

Planning Commission
(Financial Resources Division)

NAGALAND : FR Brief for Annual Plan 2012-13

A. Economic Profile: NAGALAND

Annex-I contains Table 1 to 3. **Table 1** provides the growth performance of Nagaland and its neighbouring North Eastern States. **Table 2** indicates the per capita NSDP of Nagaland. **Table 3** provides the trends in sector-wise growth rates.

B. Fiscal Overview of : NAGALAND

Annex-II contains Table 4-7. Table-4 presents the trends in Fiscal deficit, Revenue deficits, outstanding liabilities, as % of GSDP. Table-5 provides the trends ratio of State's Own Tax Revenue–GSDP. Table-6 presents the per capita Revenue Receipts and Plan expenditure. Table-7 provides the fiscal overview of the State.

C. PLAN PERFORMANCE OF THE STATE: Nagaland

Achievement of Plan Outlay – NAGALAND

Year	Originally Approved Outlay	Central Assistance (Grants)	Central Assistance as % of Approved Outlay	Actual Expenditure*	Actual Exp/ Plan Outlay	GSDP at Current Prices	Actual Expenditure as % of GSDP
1	2	3	4	5	6	7	8
	(Rs. crore)		(%)	(Rs. crore)	(%)	(Rs. crore)	(%)
2002-03	430.00	454.20	105.63	371.50	86.40	4467.00	8.32
2003-04	480.00	498.19	103.79	485.80	101.21	4812.00	10.10
2004-05	616.52	601.92	97.63	469.57	76.16	5204.00	9.02
2005-06	685.00	585.10	85.42	656.25	95.80	5708.00	11.50
2006-07	758.00	657.07	86.68	782.25	103.20	6203.00	12.61
Tenth Plan	2969.52	2796.48	94.17	2765.37	93.13	25886.00	10.68
2007-08	900.00	809.78	89.98	846.95	94.11	8075.00	10.49
2008-09	1200.00	991.08	82.59	1097.42	91.45	9436.00	11.63
2009-10	1526.27	1330.94	87.20	1428.50	93.59	10273.00	13.91
2010-11	1500.00	1849.15	123.28	1356.11	90.41	11121.00	12.19
2011-12	1810.00	2056.14	113.60	1686.16 \$	93.16	12065.00	13.98
Eleventh Plan	6936.27	7037.09	101.45	6415.14	92.49	50970.00	12.59

Source: (i)* State Plan Division. \$ Anticipated Expenditure.

(ii) GSDP: CSO(As per 1999-00 Series upto 2006-07) and upto 2011-12 as per 2004-05 Series.

(iii) GSDP estimated for 2012-13 (8.61%) is Rs. 13104 crore.

D. ASSUMPTIONS UNDERLYING THE ESTIMATION OF 2012-13 ANNUAL PLAN – NAGALAND

Indicators	Percentage of Increase over 2011-12 LE
Share in Central Taxes	18.22% (as per Union Budget 2012-13 BE)
State Own Tax Revenues	8.99%
Own Non Tax Revenues	31.85%
Interest Payments	9 %
Pension Payments	-3.4 %

E. 13TH FINANCE COMMISSION GRANTS:

As per the recommendation of the 13th Finance Commission the total Grants for Nagaland for the year 2012-13 is **Rs. 1956.61 crore**. The Plan and Non Plan grants for Nagaland for 2012-13 are as under:

(Rs. crore)

		2010-11	2011-12	2012-2013
	(i) Plan Grants			
1	Elementary Education	1.00	1.00	1.00
2	Protection of Forests	17.32	17.32	34.64
3	Incentive for Issuing UIDs	0.80	0.80	0.80
4	District Innovation Fund	0.00	5.50	0.00
5	State specific Needs	0.00	62.50	62.50
	Total Plan Grants	19.12	87.12	98.94
	(ii) Non Plan Grants			
1	Non Plan Revenue Deficit Grant	1599.00	1568.00	1719.00
2	Performance Incentive	0.00	0.00	0.00
3	Local Bodies Grants			
i)	Local Bodies (General Basic)	35.60	41.20	48.20
ii)	Local Bodies (General Performance)	0.00	14.10	33.10
iii)	Local Bodies(Spl. Area Basic Grants)	4.00	4.00	4.00
iv)	Local Bodies (Spl Area Performance)	0.00	2.00	4.00
4	Disaster Relief Fund (Centre Share)	4.47	4.70	4.93
5	Capacity Building	1.00	1.00	1.00
6	Water Sector	0.00	2.00	2.00
7	Delivery of Justice (1/5 of allocation)	1.24	1.24	1.24
8	Grant for State Statistical Systems	2.20	2.20	2.20
9	Maintenance of Roads and Bridges	0.00	34.00	38.00
10	Employee & Pension database	2.50	0.00	0.00
	Total Non Plan Grants	1650.01	1674.44	1857.67
	Total Grants	1669.13	1761.56	1956.61

F. SALARY AND PAY REVISION: NAGALAND

(Rs.)

ITEMS	2007-08	2008-09	2009-10	2010-11	2011-12(AP)	2011-12(LE)	2012-13(Est)
Salary(Non-plan Non-Dev Exp)	402.37	458.22	593.06	759.60	860.19	860.19	980.62
Salary (Non-plan Dev Exp)	699.14	737.99	861.47	1199.94	1341.62	1341.62	1529.45
Total Salaries	1101.51	1196.21	1397.19	1959.54	2161.57	2201.81	2510.07
% change over previous year							
Salary(Non-plan Non-Dev Exp)	-	13.88	29.43	28.08	13.24	13.24	14.00
Salary (Non-plan Dev Exp)	-	5.56	15.03	41.35	11.81	11.81	14.00
Total Salaries	-	8.60	20.55	35.89	12.36	12.36	14.00

crore)

G. SCHEME OF FINANCING 2012-13 ANNUAL PLAN: NAGALAND

Draft Scheme of Financing (SOF) for 2012-13 Annual Plan is placed at **Annex –III**. Estimation of Schemewise ACAs is placed at **Annex – IV**. Balance of Current Revenue (BCR) in details is at **Annex – V**.

H. ISSUES PERTAINING TO THE STATE FINANCES:**i) Desired Plan Size:**

The desired Plan size of the State for 2012-13 is Rs. 2000.20 crore against the approved Plan Outlay of Rs. 1810 crore in 2011-12(AP). The Plan resources for 2012-13 for Nagaland has been worked out including 13th Finance Commission Grants, Share in Central Taxes as per 2012-13 (BE), Approved NCA, Scheme-wise ACA and Budgetary borrowing as per MoF Ceiling.

ii) Borrowing Ceiling:

(Rs. crore)

Items/ Years	2008-09	2009-10	2010-11	2011-12	2011-12	2012-13
	Actuals	Actuals	Actuals	AP	LE	Est.
State Govt.'s Budgetary Borrowings(GBB)	492.57	515.74	238.97	425.00	425.00	459.00
GSDP	9436	10273	11121	12065	12065	13104
MoF Ceiling	314	348	270	425	425	459
GBB as % of GSDP	5.2	5.0	2.1	3.5	3.5	3.5
MoF Ceiling as % of GSDP	3.3	3.4	2.4	3.5	3.5	3.5

iii) **Scheme wise ACA for 2012-13 : Nagaland**

The allocation under ACA for various Schemes is as per Subject Divisions.

iv) **The One time ACA/SPA/SCA from 2005-06 for Nagaland is as follows:**

Year/ Items	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2012-13
One Time ACA (Grants)	58.50	58.50	67.50	--	--	--	
SPA (Grants)				135.00	220.00	750.00 (including SCA of Rs 250 cr)	850.00 (including SCA of Rs 750 cr)

Table-1
Growth of GSDP at constant prices
(Percent change over previous year)

Sl. No.	States	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
1	Arunachal Pr.	2.75	5.25	12.06	8.73	14.8	7.87	3.65
2	Assam	3.40	4.65	4.82	5.72	7.98	7.34	8.42
3	Himachal Pr.	8.43	9.09	8.55	7.42	8.12	8.80	7.59
4	J & K	5.78	5.95	6.40	6.46	4.8	6.63	6.78
5	Manipur	6.35	2.00	5.96	6.56	7.63	6.16	6.24
6	Meghalaya	7.91	7.74	4.51	12.94	9.03	9.39	9.54
7	Mizoram	6.97	4.78	10.98	13.34	10.39	9.18	N.A
8	Nagaland	10.22	7.80	7.31	6.34	4.36	3.98	3.93
9	Sikkim	9.83	5.97	7.61	16.39	31.87	8.94	N.A
10	Tripura	5.82	8.28	7.70	9.44	8.62	8.74	8.87
11	Uttarakhand	14.05	14.12	17.84	12.68	11.12	7.37	8.80
All-India GDP(2004-05 base)		9.48	9.57	9.32	6.72	8.39	8.39	6.88

Source: Central Statistical Organization (2004-05 Series) as on 01.03.2012

Table-2
Per Capita NSDP at current prices

(In Rupees)

Sl. No.	States	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
1	Arunachal Pr.	28054	30000	34352	39656	48662	55789	62213
2	Assam	18396	19737	21290	24099	27464	30569	33633
3	Himachal Pr.	36949	40393	43966	49903	56706	65535	73608
4	J & K	23240	25059	27448	30212	33665	37496	41833
5	Manipur	20395	21419	23093	24773	27332	29684	32284
6	Meghalaya	26284	30952	34229	40268	45006	50427	56643
7	Mizoram	26698	28764	32488	38553	43467	48591	N.A
8	Nagaland	33792	36568	39985	46207	49465	52643	56116
9	Sikkim	30256	32203	36452	46989	68731	81159	N.A
10	Tripura	26668	29081	31111	35587	39949	44965	50750
11	Uttarakhand	29423	35111	42619	50676	59316	66368	75604
All-India GDP(2004-05 base)		27131	31206	35825	40775	46117	53331	60972

Source: Central Statistical Organization (2004-05 Series) as on 01.03.2012

Table 3
NAGALAND- Sectoral Real Growth Rates of GSDP

(per cent)

Sectors/ Years	10 th Plan Achievement	2007-08	2008-09	2009-10	2010-11	2011-12	11 th Plan Target	11 th Plan Achievement
Agriculture & Allied	6.3	0.66	7.52	2.20	2.06	2.04	8.4	2.90
Industry	10.9	9.99	15.63	8.76	6.88	6.93	8.0	9.64
Services	5.4	10.29	3.31	4.21	4.08	3.96	10.0	5.17
Overall	6.5	7.32	6.33	4.36	3.98	3.94	9.3	5.19

Source:1. CSO.:Sectoral data for 10th Plan period is as per 1999-00 Series and for 11th Plan is as per 2004-05 Series.

2. Planning Commission 10th Plan and 11th Plan Documents.

Table 4
Fiscal Profile of the State - Nagaland

(As % of GSDP)

Items/ Years	2007-08	2008-09	2009-10	2010-11 Pre-actual	2011-12 (BE)
States Own Tax Revenues	1.63	1.65	1.52	1.93	2.08
Revenue Deficit (-)	-5.25	-5.18	-4.83	-2.79	-8.38
Fiscal Deficit (-)	4.92	3.83	4.80	8.24	3.54
Primary Deficit (-)	-1.57	-0.50	-1.27	-4.60	0.10
Outstanding Liabilities (OL)	48.10	48.45	50.03	46.95	45.14
IP/ TRR (%)	9.03	9.29	9.67	8.54	7.83

IP : Interest Payments; TRR: Total Revenue Receipts

Source: BOE- 2012-13 and GSDP as per CSO (2004-05 series)

Table 5
State Own Tax Revenue - Nagaland
(A comparison with neighbouring states)

(As % of GSDP)

States	2007-08 Actuals	2008-09 Actuals	2009-10 Actuals	2010-11 Actuals	2011-12 AP	2011-12 BE	2012-13 Est.
Arunachal Pr.	2.04	2.39	2.45	2.61	2.43	2.68	2.46
Assam	4.73	5.12	4.34	5.70	5.32	5.70	5.68
Himachal Pr.	5.77	5.41	5.48	6.66	6.16	6.45	6.53
J&K	6.90	6.34	6.28	6.66	6.71	6.71	6.92
Manipur	2.17	2.30	2.36	2.90	2.63	2.99	3.16
Meghalaya	3.28	3.18	3.36	3.78	3.61	3.61	3.58
Mizoram	2.03	2.07	2.04	2.15	2.25	2.25	2.33
Nagaland	1.63	1.65	1.52	1.93	2.08	2.08	2.23
Sikkim	7.90	6.17	4.72	4.95	4.21	4.99	5.13
Tripura	3.14	3.26	3.43	3.58	3.83	3.96	4.19
Uttarakhand	5.97	5.43	5.36	5.84	5.57	5.57	5.69

Source: Based on CSO-new series 2004-05 current prices as on 01.03.12

Table 6
Per Capita Profile of the State- Nagaland

(In Rupees)

Items/ Years	2007-08	2008-09	2009-10	2010-11 Pre-actual	2011-12 (BE)
Own Tax Revenue	605	710	704	955	1104
Revenue Receipts	13800	15379	16863	21080	24666
Plan Expenditure	5974	6357	7056	9787	10270
Total Expenditure	16044	17508	20333	26328	27954

Table 7
Fiscal Overview: NAGALAND

		(Rs. crore)					
Sl. No.	Item/Year	2007-08	2008-09	2009-10	2010-11 (Prov. Actuals)	2011-12 BE	2012-13 (BE/Est)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(10)
1	Tax Revenue	531.14	577.86	590.45	904.25	1079.46	1286.03
1a	State's Own Tax Revenue	131.36	156.02	156.42	214.79	251.19	292.11
1b	Share in Central Taxes	399.78	421.84	434.03	689.46	828.27	993.92
2	Non-Tax Revenue	2464.87	2800.81	3158.18	3836.67	4532.15	5533.65
2a	State's Own Non-Tax Revenue	119.48	158.34	179.31	154.29	190.85	196.99
2b	Grants	2345.39	2642.47	2978.87	3682.38	4341.30	5336.66
3	Total Revenue Receipts	2996.01	3378.67	3748.63	4740.92	5611.61	6819.68
4	Non-Debt Capital Receipts	3.06	2.57	4.20	4.00	3.50	3.33
5	Total Receipts	2999.07	3381.24	3752.83	4744.92	5615.11	6823.01
6	Revenue Expenditure	2572.27	2889.54	3252.44	4430.69	4600.55	5586.21
6a	Plan	484.89	543.65	588.55	973.86	897.45	1049.71
6b	Non-Plan						
	Revenue Expenditure	2087.38	2345.89	2663.89	3456.83	3703.10	4536.50
	<i>of which</i>						
	i) Interest Payment	270.46	313.99	362.51	404.86	439.66	479.23
	ii) Pensions	259.73	228.96	279.06	400.00	576.29	556.75
	iii) Salaries	1123.47	1254.32	1493.87	2036.36	2339.19	2485.44
	iv) Others	433.72	548.62	528.45	615.61	347.96	1015.08
7	Capital Expenditure	86.80	103.93	274.60	257.64	316.82	380.42
7a	Plan	0.00	0.00	0.00	0.00		
7b	Non-Plan	86.80	103.93	274.60	260.24	316.82	380.42
8	Capital Outlay	821.48	853.08	989.53	1229.91	1442.10	1686.86
8a	Plan	809.47	853.08	976.63	1227.31	1438.94	1683.06
8b	Non-Plan	12.01	0.00	12.90	2.60	3.16	3.80
9	Loans and Advances	2.61	0.02	3.56	0.42	0.00	0.00
9a	Plan	2.61	0.01	3.37	0.00	0.00	0.00
9b	Non-Plan	0.00	0.01	0.19	0.42	0.00	0.00
10	Total Expenditure	3483.16	3846.57	4520.13	5921.26	6359.47	7653.49
10a	Plan	1296.97	1396.74	1568.55	2201.17	2336.39	2732.77
10b	Non-Plan	2186.19	2449.83	2951.58	3720.09	4023.08	4920.72
11	Revenue Deficit	-423.74	-489.13	-496.19	-310.23	-1011.06	-1233.47
12	Fiscal Deficit	397.29	361.40	492.70	916.10	427.54	450.06
13	Primary Deficit	126.83	47.41	130.19	511.24	-12.12	-29.17
14	Total Outstanding Liabilities (as at the end of the year)	3884.11	4571.70	5139.47	5221.67	5446.67	5905.00
15	GSDP (at current prices)	6751.21	7363.37	10337.00	11201.00	12142.00	13198.00
15 a.	GSDP CSO (2004-05 series)	8075	9436	10273	11121	12065	13104
16	Population	0.2171	0.2197	0.2223	0.2249	0.2275	0.2275

DRAFT SCHEME OF FINANCING (SOF) 2012-13 AP - NAGALAND

(Rs. crore)

Sl. No.	Items	2008-09	2009-10	2010-11	2011-12	2011-12	2012-13	2012-13
		Actuals	Actuals	Pre Act	AP	LE	State Est.	FR Est.(R)
1	2	3	4	5	6	7	8	9
A	State Government							
1	State's Own Resources (a to e)	-331.54	-672.42	-564.98	-671.14	-812.37	1098.66	-801.97
a	BCR	-345.66	-680.60	-705.52	-919.34	-1036.70	-1190.64	-990.64
b	MCR (excl. deductions for repayment of loans)	2.37	-5.57	-6.29	-6.79	-6.79	-6.96	-6.96
c	Plan grants from Gol (12th/13th FC)	11.75	13.75	19.12	87.12	87.12	98.94	98.94
d	ARM	0.00	0.00		67.87	44.00		
e	Adjustment of Opening Balance	0.00	0.00	127.71	100.00	100.00	-	96.69
2	State Government's Budgetary Borrowings (i-ii)	492.57	514.64	238.97	425.00	425.00	459.00	459.00
(i)	Gross Borrowings (a to d)	697.96	790.30	499.21	741.41	741.41	839.42	839.42
a	Net Accretion to State Provident Fund	30.33	5.60	19.85	-13.30	-13.30	25.00	25.00
b	Gross Small Savings	1.68	5.67	24.00	10.00	10.00	10.00	10.00
c	Net Market Borrowings	466.96	578.48	355.36	636.71	636.71	695.22	695.22
d	Gross Negotiated Loans(i to v)	198.99	200.00	100.00	108.00	108.00	100.00	100.00
(i)	GIC			1.00			1.00	1.00
(ii)	NABARD			57.55			57.55	57.55
(iii)	REC			24.45			24.45	24.45
(iv)	IDBI			0.00			0.00	0.00
(v)	Others (HUDCO, NDCDC) etc.			17.00			17.00	17.00
(ii)	Repayments	205.39	275.66	260.24	316.41	316.41	380.42	205.39
3	Central Assistance (a+b+c) -d	876.01	1187.39	1849.15	2056.14	2056.14	2241.40	2220.25
a	Normal Central Assistance	542.44	643.91	715.52	766.76	766.76	821.66	850.74
b	ACA for EAPs	0.00	5.01	72.00	72.00	72.00	79.20	79.20
c	Others	333.57	538.47	1090.00	1231.56	1231.56	1354.72	1304.49
i)	Scheme-wise ACA	333.57	201.84	340.00	381.56	381.56	419.72	454.49
ii)	Special Plan Assistance		194.80	500.00	100.00	100.00	110.00	100.00
iii)	Advance SPA		141.83					
iv)	Special Central Assistance (untied to projects)			250.00	750.00	750.00	825.00	750.00
d	Adjustment of Advance SPA			28.37	14.18	14.18	14.18	14.18
	Total A: State Government Resources (1+2+3)	1037.04	1029.61	1523.14	1810.00	1668.77	1601.74	1877.28
B	Resources of PSEs	--	--	--	--	--	--	--
C	Resources of Local Bodies	--	--	--	--	--	--	--
D	AGGREGATE PLAN RESOURCES (A+B+C)	1037.04	1029.61	1523.14	1810.00	1668.77	1601.74	1877.28

**COMPONENTS OF ADDITIONAL CENTRAL ASSISTANCE (ACA)
FOR SPECIAL AND OTHER PROGRAMMES : 2012-13(AP)**

(Rs. crore)			
Sl. No.	Schemes/Programmes	2011-12 (AP)	2012-13 (Estimates)
1	Accelerated Irrigation Benefit Programme (AIBP)	140.00	160.00
2	Border Areas Development Programme (BADP)	18.00	20.00
3	Control of Shifting Cultivation	12.50	0.00
3	Roads and Bridges	8.42	8.84
4	National Social Assistance Programme (NSAP)	12.82	14.12
5	Grants in Aid under Art. 275 (1)	12.75	24.54
6	Jawaharlal Nehru National Urban Renewal Mission (JNNURM)	96.34	108.80
7	Backward Region Grant Fund	40.05	41.48
8	National E-Governance Action Plan (NEGAP)	2.53	2.16
9	Rashtriya Krishi Vikas Yojana (RKVY)	38.15	74.55
TOTAL		381.56	454.49

JNNURM on pro-rata basis + Rs. 50 crore.

**Annex - V
Nagaland**

BALANCE FROM CURRENT REVENUES FOR ANNUAL PLAN 2012-13 (AP)

(Rs. crore)

Sl. No.	Items	2008-09	2009-10	2010-11	2011-12	2011-12	2012-13
		Actuals	Actuals	Pre Act	AP	LE	FR Est.
1	2	3	4	5	6	7	8
I. Non-Plan Revenue Receipts (1 to 4)		1825.29	1827.48	2495.98	2688.93	2571.57	3036.37
1	Share of Central taxes	421.84	434.03	689.46	828.27	803.20	949.57
2	State's Own Tax Revenue	156.02	156.42	204.30	221.56	221.55	292.11
3	Non-Tax Revenue	-16.88	-71.48	-90.67	-82.51	-174.79	-112.50
4	Non-Plan Grants from Centre (4.1 to 4.5)	1264.31	1308.51	1692.89	1721.61	1721.61	1907.20
4.1	Revenue Gap Grant	1168.17	1212.58	1599.00	1568.00	1568.00	1719.00
4.2	Central Share of Calamity Relief Fund	3.12	11.69	5.47	5.70	5.70	5.93
4.3	Grant for Local Bodies	18.40	9.20	39.60	61.30	61.30	89.30
4.4	TFC grant for maintenance of roads & bldings	35.99	35.99	0.00	0.00	0.00	0.00
4.5	Others	38.63	39.05	48.82	86.61	86.61	92.97
II. Non-Plan Revenue Expenditure (5 to 9)		2170.95	2170.95	2508.08	3201.50	3608.27	3608.27
5	Non-Development Expenditure (5.1 to 5.4)	1291.53	1535.41	1861.99	2100.73	2100.73	2261.40
5.1	Interest Payments	313.99	362.51	404.86	439.66	439.66	479.23
5.2	Pension Payments	228.96	279.06	400.00	576.29	576.29	556.75
5.3	Salaries	458.22	593.06	759.60	860.19	860.19	980.62
5.4	Others	290.36	300.78	297.53	224.59	224.59	244.80
6	Development Expenditure (6.1+6.2)	879.42	972.67	1339.51	1507.54	1507.54	1765.61
6.1	Salaries	737.99	848.93	1199.94	1341.62	1341.62	1529.45
6.2	Others	141.43	123.74	139.57	165.92	165.92	236.16
7	Pay and DA revision (not included in 5.3 & 6.1)			0.00	0.00	0.00	0.00
8	Transfer to Local Bodies and PSEs						
8.1	Urban Local Bodies						
8.2	Rural Local Bodies						
8.3	Public Sector Enterprises						
III. BCR without ARM (I - II)		-345.66	-680.60	-705.52	-919.34	-1036.70	-990.64

Note: Item no. 6.2-Others(Dev Exp): as per State Govt. reduced by Rs. 200 cr. (growth 42%)