

**Rajasthan Brief for Annual Plan 2012-13**

**A. Profile of Rajasthan Economy**

**Annex I** contains Tables 1 to 5. **Table 1** compares the growth performance of Rajasthan with its neighbouring States. **Table 2** compares the per capita NSDP of Rajasthan with its neighbouring States and All India. **Table 3** details sector-wise growth in the State of Rajasthan. **Tables 4 and 5** present the credit deposit profile of Rajasthan and its neighboring States..

**B. Fiscal Overview of Rajasthan**

**Annex II** contains Table 6 to 11. **Table 6** presents the fiscal profile of the State. **Table 7** indicates the trends in State's Own Tax Revenue and GSDP ratio of Rajasthan and its neighbouring States. **Table 8** compares total expenditure and GSDP ratio of Rajasthan with its neighbouring States. **Table 9** indicates the social allocation ratio in Rajasthan and its neighbouring States. **Table 10** presents per capita revenue receipts, plan expenditure and total expenditure in Rajasthan and its neighbouring States. **Table 11** provides financial overview of the State.

**C. Performance of the State Plan:** Achievement in approved plan outlays during the Eleventh Five Year Plan period alongwith proposed plan size for the first year of the Twelfth Five Year Plan is given below in the table.

<b>Achievement of Plan Outlay</b>						
(in Rs.crore)						
Year	GSDP	GSDP Growth (%)	Plan Outlay			
			Approved	Actual	% achieved	% GSDP
2007-08	194822	13.9	11639	13795	118.5	7.1
2008-09	225254	15.6	14000	14020	100.1	6.2
2009-10	255295	13.3	17322	17697	102.2	6.9
2010-11	303358	18.8	24044.76	21674	90.1	7.1
2011-12	337819	11.4	27500	27896.52 (LE)	101.4	8.3
2012-13	376669	11.5	33128 (Proposed)	-	-	-

Note: For GSDP CSO 2004-05 series as on 2.8.2011, at current prices used from 2007-08 to 2010-11 and growth projections of 13<sup>th</sup> Finance Commission for 2011-12 and 2012-13.

**D. Assumptions underlying State Government projections for Annual Plan 2011-12**

Assumptions made by the State Government for projection of resources for Annual Plan 2012-13 are as follows:

Indicators	Growth Rate in 2012-13 over previous year LE (in percentage terms)
GSDP #	11.5 #
Share in Central Taxes	15.0
States's Own Tax Revenue	12.8
States's Own Non-Tax Revenue	28.2
Interest payments	11.7
Pensions	16.0
Salaries	16.3

# Projected annual growth rate of 13<sup>th</sup> Finance Commission.

Note: All other assumptions are based on estimates submitted by the State Govt.

**E. Release of grants under 13th Finance Commission and other Grants in 2012-13**

(in Rs.cr.)

S.No.	Non Plan Grants	Amount
1	Local Bodies	1099.56
2	Disaster Relief Fund	496.67
3	Non-Plan Revenue Grants	0
4	Capacity building	6.00
5	Performance Incentives	0
6	Delivery of Justice	53.7
7	Grants for State Statistical System	6.6
8	Maintenance of Roads & Bridges	353.0
9	Water Sector Management	56.0
10	Employee and Pension Database	0
	<b>Total</b>	<b>2071.47</b>

S.No.	Plan Grant	Amount
1	Elementary Education	356.0
2	Protection of Forest	22.08
3	Incentive for issuing UIDs	26.98
4	District Innovation Fund	6.60
5	State Specific Needs	300.00
	<b>Total</b>	<b>711.66</b>

Note: Classification of Grants-in-aid to States recommended by 13th Finance Commission as Plan/ Non Plan resources of the States for the purpose of resource estimation in the scheme of financing of annual plan is based on circular issued by FC Division, Deptt. of Expenditure dated 5.3.2010

#### F. Scheme of Financing for Annual Plan 2012-13

Draft scheme of financing for Annual Plan 2012-13 is at **Annex III**, Allocations/ Releases for Other Schemes/ Programmes are given in **Annex IV**. BCR projections are at **Annex V**.

#### G. Issues pertaining to State Finances

- **Desired Plan Size:** The Plan document provided by the State Government indicates desired Plan size of Rs.33128 crore for 2012-13 with resources of equivalent amount including demand for one time ACA of Rs.69 crore. The annual plan for 2012-13 shows an increase of 20.5 % over the previous year's approved plan size of 27500 cr.
- **Borrowing Ceiling:** State Government resources for 2012-13 have been estimated by limiting borrowings to Rs.10588.08 crore at 2.8% of GSDP. Proposed borrowings by the State is lower than ceiling of Rs.11300 crore prescribed by the Ministry of Finance. The prescribed borrowing limit could be leveraged further for the State by Rs. 711.92 crore.
- **Details of Salaries:** Details of Salaries and Pensions and are as under:

(Rs. crore)

S.No.		2011-12 (LE)	2012-13 (Proposed)	Percentage change
1	Pension Payments	5911.7	6857.57	16.00
2	Salary- Non Dev. Expenditure	3770.26	4360.39	15.65
3	Salary-Dev. Expenditure	11464.52	13354.91	16.49
	Total Salaries (2+3)	15234.78	17715.30	16.28

Source: State Govt., BCR table.

H. (i) Details of Additional Central Assistance are as under:

**Allocations under Other Central assistance Programmes**

S.No.	Programmes	2011-12		2012-13	% change Over approved
		Approved	LE	Proposed	
1	Tribal Sub Plan (TSP)	62.06	18.40	71.37	15.0
2	Grants Under proviso to Article 275	86.72	76.42	99.73	15.0
3	Border Areas Development Programme	114.09	114.09	131.20	15.0
4	AIBP	240.00	354.56	240.00	0.0
5	Roads and Bridges	199.49	196.92	229.41	15.0
6	NSAP	180.64	230.47	207.74	15.0
7	NEGAP	18.45		21.22	15.0
8	BRGF	262.98	272.59	302.43	15.0
9	JNNURM	538.85	63.92	250.00	-53.6
10	RKVY	651.59	692.08	749.33	15.0
11	OTACA/SPA	60.00	40.17	69.00	15.0
	Total	2414.87	2059.62	2371.43	-1.8

(ii) OTACA : One time ACA allocated by the Centre to the State since 2007-08 is as follows:

( in Rs.cr.)

Year	2007-08	2008-09	2009-10	2010-11	2011-12
Onetime ACA	70 (21) (G)	30 (G)	33 (G)	94.76 (G)	60.00

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## Profile of Rajasthan Economy

### (i) Trends in growth rate

**Table-1 Real Growth Rate of GSDP**

(as % to GSDP)

States	2007-2008	2008-2009	2009-2010	2010-2011
Rajasthan	5.14	7.09	4.30	9.69
MP	4.69	7.82	8.49	NA
Haryana	9.80	8.61	9.95	9.03
All-India	9.34	6.76	7.96	8.55

Note: 1. Year refers to financial year ending March 31

2. Source: GSDP- CSO- at constant prices (2004-05 Series) as on 02.08.2011

### (ii) Per Capita NSDP

**Table-2: Per capita NSDP at Constant Prices**

States	2007-2008	2008-2009	2009-2010	2010-2011
Rajasthan	21922	23101	23653	25616
MP	17572	18540	19736	NA
Haryana	47520	51016	55214	59188
All-India	30354	31801	33731	35917

Note: 1. Year refers to financial year ending March 31

2. Source: CSO (2004-05 Series) as on 02.08.2011

### (iii) Sectoral Growth Rates

**Table-3: Sectoral Growth rate for Rajasthan**

(at constant prices %)

Sector	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13
Agriculture and Allied	0.31	7.51	1.62	5.97	-12.39	27.00	-	-
Industry	8.57	17.69	2.62	2.35	9.85	1.62	-	-
Services	9.10	9.73	8.88	10.97	8.53	8.41	-	-
Total	6.68	11.67	5.14	7.09	4.30	9.69	-	-

Source: CSO, GSDP at factor cost (1999-2000 series)

**(iii) Credit Deposit Ratio**

**Table-4: Credit Deposit Ratio of Rajasthan**

(in %)

	2007	2008	2009	2010	2011
Deposit(in Rs.cr.)	5925853	7278779	9177678	107021	128297
Credit(in Rs.cr.)	4909843	5994229	7399139	94408	115474
CD Ratio	0.83	0.82	0.81	0.88	0.90
RoG of Deposits	21.18	22.83	26.09	-98.83	19.88
RoG of Credit	29.95	22.09	23.44	-98.72	22.31

Source- RBI Publication

Note: Year refers to financial year ending March 31<sup>st</sup>.

**Table-5: Credit Deposit Ratio of the state including neighboring states**

(in %)

States	2007	2008	2009	2010	2011
Rajasthan	0.83	0.82	0.81	0.88	0.9
Madhya Pradesh	0.62	0.60	0.57	0.60	0.60
Haryana	0.57	0.60	0.61	0.63	0.72

Source- RBI Publication

Note : Year refers to financial year ending March 31<sup>st</sup> .

## Fiscal Overview of Rajasthan

(i) Fiscal parameters

Table-6- Fiscal Profile of Rajasthan

( % of GSDP at current prices)

Indicator	2007-08	2008-09	2009-10	2010-11 (Prov Actual)	2011-12 BE	2012-13 Est
Fiscal Deficit	-1.75	-3.10	-4.03	-1.36	-2.39	-2.81
Revenue Deficit	0.85	-0.37	-1.86	0.35	0.10	0.20
Primary Deficit	1.30	-0.33	-1.38	1.07	-0.02	-0.55
OL	39.59	37.30	35.85	32.73	31.71	31.32
IP/RR	19.31	18.60	19.13	16.04	15.32	13.79

Source: GSDP- CSO upto 2010-11, thereafter as per FC growth rate.

Note : 1. Year refers to financial year ending March 31

2. Data as per State Govt.- Fiscal indicator Table

3. Deficit(+) and Surplus(-)

4. OL is Outstanding Liabilities, IP is interest payment and  
RR is Revenue Receipts(ii) **Table-7- States Own Tax Revenue**

(as % of GSDP/ at current prices)

States/Year	2007-08	2008-09	2009-10	2010-11 (Prov Actual)	2011-12 BE	2012-13 Est
Rajasthan	6.81	6.63	6.43	6.84	6.32	6.96
MP	7.44	7.30	7.96	8.94	8.69	-
Haryana	7.53	6.37	6.11	6.51	6.79	-

Note : 1. Year refers to financial year ending March 31<sup>st</sup>.

2. As per State Government- Fiscal indicator Table 3. All India GSDP used to derive ratio

**Table- 8 Public Expenditure Ratio\* of Rajasthan and its neighbouring States**

States/Year	2007-08	2008-09	2009-10	2010-11 (Prov Actual)	2011-12 BE	2012-13 Est
Rajasthan	18.46	18.00	17.94	16.61	17.92	19.25
MP	20.80	20.42	21.96	24.00	24.75	-
Haryana	13.77	13.87	14.47	12.83	13.68	-

\*Total expenditure ratio = percentage of Expenditure (plan + non-plan) to GSDP.

2. As per State Government- Fiscal indicator Table 3. Source: GSDP- CSO upto 2009-10, thereafter State Govt.

- (iii) **Social Allocation Ratio:** Table 9 below presents the ratio of social expenditure to total expenditure of Rajasthan and its neighbouring states

**Table-9 Social Allocation Ratio**

States	2007-08	2008-09	2009-10(RE)	2010-11(BE)
Rajasthan	38.9	45.2	44.8	42.4
MP	35.7	36.7	36.7	39.5
Haryana	33.3	37.2	39.6	39.2
All States	35.3	37.6	39.1	39.2

Note: Social Sector Includes expenditure on social services, rural development and food storage and warehousing under revenue expenditure, capital outlay and loans and advances by the State Governments

Source: Budget Documents of the State Governments

- (iv) **Table 10: Per capita profile**

	2008	2009	2010 (Prov)	2011 BE
Per capita Exp.	5573.94	6174.50	6862.13	7428.29
Per capita RR	4769.67	5098.07	5301.13	6771.07
Per capita Plan exp.	1695.79	1856.83	1882.96	2089.41

Note : 1. Year refers to financial year ending March 31

2. Data as per FR Estimates of State Govt.

3. RGI estimated Population (1st March)

Table 11 :Fiscal Indicators for State of Rajasthan

(in Rs.cr.)

S.No.	Item/Year	Eleventh Plan					
		2007-08	2008-09	2009-10	2010-11 (Provisional Actual)	2011-12 (BE)	2012-13 (BE/Estt.)
<b>1</b>	<b>Tax Revenue</b>	<b>21802.33</b>	<b>23942.22</b>	<b>25672.40</b>	<b>33613.75</b>	<b>36793.06</b>	<b>43993.31</b>
1a	State's Own Tax Revenue	13274.73	14943.50	16414.27	20758.13	21349.45	26233.16
1b	Share in Central Taxes	8527.60	8998.72	9258.13	12855.62	15443.61	17760.15
<b>2</b>	<b>Non Tax Revenue</b>	<b>8978.29</b>	<b>9526.63</b>	<b>9712.61</b>	<b>12314.45</b>	<b>15494.30</b>	<b>17754.48</b>
2a	State's Own Non-Tax Revenue	4053.93	3888.46	4558.22	6294.12	6438.13	8290.64
2b	Grants	4924.36	5638.17	5154.39	6020.33	9056.17	9463.84
<b>3</b>	<b>Total Revenue Receipts</b>	<b>30780.62</b>	<b>33468.85</b>	<b>35385.01</b>	<b>45928.20</b>	<b>52287.36</b>	<b>61747.79</b>
4	Non Debt Capital Receipts	1781.89	93.44	120.94	331.82	173.64	182.02
<b>5</b>	<b>Total Receipts</b>	<b>32562.51</b>	<b>33562.29</b>	<b>35505.95</b>	<b>46260.02</b>	<b>52461.00</b>	<b>61929.81</b>
<b>6</b>	<b>Revenue Expenditure</b>	<b>29127.65</b>	<b>34295.60</b>	<b>40132.19</b>	<b>44873.35</b>	<b>51934.74</b>	<b>60991.93</b>
	i) Subsidies	-	-	-	-	-	-
6a	Plan Expenditure (including CSS)	5133.67	5770.61	6286.89	8752.67	10710.94	12161.79
	i) Salaries	-	-	-	-	-	-
<b>6b</b>	<b>Non Plan Revenue Expenditure</b>	<b>23993.98</b>	<b>28524.99</b>	<b>33845.30</b>	<b>36120.68</b>	<b>41223.80</b>	<b>48830.14</b>
	i) Interest Payments	5942.99	6224.25	6769.13	7369.00	8012.48	8515.15
	ii) Pensions	2564.20	3322.11	4886.85	5150.65	6155.47	6857.57
	iii) Salaries	7691.85	11269.49	13802.12	13351.22	15472.98	17984.47
	iv) Others	7794.94	7709.14	8387.20	10249.81	11582.87	15472.95
<b>7</b>	<b>Capital Expenditure (8+9)</b>	<b>6843.24</b>	<b>6240.01</b>	<b>5672.55</b>	<b>5512.73</b>	<b>8589.72</b>	<b>11525.95</b>
7a	Plan (8a+9a)	5809.95	6419.50	6281.84	5419.79	8575.27	11510.79
7b	Non Plan (8b+9b)	1033.29	-179.49	-609.29	92.94	14.45	15.16
<b>8</b>	<b>Capital Outlay</b>	<b>6555.55</b>	<b>5899.95</b>	<b>5174.73</b>	<b>5250.62</b>	<b>8550.13</b>	<b>11472.93</b>
8a	Plan (including CSS)	5611.27	6095.80	5819.33	5230.56	8535.88	11457.97
8b	Non Plan	944.28	-195.85	-644.60	20.06	14.25	14.96
<b>9</b>	<b>Loans &amp; Advances</b>	<b>287.69</b>	<b>340.06</b>	<b>497.82</b>	<b>262.11</b>	<b>39.59</b>	<b>53.02</b>
9a	Plan (including CSS)	198.68	323.70	462.51	189.23	39.39	52.82
9b	Non Plan	89.01	16.36	35.31	72.88	0.20	0.20
<b>10</b>	<b>Total Expenditure (6+7)</b>	<b>35970.89</b>	<b>40535.61</b>	<b>45804.74</b>	<b>50386.08</b>	<b>60524.46</b>	<b>72517.88</b>
10a	Plan (6a+7a)	10943.62	12190.11	12568.73	14172.46	19286.21	23672.58
10b	Non Plan (6b+7b)	25027.27	28345.50	33236.01	36213.62	41238.25	48845.30
<b>11</b>	<b>Revenue Surplus / Deficit (3 - 6)</b>	<b>1652.97</b>	<b>-826.75</b>	<b>-4747.18</b>	<b>1054.85</b>	<b>352.62</b>	<b>755.86</b>
<b>12</b>	<b>Fiscal Deficit (11 - 7 + 4)</b>	<b>-3408.38</b>	<b>-6973.32</b>	<b>-10298.79</b>	<b>-4126.06</b>	<b>-8063.46</b>	<b>-10588.07</b>
<b>13</b>	<b>Primary Deficit [12 + 6(b)(i)]</b>	<b>2534.61</b>	<b>-749.07</b>	<b>-3529.66</b>	<b>3242.94</b>	<b>-50.98</b>	<b>-2072.92</b>
14	Total Outstanding Liabilities (as at the end of the year)	77137.88	84022.80	91532.93	99275.01	107119.98	117982.24
15	GSDP (at current prices)	194822.14	225254.00	255295.29	303358.11	333693.92	381185.04
<b>16</b>	<b>Revenue Deficit (as % of GSDP)</b>	<b>0.85</b>	<b>-0.37</b>	<b>-1.86</b>	<b>0.35</b>	<b>0.11</b>	<b>0.20</b>
<b>17</b>	<b>Fiscal Deficit (as % of GSDP)</b>	<b>-1.75</b>	<b>-3.10</b>	<b>-4.03</b>	<b>-1.36</b>	<b>-2.42</b>	<b>-2.78</b>
<b>18</b>	<b>Primary Deficit (as % of GSDP)</b>	<b>1.30</b>	<b>-0.33</b>	<b>-1.38</b>	<b>1.07</b>	<b>-0.02</b>	<b>-0.54</b>
<b>19</b>	<b>Total Outstanding Liabilities (as % of GSDP)</b>	<b>39.59</b>	<b>37.30</b>	<b>35.85</b>	<b>32.73</b>	<b>32.10</b>	<b>30.95</b>
<b>20</b>	<b>Own Tax Revenue (as % of GSDP)</b>	<b>6.81</b>	<b>6.63</b>	<b>6.43</b>	<b>6.84</b>	<b>6.40</b>	<b>6.88</b>