

Financial Resources Division

1. The principal task of the Financial Resources (FR) division is to estimate the financial resources available with the Public Sector for building the economy's productive capacity in a given span of time. Such resources are referred to as Aggregate Plan resources, which the FR division estimates for the Governments at the Centre, States and Union territories with legislatures.
2. While the size of Aggregate Plan resources reflects the ability of the Public sector in building productive capacities.
3. Some of these inputs include policy prescriptions on raising potential levels of tax and non-tax revenues, limiting borrowings.
4. For the State Governments the 'Scheme of Financing' includes Central Assistance of which the Normal Central Assistance is derived on the basis of Gadgil-Mukherjee formula.