

GOVERNMENT OF MADHYA PRADESH

FINANCE ACCOUNTS

VOLUME- I

2009-2010

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Certificate of the Comptroller and Auditor General of India

This compilation containing the Finance Accounts of the Government of Madhya Pradesh for the year ending March 2010 presents the accounts of the receipts and disbursements of the Government for the year, together with the financial results disclosed by the revenue and capital accounts, the accounts of the public debt and the liabilities and assets as worked out from the balances recorded in the accounts. The Appropriation Accounts of the Government for the year for Grants and Charged Appropriations are presented in a separate compilation.

The Finance Accounts have been prepared under my supervision in accordance with the requirements of the Comptroller and Auditor General's (Duties, Powers and conditions of Service) Act, 1971 and have been compiled from the vouchers, challans and initial and subsidiary accounts rendered by the treasuries, offices, and departments responsible for the keeping of such accounts functioning under the control of the Government of Madhya Pradesh and the statements received from the Reserve Bank of India. Statements (No.7, 9 and 14), explanatory notes to Statement No.5 and Appendix V in this compilation have been prepared directly from the information received from the Government of Madhya Pradesh/ Corporations/ Companies/ Societies who are responsible to ensure the correctness of such information.

The treasuries, offices, and or departments functioning under the control of the Government of Madhya Pradesh are primarily responsible for preparation and correctness of the initial and subsidiary accounts as well as ensuring the regularity of transactions in accordance with the applicable laws, standards, rules and regulations relating to such accounts and transactions. I am responsible for compilation, keeping of the accounts, preparation and submission of Annual Accounts to the State Legislature. My responsibility for the compilation, preparation and finalization of accounts is discharged through the office of the Accountant General (A&E). The audit of these accounts is independently conducted through the office of the Principal Accountant General (Audit) in accordance with the requirements of Articles 149 and 151 of the Constitution of India

and the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971, for expressing an opinion on these Accounts based on the results of such audit. These offices are independent organizations with distinct cadres, separate reporting lines and management structure.

The audit was conducted in accordance with the Auditing Standards generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance that the accounts are free from material misstatement. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements.

On the basis of the information and explanations that my officers required and have obtained, and according to the best of my information as a result of test audit of the accounts and on consideration of explanations given, I certify that, to the best of my knowledge and belief, the Finance Accounts read with the explanatory 'Notes to Accounts' give a true and fair view of the receipts and disbursements for the purpose of the Government of Madhya Pradesh for the year 2009-10

Points of interest arising from study of these accounts as well as test audit conducted during the year or earlier years are contained in my Reports on the Government of Madhya Pradesh being presented separately for the year ended 31st March 2010.

(VINOD RAI)

Comptroller and Auditor General of India

Date:

Place: New Delhi

Guide to the Finance Accounts

A. Broad overview of the Structure of Government Accounts

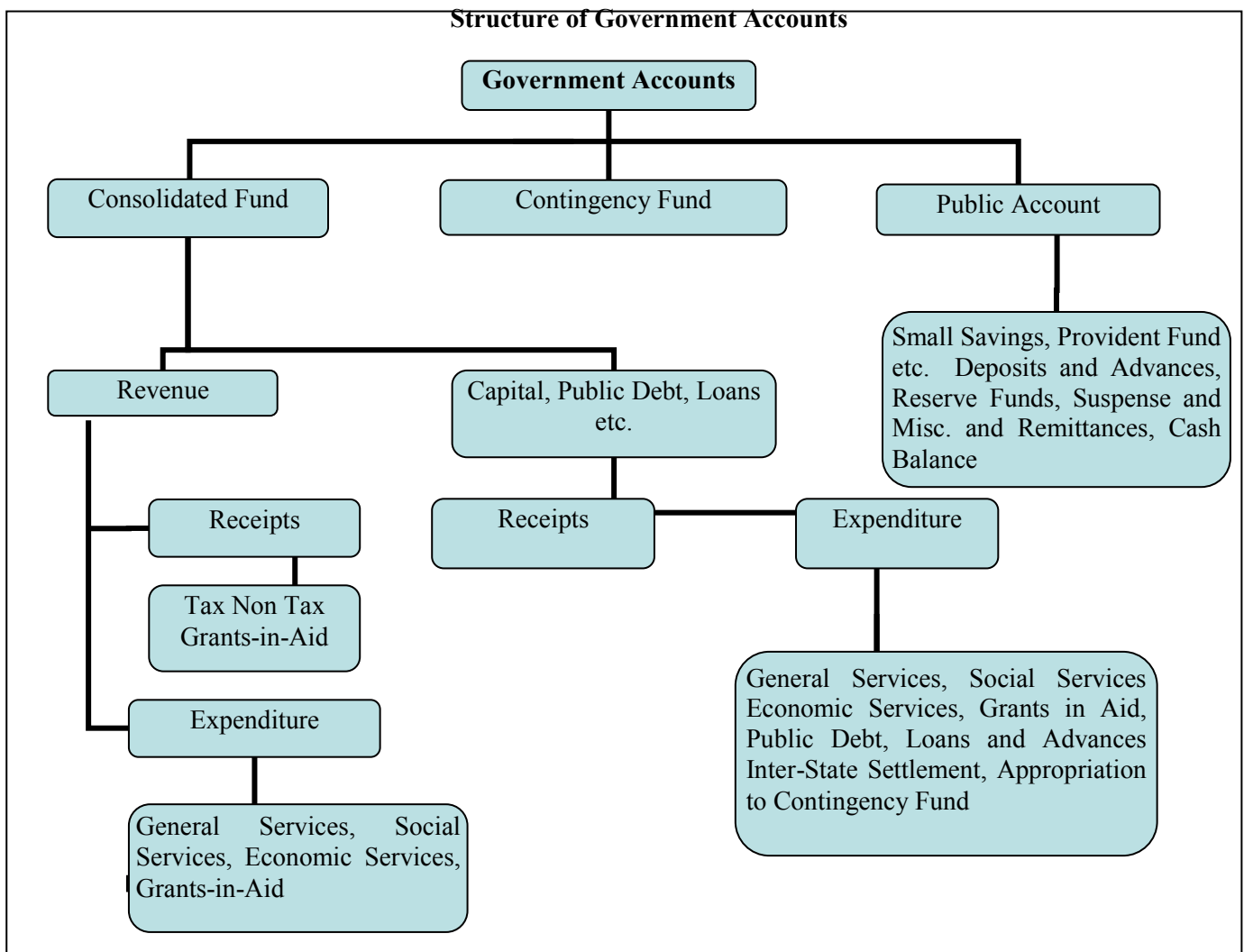
1. The Accounts of the Government are kept in three parts:

Part I: The Consolidated Fund: All Receipts and Expenditure on Revenue and Capital Account, Public Debt and Loans & Advances form the Consolidated Fund of the State

Part II: The Contingency Fund: Legislature may by law establish a Contingency Fund which is in the nature of an imprest. The Fund is placed at the disposal of the Governor to enable advances to be made for meeting unforeseen expenditure pending authorisation of such expenditure by the State Legislature. The fund is recouped by debiting the expenditure to the concerned functional major head in the Consolidated Fund of the State.

Part III: The Public Account: All other public moneys received by or on behalf of the Government are credited to the Public Account. The expenditure out of this account is not subject to the vote of the Legislature. In respect of the receipts into this account, the Government acts as a banker or trustee. Transactions relating to Debt (other than public debt in Part I), Deposits, Advances, Reserve Funds, Remittances and Suspense form the Public Account.

A.1.1 Pictorial representation of Structure of Government accounts



2. DIVISIONS, SECTIONS, SECTORS etc

The two main divisions of the Accounts in the Consolidated fund are, as depicted in A.1.1 on previous page, 'Revenue and 'Capital, Public Debt, Loans etc.' which are divided into sections 'Receipts 'and 'Expenditure'. Within each of the Divisions and Sections of the Consolidated Fund the transactions on the expenditure side are grouped into Sectors such as, "General Services", "Social Services", and "Economic Services", under which specific functions or services shall be grouped. The Sectors are sub-divided into sub sectors/Major heads of account. Major heads correspond to functions and are further divided into sub major heads (sub functions) and minor heads (Programmes) which are depicted in volume 2 of the Finance Accounts. The classification below minor heads of account i.e. subheads (schemes) and detailed and object heads (objects of expenditure) are not depicted in the Finance Accounts (minor exceptions exist), though some details are included in the appendices.

B. What do the Statements Contain

The Finance Accounts have been divided into two volumes. Volume 1 presents the financial statements of the Government in the form of commonly understood summarised form while the details are presented in volume 2.

Volume 1 contains the Certificate of the Comptroller and Auditor General of India, four summary statements as given below and Notes to Accounts including accounting policy.

1. Statement of financial position: Cumulative figures of assets and liabilities of the Government, as they stand at the end of the year, are depicted in the statement. The assets are largely financial assets with the figures for progressive capital expenditure denoting physical assets of the Government. Assets, as per the accounting policy, are depicted at historical cost.
2. Statement of receipts and disbursement: This is a summarised statement showing all receipts and disbursements of the Government during the year in all the three parts in which Government account is kept, namely, the consolidated fund, contingency fund and public account. Further within the consolidated fund, receipts and expenditure on revenue and capital account are depicted distinctly.

The fiscal parameters of the Government, i.e. the primary, revenue and fiscal deficit are calculated on the operations of the consolidated fund of the State. Hence the following two statements give the operations of the consolidated fund in a summarised form.

3. Statement of receipts (consolidated fund): This statement comprises revenue and capital receipts and receipts from borrowings of the Government consisting of loans from the GOI, other institutions, market loans raised by the Government and recoveries on account of loans and advances made by the Government.
4. Statement of expenditure (consolidated fund): This statement not only gives expenditure by function (activity) but also summarises expenditure by nature of activity (objects of expenditure).

In addition the volume comprises an appendix, Appendix 1, which is an alternate depiction of receipts and disbursements of the Government in the form of a cash flow statement.

The second volume comprises three parts. The **first part contains six statements** as given below:

5. Statement of progressive capital expenditure: This statement details progressive capital expenditure by functions, the aggregate of which is depicted in statement 1.
6. Statement of Borrowings and other liabilities: Borrowings of the Government comprise market loans raised by it (internal debt) and Loans and Advances received from the GOI. Both these together form the public debt of the State Government. In addition, this summary statement depicts 'other liabilities' which are the balances under various sectors in the public account. In respect of the latter, the Government as a trustee or custodian of the funds, hence these constitute liabilities of the Government. The statement also contains a note on service of debt, i.e. a note on the quantum of net interest charges met from revenue receipts.
7. Statement of Loans given by the Government: The loans and advances given by the State Government are depicted in statement 1 and recoveries, disbursements feature in statement 2, 3 and 4. Here, loans and advances are summarised sector and loanee group wise. This is followed by

a note on the recoveries in arrear in respect of loans, the details of which are maintained by the AG office and details of which are maintained by the State departments.

8. Statement of Grants in aid given by the State Government, organised by grantee institutions group wise. It includes a note on grants given in kind also.
9. Statement of Guarantees given by the Government: Guarantees given by the State Government for repayment of loans, etc. raised by Statutory Corporations, Government Companies, Local Bodies and Other institutions during the year and sums guaranteed outstanding as at the end of the year are presented in this statement.
10. Statement of Voted and Charged Expenditure: This statement presents details of voted and charged expenditure of the Government.

Part II Volume 2: This part contains **9 statements** presenting details of transactions **by minor head** corresponding to statements in volume 1 and part 1 of volume 2.

11. Detailed Statement of Revenue and Capital Receipts by minor heads: This statement presents the revenue and capital receipts of the Government in detail.
12. Detailed Statement of Revenue Expenditure by minor heads: This statement presents the details of revenue expenditure of the Government in detail. Non Plan and Plan figures are depicted separately and a comparison with the figures for the previous year are available.
13. Detailed Statement of Capital Expenditure: This statement presents the details of capital expenditure of the Government in detail. Non Plan and Plan figures are depicted separately and a comparison with the figures for the previous year are available. Cumulative capital expenditure upto the end of the year is also depicted.
14. Detailed Statement of Investments of the Government: The position of Government Investment in the share capital and debentures of different concerns is depicted in this statement for the current and previous year. Details include type of shares held, face value, dividend received etc.
15. Detailed Statement of Borrowings and other Liabilities: Details of borrowings (market loans raised by the Government and Loans etc from GOI) by minor heads, the maturity and repayment profile of all loans is provided in this statement. This is the detailed statement corresponding to statement 6 in part 1 volume 2.
16. Detailed Statement on Loans and Advances given by the Government: The details of loans and advances given by the Government, the changes in loan balances, loans written off, interest received on loans etc. is presented in this statement. It also presents plan loans separately. This is the detailed statement corresponding to statement 7 in part 1 volume 2.
17. Detailed Statement on Sources and Application of funds for expenditure other than revenue account: The capital and other expenditure (other than on revenue account and the sources of fund for the expenditure) are depicted in this statement.
18. Detailed Statement on Contingency Fund and other Public Account transactions: The statement shows changes in contingency fund during the year, the appropriations to the fund, expenditure, amount recouped etc. It also depicts the transactions in public account in detail.
19. Statement showing details of earmarked balances: This statement shows the details of investment out of reserve funds in public account.

Part III Volume 2 contains appendices on salaries, subsidies, grants-in-aid scheme wise and institution wise, details of externally aided projects, scheme wise expenditure in respect of major Central schemes and State Plan schemes etc. These details are present in the accounts at sub head level or below (i.e. below minor head levels) and so are not depicted in the Finance accounts. For a detail list please refer to the index in volume 1 or 2. The Statements read with the appendices give a complete picture of the state of finances prevailing in the State Government.

C. READY RECKONER

For a quick reference to what the statements contain, please refer to the table below. The summary and detail statement in respect of the important parameters is depicted below. The numbers of appendices depicted below are not exhaustive:

Parameter	Summary Statements (Volume 1)	Detailed Statements (Volume 2)	Appendices
Revenue Receipts (incl. Grants received)	2,3	11	
Revenue Expenditure	2,4	12	2 (Salary), 3 (Subsidy)
Grants-In-Aid given by the Government	2	8	4
Capital receipts	2,3	11	
Capital expenditure	1,2,4	5,13,17	
Loans and Advances given by the Government	1,2,7	16,17	
Debt Position/ Borrowings	1,2,6	15,17	
Investments of the Government in Companies, Corporations etc		14	
Cash	1,2		1,8
Balances in Public Account and investments thereof	1,2	17, 18, 19	8
Guarantees		9	
Schemes			5 (Externally Aided Projects), 6,7

D. Periodical adjustments and Book adjustments:

Certain transactions are in the nature of book adjustments and do not represent actual cash transaction, as mentioned below. The specific details are mentioned as 'Notes to Accounts' and as footnotes in the relevant statements.

(i) Adjustment of all deductions (GPF, recoveries of advances given etc) from salaries by debiting functional major heads (department concerned) by book adjustment to revenue receipt (e.g. deductions other than GPF)/Public Account (e.g. GPF)\

(ii) Creation of funds/adjustment of contribution to Funds in Public Account by debit to Consolidated Fund e.g. Calamity Relief Fund, Reserve Funds, Sinking Fund etc.

(iii) Crediting of deposit heads of accounts in public account by debit to Consolidated Fund

(iv) Annual adjustment of interest on GPF and State Government Group Insurance Scheme where interest on General Provident Fund of State Government is adjusted by debiting 2049-Interest and crediting 8009-General Provident Fund.

(v) Certain adjustments such as adjustment of Debt waiver scheme granted by the Government of India in accordance with the recommendation of Finance commission. It affects both revenue receipts and Public Debt heads where Central loans are written off by crediting 0075-Misc. General Services by contra entry in the Major Head 6004-Loans and Advances from the Central Government.

1: STATEMENT OF FINANCIAL POSITION

(₹ in crore)

<i>Assets</i> ¹	<i>Reference</i> <i>(Sr. no.)</i>		As at 31st March 2010	As at 31st March 2009
	Notes to Accounts	Statement		
Cash				
(i) Cash in Treasuries and Local Remittances		App.-I	2.67	2.67
(ii) Departmental Balances		18	13.54	13.38
(iii) Permanent Imprest		18	0.79	0.77
(iv) Cash Balance Investments		18	55,59.72	29,29.46
(v) Deposits with Reserve Bank of India (If credit balance include here with minus sign)		App.- I	(-20,43.74 ^(A))	(-)8,40.94
(vi) Investments from Earmarked Funds ²		19	3,79.95	3,16.75
Capital Expenditure				
(i) Investments in shares of Companies, Corporations, etc.		14	1,16,86.28	96,43.34
(ii) Other Capital Expenditure		5	4,74,35.42	4,15,75.18
Contingency Fund (un-recouped)				
Loans and Advances		16	1,14,23.66	76,30.96
Advances with departmental officers		18	12.80	14.20
Suspense and Miscellaneous Balances ³		--	--	--
Remittance Balances		18	2,29.85	2,60.89
Cumulative excess of expenditure over receipts ⁴		--	--	--
Total			7,47,00.94	6,15,46.66

¹ The figures of assets and liabilities are cumulative figures. Please also see note 1 (ii) in the section 'Notes to Accounts'.

² Investments out of earmarked funds in shares of companies etc are excluded under capital expenditure and included under 'Investments from Earmarked Funds'.

³ In this statement the line item 'Suspense and Miscellaneous Balances' does not include 'Cash Balance Investment Account', 'Departmental Balances' and Permanent Imprest' which are included separately above, though the latter forms part of this sector elsewhere in these Accounts.

⁴ The cumulative excess of receipts over expenditure or expenditure over receipts is different from and not the fiscal/revenue deficit for the current year.

^(A) See footnote (A) on page 31.

STATEMENT NO. 1-concl'd.

(₹ in crore)

<i>Liabilities</i>	<i>Reference</i>		As at 31st March 2010	As at 31st March 2009
	<i>(Sr. no.)</i>			
	Notes to Accounts	Statement		
Borrowings (Public Debt)				
(i) Internal Debt		6	4,24,61.81	3,71,41.63
(ii) Loans and Advances from Central Government			1,03,78.95	94,90.67
Non-Plan Loans		6	61.54	65.66
Loans for State Plan Schemes		6	1,01,95.69	92,91.42
Loans for Central Plan Schemes		6	19.58	22.33
Loans for Centrally Sponsored Plan Schemes		6	1,00.26	1,09.38
Other loans		6	1.88	1.88
Contingency Fund (corpus)		18	1,00.00	1,00.00
Liabilities on Public Account			1,54,96.43	1,42,18.95
(i) Small Savings, Provident Funds, etc.		15	84,50.62	80,40.19
(ii) Deposits		18	48,40.24	41,37.03
(iii) Reserve Funds		17	21,00.88	19,39.67
(iv) Remittance Balances		--	--	--
(v) Suspense and Miscellaneous Balances		18	1,04.69	1,02.06
Cumulative excess of receipts over expenditure			62,63.75 [@]	5,95.41 [@]
Total			7,47,00.94	6,15,46.66

[@] Includes ₹9.19 crore relates to 2006-07 which pertains to Retirement of capital/Disinvestment of co-operative Societies/Banks.

2. STATEMENT OF RECEIPTS AND DISBURSEMENTS

(₹ in crore)

Receipts			Disbursements		
	2009-10	2008-09		2009-10	2008-09
Part-I Consolidated Fund					
Section-A: Revenue					
Revenue Receipts	4,13,94.70	3,35,77.21	Revenue Expenditure	3,58,96.90	2,95,13.88
Tax revenue (raised by the State)	1,72,72.81	1,36,14.05	Salaries ¹	1,00,06.97	79,43.35
Non-tax revenue			Subsidies ¹	20,32.89	1,32.22
			Grants-in-aid ²	^(y) 80,37.41	85,00.29
Interest receipts	12,84.03	1,63.28	General services		
Others	50,98.01	31,79.58	Interest Payment and service of debt	44,54.30	41,91.99
Total	63,82.04	33,42.86	Pension	30,77.18	24,33.05
Share of Union Taxes/Duties	1,10,76.98	1,07,66.59	Others	18,80.63	14,41.58
			Total	94,12.11	80,66.62
			Social services	30,03.00	18,48.62
			Economic services	8,54.62	12,48.34
Grants from Central Government	66,62.87	58,53.71	Compensation and assignment to Local Bodies and PRIs@	25,49.90	17,74.44
Revenue Deficit		-	Revenue Surplus	+ 54,97.80	+ 40,63.33
Section-B: Capital					
Capital Receipts	21.69	24.00	Capital Expenditure	79,24.87	67,13.15
			Salaries ¹	1,66.15	1,33.82
			General Services	1,19.55	1,24.88
			Social Services	11,77.76	12,95.08
			Economic Services	64,61.41	51,59.37
Recoveries of Loans and Advances	23.37	53.62	Loans and Advances disbursed	38,16.88	18,61.46
			General Services	44.72	27.15
			Social Services	2,01.48	2,34.39
			Economic Services	35,70.67	15,99.82
			Others	0.01	0.10
Public debt receipts	86,02.51	65,52.97	Repayment of Public Debt	23,94.05	19,61.01
Internal Debt# (market loans etc.)	72,57.97(a)	(b)53,99.29	Internal Debt (market loans etc.)	^(c) 19,37.79	^(d) 15,16.15

¹ Salary, Subsidy and Grants in Aid figures have been summed up across all sectors to present a consolidated figure. The expenditure in this statement under the sectors 'General', 'Social' and 'Economic' services does not include expenditure on salaries, subsidies and grants in aid (explained in footnote 2).

² Grants in Aid are given to statutory corporations, companies, autonomous bodies, local bodies etc by the Government which is included as a @ line item above. These grants are distinct from compensation and assignment of taxes, duties to the Local Bodies which is depicted as a separate line item 'Compensation and assignment to Local Bodies and PRIs'.

Includes (a) ₹ 8,10.00 crore (b) ₹ 70.77 crore (c) ₹ 3,18.18 crore (d) ₹ 1,96.73 crore relates to National Small Savings Fund (NSSF)

^(y) Comprises the total of Minor Heads 191, 192, 193, 196, 197, 198 and object head 42-Grants-in-aid excluding Major Head 3604-Compensation and assignment to Local Bodies and PRIs.

STATEMENT NO. 2 –concl'd.

(₹ in crore)

Receipts			Disbursements		
	2009-10	2008-09		2009-10	2008-09
Loans from GOI	13,44.54	11,53.68	Loans from GOI	4,56.26	4,44.86
Inter-State Settlement	2.76	0.79	Inter-State Settlement	2.78	0.74
Total Receipts Consolidated Fund	5,00,45.03	4,02,08.59	Total Expenditure Consolidated Fund	5,00,35.48	4,00,50.24
Deficit in Consolidated Fund	-	-	Surplus in Consolidated Fund	9.55	1,58.35
Part II Contingency Fund					
Contingency Fund	-	-	Contingency Fund	-	-
Part III Public Account³					
Small savings	15,11.72	13,87.23	Small savings	11,00.23	11,83.52
Reserves and Sinking Funds	7,63.94	6,00.38	Reserves & Sinking Funds	5,03.08	5,87.38
Deposits	90,46.41	76,45.02	Deposits	83,43.19	74,08.26
Advances	2,87.90	2,65.84	Advances	2,86.50	2,65.94
Suspense and Misc.	12,46,18.15	8,15,71.11	Suspense and Misc.⁴	12,72,38.50	8,17,81.62
Remittances	92,86.11	91,17.10	Remittances	92,55.08	90,55.44
Total Receipts Public Account	14,55,14.23	10,05,86.68	Total Disbursements Public Account	14,67,26.58	10,02,82.16
Deficit in Public Account	12,12.35	-	Surplus in Public Account	-	3,04.52
Opening Cash Balance	(-)8,38.27	(-)13,01.14	Closing Cash Balance	(-)20,41.07	(-)8,38.27
Increase in cash balance	-	4,62.87	Decrease in cash balance	12,02.80	-

³ For details please refer to statement No. 18 in Volume- 2

⁴ 'Suspense and Miscellaneous' includes 'other accounts' such as Cash Balance Investment account (Major Head 8673) etc. The figures may appear huge on account of these other accounts. Details may please be seen in Statement No.18

3. STATEMENT OF RECEIPTS
I- CONSOLIDATED FUND

	Description	(₹ in Crore) Actuals	
		2009-10	2008-09
A.	Tax Revenue		
A.1	Own Tax revenue	1,72,72.81	1,36,14.05
	Land Revenue	1,80.03	3,38.84
	Stamps and Registration fees	17,83.15	14,79.29
	State Excise	29,51.95	23,01.95
	Sales Tax	77,23.82	68,42.99
	Taxes on goods and passengers	13,32.88	13,32.57
	Taxes on Vehicles	9,19.01	7,72.56
	Others	23,81.97	5,45.85
A.2	Share of net proceeds of Taxes	1,10,76.98	1,07,66.59
	Corporation Tax	45,58.66	35,30.66
	Taxes on Income other than Corporation Tax	25,39.36	22,16.97
	Other Taxes on Income and Expenditure	--	(-)0.22
	Taxes on Wealth	10.31	3.36
	Customs	15,50.31	20,58.09
	Union Excise Duties	12,48.79	17,95.02
	Service Tax	11,69.56	11,63.04
	Other Taxes and Duties on Commodities and Services	(-) 0.01	(-)0.33
	Others	--	--
	Total A	2,83,49.79	2,43,80.64

STATEMENT NO. 3 –contd.

	Description	₹ in Crore	
		Actuals	
		2009-10	2008-09
B	Non-tax Revenue		
	Interest receipts	12,84.03	1,63.28
	Miscellaneous General services	@ 3,99.12	3,80.17@
	Non ferrous mining and Metallurgical Industries	15,90.47	13,61.08
	Power	10,82.08	0.02
	Forestry and wild Life	8,02.00	6,85.60
	Education, Sports, Art and Culture	7,45.00	3,18.97
	Other Administrative Services	80.94	55.58
	Dividends and Profits	49.75	69.05
	Medium Irrigation	44.52	23.93
	Police	41.98	23.63
	Other Social Services	34.09	32.18
	Public Works	27.37	21.74
	Stationery and Printing	22.99	12.83
	Medical and Public Health	21.84	20.88
	Contributions and Recoveries towards Pension and Other Retirement Benefits	18.47	8.04
	Crop Husbandry	16.14	15.51
	Housing	14.56	14.41
	Major Irrigation	12.23	13.15
	Water Supply and Sanitation	11.84	6.14
	Other General Economic Services	9.98	8.99
	Industries	9.77	6.51
	Labour and Employment	9.49	11.28
	Co-operation	9.08	13.25
	Minor Irrigation	7.76	8.07
	Social Security and Welfare	6.93	39.11
	Urban Development	5.01	3.39
	Roads and Bridges	4.22	4.61
	Public Service Commission	3.69	3.01
	Other Agricultural Programmes	3.59	4.67
	Jails	3.17	2.55
	Other Rural Development Programmes	3.03	3.77
	Animal Husbandry	2.92	3.08
	Fisheries	2.10	1.93
	Village and Small Industries	0.92	0.78

@ Includes ₹3,63.06 crore received by State Government on account of DCRF to State under recommendations of the 12th Finance Commission from Government of India.

STATEMENT NO. 3 –contd.

	Description	₹ in Crore Actuals	
		2009-10	2008-09
B	Non-tax Revenue		
	Food, Storage and Warehousing	0.44	0.75
	Information and Publicity	0.29	0.35
	Family Welfare	0.19	0.56
	Agricultural Research and Educations	0.03	--
	Petroleum	0.01	0.01
	Total B	63,82.04	33,42.86

II. GRANTS FROM GOVERNMENT OF INDIA

	Description		₹ in Crore Actuals	
			2009-10	2008-09
C	Grants			
	Grants-in-Aid from Central Government			
	Non Plan Grants			
		Grants under the proviso to Article 275 (1) of the Constitution	11,49.14	9,77.96
		Grants towards contribution to Calamity Relief Fund	--	--
		Grants under National Calamity Contingency Fund	--	--
		Other Grants	3,83.73	36.83
	Grants for State/Union Territory Plan Schemes			
		Block Grants (of which EAP)	3,57.16	--
		Grants under the proviso to Article 275 (1) of the Constitution	1,63.83	1,66.14
		Grant for Central Road Fund	--	--
		Other Grants	25,81.45	26,57.64

STATEMENT NO. 3 –contd.

		(₹ in Crore) Actuals	
Description		2009-10	2008-09
	Grants for Central Plan Schemes	3,92.57	2,00.60
	Grants for Centrally Sponsored Plan Schemes	16,34.99	18,14.54
	Grants for Special Plan Schemes	--	--
	Total C	66,62.87	58,53.71
	Total Revenue Receipts (A+B+C)	4,13,94.70	3,35,77.21

III CAPITAL, PUBLIC DEBT AND OTHER RECEIPTS

		(₹ in Crore) Actuals	
Description		2009-10	2008-09
D.	Capital Receipts		
	Disinvestment proceeds	21.69	24.00
	Others	--	--
	Total D	21.69	24.00
E.	Public Debt receipts		
	Internal Debt	72,57.97	53,99.29
		Market Loans	58,21.00
		WMA ¹ from the RBI	19.01
		Bonds	--
		Loans from Financial Institutions	7,90.41
		Special Securities issued to National Small Savings Fund	8,10.00
		Other Loans	23.32
	Loans and Advances from Central Government	13,44.54	11,53.68
		Non Plan Loans	--

¹ WMA: Ways and Means Advances

STATEMENT NO. 3 –concl.d.

			(₹ in Crore)	
			Actuals	
			2009-10	2008-09
		Loans for State Plan Schemes	13,44.54	11,53.68
		Loans for Central Plan Schemes	--	--
		Loans for Centrally Sponsored Plan Schemes	--	--
		Other Loans	--	--
	Total E		86,02.51	65,52.97

F.	Loans and Advances by State Government (Recoveries)²		23.37	53.62
G.	Inter-State Settlement		2.76	0.79
	Total Receipts in Consolidated Fund (A+B+C+D+E+F+G)		5,00,45.03	4,02,08.59

² Details are in Statement 7 and 16 in Volume 2.

**4. STATEMENT OF EXPENDITURE
(CONSOLIDATED FUND)**

A. EXPENDITURE BY FUNCTION

(₹ in Crore)

	Description	Revenue	Capital	L&A	Total
A	General Services				
A.1	Organs of State				
	Parliament/State/Union Territory Legislatures	33.87			33.87
	President, Vice President/Governor, Administrator of Union Territories	4.73			4.73
	Council of Ministers	28.39			28.39
	Administration of Justice	2,47.03			2,47.03
	Elections	54.59			54.59
A.2	Fiscal Services				
	Collection of Taxes on Income and Expenditure	0.43			0.43
	Land Revenue	3,49.27			3,49.27
	Stamps and Registration	2,07.07			2,07.07
	Collection of other Taxes on property and Capital Transactions				
	State excise	8,08.47			8,08.47
	Taxes on Sales, Trade etc.	89.55			89.55
	Taxes on Vehicles	35.24			35.24
	Other Taxes and Duties on Commodities and Services	1,09.77			1,09.77
	Other Fiscal Services	2.22			2.22
	Interest Payments	44,54.30			44,54.30
A.3	Administrative Services				
	Public Service Commission	5.37			5.37
	Secretariat-General Services	86.82			86.82
	District Administration	2,50.86			2,50.86
	Treasury and Accounts Administration	68.57			68.57
	Police	16,42.91	20.95		16,63.86
	Jails	1,17.62			1,17.62
	Stationery and Printing	36.64	0.43		37.07
	Public Works	1,86.02	98.17		2,84.19
	Other Administrative Services	1,15.70			1,15.70

STATEMENT No.-4.contd.

(₹ in Crore)

	Description	Revenue	Capital	L&A	Total
A.4	Pension and Miscellaneous General Services				
	Pensions and Other Retirement Benefits	30,77.18			30,77.18
	Miscellaneous General Services	1.16		44.72	45.88
	Total General Services	1,20,13.78	1,19.55	44.72	1,21,78.05
B	Social Services				
B.1	Education, Sports, Art and Culture ^(a)				
	General Education	60,23.69	2,30.12	4.00	62,57.81
	Technical Education	1,45.04			1,45.04
	Sports and Youth Services	55.77			55.77
	Art and Culture	43.26			43.26
B.2	Health and Family Welfare				
	Medical and Public health	13,80.83	78.56		14,59.39
	Family Welfare	2,02.16			2,02.16
B.3	Water Supply, Sanitation, Housing and Urban Development				
	Water Supply and Sanitation	4,57.78	4,64.72	19.96	9,42.46
	Housing	1,85.76	28.11	-	2,13.87
	Urban Development	4,97.81	68.74	1,77.52	7,44.07
B.4	Information and Broadcasting				
	Information and Publicity	68.35			68.35
B.5	Welfare of Scheduled Castes, Scheduled Tribes and other Backward Classes				
	Welfare of Scheduled Castes, Scheduled Tribes and other Backward Classes	13,12.79	2,58.40		15,71.19
B.6	Labour and Labour Welfare				
	Labour and employment	1,18.59			1,18.59
B.7	Social Welfare and Nutrition				
	Social Security and Welfare	15,46.26	47.03		15,93.29
	Nutrition	5,54.15			5,54.15
	Relief on Account of Natural Calamities	3,43.71			3,43.71
B.8	Others				
	Other Social Services	10.57	2.08		12.65
	Secretariat- Social Services	15.33			15.33
	Total Social Services	1,29,61.85	11,77.76	2,01.48	1,43,41.09
C	Economic Services				
C.1	Agriculture and Allied Activities				
	Crop Husbandry	8,36.81		0.04	8,36.85
	Soil and Water Conservation	45.86			45.86

^(a) Under Capital Outlay and Loans and Advances there is single Major Head for Education, Sports, Art and Culture.

STATEMENT No.-4.contd.

(₹ in Crore)

	Description	Revenue	Capital	L&A	Total
	Animal Husbandry	3,11.84	0.43		3,12.27
	Dairy Development	--			--
	Fisheries	30.30	0.20	0.01	30.51
	Forestry and Wild Life	9,11.73	21.31		9,33.04
	Food Storage and Warehousing	5,43.26	2.23		5,45.49
	Agricultural Research and Education	59.11			59.11
	Co-operation	1,30.25	3.00	6.95	1,40.20
	Other Agricultural Programmes	--			
C.2	Rural Development				
	Special Programmes for Rural Development	4,85.91			4,85.91
	Rural Employment	3,56.70			3,56.70
	Other Rural Development Programmes	14,23.96	4,33.36		18,57.32
C.4	Irrigation and Flood Control				
	Major Irrigation	84.27	13,76.99		14,61.26
	Medium Irrigation	3,47.53	2,23.98		5,71.51
	Minor Irrigation	74.08	5,20.52		5,94.60
	Command Areas Development	1.63	13.73		15.36
	Flood Control and Drainage	-	6.90		6.90
C.5	Energy				
	Power	16,88.78	19,76.43	35,63.67	72,28.88
	Non-Conventional Sources of Energy				
C.6	Industry and Minerals				
	Village and Small Industries	1,32.43	16.71		1,49.14
	Industries	76.37			76.37
	Non- Ferrous Mining and Metallurgical Industries	1,42.64	0.05		1,42.69
	Cement and Non- Metallic Mineral Industries	--			
	Engineering Industries	--			
	Consumer Industries	--			
	Other Industries	--	1.00		1.00
	Other Outlays on Industries and Minerals	--	5.00		5.00

STATEMENT No.-4.contd.

(₹ in Crore)					
	Description	Revenue	Capital	L&A	Total
C.7	Transport				
	Civil Aviation	0.24	5.32		5.56
	Roads and Bridges	5,54.06	19,55.94		25,10.00
	Road Transport	--			
	Other Transport Services	--			
C.9	Science, Technology and Environment				
	Other Scientific Research	45.60	8.50		54.10
C.10	General Economic Service				
	Secretariat- Economic Services	23.32			23.32
	Tourism	14.19	55.59		69.78
	Census Surveys and Statistics	42.57			42.57
	General Financial and Trading Institutions				
	Other General Economic Service	7.93	0.37		8.30
	Total Economic Services	83,71.37	66,27.56	35,70.67	1,85,69.60
D.	Loans, Grants in Aid and Contributions				
	Compensation and Assignments to Local Bodies and Panchayati Raj Institutions	25,49.90			25,49.90
E	Loans to Government Servants etc.				
	Loans to Government Servants etc.			0.01	0.01
	Misc. Loans				
F	Public Debt				
	Internal Debt of the State Government			19,37.79	19,37.79
	Loans and Advances from the Central Government			4,56.26	4,56.26
	Total Loans, Grants in Aid and Contributions	25,49.90		23,94.06	49,43.96
G	Inter State Settlement			2.78	2.78
	Total Consolidated Fund Expenditure	3,58,96.90	79,24.87	62,13.71	5,00,35.48

STATEMENT No.4. - contd.

B. EXPENDITURE BY NATURE

(₹ in crore)

Object of Expenditure	2009-10			2008-09		
	Revenue	Capital	Total	Revenue	Capital	Total
Grants-in-aid	1,06,27.68 ^(A)	51.08 ^(B)	1,06,78.76	1,02,74.73 ^(A)	45.68 ^(B)	1,03,20.41
Salary	1,00,06.97	1,66.15	1,01,73.12	79,43.35	1,33.82	80,77.17
Major Works	52.99	46,99.22	47,52.21	47.99	45,03.68	45,51.67
Payment of Interest/Dividend	39,32.23	0.00	39,32.23	36,79.07	0.00	36,79.07
Pension and Pensionary benefits	30,70.41	0.00	30,70.41	24,17.82	0.21	24,18.03
Investment	0.00	20,64.63	20,64.63	0.00	8,22.58	8,22.58
Subsidy	17,76.04 ^(C)	0.00	17,76.04	1,08.39 ^(C)	0.00	1,08.39
Material and Supplies	16,80.40	9.50	16,89.90	7,00.77	10.67	7,11.44
Minor Works	97.51	7,37.74	8,35.25	1,03.56	7,91.55	8,95.11
Other Charges	3,86.49	2,14.48	6,00.97	7,48.31	2,93.77	10,42.08
Maintenance	5,59.94	12.76	5,72.70	6,86.12	5.22	6,91.34
Payment for Professional Services	5,51.51	11.47	5,62.98	3,92.13	14.22	4,06.35
Inter Account Transfer	5,37.02	0.00	5,37.02	5,97.78	0.00	5,97.78
Wages	4,95.73	9.29	5,05.02	4,57.54	12.16	4,69.70
Stipend and Scholarship	4,90.99	0.01	4,91.00	3,47.97	0.01	3,47.98
Office Expenses	4,05.54	4.31	4,09.85	3,66.57	4.10	3,70.67
PAO M/o Works and housing	3,39.39	0.00	3,39.39	2,79.18	0.00	2,79.18
Traveling Allowance	1,31.03	4.90	1,35.93	1,20.40	5.83	1,26.23
Machinery	71.22	26.25	97.47	77.29	4.86	82.15
Advertisement and Publicity	66.38	6.70	73.08	66.24	4.75	70.99
Payment of Taxes and Royalty	58.30	0.00	58.30	57.02	0.00	57.02
Examination and Training	40.44	3.40	43.84	42.17	1.89	44.06
Contributions	14.34	27.73	42.07	25.61	32.83	58.44

^(A) This figure does not tally with the figure of Statement no.2 because in compliance of instructions of Head Quarters the figure of G.I.A. in Statement no.2 includes total of minor heads/object head as is given in footnote (Y) at page 9.

^(B) As per instructions of Head Quarters it is not included in Statement no.2. The matter regarding provision of G.I.A. under Capital heads has been communicated to the State Government.

^(C) This figure does not tally with the figure of subsidy in Statement no.2 because subsidy in Statement no.2 has been taken from Appendix-III which has been confirmed by the State Government.

STATEMENT No.4. - conclud.
B. EXPENDITURE BY NATURE

(₹ in crore)

Object of Expenditure	2009-10			2008-09		
	Revenue	Capital	Total	Revenue	Capital	Total
Purchase of Land and Building	2.31	39.70	42.01	3.96	32.66	36.62
Survey, Investigation and Design and Preparation of DPRs	0.58	40.75	41.33	1.07	31.78	32.85
Dy. Director Of A/Cs P & T Bhopal	38.44	0.00	38.44	0.00	0.00	0.00
Redemption Fund	36.31	0.00	36.31	0.00	0.00	0.00
Compensation	17.64	0.01	17.65	49.97	1.09	51.06
Expenditure on printing of Stamp Papers	15.83	0.00	15.83	9.13	0.00	9.13
Suspense	15.13	0.09	15.22	20.78	0.86	21.64
Awards, Rewards, Prizes	14.35	0.00	14.35	9.37	0.00	9.37
Purchase of Vehicles	13.92	0.09	14.01	15.56	0.00	15.56
Recoveries	(-) 2,11.60	(-) 2,07.09	(-) 4,18.69	(-) 6,81.76	(-) 42.22	(-) 7,23.98
Other	5,61.44	1.70	5,63.14	5,45.79	1.15	5,46.94
Total	3,58,96.90	79,24.87	4,38,21.77	2,95,13.88	67,13.15	3,62,27.03

Notes to Accounts

1. Summary of significant accounting policies:

(i) Entity and Accounting Period: These accounts present the transactions of the Government of Madhya Pradesh for the period 1st April 2009 to 31st March 2010.

(ii) Basis of Accounting: With the exception of some book adjustments the accounts represent the actual cash receipts and disbursements during the account period. Assets are valued at historical cost and Government investments are shown at historical cost. Physical assets are not depreciated or amortised. The losses of physical assets at the end of its life are also not expensed or recognised.

The pension liability of the Government, i.e. the liability towards payment of retirement benefits for the past and the present service of its employees is not included in the accounts. However, the retirement benefits disbursed during the accounts period have been reflected in the accounts.

The expenditure on "pension and other retirement benefits to State Government employees during the year was ₹ 30,77.18 crore (8.57% of total revenue expenditure). However, the State Government employees recruited w.e.f. 01.01.2005 are eligible for New Pension Scheme. An amount of ₹ 27.96 crores towards employee's contribution and employer's share has been deposited under the head "8342- Other Deposits -117 Defined Contribution Pension Scheme for Government Employees" during the year. The State Government liability on this account as on 31st March 2010 was ₹ 83.24 crore.

(iii) Currency in which Accounts are kept: The accounts of Government are maintained in Indian Rupees.

(iv) Form of Accounts: Under Article 150 of the Constitution, the accounts of the Union and of the States are kept in such form as the President may on the advice of the Comptroller and Auditor General, prescribe. The word "Form" used in Article 150 has a comprehensive meaning so as to include the prescription not only of the broad form in which the accounts are to be kept but also the basis for selecting appropriate heads under which the transactions are to be classified.

(v) Classification between Revenue and Capital

Revenue expenditure is recurring in nature and is supposed to be met from revenue receipts. Capital Expenditure is defined as expenditure incurred with the object of increasing concrete assets of a material and permanent character. Expenditure on Grants-in-Aid is recorded as revenue expenditure in the books of the grantor. In the books of the recipient it is taken as revenue receipt.

2. Out of 8 appendices proposed by 12th Finance Commission, we have prepared the following:

- (i) Expenditure on Salaries, organised by Departments during the year 2009-10,
- (ii) Expenditure on subsidies disbursed during the year 2009-10,
- (iii) Maturity profile of Major heads 6003- Internal Debt of the State Government and 6004- Loans and Advances from Central Government (Annexure to Statement No.15),
- (iv) Maintenance expenditure with segregation of salary and non-salary portion
- (v) Information regarding number of Pensioners has been included as footnotes in the Finance Accounts 2009-10.

Out of remaining three appendices, two viz. (i) Data on Committed liabilities in future and (ii) Implication of Major Policy decisions taken by the Government during the year on new schemes proposed in the budget for the future cash flows are not included this year because the formats are being revisited as the information is not available and the third viz.(iii) The information regarding Changes in the Financial Assets of Government of Madhya Pradesh is included in Statement no.1.

Notes to Accounts - contd.**3. Booking under Minor Head 800- "Other Receipts" and "Other Expenditure"**

₹31,92.14 crore under 18 Major Heads of accounts classified under 800-"Other Receipts" in the accounts constituting more than 50 percent of the total receipts recorded under the respective Major Heads are given in Annexure.

₹ 33,84.84 crore under 11 Major Heads of accounts (representing functions of the Government) was classified under the Minor Head 800- "Other expenditure" in the accounts constituting more than 50 percent of the total expenditure recorded under the respective Major Heads. Major Heads such as 2217- Urban Development, 2801-Power, 4700-COL on Major Irrigation etc. with substantial expenditure classified as Other Expenditure are given in Annexure. The major schemes such as Jawaharlal Nehru National Urban Punarnabi Mission, Tariff Grant, Canal and Appurtenant work, M.P. Assembly Constituency Area Development Scheme etc. in the Annexure are not depicted distinctly in the Finance Accounts, though the details of provision for the expenditure are depicted at the sub-head (scheme) level in the budget and corresponding head wise Appropriation Accounts forming part of the State Government accounts. A comprehensive review has been conducted and the position has been intimated to the State Government for achieving greater transparency in financial reporting.

4. Existence of unadjusted Abstract Contingency Bills (AC Bills):- The Drawing and Disbursing Officers are authorized to draw sums of money by preparing Abstract Contingency Bill by debiting Service Heads, and they are required to present Detailed Contingency Bill (vouchers in support of final expenditure) in all these cases within a specified period (upto 25th of ensuing month). Details of DC Bills not received in the office of the Accountant General for the last three years are given below:-

AC Bills outstanding for want of DC Bills for the year ending 31st March 2010-

Year	No. of AC Bills Outstanding	Amount outstanding (₹ in crore)
Upto 2007-08	1259	20.27
2008-09	29	0.72
2009-10	55	0.11
TOTAL	1343	21.10

5. Awaited Utilisation Certificates:- In the case of conditional grants a formal utilisation certificate about the proper utilisation of the grant from the administrative, technical and financial point of view should be furnished to Accountant General (A&E) by the sanctioning authority. The position for last three years is given below:

Year	Number of UCs awaited	Amount involved (₹ in crore)
Upto 2007-08	20363	67,41.15
2008-09	10270	12,45.88
2009-10	8139	13,96.40

6. Book Adjustments:- Certain transactions are in the nature of book adjustments and do not represent actual cash transaction, as mentioned below:

(A) Periodical Adjustment -

(₹ in crore)

Sl.No.	Periodical Adjustment	Heads of Account		Amount	Remarks
		From	To		
1.	Augmentation of MP Gramin Vikas Fund	2030- Stamps and Registration	8229- Development and Welfare Fund	38.32	Cess collected during the preceding year transferred to fund.
2.	Augmentation of Panchayat Land Revenue Cess and Stamp Duty Fund	2030- Stamps and Registration	8229- Development and Welfare Fund	1,12.80	Cess & Stamp duty collected in preceding year transferred to fund.

Notes to Accounts - contd.

(₹ in crore)

Sl.No.	Periodical Adjustment	Heads of Account		Amount	Remarks
		From	To		
3.	Augmentation of Energy Development Fund	2045- Other Taxes and Duties on commodities and Services	8229- Development and Welfare Fund	99.91	Energy development cess collected in preceding year transferred to fund.
4.	Augmentation of Calamity Relief Fund	2245- Relief on account of Natural calamities	8235- General and Other Reserve Funds	2,85.88	Grants-in-aid from G.O.I. and the share state Govt. transferred to fund.
5.	Adjustment of interest on GPF	2049- Interest Payments	8009- State Provident Funds	5,49.46	Annual adjustment of Interest on G.P.F.

In respect of item nos. 1 to 4 the transfer entries have been made by debit to Consolidated Fund on the basis of sanctions received from the State Government.

(B) Other Adjustments:

(₹ in crore)

Sl.No.	Other Adjustments	Heads of Account		Amount	Remarks
		From	To		
1.	Adjustment of Debt Consolidation and Relief Facility	6004- Loans and Advances from Central Government	0075- Miscellaneous General Services	3,63.06	Adjustment made on the basis of sanction received from G.O.I.
2.	Transfer to P.D.Account	2203-Technical Education	8443-Civil Deposits 106-Personal Deposits	20.00	Adjustments pertain mainly to Payment of revised pay, Urban Water Supply improvement Scheme, Urban Services Programmes for poorer etc.
3.	Transfer to P.D.Account	2217-Urban Development	8443-Civil Deposits 106-Personal Deposits	33.45	
4.	Transfer to P.D.Account	2403-Animal Husbandry	8443-Civil Deposits 106-Personal Deposits	24.21	
5.	Transfer to P.D.Account	6217-Loans for Urban Development	8443-Civil Deposits 106-Personal Deposits	11.00	
6.	Transfer to Other Deposits	2029-Land Revenue	8443-Civil Deposits 800-Other Deposits	99.28	
7.	Transfer to Other Deposits	2202-General Education	8443-Civil Deposits 800-Other Deposits	61.98	
8.	Transfer to Other Deposits	2245-Relief on account of Natural Calamities	8443-Civil Deposits 800-Other Deposits	27.83	
9.	Transfer to Other Deposits	4202-COL on Education, Sports, Art and Culture	8443-Civil Deposits 800-Other Deposits	90.59	

7. Transfer of Funds to PD Accounts and Other Deposits –Transfer to PD Accounts is booked as expenditure in the consolidated fund (service major heads) of the State. While Government is authorized to open Personal Deposit Accounts in order to deposit money for specific purposes, the Administrators are required to close such accounts at the last working day of the year and transfer the unspent balances back to the Government Accounts.

The position of sums transferred to personal Deposit/Other Deposit and transferred back to Government Accounts during 2009-10 is given below out of which some significant items have been shown in table 6 (B):

(₹ in crore)

Amount transferred to 106-Personal Deposits	1,07.56 ^(*)
Amount transferred to 800-Other Deposits	3,97.94
Amount transferred back to Government Accounts	Nil

(*) The main nature of transactions is Payment of revised pay, Urban Water Supply improvement Scheme, Urban Services Programmes for poorer etc.

Notes to Accounts – contd.

8. Reconciliation of Receipts and Expenditure: All the Drawing and Disbursing Officers are required to reconcile the Receipts and Expenditure of the Government with the figures accounted for by the Accountant General. Such reconciliation has been completed in respect of 20.39% for a value of ₹ 3,11,07.14 crore of Expenditure against the total expenditure of the Government amounting to ₹ 15,25,96.33 crores while 50.58% for the value of ₹ 1,20,49.04 crore of receipts against the total receipts of the Government amounting to ₹ 2,38,20.48 crore.

9. Rendition of Accounts:-

Average delay in rendition of Treasury accounts to Accountant General	Average delay in rendition of accounts to Accountant General	
	Public Works Divisions	Forest Divisions
8 days	5 days	7 days

10. Cash Balance (Deposits with Reserve Bank) worked out by AG is ₹ 20,43.74 crore (credit). The cash balance reported by RBI as on 31st March 2010 is ₹ 19,95.25 crore (debit). Thus there is a net difference of ₹ 48.49 crore (credit) (₹ 60.61 crore debit and ₹ 1,09.10 crore credit) between the two figures. The difference is mainly because of mis-reporting of transactions by Agency Banks to R.B.I. and Treasury Officers in the accounts. Out of this difference, ₹ 48.88 crore (net credit) (₹ 32.05 crore debit and ₹ 80.93 crore credit) have been identified and taken into account during the next accounting period.

11. Guarantees reported in Statement no.9 are on the basis of the information received from the State Government which is the authority for issuing such guarantees. Accretions during the year 2009-10 was ₹ 63.57 crore to the Guarantee Redemption Fund and the balance at the end of the year 2009-10 was ₹ 3,69.23 crore and the amount of investment made out of the Fund was ₹ 3,69.23. In respect of these guarantees, no amount has been reimbursed from the Fund.

12. In respect of Loans and Investments, for which detailed accounts are kept by the State Government departments, constant efforts are made to obtain complete information.

13. Review of Reserve Funds: - Reserve funds have been reviewed and it is observed that some Reserve Funds have credit balance which are neither utilised nor invested since last five years. The position has been intimated to Finance Department, Government of Madhya Pradesh to take action in this regard. The position is given below:

Name of Reserve Fund	Balance as on 31.03.2010 (₹ in crore)
8229-Development and Welfare Fund	
200-Other Development and Welfare Fund	
(i) Panchayat Land Revenue Cess and Stamp Duty Fund	0.59
(ii) M.P. Gramin Vikas Fund	0.20
(iii) Compensatory Forestation Fund	0.03
(iv) Forest Development Fund	0.06

Notes to Accounts – contd.

14. The Finance Accounts reflect the net balances under Suspense and Remittance Heads. The outstanding balances under these heads are worked out by aggregating the outstanding debit and credit balances separately under various heads. The position of gross figures under major suspense heads for the last three years is given below:

Balances under Major Suspense and Remittance Minor Heads

Major/Minor Head	2007-08		2008-09		2009-10	
	Cr.	Dr.	Cr.	Dr.	Cr.	Dr.
8658-Suspense Accounts- (₹ in crore)						
101-Pay and Accounts Office Suspense	0.62	16.40	-0.28	18.11	-0.11	22.30
Net	Dr.15.78		Dr.18.39		Dr.22.41	
107-Cash settlement Suspense Account	-31.66	81.22	-30.96	78.56	-29.92	78.56
Net	Dr.1,12.88		Dr.1,09.52		Dr.1,08.48	
110-Reserve Bank Suspense-Central Accounts Office	-6.04	18.73	-6.60	56.54	-6.60	98.86
Net	Dr.24.77		Dr.63.14		Dr.1,05.46	
112-Tax Deducted at Source (TDS) Suspense	37.24	--	33.20	--	72.11	--
Net	Cr.37.24		Cr.33.20		Cr.72.11	
113-Provident Fund Suspense	-0.10	23.19	-0.22	22.54	-0.29	21.03
Net	Dr.23.29		Dr.22.76		Dr.21.32	
129-Material Purchase settlement suspense Account	2,47.76	21.99	2,53.36	33.46	2,54.32	35.63
Net	Cr.2,25.77		Cr.2,19.90		Cr.218.69	
8782-Cash Remittances-						
102-Public Works Remittances	1,21,59.96	1,22,98.12	1,94,37.13	1,95,68.43	2,67,24.07	2,66,73.28
Net	Dr.1,38.16		Dr.1,31.30		Cr.50.79	
103-Forest Remittances	22,98.19	23,17.02	35,43.46	35,34.80	49,58.07	49,60.81
Net	Dr.18.83		Cr.8.66		Dr.2.74	
110-Miscellaneous Remittances	8,74.63	10,00.32	13,72.53	14,91.46	18,63.90	19,69.26
Net	Dr.1,25.69		Dr.1,18.93		Dr.1,05.36	

Constant efforts are underway to clear the balances under these heads. However, clearance of suspense and remittance items depends on the details furnished by the government departments/works and forest divisions/Central Ministries/PAOs/RBI etc.

15. The State Government provides funds to State/district level autonomous bodies and authorities, societies, non governmental organizations, etc. for implementation of centrally sponsored schemes (State Share) and State schemes. Since the funds are generally not being spent fully by the implementing agencies in the same financial year, there remain unspent balances in the bank accounts of these implementing agencies.

The aggregate amount of the unspent balances in the accounts of the implementing agencies kept outside Government accounts (in bank accounts) is not readily ascertainable. The Government expenditure as reflected in the Accounts to that extent is, therefore, not final.

Annexure to Notes to Accounts

Booking under Minor Head 800- Other Receipts and Expenditure

Major Head		Total Receipt under the Major Head	Receipt under Minor Head 800- Other Receipts
		(₹ in crore)	
0853	Non-ferrous Mining and Metallurgical Industries	15,90.47	15,91.38
0801	Power	10,82.08	10,82.08
0075	Miscellaneous General Services	^(x) 3,99.12	^(x) 3,92.70
0059	Public Works	27.37	24.15
0055	Police	41.98	21.09
0045	Other Taxes and Duties on Commodities and Services	19.21	15.78
0852	Industries	9.77	9.81
0215	Water Supply and Sanitation	11.84	9.36
0700	Major Irrigation	12.23	8.31
0401	Crop Husbandry	16.14	8.20
0702	Minor Irrigation	7.76	7.76
0235	Social Security and Welfare	6.93	6.93
0217	Urban Development	5.01	5.23
0435	Other Agricultural Programmes	3.59	2.53
0403	Animal Husbandry	2.92	2.05
0056	Jails	3.17	1.90
0405	Fisheries	2.10	1.88
0047	Other Fiscal Services	1.00	1.00
Total		32,42.69	31,92.14

^(x) See footnote ^(x) at page 72 in Statement No.11.

Notes to Accounts – conclud.

Annexure to Notes to Accounts - conclud.

Major Head		Total Expenditure under the Major Head	Expenditure under Minor Head 800- Other Expenditure
		(₹ in crore)	
2801	Power	16,88.78	15,26.52
	(Tariff Grant, Incentive Grant for disposal of arrear bills of farmers etc.)		
4700	COL on Major Irrigation	13,76.99	9,07.44
	(Punasa Lift Irrigation Scheme, Canal and Appurtenant etc.)		
2217	Urban Development	4,97.81	3,56.65
	(Urban Services Programme for poorer, Lump-sum grant to Urban bodies under recommendations of 12 th Finance Commission, Jawaharlal Nehru National Urban Punarnabi Mission etc.)		
4515	COL on other Rural Development Programmes	4,33.36	3,01.72
	(M.P. Assembly Constituency area Development scheme, Grant to M.P. Rural Road Development Authority etc.)		
2853	Non-ferrous Mining and Metallurgical Industries	1,42.64	1,29.78
	(Transfer of revenue received from subsidiary Minerals of rural areas to Panchayats etc.)		
2702	Minor Irrigation	74.09	70.01
	(Other Minor irrigation Construction Works etc.)		
2852	Industries	76.37	69.77
	(Reimbursement of Works Contract tax to Bharat Oman Refinery Ltd. etc.)		
2250	Other Social Services	10.57	10.57
	(Increase in Honorarium of Sewadars and Nemnuk etc.)		
4711	COL on Flood Control Project	6.90	6.88
	(Swaranrekha Flood Control scheme phase-II etc.)		
5425	COL on other Scientific and Environmental Research	8.50	4.50
	(Establishment of Science park etc.)		
4875	COL on other Industries	1.00	1.00
	(Establishment of apparel park in special Economic zone etc.)		
Total		43,17.01	33,84.84

APPENDIX-I

CASH BALANCES AND INVESTMENTS OF CASH BALANCES

APPENDIX-I

CASH BALANCES AND INVESTMENTS OF CASH BALANCES

		(₹ in crore)	
Overall cash position of the Government		On 31 st March 2010	On 31 st March 2009
A- General Cash Balance -			
(i) Cash in treasuries		--	--
(ii) Deposits with RBI ¹	MH 8999	(X) (A) (-) 20,43.74	(-) 8,40.94
(iii) Deposits with other Banks		--	--
(iv) Local remittances		2.67	2.67
Total		(-) 20,41.07	(-) 8,38.27
(v) Investments held in cash balance	MH 8673	(a) 55,59.72	29,29.46
Total-A-General Cash Balance		35,18.65	20,91.19
B- Other Cash Balances and Investments-			
(vi) Departmental cash balances		13.54	13.38
(vii) Permanent Imprest		0.79	0.77
(viii) Investments out of Earmarked Funds		3,79.95	3,16.76
Total-B- Other Cash Balances and Investments		3,94.28	3,30.91
Total - A + B		39,12.93	24,22.10

¹ The balance under the head 'Deposits with Reserve Bank' is arrived at after taking into account the Inter-Government monetary settlements pertaining to transactions of the financial year 2009-10 advised to the RBI till 16 April 2010.

(X) A difference of ₹ 27.09 lakh as on 31.10.2000 between RBI and the books of Accountant General allocated provisionally to M.P. (₹ 5.13 lakh) and Chhattisgarh (₹ 21.96 lakh) is yet to be settled in the ratio of population (485.7 : 176.2) by Reserve Bank of India between successor States of M.P. and Chhattisgarh.

(A) At the close of March 2010 accounts, there remained a difference of ₹ 48.49 crore (Credit) between the figures of ₹ 20,43.74 crore (Credit) - reflected in accounts and those intimated by RBI ₹ 19,95.25 crore (Debit) - under "Deposits with Reserve Bank". After close of April 2010 accounts, the net difference to be reconciled was ₹ 48.88 crore (Credit). The difference under Deposits with Reserve Bank is due to misreporting of transactions by Agency Bank to RBI and Treasury officers in the accounts.

(a) See details on page 32.

APPENDIX-I – contd.

EXPLANATORY NOTES

(a) **Cash and Cash Equivalents:** Cash and cash equivalents consist of cash in treasuries and deposit with Reserve Bank of India and other Banks and Remittances in Transit, as stated above. The balance under the head ‘Deposits with Reserve Bank’ depicts the combined balance of the Consolidated Fund, Contingency Fund and the Public Account at the end of the year. To arrive at the overall cash position, the cash balances with treasuries, departments and investments out of the cash balances/reserve funds etc are added to the balance in ‘Deposits with RBI’.

(b) **Daily Cash Balance:** Under an agreement with the Reserve Bank of India, the State Government has to maintain a minimum cash balance of ₹ 1.96 crore with the Bank. If the balance falls below the agreed minimum on any day, the deficiency is made good by taking ordinary and special ways and means advances/overdrafts from time to time.

For arriving at the daily cash balance¹ for the purpose of grant of Ways and Means advances/Overdraft, the RBI evaluates the holdings of the 14 day treasury bills along with the transactions reported (at RBI counters, Inter-Government transactions and Treasury transactions reported by the agency banks) for the day. To the cash balance so arrived, the maturity of 14 day Treasury Bills if any, is added and excess balance, if any, after maintaining the minimum cash balance is reinvested in Treasury Bills. **If the net cash balance arrived at results in less than the minimum cash balance** or a credit balance and if there are no 14 day treasury bills maturing on that day, RBI rediscounts the holdings of the 14 day Treasury Bills and makes good the shortfall. If there is no holding of 14 day Treasury Bills on that day the State Government applies for Ways and Means Advances/Special Ways and Means Advances/ Over Draft.

(c) The limit for ordinary ways and means advances to the State Government was ₹ 460 crore during 2009-10. The Bank has also agreed to give special ways and means advances against the pledge of Government Securities. The limit of special ways and means advances revised by the Bank from time to time.

During the year 2009-10, the limit of Normal Ways and Means Advances was ₹ 460 crore. Limit of special Ways and Means Advances was as follows:-

<u>Period</u>	<u>Limit in crore of ₹</u>
With effect from 01-04-2009	7.01
With effect from 01-10-2009	6.92

¹ The cash balance (‘Deposits with RBI’) above is the closing cash balance of the year as on 31st March but worked out by 16 April and not simply the daily balance on 31st March.

APPENDIX-I – concld.

Interest received during the year on the above investments was ₹ 1,72,84.10 lakh (Short Term Securities ₹ 1,72,49.08 lakh and Long Term Securities ₹ 35.02 lakh) while during 2008-09 it was ₹ 95,95.18 lakh (Short Term Securities ₹ 95,61.08 lakh and Long Term Securities ₹ 34.10 lakh).

Details of investments in shares of Statutory Corporations, Government Companies, Other Joint-Stock Companies, Co-operative Banks and Societies are given in Statement No.14.

The amounts invested out of earmarked funds are shown in Statement No.19.

