



GOVERNMENT OF NAGALAND

FINANCE ACCOUNTS

VOLUME - 1

2011-2012



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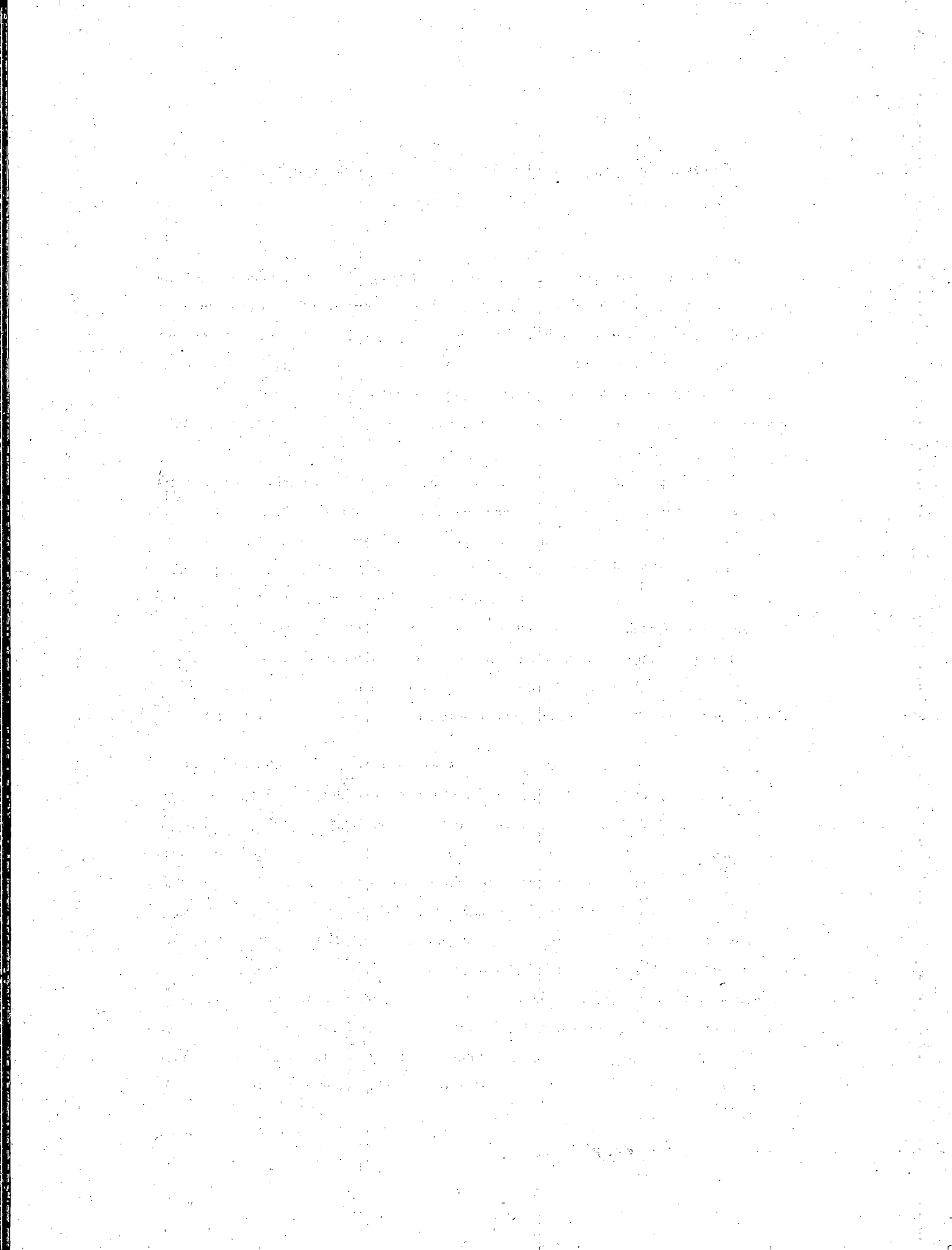
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Certificate of the Comptroller and Auditor General of India

This compilation containing the Finance Accounts of the Government of Nagaland for the year ending 31st March 2012 presents the financial position along with accounts of the receipts and disbursements of the Government for the year. These accounts are presented in two volumes, Volume-1 contains the consolidated position of the state of finances and Volume-II depicts the accounts in detail. 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 Nagaland and the statements received from the Reserve Bank of India. Statement (No. 9) and Appendices (V and part of VI) in this compilation have been prepared directly from the information received from the Government of Nagaland/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 Nagaland 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 preparation and submission of Annual Accounts to the State Legislature. My responsibility for the preparation 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 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.

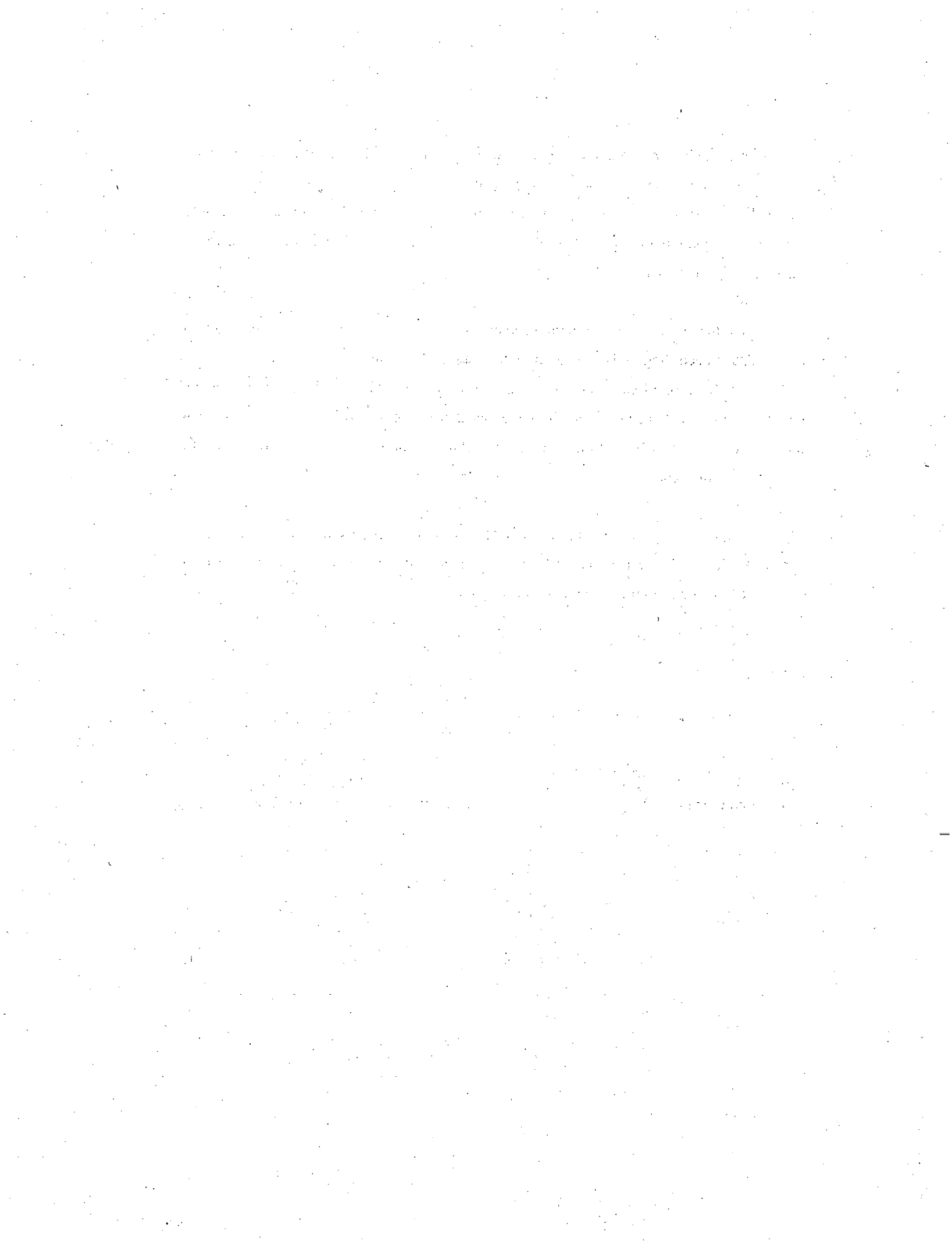
The audit was conducted in accordance with the Auditing Standards generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance that the accounts are free from material misstatement. An audit includes examination, on a test basis, of evidence relevant 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 financial position, and the receipts and disbursements of the Government of Nagaland for the year 2011-2012.

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 Nagaland being presented separately for the year ended 31st March 2012.

Date: 26 NOV 2012
Place: New Delhi


(VINOD RAI)
Comptroller and Auditor General of India



Guide to the Finance Accounts

A. BROAD OVERVIEW OF THE STRUCTURE OF GOVERNMENT ACCOUNTS

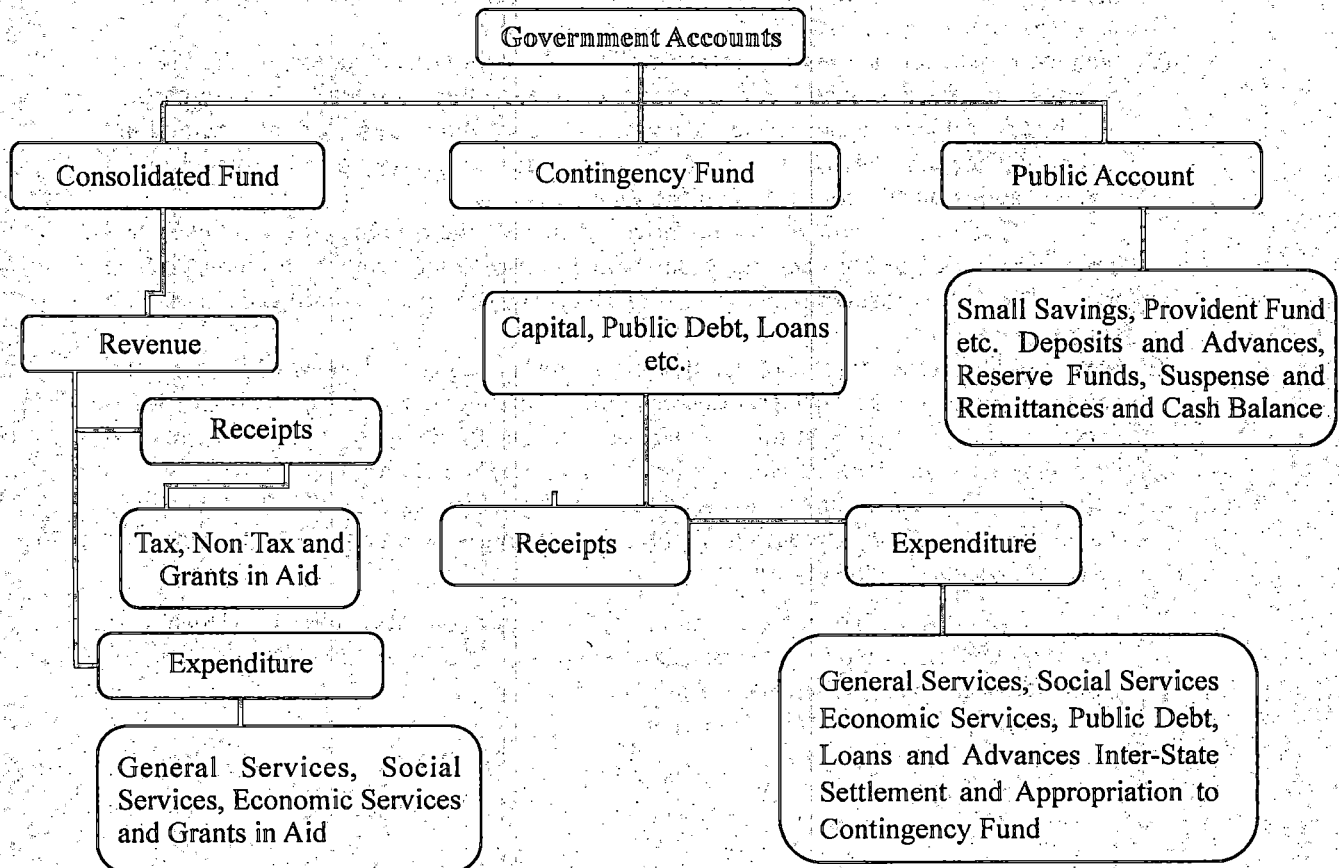
1. The Accounts of the Government are kept in three parts:

Part I: The Consolidated Fund: All Receipts and Expenditure on Revenue and Capital Account, Public Debt and Loans & Advances forms 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
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", "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 Cash Balances and Investments of Cash Balances.

Volume 2 comprises three parts:

Part I Volume 2: This 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 his 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 nine 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 of 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 of 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 is depicted in this statement.
- 18 Detailed Statement on Contingency Fund and 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: This part 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 number of appendices depicted below is not exhaustive.

Parameter	Summary Statements (Volume 1)	Summary Statements (Volume 2)	Detailed Statements (Volume 2)	Appendices
Revenue Receipts (including Grants received)	2,3	-	11	-
Revenue Expenditure	2,4	-	12	II (Salary), III (Subsidy)
Grants-In-Aid given by the Government	2	8	-	IV (Grants-in-aid)
Capital receipts	2,3	-	11	-
Capital expenditure	1,2,4	5	13,17	-
Loans and Advances given by the Government	1,2,4	7	16,17	-
Debt Position/Borrowings	1,2	6	15	-

Investments of the Government in Companies, Corporations etc	1	-	13, 14	I (Cash balances and Investment of Cash balances)
Cash	1,2	-	-	I, VIII
Balances in Public Account and investments thereof	1,2	-	18, 19	VIII
Government Guarantees	-	9	-	-
Schemes	-	-	-	V (Externally Aided Projects), VI (Plan Schemes), VII (Direct transfer of Central funds)
Maintenance Expenditure	-	-	-	XI
Charged and Voted Expenditure	-	10	12,13	-

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 of ₹)

Asset ¹	Reference (Sl.No.)		As at 31 st March 2012	As at 31 st March 2011
	Notes to Accounts	Statement		
Cash				
(i) Cash in Treasuries and Local Remittance	0.00	0.00
(ii) Departmental Balances	...	18	3,75.65	3,06.56
iii) Permanent Imprest	0.00	0.00
✓(iv) Cash Balance Investments	...	18	0.00	2,73.82
(v) Deposits with Reserve Bank of India (If credit balance include here with minus sign)	6	2, Appendix I & VIII	(-) 1,98.86	(-) 6,02.70
✓(vi) Investments from Earmarked Funds	...	18,19	1,51.40	1,22.40
Capital Expenditure				
✓(i) Investments in shares of Companies, Corporations, etc.	...	13,14	2,28.01	2,13.41
(ii) Other Capital Expenditure	...	5,13	93,76.52	81,41.73
Contingency Fund (unrecouped)	0.00	0.00
Loans and Advances	...	7,16	26.12	25.80
Advances with departmental officers	...	18	1.00	1.01
Suspense and Miscellaneous Balances ²	...	18	87.62	93.17
Remittance Balances	...	18	9,69.07	8,35.27
Cumulative excess of expenditure over receipts	0.00	0.00
Total -	110,16.53	94,10.47

1. The figures of assets and liabilities are cumulative figures. Please also see note 1 (ii) in the section 'Notes to Accounts'.
2. In this statement the line item 'Suspense and Miscellaneous Balances' does not include 'Cash Balance Investment Account', 'Departmental Balances' & 'Permanent Imprest' which are included separately above, though the latter form part of this sector elsewhere in these Accounts.
3. Increased/Decreased by ₹ 0.01 crore due to computerised rounding.

1. STATEMENT OF FINANCIAL POSITION

(In crore of ₹)

Liabilities	Reference (Sl.No.)		As at 31 st March 2012	As at 31 st March 2011
	Notes to Accounts	Statement		
Borrowings (Public Debt)				
(i) Internal Debt	...	6,15	45,71.33	40,33.56
(ii) Loans and Advances from Central Government				
Non Plan Loans	...	6,15	17.57	18.75
Loans for State Plan Schemes	...	6,15	2,34.66	2,54.23
Loans for Central Plan Schemes	...	6,15	0.20	0.05
Loans for Centrally Sponsored Plan Schemes	...	6,15	24.68	20.30
Other loans	...	6,15	12.00	13.27
Contingency Fund (corpus)	0.35	0.35
Liabilities on Public Account				
(i) Small Savings, Provident Funds, etc ³	...	18	6,10.43	5,74.01
(ii) Deposits	...	18	11,68.42	8,58.78
(iii) Reserve Funds	...	18	1,20.58	91.58
(iv) Remittance Balances	0.00	0.00
(v) Suspense and Miscellaneous Balances	0.00	0.00
Cumulative excess of receipts over expenditure³	...	17 {footnote (b)}	42,56.31	35,45.59
Total -	110,16.53	94,10.47

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

2. STATEMENT OF RECEIPTS AND DISBURSEMENTS

(In crore of ₹)

Receipts			Disbursements		
	2011-2012	2010-2011		2011-2012	2010-2011
Part-I Consolidated Fund					
Section-A: Revenue					
Revenue Receipts			Revenue Expenditure		
Tax Revenue (raised by the State)	3,03.88	2,27.32	Salaries ¹	22,83.75	20,33.93
Non-Tax Revenue			Subsidies	0.00	20.55
			Grants-in-aid ²	1,51.90	1,02.89
Interest Receipts	9.62	14.35	General Services		
Others	2,23.33	1,68.79	Interest Payment and service of Debt	4,46.39	3,94.33
Total	2,32.95	1,83.14	Pension	5,86.68	3,35.97
Share of Union Taxes/Duties	8,03.20	6,89.46	Others	4,06.54	3,05.04
			Total	14,39.61	10,35.34
			Social Services	2,13.32	3,15.81
Grants from Central Government	42,46.35	39,00.07	Economic Services	7,87.08	6,79.32
			Compensation and assignment to Local Bodies and PRIs	0.00	0.00
Revenue Deficit	0.00	0.00	Revenue Surplus	7,10.72	8,12.15
Section-B: Capital					
Capital Receipts	0.00	0.00	Capital Expenditure		
			Salaries	0.00	0.00
			General Services	2,35.75	2,17.17
			Social Services	3,38.77	3,06.09
Recoveries of Loans and Advances	2.44	2.31	Economic Services	6,74.87	5,99.68
			Loans and Advances disbursed		
			General Services	0.00	0.00
			Social Services	0.00	0.00
			Economic Services	2.42	4.03
			Loans to Govt. Servants & Misc. Loans	0.33	0.09

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 'Social', 'General' and 'Economic' services does not include expenditure on salaries, subsidies and grants in aid (explained in footnote 2).
2. Grants in Aid 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 Local Bodies which is depicted as a separate line item 'Compensation and assignment to Local Bodies and PRIs'. Grants-in-aid comprises the total of the dedicated object head (09) across all Major Heads and totals of minor heads 190 and 191.

2. STATEMENT OF RECEIPTS AND DISBURSEMENTS

(In crore of ₹)

Receipts			Disbursements		
	2011-2012	2010-2011		2011-2012	2010-2011
Public Debt Receipts			Repayment of Public Debt		
Internal Debt # (market loans etc.)	12,97.88	4,63.35	Internal Debt # (market loans etc.)	7,60.10	2,38.27
Loans from GOI	20.97	0.00	Loans from GOI	38.47	22.88
Total Receipts Consolidated Fund	69,07.67	54,65.65	Total Expenditure Consolidated Fund	69,26.37	55,76.05
Deficit in Consolidated Fund	18.70	1,10.40	Surplus in Consolidated Fund	0.00	0.00
Part II Contingency Fund					
Contingency Fund	0.00	0.00	Contingency Fund	0.00	0.00

Part III Public Account³

Small Savings	1,96.97	1,91.57	Small Savings	1,60.54	1,03.10
Reserve & Sinking Funds	37.50	41.27	Reserve & Sinking Funds	37.50	41.27
Deposits	7,02.38	5,28.18	Deposits	3,92.75	4,47.92
Advances	15.73	17.54	Advances	15.72	17.42
Suspense and Misc.	56,37.60	85,98.27	Suspense and Misc. ⁴	54,27.33	85,57.65
Remittance	16,42.51	14,72.11	Remittance	17,76.31	15,74.54
Total Receipts Public Account	82,32.69	108,48.94	Total Disbursements Public Account	78,10.15	107,41.90
Deficit in Public Account	0.00	0.00	Surplus in Public Account	4,22.53	1,07.04
Opening Cash Balance	(-)-6,02.70	(-)-5,99.34	Closing Cash Balance	(-)-1,98.86	(-)-6,02.70
Increase in Cash Balance	0.00	0.00	Decrease in Cash Balance	4,03.84	3.36

3. For details please refer to statement 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 18.

Includes receipts of ₹7.53 crore and ₹21.25 crore and payment of ₹4.98 crore and ₹3.91 crore for the year 2011-2012 and 2010-2011 respectively pertaining to NSSF transaction.

Increased/ Decreased by ₹ 0.01 crore due to computerized rounding.

3. STATEMENT OF RECEIPTS
I – CONSOLIDATED FUND

Description	(In crore of ₹)	
	Actual 2011-2012	2010-2011
A. Tax Revenue		
A.1 Own Tax Revenue		
Taxes on Income Other than Corporation Tax	0.00	0.00
Hotel Receipts Taxes	0.00	0.00
Other Taxes On Income and Expenditure	27.02	24.57
Land Revenue	0.68	0.59
Stamps and Registration Fees	1.85	1.35
Taxes on Immovable Property Other than Agricultural Land	0.01	0.00
Customs	0.00	0.00
State Excise	3.36	3.00
Taxes On Sales, Trade Etc.	2,31.12	1,67.22
Taxes on Vehicles	34.58	23.92
Taxes on Goods and Passengers	4.85	6.62
Taxes on Duties and Electricity	0.04	0.05
Other Taxes and Duties on Commodities and Services	0.37	0.00
A.2 Share of Net Proceeds of Taxes		
Corporation Tax	3,16.26	2,69.56
Taxes on Income Other than Corporation Tax	1,60.65	1,42.45
Other Taxes on Income and Expenditure	0.00	0.00
Land Revenue	0.00	0.00
Taxes on Wealth	1.22	0.55
Customs	1,39.31	1,20.60
Union Excise Duties	90.14	87.74
Taxes on Sales, Trade etc.	0.00	0.00
Service Tax	95.62	68.56
Other Taxes and Duties on Commodities and Services	0.00	0.00
Total -A.	11,07.08	9,16.78
B. Non-Tax Revenue		
Interest Receipts	9.62	14.35
Miscellaneous General Services	29.01	12.43
Power	94.28	74.01
Road Transport	12.90	11.55
Forestry and Wild Life	8.87	10.18
Housing	4.38	3.63
Co-operation	3.54	0.34
Roads and Bridges	2.53	2.28
Other Administrative Services	2.38	2.90
Others	65.44	51.47
TOTAL -B.	2,32.95	1,83.14

3. STATEMENT OF RECEIPTS – Concl'd.
II – GRANTS FROM GOVERNMENT OF INDIA

Description	(In crore of ₹)	
	Actual 2011-2012	2010-2011
C. Grants		
Grants-in-Aid from Central Government		
Non Plan – Grants		
Grants under the proviso of the Article 275 (1) of the Constitution	23.01	20.47
Grants towards contribution to State Disaster Relief Fund	1.00	2.24
Grants under National Calamity Contingency Fund	0.00	0.00
Other Grants	28,17.15	26,35.57
Grants for State/Union Territory Plan Schemes		
Block Grants (of which EAP)	0.00	0.00
Grants under the proviso to Article 275 (1) of the Constitution	0.00	0.00
Grants for Central Road Fund	11.53	2.17
Other Grants	9,73.67	9,34.15
Grants for Central Plan Schemes		
Other Grants	39.98	8.83
Grants for Centrally Sponsored Plan Schemes		
Other Grants	2,95.46	2,48.07
Grants for Special Plan Schemes		
Other Grants	84.55	48.57
TOTAL -C.	42,46.35	39,00.07
TOTAL REVENUE RECEIPTS (A+B+C)	55,86.38	49,99.99

III – CAPITAL, PUBLIC DEBT AND OTHER RECEIPTS

Description	(In crore of ₹)	
	Actual 2011-2012	2010-2011
D. Capital Receipts		
Disinvestment proceeds	0.00	0.00
Others	0.00	0.00
TOTAL -D.	0.00	0.00
E. Public Debt		
Internal Debt		
Market Loans	5,04.99	3,55.36
Ways & Means Advances from the RBI	6,46.63	0.00
Bonds	0.00	0.00
Loans from Financial Institution	1,38.73	86.74
Special Securities issued to National Small Savings Fund	7.53	21.25
Other Loans	0.00	0.00
Loans and Advances from Central Government		
Non Plan Loans	0.00	0.00
Loans for State Plan Schemes	15.87	0.00
Loans for Central Plan Schemes	0.00	0.00
Loans for Centrally Sponsored Plan Schemes	5.10	0.00
Other Loans	0.00	0.00
TOTAL -E.	13,18.85	4,63.35
F. Loans and Advances by State Government (Recoveries)¹	2.44	2.31
G. Inter-State Settlements	0.00	0.00
TOTAL RECEIPTS IN CONSOLIDATED FUND² (A+B+C+D+E+F+G)	69,07.67	54,65.65

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

2. Details are in Statement 11, 15 and 16 in Volume 2.

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

A. EXPENDITURE BY FUNCTION

(In crore of ₹)

	Description	Revenue	Capital	L & A	Total
A.	GENERAL SERVICES				
A.1	Organs of State				
	Parliament/State/Union Territory Legislature.	15.18	0.00	0.00	15.18
	President, Vice-President/Governor/Administrator of Union Territories	3.70	0.00	0.00	3.70
	Council of Ministers	8.10	0.00	0.00	8.10
	Administration of Justice	21.58	0.00	0.00	21.58
	Elections	10.99	0.00	0.00	10.99
A.2	Fiscal Services				
	Land Revenue	17.79	0.00	0.00	17.79
	Stamps and Registration	0.25	0.00	0.00	0.25
	State Excise	12.57	0.00	0.00	12.57
	Taxes on Sales, Trade etc	10.29	0.00	0.00	10.29
	Taxes on Vehicles	5.39	0.00	0.00	5.39
	Other Taxes and Duties on Commodities and Services	2.05	0.00	0.00	2.05
	Other Fiscal Services	0.04	0.00	0.00	0.04
A.3	Interest payment and servicing of Debt				
	Appropriation for reduction or avoidance of Debt	29.00	0.00	0.00	29.00
	Interest Payment	4,17.39	0.00	0.00	4,17.39
A.4	Administrative Services				
	Public Service Commission	3.59	0.00	0.00	3.59
	Secretariat General Services	75.46	0.00	0.00	75.46
	District Administration	85.91	0.00	0.00	85.91
	Treasury and Accounts Administration	24.18	0.00	0.00	24.18
	Police	8,30.33	67.59	0.00	8,97.92
	Jails	19.32	0.00	0.00	19.32
	Stationery and Printing	13.22	0.00	0.00	13.22
	Public Works	76.72	1,68.16	0.00	2,44.88
	Other Administrative Services	45.11	0.00	0.00	45.11
A.5	Pensions and Miscellaneous General Services				
	Pensions and Other Retirement benefits	5,86.67	0.00	0.00	5,86.67
	Miscellaneous General Services	3.44	0.00	0.00	3.44
	Total GENERAL SERVICES :	23,18.27	2,35.75	0.00	25,54.02
B.	SOCIAL SERVICES				
B.1	Education, Sports, Art and Culture				
	General Education	6,29.29	1,04.73	0.00	7,34.02
	Technical Education	9.32	0.00	0.00	9.32
	Sports and Youth Services	23.92	0.00	0.00	23.92
	Art and Culture	13.62	0.00	0.00	13.62
B.2	Health and Family Welfare				
	Medical and Public Health	2,17.80	41.39	0.00	2,59.19
	Family Welfare	19.28	0.00	0.00	19.28
B.3	Water Supply, Sanitation, Housing and Urban Development				
	Water Supply and Sanitation	35.52	41.67	0.00	77.19
	Housing	7.90	64.18	0.00	72.08
	Urban Development	9.15	68.73	0.00	77.88
B.4	Information and Broadcasting				
	Information and Publicity	21.68	0.37	0.00	22.05

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

(In crore of ₹)

	Description	Revenue	Capital	L & A	Total
B.5	Welfare of Schedule Castes, Schedule Tribes and Other Backward Classes				
	Welfare of Scheduled Castes, Scheduled Tribes and Other Backward Classes	17.98	0.00	0.00	17.98
B.6	Labour and Labour Welfare				
	Labour and Employment	21.46	0.00	0.00	21.46
B.7	Social Welfare and Nutrition				
	Social Security and Welfare	79.49	12.33	0.00	91.82
	Nutrition	38.95	0.00	0.00	38.95
	Relief on Account of Natural Calamities	0.11	0.00	0.00	0.11
B.8	Others				
	Other Social Services	0.00	5.37	0.00	5.37
	Secretariat Social Services	8.65	0.00	0.00	8.65
	Total SOCIAL SERVICES :	11,54.12	3,38.77	0.00	14,92.89
C.	ECONOMIC SERVICES				
C.1	Agriculture and Allied Activities				
	Crop Husbandry	1,42.11	15.24	0.00	1,57.35
	Soil and Water Conservation	43.17	0.39	0.00	43.56
	Animal Husbandry	57.14	26.55	0.00	83.69
	Dairy Development	1.60	0.00	0.00	1.60
	Fisheries	26.24	1.00	0.00	27.24
	Forestry and Wild Life	51.24	26.82	0.00	78.06
	Food Storage and Warehousing	12.95	5.03	0.00	17.98
	Agricultural Research and Education	12.34	0.00	0.00	12.34
	Co-operation	17.00	4.28	2.42	23.70
C.2	Rural Development				
	Special Programmes for Rural Development	12.98	0.00	0.00	12.98
	Rural Employment	27.35	0.00	0.00	27.35
	Other Rural Development Programmes	54.96	0.00	0.00	54.96
C.3	Special Areas Programmes				
	North Eastern Areas	16.99	43.88	0.00	60.87
	Other Special Areas Programmes	79.19	48.45	0.00	1,27.64
C.4	Irrigation and Flood Control				
	Minor Irrigation	1,31.94	0.47	0.00	1,32.41
C.5	Energy				
	Power	2,92.06	83.78	0.00	3,75.84
	Non-Conventional Sources of Energy	2.35	2.06	0.00	4.41
C.6	Industry and Minerals				
	Village and Small Industries	58.70	0.40	0.00	59.10
	Non-ferrous Mining and Metallurgical Industries	15.29	14.12	0.00	29.41
C.6	Industry and Minerals				
	Capital Outlay on Telecommunication & Electronic Industries	0.00	0.02	0.00	0.02
	Capital Outlay on Consumer Industries	0.00	24.03	0.00	24.03
C.7	Transport				
	Civil Aviation	14.69	1.20	0.00	15.89
	Roads and Bridges	1,41.88	3,45.81	0.00	4,87.69
	Road Transport	42.52	5.45	0.00	47.97
C.9	Science, Technology and Environment				
	Other Scientific Research	7.09	0.00	0.00	7.09

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

(In crore of ₹)

	Description	Revenue	Capital	L & A	Total
C.10	General Economic Services				
	Secretariat Economic Services	98.76	0.00	0.00	98.76
	Tourism	8.20	16.32	0.00	24.52
	Census, Surveys and Statistics	27.02	0.00	0.00	27.02
	Other General Economic Services	7.51	9.57	0.00	17.08
	Total ECONOMIC SERVICES :	14,03.27	6,74.87	2.42	20,80.56
D.	GRANTS-IN-AID AND CONTRIBUTIONS				
	Total GRANTS-IN-AID AND CONTRIBUTIONS :	0.00	0.00	0.00	0.00
E.	PUBLIC DEBT				
	Internal Debt of the State Government			7,60.10	7,60.10
	Loans and Advances from the Central Government			38.47	38.47
	Total PUBLIC DEBT :			7,98.57	7,98.57
F.	LOANS AND ADVANCES				
	Loans to Government Servants etc.			0.33	0.33
	Total LOANS AND ADVANCES :			0.33	0.33
	Total CFS Expenditure :	48,75.66	12,49.39	8,01.32	69,26.37

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

B. EXPENDITURE BY NATURE

(In crore of ₹)

Object of Expenditure	2011-2012			2010-2011			2009-2010		
	Rev.	Cap.	Total	Rev.	Cap.	Total	Rev.	Cap.	Total
Salaries	22,83.75	0.00	22,83.75	20,33.93	0.00	20,33.93	14,42.85	0.00	14,42.85
Office Expenses	55.21	0.00	55.21	1,27.73	0.00	1,27.73	1,57.66	0.18	157.84
Motor Vehicles	97.65	0.08	97.73	47.50	0.09	47.59	1,00.10	0.20	1,00.30
Maintenance & Repairs/ Tools & Plants	1,12.09	29.66	1,41.75	50.81	0.00	50.81	77.84	0.00	77.84
Other Charges	41.59	30.38	71.97	74.36	21.51	95.87	58.06	25.96	84.02
Material & Supply	51.67	0.00	51.67	1,42.70	0.00	1,42.70	77.33	0.00	77.33
Grants-in-Aid/Contributions	1,51.90	12.82	1,64.72	1,02.89	0.00	1,02.89	69.60	0.00	69.60
Wages	72.48	0.00	72.48	47.11	0.00	47.11	63.59	0.00	63.59
Scholarships	29.00	0.00	29.00	38.23	0.00	38.23	46.26	0.00	46.26
Machinery & Equipments	47.92	0.15	48.07	46.71	0.10	46.81	44.34	0.15	44.49
Travel Expenses	43.03	0.00	43.03	48.24	0.00	48.24	43.70	0.00	43.70
POL	22.54	0.00	22.54	63.35	0.00	63.35	27.08	0.00	27.08
Rent, Rates & Taxes	12.75	0.04	12.79	28.78	0.00	28.78	25.73	0.00	25.73
Minor Works	14.97	0.00	14.97	32.36	0.00	32.36	15.12	0.00	15.12
Subsidy	0.00	0.00	0.00	20.55	0.00	20.55	0.00	0.00	0.00
Land Compensation	30.00	0.00	30.00	0.00	0.00	0.00	0.00	0.00	0.00
Works	15.17	0.00	15.17	0.00	0.00	0.00	0.00	0.00	0.00
Other District Roads	0.00	3,02.02	3,02.02	0.00	0.00	0.00	0.00	0.00	0.00
Ration	36.34	0.00	36.34	0.00	0.00	0.00	0.00	0.00	0.00
Accommodation of Security Forces	13.44	0.00	13.44	0.00	0.00	0.00	0.00	0.00	0.00
Gender Budgeting	12.82	0.00	12.82	0.00	0.00	0.00	0.00	0.00	0.00
Rashtriya Krishi Vikas Yojna (RKVY)	42.54	0.00	42.54	0.00	0.00	0.00	0.00	0.00	0.00
Local Area Development Programme (LADP)	60.00	0.00	60.00	0.00	0.00	0.00	0.00	0.00	0.00
Others	16,77.63	8,74.24	25,51.87	13,21.70	11,01.24	24,22.94	10,35.09	9,63.04	19,98.13
Total :	49,24.49	12,49.39	61,73.88	42,26.95	11,22.94	53,49.89	32,84.35	9,89.53	42,73.88
Deduct Recoveries	48.83	0.00	48.83	39.11	0.00	39.11	31.91	0.00	31.91
GRAND TOTAL :	48,75.66	12,49.39	61,25.05	41,87.84	11,22.94	53,10.78	32,52.44	9,89.53	42,41.97

Notes to Accounts

1. Summary of significant accounting policies

(i) **Entity and Accounting period:** These accounts present the transactions of the Government of Nagaland for the period 1st April 2011 to 31st March 2012.

(ii) **Basis of Accounting:** With the exception of some book adjustments (note below) the accounts represent the actual cash receipts and disbursements during the account period. Assets are valued at historical cost and Government investments etc. is shown at historical cost. Physical assets are not depreciated or amortised. The losses of physical assets at the end of its life is 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 the employees is not included in the accounts. However, the retirement benefits disbursed during the accounts period have been reflected under Major Head 2071 in statement No.12.

The expenditure on "Pension and other retirement benefits to State Government employees during the year was ₹ 5,86.68 crore being 12.03 % of total revenue-expenditure. The Government of Nagaland has introduced the New Pension Scheme w.e.f 1st January 2010. An amount of ₹ 3.48 crore towards employee's and employer's shares has been deposited under the Major Head – 8342 – Other Deposits – 117 – Defined Contribution Pension Scheme for Government employees during the year. The State Government liability on this account on 31st March 2012 was ₹ 3.65 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. Booking under Minor Head 800 – "Other Receipts" and "Other Expenditure"

₹10,29.89 crore under 29 Revenue and Capital Major Heads of accounts on expenditure side (representing functions of the Government) was classified under Minor Head "800 – Other Expenditure" in the accounts constituting about 79.52 % of the total expenditure (Revenue and Capital) recorded under the respective Major Heads. Similarly ₹ 35,05.99 crore under 43 Revenue Major Heads of accounts on receipts side was classified under Minor Head "800 – Other Receipts" in the accounts constituting about 77.71 % of the total Revenue Receipts.

Major Heads with substantial Receipts/Expenditures classified as under Minor Heads- '800- Other Receipts/Expenditures' are detailed in Annexure 'C' and 'D' to the Notes to Accounts.

3. Unadjusted Abstract Contingency Bills (A.C. Bills)

The drawing and Disbursing Officers are authorised to draw sums of money by preparing Abstract Contingency Bill by debiting Service Heads, and they are required to present Detailed Contingency Bill (voucher in support of final expenditure) in all these cases. The controlling officers shall dispatch all detailed bills so as to reach the Office of the Accountant General not later than 25th of the month following that to which they relate. The status of outstanding Abstract Contingent Bills is as detailed below:

(In crore of ₹)

Year	Total Amount drawn during the year	DCC bills wanting	Percentage of Outstanding Amount	No. of Pending AC Bills
Upto 2008-2009	17.24	10.56	61.25	21
2009-2010	10.13	3.56	35.14	37
2010-2011 ¹	14.43	12.47	86.42	18
2011-2012	65.69	54.65	83.19	42
Total :-	107.49	81.24	75.58	118

During the year 2011-12, 29 AC bills amounting to ₹ 4.10 crore were cleared.

4. Reconciliation of Receipts and Expenditure

All the Drawing and Disbursing Officers are required to reconcile the Receipts and Expenditure with the figures accounted by the Accountant General (A&E). In respect of post rendering of Accounts to the Accountant General (A&E) any rectification shall be referred to the District Controlling Officers/Chief Controlling Officers (CCOs). Out of 82 CCOs for Receipt Heads, 79 CCOs have reconciled fully, 1 CCO reconciled partially and 2 CCOs have not reconciled at all. Out of 82 CCOs for Expenditure Heads, 79 CCOs have reconciled fully, 1 CCO reconciled partially and 2 CCOs have not reconciled at all. Thus, reconciliation has been completed in respect of 98 % of CCOs.

However, the quantum of expenditure reconciled was for a value of ₹ 64,67.78 crore as against the total Expenditure (Revenue and Capital Heads) of ₹ 69,26.37 crore which works out to 93.38 % . On the receipt side the amount reconciled was a value of ₹ 68,13.10 crore as against the total receipts (Revenue and Capital Heads) of ₹ 69,07.67 crore which works out to 98.63 % .

5. Reconciliation of Cash balances

Cash balance (Deposits with RBI) reflected in the accounts is ₹ 1,98.86 crore (Debit). The balance reported by Reserve Bank of India as on 31st March, 2012 is ₹ 37.12 crore (Debit). At the end of March 2012 accounts, there was a net difference of ₹ 1,61.74 crore (Debit). The difference is mainly due to the discrepancy in figures indicated by the agency banks in Verified Date-wise Monthly Statements (VDMS) and those reported to Reserve Bank of India by agency banks.

6. 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. Guarantees constitute contingent liabilities on the revenues of the State. In order to provide for sudden discharge of the State's obligations on Guarantees, ₹ 1.00 crore has been transferred to Guarantee Redemption Fund and the same amount has been paid from the Fund during 2011-2012. No other information has been furnished by the Government (August 2012).

The total of the debt and risk weighted outstanding guarantees were to the extent of ₹ 65.22 crore against total Revenue Receipts of ₹ 55,86.38 crore as on 31st March, 2012 which was 1.17%.

7. Loans and Advances: In respect of Loans and Advances for which detailed accounts are kept by the State Government department, information about overdue amounts as on 31st March 2012 was not received. Constant efforts are being made to obtain the complete information.

¹ Figures differ from those shown in the Finance Accounts for 2010-11, as information regarding some of the AC Bills were left out (although compiled/accounted for in accounts) last year. These have been included now in this table.

8. Suspense and Remittance Heads:

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 balance separately under the various heads. The analysis of Suspense balance has been given in Annexure to Statement No.18 in volume 2. The position of gross figures under major suspense heads for last three years are given in Annexure 'E' to the Notes to Accounts.

9. Central Plan/ Centrally Sponsored Schemes: The amount released by Central Government and matching contribution made by State Government for Centrally Sponsored Schemes/Central Plan Scheme has been shown in Annexure "F" to the Notes of Accounts pointing out the deficit or excess contributed by the State.

10. Outstanding balances under the head 'Cheques and Bills':

This head is an intermediary accounting head for initial record of transactions which are eventually to be cleared. When the Cheque is issued the functional head is debited and the Major Head 8670-Cheques and Bills is credited. On clearance of the cheque by the bank, the minus credit is given to Major Head 8670-Cheques and Bills by crediting the Major Head -8675-Deposits with Reserve Bank and thereby reducing the cash balance of the Government. Thus the outstanding balance under the Major Head 8670-Cheques and Bills represents the amount of un-encashed cheques.

As on 31-03-2012, there was an outstanding balance (cumulative) of ₹ 0.16 crore and to this extent the Government Cash Balance of ₹(-)1,98.86 crore (Deposit with the Reserve Bank of India) stands over-stated.

11. Transfer of Funds to Personal Deposit (PD) Accounts- Government is authorized to open P D Accounts in order to deposit money by transferring funds from the Consolidated Fund for discharging liabilities of the Government arising out of special enactments. The Administrators are required to close such accounts on the last working day of the Financial year and transfer the unspent balances back to the Government Accounts (Consolidated Fund) and, if necessary the PD Accounts may be opened again next year. Transfer of fund to PD Accounts is booked as expenditure in the Consolidated Fund (service Major Heads) of the State. The status of the PD Accounts as on 31.03.2012 is as under:

Sl. No	Particulars	Nos.	Amount involved (₹ in crore)
1.	PD Accounts existing at the beginning of the year 2011-12	Information awaited from the State Govt.	0.02
2.	PD Accounts opened during the year 2011-12	Information awaited from the State Govt.	Information awaited from the State Govt.
3.	PD Accounts closed at the end of the year 2011-12	Information awaited from the State Govt.	Information awaited from the State Govt.
4.	PD Accounts existing at the close of the year 2011-12	Information awaited from the State Govt.	0.02

12. Position of timely rendition of accounts:

It has been observed that there is delay on the part of Accounts Rendering Units (ARU) of the Government of Nagaland, in submission of initial monthly accounts to the Accountant General (A&E), Nagaland, Kohima within the prescribed due date i.e. 5th of the following month in the case of Divisional Accounts (Works/Forest etc.) and 10th of the following month in the case of Treasuries and Sub-Treasuries to which the accounts relate.

The status of ranges of delay in submission of Accounts to the AG (A&E), Nagaland, Kohima for the year 2011-2012 is detailed below:

Range of delay in rendition of Treasury A/cs to A.G.	Range of delay in rendition of Department of Public Works A/cs to A.G.	Range of delay in rendition of Department of Forest A/cs to A.G.	Range of delay in rendition of Department of Soil Conservation A/cs to A.G.
15-20 days	20-25 days	20-25 days	Same is received with Treasury Accounts.

This delay in submission of accounts by the Accounts Rendering Units led to delay in preparation and submission of monthly civil accounts by the Accountant General (A&E) to the State Government (or submitted without the actual depiction of the month's transaction).

13. Status on inclusion of Statements/information recommended by Twelfth Finance Commission in the Finance Accounts

The Twelfth Finance Commission had recommended eight Statements/informations for inclusion in the Finance Accounts.

Of the eight statements, two statements i.e. Data on committed liabilities in future and implication on major policy decisions taken by the Government during the year or new schemes for future cash flow has not been received from the State Government in prescribed format.

14. Significant Book Transfer during the Financial Year 2011-12: Certain transactions are in the nature of periodical adjustment and book adjustment and do not represent actual cash transactions. Major book transfer carried out in the accounts of the year without any cash flow are given in Annexure 'G' to the Notes to Accounts.

15. State Disaster Relief Fund (SDRF): Details of information regarding interest on SDRF is awaited from the State Government.

16. Review of Reserve funds: There were 4(four) numbers of Reserve Funds earmarked for specific purposes (Please see Statement No.19), out of which 3(three) funds were active. The total accumulated balance at the end of 31st March, 2012 in these funds was ₹ 2,13.99 crore (₹ 2,13.92 crore in active funds and ₹ 0.07 crore in dormant funds). However, the investment out of this balance was only ₹ 1,22.40 crore (57 %).

17. Utilization Certificate of Grants-in-Aid vouchers

Grantee Institution receiving Grants-in-Aid from the Government are required to furnish the Utilisation Certificate to the office of the Accountant General(A&E) countersigned by the disbursing authority. At the close of March 2012, an amount of ₹ 1,49.63 crore remained outstanding in the books of Accountant General(A&E) for want of Utilisation Certificates. Details are given below:

(In crore of ₹)

Year	Total Amount drawn during the year	Percentage of Outstanding Amount	No. of GIA Sanction awaiting Utilization Certificate
Upto 2007-2008	2,60.37	0.33	3
2008-2009	74.78	21.73	9
2009-2010	69.60	42.10	53
2010-2011	1,02.89	40.59	16
2011-2012	1,64.73	37.32	60
Total :-	6,72.37	22.25	141

18. Fiscal Responsibility and Budget Management (FRBM) Act: The Nagaland Fiscal Responsibility and Budget Management Act 2005 was passed by the State Government, but no such effect of disclosure provided in the Budget 2011-12.

19. Contingency Fund : During the year no expenditure was incurred under this fund. Previous year's balance of ₹ 0.35 crore is to be recouped at the end of the year.

20. Committed liabilities of the State as projected in the medium Term Fiscal Plan.

(In Crore of ₹)

Items	2012-13	2013-14	2014-15
Interest	4,79.23	5,22.36	5,69.37
Salary	26,03.82	29,16.28	32,66.23
Pension	5,56.75	6,45.83	7,49.17
Others	0.00	0.00	0.00
TOTAL	36,39.80	40,84.47	45,84.77

21. Accounting and Classification of Grants-in-Aid : As per the Indian Government Accounting Standards (IGAS)-2 (Accounting and classification of Grants-in-Aid)-Expenditure under Grants-in-Aid are classified and accounted under Revenue Expenditure. However, it is noticed that an amount of ₹12.82 crore being grants-in-aid has been incurred under Capital Expenditure instead of Revenue Expenditure not in compliance with IGAS-2.

ANNEXURE 'C' – Contd.
(Refer to Para 2 of Notes to Accounts)

Statement Showing details of receipts classified as 'Other Receipts' under Minor Head-800

(In crores of ₹)

Sl. No.	Major Head	Receipt under Minor Head- 800	Total Receipt under Major Head concerned	Percentage
1.	0029 – Land Revenue	0.65	0.68	95.59
2.	0030 – Stamps and Registration Fees	1.55	1.85	83.78
3.	0035 – Taxes on Immovable Property other than Agricultural Land	0.01	0.01	100.00
4.	0039 – State Excise	3.36	3.36	100.00
5.	0041 – Taxes on Vehicle	34.49	34.58	99.74
6.	0042 – Taxes on Goods and Passengers	4.83	4.85	99.59
7.	0043 – Taxes and Duties on Electricity	0.03	0.04	75.00
8.	0045 – Other Taxes and Duties on commodities and Services	0.37	0.37	100.00
9.	0049 – Interest Receipts	3.14	9.62	32.64
10.	0055 – Police	16.46	30.65	53.70
11.	0056 – Jails	0.03	0.03	100.00
12.	0058 – Stationery & Printing	0.02	0.02	100.00
13.	0059 – Public Works	0.69	0.69	100.00
14.	0070 – Other Administrative Services	1.91	2.38	80.25
15.	0071 – Contribution and Recoveries towards Pension and Other Retirement Benefits	0.19	0.31	61.29
16.	0075 – Miscellaneous General Services	15.90	29.01	54.81
17.	0210 – Medical & Public Health	0.21	0.21	100.00
18.	0216 – Housing	2.23	4.38	50.91
19.	0217 – Urban Development	0.07	0.07	100.00
20.	0220 – Information and Publicity	0.03	0.03	100.00
21.	0230 – Labour & Employment	0.03	0.03	100.00
22.	0235 – Social Security & Welfare	0.70	0.70	100.00
23.	0401 – Crop Husbandry	0.14	0.20	70.00
24.	0403 – Animal Husbandry	0.34	0.40	85.00

ANNEXURE 'C' – Concl.
(Refer to Para 2 of Notes to Accounts)
Statement Showing details of receipts classified as 'Other Receipts' under Minor Head-800

(In crores of ₹)

Sl. No.	Major Head	Receipts under Minor Head- 800	Total Receipts under Major Head concerned	Percentage
25.	0404 – Dairy Development	0.02	0.02	100.00
26.	0405 – Fisheries	0.02	0.02	100.00
27.	0406 – Forestry & Wildlife	7.84	8.87	88.39
28.	0408 – Food Storage & Warehousing	0.03	0.04	75.00
29.	0425 – Co-operation	3.54	3.54	100.00
30.	0435 – Other Agricultural Programmes	0.04	0.04	100.00
31.	0515 – Other Rural Development Programmes	0.65	0.65	100.00
32.	0552 – North Eastern Areas	0.01	0.01	100.00
33.	0702 – Minor Irrigation	3.54	3.54	100.00
34.	0801 – Power	94.28	94.28	100.00
35.	0851 – Village & Small Industries	0.26	0.29	89.66
36.	0853 – Non-Ferrous Mining & Metallurgical Industries	0.92	0.92	100.00
37.	1053 – Civil Aviation	6.36	6.36	100.00
38.	1054 – Roads & Bridges	2.46	2.53	97.23
39.	1055 – Road Transport	12.90	12.90	100.00
40.	1425 – Other Scientific Research	0.01	0.01	100.00
41.	1452 – Tourism	0.07	0.07	100.00
42.	1475 – Other General Economic Service	6.35	6.35	100.00
43.	1601 – Grants-in-aid from Central Government	32,79.31	42,46.35	77.23
Total :		35,05.99	45,11.26	77.71

ANNEXURE 'D'

(Refer to Para 2 of Notes to Accounts)

Statement Showing details of expenditure classified as 'Other Expenditure' under Minor Head-800

(In crore of ₹)

Sl. No.	Major Head	Expenditure under Minor Head - 800	Total Expenditure under Major Head concerned	Percentage
1.	2013 - Council of Ministers	4.65	8.10	57.41
2.	2029 - Land Revenue	6.31	17.79	35.47
3.	2075 - Miscellaneous General Service	1.68	3.44	48.84
4.	2216 - Housing	7.90	7.90	100.00
5.	2401 - Crop Husbandry	56.92	142.11	40.05
6.	2515 - Other Rural Development Programmes	28.44	54.96	51.75
7.	2552 - North Eastern Areas	4.73	16.99	27.84
8.	2575 - Other Special Areas Programme	67.36	79.19	85.06
9.	2702 - Minor Irrigation	121.06	131.94	91.75
10.	3055 - Road Transport	34.02	42.52	80.01
11.	3475 - Other General Economic Service	2.62	7.51	34.89
12.	4202 - Capital Outlay on Education, Sports, Art & Culture	53.20	104.73	50.80
13.	4210 - Capital Outlay on Medical & Public Health	30.32	41.39	73.25
14.	4215 - Capital Outlay on Water Supply & Sanitation	36.97	41.67	88.72
15.	4220 - Capital Outlay on Information & Publicity	0.37	0.37	100.00
16.	4235 - Capital Outlay on Social Security and Welfare	9.28	12.33	75.26
17.	4401 - Capital Outlay on Crop Husbandry	15.24	15.24	100.00
18.	4402 - Capital Outlay on Soil & Water Conservation	0.39	0.39	100.00
19.	4408 - Capital Outlay on Food, Storage & Warehousing	3.71	5.03	73.76
20.	4425 - Capital Outlay on Co-operation	1.39	4.27	32.55
21.	4552 - Capital Outlay on North Eastern Areas	43.88	43.88	100.00
22.	4575 - Capital Outlay on Other Special Areas Programmes	48.45	48.45	100.00
23.	4702 - Capital Outlay on Minor Irrigation	0.47	0.47	100.00
24.	4801 - Capital Outlay on Power Projects	83.78	83.78	100.00
25.	4859 - Capital Outlay on Telecommunication and Electronic Industries	0.02	0.02	100.00
26.	4860 - Capital Outlay on Consumer Industries	14.36	24.03	59.76
27.	5053 - Capital Outlay on Civil Aviation	1.20	1.20	100.00
28.	5054 - Capital Outlay on Roads & Bridges	345.80	345.80	100.00
29.	5475 - Capital Outlay on Other General Economic Services	5.37	9.57	56.11
Total :		10,29.89	12,95.07	79.52

ANNEXURE – 'E'
(Refer to Para 8 of Notes to Accounts)
Statement Showing the position under Major Suspense and Remittance Heads

(In crores of ₹)

SUSPENSE

Name of Minor Head	2009-2010		2010-2011		2011-2012	
	Dr.	Cr.	Dr.	Cr.	Dr.	Cr.
101 – PAO Suspense	23.24	3.83	27.36	8.96	37.79	19.39
Net	19.41	0.00	18.40	0.00	18.40	0.00
102 – Suspense Account Civil	54.28	0.76	18.40	0.10	18.59	0.58
Net	53.52	0.00	18.30	0.00	18.01	0.01
107 – Cash Settlement Suspense Account.	34.87	0.00	34.87	0.00	34.87	0.00
Net	34.87	0.00	34.87	0.00	34.87	0.00
109 – Reserve Bank Suspense (HQ)	1.59	15.76	0.58	10.61	6.26	14.16
Net	0.00	14.17	0.00	10.03	0.00	7.90
110 – Reserve Bank Suspense (CAO)	75.92	25.36	53.46	2.73	53.98	9.89
Net	50.56	0.00	50.73	0.00	44.09	0.00
112 – Tax Deducted at Source (TDS)	0.05	1.36	0.13	1.49	0.23	2.21
Net	0.00	1.31	0.00	1.36	0.00	1.98
113 – PF Suspense	0.00	1.44	0.00	1.44	0.00	1.44
Net	0.00	1.44	0.00	1.44	0.00	1.44
123 – A.I.S. Officer's Group Insurance Scheme	0.00	0.30	0.00	0.30	0.02	0.31
Net	0.00	0.30	0.00	0.30	0.00	0.29
129 – Material Purchase Settlement Suspense Account	42.56	59.06	9.30	25.56	66.14	82.44
Net	0.00	16.50	0.00	16.26	0.00	16.30

REMITTANCE

Name of Minor Head	2009-2010		2010-2011		2011-2012	
	Dr.	Cr.	Dr.	Cr.	Dr.	Cr.
102 – P.W. Remittances	3,73.24	3,08.51	16,93.59	15,72.54	30,98.87	29,09.41
Net	64.73	0.00	1,21.05	0.00	1,89.46	0.00
103 – Forest Remittances	5,59.18	0.00	6,86.82	1,20.05	9,01.40	2,41.27
Net	5,59.18	0.00	5,66.77	0.00	6,60.13	0.00

ANNEXURE 'F'
(Refer to Para 9 of Notes to Accounts)
Statement of Central Plan/Centrally Sponsored Schemes

(In core of ₹)

Name of the Scheme	Amount released by GOI	Central Share actually release by State Govt.	Deficit(-) /Excess(+)	State Share as per funding pattern	State Share released	Deficit(-) /Excess(+)	Total Releases
Sarva Shiksha Abhiyan (90:10)	0.00	0.00	0.00	0.00	6.33	(+)6.33	6.33
Nutrition Support-Mid-Day Meal (90:10)	24.64	7.62	(-)17.02	2.74	2.06	(-)0.68	9.68
Implementation of ICDS (90:10)	57.98	50.06	(-)7.92	6.44	1.36	(-)5.08	51.42
ICDP Supplementary Nutrition (90:10)	0.22	0.13	(-)0.09	0.02	0.10	(+)0.08	0.23
Macro Management of Agricultural (MMA) Scheme	22.00	0.00	(+)22.00	NA	0.00	0.00	0.00
Accelerated Irrigation Benefit Programme (90:10)	90.55	0.00	(+)90.55	10.06	83.79	(+)73.73	83.79
Rashtriya Krishi Vikash Yojana	37.54	0.00	(+)37.54	NA	48.42	(+)48.42	48.42
Backward Regions Grant Fund Panchayati Raj	41.48	3.70	(+)37.78	NA	37.05	(+)37.05	37.05
Post Matric Scholarship to SC & ST Students / PM's Book Banks and Upgradation of Merit ST Students	28.14	0.00	(+)28.14	NA	0.00	0.00	0.00

NA : Not available.

ANNEXURE 'G'

(Refer to Para 14 of Notes to Accounts)

"A" – Periodical Adjustments

(In crore of ₹)

Sl. No	Book Adjustment	Head of Account		Amount	Remarks
		From	To		
1	Transfer to Sinking Fund	2048 – Appropriation for reduction or avoidance of debt	8222 – Sinking Funds	28.00	Sinking Funds are constituted by the Government for liquidation of its debt or loans. Regular contributions are made to the funds for investment and accretion to the funds account is eventually utilized for the redemption of open market loans.
2	Calamity Relief Fund	2245 – Relief on account of Natural Calamities	8121 – General and other Reserve Funds-SDRF	0.00	Though the GIA was received under MH 1601, they were not transferred to the fund account MH 8121-122-SDRF, because of late receipt and absence of budget provision at that stage. Hence, the money effectively lapsed during 2011-12. Therefore, the Government should in the budget of 2012-13 (Supplementary) provide for both the years' contributions and transfers.
3	Annual GPF interest adjustment	2049 – Interest Payment	8009 – State Provident Fund	42.00	Annual interest is credited to the GPF head of account.
4	Annual Group Insurance interest adjustment	2049 – Interest Payment	8011 – Insurance and Pension Funds	1.04	Annual interest is credited to the Group Insurance head of account.

"B" – Other Adjustments

(In crore of ₹)

Sl. No	Book Adjustment	Head of Account		Amount	Remarks
		From	To		
1	Transfer of fund to Public Account	2235- Social Security and Welfare	8443 – Civil Deposit – 108 – Public Work Deposit	8.68	The department could not utilize budgetary allocation and transferred the fund to Public Work Deposit. There is no provision to transfer funds to Public Work Deposit. The issue will be taken up with the State Government
2	Transfer of fund to Public Account	2217- Urban Development	8443 – Civil Deposit – 108 – Public Work Deposit	1.00	
3	Transfer of fund to Public Account	4059- Capital Outlay on Public Works	8443 – Civil Deposit – 108 – Public Work Deposit	0.27	
4	Transfer of fund to Public Account	4202- Capital Outlay on Education, Sports, Arts & Culture	8443 – Civil Deposit – 108 – Public Work Deposit	10.78	
5	Transfer of fund to Public Account	4216- Capital Outlay on Housing	8443 – Civil Deposit – 108 – Public Work Deposit	5.07	
6	Transfer of fund to Public Account	4235 – Capital Outlay on Special Security and Welfare	8443 – Civil Deposit – 108 – Public Work Deposit	6.88	
7	Transfer of fund to Public Account	4402- Capital Outlay on Soil and Water Conservation.	8443 – Civil Deposit – 108 – Public Work Deposit	0.39	

APPENDIX I
CASH BALANCES AND INVESTMENTS OF CASH BALANCES

	On 31 st March 2012	On 1 st April 2011
	(In crore of ₹)	
(a) General Cash Balance –		
1. Cash in Treasuries	0.18	0.00
2. Deposits with Reserve Bank	(-)1,99.04	(-)6,02.70
Total	(-)1,98.86	(-)6,02.70
3. Investment held in Cash Balance Investment Account	0.00	2,73.82
Total – (a)	(-)1,98.86	(-)3,28.88
(b) Other Cash Balances and Investment –		
1. Cash with Departmental Officers, viz. Officers of Forest and Public Works Department	3,75.65	3,06.56
2. Permanent Advances for contingent expenditure	0.00	0.00
3. Investment of Earmarked Funds	1,51.40	1,22.40
Total – (b)	5,27.05	4,28.96
Total – (a) and (b)	3,28.19	1,00.08

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 below. The balance under the head 'Deposits with Reserve Bank' ('L' above and also at (ii) below) 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'.

APPENDIX I
CASH BALANCES AND INVESTMENTS OF CASH BALANCES

(b) **Daily Cash Balance:** Under an agreement with the Reserve Bank of India, the State Government has to maintain a minimum cash balance of ₹ 0.25 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.

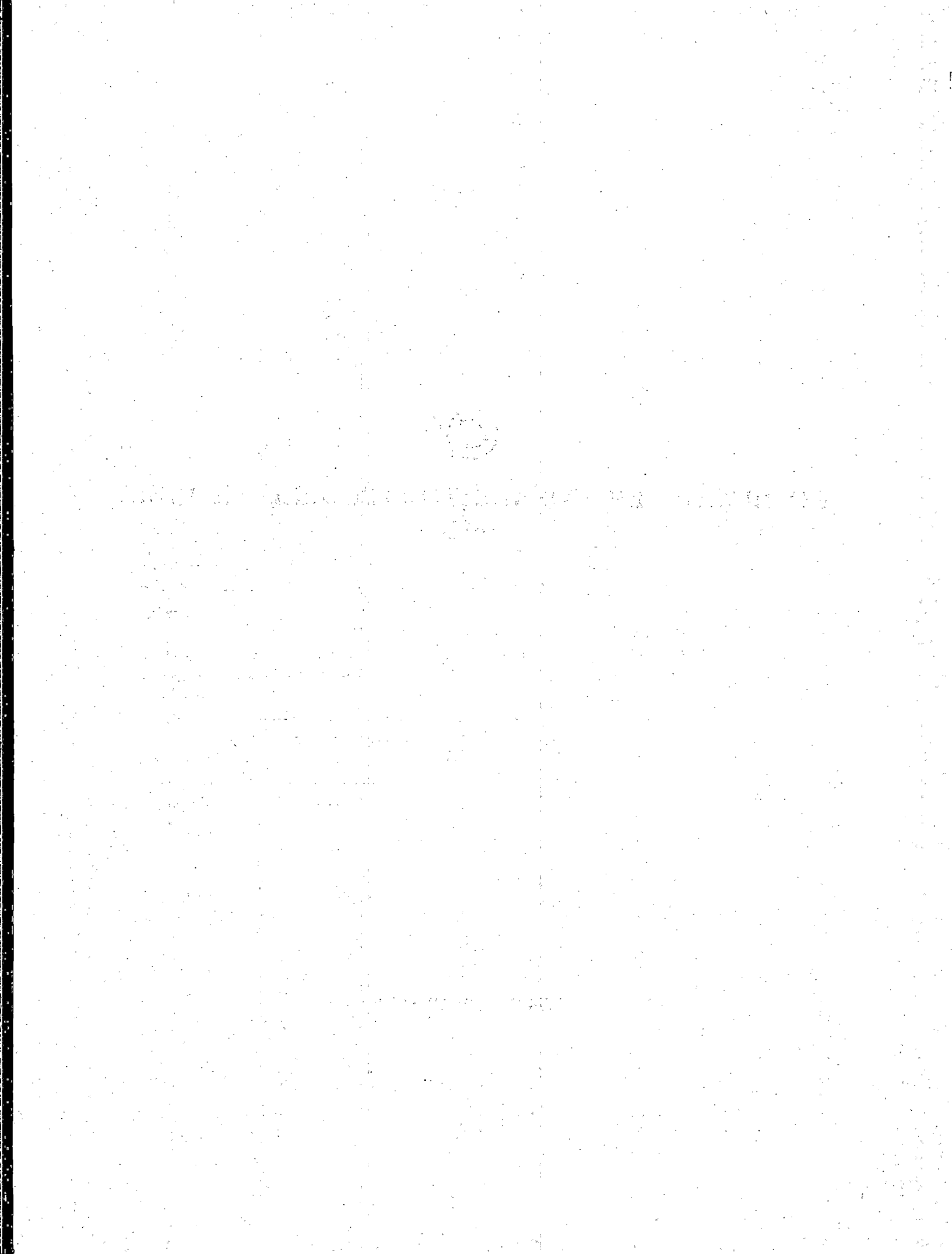
For arriving at the daily cash balance² for the purpose of grant of Ways and Means advances/Overdraft, the RBI evaluates the holdings of the 14 day treasury bills along with the transactions reported (at RBI counters, Inter-Government transactions and Treasury transactions reported by the agency banks) for the day. To the cash balance so arrived, the maturity of 14 days 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 days Treasury Bills and makes good the shortfall. If there is no holding of 14 days 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 ₹ 80.00 crore with effect from 1 April 2011. 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 is revised by the Bank from time to time. The extent to which the Government maintained the minimum cash balance with the Reserve Bank during 2011-2012 is given below:-

(i) Number of days on which the minimum balance was maintained without taking any advance	365 days
(ii) Number of days on which the minimum balance was maintained by taking ordinary ways and means advance	17 days
(iii) Number of days on which the minimum balance was maintained by taking special ways and means advances	9 days
(iv) Number of days on which there was shortfall in minimum balance even after taking the above advances, but no overdraft was taken	0 days
(v) Number of days on which overdrafts were taken	2 days

(d) During the year investments from out of the Cash balance were made in Government of India securities. Interest of ₹ 5.74 crore (net) was realized on such investment and ₹0.00 crore is lying outstanding at the end of the year.

²The cash balance ('Deposits with RBI') above is the closing cash balance of the year as on 31 March but worked out by 16 April and not simply the daily balance on 31 March.





COMPTROLLER AND AUDITOR GENERAL OF INDIA
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