2003-04 are as follows:

(Rs. in Crores)

<b>2003-04 (Accounts)</b>	<b>2004-05 (BE)</b>	<b>2005-06 (BE)</b>
1202	1377	1304

## **B. Social Services:**

The allocation of budget to the Social Services is proposed to be increased from Rs. 12079 crores (BE 2004-05) to Rs. 12927 crores (BE 2005-06). The allocations for Social Services from 2003-04 are as follows:

(Rs. in Crores)

<b>2003-04 (Accounts)</b>	<b>2004-05 (BE)</b>	<b>2005-06 (BE)</b>
10586 (21.67)	12079 (23.62)	12927 (23.56)

### **i) General Education:**

The allocation to General Education is proposed to be increased from Rs.5169 crores (B.E.2004-05) to Rs. 5560 crores (BE 2005-06).

The allocation from 2003-04 are as follows:

(Rs. in Crores)

<b>2003-04 (Accounts)</b>	<b>2004-05 (BE)</b>	<b>2005-06 (BE)</b>
4317	5169	5560

### **ii) Medical and Health:**

The proposed allocation under Medical and Health sector are Rs. 1753 crores during 2005-06 as against Rs. 1659 crores in B.E. 2004-05 implies the increase of Rs.94 crores.

The allocations from 2003-04 are as follows:

(Rs. in Crores)

<b>2003-04 (Accounts)</b>	<b>2004-05 (BE)</b>	<b>2005-06 (BE)</b>
1452	1659	1753

**iii) Urban Development:**

There is steep increase in the proposed allocation to Urban Development Sector as against the allocation of Rs. 1198 Crores during BE 2004-05. It is proposed to allocate Rs. 1355 crores during 2005-06.

The allocations from 2003-04 are as follows:

(Rs. in Crores)		
<b>2003-04 (Accounts)</b>	<b>2004-05 (BE)</b>	<b>2005-06 (BE)</b>
1022	1198	1355

**iv. Welfare of SCs/STs/BCs and Minorities:**

The proposed allocation for Welfare Sector is Rs. 1868 crores during 2005-06 as against the allocation of Rs. 1712 Crores BE 2004-05.

The allocations from 2003-04 are as follows:

(Rs. in Crores)		
<b>2003-04 (Accounts)</b>	<b>2004-05 (BE)</b>	<b>2005-06 (BE)</b>
1631	1712	1868

**C. General Services:**

The allocation of budget for General services is proposed at Rs. 24,738 crores during 2005-06 as against Rs. 24,387 crores during BE 2004-05. However there is decrease in the percentage of allocation to the total budget from 47.68 in 2004-05 BE to 45.08 in BE 2005-06. The allocations for General Services from 2003-04 and as proportionate to the total budget are as follows:

(Rs. in Crores)		
<b>2003-04 (Accounts)</b>	<b>2004-05 (BE)</b>	<b>2005-06 (BE)</b>
26245 (53.72%)	24387 (47.68%)	24738 (45.08%)

**Table - IV**  
**SECTOR WISE REPORT**

(Rs. in Crores)

SI. No.	Sector	Accounts 2003-04			BE 2004-05			RE 2004-05			BE 2005-06		
		Non-Plan	Plan	Total	Non-Plan	Plan	Total	Non-Plan	Plan	Total	Non-Plan	Plan	Total
1	2	3	4	5	6	7	8	9	10	11	12	13	14
<b>A</b>	<b>ECONOMIC SERVICES</b>	<b>4734</b>	<b>7291</b>	<b>12025</b>	<b>5076</b>	<b>9600</b>	<b>14676</b>	<b>5056</b>	<b>8599</b>	<b>13654</b>	<b>5412</b>	<b>11794</b>	<b>17206</b>
	<i>% to Total</i>	<i>12.75</i>	<i>62.22</i>	<i>24.61</i>	<i>14.13</i>	<i>63.13</i>	<i>28.70</i>	<i>14.55</i>	<i>61.67</i>	<i>28.04</i>	<i>14.45</i>	<i>67.67</i>	<i>31.36</i>
<b>I</b>	<b>Agriculture And Allied Services</b>	<b>652</b>	<b>590</b>	<b>1242</b>	<b>652</b>	<b>933</b>	<b>1585</b>	<b>635</b>	<b>784</b>	<b>1419</b>	<b>682</b>	<b>862</b>	<b>1544</b>
	<i>% to Total</i>	<i>1.75</i>	<i>5.04</i>	<i>2.54</i>	<i>1.81</i>	<i>6.14</i>	<i>3.10</i>	<i>1.83</i>	<i>5.63</i>	<i>2.91</i>	<i>1.82</i>	<i>4.95</i>	<i>2.81</i>
	(a) Agriculture	474	479	953	459	588	1047	444	547	991	481	627	1108
	(b) Horticulture	7	95	102	5	311	316	7	211	218	8	199	206
	(c) Animal Husbandry	171	16	187	187	35	222	184	27	210	194	37	230
<b>II</b>	<b>Rural Development</b>	<b>1133</b>	<b>922</b>	<b>2055</b>	<b>1209</b>	<b>1011</b>	<b>2221</b>	<b>1215</b>	<b>954</b>	<b>2169</b>	<b>1140</b>	<b>1024</b>	<b>2164</b>
	<i>% to Total</i>	<i>3.05</i>	<i>7.87</i>	<i>4.21</i>	<i>3.37</i>	<i>6.65</i>	<i>4.34</i>	<i>3.50</i>	<i>6.84</i>	<i>4.46</i>	<i>3.04</i>	<i>5.88</i>	<i>3.94</i>
<b>III</b>	<b>Irrigation &amp; Flood Control</b>	<b>1740</b>	<b>1765</b>	<b>3505</b>	<b>1807</b>	<b>4246</b>	<b>6053</b>	<b>1948</b>	<b>3531</b>	<b>5479</b>	<b>2136</b>	<b>6350</b>	<b>8486</b>
	<i>% to Total</i>	<i>4.69</i>	<i>15.06</i>	<i>7.17</i>	<i>5.03</i>	<i>27.92</i>	<i>11.84</i>	<i>5.61</i>	<i>25.32</i>	<i>11.25</i>	<i>5.70</i>	<i>36.44</i>	<i>15.47</i>
<b>IV</b>	<b>Energy</b>	<b>32</b>	<b>2955</b>	<b>2988</b>	<b>46</b>	<b>2255</b>	<b>2301</b>	<b>22</b>	<b>2097</b>	<b>2120</b>	<b>23</b>	<b>2165</b>	<b>2187</b>
	<i>% to Total</i>	<i>0.09</i>	<i>25.22</i>	<i>6.12</i>	<i>0.13</i>	<i>14.83</i>	<i>4.50</i>	<i>0.06</i>	<i>15.04</i>	<i>4.35</i>	<i>0.06</i>	<i>12.42</i>	<i>3.99</i>
<b>V</b>	<b>Industry &amp; Minerals</b>	<b>60</b>	<b>269</b>	<b>329</b>	<b>45</b>	<b>209</b>	<b>254</b>	<b>43</b>	<b>215</b>	<b>258</b>	<b>49</b>	<b>315</b>	<b>363</b>
	<i>% to Total</i>	<i>0.16</i>	<i>2.30</i>	<i>0.67</i>	<i>0.13</i>	<i>1.37</i>	<i>0.50</i>	<i>0.12</i>	<i>1.54</i>	<i>0.53</i>	<i>0.13</i>	<i>1.80</i>	<i>0.66</i>
<b>VI</b>	<b>Transport</b>	<b>707</b>	<b>495</b>	<b>1202</b>	<b>727</b>	<b>651</b>	<b>1377</b>	<b>657</b>	<b>591</b>	<b>1248</b>	<b>740</b>	<b>564</b>	<b>1304</b>
	<i>% to Total</i>	<i>1.91</i>	<i>4.22</i>	<i>2.46</i>	<i>2.02</i>	<i>4.28</i>	<i>2.69</i>	<i>1.89</i>	<i>4.24</i>	<i>2.56</i>	<i>1.98</i>	<i>3.23</i>	<i>2.38</i>
<b>VII</b>	<b>Science Technology &amp; Environment</b>	<b>2</b>	<b>1</b>	<b>3</b>	<b>2</b>	<b>2</b>	<b>4</b>	<b>2</b>	<b>2</b>	<b>4</b>	<b>2</b>	<b>3</b>	<b>5</b>
	<i>% to Total</i>	<i>0.00</i>	<i>0.01</i>	<i>0.01</i>	<i>0.00</i>	<i>0.02</i>	<i>0.01</i>	<i>0.00</i>	<i>0.01</i>	<i>0.01</i>	<i>0.00</i>	<i>0.02</i>	<i>0.01</i>
<b>VIII</b>	<b>General Economic Services</b>	<b>409</b>	<b>294</b>	<b>703</b>	<b>588</b>	<b>293</b>	<b>881</b>	<b>534</b>	<b>424</b>	<b>958</b>	<b>642</b>	<b>511</b>	<b>1153</b>
	<i>% to Total</i>	<i>1.10</i>	<i>2.51</i>	<i>1.44</i>	<i>1.64</i>	<i>1.93</i>	<i>1.72</i>	<i>1.54</i>	<i>3.04</i>	<i>1.97</i>	<i>1.71</i>	<i>2.93</i>	<i>2.10</i>
<b>B</b>	<b>SOCIAL SERVICES</b>	<b>6520</b>	<b>4066</b>	<b>10586</b>	<b>6841</b>	<b>5238</b>	<b>12079</b>	<b>6805</b>	<b>5273</b>	<b>12078</b>	<b>7371</b>	<b>5556</b>	<b>12927</b>
	<i>% to Total</i>	<i>17.56</i>	<i>34.69</i>	<i>21.67</i>	<i>19.04</i>	<i>34.44</i>	<i>23.62</i>	<i>19.58</i>	<i>37.82</i>	<i>24.81</i>	<i>19.68</i>	<i>31.88</i>	<i>23.56</i>
<b>IX</b>	<b>General Education</b>	<b>3836</b>	<b>481</b>	<b>4317</b>	<b>4115</b>	<b>1054</b>	<b>5169</b>	<b>4075</b>	<b>1108</b>	<b>5183</b>	<b>4435</b>	<b>1124</b>	<b>5560</b>
	<i>% to Total</i>	<i>10.33</i>	<i>4.10</i>	<i>8.84</i>	<i>11.45</i>	<i>6.93</i>	<i>10.11</i>	<i>11.73</i>	<i>7.94</i>	<i>10.64</i>	<i>11.85</i>	<i>6.45</i>	<i>10.13</i>

(Rs. in Crores)

Sl. No.	Sector	Accounts 2003-04			BE 2004-05			RE 2004-05			BE 2005-06		
		Non-Plan	Plan	Total	Non-Plan	Plan	Total	Non-Plan	Plan	Total	Non-Plan	Plan	Total
1	2	3	4	5	6	7	8	9	10	11	12	13	14
X	<b>Sports And Youth Services</b>	<b>21</b>	<b>235</b>	<b>256</b>	<b>14</b>	<b>94</b>	<b>108</b>	<b>14</b>	<b>74</b>	<b>88</b>	<b>15</b>	<b>147</b>	<b>162</b>
	<i>% to Total</i>	<i>0.06</i>	<i>2.01</i>	<i>0.52</i>	<i>0.04</i>	<i>0.62</i>	<i>0.21</i>	<i>0.04</i>	<i>0.53</i>	<i>0.18</i>	<i>0.04</i>	<i>0.84</i>	<i>0.29</i>
XI	<b>Technical Education</b>	<b>94</b>	<b>10</b>	<b>104</b>	<b>93</b>	<b>106</b>	<b>199</b>	<b>92</b>	<b>66</b>	<b>158</b>	<b>99</b>	<b>56</b>	<b>155</b>
	<i>% to Total</i>	<i>0.25</i>	<i>0.08</i>	<i>0.21</i>	<i>0.26</i>	<i>0.70</i>	<i>0.39</i>	<i>0.26</i>	<i>0.47</i>	<i>0.32</i>	<i>0.26</i>	<i>0.32</i>	<i>0.28</i>
XII	<b>Art and Culture</b>	<b>22</b>	<b>8</b>	<b>30</b>	<b>22</b>	<b>11</b>	<b>33</b>	<b>23</b>	<b>11</b>	<b>34</b>	<b>24</b>	<b>11</b>	<b>35</b>
	<i>% to Total</i>	<i>0.06</i>	<i>0.07</i>	<i>0.06</i>	<i>0.06</i>	<i>0.07</i>	<i>0.06</i>	<i>0.07</i>	<i>0.08</i>	<i>0.07</i>	<i>0.07</i>	<i>0.06</i>	<i>0.06</i>
XIII	<b>Medical</b>	<b>946</b>	<b>506</b>	<b>1452</b>	<b>1010</b>	<b>649</b>	<b>1659</b>	<b>1030</b>	<b>649</b>	<b>1679</b>	<b>1102</b>	<b>651</b>	<b>1753</b>
	<i>% to Total</i>	<i>2.55</i>	<i>4.32</i>	<i>2.97</i>	<i>2.81</i>	<i>4.27</i>	<i>3.24</i>	<i>2.96</i>	<i>4.65</i>	<i>3.45</i>	<i>2.94</i>	<i>3.74</i>	<i>3.19</i>
XIV	<b>Water Supply and Sanitation</b>	<b>48</b>	<b>369</b>	<b>417</b>	<b>63</b>	<b>404</b>	<b>467</b>	<b>59</b>	<b>385</b>	<b>444</b>	<b>65</b>	<b>357</b>	<b>422</b>
	<i>% to Total</i>	<i>0.13</i>	<i>3.15</i>	<i>0.85</i>	<i>0.17</i>	<i>2.66</i>	<i>0.91</i>	<i>0.17</i>	<i>2.76</i>	<i>0.91</i>	<i>0.17</i>	<i>2.05</i>	<i>0.77</i>
XV	<b>Housing</b>	<b>300</b>	<b>422</b>	<b>722</b>	<b>359</b>	<b>417</b>	<b>776</b>	<b>349</b>	<b>417</b>	<b>766</b>	<b>435</b>	<b>343</b>	<b>778</b>
	<i>% to Total</i>	<i>0.81</i>	<i>3.60</i>	<i>1.48</i>	<i>1.00</i>	<i>2.74</i>	<i>1.52</i>	<i>1.01</i>	<i>2.99</i>	<i>1.57</i>	<i>1.16</i>	<i>1.97</i>	<i>1.42</i>
XVI	<b>Urban Development</b>	<b>576</b>	<b>446</b>	<b>1022</b>	<b>446</b>	<b>752</b>	<b>1198</b>	<b>441</b>	<b>749</b>	<b>1191</b>	<b>447</b>	<b>907</b>	<b>1355</b>
	<i>% to Total</i>	<i>1.55</i>	<i>3.80</i>	<i>2.09</i>	<i>1.24</i>	<i>4.95</i>	<i>2.34</i>	<i>1.27</i>	<i>5.37</i>	<i>2.45</i>	<i>1.19</i>	<i>5.21</i>	<i>2.47</i>
XVII	<b>I &amp; PR</b>	<b>42</b>	<b>11</b>	<b>53</b>	<b>42</b>	<b>5</b>	<b>47</b>	<b>40</b>	<b>5</b>	<b>45</b>	<b>43</b>	<b>5</b>	<b>48</b>
	<i>% to Total</i>	<i>0.12</i>	<i>0.09</i>	<i>0.11</i>	<i>0.12</i>	<i>0.03</i>	<i>0.09</i>	<i>0.11</i>	<i>0.04</i>	<i>0.09</i>	<i>0.11</i>	<i>0.03</i>	<i>0.09</i>
XVIII	<b>Welfare of SCs,STs,BCs and Minorities</b>	<b>466</b>	<b>1165</b>	<b>1631</b>	<b>514</b>	<b>1198</b>	<b>1712</b>	<b>498</b>	<b>1189</b>	<b>1687</b>	<b>536</b>	<b>1332</b>	<b>1868</b>
	<i>% to Total</i>	<i>1.25</i>	<i>9.94</i>	<i>3.34</i>	<i>1.43</i>	<i>7.88</i>	<i>3.35</i>	<i>1.43</i>	<i>8.53</i>	<i>3.46</i>	<i>1.43</i>	<i>7.64</i>	<i>3.40</i>
XIX	<b>Labour and Employment</b>	<b>117</b>	<b>20</b>	<b>137</b>	<b>109</b>	<b>23</b>	<b>132</b>	<b>123</b>	<b>18</b>	<b>141</b>	<b>111</b>	<b>18</b>	<b>129</b>
	<i>% to Total</i>	<i>0.32</i>	<i>0.17</i>	<i>0.28</i>	<i>0.30</i>	<i>0.15</i>	<i>0.26</i>	<i>0.35</i>	<i>0.13</i>	<i>0.29</i>	<i>0.30</i>	<i>0.10</i>	<i>0.24</i>
XX	<b>Social Security &amp; Welfare</b>	<b>52</b>	<b>393</b>	<b>445</b>	<b>54</b>	<b>525</b>	<b>579</b>	<b>60</b>	<b>603</b>	<b>663</b>	<b>58</b>	<b>604</b>	<b>662</b>
	<i>% to Total</i>	<i>0.14</i>	<i>3.36</i>	<i>0.91</i>	<i>0.15</i>	<i>3.45</i>	<i>1.13</i>	<i>0.17</i>	<i>4.32</i>	<i>1.36</i>	<i>0.15</i>	<i>3.47</i>	<i>1.21</i>
C	<b>GENERAL SERVICES</b>	<b>25884</b>	<b>361</b>	<b>26245</b>	<b>24017</b>	<b>370</b>	<b>24387</b>	<b>22886</b>	<b>71</b>	<b>22958</b>	<b>24660</b>	<b>78</b>	<b>24738</b>
	<i>% to Total</i>	<i>69.69</i>	<i>3.09</i>	<i>53.72</i>	<i>66.84</i>	<i>2.43</i>	<i>47.68</i>	<i>65.87</i>	<i>0.51</i>	<i>47.15</i>	<i>65.86</i>	<i>0.45</i>	<i>45.08</i>
XXI	<b>General Services</b>	<b>25884</b>	<b>361</b>	<b>26245</b>	<b>24017</b>	<b>370</b>	<b>24387</b>	<b>22886</b>	<b>71</b>	<b>22958</b>	<b>24660</b>	<b>78</b>	<b>24738</b>
	<i>% to Total</i>	<i>69.69</i>	<i>3.09</i>	<i>53.72</i>	<i>66.84</i>	<i>2.43</i>	<i>47.68</i>	<i>65.87</i>	<i>0.51</i>	<i>47.15</i>	<i>65.86</i>	<i>0.45</i>	<i>45.08</i>
	<b>GRAND TOTAL</b>	<b>37138</b>	<b>11718</b>	<b>48856</b>	<b>35935</b>	<b>15208</b>	<b>51143</b>	<b>34747</b>	<b>13943</b>	<b>48690</b>	<b>37443</b>	<b>17428</b>	<b>54871</b>