

Building Infrastructure

Building Institutions

Building Systems



Government of Jammu and Kashmir
Finance Department

Budget Briefing

2019-20

December 15, 2018

Jammu

Mission Delivering Development
Mission Good Governance

Budget Briefing

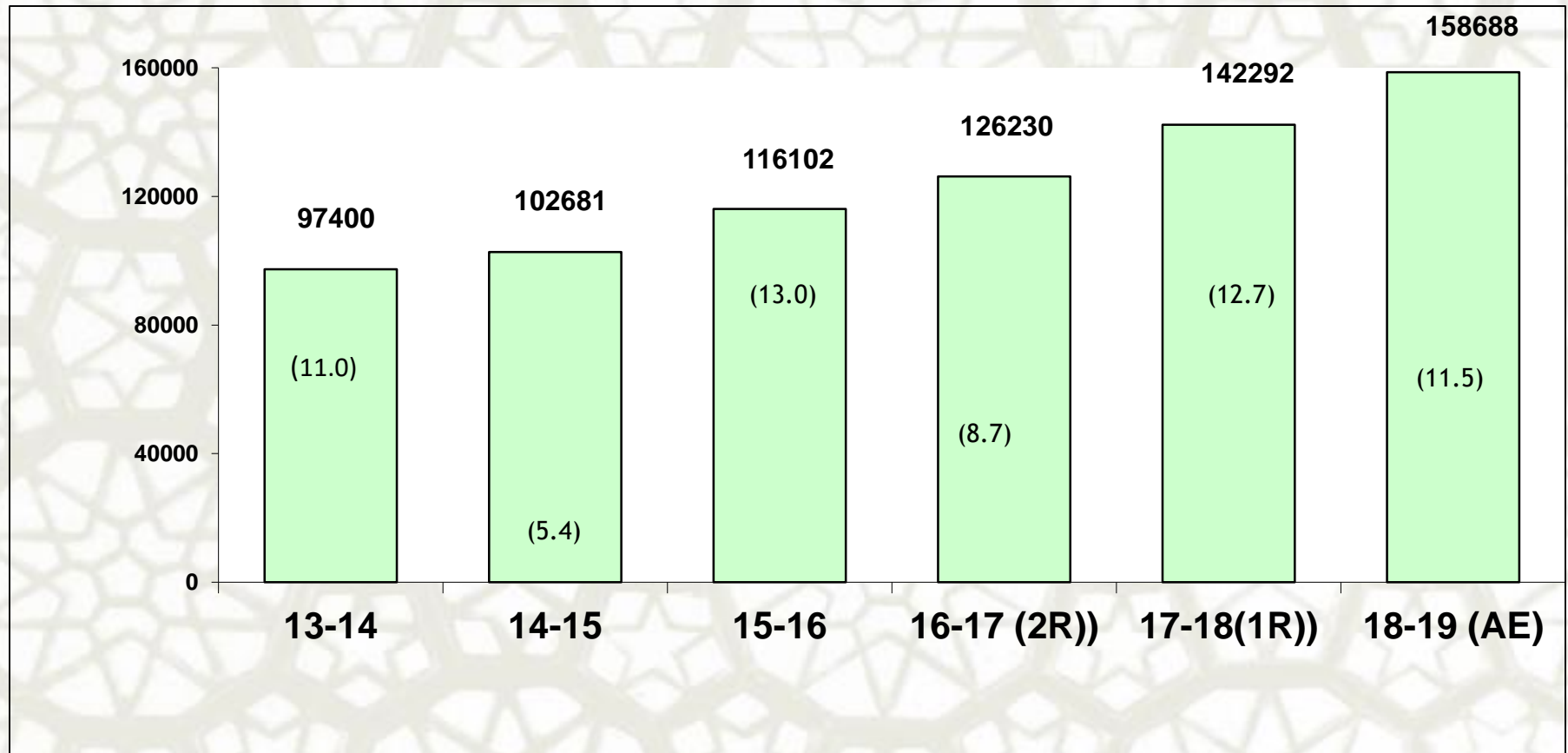
- 1. Macroeconomic situation:** An overview
- 2. Revised Estimates :** Review of current year's budget performance
- 3. Budget Estimates:** Estimates of the next year's budget
- 4. Major Initiatives/Provisions**

Macroeconomic Situation:

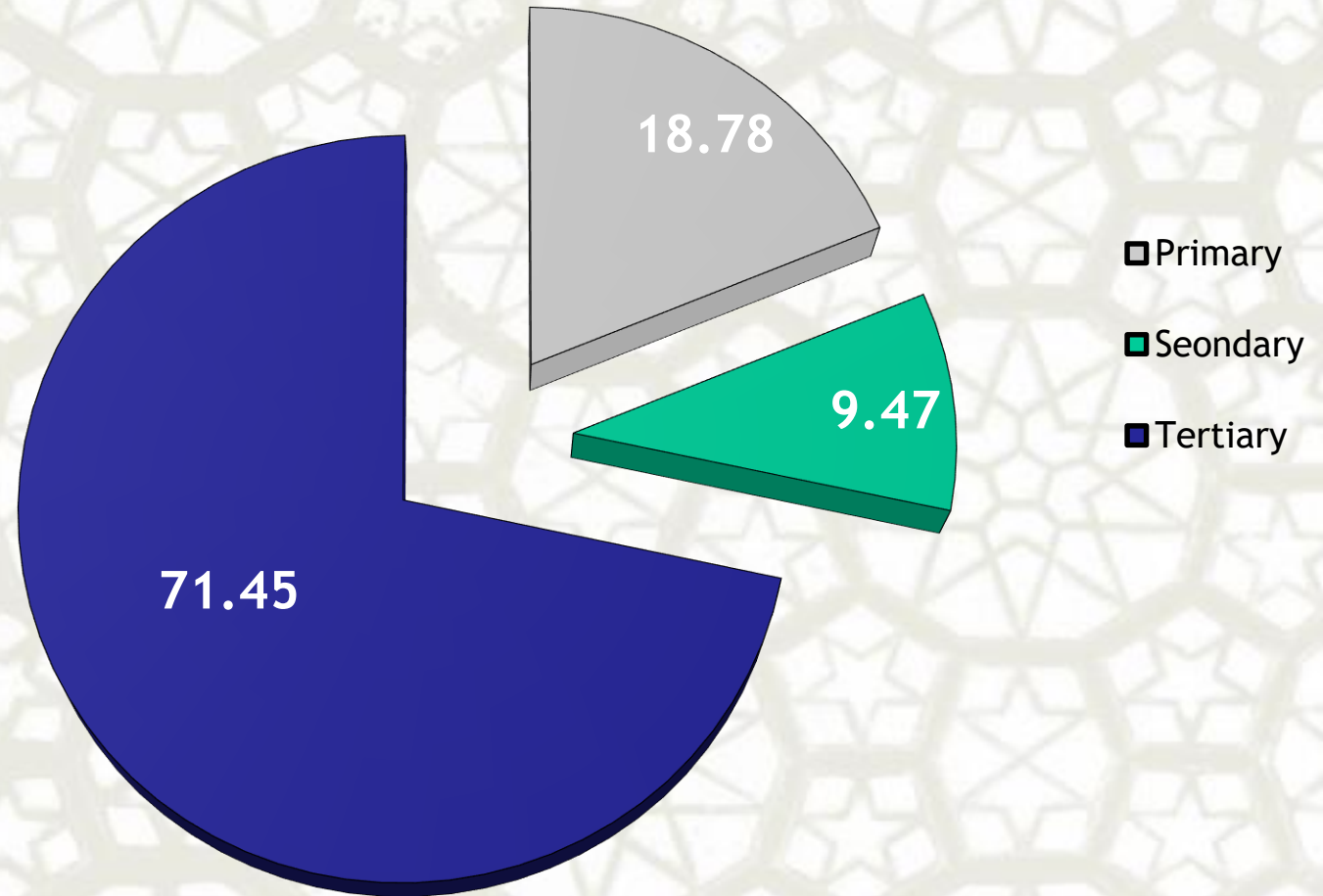
A quick overview

State Income: at Current prices

Rs in Crores



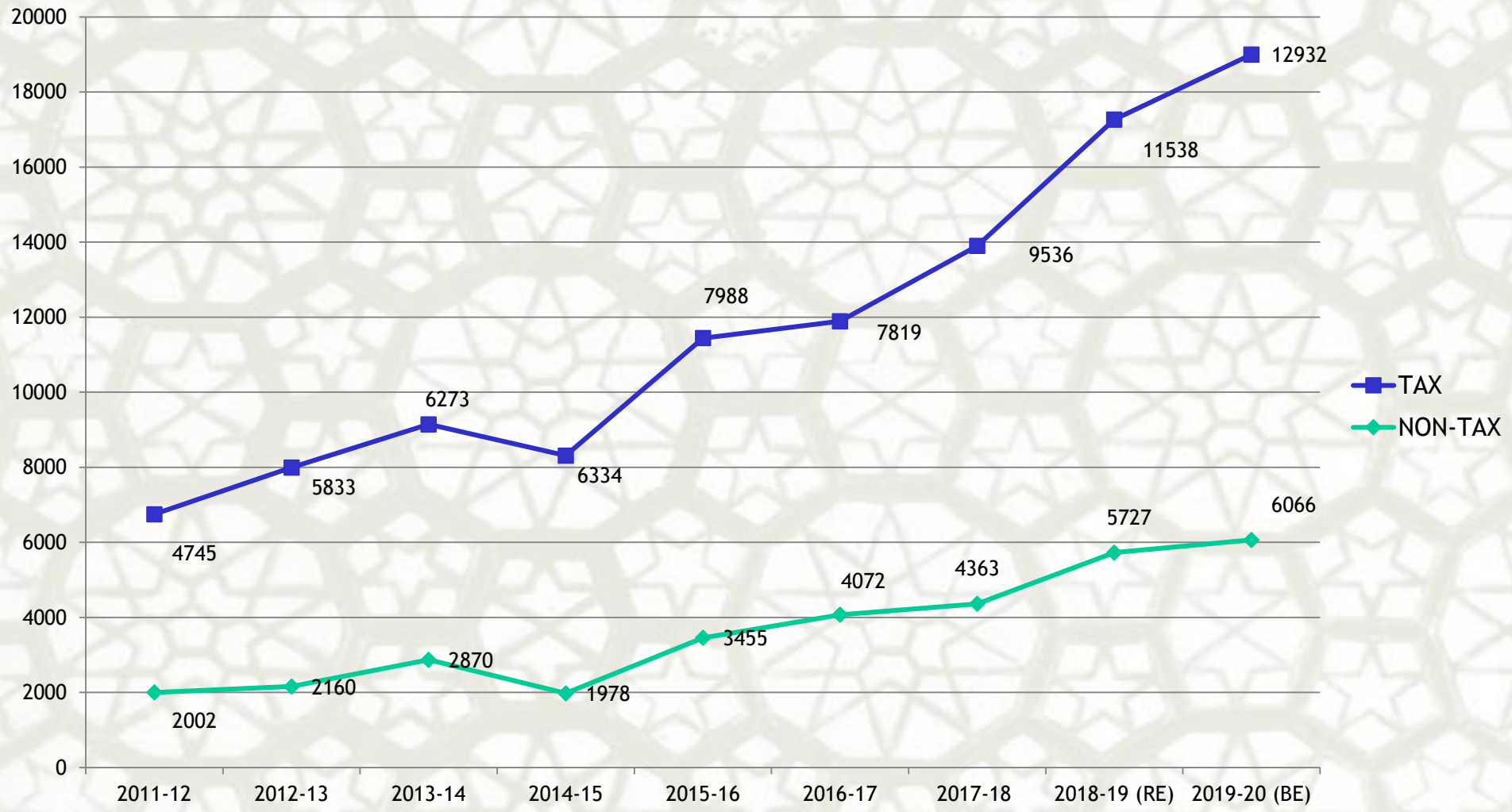
State Income: Composition



Financial Overview

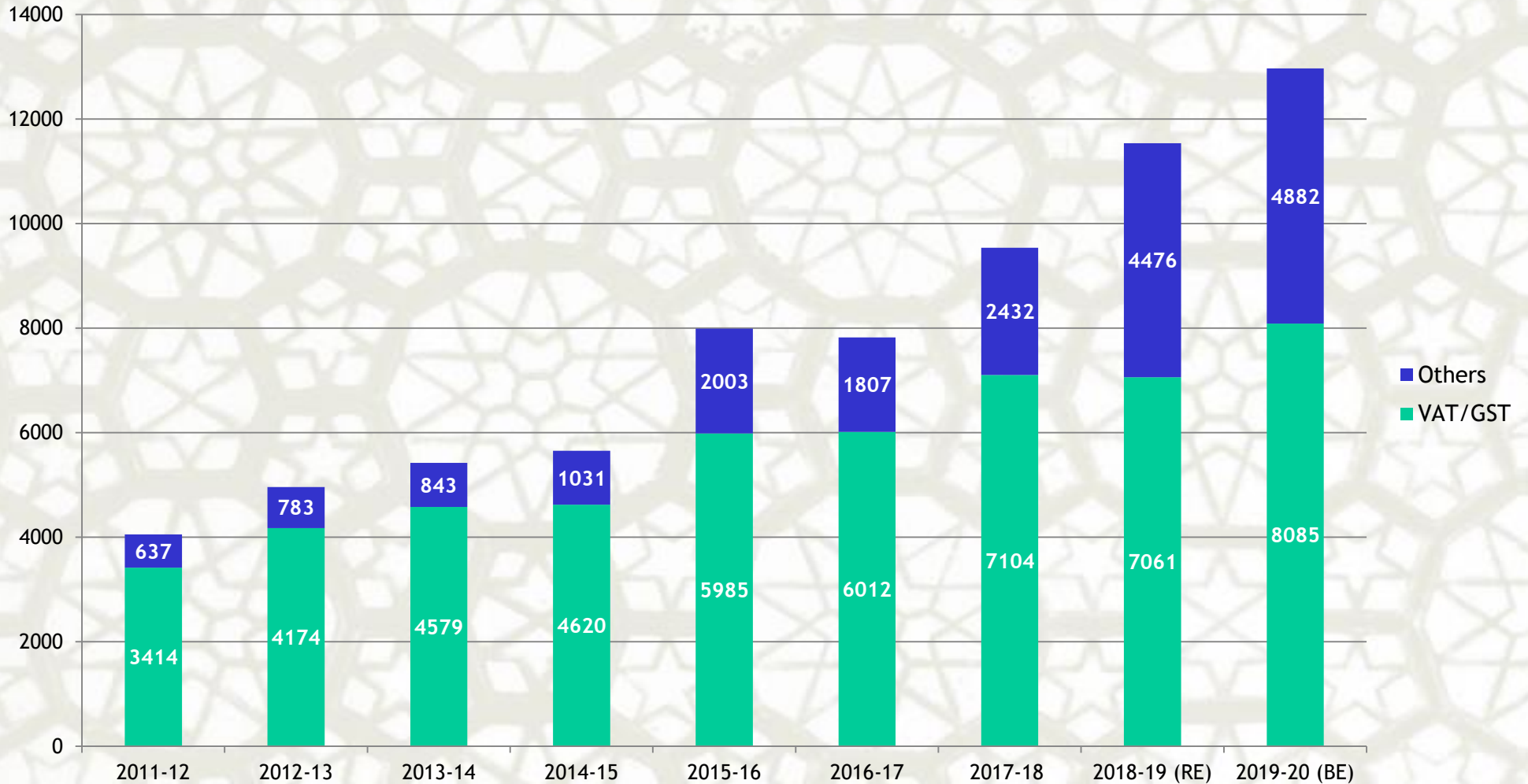
Revenue Performance

Rs in Crores



Tax revenues: Trends

Rs in Crores



Revised Estimates: 2018-19

Current year's budget performance

Budget 2018-19: Revenues

- Budgeted Revenues : Rs 64269 crore
- Revised Revenues : Rs 66180 crore
- Excess : Rs 1911 crore

Revenues : Break up

- **Own Revenues:**
 - Budgeted : Rs 16955 crore
 - Revised: Rs 17265 crore
 - **Excess:** Rs 310 crore
- **Share in central Taxes:**
 - Budgeted : Rs.12984 crore
 - Revised : Rs.13229 crore
 - **Excess:** Rs 245 crore
- **Central Transfers:**
 - Budgeted : Rs 34330 crore
 - Revised : Rs 35666 crore
 - **Excess:** Rs 1336 crore
- **Total Excess= Rs 1891 crore**

Expenditure: Revised v/s Budgeted

- Budgeted Expenditure = Rs 80313 crore
- Revised Expenditure = Rs 89467 crore
- **More Expenditure = Rs 9154 crore**
- This Year an amount of **Rs 7857 Cr more** shall be as Revenue Expenditure, reason being implementation of 7th PC and payment of arrears to employees in one go.
- **Rs 1297 Cr more** is also proposed to be spent on Capital account.

Everyday we spend...

Rs in Crores

	BE	RE
Salary	71.23	74.68
Pension	17.48	15.89
Works	64.11	62.57
Maintenance	1.01	1.01
Power	21.09	21.81
Interest	19.01	15.52
Security	4.86	4.81
Repayments	5.77	7.47
Others	39.02	41.35
Total	243.59	245.12

On a daily basis, we earn..

Rs in Crores

	BE	RE
Earn our own		
•Taxes	35.43	31.61
•Non-taxes	16.62	15.69
Get From Centre		
•Central Taxes	41.10	36.24
•Central Grants	101.77	97.72
Grand Total	195.05	181.32

So, on a daily basis ..

We borrow from Financial Institutions and through RBI

Rs in Crores

	BE	RE
Institutions	2.19	1.99
Other Borrowings	18.63	18.87
Total	24.93	24.97

BUDGET 2019-20

Estimates

Receipts Estimates

- Total Receipts : Rs 79591 crore
- Revenue Receipts: Rs 66180 crore
 - Own Revenues:
 - State Tax revenue = Rs 11538 crore
 - *Share of Central Taxes= Rs 13229 crore*
 - Central Transfers = Rs 35666 crore
- Capital Receipts = Rs 13411 crore

Expenditure Estimates

- Total Expenditure = Rs 88,911 cr
Increase over last year : 10.07 per cent
Rev Exp.: 14.2 per cent
Cap Exp: 4.6 per cent

Average daily spend: Rs 244 Cr

- **Average Daily Capital expenditure: Rs 84 Cr.**
- **Average Daily Rev. expenditure :Rs 160 Cr.**

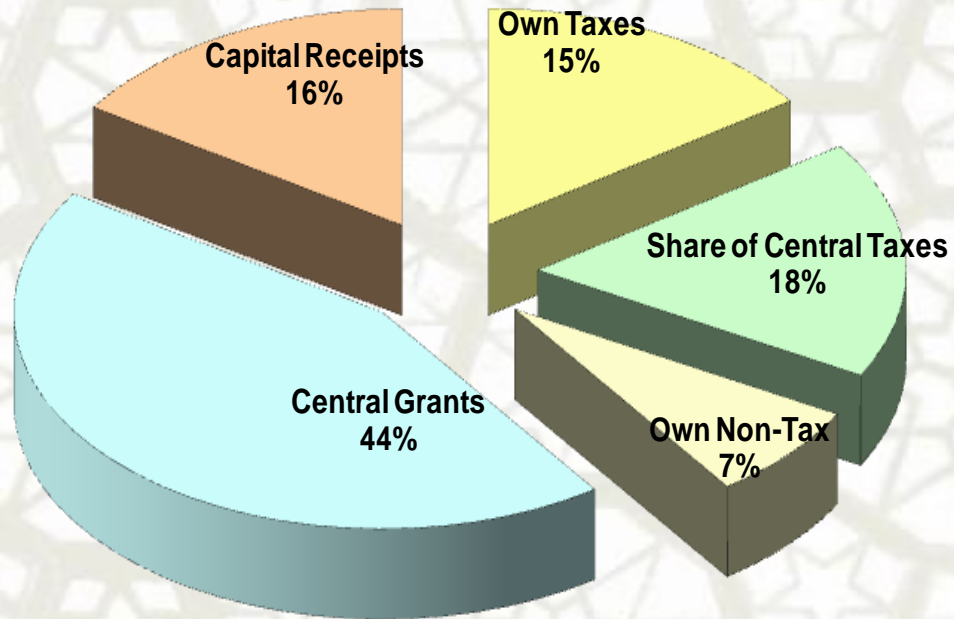
Expenditure Estimates

- Total Expenditure = Rs 88911 Cr
 - Revenue Expenditure = Rs 58442 Cr
 - Capital Expenditure = Rs 30469 CR
- This means
 - **66 percent (64 per cent in 2017-18)** of total expenditure is non-developmental and about **34 per cent (26 per cent in 2017-18)** is for creation of capital assets

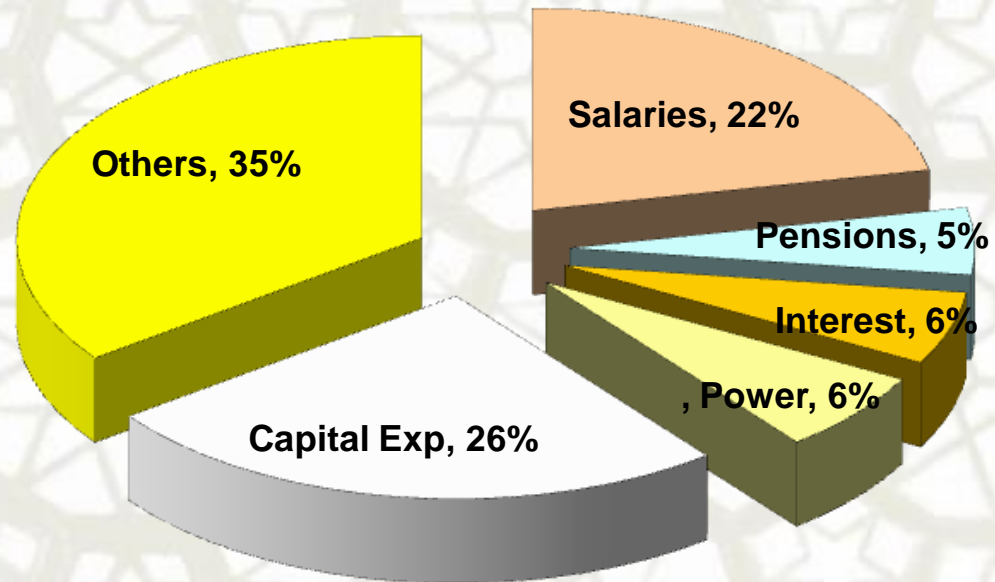
Deficits:

- Revenue Surplus: : Rs 12751 Cr
- Deficit on Capital Account : Rs 17091 Cr
- Fiscal Deficit : Rs 13996 Cr
- Budget Deficit : Rs 4340 Cr

Rupee comes from...



Rupee goes to...



Capex Budget

CAPEX: Six major heads

	Rs in Crore
State Sector:	5,690
CSS Capex:	7,340
Repayment of Debt:	2,106
Provision for Equity:	2,000
TAMEIR (PMDP):	8,383
Total CAPEX:	30,469

Budget Initiatives/Provisions

Local Governance

- In the current year Rs 1151.00 crores to be devolved to Panchayats and Rs 464.00 crores to Urban Local Bodies
- Next year Rs 1422.00 crores for Panchayati Raj Institutions and Rs 566.00 crores for Urban Local Bodies
- In total, Rs 2573.00 crores expected to flow to Panchayati Raj Institutions and Rs 1030.00 crores to Urban Local Bodies in a timeframe of 15 months
- Every Panchayat to get Rs 20.00 lakh to Rs 1.00 crore depending upon the area and population
- 2000 posts of Accounts Assistants to be created for Panchayati Raj Institutions to help them manage expenditure
- MGNREGA funds proposed to be supplemented by 10% additional from the State Exchequer to ensure quality of assets created
- Funds under ICDS, Mid-Day meal Scheme , IWMP to also flow through Panchayats.

Rural Sector

- Allocation for Rural Sector proposed to be doubled to undertake works of urgent public needs.
- Rs 7.00 crore state share proposed to be provided to Rural Development Department for solid waste management .
- Rs 1.00 crore additional funds proposed for construction of quality pathways in remote hilly areas.

Tourism Sector

- Rs 130.00 crore for augmentation of the Tourism Infrastructure for the year 2019-20 including creation of (Project Management Unit)PMU.
- In addition, Projects worth Rs 2000.00 crores taken up for Tourism Infrastructure Projects.

Agriculture /Horticulture/Animal Sheep Husbandry Sector Initiatives

- Allocation to Agriculture Sector be enhanced by Rs 20.00 crores
- 50% subsidy proposed for all newly Controlled Atmospheric Stores which will be established in next financial year.
- 50% subsidy for refrigerated vans for transportation of perishable vegetables/fruits
- Provision of Rs 9.18 crores to meet freight subsidy for transportation of cut-flowers to promote flower cultivation in private sector.
- Rs 20.00 crore to be used for creation of revolving fund for basmati rice, improvement of Chinnore seed farm , procurement of dual maze thrashers, purchase of vegetable seeds, mushroom cultivation, paddy thrashers, critical repairs of irrigation channels, vermicompost facilities , borewell lift irrigation facilities, cold storage etc.
- Rs 4.00 crore for feed procurement of Animal & Sheep Husbandry Department.
- Rs 1.00 crore for shifting of Animal/ Sheep Husbandry farm from Jammu to Chatha.

Education

- Rs 250.00 crore allocated for upgradation of infrastructure in New Degree Colleges.
- Rs 100.00 crores allocated for providing benches and desks in primary and middle schools.
- Rs 45.00 crore allocated for providing assured electricity and drinking water supply to all schools.
- Rs 5.50 crore allocated for reactivating EDU-SAT and additional Smart Classrooms in schools.
- Rs 3.50 crore to prepare students for competitive exams like IAS/KAS/JEE/NEET/Banking .
- Rs 1000.00 crore earmarked for regularization of ReTs and SSA teachers.
- Rs 2.00 crore earmarked to invite reputed career counsellors for counselling of the students in Higher Secondary schools & Colleges.

Health

- Rs 350.00 crores to be spent for completion of under-construction buildings of Medical Colleges, District/ Sub-district hospitals, PHCs etc .
- Rs 100.00 crores provided for augmentation of equipments in hospitals across the State.
- Sonam Narbo Hospital, Leh to be upgraded to 300 bedded Hospital at a cost of Rs 3.00 crore.
- Rs 87.09 crore State Share to be provided for AIIMS Vijapur & AIIMS Awantipora and Rs 32.00 crores additional State Share for 5 new Government Medical Colleges.
- Rs 1.00 crore for construction of Red Cross House at Srinagar.

Cont..

- Rs 3.18 crore to complete various works of Health & Medical Education Department in the Doda District.
- Rs. 1.50 crore for purchase of 5 critical care ambulances for hilly districts.
- Establishment of Cath Labs at an estimated cost of Rs 8.00 crore at SMHS Srinagar.
- Rs 8.00 crore for establishment/procurement of MRI at SKIMS Medical College (JVC Bemina).
- Rs 1.00 crore for establishment of Drug De-addiction Centre at SKIMS Medical College (JVC Bemina).
- Funds for JAN AUSHADHI centres in the State for propagation of generic drugs in the State.
- Manpower as well as provision of funds for State Share under National Programme for Health Insurance for poor.

Public Utility Infrastructure

Power

- Rs 300.00 crores provided over and above the normal outlay for upgradation of power distribution network.
- Rs 55.00 crore provided for promotion of Solar Power.
- All the grants and loans given to JKSPDC to be converted into Equity.
- Professional Board of Directors and sound professional team of management in the JKSPDC.
- Rs 5000.00 crores earmarked for purchase of power in year 2019-20.
- Rs 3500.00 crores State Bonds shall be issued for clearance of past Power Purchase Liability.
- Rs 10.00 crores provided for installation of minimum 100 high mask lights in the cities of Srinagar & Jammu.

Cont..

PHE/Irrigation & Flood Control

- Rs 1500.00 crores to be provided to augment drinking water supply across the State.
- Rs 150.00 crores to be spent during 2019-20 for upgradation of irrigation facilities.
- Drinking water supply from Chenab river to Jammu under ADB funding with required commitment from the State Government.
- Necessary State Share for Shahpur Kandi irrigation projects to be provided by the State Government for irrigation of Kandi belt of Kathua & Samba districts.
- Rs 12.00 crore shall be provided for purchase of 2 dredgers for Irrigation & Flood Control Department Kashmir.

Cont..

Roads and Buildings

- Additional Rs 1000.00 crores to be spent during 2019-20 for completion of languishing connectivity projects.
- Annual allocation for macadamization to be enhanced from Rs 100.00 crore to Rs 400.00 crore for 2019-20.
- Rs 100.00 crore for 2019-20 for land acquisition of PMGSY roads against earlier budget at Rs 30.00 crore.
- Rs 20.00 crore for beautification of bridges & flyovers in the cities of Srinagar & Jammu.

Cont..

Industries

- Rs 400.00 crores proposed to be spent for augmentation of infrastructure including waste disposal in existing and upcoming industrial estates and to augment “Ease of doing Business”.

Cont..

Housing and Urban Development

- An initial sum of Rs 10.00 crore proposed for Tawi Riverport Project as well as connecting Vikram Chowk with Gujjar Nagar bridge along the river Tawi.
- Rs 500.00 crores provided for construction of drainage and sewerage network and STPs across the State.
- Rs 100.00 crore provided for creation of Metropolitan Authorities at Srinagar/Jammu.

Transport

- Rs 25.00 crore proposed to be provided for subsidy for purchase of 500 buses in private sector .
- Rs 25.00 crore provided for urban bus transportation.
- Rs 35.00 crore to be provided for revival of SRTC.
- Rs 2.00 crore for purchase of buses for district Leh & Kargil.
- Rs 1.00 crore provided for purchase of buses for Gurez valley.

Preserving Culture Heritage

- Rs 50.00 lakhs provided for nomination preparation process for World Heritage Licensing of “Mughal Gardens” by UNESCO
- Rs 1.00 crore each provided for establishing dedicated Art Galleries at Srinagar and Jammu
- 4 Mobile Libraries provided for far off and remote villages for which a sum of Rs 1.00 crore is provided.
- Rs 1.00 crore for creation of Heritage Society to address issues related to religious institutions.
- A sum of Rs 25.00 crore for setting up of Art & Culture centres at Leh, Kargil, Bandipora, Shopian, Budgam, Kathua, Kishtawar & Udhampur.

Youth Initiatives and Sports

- Rs 350.00 crores to be spent during 2019-2020 for massive upgradation of sports infrastructure.
- To complete all stadiums, playfields etc.
 - 90 Basketball courts.
 - 80 Volleyball courts.
 - 102 Badminton courts.
 - 50 Handball synthetic courts.
 - 500 Table tennis courts.
 - 4 Synthetic maintenance machines.
 - 7 Lawn tennis courts.
 - 40 Cricket Net/ Wicket.

Youth Initiatives and Sports Contd..

- 24 Bowling Machines.
- 22 Cricket pitch roller.
- 1 Shooting range.
- 6 Swimming pools.
- 8 Roller skating rings.
- 2 Climbing walls.
- 2 Cycling tracks.
- 6 Synthetic athlete tracks.
- 2 Archery field .
- 1 Synthetic rugby playfield.
- Rs 5.00 crore provided to promote youth exchange programmes.

Other Major Initiatives

- Budgetary allocation provided for coverage of 40000 new pensioners under old age, widow, destitute scheme.
- Rs 4.00 crore for improvement of Bal ashrams , Home for mentally ill persons and old age persons.
- Rs 300.00 crores worth languishing projects taken up for completion in Ladakh
- Rs 5.00 crore provided for completion of computerization/ digitization of land records in the State.
- Revenue infrastructure fund shall be created out of the fees charged for activities like : Land Accusation, Issuance of certificated of various kinds etc.

Cont..

- Rs 4.00 crore provided for construction of the headquarters of Anti Corruption Bureau at Srinagar.
- Rs 23.00 crores provided for hardware, software digitization , LAN Network for installation in Civil Secretariat Jammu/Srinagar.
- Rs 1.00 crore each provided to all District Development Commissioners as “untied grants” to supplement the smaller needs of development across various sectors. Rs 1 crore each over and above to the first part have been provided to the Baramulla and Kupwara Districts as untied grants.

THANK YOU!