

Government of Bihar
Finance Department
Main Features-Budget 2014-15

Rs. in Crore

Particulars		2011-12	2012-13	2013-14	2014-15	2014-15 Receipts & Expenditure % of Revenue & Capital.	% Change over 2013-14 Budget Estimate
		Actuals	Actuals	Budget Estimate	Budget Estimate		
1	2	3	4	5	6	7	
1	Revenue Receipts	51320.17	59566.66	80066.47	101939.46	100.00	27.32
2	Tax Revenue (a+b)	40547.33	48153.47	58943.68	67438.00	66.15	14.41
	(a) State's share of Central Taxes	27935.23	31900.39	37980.98	41775.05	40.98	9.99
	(b) State's Own Taxes	12612.10	16253.08	20962.70	25662.95	25.17	22.42
3	State's own Non tax Revenue	889.86	1135.27	3416.08	3081.68	3.02	-9.79
4	Grants-in-aid from Central Govtt.	9882.98	10277.92	17706.71	31419.78	30.82	77.45
5	Capital Receipts (6+7+8)	6725.88	9578.66	11832.69	14743.31	100.00	24.60
6	(a) Recoveries of Loan & Advances	22.51	24.70	13.28	15.97	0.11	20.26
	(b) Inter State Settlement	75.41	0.00	0.00	0.00	0.00	0.00
	Public Debt(7+8)	6627.96	9553.96	11819.41	14727.34	99.89	24.60
7	Internal Debt of State	5801.40	9045.94	10393.36	12878.15	87.35	23.91
8	Loans and Advances from Central Government	826.56	508.02	1426.05	1849.19	12.54	29.67
9	Total Receipts	58046.05	69145.32	91899.16	116682.77		26.97
10	Non-Plan Expenditure	37173.55	40825.41	53081.63	59231.04	100.00	11.58
11	On Revenue Account of which	34012.66	37573.69	49602.13	55426.51	93.58	11.74
12	(a) Interest Payment	4303.66	4428.31	5887.97	6581.46	11.87	11.78
	(b) Pension	7808.45	8363.53	11274.04	11666.33	21.05	3.48
	(c) Salary	11504.45	12874.38	16836.92	18204.75	32.84	8.12
13	On Capital Account(a+b+c+d+e)	3160.89	3251.72	3479.50	3804.52	6.42	9.34
	(a) Internal Debt of the State	2456.98	2585.23	2660.13	2973.06	78.15	11.76
	(b)Loans And Advances from Central Government	465.48	484.72	578.60	589.83	15.50	1.94
	(c) Capital Expenditure	39.59	93.15	149.33	151.00	3.97	1.12
	(d)Loans and Advances	197.44	88.62	91.44	90.63	2.38	-0.89
	(e) Inter State Settlement	1.40	0.00	0.00	0.00	0.00	0.00
14	Plan Expenditure	23007.89	28381.16	39006.30	57655.12	100.00	47.81
	(a)State Plan	20321.76	25658.59	34000.00	57392.44	99.54	68.80
	(b)Central Sponosered Scheme&Cen.Plan Sch.	2686.13	2722.57	5006.30	262.68	0.46	-94.75
15	On Revenue Account	12486.83	16892.45	23655.49	36338.92	63.03	53.62
16	On Capital Account	10521.06	11488.70	15350.81	21316.21	36.97	38.86
17	Total Expenditure(10+14)	60181.44	69206.57	92087.93	116886.16	100.00	26.93
18	Revenue Expenditure(11+15)	46499.49	54466.14	73257.62	91765.43	78.51	25.26
19	Capital Expenditure(13+16)	13681.95	14740.42	18830.31	25120.73	21.49	33.41
20	Revenue Deficit (18-1)	-4820.69	-5100.52	-6808.85	-10174.03		
21	Fiscal Deficit {17-(1+6+13(a)+13(b))}	5914.90	6545.26	8769.45	11367.84		
22	Primary Deficit(21-12)	1611.24	2116.95	2881.48	4786.38		
23	G.S.D.P	252694.34	308639.60	314155.00	383709.00		
24	G.F.D/G.S.D.P	2.34%	2.12%	2.79%	2.96%		
25	Interest Pay./Total Rev. Receipt	8.39%	7.43%	7.35%	6.46%		

- **Revenue Surplus:-** If revenue receipt is more than revenue expenditure the surplus amount is called revenue surplus. For the year 2014-15 revenue surplus is Rs. 10174.03 crore. This revenue surplus will be used for investment in physical infrastructure generating productive capital assets like roads, buildings, power, schools, health centres, irrigation schemes etc.
- **Fiscal Deficit:-** Fiscal deficit is the amount left by subtracting revenue receipt, recoveries of loans and advances and repayment of public debt from total expenditure. For the year 2014-15, estimated Fiscal Deficit is Rs 11367.84 crore, which is 2.96 percent of GSDP Rs 383709.00 crore.
- **Capital Outlay:-** Expenditure on creation / extension of assets is treated as capital outlay expenditure. Capital outlay for the year 2014-15 is estimated at Rs 21151.35 crore, which is Rs 6954.15 crore more than Rs 14197.20 crore for the year 2013-14 (BE).
- **Debt Management:-** The Fiscal Deficit to GSDP has been maintained within the statutory limit of 3% as per FRBM Act. As per FRBM Act it is required to take loans and debts within the limit of fiscal deficit. The net borrowing limit is fixed by Government of India. For the year 2014-15 Borrowing limit has been fixed Rs. 11500.00 crore. The GSDP estimate arrived at for the year 2014-15 in accordance's with 13th finance commission's recommendations is Rs 383709.00 crore. At the end of the year 2014-15 the cumulative public debt is estimated to be Rs. 77700.59 crore which is 20.25 % of GSDP.
- **Fiscal Management:-** Bihar is one of those states which have taken its fiscal responsibility seriously and implemented the FRBM Act in letter and spirit. In the year 2014-15 we are again likely to generate a revenue surplus and the fiscal deficit is likely to be contained at 2.96% of State GDP (that is within the FRBM limits of 3%). The revised fiscal deficit estimate for the current financial year shown as 6.88% would be brought down within 3% by the end of 2013-14 after taking into account the surrender amount at the end of the financial year.

- **Consolidated Sinking fund:-** A sinking fund making provisions for repayment of loans has been created since 2008-09. It shall help the State in times of crisis to meet the debt obligations. Till 2012-13 a sum of Rs. 1028.47 Crore has been deposited in this fund. Rs. 436.27 crore will be invested in the year 2013-14. The total accumulated amount in the Fund will stand at Rs 1464.74 crore by 31st March, 2014. In the year 2014-15 Rs 430.00 crore is proposed to be invested in the Fund.
- **Budget document for Local Bodies:-** Separate budget book has been published in respect of Rural and Urban Local Bodies in the light of recommendation by 13th Finance Commission. The amount which is given to local bodies of every district is mentioned in this document.
- **Amount Earmarked for Scheduled Castes & Scheduled Tribes:-** From the financial year 2011-12, amount to be spent for the benefit of Scheduled Castes and Scheduled Tribes community has been earmarked separately under Minor Head so that it can not be spent for any other purpose. For the financial year 2014-15, Rs. 8262.96 crore has been earmarked under Major Head 2225 and others in Minor Head 789- Scheduled Castes Special Component Plan. Rs.499.56 crore has been earmarked under Major Head 2225 and others in Minor Head 796 -Tribal Sub Plan. Department wise provision can be seen in page no. 20 and 21 in the "Budget Ka Saar" Book.
- **Education Sector:-** For the year 2014-15 expenditure for this sector is estimated at Rs. 24715.19 crore as against Rs 18280.78 crore for the year 2013-14, This year's provision is Rs 6434.41 crore higher than the previous year for education department. For the year 2014-15 the total amount includes Rs 12457.58 crore for Non plan and Rs 12257.61 crore for Plan.

- **Health Sector:-** For the year 2014-15 expenditure for health sector is estimated at Rs. 4805.73 crore as against Rs 3356.84 crore for the year 2013-14. This year's provision is Rs 1448.89 crore higher than the previous year. For the year 2014-15 the total amount includes Rs 2393.95 crore Non plan, and Rs 2411.78 crore for Plan scheme.
- **Road Sector:-** Departments of Road construction and Rural works are involved in this sector. For the year 2014-15 the proposed expenditure is estimated at Rs. 10190.90 crore as against Rs 7208.42 crore for the year 2013-14. For the year 2014-15 the total amount includes Rs 1387.40 crore for maintenance of road.
- **Welfare Initiative:-** A provision of Rs. 7387.66 crore for the welfare of ST&SC, Minority , OBC & MBC, Women and Childs for year 2014-15 in State Plan Scheme. This year's provision is Rs 3228.33 crore higher than the previous year 2013-14 provision of Rs 4159.33 crore.

The department wise allocation for State Plan including Centrally Sponsored Schemes which are the part of State Plan from 2014-15 has been made as follows:

Rs in Crore			
SL.No.	Name of Department	Plan Outlay	Percentage total outlay
1	Education	12257.61	21.36
2	Rural Development	6492.35	11.31
3	Social Welfare	4591.75	8.00
4	Rural Works	4335.91	7.55
5	Energy	3189.92	5.56
6	Health	2425.23	4.23
7	Agriculture	2392.69	4.17
8	Panchayati Raj	2355.35	4.10
9	Planning and Development	2055.69	3.58
10	Others	17295.94	30.14
	TOTAL	57392.44	100.00

Comparative Outlay For Major Departments Under State plan				
<i>(Rs. In Crore)</i>				
Sl.No.	Name of Departments	2013-14 Plan Outlay	2014-15 Plan Outlay	% Change from Last Year
1	Education	5197.71	12257.61	135.83
2	Rural Development	1509.76	6492.35	330.03
3	Social Welfare	2360.99	4591.75	94.48
4	Rural Works	1736.91	4335.91	149.63
5	Energy	1790.68	3189.92	78.14
6	Health	629.23	2425.23	285.43
7	Agriculture	2176.75	2392.69	9.92
8	Panchayati Raj	1232.86	2355.35	91.05
9	Planning and Development	1431.66	2055.69	43.59
10	Others	15933.45	17295.94	8.55
	TOTAL	34000.00	57392.44	68.80

- Budget expenditure** of Rs 116886.16 crore has been estimated for the Year 2014-15 which is Rs. 24798.23 crore (26.93%) more than Rs 92087.93 crore for the year 2013-14 (B.E.).
- Non Plan Expenditure** for the Financial Year 2014-15 is estimated at Rs. 59231.04 Crore, which is Rs. 6149.41 crore more than Rs 53081.63 crore for the year 2013-14 (B.E.).
- State Plan Outlay including Central Sponsored Schemes** for the financial year 2014-15 is estimated at Rs. 57392.44 crore, which is Rs. 23392.44 crore more than Rs 34000.00 crore for the year 2013-14 (B.E.). From 2014-15 the Share of Central Assistance of Central Sponsored Scheme will be part of State Plan Central Assistance, therefore, the increase is much higher. If we take it on old pattern then it is Rs 40100.00 crore, which is an increase of 17.94 percentage.
- Centrally Plan Scheme (CPS)** for the financial year 2014-15 is estimated at Rs. 262.68 crore, which is Rs. 28.19 crore less than Rs 290.87 crore for the year 2013-14 (B.E.).
- Capital Outlay** for the financial year 2014-15 is estimated at Rs. 21151.35 crore. whereas Capital Outlay for the financial year 2013-14 is estimated Rs. 14197.20 crore, showing an increase of Rs. 6954.15 crore from previous Year.

6. **Revenue Receipt** has been estimated at Rs.101939.46 crore in 2014-15 showing a growth of 27.32 % over Rs. 80066.47 crore of 2013-14 (B.E.)
7. **State's Own Tax Revenue** is estimated at Rs. 25662.95 crore in 2014-15 showing a growth of 22.42 % over Rs. 20962.70crore of 2013-14 (B.E.)
8. **State's Non Tax Revenue** is estimated at Rs.3081.68 crore in 2014-15 in which Rs. 1500 crore is estimated as receivable from Jharkhand State due for pension share's liabilities. It shows a decrease of 9.71% over Rs. 3416.08 crore of 2013-14 B.E. Due to short fall estimate of Rs. 500.00 crore receivable from Jharkhand State.
9. **State's Share in Central Taxes** is estimated at Rs.41775.05 Crore in 2014-15 showing an increase of 10 % over 2013-14 R.E. of Rs 37980.98 Crore.
10. **Grants in Aid from Central Government to State** is estimated at Rs. 31419.78 Crore in 2014-15 showing an increase of Rs 13713.07 Crore over 2013-14 B.E. of Rs 17706.71 Crore. Showing an increase of 77.45 % . The reason of this high increase is due to routing of those funds through the State Plan Budget from 2014-15 amount which where earlier transferred from GOI directly to implementing agencies in the State.
11. **The Non-Plan and Plan expenditure** for the year 2014-15 is proposed at Rs 59231.04 crore and Rs 57655.12 crore respectively. The percentage of Non-Plan and Plan Expenditure in total expenditure for 2014-15 is 50.67 and 49.33 respectively.
12. **The Capital and Revenue expenditure** for the year 2014-15 Revenue expenditure is Rs 91765.43 crore and Capital expenditure Rs 25120.73 crore respectively. The percentage of Capital and Revenue expenditure in total expenditure is 78.51 and 21.49 respectively.

- 13. Development and Non-Development expenditure** for the year 2014-15 Development expenditure is Rs 82846.42 crore and Non-Development expenditure Rs 34039.75 crore respectively. The percentage of Development expenditure and Non-Development expenditure in total expenditure is 70.88 and 29.12 respectively.
- 14. The State has Revenue Surplus** of Rs. 10174.03 crore during 2014-15 which is 2.65% of GSDP. GSDP estimate is Rs 383709.00 crore for the year 2014-15.
- 15. The Fiscal Deficit** has been estimated at Rs.11367.84 crore which is 2.96% of GSDP estimate at Rs 383709.00 crore for the year 2014-15.
- 16. The Outstanding Public Debt** is estimated at Rs 77700.59 Crore in 2014-15 which is 20.25 % of GSDP of Rs. 383709.00 crore.

Budget Estimates of 2014-15 in Brief:-

➤	Total Expenditure	:	Rs. 116886.16 crore.
➤	Total Plan size	:	Rs. 57655.12 crore.
	State Plan (including Central Assistance of CSS)	:	Rs. 57392.44 crore.
	CPS	:	Rs. 262.68 crore.
	Total Non-Plan size	:	Rs. 59231.04 crore.
➤	Total Receipts:	:	Rs. 116682.77 crore.
➤	Total Revenue Receipts:	:	Rs. 101939.46 crore.
	State's Own Tax Revenue	:	Rs. 25662.95 crore
	State's Non Tax Revenue	:	Rs. 3081.68 crore
	State's Share of Central taxes	:	Rs. 41775.05 crore
	Grants-in-Aid from Central Govt.	:	Rs. 31419.78 crore
➤	Total Capital Receipts (i + ii)	:	Rs. 14743.31 crore
	(i) Borrowings	:	Rs. 14727.34 crore
	(ii) Recoveries of Loans	:	Rs. 15.97 crore

➤	Total Expenditure (i + ii)	:	Rs.	116886.16 crore
	(i) Revenue Expenditure	:	Rs.	91765.43 crore
	(ii) Capital Expenditure	:	Rs.	25120.73 crore
➤	Revenue Surplus	:	Rs.	10174.03 crore (2.65% of GSDP)
➤	Fiscal Deficit	:	Rs.	11367.84 crore (2.96% of GSDP)
➤	State Own Tax Revenue:			
	Commercial Tax	:	Rs.	17100.00 crore
	Excise Duty	:	Rs.	3700.00 crore
	Stamp and Registration	:	Rs.	3600.00 crore
	Transport	:	Rs.	1000.00 crore
	Land Revenue	:	Rs.	250.00 crore
	Other Taxes	:	Rs.	12.95 crore
➤	State's main Non-Tax Revenue			
	Receivable from Jharkhand State due for pension share's liabilities	:	Rs.	1500.00 crore
	Mines	:	Rs.	750.00 crore
	Interest receipts	:	Rs.	202.22 crore
	Irrigation	:	Rs.	30.00 crore
	Other Non Taxes	:	Rs.	599.46 crore
➤	Committed Expenditure			
	(A) Salary - (i) Non-Plan	:	Rs.	18204.75 crore
	(ii) Plan	:	Rs.	854.09 crore
	(B) Pension	:	Rs.	11666.33 crore
	(C) Interest	:	Rs.	6581.46 crore
	(D) Repayment of Public Debt	:	Rs.	3562.90 crore
	Total (A+B+C+D)	:	Rs.	40869.53 crore

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