



GOVERNMENT OF MAHARASHTRA

**ACCOUNTS AT A GLANCE
2009 - 2010**



**PR. ACCOUNTANT GENERAL
(ACCOUNTS AND ENTITLEMENTS)
MAHARASHTRA**

P R E F A C E

This is the twelfth issue of the annual publication '**Accounts at a Glance**'.

The Annual Accounts of the State Government are prepared and examined under the directions of the Comptroller and Auditor General of India (C&AG) in accordance with the requirements of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971 for being laid before the Legislature of the State.

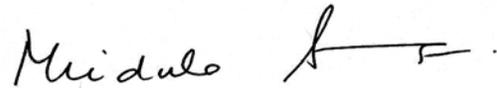
The Annual Accounts consist of (a) Finance Accounts and (b) Appropriation Accounts.

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 the State Legislature and offer explanations for variations between the actual expenditure and the funds provided.

The Principal Accountant General (Accounts and Entitlements)-I prepares the State Finance Accounts and the Appropriation Accounts.

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

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



(MRIDULA SAPRU)
PR. ACCOUNTANT GENERAL (A&E) - I,
MAHARASHTRA

PLACE : Mumbai

DATE : 19.11.2010

CHAPTER - I

OVERVIEW

1.1 The monthly accounts of the State Government are compiled and consolidated from the accounts submitted by the District Treasuries, Pay & Accounts Office, Mumbai, Public Works and Forest Divisions etc. to the Principal Accountant General/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 requirements of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971.

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

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

1.2.1 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 therefrom, the net result of which represents the revenue surplus or deficit for the year.

1.2.2 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.

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

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

1.2.5 Annual Accounts of the Government of Maharashtra for the year 2009-2010 are being presented to the State Legislature. Audit Report of the Comptroller and Auditor General of India for the year 2009-2010 is being presented separately.

1.3 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 public debts and the liabilities and assets as worked out from the balances recorded in the accounts.

1.3.1 During 2009-2010 total receipts amounted to ₹ 113605.70 crore comprising ₹ 86910.29 crore on account of revenue receipts (₹ 67354.45 crore Tax revenue, ₹ 8352.61 crore Non-Tax revenue and ₹ 11203.23 crore Grants-in-aid and Contributions) and ₹ 26695.41 crore on account of capital receipts.

Disbursements during the year were ₹ 113605.70 crore : ₹ 94915.97 crore (83.55%) on revenue account and ₹ 18689.73 crore (16.45%) on capital account.

1.4 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 27 *Charged* Appropriations, 166 Voted Grants and 53 combined (charged and voted) provisions.

1.4.1 The Appropriation Acts, for the year 2009-2010 had projected a gross expenditure of ₹ 171556.98 crore, including the Supplementary Grants totalling ₹ 44637.69 crore, voted by State Legislature during the year. An amount of ₹ 4157.11 crore was projected as recoveries in reduction of expenditure.

1.4.2 Appropriation Accounts 2009-2010 show disbursements aggregating ₹ 124884.41 crore against the aggregate budget provision of ₹ 171556.98 crore, resulting in saving of ₹ 46672.57 crore against Grants and Appropriations. This does not include the amount of ₹ 350 crore appropriated to the Contingency Fund by way of Ordinance. The corpus of the Contingency Fund was temporarily increased once during 2009-2010 under Maharashtra Contingency Fund (Amendment) Ordinance. These ordinances ceased to operate on expiry of six weeks from the reassembling of the Legislature.

1.4.3 Recoveries in reduction of expenditure amounted to ₹ 7453.32 crore reflecting a increase of ₹ 3296.21 crore vis-a-vis budget estimates.



CHAPTER - II

HIGHLIGHTS OF ACCOUNTS

(₹ in crore)

SR. No.	Head	B. E. 2009-2010	Actuals	Percentage of Actuals to B.E	Percentage of Actuals to GSDP**
1.	Tax Revenue	59554.15	67354.45	113.10	8.10
2.	Non-Tax Revenue	13894.12	8352.61	60.12	1.00
3.	Grants-in-aid and Contributions	15612.38	11203.23	71.76	1.35
4.	Revenue Receipts (1+2+3)	89060.65	86910.29	97.59	10.45
5.	Recovery of Loans and Advances	368.11	514.84	139.86	0.06
6.	Other Receipts	....	25.06	....	....
7.	Borrowings and Other Liabilities	26561.91	26155.51	98.47	3.14
8.	Capital Receipts (5+6+7)	26930.02	26695.41	99.13	3.21
9.	Total Receipts (4+8)	115990.67	113605.70	97.94	13.66
10.	Non-Plan Expenditure (NPE) (11+13)	77185.83	82200.47	106.50	9.88
11.	NPE on Revenue Account	74434.06	78179.04	105.03	9.40
12.	NPE on Interest Payments out of 11	14351.26	14110.50	98.32	1.70
13.	NPE on Capital Account	2751.77	4021.43	146.14	0.48
14.	Plan Expenditure (PE)(15+16)	38804.84	31405.23	80.93	3.77
15.	PE on Revenue Account	21749.97	16736.93	76.95	2.01
16.	PE on Capital Account	17054.87	14668.30	86.01	1.76
17.	Total Expenditure (10+14)	115990.67	113605.70	97.94	13.66
18.	Revenue Expenditure (11+15)	96184.03	94915.97	98.68	11.41
19.	Capital Expenditure (13+16)*	19806.64	18689.73	94.36	2.25
20.	Revenue Deficit (18-4)	7123.38	8005.68	112.39	0.96
21.	Fiscal Deficit 17-(4+5+6)=7	26561.91	26155.51	98.47	3.14

2.1 Receipts and Disbursements :

Total receipts during the year were ₹ 113605.70 crore, against which total disbursements were ₹ 113605.70 crore.

The following table summarises the Accounts for 2009-2010:-

(₹ in crore)

Total Receipts	113605.70	Total Disbursements	113605.70
Revenue Receipts (86910.29)	76.50%	Revenue Disbursements (94915.97)	83.55%
Capital Receipts (26695.41)	23.50%	Capital Disbursements (18689.73)	16.45%

* Expenditure on Capital Account includes Capital Expenditure (₹ 17428.66 crore) and Loans and Advances Disbursed (₹ 1261.07 crore).

** Gross State Domestic Product (G.S.D.P.) is defined as the total income of the State or the Market Value of goods and services produced using labour and all other factors of production.

The final figures are not available in respect of GSDP for 2009-2010. Hence the figures have been compared with the provisional G.S.D.P. of ₹ 831971 crore.

RECEIPTS

2.2

2.2.1 Revenue Receipts :

Tax Revenue of ₹ 67354.45 crore and Non-Tax Revenue of ₹ 8352.61 crore formed 8.10 percent and 1 percent respectively of the GSDP. Major contributor to revenue was ₹ 32676.02 crore under Taxes on Sales, Trades etc. (ratio to GSDP :- 1:25).

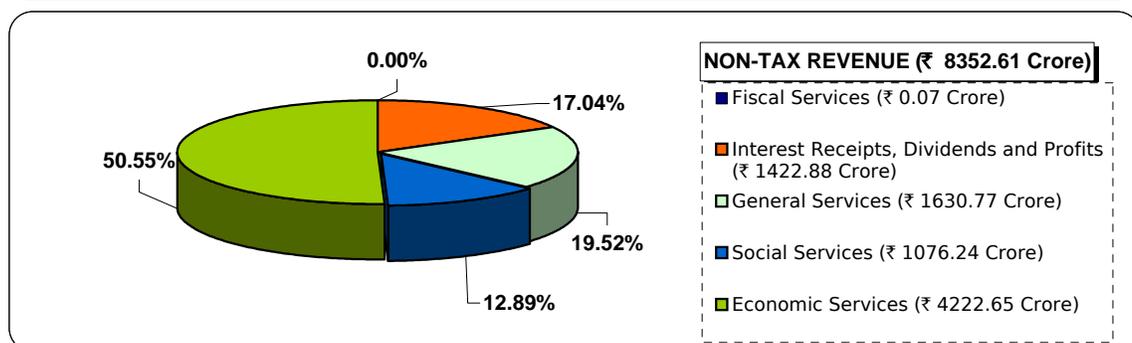
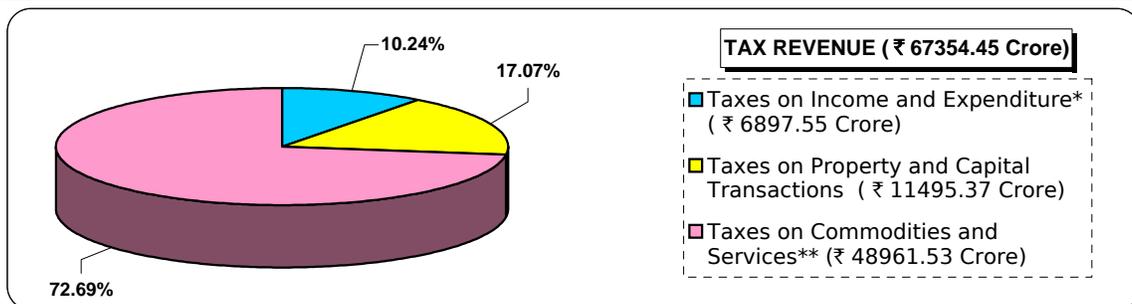
Net tax receipts (₹ 67354.45 crore) during the year were more than the budget estimates (₹ 59554.15 crore) by ₹ 7800.30 crore, mainly on account of more collection under Taxes on Sales, Trades etc.(₹ 5670.02 crore).

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

Revenue Receipts and Grants in Aid and Contributions :

(₹ in crore)

Components	Actuals	Percentage to total Revenue receipts	
A -Tax Revenue			
Taxes on Income and Expenditure*	6897.55	7.94	(10.24) #
Taxes on Property and Capital Transactions	11495.37	13.23	(17.07) #
Taxes on Commodities and Services**	48961.53	56.33	(72.69) #
Total, Tax Revenue	67354.45	77.50	
B-Non-tax Revenue			
Fiscal Services	0.07	....	(0.00) \$
Interest Receipts, Dividends and Profits	1422.88	1.64	(17.04) \$
General Services	1630.77	1.87	(19.52) \$
Social Services	1076.24	1.24	(12.89) \$
Economic Services	4222.65	4.86	(50.55) \$
Total, Non-Tax Revenue	8352.61	9.61	
C - Grant-in-aid and Contributions	11203.23	12.89	
TOTAL REVENUE RECEIPTS	86910.29	100.00	



* Share of Income Tax received from Union Government ₹ 5285.19 Crore.

** Receipts on account of Taxes on Sales, Trades etc. were ₹ 32676.02 Crore.

The figures in bracket represent percentage to Total Tax Revenue.

\$ The figures in bracket represent percentage to Total Non-Tax Revenue.

VII

2.2.2 Capital Receipts:

Compared to the revised estimates (₹ 29853.07 crore), there was an overall decrease of ₹ 3432.94 crore in Capital Receipts (₹ 26420.13 crore). This was mainly under Public Debt (₹ 2360.75 crore) and Public Account (₹ 1830.08 crore) partly counterbalanced by increase under cash balance (₹ 556.99 crore).

2.3

DISBURSEMENTS

2.3.1 Revenue Disbursements:

Revenue Disbursement (net) was 11.41 per cent of GSDP. It was less than budget estimates by ₹ 1268.06 crore (₹ 3037.12 crore less under General Services, ₹ 10749.48 crore more under Social Services, ₹ 9434.54 crore less under Economic Services and ₹ 454.12 crore more under Grants-in-aid and Contributions).

2.3.2 Capital Disbursements:

Capital Disbursements were 2.25 per cent of the GSDP. It was less than budget estimates by ₹ 1116.91 crore due to less disbursement under Capital Outlay (₹ 1387.46 crore) and more disbursement under Loans and Advances (₹ 270.55 crore).

2.3.3 Plan Disbursements:

During the year 2009-2010, Plan Disbursements were ₹ 25851.62 crore under State Plan, ₹ 5553.61 crore under Central Plan and Centrally Sponsored Schemes.

2.3.4 Non-Plan Disbursements:

Non-plan Disbursements during 2009-2010 were ₹ 82200.47 crore, consisting of ₹ 78179.04 crore under Revenue and ₹ 4021.43 crore under Capital.

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

SECTORAL DISTRIBUTION OF EXPENDITURE AND ITS PERCENTAGE TO TOTAL REVENUE EXPENDITURE

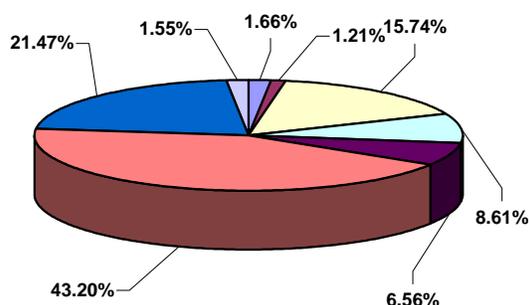
(₹ in crore)

	Components	Amount	Percentage to Total Revenue Expenditure	
A.	Fiscal Services			
	(i) Collection of Taxes on Income and Expenditure	15.10	0.02	(0.96) *
	(ii) Collection of Taxes on Property and Capital Transactions	279.29	0.29	(17.70) *
	(iii) Collection of Taxes on Commodities and Services	1279.03	1.35	(81.05) *
	(iv) Other Fiscal Services	4.60		(0.29) *
	Total, Fiscal Services	1578.02	1.66	
	B. Organs of State	1148.67	1.21	
	C. Interest Payments and Servicing of debt	14941.49	15.74	
	D. Administrative Services	8173.39	8.61	
	E. Pensions and Miscellaneous General Services	6229.39	6.56	
	F. Social Services	41004.66	43.20	
	G. Economic Services	20371.94	21.47	
	H. Grants-in-aid and Contributions	1468.41	1.55	
	TOTAL EXPENDITURE (REVENUE ACCOUNT)	94915.97	100.00	

* The figures in bracket represent percentage to Total Fiscal Services

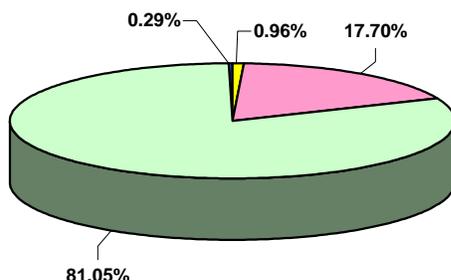
VIII

REVENUE EXPENDITURE (₹ 94915.97 Crore)



■ Total Fiscal Services (₹ 1578.02 Crore)
■ Organs of State (₹ 1148.67 Crore)
□ Interest Payments and Servicing of debt (₹ 14941.49 Crore)
□ Administrative Services (₹ 8173.39 Crore)
■ Pensions and Miscellaneous General Services (₹ 6229.39 Crore)
■ Social Services (₹ 41004.66 Crore)
■ Economic Services (₹ 20371.94 Crore)
□ Grants-in-aid and Contributions (₹ 1468.41 Crore)

FISCAL SERVICES (₹ 1578.02 Crore)



■ Collection of Taxes on Income and Expenditure (₹ 15.10 Crore)
■ Collection of Taxes on Property and Capital Transactions (₹ 279.29 Crore)
■ Collection of Taxes on Commodities and Services (₹ 1279.03 Crore)
■ Other Fiscal Services (₹ 4.60 Crore)

TREND OF EXPENDITURE

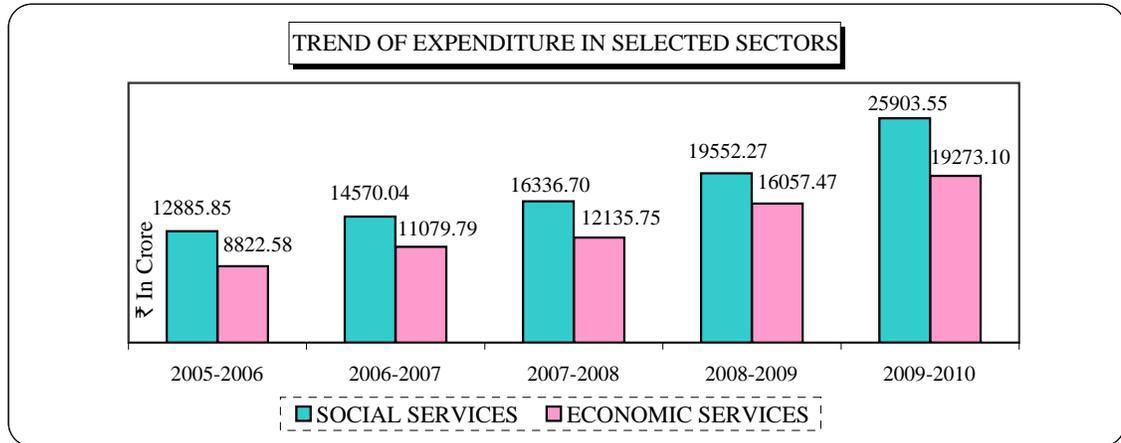
Trend of expenditure in some important sectors between 2005-2006 and 2009-2010 (5 years) is brought out below:

STATEMENT OF EXPENDITURE IN SELECTED SECTORS

(₹ in Crore)

Sector	2005-2006	% to B.E.	2006-2007	% to B.E.	2007-2008	% to B.E.	2008-2009	% to B.E.	2009-2010	% to B.E.	% to R.E.*
A.Social Services-											
i) Education	10761.82	105.31	12316.49	108.66	13641.63	110.78	16446.81	111.21	22207.82	115.16	94.65
ii) Health and Family Welfare	2124.03	98.86	2253.55	96.38	2695.07	101.01	3105.46	107.55	3695.73	116.70	92.42
Social Services, Total	12885.85		14570.04		16336.70		19552.27		25903.55		
B.Economic Services-											
i) Agriculture	2732.22	126.31	3362.63	125.88	3469.22	113.56	6402.75	187.05	6460.18	105.99	98.41
ii) Rural Development	2017.92	92.52	2590.31	105.95	1060.58	29.04	1980.01	64.86	2493.17	15.36	90.29
iii) Irrigation & Flood Control	1318.37	141.33	1514.03	94.83	1647.73	95.70	1939.26	112.52	2339.54	132.13	104.73
iv) Energy	1993.13	220.99	2601.30	153.08	3411.15	145.29	2807.60	117.42	4137.84	172.85	97.19
v) Transport	554.40	392.38	696.72	114.93	2253.51	321.90	2691.01	128.70	3226.80	151.08	89.86
vi) General Economic Services	206.54	123.82	314.80	101.55	293.56	89.18	236.84	104.32	615.57	129.83	73.32
Economic Services, Total	8822.58		11079.79		12135.75		16057.47		19273.10		

* Percentage to revised estimates has been given only for 2009-2010.



2.4

DEBTS AND LIABILITIES

2.4.1 Outstanding Public Debt at the end of 2009-2010 was ₹ 151433.66 crore, comprising Internal Debt of ₹ 142684.50 crore, Loans and Advances from Central Government ₹ 8749.16 crore.

In addition to the above, at the end of 2009-2010, the balances at the credit of Small Savings, Provident Fund etc. (₹ 12689.40 crore) and other obligations (₹ 32702.51 crore) constitute the liability of ₹ 45391.91 crore.

2.4.2 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 ₹ 4938.47 crore in respect of such liabilities of State Government during 2009-2010.

2.4.3 Interest payments on debt and other liabilities totalling ₹ 14110.50 crore constituted 14.87 percent of revenue expenditure of ₹ 94915.97 crore. Interest payments on Public Debt were ₹ 12149.60 crore (Internal Debt ₹ 11479.52 crore and Loans and Advances from Central Governments ₹ 670.08 crore) and ₹ 1960.90 crore on Other Liabilities. Expenditure on account of interest payments increased by ₹ 1811.19 crore during 2009-2010.

2.4.4 71% of the Internal debt of ₹ 20812.20 crore raised during 2009-2010 was mainly used for discharge of debt obligations (₹ 3398.45 crore) and payment of interest (₹ 11479.51 crore) thereon.

2.5

INVESTMENTS AND RETURNS

Total investments as share capital in non-financial Public Sector Undertakings (PSUs) stood at ₹ 64192.68 crore at the end of 2009-2010. Dividends received during the year were ₹ 80.88 crore (i.e. 0.13%). Investments in PSUs increased by ₹ 7806.30 crore and there was an increase in dividend income of ₹ 9.72 crore.

2.6

LOANS AND ADVANCES BY THE STATE GOVERNMENT

2.6.1 Total loans and advances made by the State Government during 2009-2010 were ₹ 1261.07 crore. Total loans and advances to be recovered from Government Corporations/Companies, non-Government Institutes, Local bodies, etc. at the end of 2009-2010 were ₹ 19590.09 crore.

Information as regards recoveries in arrears in respect of principal and interest was to be received by 15th July 2010. Information is awaited from all 29 Government Departments.

2.6.2 Financial assistance to local bodies and others:

Assistance to local bodies etc. during 2009-2010 was ₹ 44589.32 crore. It increased from ₹ 27387.69 crore in 2005-2006 to ₹ 44589.32 crore in 2009-2010, which was 62.81 percent increase as compared to 2005-2006. Zilla Parishads and Other Panchayati Raj institutions as well as Universities and Education Institutions consumed the major portion (52.40 percent in 2009-10) of the total grant during the five years from 2005-2006 to 2009-2010.

2.6.3 Commitments on account of incomplete Capital Works:

During the year 2009-2010 Capital Expenditure of ₹ 292.81 crore was incurred on various projects taken up by the Engineering Departments. The information in respect of abandoned projects is awaited.

2.7

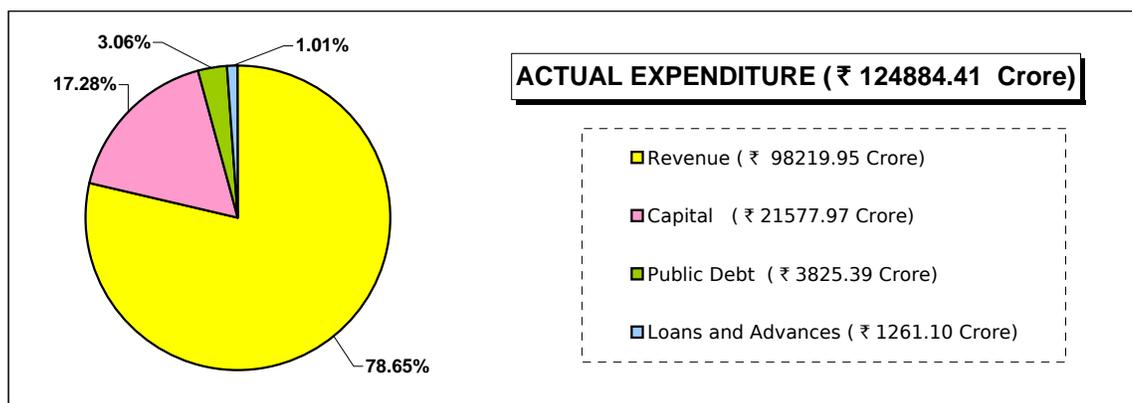
APPROPRIATION ACCOUNTS

2.7.1 The Appropriation Accounts of the Government of Maharashtra for the year 2009-2010 present the accounts of sums expended in the year ended 31st 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.

2.7.2 The Appropriation Accounts show that in the year 2009-2010, there was actual expenditure of ₹ 124884.41 crore, comprising ₹ 98219.95 crore Revenue Expenditure, ₹ 21577.97 crore Capital Expenditure, ₹ 3825.39 crore Repayment of Debt and ₹ 1261.10 crore Loans and Advances by the State Government. There were saving/excess under Revenue/Capital/Public Debt/Loans and Advances with reference to total grants allocated by the State Legislature as shown below:-

(₹ in crore)

Sr. No.	Nature of expenditure	Original grant	Supplementary grant	Reappropriation	Total	Actual expenditure	Saving (-) Excess (+)
1.	Revenue						
	Voted	82138.71	29302.69		111441.40	82338.32	-29103.08
	Charged	15943.79	57.41		16001.20	15881.63	-119.57
	Total, Revenue	98082.50	29360.10	....	127442.60	98219.95	-29222.65
2.	Capital						
	Voted	21073.59	14527.23		35600.82	21573.65	-14027.17
	Charged	1.16	6.03		7.19	4.32	-2.87
	Total, Capital	21074.75	14533.26	....	35608.01	21577.97	-14030.04
3.	Public Debt						
	Charged	6771.52	59.76	....	6831.28	3825.39	-3005.89
	Total, Public Debt	6771.52	59.76	....	6831.28	3825.39	-3005.89
4.	Loans and Advances						
	Voted	990.52	684.57		1675.09	1261.10	-413.99
	Charged	....	....	....	....	....	....
	Total, Loans and Advances	990.52	684.57	....	1675.09	1261.10	-413.99
	Total	126919.29	44637.69	....	171556.98	124884.41	-46672.57



2.8

RUSH OF EXPENDITURE

2.8.1 The average monthly Revenue Expenditure upto February 2010 was ₹ 6284.90 crore during 2009-2010. However, during March 2010 the Revenue Expenditure was ₹ 21830.33 crore i.e. there was steep increase of ₹ 15545.43 crore (247.35%).

The major increase was under the major heads 2049-Interest Payments (₹ 811.06 crore), 2053-District Administration (₹ 219.66 crore), 2055-Police (₹ 112.36 crore), 2202-General Education (₹ 2729.68 crore), 2203- Technical Education (₹ 246.67 crore), 2210-Medical and Public Health (₹ 389.14 crore), 2215 - Water Supply and Sanitation (₹ 275.63 crore), 2216 - Housing (₹ 837.05 crore), 2217-Urban Development (₹ 2318.94 crore), 2225-Welfare of Scheduled Castes, Scheduled Tribes and Other Backward Classes (₹ 1200.15 crore), 2230-Labour and Employment (₹ 152.08 crore), 2235-Social Security and Welfare (₹ 508.08 crore), 2236-Nutrition (₹ 425.06 crore), 2401-Crop Husbandry (₹ 326.71 crore), 2406- Forestry and 2408- Food, Storage and Warehousing (₹ 228.28 crore), 2425-Co-operation (₹ 382.36 crore), 2501- Special Programme for Rural Development (₹ 122.80 crore), 2505 - Rural Employment (₹ 932.23 crore), 2515 - Other Rural Development Programmes (₹ 171.35 crore), 2702 - Minor Irrigation (₹ 149.01 crore), 2801-Power (₹ 292.72 crore), 3054-Roads and Bridges (₹ 897.79 crore), 3452- Tourism (₹ 350.66 crore), 3604-Compensation and Assignments to Local Bodies and Panchayati Raj Institutions (₹ 295.54 crore) and 3606 - Aid Materials and Equipments (₹ 178.41 crore).

2.9

RECONCILIATION OF ACCOUNTS

2.9.1 Unless there is one Controlling Officer for one grant, the scientific reconciliation between the figures of Expenditure/Receipts booked in the Accountant General Offices and Departmental records is impossible. Following 14 departments have not sent the list of Controlling Officers responsible for reconciliation for the year 2009-10.

<u>Sr.No.</u>	<u>Name of Department</u>
1.	Revenue and Forests Department
2.	School Education and Sports Department
3.	Urban Development Department
4.	Rural Development and Water Conservation Department
5.	Social Justice and Special Assistance Department
6.	Planning Department
7.	Parliamentary Affairs Department
8.	Housing Department
9.	Tribal Development Department
10.	Environment Department
11.	Higher and Technical Education Department
12.	Women and Child Development Department
13.	Employment and Self Employment Department
14.	Maharashtra Legislature Secretariat

2.9.2 The Expenditure to the extent of ₹ 27,059.76 crore remained unreconciled till June 2010. Also there was delay in the reconciliation of the account by the Departmental Authorities.

2.9.3 No Administrative Department of the Government has reconciled the receipts booked in the Service heads as well as Loan heads of accounts except the Major Head 0040 - Taxes on Sales, Trades etc. and 0030- Stamps and Registration Fees.

2.10

SUBMISSION OF ACCOUNTS BY TREASURIES

2.10.1 Rendition of Accounts :

Treasuries, Public Works Divisions, Forest Divisions, Dairy Development Officers, District Supply Officer and Commissioner, State Excise, Mumbai render initial accounts to the offices of the Pr. Accountant General/Accountant General (Accounts & Entitlements). The general Monthly Civil Accounts of State Government is prepared on the basis of the transactions recorded in the initial accounts alongwith inter Government transactions taking place in other State Governments in India and also outside India.

3 Accounts of Public Work Divisions were included in the next month's Civil Account due to late receipt thereof. 1 Account of Forest Division were excluded while compiling Monthly Civil Account.

160 Accounts of Dairy Development Departments, 14 Accounts of the State Excise Department and 885 compiled Accounts of District Supply Officer -Food were incorporated in the subsequent months due to late receipt thereof. The delay in receipt ranged from 1 month to 3 months. However, all the unreceived Monthly Accounts upto the month of March 2010 were cleared in March 2010 (SY) Account.



CHAPTER - III

TRENDS IN GOVERNMENT REVENUE AND EXPENDITURE

3.1 Trends in Government Revenue Receipts and Revenue Expenditure from 2005-2006 to 2009-2010 (5 years period) is given below :-

Revenue Receipts :

(₹ in crore)

Year	Tax Revenue	Non-Tax Revenue	Grants-in-aid and Contributions	Gross Revenue Receipts	GSDP	Percentage of Gross Revenue Receipts to GSDP
2005-2006	38522.24	5935.05	3981.00	48438.29	432413	11.20
2006-2007	46122.00	7518.25	8555.13	62195.38	509356	12.21
2007-2008	55125.63	16947.97	7509.55	79583.15	590995	13.47
2008-2009	60048.35	9789.94	11432.39	81270.68	692749	11.73
2009-2010	67354.45	8352.61	11203.23	86910.29	831971*	10.45

* Provisional (Advance Estimates)

Revenue Expenditure :

(₹ in crore)

Year	Revenue Expenditure (Actuals)	Total Expenditure	GSDP	Percentage increase over previous years			Percentage of Government Expenditure to GSDP
				2005-2006 to 2009-2010			
				Revenue Expenditure	Total Expenditure	GSDP	
2005-2006	52279.85	66619.91	432413	2.42	8.02	16.28	15.41
2006-2007	61385.28	73799.08	509356	17.42	10.78	17.79	14.49
2007-2008	64780.05	77494.82	590995	5.53	5.01	16.03	13.11
2008-2009	75693.92	95847.71	692749	16.85	23.68	17.22	13.84
2009-2010	94915.97	113605.70	831971*	25.39	18.53	20.10	13.66

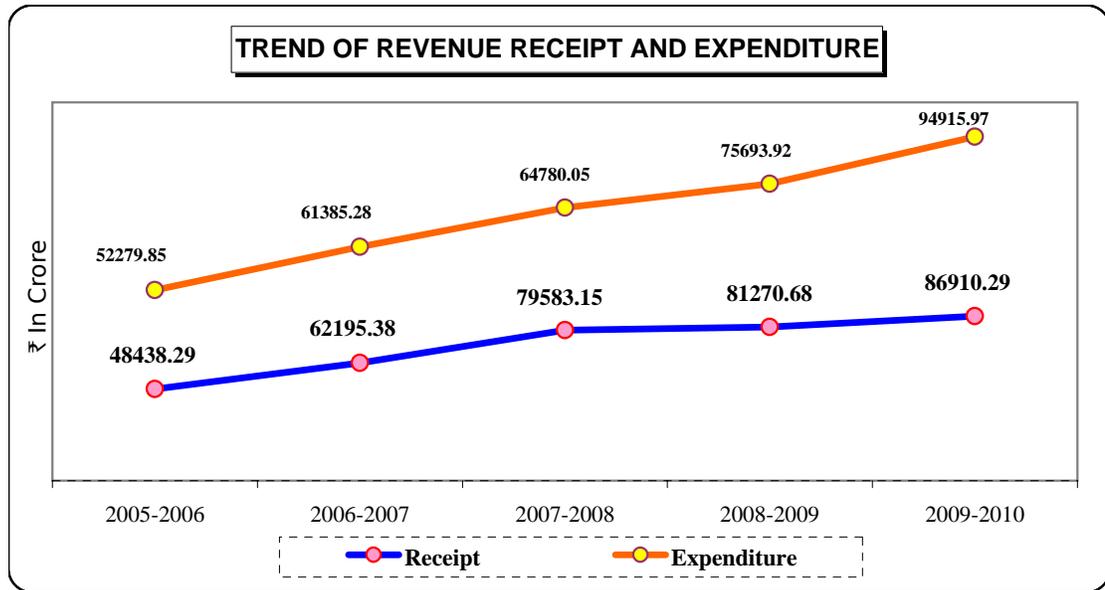
* Provisional (Advance Estimates)

3.2 The overall increase in the Government's total expenditure during 2009-2010 compared to 2005-2006 (5 years) was ₹ 46985.79 crore. Growth in major areas of Revenue Expenditure is shown in the following table :-

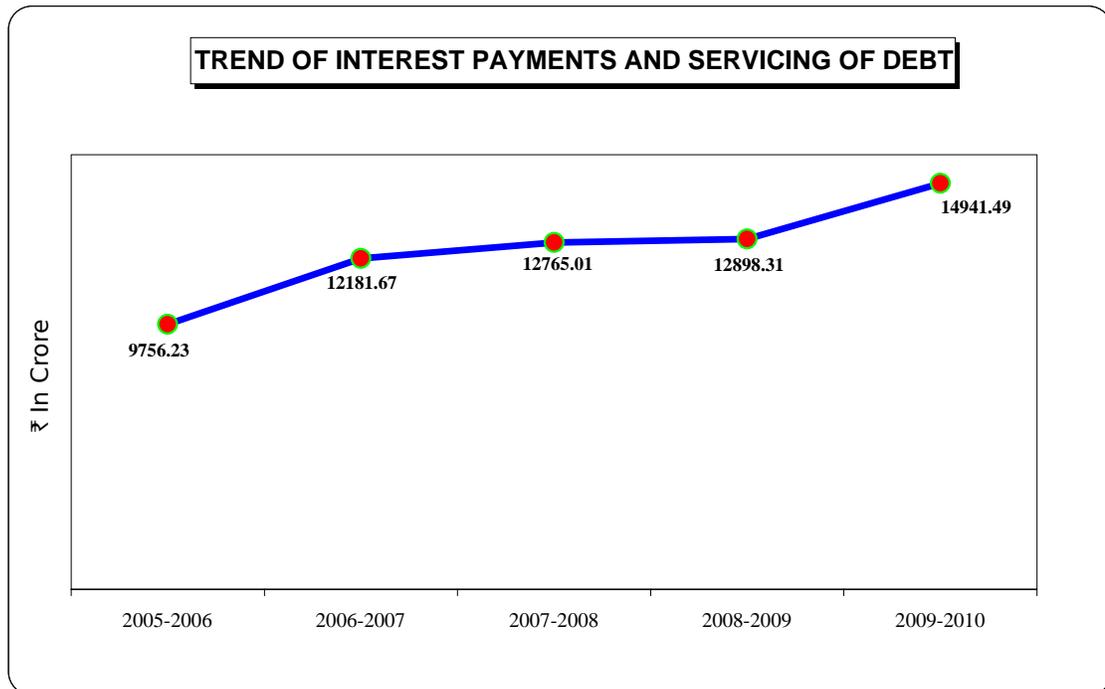
(₹ in crore)

Areas of Expenditure	2005-2006	2006-2007	2007-2008	2008-2009	2009-2010	Percentage increase in 2009-2010 over Previous year 2008-2009
Interest Payments and Servicing of Debt	9756.23	12181.67	12765.01	12898.31	14941.49	15.84
Pension and Miscellaneous General Services	4104.24	4364.39	4215.21	5199.48	6229.39	19.81
Administrative Services	4207.40	4823.51	5503.54	6560.26	8173.39	24.59
Agriculture and Allied Activities	2732.22	3362.63	3469.22	6402.75	6460.18	0.90
Energy	1993.13	2601.30	3411.15	2807.60	4137.84	47.38

XIV



The trend of increase in Interest Payments and servicing of debt is as under:



XV

3.3 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" are given below :-

<i>Dr.</i>	Details	<i>Cr.</i>
<i>(₹ In thousand)</i>		<i>(₹ In thousand)</i>
14,61,22,21,82	A-Balance at the debit of Government account on 1st April, 2009	
	B- (a) Receipt Heads (Revenue Account) ..	8,69,10,28,82
	B- (b) Receipt Heads (Capital Account)	25,06,58
9,49,15,96,64	C- Expenditure Heads (Revenue Account)	
1,74,28,66,06	D- Expenditure Heads (Capital Account)	
	E- Miscellaneous** ..	2,50,13,02
	F- Balance at the debit of Government Account on 31st March, 2010 ..	17,12,81,36,10
25,84,66,84,52	Total	25,84,66,84,52

3.4

LIABILITIES

Liabilities of the State Government increased by ₹ 22677.49 crore from ₹ 174148.08 crore in 2008-2009 to ₹ 196825.57 crore during 2009-2010. Public debt comprising internal debt of the State Government and loans and advances from the Central Government increased by ₹ 17739.02 crore from ₹ 133694.64 crore in 2008-2009 to ₹ 151433.66 crore at the end of the current year. Article 293 of the Constitution of India empowers the State Government to borrow on the security of the Consolidated Fund of the State within such limits, if any, as may be from time to time fixed by the State Legislature. However, no law under Article 293 of the Constitution has been passed by the Legislature laying down the limits within which Government may borrow on the security of the Consolidated Fund of the State. Details of the Public Debt and total liabilities of the State Government are as under :-

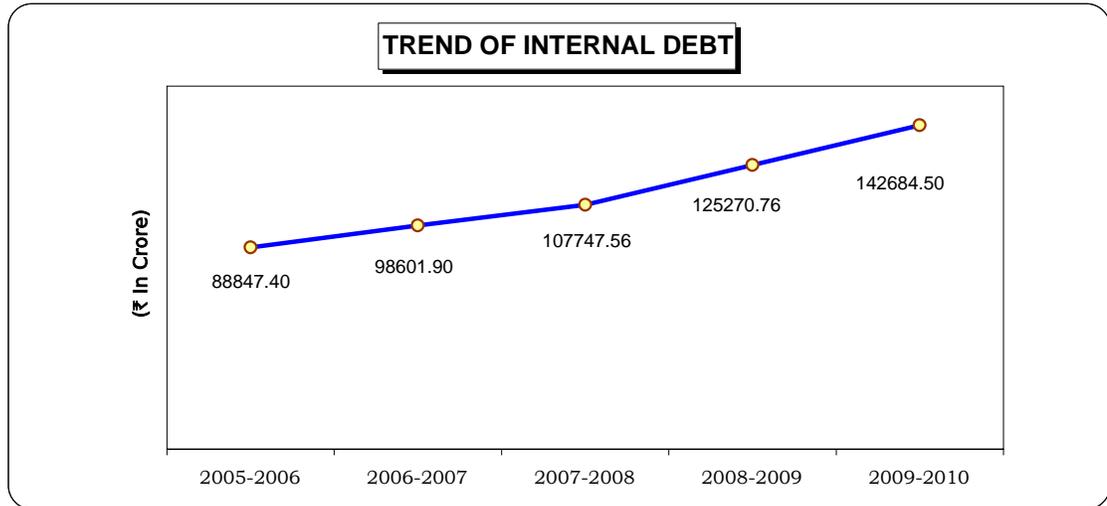
<i>(₹ in crore)</i>									
Year	Internal Debt	Loans & Advances from Central Government	Total Public Debt	Small Savings	Provident Funds	Other Obligations	Total Liabilities	GSDP	% of Total Liability to GSDP
2005-2006	88847.40	8447.04	97294.44	1088.75	7681.98	34607.36	140672.53	432413	32.53
2006-2007	98601.90	8542.30	107144.20	1191.96	8219.10	37967.17	154522.43	509356	30.34
2007-2008	107747.56	8458.83	116206.39	1302.00	8793.76	28125.92	154428.07	590995	26.13
2008-2009	125270.76	8423.88	133694.64	1432.66	9466.55	29554.23	174148.08	692749	25.14
2009-2010	142684.50	8749.16	151433.66	1551.20	11138.20	32702.51	196825.57	831971*	23.66

* * Includes (i) Adjustments to clear old outstanding balances under Debt, Deposits and Remittance heads (Cr. ₹ 13.07 thousand), (ii) Sinking Funds - Other Appropriations (Cr. ₹ Nil), (iii) Amount appropriated from revenue to Contingency Fund (Cr. ₹ 2,50,00,00 thousand) and (iv) Inter State Settlement Account (Dr. ₹ 5 thousand).

* Provisional (Advance Estimates)

XVI

The trend of increase in Internal Debt of the State Government is as under :-



3.5 STATE PROVIDENT FUND

The details of transactions from the State Provident Fund 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	7195.16	1616.80	1129.98	486.82	7681.98	1201.49
2006-2007	7681.98	1708.75	1171.63	537.12	8219.10	1270.87
2007-2008	8219.10	1861.71	1287.05	574.66	8793.76	1440.90
2008-2009	8793.76	1991.26	1318.47	672.79	9466.55	1532.19
2009-2010	9466.55	3089.33	1417.68	1671.65	11138.20	1718.93

3.6 GUARANTEES

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

(₹ in crore)

At the end of the year	Amount Guaranteed (Principal only)**	Amount outstanding	
		Principal	Interest
2005-2006	86725.14	46868.20	19370.63
2006-2007	54882.54	45473.04	18036.45*
2007-2008	53356.62	42699.22*	15576.40*
2008-2009	56908.21	38547.03*	12923.52*
2009-2010	47421.58	31869.88*	10813.22*

* Information about outstanding guarantee was awaited from the institutions. Year-wise awaited information is as follows:-
 2006-2007 - 57 institutions.
 2007-2008 - 35 institutions.
 2008-2009 - 45 institutions.
 2009-2010 - 33 institutions.

** The Information has been incorporated on the basis of data received from the Finance Department, Government of Maharashtra.

XVII

3.7

WAYS AND MEANS ADVANCES

In order to maintain and sustain its liquidity position, the State Government takes Ways and Means Advances from the Reserve Bank of India and thereafter draws upon overdraft whenever there is shortfall in the agreed minimum cash balance in its account with the Reserve Bank of India. The State Government is required to maintain the balance of ₹ 5.58 crore from 1st April 1999 onwards. The larger the amount and greater the number of times such ways and means advances are taken or drawals made, the more it reflects the adverse position of the cash balance of the State Government.

	2005-2006	2006-2007	2007-2008	2008-2009	2009-2010
<i>i</i>) Number of days on which minimum balance was maintained					
(a) Without obtaining any advance	324	323	341	344	365
(b) By obtaining Ways and Means Advances	21	42	25	21	....
<i>ii</i>) Number of days on which overdraft was taken	20	....	....	....	....

3.8

GENERAL CASH BALANCES

3.8.1 The closing cash balance according to the Reserve Bank of India was ₹ 864.54 crore (debit) against the general cash balance of ₹ 863.47 crore (credit) reflected in State Government Accounts. The difference of ₹ 1.07 crore (debit) is under reconciliation.

3.8.2 Investments held in the Cash Balance Investment Account* as on 31st March 2010 were ₹ 19762.99 crore.

* *includes*

(i) Government of India Treasury Bills	₹	1,97,62.29 crore
(ii) Other State Government Securities	₹	.... (less than 1 crore)
(iii) Other Investments	₹	0.70 crore

3.8.3 Other cash balances and investments comprising cash with departmental officers (₹ 136.70 crore), permanent advances with departmental officers (₹ 0.46 crore) and investment of earmarked funds (₹ 6339.64 crore) as on 31st March 2010, were ₹ 6476.80 crore.

XVIII

3.8.4 The cash balance with RBI/Treasuries increased from ₹ -542.79 crore at the beginning of the year 2009-2010 to ₹ -680.43 crore at its end, the details of sources and application of funds being as follows:-

(₹ In Crore)

SOURCES			APPLICATION				
Sr. No.	Items	Amount	Sr. No.	Items	Amount		
					Non Plan	Plan	Total
1.	Opening Cash balance	-542.79	1.	Revenue expenditure	78179.04	16736.93	94915.97
2.	State's share of Union Taxes	8248.11	2.	Capital expenditure	2760.36	14668.30	17428.66
3.	State's own revenue (Tax and Non-Tax) collection	67458.95	3.	Loans and advances repaid	To Central Government 426.94	To Others 3398.45	Total 3825.39
4.	Central grants/ assistance other than loans	11203.23	4.	Loans and Advances given			1261.07
5.	Miscellaneous Receipts	25.06	5.	Closing cash balance			-680.43
6.	Receipts from public debt, small saving, deposits and advances (Other than Central Loans)	26104.04					
7.	Receipts from Central Loans	752.22					
8.	Recoveries from borrowers	514.84					
9.	Net contribution from Contingency Fund	-1.07					
10.	Net effect of adjustment of suspense and remittance balances and increase/decrease of reserve funds	2988.07					
	Total	116750.66					116750.66

XIX

3.9

CONTINGENCY FUND

Contingency Fund of the State is designed to meet contingencies. The following details indicate the extent of use of this Fund during the year :-

	2005-2006	2006-2007	2007-2008	2008-2009	2009-2010
Number of sanctions from Contingency Fund	102	148	102	90	59
Total amount withdrawn from Contingency Fund (<i>₹ In crore</i>)	1990.01	1406.13	502.20	878.83	142.65
Withdrawals from Contingency Fund as a percentage to Total Budget Provision	2.21%	1.49%	0.48%	0.70%	0.08%

