

GOVERNMENT OF MAHARASHTRA				
Budget at a Glance				(Rs. crore)
Item	2003 - 04 (Actuals)	2004 - 05 (Budget Estimates)	2004 - 05 (Revised Estimates)	2005 - 06 (Budget Estimates)
1	2	3	4	5
1. Revenue Receipts { (a) + (b) }	34370.52	40393.80	42882.95	50429.82
(a) Tax Revenue	28551.65	32105.65	34447.20	40046.24
(b) Non-Tax Revenue	5818.87	8288.15	8435.75	10383.58
2. Revenue Expenditure	42680.06	50144.87	52082.92	50163.96
(a) Plan Expenditure	3620.20	3993.66	5182.32	4186.94
(b) Non-Plan Expenditure of which	39059.86	46151.21	46900.60	45977.02
(1) Interest Payment	8335.48	10097.06	8892.47	9537.79
3. Revenue Surplus/Deficit (-) (1 - 2)	-8309.54	-9751.07	-9199.97	265.86
4. Capital Receipts (a + b+ c)	18221.58	14036.65	19679.10	12835.36
a) Recovery of Loans	482.16	422.54	1493.96	445.38
b) Other Receipts	2454.22	3561.71	4708.01	3496.94
c) Borrowings and Other Liabilities	15285.20	10052.40	13477.13	8893.04
of which Wage & Means Advances	9321.37	13000.00	4500.00	1000.00
5. Capital Expenditure	10101.13	5429.75	10777.97	9861.93
(a) Plan Expenditure	3949.90	1654.17	5164.25	5901.56
(b) Non-Plan Expenditure	6151.23	3775.58	5613.72	3960.37
of which Wage & Means Advances	9321.37	13000.00	4500.00	1000.00
6. Total Receipts (1 + 4)	52592.10	54430.45	62562.05	63265.18
7. Total Expenditure (2 + 5)	52781.19	55574.62	62860.89	60025.89
(a) Plan Expenditure	7570.10	5647.83	10346.57	10088.50
(b) Non-Plan Expenditure	45211.09	49926.79	52514.32	49937.39
8. Budgetary Surplus/Deficit (-) (6 - 7)	-189.09	-1144.17	-298.84	3239.29
8(a) Budgetary Surplus/Deficit (-) (6- 7) *				40.16
9. Fiscal Surplus/Deficit (-) @ { 8(a) - 4 (c) }	-15474.29	-11196.57	-13775.97	-8852.88
10. Primary Surplus/Deficit (-) { 9 + 2 (b) (1) }	-7138.81	-1099.51	-4883.50	684.91
@ Includes the liabilities to Own Reserve Fund in the Public Account and is more than the actual borrowings by Government (See Table No. - 5).				
* Taking into account the opening balance Rs. (-)615.77 crore and unbudgeted plan outlay of Rs. 2583.36 crore				
The Budgetary surplus will be reduced to Rs.40.16 crore.				

Table No. 1					
Details of Receipts on Revenue and Capital Account					
					(Rs. crore)
Item	2003 - 04	2004 - 05	2004 - 05	2005 - 06	2005 - 06
	(Actuals)	(B / E)	(R / E)	(B / E)	(% to Total)
1	2	3	4	5	6
A. Total Revenue Receipts (1+2+3+4)	34370.52	40393.80	42882.95	50429.82	76.38
1. State's own Tax Revenue { (1) to (10) }	25181.23	28462.21	30802.42	35296.92	53.46
(1) Sales Tax	15325.95	16890.00	18574.60	22128.41	33.52
(2) Stamps and Registration fees	3354.08	3375.00	4000.00	4500.00	6.82
(3) State excise duties	2324.42	2600.00	2500.00	2800.00	4.24
(4) Electricity duties.	629.72	1290.00	1383.00	1454.00	2.20
(5) Other Taxes on Income and Expenditure	1019.34	1099.93	1067.69	1071.73	1.62
(6) Taxes on vehicles	1205.97	1155.00	1200.00	1350.00	2.04
(7) Other Taxes and duties on commodities and services	729.35	963.65	1242.03	1057.71	1.60
(8) Taxes on goods & passengers	231.91	710.00	455.50	511.00	0.77
(9) Land Revenue	360.49	378.63	379.60	424.07	0.64
(10) Taxes on Agricultural Income	0.00	0.00	0.00	0.00	0.00
2. Non-Tax Revenue { (1) + (2) }	3548.94	4740.65	4413.75	5686.39	8.61
(1) Interest Receipts	356.91	544.64	888.35	784.24	1.19
(2) Other Non-tax Revenue	3192.03	4196.01	3525.40	4902.15	7.42
3. Share in Central Taxes { (1) to (6) }	3370.42	3643.44	3644.78	4749.32	7.19
(1) Taxes on Income other than Corporation Tax	573.00	570.35	591.02	927.02	1.40
(2) Corporation Tax	850.16	1049.32	1095.15	1434.13	2.17
(3) Taxes on Wealth	0.86	0.82	0.69	2.54	0.00
(4) Customs	698.50	700.33	675.15	760.61	1.15
(5) Union Excise Duties	1134.57	1135.72	1086.87	1359.85	2.06
(6) Service Tax	113.33	186.90	195.90	265.17	0.40
4. Grants -in Aid from Central Government	2269.93	3547.50	4022.00	4697.19	7.11
B. Total Capital Receipts (1+2+3+4)	35796.12	29734.38	35565.20	15593.79	23.62
1. Receipts from Public Debts { (a) + (b) }	31702.48	24180.25	28199.97	10473.63	15.86
(a) Internal Debt of the State Government.	30450.07	22774.98	25840.80	7071.56	10.71
(b) Loans & Advances from Central Govt.	1252.41	1405.27	2359.17	3402.07	5.15
2. Loans & Advances by State Govt.(recovery)	482.16	422.54	1493.95	445.38	0.67
3. Other Capital Receipts (net) #	-10.65	0.00	0.00	0.00	0.00
4. Public Account (net) { (a) to (d) }	3622.13	5131.59	5871.28	4674.78	7.08
(a) Small Savings, Provident Funds, etc. (net)	487.45	754.85	623.67	792.83	1.20
(b) Reserve Funds (net) (1 + 2)	2516.36	3381.58	3668.14	1833.92	2.78
1) Interest Bearing	-7.07	5.70	8.80	-2.03	0.00
2) Non-interest bearing	2523.43	3375.88	3659.34	1835.95	2.78
(c) Civil Deposits (net) (1 + 2)	1079.64	1226.58	1013.14	809.90	1.23
1) Interest bearing	676.88	809.33	530.80	387.04	0.59
2) Non-interest bearing	402.76	417.25	482.34	422.86	0.64
(d) Others.	-461.32	-231.42	566.33	1238.13	1.88
					0.00
C. Total Receipts (A + B)	70166.64	70128.18	78448.15	66023.61	100.00
D. Per Capita Revenue Receipts (In Rs.)	3414.18	3956.34	4200.13	4871.83	

It comprises Inter-State Settlement (net) , Appropriations to the Contingency Fund (net) and Contingency Fund (Net) .

Rupee comes from

Budget 2005-06

Revenue Receipts - "76" paise
Capital Receipts - "24" paise

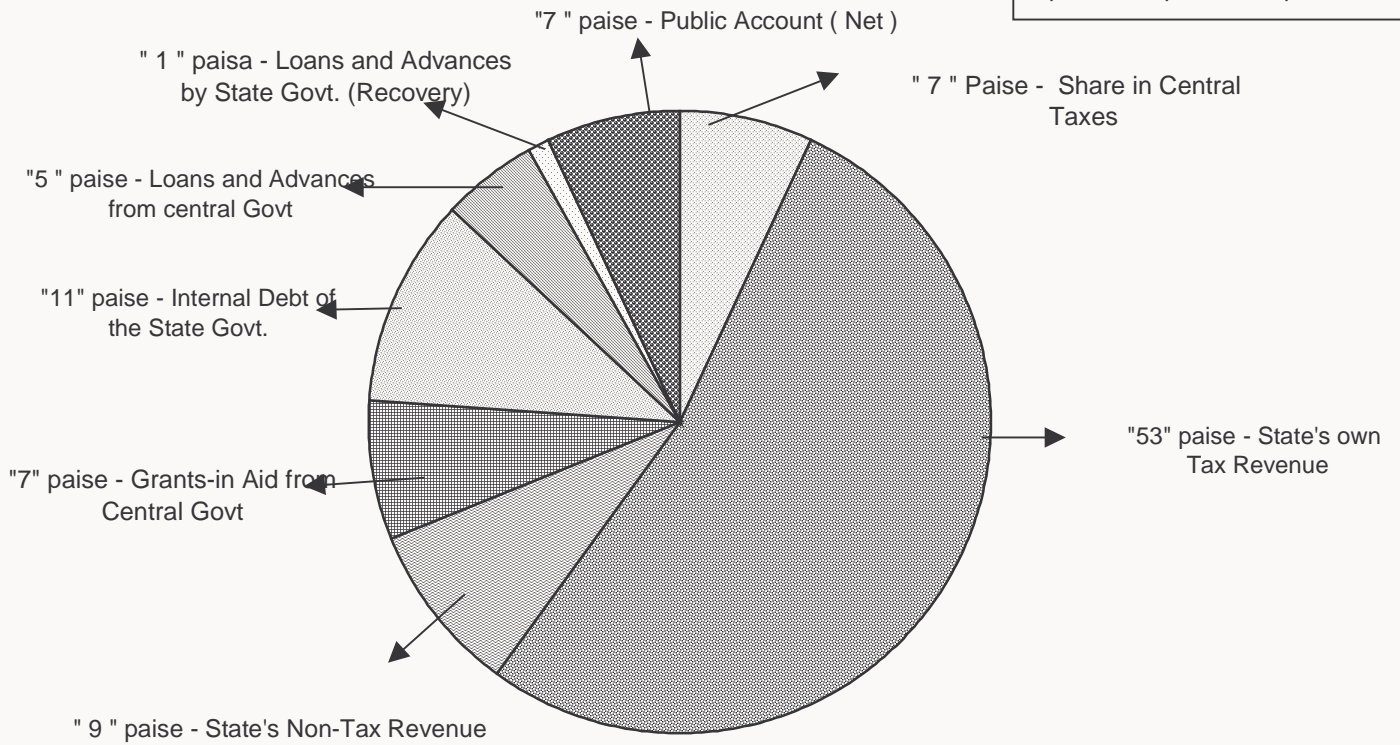


Table No. 2		(Rs.core)			
Development and Non-Development expenditure on Revenue and Capital Account.					
Item	2003 - 04	2004 - 05	2004 - 05	2005 - 06	2005 - 06
	(Actuals)	(B / E)	(R / E)	(B / E)	(% to Total)
A. Revenue Expenditure (1 + 2)	42680.06	50144.87	52082.92	50163.96	79.90
Plan	3620.20	3993.66	5182.32	4186.94	6.67
Non-Plan .	39059.86	46151.21	46900.60	45977.02	73.23
1. Development Expenditure { (a) + (b) + (c) }	22859.98	23937.16	29285.30	25144.28	40.05
(a) Social Services { (1) to (8) }	15990.32	16375.96	18033.20	17829.05	28.40
Plan	2314.34	2387.08	3229.81	3070.77	4.89
Non-Plan .	13675.98	13988.88	14803.38	14758.29	23.51
(1) Education, Sports, Art and Culture	9432.30	9287.41	10233.53	10219.41	16.28
(2) Health and Family Welfare	1767.95	1877.62	1979.26	2148.48	3.42
(3) Water Supply Sani, Hsg, and Urbandev.	1893.87	2252.43	2784.97	2412.82	3.84
(4) Information and Broadcasting	19.82	19.96	24.09	22.03	0.04
(5) Welfare of S.C.,S.T. and O.B.C.	1080.29	1191.23	1352.87	1599.33	2.55
(6) Labour and Labour Welfare	194.15	229.07	217.94	246.72	0.39
(7) Social Welfare and Nutrition	1570.66	1488.95	1406.63	1148.31	1.83
(8) Others	31.28	29.29	33.91	31.95	0.05
(b) Economic services { (1) to (9) }	5883.00	6905.22	10381.60	6647.12	10.59
Plan	1260.79	1572.05	1927.20	1054.02	1.68
Non-Plan .	4622.21	5333.17	8454.40	5593.10	8.91
(1) Agriculture & Allied activities	2385.83	2330.73	3375.30	2163.16	3.45
(2) Rural Development	2065.39	2440.48	2403.64	2181.03	3.47
(3) Special Area Programme.	51.32	60.38	38.59	21.27	0.03
(4) Irrigation & flood Control	356.82	294.63	782.35	932.84	1.49
(5) Energy	352.79	1174.77	3007.08	901.89	1.44
(6) Industry & Minerals	200.73	188.30	309.77	124.86	0.20
(7) Transport and Communication	262.39	93.83	150.91	141.29	0.23
(8) Science, Technology & Environment	14.50	19.69	7.02	13.97	0.02
(9) General Economic Services	193.23	302.41	306.94	166.81	0.27
(c) Grants-in-Aid and Contributions to Local Bodies & P.R. Institutions	986.66	655.98	870.50	668.11	1.06
Plan	2.45	5.37	5.92	12.45	0.02
Non-Plan .	984.21	650.61	864.58	655.66	1.04
2. Non-Development Expenditure { (a) + (b) }	19820.08	26207.71	22797.62	25019.68	39.85
(a) General Services { (1) to (5) }	11291.60	15887.65	13682.15	15072.89	24.01
Plan	42.62	29.18	19.39	49.70	0.08
Non-Plan	11248.98	15858.47	13662.76	15023.19	23.93
(1) Organs of State	389.95	491.88	634.49	406.12	0.65
(2) Collection Charges	547.74	621.22	570.63	621.08	0.99
(3) Administrative Services	3386.71	4416.64	3941.74	4585.30	7.30
(4) Pensions & Misc.General Services	3244.13	5888.16	3816.25	6815.64	10.86
(5) Transfers to Reserve Funds	3723.07	4469.75	4719.04	2644.75	4.21
(b) Debt Services	8528.48	10320.06	9115.47	9946.79	15.84
Plan	0.00	0.00	0.00	0.00	0.00
Non-Plan .	8528.48	10320.06	9115.47	9946.79	15.84
B. Capital Expenditure (1 + 2)	27675.67	21127.48	26664.07	12620.36	20.10
Plan	3949.90	1654.17	5164.24	5901.54	9.40
Non-Plan .	23725.77	19473.31	21499.82	6718.80	10.70
1. Development Expenditure { (a) + (b) }	10101.13	5429.75	10777.97	9861.93	15.71
(a) Capital Expenditure { excluding 1 (b) & 2 }	8199.14	3699.88	7625.27	8551.63	13.62
(b) Loans & Advances given by State Govt.	1901.99	1729.87	3152.70	1310.30	2.09
2. Non-Development Expenditure -	17574.54	15697.73	15886.10	2758.43	4.39

[Repayment of Public Debt { (a) + (b) }]					0.00
(a) Internal Debt of State Government	9732.29	14139.02	6825.89	2214.72	3.53
(b) Loans & Advans from Central Government	7842.25	1558.71	9060.21	543.71	0.87
C . Total Expenditure (A + B)	70355.73	71272.35	78746.99	62784.32	100.00
Development Expenditure { A 1 + B 1 }	32961.11	29366.91	40063.27	35006.21	55.76
Non- Development Expenditure { A 2+ B 2 }	37394.62	41905.44	38683.72	27778.11	44.24
Plan (Revenue + Capital)	7570.10	5647.83	10346.56	10088.50	16.07
Non-Plan (Revenue+ Capital).	62785.63	65624.52	68400.43	52695.82	83.93
D. Per Capita Revenue Expenditure (In Rs.)	4239.60	4911.40	5101.22	4846.15	

Rupee goes to

Budget 2005-06

Revenue Expenditure - "80" paise
Capital Expenditure - "20" paise

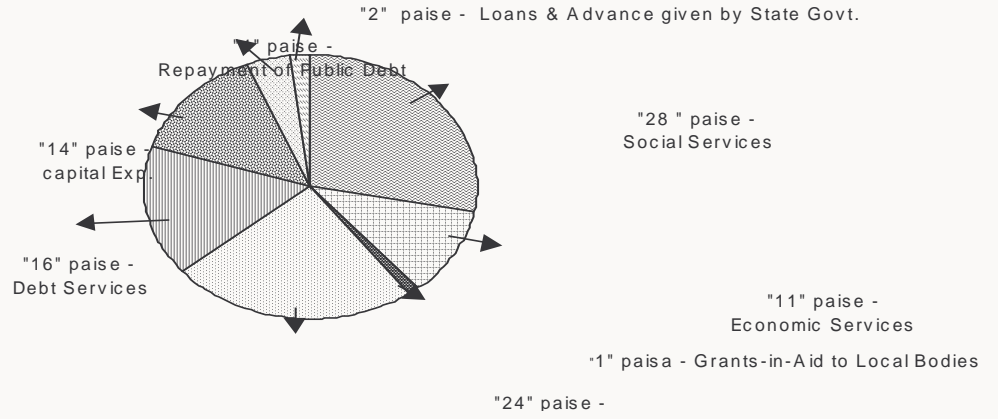


Table No. 3
Overall Debt Position

Item	Closing	2003 - 04 (Actuals)			2004 - 05 (R / E)				2005 - 06 (B / E)				(Rs. crore
	Balance	Receipts	Repayment	Net	Closing	Receipts	Repayment	Net	Closing	Receipts	Repayment	Net	Closing
	2002 - 03				Balance				Balance				Balance
	(Actuals)			(3 - 4)	(2 + 5)			(7 - 8)	(6 + 9)			(11 - 12)	(10+13)
1	2	3	4	5	6	7	8	9	10	11	12	13	14
1. Public Debt { (a) + (b) }	54054.61	31702.48	17574.54	14127.94	68182.55	28199.96	15886.10	12313.86	80496.41	10473.63	2758.43	7715.20	88211.61
(a) Internal Debt of the State Govt.(6003)	17150.66	30450.07	9732.29	20717.78	37868.44	25840.79	6825.89	19014.90	56883.34	7071.56	2214.72	4856.84	61740.18
(b) Loans and Advances from Central Govt.(6004)	36903.95	1252.41	7842.25	-6589.84	30314.11	2359.17	9060.21	-6701.04	23613.07	3402.07	543.71	2858.36	26471.43
2. Provident Fund etc. (8009 + 8011)	7201.38	1713.78	1226.33	487.45	7688.83	2043.14	1419.47	623.67	8312.50	2201.04	1408.21	792.83	9105.33
3. Other Interest-bearing Obligations	7715.46	1953.72	1283.91	669.81	8385.27	2032.07	1492.47	539.60	8924.87	2084.09	1699.08	385.01	9309.88
{ (a) + (b) }													
(a) Reserve Funds (8121)		46.38	53.45	-7.07		46.42	37.62	8.80		42.96	44.99	-2.03	
(b) Deposits Bearing Interest (8336 + 8338 + 8342)		1907.34	1230.46	676.88		1985.65	1454.85	530.80		2041.13	1654.09	387.04	
4. Total Debts { 1+2+3 }	68971.45	35369.98	20084.78	15285.20	84256.65	32275.17	18798.04	13477.13	97733.78	14758.76	5865.72	8893.04	106626.82

Table No. 4				
Borrowings & Other Liabilities and Other Receipts during the year				(Rs. crore)
IT E M	2003 - 04	2004 - 05	2004 - 05	2005 - 06
	(Actuals)	(B / E)	(R / E)	(B / E)
1	2	3	4	5
I BORROWINGS & OTHER LIABILITIES (1+2+3)	15285.20	10052.40	13477.13	8893.04
(Interest Bearing)				
1) Internal Debt of the State Govt (net) (6003)	20717.78	8635.96	19014.90	4856.84
2) Loans & Adv.from Central Govt (net) (6004)	-6589.84	-153.44	-6701.04	2858.36
3) Interest bearing obligations (a + b + c)	1157.26	1569.88	1163.27	1177.84
a) Provident Fund (net) (8009, 8011)	487.45	754.85	623.67	792.83
b) Reserve Fund (net) (8121)	-7.07	5.70	8.80	-2.03
c) Deposites Bearing Interest (net)	676.88	809.33	530.80	387.04
(8336 + 8338 + 8342)				
II OTHER RECEIPTS (1 + 2)	2454.22	3561.71	4708.01	3496.94
(Non Interest Bearing)				
1) Net Receipts on Public Account @	2464.87	3561.71	4708.01	3496.94
2) Other capital receipts (net) #	-10.65	0.00	0.00	0.00
@ Excluding Interest bearing obligation of Provident Funds (net), Reserve Funds (net), Deposites Bearing Interest (net), Suspense & Misc. (net) and Remittances (net).				
# It comprises Inter-State Settlement (net - 7810), Appropriations to the Contingency Fund (net - 7999) and Contingency Fund (Net - 8000) .				

Table No. 5							
Annual Plan of Maharashtra 2005 - 06							
Outlays / Actuals							(Rs.crore)
Sr	Sectors	Ninth Five Year Plan		Tenth Five Year Plan			
		Total	Total	Total	Actual	Anticipated	Annual Plan
No.		Proposed	Actual	Approved	Expenditure	Expenditure	Outlay
		Outlay	Expenditure	Outlay			
		(1997-2002)	(1997-2002)	(2002 - 07)	2002 - 04	(2004 - 05)	(2005 - 06)
1	2	3	4	5	6	7	8
1	Agriculture and Allied Services	2247.89	1486.38	2698.62	500.47	727.39	301.40
2	Rural Development	3901.95	4190.88	6919.72	2623.95	1797.51	964.49
3	Special Area Programmes	236.00	244.69	373.22	268.30	38.38	68.54
4	Irrigation and Flood Control	13437.69	16383.33	6991.19	2718.04	1539.17	2083.37
5	Power Development	6881.79	6977.79	7329.41	3084.98	2309.05	717.63
6	Industry and Minerals	644.67	474.62	716.56	40.85	130.67	66.81
7	Transport and Communications	4183.55	4331.74	3417.21	1812.55	1008.87	1233.62
8	Science,Technology & Environment	16.21	14.86	55.25	4.17	1.61	5.00
9	General Economic Services	1230.95	1333.20	2599.51	582.70	396.86	405.49
10	General Education	2260.08	1100.97	2538.11	261.08	210.34	368.97
11	Technical Education	325.00	248.32	438.37	23.59	35.70	144.03
12	Sports and Youth Services, Art and Culture	152.60	121.38	570.30	80.72	29.27	27.02
13	Health	1129.03	883.14	1106.66	549.07	364.87	778.74
14	Water Supply	3609.75	3225.40	3968.00	1009.75	232.95	424.21
15	Housing and Urban Development	1295.45	886.04	3640.50	446.61	270.03	1325.85
16	Welfare of B. C. and Social Welfare	1430.98	1076.94	1717.01	505.76	645.49	1337.09
17	General Services	380.50	191.14	440.58	66.18	21.84	69.95
18	Others	1760.91	1485.35	2204.10	367.49	910.12	677.79
19	Non - Budgetable	0.00	0.00	18907.68	0.00	0.00	0.00
	(Bonds / Debentures and Others.)						
	Total	45125.00	44656.17	66632.00	14946.26	10670.12	11000.00

Table No. 6							
Trends of Expenditure on Salary, Pension & Interest							<i>(Rs.Crore)</i>
Item	1999-2000	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06
Revenue Receipts	25269	29567	30093	31103	34370	42782	50430
Revenue Expenditure	29538	37401	38282	40474	42680	52083	50164
<i>of which</i>							
Salary	13882 (54.94)	15771 (53.34)	15279 (50.77)	15515 (49.88)	16496 (48.00)	16694 (39.02)	18344 (36.38)
Pension	1642 (6.50)	3079 (10.41)	3576 (11.88)	2951 (9.49)	2980 (8.67)	4103 160.153846 2	5899 (11.70)
Interest	4884 (19.33)	5225 (17.67)	6429 (21.36)	7130 (22.92)	8335 (24.25)	8892 (20.78)	9538 (18.91)
Salary+Pension+Interest	20408 (80.76)	24075 (81.43)	25284 (84.02)	25596 (82.29)	27811 (80.92)	29689 (69.40)	33781 (66.99)
Revenue Surplus/Deficit (-)	-4269	-7834	-8189	-9371	-8310	-9301	266
Debt Stock	42666	50319	59870	68971	84257	97695	106627
<i>Average Rate of Interest</i>	<i>12.7</i>	<i>11.24</i>	<i>11.67</i>	<i>11.07</i>	<i>10.88</i>	<i>9.77</i>	<i>9.33</i>

Note : 1. Figures in bracket indicates percentage to Revenue Receipts

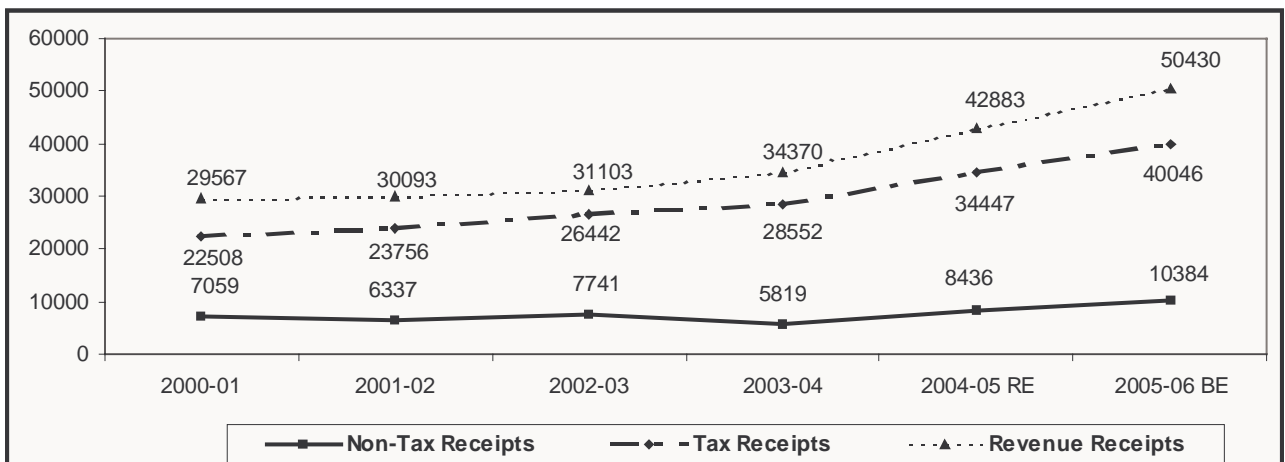
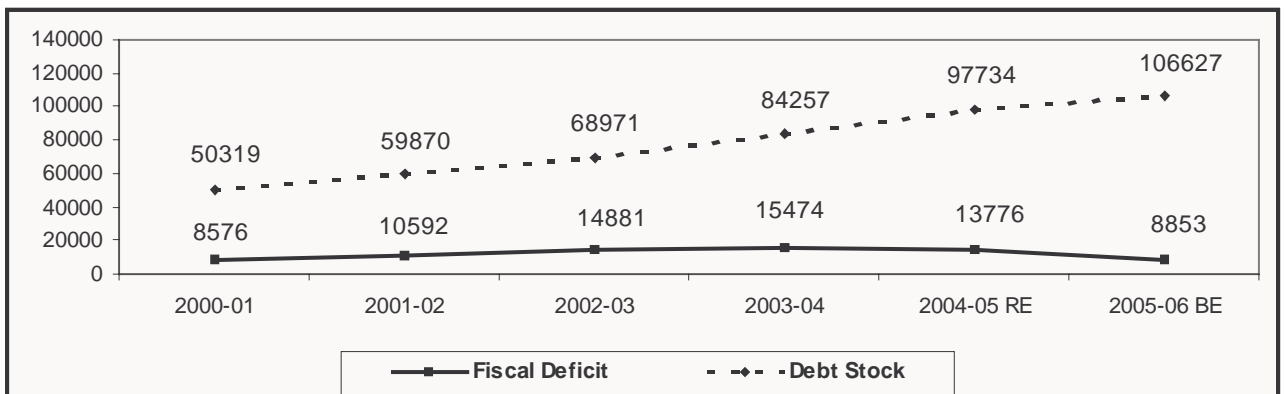
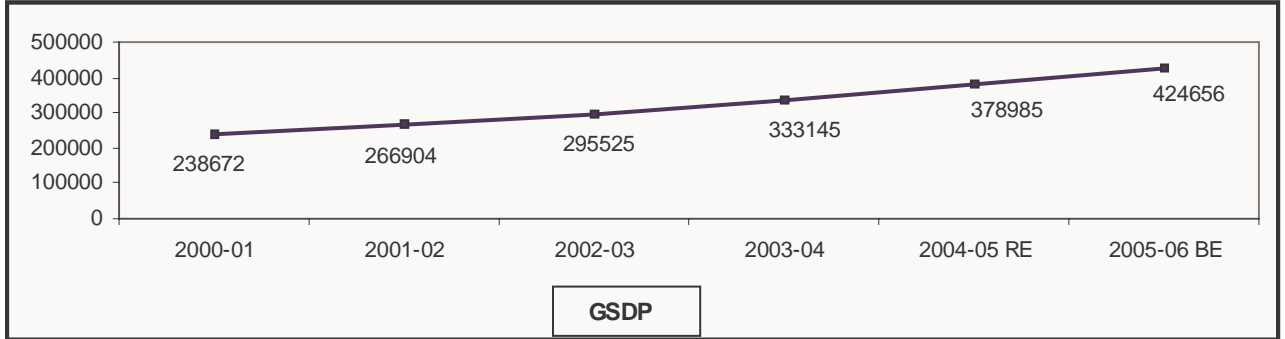
2. The average interest rate is calculated by taking the average of the debt stock of the current year and the previous year.

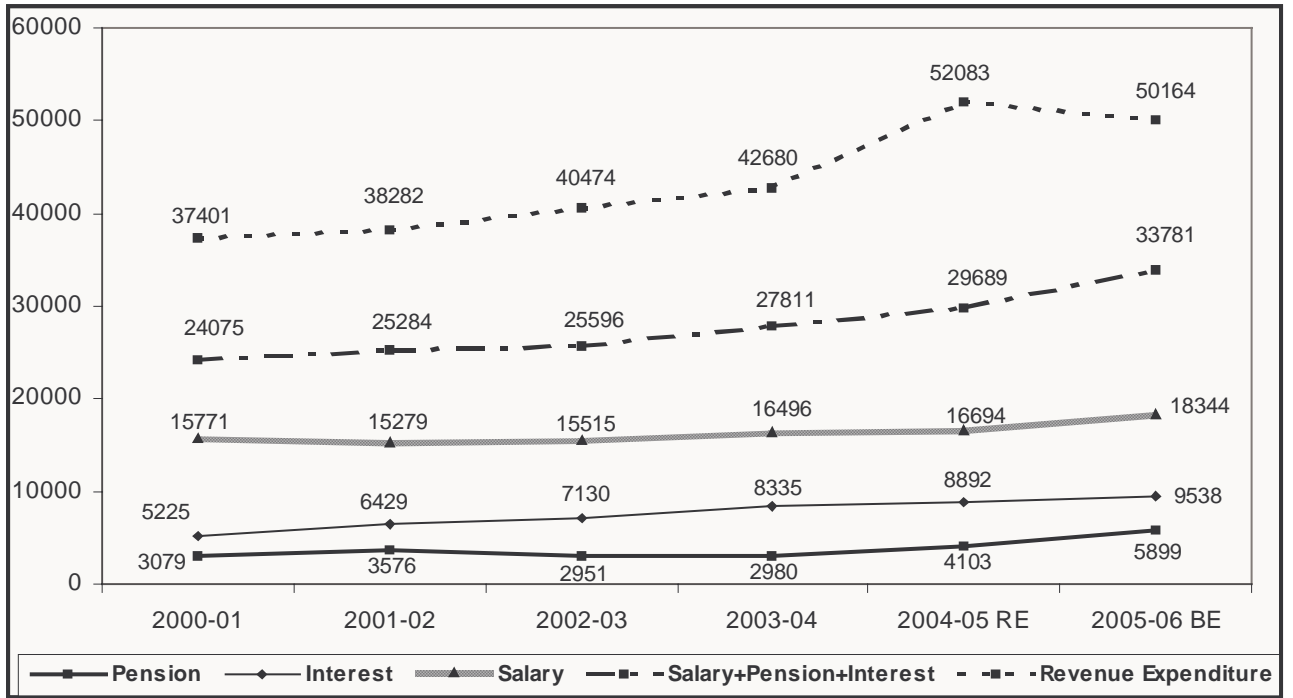
GROWTH TRAJECTORIES

Change in per cent over previous year

ITEM	(In per cent)					
	2000-01	2001-02	2002-03	2003-04	2004-05 (RE)	2005-06 (BE)
1	2	3	4	5	6	7
Revenue Receipts	17.01	1.78	3.36	10.50	24.77	17.60
Tax Revenue	23.14	5.54	11.31	7.98	20.65	16.25
Non-Tax Revenue	42.15	-10.23	22.16	-24.83	44.97	23.09
Revenue Expenditure	26.62	2.36	5.73	5.45	22.03	-3.68
Salary	13.61	-3.12	1.54	6.32	1.20	9.88
Pension	87.52	16.14	-17.48	0.98	37.68	43.77
Interest	6.98	23.04	10.90	16.90	6.68	7.26
Salary+Pension+Interest	17.97	5.02	1.23	8.65	6.75	13.78
Fiscal Deficit	-9.20	23.51	40.49	3.98	-10.97	-35.74
Debt Stock	17.94	18.98	15.20	22.16	16.00	9.10

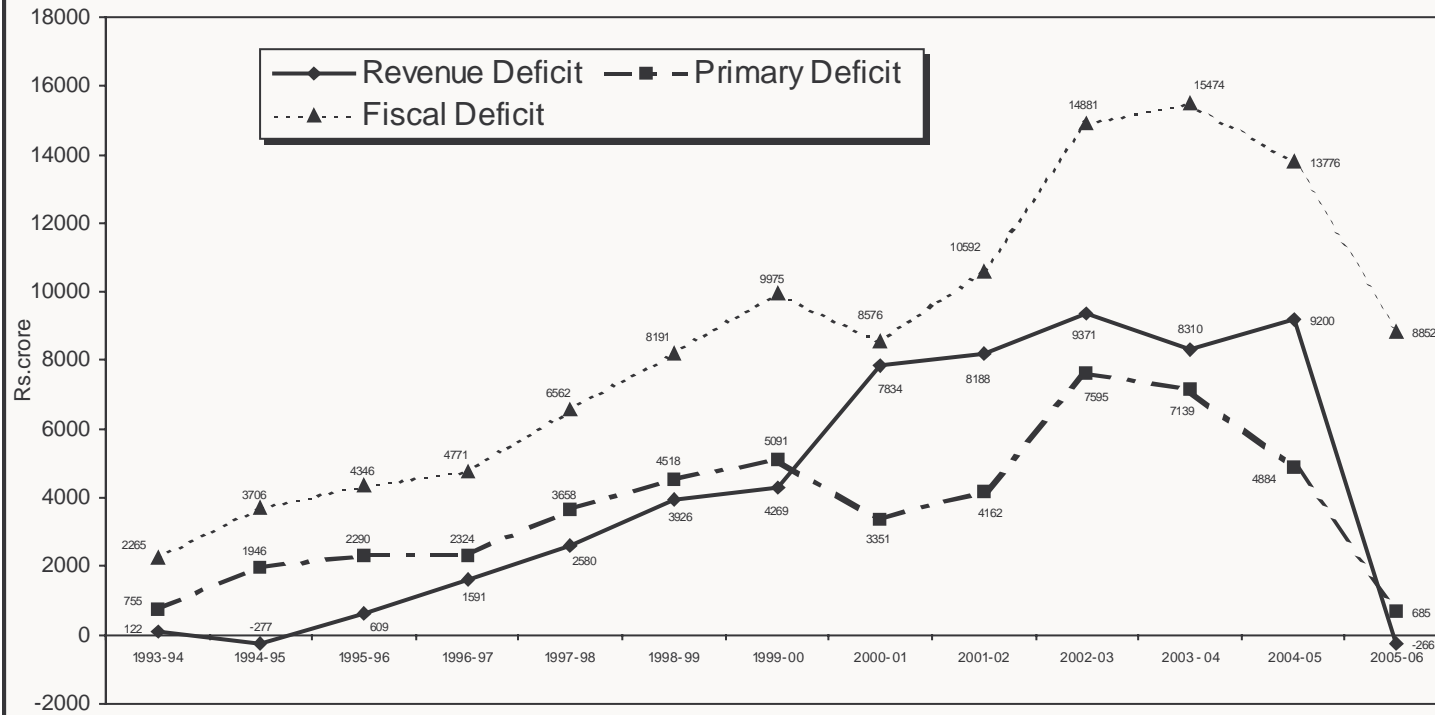
GROWTH TRAJECTORIES



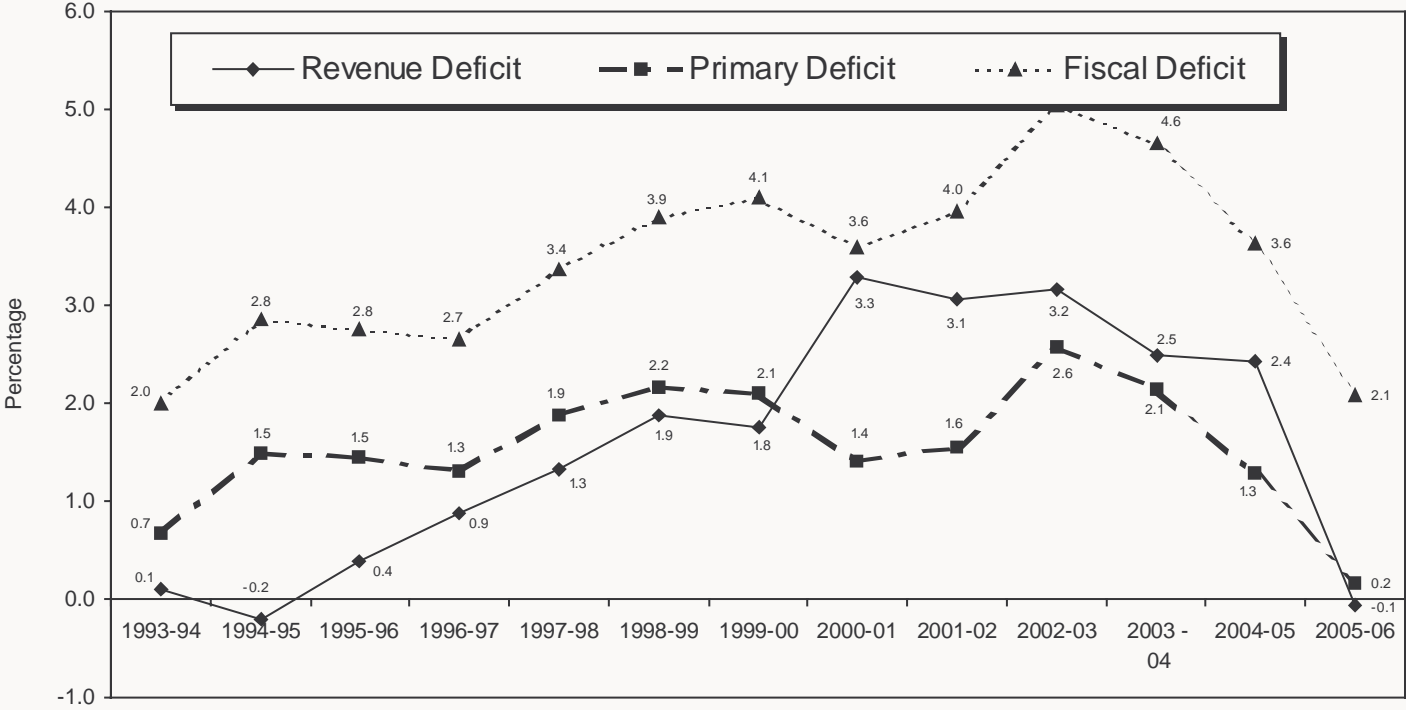


Year	GSDP At Current Prices (Rs. Crore)	Revenue	Fiscal	Primary	Debt	Percentage to GSDP				Percentage change in GSDP over previous year
		Deficit	Deficit	Deficit	Stock	Revenue	Fiscal	Primary	Debt	
		(Rs. Crore)	(Rs. Crore)	(Rs. Crore)	(Rs. Crore)	Deficit	Deficit	Deficit	Stock	
1	2	3	4	5	6	7	8	9	10	11
1993 – 94	113320	122	2265	755	15354	0.1	2.0	0.7	13.5	
1994 – 95	130073	-277	3706	1946	17485	-0.2	2.8	1.5	13.4	14.8
1995 – 96	157818	609	4346	2290	19978	0.4	2.8	1.5	12.7	21.3
1996 – 97	179311	1591	4771	2324	23688	0.9	2.7	1.3	13.2	13.6
1997 – 98	195168	2580	6562	3658	28135	1.3	3.4	1.9	14.4	8.8
1998 – 99	209699	3926	8191	4518	34238	1.9	3.9	2.2	16.3	7.4
1999 – 00	243199	4269	9975	5091	42666	1.8	4.1	2.1	17.5	16.0
2000 – 01	238672	7834	8576	3351	50319	3.3	3.6	1.4	21.1	-1.9
2001 – 02	266904	8188	10592	4162	59870	3.1	4.0	1.6	22.4	11.8
2002 – 03	295525	9371	14881	7595	68971	3.2	5.0	2.6	23.3	10.7
2003 – 04	333145	8310	15474	7139	84257	2.5	4.6	2.1	25.3	12.7
2004 – 05 (R.E.)	378985	9200	13776	4884	97734	2.4	3.6	1.3	25.8	13.8
2005 – 06 (B.E.)	424656	-266	8853	685	106627	-0.1	2.1	0.2	25.1	12.1

Deficit Trends

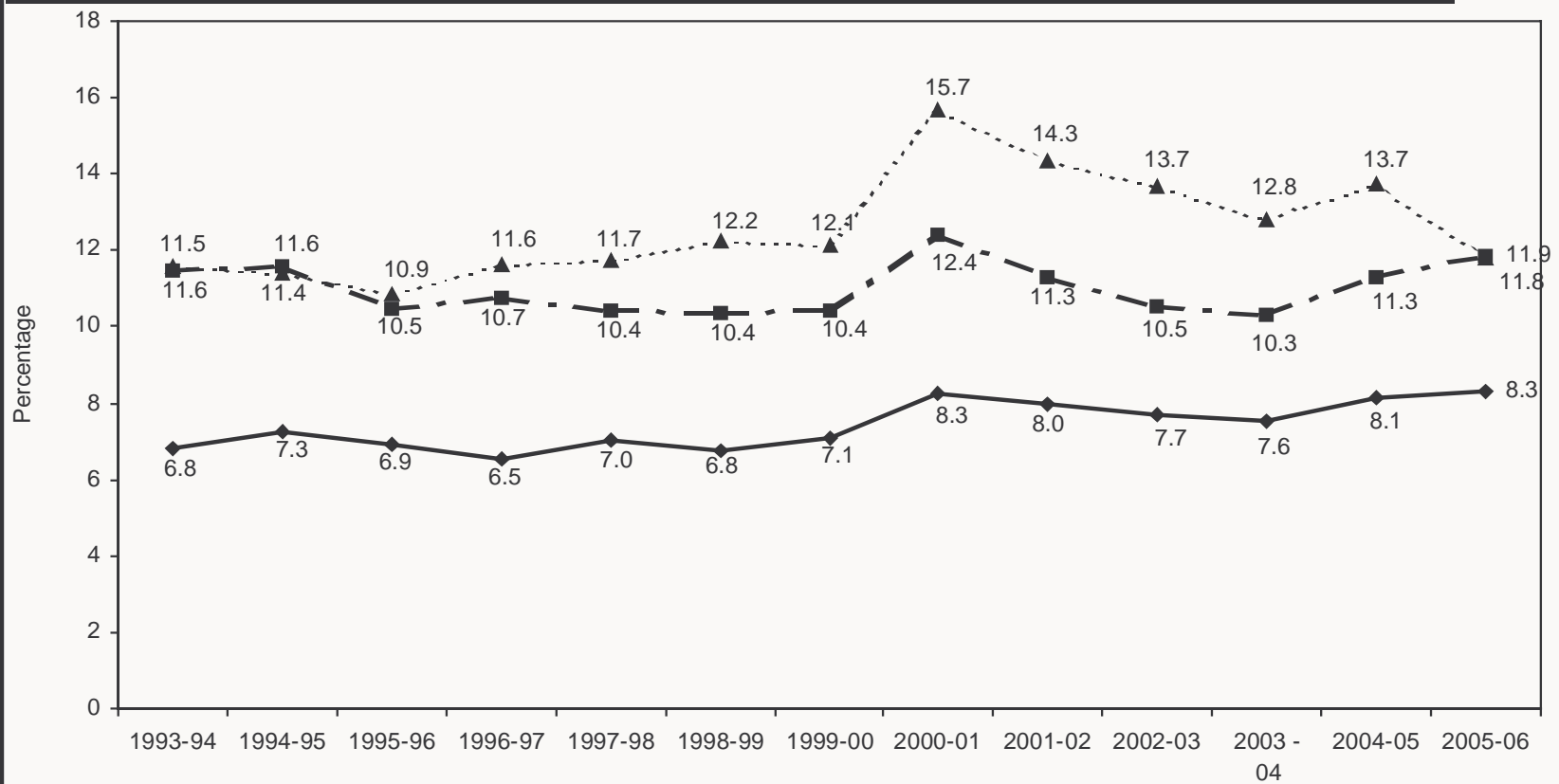


Deficit Trends - As percentage of GSDP



State's own Tax Revenue, Revenue Receipt and Revenue Expenditure - As percentage of GSDP

State's Own Tax Revenue
 Revenue Receipts
 Revenue Expenditure



11. EXPLANATORY NOTES

The term 'Budget' refers broadly to the financial proposals which the Minister for Finance puts before the Houses of Parliament or the State Legislature as the case may be. In the Constitution of India, reference is made to the 'Laying of Annual Financial Statement before the Houses of Parliament or the Legislatures of the States'. This document is a statement of estimated receipts and expenditure of the Government for the coming financial year and is generally known as the 'Budget'. It also contains actuals for the preceding year and revised estimates of the current year.

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

Part I	...	...	...	Consolidated Fund
part II	...	...	...	Contingency Fund
Part III	...	...	...	Public Account

3. *Consolidated Fund* :- In Part I (Consolidated Fund, the scope of which has been defined in Article 266 (1) of the Constitution), there are three main divisions, namely :-

- (1) Revenue
- (2) Capital and
- (3) Debt (comprising Public Debt, Loans and Advances and Inter-State Settlement).

4. The first division which is known as 'Revenue Account' deals with the proceeds of taxation and other receipts classed as revenue and the expenditure therefrom, the net result of which represents the revenue surplus or deficit for the year.

5. The second division which is known as 'Capital Expenditure outside the Revenue Account' deals with the expenditure met usually from borrowed funds with the main object of creating assets of material character. It also includes receipts of a capital nature intended to be applied as a set-off against capital expenditure.

6. The third division comprises loans and advances received from the Central Government and the loan raised by the State Government classed as internal debt of the State Government (such as market loans, ways and means advances and other loans) and Loans and Advances made

by Government together with repayments of the former and recoveries of the latter. Inter-State Settlement transactions arising since the time of reorganisation of States are also included in this division.

7. *Contingency Fund* :- In Part II of the Accounts, the transactions connected with the Contingency Fund set-up by the Government of Maharashtra, under Article 267(2) of the Constitution of India are recorded. This fund is of the nature of an imprest and enables the Executive Government to meet unforeseen and emergent expenditure pending its authorisation by the Legislature by law. The amounts drawn from the Fund are recouped by taking a supplementary grant from the Legislature.

8. *Public Account* :- In Part III of the Accounts (Public Account, the scope of which has been defined in Article 266(2) of the Constitution) there are two main divisions, namely :-

- (1) Debt transactions, other than those included in Part I, relating to Provident Fund, Reserve Fund and Deposits and Advances and
- (2) Remittances.

9. The first division comprises receipts and payments, other than those falling under Debt heads pertaining to part I, in respect of which Government incurs a liability to repay the money received or has a claim to recover the amounts paid, together with repayments of the former and recoveries of the latter. The second division embraces merely adjusting heads, under which appear remittances of cash between treasuries and transfers between different accounting circles. The initial debits or credits to the heads in this division are cleared eventually by corresponding receipts or payments either within the same circle of account or in an other account circle.

10. The different terms used in the Budget literatures and used in this publication as well, are defined briefly in the following paragraphs.

11. *Internal Debt of the State Government* :- This comprises Market Loans, Ways and Means Advances and other loans.

12. *Market Loans* :- This generally covers loans raised in the open market and having a currency of more than twelve months.

13. *Ways and Means Advances* :- This item covers borrowing of a purely temporary nature repayable within twelve months, such as Ways and Means Advances from the Reserve Bank of India.

14. *Other Loans* :- This refers to loans from (a) the National Agricultural Credit (Long-term Operation) Fund of the Reserve Bank of India, (b) the National Co-operative Development Corporation, (c) Indian Dairy Corporation, (d) Life Insurance Corporation of India, (e) Employee's State Insurance Corporation, etc.

15. *Provident Fund and Other Accounts* :- This heading covers interest bearing obligations of Government in respect of funds deposited with them (e.g. State provident Fund, Other Provident Funds, Insurance Fund, etc.).

16. *Cash balance Investment Account* :- Under this head, transactions of the State Government by way of investment of its cash balances in short and long-term securities and loans i.e. Treasury Bills of the Government of India and the Government of India Securities or loans of the other State Governments are recorded. The profit derived from such investments are credited as receipts under the head '0049, Interest receipts' in the Revenue Section. The amount appearing on the disbursement side of this head in the total of the amount invested for short or long periods

during the course of the year and on the receipt side, the total amounts realised on maturity (less the discount earned or interest derived therefrom) during the year.

17. *Transfer to Funds* :- Under this, amounts transferred to funds and treated as revenue expenditure under different heads are covered. Some of the funds so covered are (1) Education Cess Fund, (2) State Electricity Fund, (3) State Road Fund, (4) Employment Guarantee Fund, (5) State Health and Nutrition Fund, etc.

* The figures in bracket indicate the numbers of the relevant Budget heads.

18. *Tax Revenue* :- * Tax revenue is sub-divided in three groups mentioned below according to nature of tax :- (a) Taxes on Income and expenditure include income other than corporation tax (0021), Taxes on agricultural income (0022) and other taxes on income and expenditure (0028).

(b) Taxes on property and capital transactions include Land Revenue (0029), Stamps and Registration fee (0030), Estate Duty (0031), and Taxes on immovable property other than agricultural land (0035).

(c) Taxes on commodities and services include State Excise (0039), Sales Tax (0040), Taxes on Vehicles (0041), Taxes on goods and passenger (0042), Taxes and duties on electricity (0043) and Other taxes and duties on commodities and services (0045). State's share of union excise duties (1603) is treated as tax revenue .

19. *Non-Tax Revenue* :- *This group includes Interest receipts (0049), Dividend and Profits (0050) and miscellaneous receipts in respect of General Services and Social Services and Economic Services and Grants-in-aid from Central Government (1601).

20. *Development and Non-Development Expenditure as shown in Tables 4, 6 and 11* :- One of the usual methods of presenting Government expenditure is to classify it into two categories, viz. Development Expenditure and Non-Development Expenditure. Expenditure on debt services is separately shown and is not classified either as Development or Non-Development Expenditure.

21. Development Expenditure is broadly defined to include all items of expenditure that are designed directly to promote economic development and social welfare. In this publication, while building up the estimates of development expenditure on Revenue Account, expenditure on budget heads under groups Social Services and Economic Services, excluding Secretariat-Social Service (2251) and Secretariate economic services (3451), is treated as development expenditure. Transfers to developmental funds spent on development activities provided through Budget head under fiscal services are treated as development expenditure and are classified here under appropriate group headings. Budget heads included under Social Services and Economic Services are given below.

22. *Social Services* :- * Under this sector the expenditure in the following sub-sectors are covered. They are (i) Public Works (2059), (ii) Education, Sports, Art and Culture (2202 to 2205), (iii) Health and Family Welfare (2210 and 2211), (iv) Water Supply, Sanitation, Housing and Urban Development (2215 to 2217), (v) Information and Broadcasting (2220 to 2221), (vi) Welfare of Scheduled Castes, Scheduled Tribes and other Backward Classes (2225), (vii) Labour and Labour Welfare (2230), (viii) Social Welfare and Nutrition (2235, 2236 and 2245) and (ix) Other Social Services (2252).

23. *Economic Services* :- * Under Economic Services are included activities and services meant for economic development. These are divided into following sub-sectors (i) Agriculture and Allied Activities (2401 to 2435), (ii) Rural Development (2501, 2505, 2506 and 2515), (iii) Special Areas Programmes (2575), (iv) Irrigation and Flood Control (2701, 2702, 2705 and 2711), (v) Energy (2801 and 2810), (vi) Industry and Minerals (2851 to 2853, 2875 and 2885), (vii) Transport (3001, 3051 to 3056 and 3075), (viii) Communications (3275), (ix) Science, Technology and Environment (3402 to 3435) and (x) General Economic Services excluding Secretariate Economic Services (3452, 3454, 3456 and 3475).

* The figures in bracket indicate the numbers of the relevant Budget heads.

24. *Non-Development Expenditure* :- This includes expenditure appearing under general services except expenditure on Public Works (2059). It includes expenditure pertaining to the general services rendered by the Government such as preservation of law and order, defence of the country and the maintenance of the general organs of the Government. Following sub-sectors are included.

25. *Organs of State* :- * This includes Budget heads : State Legislature (2011), Governner (2012), Council of Ministers (2013), Administration of Justice (2014) and Elections (2015).

26. *Fiscal Services* :- * This includes tax collection expenditure classified by nature of Tax, viz. (i) collection of taxes on income and expenditure (2020), (ii) collection of taxes on property and capital transactions e.g. land revenue, stamps and registration and collection of other taxes on property and capital transactions (Budget heads 2029, 2030 and 2035 respectively) and (iii) collection of taxes on commodities and services e.g. State excise (2039), Sales tax (2040), Taxes on vehicles (2041) and other taxes and duties on commodities and services (2045). Transfers to developmental funds are excluded and expenditure under other fiscal services (2047) is included.

27. *Administrative Services* :- This includes Budget heads 2051 to 2058 and 2070 dealing with law and other general services rendered by Government and include public service commissions, Secretariat - General Services, District administration, Treasury and accounts administration, Police, Jails, Supplies and disposals, Stationery and Printing and other administrative services.

28. *Pensions and Miscellaneous General Services* :- *This includes Pensions and other retirement benefits (2071) and Miscellaneous general services (2075).

29. *Other Non-Development Expenditure* :- *This includes expenses on Secretariat social services (2251), Secretariat economic services (3451), Compensation and assignments to local bodies and panchayati institutions (3604) and Materials and equipment (3606).

30. *Debt Services* :- Under this item, expenses of interest charges on different loans and other miscellaneous charges connected with the management of loans, contributions to sinking funds and other appropriations etc. are included. Expenditure under Budget head 2048 and 2049 is included here. This expenditure is not treated as development or non-development expenditure but shown separately.

31. *For Capital Expenditure outside the Revenue Account, expenditure on all items except on the following heads is classified as development expenditure. The heads that are excluded are : Appropriation to the contingency fund (7999) and Capital outlay on printing and stationery (4058) and Other administrative services (4070).

* The figures in bracket indicate the numbers of the relevant Budget heads.