



**GOVERNMENT OF SIKKIM**

**ACCOUNTS AT A GLANCE**  
**2004-2005**

**SENIOR DEPUTY ACCOUNTANT GENERAL,  
(ACCOUNTS AND ENTITLEMENTS) SIKKIM**



## Preface

This is the Seventh issue of our annual publication 'Accounts at a Glance'.

The Annual Accounts of the State Government are prepared and examined under the directions of Comptroller and Auditor General of India (C&AG) in accordance with the requirement of the Comptroller and Auditor General's (Duties Powers and Conditions of Service) Act, 1971 for being laid before the Legislature of the State. The Annual Accounts consists of (a) Finance Accounts and (b) Appropriation Accounts. Finance Accounts are summary statements of accounts under the Consolidated Fund, Contingency Fund and the Public Account. The Appropriation Accounts record the Grant-wise expenditure against provision approved by State Legislature and offer explanations for variations between the actual expenditure and the funds provided. The Senior Deputy Accountant General (Accounts and Entitlements), Sikkim prepares the State Finance Accounts and the Appropriation Accounts.

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

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



(M. DAKSHINAMOORTHY)  
ACCOUNTANT GENERAL, Sikkim

Gangtok  
Date

17 FEB 2006

17 FEB 2006





## CONTENTS

<b>Particulars</b>	<b>Page No.</b>
CHAPTER I Overview	1-2
CHAPTER II Highlights of Accounts	3-9
CHAPTER III Trends in Government Revenue and Expenditure	10-15





## CHAPTER-I

### OVERVIEW

The monthly accounts of the State Government are compiled and consolidated from the accounts submitted by the Chief Pay and Accounts Office, Public Works and Forest Divisions, etc to the Sr. Deputy Accountant General (Accounts and Entitlements). Besides, the Finance Accounts and the Appropriation Accounts are prepared annually by the Sr. Deputy Accountant General under the directions of the Comptroller and Auditor General of India in accordance with the requirements of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971.

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

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

There are two main divisions under the Consolidated Fund:

The Revenue division (Revenue Account) deals with the proceeds of taxation and other receipts classed as revenue and the expenditure met there from, the net result of which represents the revenue surplus or deficit for the year.

In the Capital division, the section 'Receipt Heads (Capital Account)' deals with receipts of capital nature which cannot be applied as a set off to capital expenditure. The section 'Expenditure Heads (Capital Account)' deals with expenditure met usually from borrowed funds with the object of increasing concrete assets of a material and permanent character. It also includes receipts of a capital nature intended to be applied as a set off to capital expenditure. The section 'Public Debt, Loans and Advances, etc.' comprises loans raised and their repayments by Government such as 'Internal Debt' and 'Loans and Advances' made (and their recoveries) by Government.

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

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

Annual Accounts of the Government of Sikkim for the year 2004-05 have been finalised and submitted to the State Government on 21.10.2005 for placing to the State Legislature. Audit Report of the Comptroller and Auditor General of India for the year 2004-2005 is being presented separately.

### Finance Accounts

Finance Accounts present the accounts of receipts and outgoing of the Government for the year together with the financial results disclosed by the revenue and capital accounts, the accounts of the public debts and the liabilities and assets as worked out from the balances recorded in the accounts.

During 2004-2005 total receipts amounted to Rs. 2077.71 crore comprising Rs 1892.40 crore revenue receipts (Rs. 224.30 crore Tax revenue, Rs. 992.47 crore Non-Tax revenue and Rs. 675.63 crore Grants-in-aid and Contributions), and Rs. 185.31 crore capital receipts (Rs. (-) 0.24 crore towards recovery of loans and advances and Rs. 185.55 crore on account of borrowings and other liabilities).

Disbursements during the year were Rs. 2077.71 crore. Rs. 1723.49 crore (83 %) on revenue account and Rs. 354.22 crore (17 %) on capital account.

## **Appropriation Accounts**

Appropriation Accounts bring out the expenditure of the State Government against amounts voted and charged by the State Legislature and supplement the Finance Accounts. These comprise accounts of 2 charged Appropriations and 42 voted Grants.

Appropriation Acts, 2004-2005 had provided for a gross expenditure of Rs. 2394.05 crore, which includes the Supplementary Grants of Rs. 164.35 crore. An amount of Rs. 34.02 crore was projected as recoveries in reduction of expenditure.

Appropriation Accounts 2004-2005 show disbursements aggregating Rs. 2182.86 crore against the aggregate budget provision of Rs. 2394.05 crore, resulting in saving of Rs. 211.19 crore, against Grants and Appropriations.

Recoveries in reduction of expenditure amounted to Rs. 21.43 crore reflecting a saving of Rs. 12.59 crore vis-à-vis budget estimates.

## CHAPTER-II

### HIGHLIGHTS OF ACCOUNTS

(Rupees in crore)

Sl. No		B.E 2004-2005 *	Actuals	Percentage of Actuals to B.E	Percentage of Actuals to GDP
1.	Tax Revenue	220.22	224.30	101.85	14.65
2.	Non-Tax Revenue	995.06	992.47	99.73	64.84
3.	Grants-in-aid & Contributions	749.30	675.63	90.16	44.14
4.	Revenue Receipts (1+2+3)	1,964.58	1,892.40	96.33	123.64
5.	Recovery of Loans & Advances	1.10	(-) 0.24	(-) 21.82	(-) 0.02
6.	Other Receipts	-	-	-	-
7.	Borrowings and other liabilities (net)	208.25	185.55	89.10	12.12
8.	Capital Receipts (5+6+7)	209.35	185.31	88.52	12.11
9.	Total Receipts (4+8)	2,173.93	2,077.71	95.57	135.75
10	Non-Plan Expenditure (NPE)	1,479.40	1,486.15	100.46	97.10
* 11.	NPE on Revenue Account	1,479.25	1,485.47	100.42	97.06
12.	NPE on Interest Payments out of 11	96.84	99.19	102.43	6.48
13.	NPE on Capital Account	00.15	00.68	453.33	0.04
14.	Plan Expenditure (PE)	694.48	591.56	85.18	38.65
* 15.	PE on Revenue Account	275.62	238.02	86.36	15.55
16.	PE on Capital Account	418.86	353.54	84.41	23.10
17.	Total Expenditure (10+14)	2,173.88	2,077.71	95.57	135.75
* 18.	Revenue Expenditure(11+15)	1,754.87	1,723.49	98.21	112.61
19.	Capital Expenditure (13+16)	419.01	354.22	84.54	23.14
20.	Revenue Surplus (4-18)	209.71	168.91	80.54	11.04
21.	Fiscal Deficit (4+5+6-17)	208.20	185.55	89.12	12.12

\* Provision and actuals excluding the recovery figure as shown in Demands for Grants.

### Receipts and Disbursements

Total receipts as well as disbursement during the year were Rs. 2,077.71 crore. This was 95.57% of the budget provision. The Fiscal deficit during the year was Rs. 185.55 crores against the projected figures of Rs. 208.20 crores in the Budget.

The following table summarises the Accounts for 2004-2005.

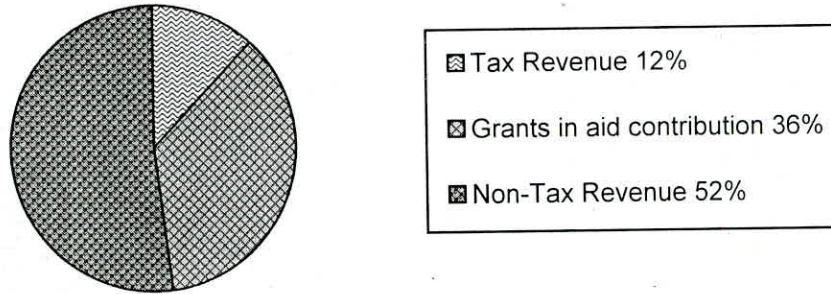
(Rupees in crore)

Total Receipts	2,077.71		Total Disbursements	2,077.71	
Revenue Receipts	1,892.40	91 %	Revenue Disbursements	1,723.49	83 %
Capital Receipts	185.31	9 %	Capital Disbursements	354.22	17 %

## RECEIPTS

### Revenue Receipts

Gross Tax Revenue of Rs. 224.30 crore and Grants-in-aid and contribution of Rs. 675.63 crore formed 12 per cent and 36 per cent respectively of the total Revenue Receipt. Major contributors to revenue were Non Tax Revenue of Rs. 992.47 crore comprising 52 per cent of total Revenue Receipt. The ratio of Revenue Receipts is indicated in the diagram below.



Net tax receipts during the year were higher than the budget estimates by Rs. 4.08 crore, mainly on account of more receipts of State Share of Union Taxes and duties than estimated.

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

### Revenue Receipts and Grants-in-Aid and Contributions

(Rupees in crore)

Components	Actuals	Percentage to total Revenue Receipts
<b>A. Tax Revenue*</b>	<b>224.30</b>	11.85
Taxes on Income and Expenditure **	67.09	3.55
Taxes on Property and Capital Transactions	1.87	0.10
Taxes on Commodities and Services	155.34	8.20
<b>B. Non-tax Revenue</b>	<b>992.47</b>	52.45
Interest Receipts, Dividends and Profits	8.96	0.47
General Services ***	924.02	48.84
Social Services	4.39	0.23
Economic Services	55.10	2.91
<b>C. Grants-in-aid and Contributions</b>	<b>675.63</b>	35.70
<b>TOTAL-REVENUE RECEIPTS</b>	<b>1892.40</b>	100

\* Includes State's share of Taxes and duties from Government of India of Rs. 107.35 crores.

\*\* Income Tax Act, 1961 has not been implemented in the State. Figures indicates the Taxes on income levied under Sikkim Income Tax Manual, 1948.

\*\*\* Out of Rs. 924.02 crore under General Services, Rs. 912.27 crore pertains to the gross receipts under State Lotteries.

## Capital Receipts

Compared to the budget estimates of Rs 209.35 crore, the actual receipts were Rs 185.31 crore resulting in an overall decrease of Rs. 24.04 crore.

## DISBURSEMENTS

### Revenue Disbursements

Revenue Disbursement of Rs. 1,723.49 crore were 83 per cent of total disbursements of Rs. 2,077.71 crore. It was in less of budget estimates by Rs. 31.38 crore due to excess disbursement of Rs. 6.22 crores under Non-Plan and less disbursement of Rs. 37.60 crores under Plan side.

### Capital Disbursements

Capital Disbursements of Rs. 354.22 crore was 17 per cent of the total disbursement. It was less than the budget estimates by Rs. 64.79 crore due to excess disbursement of Rs. 0.53 crore under Non Plan and less Expenditure of Rs 65.32 crores under Plan Expenditure.

### Plan Disbursements

During the year 2004-2005, Plan Disbursements were Rs. 591.56 crore consisting of Rs 499.24 crore under State Plan, Rs. 0.49 crore, under Central Plan and Rs. 91.83 crore under Centrally Sponsored Plan (the details of expenditure shared by Centre and the State are not available).

### Non-Plan Disbursements

Non-plan Disbursements during 2004-2005 were Rs. 1,486.15 crore, consisting of Rs. 1,485.47 crore under Revenue and Rs. 0.68 crore under Capital.

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

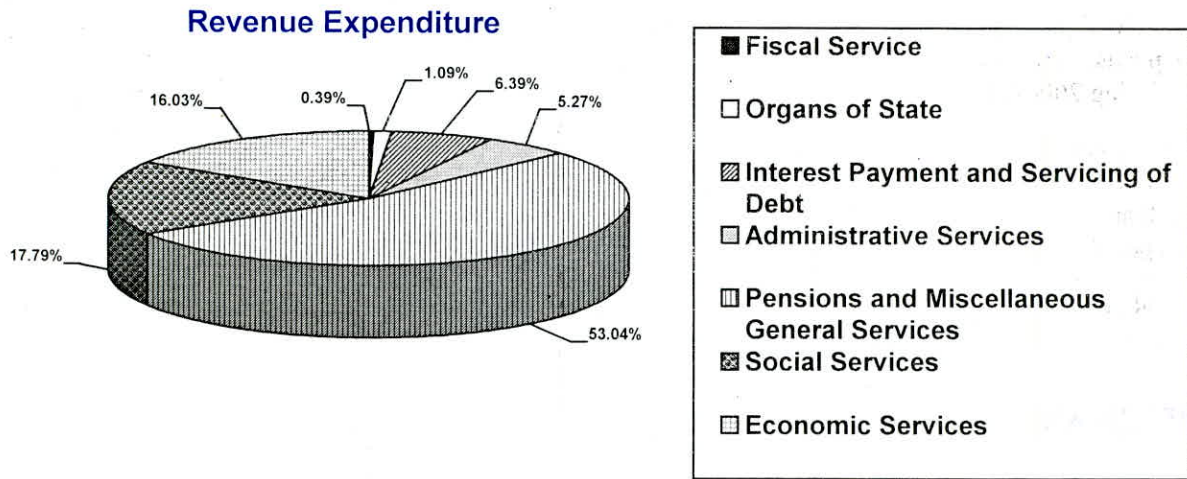
## SECTORAL DISTRIBUTION OF EXPENDITURE AND ITS PERCENTAGE TO TOTAL REVENUE EXPENDITURE

(Rupees in crore)

Components	Amount	Percentage to Total Revenue Expenditure
<b>A. Fiscal Services</b>	<b>6.75</b>	<b>0.39</b>
(i) Collection of Taxes on Property and Capital transactions	2.75	0.16
(ii) Collection of Taxes on Commodities and Services	3.40	0.20
(iii) Collection of Taxes on Income and Expenditure	0.60	0.03
<b>B. Organs of State</b>	<b>18.73</b>	<b>1.09</b>
<b>C. Interest Payment and Servicing of Debt</b>	<b>110.19</b>	<b>6.39</b>
<b>D. Administrative Services</b>	<b>90.78</b>	<b>5.27</b>
<b>E. Pension and Miscellaneous General Services</b>	<b>914.19</b>	<b>53.04</b>
<b>F. Social Services</b>	<b>306.64</b>	<b>17.79</b>
<b>G. Economic Services</b>	<b>276.21</b>	<b>16.03</b>
<b>TOTAL EXPENDITURE (REVENUE ACCOUNT)</b>	<b>1,723.49</b>	<b>100</b>

A pie chart showing the distribution of Expenditure under different sectors is as under :

### SECTORAL DISTRIBUTION OF EXPENDITURE DURING 2004 -2005



### TREND OF EXPENDITURE

Trend of expenditure in some important sectors between 2000-01 and 2004-2005 (5 years) is brought out below:-

#### STATEMENT OF EXPENDITURE IN SELECTED SECTORS (Rupees in Crore)

Sector	2000-01	% to B.E	% to RBE	2001-02	% to B.E	% to RBE	2002-03	% to B.E	% to RBE	2003-04	% to B.E	% to RBE	2004-05	% to B.E	% to RBE
Interest Payment & Servicing of Debt	84.25	95.35	95.35	90.48	100.78	99.67	100.53	100.20	100.20	103.50	98.53	98.53	110.19	102.00	99.63
Pension & Misc. General Services	242.21	64.41	64.41	1,079.38	511.14	511.14	1,202.66	100.07	100.07	483.08	40.40	39.55	914.19	99.46	99.46
Education, Sports, Arts & Culture	113.78	102.23	92.06	121.47	96.44	95.11	134.02	97.89	97.95	142.67	93.74	93.10	160.40	101.15	90.23
Health & Family Welfare	31.73	77.00	73.66	36.98	103.58	90.57	39.91	89.62	89.65	38.95	96.17	93.13	53.55	98.01	94.01
Agriculture & Allied Activities	59.81	95.88	91.73	69.40	96.03	100	71.73	84.18	80.69	69.48	94.94	94.70	86.70	99.32	95.06
Rural Development	10.23	86.94	84.96	10.54	111.18	109.56	15.70	111.98	102.55	34.25	214.73	88.59	15.73	59.09	58.61
Irrigation & Flood Control	16.48	46.49	46.43	15.91	166.95	86.66	19.00	94.72	94.67	13.56	92.55	92.24	6.76	90.37	80.57
Energy	25.87	93.01	90.25	26.75	98.09	97.59	50.67	98.93	98.93	36.85	100.05	100.05	92.20	98.37	98.32
Transport	32.91	117.01	100.00	37.84	87.06	79.60	44.71	85.45	85.44	41.68	83.02	81.31	51.73	92.00	85.76
General Economic Services	9.16	47.66	45.17	14.02	63.73	60.64	11.77	59.26	100.86	9.97	40.74	40.59	10.85	91.72	94.02

## **DEBTS AND LIABILITIES**

Outstanding Public Debt at the end of 2004-2005 was Rs. 784.23 crore, comprising internal debt of Rs. 467.49 crore, Loans and advances from Central Government of Rs. 316.74 crore and other liabilities accounted under Public Account of Rs. 30.94 crore.

The State also acts as a banker and trustee in respect of deposits like small savings collections, provident funds and deposits. There was an overall increase of Rs. 24.45 crore in respect of such liabilities of the State Government during 2004-2005.

Interest payments on debt and other liabilities totaling Rs. 99.19 crore constituted 6 per cent of revenue expenditure of Rs. 1,723.49 crore. Interest payments on public debts were Rs. 77.69 crore (Internal debt Rs. 45.04 crore, loans and advances from Central Governments Rs. 32.65 crore and Rs. 21.50 crore on other liabilities). Expenditure on account of interest payments increased by Rs. 6.69 crore during 2004-2005.

Internal debt of Rs. 110.32 crore raised during 2004-2005 was mainly used for payments of interest of Rs. 45.04 crore.

## **INVESTMENTS AND RETURNS**

Total investment as share capital in non-financial public sector undertakings (PSUs) stood at Rs. 77.46 crore at the end of 2004-2005. Dividends received during the year were Rs. 0.92 crore on investment. During 2004-2005 while investments in PSUs increased by Rs. 1.83 crore, there was considerable increase in dividend income (Rs. 0.18 crore).

## **LOANS AND ADVANCES BY THE STATE GOVERNMENT**

Total loans and advances made by the State Government at the end of 2004-2005 is Rs. 6.23 crore. Information about arrears in recovery of Loans and Advances and interest has not been received from the Departmental Officers who maintain the detailed accounts thereof.

Loans and advances to Government Corporations/Companies, Non-Government Institutes, Local bodies, etc. at the end of 2004-2005 is Rs. 4.83 crore.

## **FINANCIAL ASSISTANCE TO LOCAL BODIES AND OTHERS**

Assistance to local bodies etc. during 2004-2005 was Rs. 30.62 crore. It increased from Rs. 4.55 crore in 2001-2002 to Rs. 30.62 crore in 2004-2005. The grants given to Panchayat Raj Institution (Rs. 6.91 crore) were 23 per cent of total grants given during the year.

## **APPROPRIATION ACCOUNTS**

The Appropriation Accounts of the Government of Sikkim for the year 2004-2005 present the accounts of sums expended in the year ended 31 March 2005, compared with the sums specified in the Schedules appended to the Appropriation Acts passed under Articles 204 and 205 of the Constitution of India.

The Appropriation Accounts show that in the year 2004-2005, there was actual expenditure of Rs. 2,182.86 crore, comprising Rs. 1,744.92 crore Revenue Expenditure, Rs. 353.69 crore Capital Expenditure, Rs. 83.92 crore Repayment of Debt, and Rs. 0.53 crore Loans and Advances by the State Government. There were saving under Revenue section of expenditure, Capital Section of expenditure and Loans and Advances and excess in repayment of Debt with reference to total grants allocated by the State Legislature as under.

(Rupees in crore)

Summary of Appropriation Accounts					(Rupees in crore)	
Sl. No.	Nature of expenditure	Original grant	Supplementary grant	Total	Actual expenditure	Savings(-) Excess (+)
1	Revenue Voted Charged	1,657.41 112.36	51.94 2.93	1,709.35 115.29	1,630.12 114.80	(-) 79.23 (-) 0.49
2	Capital Voted Charged	418.86	90.81	509.67	353.69	(-) 155.98
3	Public Debt Charged	40.35	18.67	59.02	83.72	(+) 24.70
4	Loans and Advances Voted Charged	0.72	-	0.72	0.53	(-) 0.19
<b>Total</b>		<b>2,229.70</b>	<b>164.35</b>	<b>2,394.05</b>	<b>2,182.86</b>	<b>(-) 211.19</b>

Details of persistent savings/excesses in a few selected grants/appropriations are given below:

### TREND OF EXPENDITURE ON SELECTED GRANTS SHOWING PERSISTENT SAVINGS/EXCESSES

(Rupees in crore)

GRANT NO./SECTION	Years	Total Allocation	Percentage of Savings
1. Food Security & Agriculture Development (Revenue)	2000-2001	25.95	34%
	2001-2002	23.44	22%
	2002-2003	22.80	28%
	2003-2004	19.14	14%
	2004-2005	20.65	4%
13. Forestry & Environment Management (Revenue)	2000-2001	20.48	8%
	2001-2002	28.72	4%
	2002-2003	32.54	24%
	2003-2004	23.20	6%
	2004-2005	25.55	13%
14. Health Care Human Services and Family Welfare (Revenue)	2000-2001	43.32	26%
	2001-2002	41.60	9%
	2002-2003	45.40	10%
	2003-2004	42.75	7%
	2004-2005	57.86	6%
17. Commerce and Industry (Capital)	2000-2001	3.22	4%
	2001-2002	8.08	4%
	2002-2003	4.20	27%
	2003-2004	4.78	60%
	2004-2005	7.54	16%
21. Judiciary (Revenue)	2000-2001	4.04	18%
	2001-2002	4.03	17%
	2002-2003	4.16	23%
	2003-2004	4.08	8%
	2004-2005	3.29	36%



## RECONCILIATION OF ACCOUNTS

Accuracy and reliability of accounts depend, among other things, on timely reconciliation of departmental figures with the accounts figures.

Before the annual accounts are finalised, all the Heads of the Departments and Controlling Officers are required to reconcile the departmental accounts figures with those booked by the Sr. Deputy Accountant General on quarterly basis in order to ensure that the figures as booked by the Sr. Deputy Accountant General are accurate. This also facilitates identification of errors, misclassification and proper budgetary/financial control of expenditure. The report of reconciliation by the controlling officers during the year 2004-2005 are as under:

Particulars	Total No. of Controlling Officers	Fully reconciled	Partially reconcile	Not at all reconcile
(i) Expenditure Accounts	48	48	NIL	NIL
(ii) Receipts Accounts	32	32	NIL	NIL

## SUBMISSION OF ACCOUNTS BY TREASURIES

There was a delay of 0 to 58 days, in receipt of accounts for the months of April 2004 to March 2005 from Treasuries (Chief Pay and Accounts Office).

34 Public Works Divisions and 12 Forest Divisions have submitted their accounts with delays ranging from 0 to 17 days. The fact of late receipt/non-receipt of monthly accounts was brought to the notice of the concerned authorities, as and when the delay occurred.

## CHAPTER-III

### TRENDS IN GOVERNMENT REVENUE AND EXPENDITURE

Trends in Government Revenue Receipts and Revenue Expenditure from 2000-2001 to 2004-2005 (5 years period) is given below.

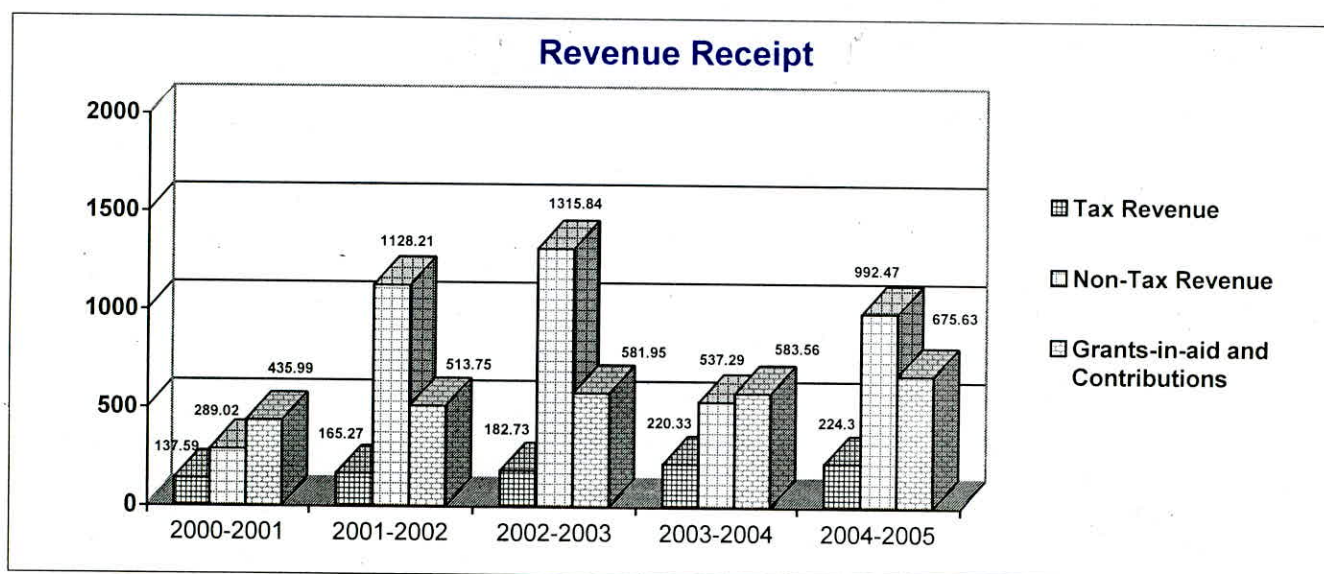
#### Revenue Receipts

(Rupees in crore)

Year	Tax Revenue	Non-Tax Revenue	Grants-in-aid and Contributions	Gross Revenue Receipts	GDP	Percentage of Gross Revenue Receipts to GDP
2000-2001	137.59	289.02	435.99	862.60	911 (P)	94.69%
2001-2002	165.22	1,128.21	513.75	1,807.18	977 (Q)	184.97%
2002-2003	182.73	1,315.84	581.95	2,080.52	1,153 (Q)	180.44%
2003-2004	220.33	537.29	583.56	1,341.18	1358 (Q)	98.76%
2004-2005	224.30	992.47	675.63	1,892.40	1,531(A)	123.64%

(P) Provisional (Q) Quickly arrived at and hence not final figure (A) Advance.

The Revenue Receipts over the last five years is shown in the Bar chart below :



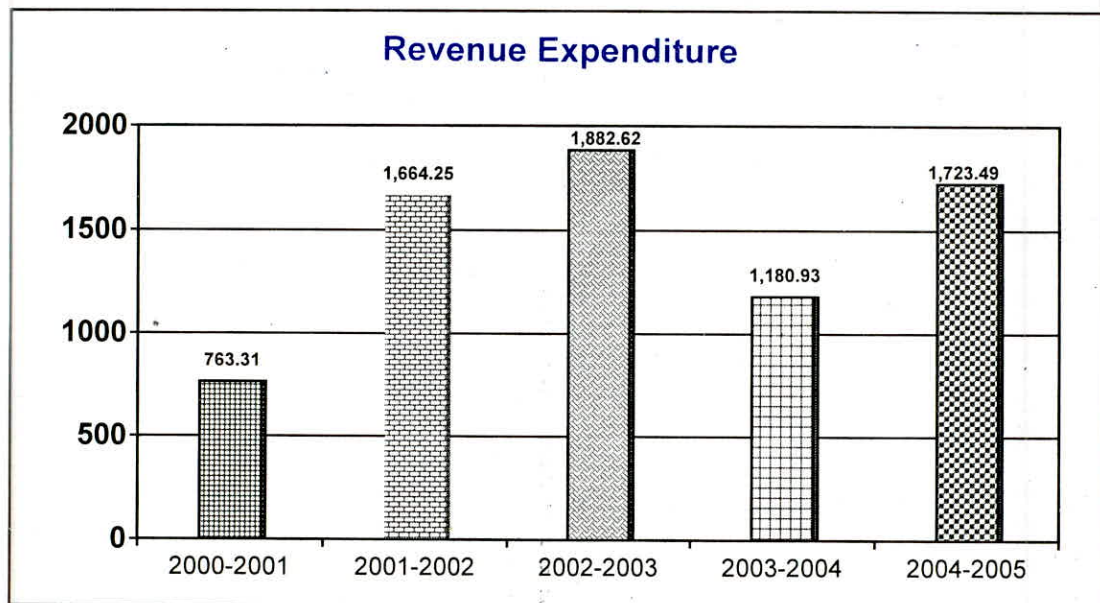
#### Revenue Expenditure

(Rupees in crore)

Year	Revenue Expenditure	Total Expenditure	GDP	Percentage increase/decrease over previous year			Percentage of Government Expenditure to GDP
				Revenue Expenditure	Total Expenditure	GDP	
2000-2001	763.31	914.57	911 (P)	(-) 49.45%	43.53%	8.45%	100.39%
2001-2002	1,664.25	1,875.16	977(Q)	118.03%	105.03%	7.24%	191.93%
2002-2003	1,882.62	2,091.67	1,153 (Q)	13.12%	11.55%	7.56%	181.41%
2003-2004	1,180.93	1,392.52	1,358 (Q)	(-) 37.27%	(-) 33.43%	17.78%	102.54%
2004-2005	1,723.49	2,077.71	1,531 (A)	45.94%	32.98%	12.74%	135.71%

(P) Provisional (Q) Quickly arrived at and hence not final figure (A) Advance.

The Revenue Expenditure over the last five years is shown in the Bar chart below :



The overall increase in the Government's revenue receipt and revenue expenditure during 2004-2005 compared to 2000-2001 have been Rs. 1,029.80 crores and Rs. 960.18 crores respectively was mainly due to more transaction under state run lotteries and Power Sector during the year. Growth in major areas of Revenue Expenditure is shown in the following table:-

(Rupees in crore)

Areas of expenditure	2000-2001	2001-2002	2002-2003	2003-2004	2004-2005	Percentage increase in 2004-2005 over the year 2000-2001
Interest Payments and Servicing of Debt	84.24	90.48	100.53	103.50	110.19	31%
Pension and Other Retirement Benefits.	18.26	21.29	29.18	39.82	30.77	69%
Miscellaneous General Services (State Lotteries)	223.95	1,058.09	1,173.48	442.25	881.11	293%
Administrative Services	63.66	66.51	82.58	81.54	90.78	43%
Social Services	192.49	226.67	238.74	262.84	306.64	59%
Agriculture and Allied Activities	59.81	69.40	71.73	69.48	86.70	45%
Energy	25.87	26.75	50.67	36.85	92.20	256%
Industries & Minerals	8.33	7.58	22.46	21.46	9.66	16%

### Government Accounts

The total expenditure (Revenue and Capital) for the year is netted against total receipts (Revenue and non-debt Capital receipts) of the year and the surplus/deficit thereof is transferred to a separate ledger called "Government Account". In addition, net effect of Prior Period Adjustments, Miscellaneous Government Accounts, etc, is also transferred to the ledger "Government Account". Thus, the ledger "Government Account" represents the cumulative surplus/deficit of the operations of the Government.

The details of the ledger "Government Accounts" for the past five years are given below:-

(Rupees in crore)

Year	Revenue Heads			Capital Heads			Other Heads (#)	Deficit for the year	Cumulative deficit/surplus at the end of the year			
	2			3						4	5	6
	(a)	(b)	(c)	(a)	(b)	(c)				(2c+3c+4)		
Receipts	Disbursements	Deficit/Surplus	Receipts	Disbursements \$	Deficit/Surplus	Deficit/Surplus						
2000-01	862.60	763.31	(+) 99.29	...	150.93	(-) 150.93	...	(-) 51.64	(-) 698.18			
2001-02	1,807.18	1,664.25	(+) 142.93	...	210.73	(-) 210.73		(-) 67.80	(-) 766.34 *			
2002-03	2,080.52	1,882.62	(+) 197.90	...	208.98	(-) 208.98		(-) 11.08	(-) 777.42			
2003-04	1,341.18	1,180.93	(+) 160.25	...	211.49	(-) 211.49	(-) 1.98	(-) 53.22	(-) 830.64			
2004-05	1,892.40	1,723.49	(+) 168.91	...	353.54	(-) 353.54	...	(-) 184.63	(-) 1015.27			

\* Difference of Rs. 0.36 crore was due to proforma correction under M.H. 1601 - in the respective year.

\$ Excluding disbursement under F – Loans and Advances.

# Miscellaneous Government Accounts.

## LIABILITIES

Liabilities of the State Government increased by Rs. 362.95 crore from Rs. 744.12 crore in 2000-2001 to Rs. 1,107.07 crore during 2004-2005. Public debt comprising internal debt of the State Government and loans and advances from the Central Government increased by Rs. 257.47 crore from Rs. 526.76 crore in 2000-2001 to Rs. 784.23 crore at the end of the current year. Article 293 of the Constitution of India empowers the State Government to borrow on the security of the Consolidated Fund of the State within such limits, if any, as may be fixed from time to time by the State Legislature. No such limit has been fixed by the State Legislature in respect of the State Government. Details of the Public Debt and total liabilities of the State Government are as under:

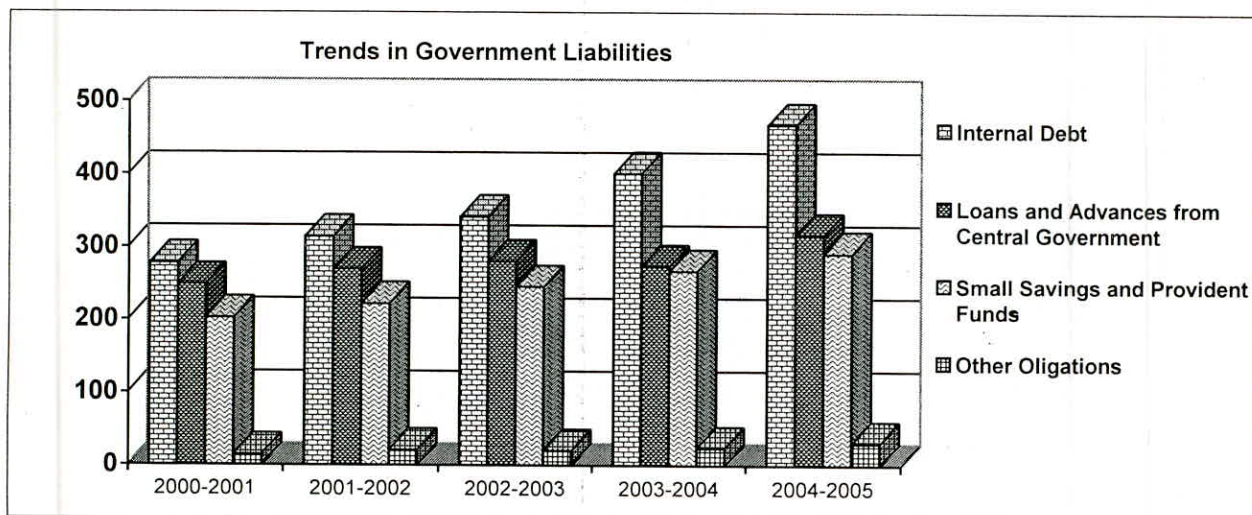
(Rupees in crore)

Year	Internal Debt	Loans & Advances from Central Government	Total Public Debt	Small Savings Insurance and Pension fund	Provident Funds	Other Obligations	Total Liabilities*	GDP	% of total liability to GDP
2000-2001	278.11	248.65	526.76	5.82	196.79	14.75	744.12	911 (P)	81.68%
2001-2002	314.21	269.72	583.93	6.85	215.27	21.16	827.21	977 (Q)	84.67%
2002-2003	341.32	280.80	622.12	8.12	237.45	20.45	888.14	1,251 (P)	70.99%
2003-2004	400.82	274.15	674.97	9.34	258.11	24.03	966.45	1,358 (Q)	71.17%
2004-2005	467.49	316.74	784.23	10.85	281.05	30.94	1,107.07	1,531 (A)	72.31%

(P) Provisional.

(Q) Quickly arrived at and hence not final figure.

(A) Advance.



### STATE PROVIDENT FUND

The details of transactions from the State Provident Fund are shown in the following table:  
(Rupees in crore)

Year	Opening Balance	Receipts *	Payments	Net accretion during the year	Closing Balance	Interest charged on balance of P.F
2000-2001	181.01	51.19	35.41	15.78	196.79	19.36
2001-2002	196.79	57.59	39.11	18.49	215.27	19.50
2002-2003	215.27	61.90	39.72	22.18	237.45	19.00
2003-2004	237.45	63.29	42.63	20.66	258.11	17.85
2004-2005	258.11	67.84	44.90	22.94	281.05	20.35

\* Figures includes interest accrued during the year.

### STATE GOVERNMENT EMPLOYEES GROUP INSURANCE FUND

From the 1<sup>st</sup> January 1994 the State Government Employees Group Insurance Scheme has been introduced by the government. The details of transactions for last five years from the insurance Fund are shown in the following table.

(Rupees in Crore)

Year	Opening Balance	Receipts*	Payments	Net accretion for the year	Closing Balance	Interest charged on balance of Group Insurance Fund
2000-2001	4.71	1.43	0.32	1.11	5.82	0.59
2001-2002	5.82	1.35	0.32	1.03	6.85	0.54
2002-2003	6.85	1.66	0.39	1.27	8.12	0.84
2003-2004	8.12	1.80	0.58	1.22	9.34	1.04
2004-2005	9.34	1.96	0.45	1.51	10.85	1.15

\* Figures includes interest accrued during the year.

## GUARANTEES

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

(Rupees in crore)

At the end of the year	Amount Guaranteed (Principal only)	Amount outstanding	
		Principal	Interest
2000-2001	82.33	104.61	N.A.
2001-2002	NIL	95.70	N.A.
2002-2003	10.00	95.70	N.A.
2003-2004	9.40	86.10	N.A.
2004-2005	NIL	82.47	N.A.

N.A. – not available

Guarantee to State Bank of India for grant of loan of Rs. 363.00 lakh to Sikkim Vanaspati Limited was settled during the year by paying Rs. 400.00 lakh to the State Bank of India as per the decree of the debt recovery tribunal Guwahati.

## WAYS AND MEANS ADVANCES

No agreement has so far been made by the State government with the Reserve Bank of India for the transaction of its banking business. As a result, no transactions (inter Government/State) are routed through the R.B.I. However, under a resolution made in the year 1968-69 with the State Bank of Sikkim (a State Undertaking), the Bank has been vested with the responsibility of receiving money on behalf of Government, making all Government payments and keeping custody of the balances of Government in current accounts as well as in fixed deposits that may be made through the branches of the Bank. For the purpose of meeting the resource gap the State Government takes Ways and Means Advances from the Government of India which is subsequently adjusted by Government of India while releasing grants-in-aid to the State Government.

The Ways and Means Advance drawn by the State Government from Government of India and its repayment/adjustment in the last five years are given below:-

(Rupees in crore)

Year	Amount of Ways and Means advance drawn from Government of India	Repayment/Adjustment	Outstanding at the end of the year
2000-2001	NIL	6.25	18.75
2001-2002	NIL	9.38	9.37
2002-2003	NIL	9.37	NIL
2003-2004	NIL	NIL	NIL
2004-2005	NIL	NIL	NIL

## GENERAL CASH BALANCES

The cash balance with the Government increased from Rs. 59.35 crore at the beginning of the year 2004-2005 to Rs. 81.58 crore at its end, the details of sources and application of funds being as follows :

### Cash flow Statement for the year

(Rupees in crore)

SOURCES			APPLICATION		
Sl. No	Items	Amount	Sl. No	Items	Amount
1	Opening cash balance	59.35	1	Revenue Expenditure	
				Non-Plan	1,485.47
				Plan	238.02
				Total	1,723.49
2.	State's share of Union Taxes	107.35			
3.	State's own revenue collection	1,109.42	2	Capital Expenditure	
				Non-Plan	-
				Plan	353.54
				Total	353.54
4.	Central grants/assistance other than loans	675.63	3	Loans and Advances repaid	40.07
5.	Miscellaneous receipts	-	4	Loans and Advances given	0.68
6.	Net Receipts from public debt, small savings, deposits and advances (Other than Central loans)	94.54			
7.	Receipts from Central loans	82.66	5	Closing cash balance	81.58
8.	Recoveries from borrowers	(-) 0.24			
9.	Net contribution from Contingency Fund	0.50			
10.	Net effect of adjustment of suspense and remittance balances & increase/decrease of Reserve Funds	70.15			
	<b>Total</b>	<b>2,199.36</b>		<b>Total</b>	<b>2,199.36</b>

Investments held in the Cash Balance Investment Account as on 31 March 2005 were 161.64 crore.

Other cash balances and investment comprising cash with departmental officers (Rs. 0.39 crore), permanent advances with departmental officers (Rs. 0.38 crore) and investment of earmarked funds (Rs. 58.43 crore) as on 31 March 2005 were Rs. 59.20 crore. There is an unreconciled difference of Rs 1.28 crore between State Bank of Sikkim and the Government Account.

## CONTINGENCY FUND

Contingency Fund of the State with a corpus of Rs. 1.00 crore is designed to meet contingencies. The following details will indicate the extent of use of this Fund during the year

(Rupees in crore)

	2000-2001	2001-2002	2002-2003	2003-2004	2004-2005
Number of withdrawals from Contingency Fund	5	3	2	2	4
Total withdrawals from Contingency Fund (Rs. In crore)	0.53	0.95	0.28	0.50	1.00
Withdrawals from Contingency Fund as a percentage to total Budget provision	0.05%	0.08%	0.01%	0.02%	0.05%









**Officers in the Office of the Accountant General (A&E), Sikkim, Gangtok, who may be contacted for detailed information on Accounts at a Glance**

Name and Designation of the Officer	Telephone Number	
Shri M. Dakshinamoorthy, Accountant General, Sikkim	Office	202854
		202643
Shri B. K. Mukherjee, Deputy Accountant General (A&E), Sikkim	Residence	202795
	Office	202458
	Residence	281255

