



Analysis of State Budget for 2019-20: Select States (Vol. 2)

April 2019

**PHD RESEARCH BUREAU
PHD CHAMBER OF COMMERCE AND INDUSTRY**
PHD House, 4/2 Siri Institutional Area, August Kranti Marg New Delhi 110016
Phone: 91-11-49545454 Fax: 91-11-26855450, 26863135
Email: research@phdcci.in Website: www.phdcci.in

State Budgets Snapshot: 2019-20 (Brief Summary of the State Budgets)

The state governments announced their interim budgets/vote on accounts for 2019-20 making allocations in important areas relating to socio-economic welfare. A summary of the state budget highlights is given below:

Budgets at a glance (in Rs Crore)

S. No.	States	Estimated Revenue	Estimated Expenditure
1	Jammu & Kashmir	84571	88911
2	Uttar Pradesh	470684	479701
3	Bihar	201584.8	200501.01
4	Gujarat	197171.7	190130.3
5	Goa	14651.2	17702.3

Source: PHD Research Bureau, compiled from different state budgets for 2019-2020

1. Jammu & Kashmir

The budget of Jammu and Kashmir has focused on the overall development and welfare of the state. The budget has proposed Rs 5 crore each to the Handicraft Development and Handloom Development Corporations for raw material and inventory upgradation. The budget proposed an amount of Rs 2573 crores expected to flow to Panchayati Raj Institutions and Rs 1030 crores to Urban Local Bodies in a timeframe of 15 months.

Allocation to Agriculture Sector has been enhanced by Rs 20 crores. 50% subsidy proposed for all newly Controlled Atmospheric Stores which will be established in next financial year. 50% subsidy for refrigerated vans for transportation of perishable vegetables/fruits.

Budget at a glance (in Rs crore)

	Items	2018-19 (RE)	2019-20 (BE)
A	Revenue Receipts	66180	71193
B	Revenue Expenditure	59042	58442
C	Capital Receipts	13411	13378
D	Capital Expenditure	30425	30469
E	Total Expenditure	89467	88911
F	Total Receipts	79591	84571
G	Fiscal Deficit	19529	13996

Source: PHD Research Bureau, Compiled from Jammu and Kashmir Budget 2019-2020

Rs 250 crore has been allocated for upgradation of infrastructure in New Degree Colleges. Rs 100 crores allocated for providing benches and desks in primary and middle schools. Rs 45 crore allocated for providing assured electricity and drinking water supply to all schools. Rs 5.50 crore allocated for reactivating EDUSAT and additional Smart Classrooms in schools.

For health, the budget has allocated Rs 350 crores to be spent for completion of under-construction buildings of Medical Colleges, District/ Sub-district hospitals, PHCs etc. Rs 100 crores provided for augmentation of equipments in hospitals across the State. For tourism Sector- Rs 130 crore for augmentation of the Tourism Infrastructure for the year 2019-20 including creation of Project Management Unit (PMU). In addition, Projects worth Rs 2000 crores taken up for Tourism Infrastructure Projects. For Roads and Buildings additional Rs 1000 crores to be spent during 2019-20 for completion of languishing connectivity projects.

2. Uttar Pradesh

The budget of Uttar Pradesh focuses on the socio-economic development of the state. The state budget has proposed a cess on liquor sales. A cess will be levied on liquor sales, through which a revenue of Rs 165 crore is estimated. This will be used towards feeding of stray cattle. For the rural development, Rs 6,240 crore has been allocated towards Pradhan Mantri Awas Yojana – Rural. Rs 3,488 crore has been allocated under the National Rural Livelihood Mission. Rs 2,954 crore has been allocated towards the National Rural Drinking Water Mission.

For the women and child development, a new scheme, Kanya Sumangala Yojana has been announced to improve the health and education levels of girls. Rs 1,200 crore has been allocated towards it. Education sector has been allotted an amount of Rs 500 crore has for improving infrastructure in primary and higher primary schools. Rs 272 crore has been allocated towards Sanskrit medium schools. Rs 4,433 crore has been allocated towards scholarships for students belonging to economically weaker sections of society.

Budget at a glance (in Rs crore)

	Items	2018-19 (RE)	2019-20 (BE)
A	Revenue Receipts	385187	397416
B	Revenue Expenditure	332774	363957
C	Capital Receipts	54338	78950
D	Capital Expenditure	116799	115744
E	Total Expenditure	449573	479701
F	Total Receipts	439525	470684
	Fiscal Deficit	43840	46911

Source: PHD Research Bureau, Compiled from various sources

The Water Supply, Sanitation, Housing and Urban Development sector has been allocated Rs 33374 crores in the budget. Rs 175 crore has been allotted each towards Kanpur, and Agra Metro Rails. Rs 5,156 crore has been allocated towards Pradhan Mantri Awas Yojana – Urban. Rs 2,200 crore and Rs 2,000 crore have been allocated towards the AMRUT, and Smart Cities Missions respectively. For the growth of agricultural sector, Rs 892 crore has been allocated towards the Rashtriya Krishi Vikas Yojana, while Rs 450 crore has been allocated towards the National Crop Insurance Programme.

3. Bihar

The budget of Bihar 2019-20 has majorly focused on villages, health, education, infrastructure sector. The size of the budget is Rs 200501.01 crores for the year 2019-2020. The budget has earmarked amount for Scheduled Castes & Scheduled Tribes of Rs 17,928.1 crore.

Budget at a glance (in Rs crore)

	Items	2018-19 (RE)	2019-20 (BE)
A	Revenue Receipts	158051.4	176747.6
B	Revenue Expenditure	136739.7	155230.6
C	Capital Receipts	23203.9	24837.1
D	Capital Expenditure	40250.6	45270.4
E	Total Expenditure	176990.3	200501.01
F	Total Receipts	181255.3	201584.8
G	Fiscal Deficit	11203.9	16101.05

Source: PHD Research Bureau, Compiled from Bihar Budget 2019-2020

For the education department amount of Rs 34,798.7 crore has been allocated in which Rs 34,027.2 crore for Revenue Section and Rs 771.5 crore for Capital Section. In the health department a sum of Rs 9,622.8 crore has been allocated. For the road sector, departments of Road construction and Rural works are involved in this sector. For the year 2019-20 the proposed expenditure is estimated at Rs 17,923.5 crore. For the year 2019-20 the total amount includes Rs 1,513.00 crore for maintenance of road. For the welfare Initiative, a provision of Rs 10,615.5 crore for the welfare of SC & ST, Minority and OBC & MBC for year 2019-20 has been proposed.

4. Gujarat

The budget of Gujarat focuses on the overall growth and development of the economy. For health, the state government has decided to increase insurance cover for 68 lakh beneficiary families of “MA” and “MA-Vatsalya” Yojana on the lines of Ayushman Bharat from Rs 3 lakh to Rs 5 lakh. To encourage prawn culture activity, additional 5000 hectares land has been allotted with an aim to provide employment to 25,000 aqua-culturists. To give boost to their activity and to provide them better facilities, new fish landing centres will be set up in the state.

For the development in Social Sector, the state budget has proposed a hefty increase of 50% in the old age pension and enhance their monthly pension from Rs 500 to Rs 750 benefiting 7.5 lakh elderly citizens. For Roads and Building, Mukhyamantri Gram Sadak Yojana is one of the important and popular schemes of Government of Gujarat. In the year 2019-20 also, works of roads and bridges of more than Rs 2000 cr will be sanctioned under this scheme. In the energy sector, for farmers to get more electricity, continuous electricity and cost effective electricity, the Suryashakti Kisan Yojana (SKY) has been implemented. Through which it is planned that the farmers should be able to generate electricity, use the electricity produced by themselves, and should be able to sell the remaining electricity to the electricity board.

Budget at a glance (in Rs crore)

	Items	2018-19 (RE)	2019-20 (BE)
A	Revenue Receipts	140531.7	154884.7
B	Revenue Expenditure	139153.1	145022.4
C	Capital Receipts	43852.01	42287.01
D	Capital Expenditure	48956.5	45107.9

Source: PHD Research Bureau, Compiled from Gujarat Budget 2019-2020

For women empowerment and nutrition, State Government provide monthly pension of Rs 1,000 to about 1.5 lakh widow beneficiaries. Under this scheme, the pension is discontinued, after the widow’s son reaches the age of 21 years. Because of this condition, a number of poor widow beneficiaries faced hardship in sustenance. But in the Budget 2019-2020, the state government has decided that the beneficiary widow shall continue to get pension irrespective of the age of her son. The current monthly widow pension has also been proposed to increase to Rs 1250 per month.

5. Goa

The Goa budget has continued to put a major thrust on Agriculture, Health, Education, Information Technology, Employment, Infrastructure and overall sustainable economic development. The Goa budget proposed Rs 1624.5 crores towards school education and Rs 411.8 crores towards higher education. Towards technical education, the budget proposed an amount of Rs 203.9 crores.

Budget at a glance (in Rs Crores)

	Items	2018-19 (RE)	2019-20 (BE)
A	Revenue Receipts	10530.7	12193.8
B	Revenue Expenditure	10386.04	11738.7
C	Capital Receipts	1700.4	2457.4
D	Capital Expenditure	5195.2	5963.6
E	Fiscal Deficit	763.7	1418.6

Source: PHD Research Bureau, Compiled from Goa Budget 2019-2020

The budget provisioned Rs 1333.4 crores towards health and Rs 1115.1 crores towards social welfare including women and child, tribal welfare. The budget allocated Rs 534.7 crores towards agriculture, animal husbandry & veterinary services, fisheries and forests. The budget allocated Rs 3264.3 crores towards public works, water resources and other infrastructures. The budget proposed a sum of Rs 2440 crores towards electricity & non-conventional energy. The budget provisioned a sum of Rs 216.9 crores towards tourism and Rs 394.6 crores towards information technology.

In a nutshell, all the states have emphasized on social welfare and upliftment in their respective budgets. The states realize the importance of well-developed infrastructure for the growth of industry as well as overall growth of the state economy. Thus, the majority of the states have laid emphasis on development of physical infrastructure alongwith social infra to foster socio-economic growth in the coming times.



PROJECT TEAM

Dr. S P Sharma
Chief Economist
Email: spsharma@phdcci.in

Ms Megha Kaul
Economist

Ms Shivani Mehrotra
Research Associate

Disclaimer

“Analysis of State Budgets 2019-20: Select States (vol. 2)” is prepared by PHD Chamber of Commerce and Industry to provide a broad view of the state. This report may not be reproduced, wholly or partly in any material form, or modified, without prior approval from PHD Chamber of Commerce and Industry.

It may please be noted that this report is for guidance and information purposes only. Though due care has been taken to ensure accuracy of the information to the best of the PHD Chamber's knowledge and belief, it is strongly recommended that readers should seek specific professional advice before making any decisions.

Please note that the PHD Chamber of Commerce and Industry does not take any responsibility for outcome of decisions taken as a result of relying on the content of this report. PHD Chamber of Commerce and Industry shall in no way, be liable for any direct or indirect damages that may arise due to any act or omission on the part of the reader or user due to any reliance placed or guidance taken from any portion of this publication.

Copyright 2019
PHD Chamber of Commerce and Industry
ISBN No. 978-93-84145-82-8
ALL RIGHTS RESERVED.

No part of this publication including the cover, shall be reproduced, stored in a retrieval system, or transmitted by any means, electronic, mechanical, photocopying, recording, or otherwise, without the prior written permission of, and acknowledgement of the publisher (PHD Chamber of Commerce and Industry).



PHD Research Bureau

PHD Research Bureau; the research arm of the PHD Chamber of Commerce and Industry was constituted in 2010 with the objective to review the economic situation and policy developments at sub-national, national and international levels and comment on them in order to update the members from time to time, to present suitable memoranda to the government as and when required, to prepare State Profiles and to conduct thematic research studies on various socio-economic and business developments.

The Research Bureau has been instrumental in forecasting various lead economic indicators national and sub-national. Many of its research reports have been widely covered by media and leading newspapers. The Research Bureau has undertaken various policy studies for Government of India and State Governments.

Research Activities	Comments on Economic Developments	Newsletters	Consultancy
<ul style="list-style-type: none"> Research Studies 	<ul style="list-style-type: none"> Global Economic Developments 	<ul style="list-style-type: none"> Economic Affairs Newsletter (EAC) 	<ul style="list-style-type: none"> Trade and Investment Facilitation Services (TIFS)
<ul style="list-style-type: none"> State Profiles 	<ul style="list-style-type: none"> India's Economic Developments 	<ul style="list-style-type: none"> Forex and FEMA Newsletter 	
<ul style="list-style-type: none"> Impact Assessments 	<ul style="list-style-type: none"> States' Economic Developments 	<ul style="list-style-type: none"> Global Economic Monitor (GEM) 	
<ul style="list-style-type: none"> Thematic Research Reports 	<ul style="list-style-type: none"> International Developments 	<ul style="list-style-type: none"> Trade & Investment Facilitation Services (TIFS) Newsletter 	
<ul style="list-style-type: none"> Releases on Economic Developments 	<ul style="list-style-type: none"> Financial Markets 	<ul style="list-style-type: none"> State Development Monitor (SDM) 	
	<ul style="list-style-type: none"> Foreign exchange market 	<ul style="list-style-type: none"> Industry Development Monitor (IDM) 	
	<ul style="list-style-type: none"> Developments in International Trade 		



Studies undertaken by the PHD Research Bureau

A: Thematic research reports

1. Comparative study on power situation in Northern and Central states of India (September 2011)
2. Economic Analysis of State (October 2011)
3. Growth Prospects of the Indian Economy, Vision 2021 (December 2011)
4. Budget 2012-13: Move Towards Consolidation (March 2012)
5. Emerging Trends in Exchange Rate Volatility (Apr 2012)
6. The Indian Direct Selling Industry Annual Survey 2010-11 (May 2012)
7. Global Economic Challenges: Implications for India (May 2012)
8. India Agronomics: An Agriculture Economy Update (August 2012)
9. Reforms to Push Growth on High Road (September 2012)
10. The Indian Direct Selling Industry Annual Survey 2011-12: Beating Slowdown (March 2013)
11. Budget 2013-14: Moving on reforms (March 2013)
12. India- Africa Promise Diverse Opportunities (November 2013)
13. India- Africa Promise Diverse Opportunities: Suggestions Report (November 2013)
14. Annual survey of Indian Direct Selling Industry-2012-13 (December 2013)
15. Imperatives for Double Digit Growth (December 2013)
16. Women Safety in Delhi: Issues and Challenges to Employment (March 2014)
17. Emerging Contours in the MSME sector of Uttarakhand (April 2014)
18. Roadmap for New Government (May 2014)
19. Youth Economics (May 2014)
20. Economy on the Eve of Union Budget 2014-15 (July 2014)
21. Budget 2014-15: Promise of Progress (July 2014)
22. Agronomics 2014: Impact on economic growth and inflation (August 2014)
23. 100 Days of new Government (September 2014)
24. Make in India: Bolstering Manufacturing Sector (October 2014)
25. The Indian Direct Selling Industry Annual Survey 2013-14 (November 2014) Participated in a survey to audit SEZs in India with CAG Office of India (November 2014)
26. Role of MSMEs in Make in India with reference to Ease of Doing Business in Ghaziabad (Nov 2014)
27. Exploring Prospects for Make in India and Made in India: A Study (January 2015)
28. SEZs in India: Criss-Cross Concerns (February 2015)
29. Socio-Economic Impact of Check Dams in Sikar District of Rajasthan (February 2015)
30. India - USA Economic Relations (February 2015)
31. Economy on the Eve of Union Budget 2015-16 (February 2015)
32. Budget Analysis (2015-16)
33. Druzhba-Dosti: India's Trade Opportunities with Russia (April 2015)
34. Impact of Labour Reforms on Industry in Rajasthan: A survey study (July 2015)
35. Progress of Make in India (September 2015)
36. Grown Diamonds, A Sunrise Industry in India: Prospects for Economic Growth (November 2015)
37. Annual survey of Indian Direct Selling Industry 2014-15 (December 2015)
38. India's Foreign Trade Policy Environment Past, Present and Future (December 2015)
39. Revisiting the emerging economic powers as drivers in promoting global economic growth (February 2016)
40. Bolstering MSMEs for Make in India with special focus on CSR (March 2016)
41. BREXIT impact on Indian Economy (July 2016)
42. India's Exports Outlook (August 2016)
43. Ease of Doing Business : Suggestive Measures for States (October 2016)
44. Transforming India through Make in India, Skill India and Digital India (November 2016)
45. Impact of Demonetization on Economy, Businesses and People (January 2017)
46. Economy on the eve of Budget 2017-18 (January 2017)

47. Union Budget 2017-18: A budget for all-inclusive development (January 2017)
48. Annual Survey of Indian Direct Selling Industry 2015-16 (February 2017)
49. Worklife Balance and Health Concerns of Women: A Survey (March 2017)
50. Special Economic Zones: Performance, Problems and Opportunities (April 2017)
51. Feasibility Study (socio-Economic Survey) of Ambala and Rohtak Districts in Haryana (March 2017)
52. Goods and Services (GST): So far (July 2017)
53. Reshaping India-Africa Trade: Dynamics and Export Potentiality of Indian Products in Africa (July 2017)
54. Industry Perspective on Bitcoins (July 2017)
55. Senior Housing: A sunrise sector in India (August 2017)
56. Current state of the economy (October 2017)
57. Equitable finance to fulfill funding requirements of Indian Economy (October 2017)
58. The Wall of Protectionism: : Rise and Rise of Protectionist Policies in the Global Arena, (November 2017)
59. India-Israel Relations: Building Bridges of Dynamic Trade(October 2017)
60. Role of Trade Infrastructure for Export Scheme (TIES) in Improving Export Competitiveness (November 2017)
61. India - China Trade Relationship: The Trade Giants of Past, Present and Future (January 2018)
62. Analysis of Trade Pattern between India and ASEAN(January 2018)
63. Union Budget 2018-19 – (February 2018)
64. Ease of Doing Work for Women: A survey of Delhi NCR (February 2018)
65. Restraining Wilful Defaults: Need of the hour for Indian Banking System (March 2018)
66. Impact of GST on Business, Industry and Exporters (April 2018)
67. India – Sri Lanka Bilateral Relations: Reinforcing trade and investment prospects (May 2018)
68. Growth Prospects of the Indian Economy: Road to US \$5 Trillion Economy(May 2018)
69. India's Free Trade Agreements Dynamics and Diagnostics of Trade Prospects(May 2018)
70. Growth Prospects of the India Economy: Road to US \$5 Trillion Economy(May 2018)
71. India – UK Trade Relations and Societal Links: Way Forward (June 2018)
72. Rural India: Road to US\$ 5 trillion economy (September 2018)
73. Economy on the eve of Interim Budget 2019-20 (January 2019)
74. Interim Budget 2019-20 analysis (February 2019)
75. Women Entrepreneurship: Transforming from domestic household to financial independence
76. Prospects for Exports from India: Five Pronged Strategy to Achieve USD700 Billion Merchandise Exports by 2025
77. India Towards a Shared Prosperity: Economic Agenda for the Next Five Years

B: State profiles

78. Rajasthan: The State Profile (April 2011)
79. Uttarakhand: The State Profile (June 2011)
80. Punjab: The State Profile (November 2011)
81. J&K: The State Profile (December 2011)
82. Uttar Pradesh: The State Profile (December 2011)
83. Bihar: The State Profile (June 2012)
84. Himachal Pradesh: The State Profile (June 2012)
85. Madhya Pradesh: The State Profile (August 2012)
86. Resurgent Bihar (April 2013)
87. Life ahead for Uttarakhand (August 2013)
88. Punjab: The State Profile (February 2014)
89. Haryana: Bolstering Industrialization (May 2015)
90. Progressive Uttar Pradesh: Building Uttar Pradesh of Tomorrow (August 2015),
91. Suggestions for Progressive Uttar Pradesh (August 2015)
92. State profile of Telangana- The dynamic state of India (April 2016)
93. Smart Infrastructure Summit 2016- Transforming Uttar Pradesh (August 2016)



94. Smart Infrastructure Summit 2016-Transforming Uttar Pradesh : Suggestions for the State Government (August 2016)
95. Rising Jharkhand: An Emerging Investment Hub (February 2017)
96. Punjab: Roadmap for the New Government Suggestions for the Industrial and Socio-Economic Development – Focus MSMEs ease of doing business (May 2017)
97. Prospering Himachal Pradesh: A Mountain of Opportunities (August 2017)
98. Kashmir: The way forward (February 2018)
99. Analysis of State Budgets for 2018-19: Select Sates (March 2018)
100. Rising Uttar Pradesh : One District One Product Summit (August 2018)
101. Rajasthan Steady Strides into the Future: Emerging Growth Dynamics and the Way Forward (August 2018)
102. Jharkhand: Economic Profile (January 2019)
103. Rising Jharkhand: Skill Development to spur socio-economic growth (January 2019)
104. Progressive Haryana: The Agricultural Hub of India (February 2019)
105. Progressive Haryana: Economic Profile (February 2019)