

Greetings!

State Budgets Snapshot: 2020-21

(Brief summary of the State Budgets)

The state governments have announced their annual Budgets 2020-21 making allocations in important areas relating to socio-economic welfare. A brief summary of the state budget highlights is given below:

1. Arunachal Pradesh

The size of the budget has been estimated at Rs 21880.4 crore in 2020-21. In the budget estimates of 2020-21, a revenue receipt of Rs 20594.59 Crore and a capital receipt of Rs 1385.71 Crore is projected, making the total receipts of Rs. 21980.30 Crore as against total receipt of Rs. 18726.24 Crore in revised estimates of 2019-20. State share of Central taxes has been pegged at a level of Rs 13801.59 Crores as per the Union Budget 2020-21 and the projected states own tax revenue is projected as Rs 1316.00 Crore.

2. Bihar

The size of the budget has been estimated at Rs 21176149.4 lakhs for 2020-21. Bihar budget proposed cheap electricity to 1 lakh 36 thousand farmers. 8074 check dams will be made. This is the first green budget of the country. With no splurge on major schemes in 2020-21, he has projected a fiscal deficit of Rs 20,374 crore, which is 2.97% of GSDP worth Rs 6,85,797 crore, adding that revenue surplus will continue next fiscal too.

3. Chattisgarh

The budget made big proposals for agriculture, health, employment, youth, industry, women. The budget approved the merger of 16000 education workers. A provision of Rs 7 crore 20 lakh has been made for the establishment of ATC at three airports Bilaspur, Ambikapur, Jagdalpur in the state. 25 new tehsils will be constructed in the state. Three subdivisions of the state will be converted into district jail. 07 new gram panchayats will be formed in the state. Apart from this, 9 polytechnic colleges will also be opened.

4. Delhi

The total budget estimates for the year 2020-21 is proposed at Rs 65,000 crore which includes Rs 35,500 crore towards establishment expenses & committed liabilities, devolution to Local Bodies, Interest and Principal to be paid to Government of India, transport, water and power subsidy etc. and Rs 29,500 crore for implementation of various schemes, programmes and capital projects. The Debt- GSDP ratio at 4.22% of Delhi Government in 2018-19 is the lowest among all the States.

5. Goa

The size of the state budget has been Rs 2074949.7 lakhs in 2020-21. To promote Goa as an investment hub, the state Government is focused on making the system transparent by introducing the Ease of Doing Business (EoDB) through the Goa Investment Promotion Board. To promote the state of Goa as an investment friendly destination, the government supported the first "Vibrant Goa Summit" to assure the investors and industries the continuous support from state Government. The state government has been promoting information and communication technology for the benefit of the people of Goa.

6. Gujarat

The budget size for the state is Rs 217287 crore which is an increase of Rs 12472 crore compared to financial year 2019-20. The developmental expenditure of the state is Rs 133283.4 crore which is higher by Rs 52881.9 crore than the non-developmental expenditure of Rs 80401.4 crore. The state has facilitated Ease of Doing Business under Business Reform Action Plan. This has provided unprecedented momentum to industrial growth. Under the scheme of Pradhan Mantri Kisan Sanman Nidhi Yojana, a total amount of Rs 3186 crore has been transferred directly to the bank accounts of 48 lakh farmers. The farmer-centric government has announced the biggest ever agricultural package of Rs 3795 crore in the interest of millions of farmers and the subvention is being paid to the beneficiary farmers.

7. Haryana

The size of the budget has been estimated at Rs 119751.9 crore in 2020-21. The budget proposed an unprecedented increase of 28% in the state's budget towards the education sector has been proposed, with 15% of the budget being allotted to the education sector. The state's budget towards health saw a rise of 23.03% over the revised estimate outlay of the previous year. The budget witnessed an increase in the allocation of Rs 5474.2 crores to agriculture and Rs 6294 crores to rural development and panchayat. To educate the rural youth, digital libraries will also be set up in rural areas of Haryana. Such an increased focus on rural electrification, education, and sanitation will aid agricultural production and increase the overall rural standard of living.

8. Himachal Pradesh

The Himachal Pradesh budget proposed Rs 3986 crore for PWD. The budget earmarked Rs 44 crore to install crash barriers and improve condition of roads. Rs 150 crore were allocated for 'nayi rahein nayi manzilen' scheme. Rs 480 crore subsidy allocated for domestic power consumers. New scheme launched to boost handicraft production with provision of Rs 58 crore. The budget proposed Rs 8016 crore for education sector. A provision of Rs 9 crore has also been made for better infrastructure of nine colleges in the state.

9. Jharkhand

The major focus of the budget was on agriculture, boosting businesses, creating employment opportunities to youth, providing better resources, health, women empowerment, among others. The budget proposed that Rs 25047.4 crore would be spent in generalized areas, Rs 32167.6 were earmarked for social sectors and Rs 25155 crore in field of finance. For the farmers, the government will start a short-term agricultural debt relief scheme, in the upcoming financial year 2020-21, a budget provision of Rs 2000 crore has been finalised.

10. Karnataka

The size of the state budget is Rs 226288.05 crores. The budget has proposed implementation of new agricultural policy to encourage water security, land bank and community farming, processing of farm produce, marketing and to consider agriculture and horticulture as an industry. A grant of Rs.2600 crore to continue the scheme of providing additional assistance by the State Government to the beneficiaries of "Pradhan Mantri Kisan Samman Nidhi Yojane" during 2020-2021 has been made. The budget also made a provision of allocation of Rs.900 crore towards State's share of insurance instalment for Pradhan Mantri Fasal Bima Scheme.

11. Kerala

Kerala is becoming more investment friendly. A scheme has been announced for financial aid for enterprises that create new employment opportunities. The government will give the

employers of the newly registered ventures in Kerala either the employer contribution or one month salary of the employee as subsidy. The limit for the maximum amount will be fixed. In case of women employees, an additional amount of Rs2000/- are proposed to be given. For this the budget has earmarked Rs 100 crore. Rs 1102 crore has been earmarked under Plan Scheme.

12. Maharashtra

The state budget provisioned a total of Rs.22000 crore to waive the outstanding amount of the principle and interest upto Rs. 2 lakh to make the farmers debt free under Mahatma Jotirao Phule Karjmukti Yojna 2019 in agriculture. To boost the agriculture sector, a new scheme of Rs 10 thousand Crore programme, 5 lakh solar pumps in next five years for supplying electricity to farmers in day time have been provisioned. Also a provision of Rs.670 crore in the year 2020-21 has been made for the agriculture sector.

13. Odisha

The size of the state budget has been estimated at Rs 150000 crore for 2020-21. The state is nationally recognized for fiscal prudence and financial management. The budget has proposed to introduce a document on "Climate Budget" to provide a brief account of tracking climate public expenditure. Odisha is the first State in the country to bring out such disclosure. Empowerment of women as well as rights and holistic development of the children is one of the major development agenda of the state government. For the year 2020-21, the state brought out two separate disclosure documents for "Gender Budget" and "Child Budget".

14. Punjab

The State of Punjab has always been at the forefront of nation building. The per capita income of the state has also increased from Rs. 1,54,996 in 2018-19 to Rs. 1,66,830 in 2019-20 and is 23.53% higher than the national average of Rs. 1,35,050. The state government, in pursuance of its commitment towards the welfare and development of agriculture and allied activities has proposed the budgetary allocations of Rs. 12,526 crore for the agriculture and allied sector. Similarly, allocation of Rs. 13,092 crore and Rs. 4,675 crore has been proposed for Education and Health sectors respectively. For Social Justice, Empowerment & Minorities and Social Security, Women and Child Development, Rs. 901 crore and Rs. 3,498 crore of allocations have been provided, while for Sports and Youth Services, Rs. 270 crore has been provisioned.

15. Rajasthan

The size of the state budget has been estimated at Rs 22573149.9 lakh in 2020-21. Rajasthan government did not impose new taxes in the budget. A concession in stamp duty on lease executed by state government and local authorities had been announced, full exemption from stamp duty and concession in registration fees on transfer of sick micro and small enterprises, amnesty schemes to give 100% waiver of interest and penalty payable on stamp duty, existing DLC rates to be reduced by 10% to facilitate industries. A DA hike for the state employees besides providing Rs 100 crore for his flagship scheme "Nirogi Rajasthan" and assuring state's Rs 2000 crore share over next four years to set up 15 new medical colleges.

16. Tamil Nadu

A sum of Rs 74.08 crore has been allocated in the Budget Estimates 2020-21 for the Tamil Development Department. The Hon'ble Chief Minister has sanctioned an amount of Rs.12.21 crore for the establishment of a world class new site museum at Keeladi. The total allocation

for Social Security Pension in the Budget Estimates 2020-21 is Rs 4315.21 crore. In the Budget for 2020-21, a provision of Rs.250 crore has been made for the scheme.

17. Telangana

The size of the budget has been Rs 182914.4 crores for 2020-21. The budget allocated Rs 10000crore for major projects in Hyderabad. The budget proposed Rs 11000crore fund for housing scheme. The budget allocated Rs 14416 crore for power sector for completing power projects and power subsidy. The budget allocated Rs 6186 crore for health department. The budget proposed Rs 10421 crore for school education, Rs1723 crore for higher education. Rs 14800 crore were allocated for municipal administration department and Rs 1350 crore for Kalyana Lakshmi Scheme.

18. Uttarakhand

The size of the state budget is RS 52423.9 crore for the year 2020-21. The revenue receipts of the budget have been budgeted for Rs 42439.3 crore in comparison to Rs 35502.6 crore in 2019-20. The capital receipts have estimated for the budget year to Rs 9984.6 crore. The revenue expenditure and the capital expenditure have been estimated for the budget year 2020-21 to Rs 42389.7 crore and Rs11137.3 crore respectively

19. Uttar Pradesh

In the year 2020-21, the size of the budget of Uttar Pradesh has been shown to be Rs 5,12,860 crore, which is Rs 33,159 crore more than the previous year. For the education sector, the budget proposed to open a law university in Prayagraj and Ayush University in Gorakhpur, three new universities have been proposed to come up in Saharanpur, Azamgarh and Aligarh. Rs 919 crore has been allocated for King George Medical University (KGMU) of Lucknow and Rs 270 crore for Atal Residential School. Under the National Higher Education Campaign, a provision of Rs 111 crore, a provision of Rs 18363 crore for the Composite Education Campaign and Rs 621 crore for a pension of Rs 500 per month for the differently-abled.

20. West Bengal

The size of the state budget has been estimated at Rs 234842 crores in 2020-21. During the last 8 years an amount of Rs 243419 Crore has been invested in small and medium industries through the co-operative and commercial banks. Bengal has been rejuvenated with the implementation of Swasthya Sathi inclusive of free treatment facilities for all. Bengal has become a model State in development programmes like Jaladhara, Gatidhara, and also from agriculture production to poultry reforms.

21. Assam

The total expenditure for 2020-21 is estimated to be Rs 1,03,762 crore, a 13.3% decrease from the revised estimate of 2019-20 (Rs 1,19,716 crore). The budget provisioned an income support of Rs 830 per month (Rs 400 for medicines and Rs 430 for vegetables and fruits) to be provided to 27 lakh families through direct benefit transfer mode. Rs 2,800 crore has been allocated for this purpose. Free rice will be provided to all beneficiaries under the National Food Security Act, as part of the Anna Yojana initiative.

22. Manipur

The size of the state budget has been estimated at Rs 20869.9 crores in 2020-21. The government's policies are people-oriented and decisions are based on feedback from the people. The government is giving top priorities in the fields of education, tourism and conservation of environment, forests & wildlife. Providing safe drinking water and proper

sanitation are also other priority areas. The government has taken great strides to bridge the divide between valley and hill areas of the state. Also the budget proposed that long-awaited Imphal-Mandalay (in Myanmar) flight is likely to be introduced which will help boost in medical tourism.

23. Meghalaya

The state government has been able to make significant and visible progress on many development fronts. The state has reformed the delivery of key social programs. Under the Chief Minister's Social Assistance Program, over one lakh senior citizens and other pensioners are now receiving their pensions in the first week of every month, compared to the time-lag of 6-12 months in the past. The state's strategy around prioritizing the four core pillars of Human development, Primary sector, Infrastructure and Entrepreneurship. Improvement in Governance and caring for the environment will be cross cutting measures guiding our strategy.

24. Mizoram

It is felt imperative to put a certain amount of fund for protection and maintenance of Roads in Mizoram. A sum of Rs 8,000 lakh is proposed to be set aside for maintenance of roads during the coming financial year. A sum of Rs 20,000 lakh is proposed for counterpart funding of the projects to be taken up through different development programmes so that more funds can be availed from outside. In addition to this, Rs 500 lakh is earmarked for consultancy charges to be utilized by various departments for preparation of DPRs etc. To ensure that the subscribers of Mizoram State Health Care Scheme are receiving timely reimbursement of their medical expenses, a sum of Rs 2,000.00 lakh is proposed for allocation under Mizoram State Health Care Scheme. Youth developments and promotion of Sports are priority segments. Hence, it has been proposed to allocate a sum of Rs 300.00 lakh and Rs 500.00 lakh respectively for the two departments. Over and above, a sum of Rs 13,500.00 lakh is proposed for taking up of State's priority projects under SEDP which will be utilized with the approval and recommendation of the State Planning Board.

25. Nagaland

The size of the budget has been estimated at Rs 2104986.8 lakhs in 2020-21. As a part of the Government's initiative to improve sports infrastructure, Rs. 10 crore have been earmarked for installation of astro turf football grounds at Chumukedima Police Complex and at Loyem Memorial Ground Tuensang. In the Land resources sector, with a view to provide a much needed thrust to the growth in rubber cultivation in the State, setting aside an amount of Rs. 2 crore for purchase of rubber rollers that will cover 10% of the mature tapping plants. In the Land resources sector, with a view to provide a much needed thrust to the growth in rubber cultivation in the State, setting aside an amount of Rs. 2 crore for purchase of rubber rollers that will cover 10% of the mature tapping plants.

26. Tripura

The state undertook a novel initiative to fund infrastructure projects by setting up Tripura Infrastructure and Investment Fund Board. So far 78 Nos. projects worth Rs. 163.07 Cr have been sanctioned. The state has started work on Infrastructure projects' pipeline of Rs. 30,000.00 Crore which is in different stages of implementation. This includes 12 EAPs (External Aided Projects) worth Rs. 18,488.00 Crore.

27. Jammu and Kashmir

The government proposed an over Rs 1 lakh crore budget for the Union Territory of Jammu and Kashmir for the 2020-21 fiscal. It is the highest ever budget envisaged for the region. The proposed budget is an indicator of the government commitment to make Jammu and

Kashmir a model of development. The total budget estimates for the fiscal is Rs 101428 crore of which developmental expenditure is of the order of Rs 38764 crore an increase of 27%.

28. Sikkim

Sikkim passed the Rs 9100 crore budget for the fiscal 2020-21. The budget has been Sikkim-centric, rural-centric and youth-centric. The budget laid special emphasis on youth-centric schemes, especially for the skilled youth in the form of Skilled Youth Startup Program for which Rs 25 crore has been earmarked in the proposed budget. The capable and skilled youth will largely benefit from this scheme.

To sum up, majorly all the states have kept the interest of the general public in consideration and have laid focus on uplifting social infrastructure. Social infrastructure is the backbone of every state's economy and a systematic approach towards uplifting the socio-economic standards at the grass root level will definitely put states' growth on a higher trajectory in the coming times.

The soft copy of the detailed report is attached herewith for your kind reference.

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