



GOVERNMENT OF ODISHA

**PEOPLE'S GUIDE
TO
SUPPLEMENTARY
BUDGET
2019-20**

**November, 2019
FINANCE DEPARTMENT**

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1. Annual Budget 2019-20

The Annual Budget was presented in the Odisha Legislative Assembly on 28th June, 2019 with an outlay of ₹1,39,000 crore. The sources of funds (Receipts) and uses of funds (Expenditures) are given below in separate charts:

Chart 1: Sources of Funds

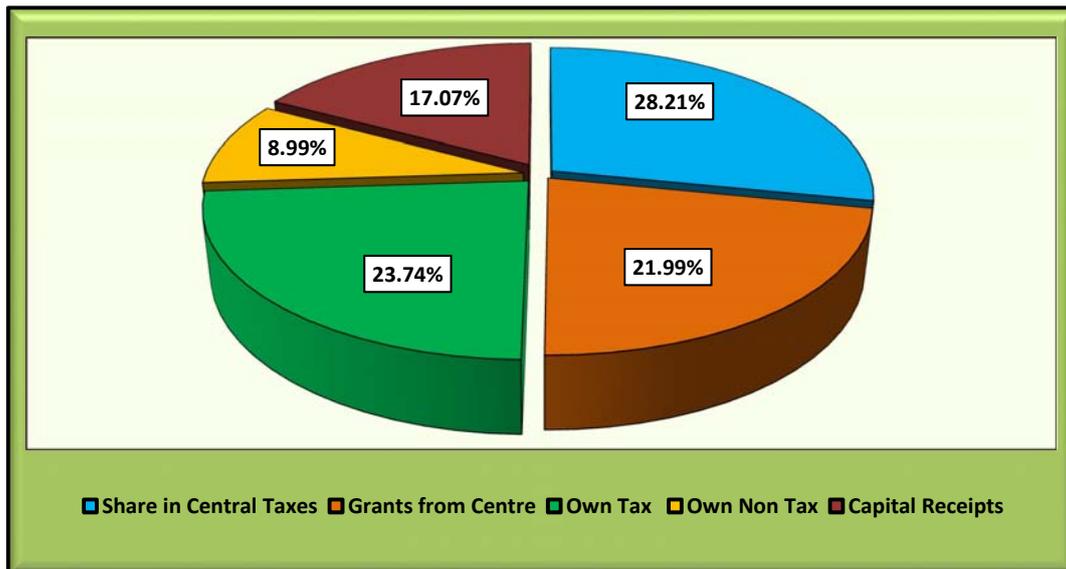
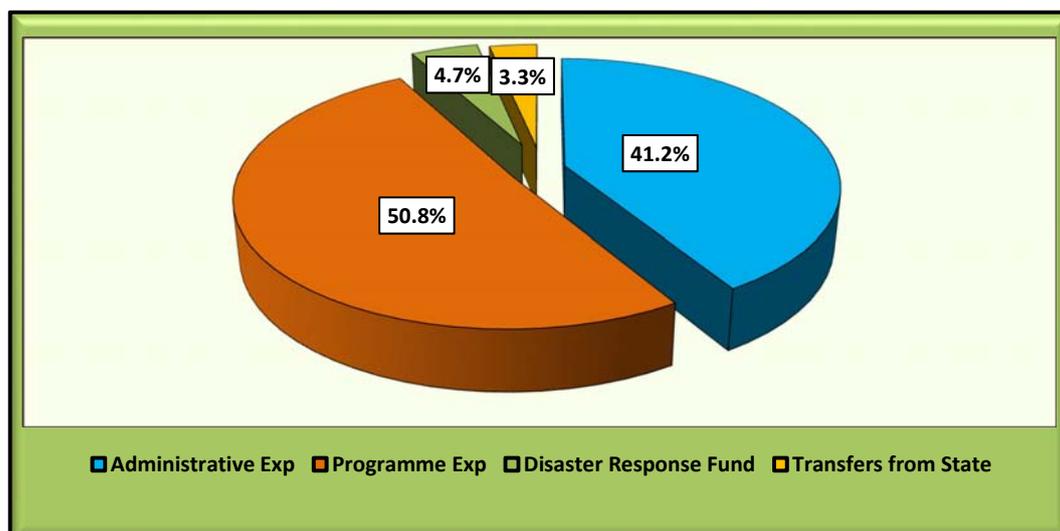


Chart 2: Uses of Funds



The Department wise allocation in the Annual Budget 2019-20 is given in the table below:

Table-1 : Department-wise allocation in 2019-20 (BE)

(₹ in crore)

D. No.	Department	Administrative Expenditure	Programme Expenditure	Transfer from State	Disaster Response Fund	Grand Total
1	Home Department	4,530.41	767.64			5,298.05
2	General Administration and Public Grievance Department (GA)	207.64	204.10			411.74
3	Revenue And Disaster Management Department	983.72	146.61			1,130.33
4	Law Department	413.01	27.77			440.78
5	Finance Department	27942.72	0.00			27942.72
6	Commerce Department	74.39	18.95			93.34
7	Works Department	1551.90	2497.30			4049.20
8	Odisha Legislative Assembly	80.17	0.00			80.17
9	Food Supplies and Consumer Welfare Department	76.26	1,057.89			1,134.15
10	School and Mass Education Department	10,280.83	6,119.17			16,400.00
11	Scheduled Tribes & Scheduled Castes Development, Minorities & Backward Classes Welfare Department	751.66	2871.18			3622.84
12	Health and Family Welfare Department	2395.08	4387.76			6782.85
13	Housing and Urban Development Department	626.46	3041.97	1910.27		5578.70
14	Labour & Employees' State Insurance Department	106.54	89.08			195.63
15	Sports & Youth Services Department	35.31	231.00			266.31
16	Planning and Convergence Department	51.78	1,042.18			1,093.96
17	Panchayati Raj and Drinking Water Department	398.13	13441.17	4579.73		18419.03
18	Public Grievance & Pension Administration Department	2.20	0.00			2.20
19	Industries Department	5.22	232.17			237.39
20	Water Resources Department	1,266.61	8,446.82			9,713.43
21	Transport Department	109.20	530.37			639.58

(₹ in crore)

D. No.	Department	Administrative Expenditure	Programme Expenditure	Transfer from State	Disaster Response Fund	Grand Total
22	Forest & Environment Department	485.65	416.57			902.23
23	Department of Agriculture and Farmers' Empowerment	839.22	7863.05			8702.27
24	Steel & Mines Department	62.72	59.52			122.24
25	Information & Public Relations Department	52.83	52.50			105.33
26	Excise Department	119.82	10.00			129.82
27	Science & Technology Department	14.44	55.68			70.12
28	Rural Development Department	1,269.79	4,260.30			5,530.09
29	Parliamentary Affairs Department	58.32	5.04			63.36
30	Energy Department	30.17	2220.41			2250.58
31	Handlooms, Textiles & Handicrafts Department	62.82	120.00			182.82
32	Tourism Department	15.40	178.60			194.00
33	Fisheries & Animal Resources Development Department	443.07	451.52			894.59
34	Co-Operation Department	130.34	1273.20			1403.54
35	Public Enterprises Department	3.48	5.00			8.48
36	Department of Women & Child Development and Mission Shakti	23.62	3433.66			3457.28
37	Electronics & Information Technology Department	5.30	113.60			118.90
38	Higher Education Department	1,312.41	1,062.93			2,375.34
39	Skill Development & Technical Education Department	322.55	394.49			717.04
40	Micro, Small & Medium Enterprises Department	72.26	120.21			192.47
41	Department of Social Security & Empowerment of Persons with Disability	62.17	3,104.45			3,166.62
42	Disaster Management	3.52	103.06		4600.00	4,706.58
43	Odia Language, Literature and Culture Department	30.85	143.05			173.90
	Grand Total	57,310.00	70,600.00	6,490.00	4,600.00	139,000.00

2. The need for the Supplementary Budget

Subsequent to the approval of the Annual Budget, various developments have taken place necessitating additional provision to defray expenditure to meet such exigencies. Important reasons and circumstances, for which Supplementary provision become necessary, among others, are as follows:-

- i. Post Budget decisions relating to new schemes or programmes of the State Government.
- ii. Additional requirement for ongoing Central Sector and Centrally Sponsored Schemes and new CSS Schemes launched by Government of India.
- iii. Recoupment of advance taken from Odisha Contingency Fund (OCF)
- iv. Accounting adjustment under different Demands.

3. FRBM stipulation on number of Supplementary Budget

Section-8 (5) of Odisha Fiscal Responsibility and Budget Management Act, 2005 (FRBM Act) stipulates that not more than one Supplementary Statement of Expenditure shall be presented in one financial year. Provided that where expenditure has been made by taking advance from the Odisha Contingency Fund, special supplementary statements of expenditure shall be presented in course of the year exclusively for the purpose of recoupment of such advance.

4. Special Supplementary Statement of Expenditure, 2019-20

In terms of first proviso to Section-8 (5) of Odisha Fiscal Responsibility and Budget Management Act, 2005, the First Special Supplementary Statement of Expenditure, 2019-20 was presented in the State Assembly on 12th June, 2019. This was necessitated to recoup the advances taken from Odisha Contingency Fund (OCF) amounting to ₹1443.12 crore. After enactment of the Appropriation Bill for the First Special Supplementary Statement of Expenditure, 2019-20 on 2nd August, 2019, the advance taken from the OCF has been recouped and the corpus of the Contingency Fund has been restored.

5. Supplementary Statement of Expenditure, 2019-20

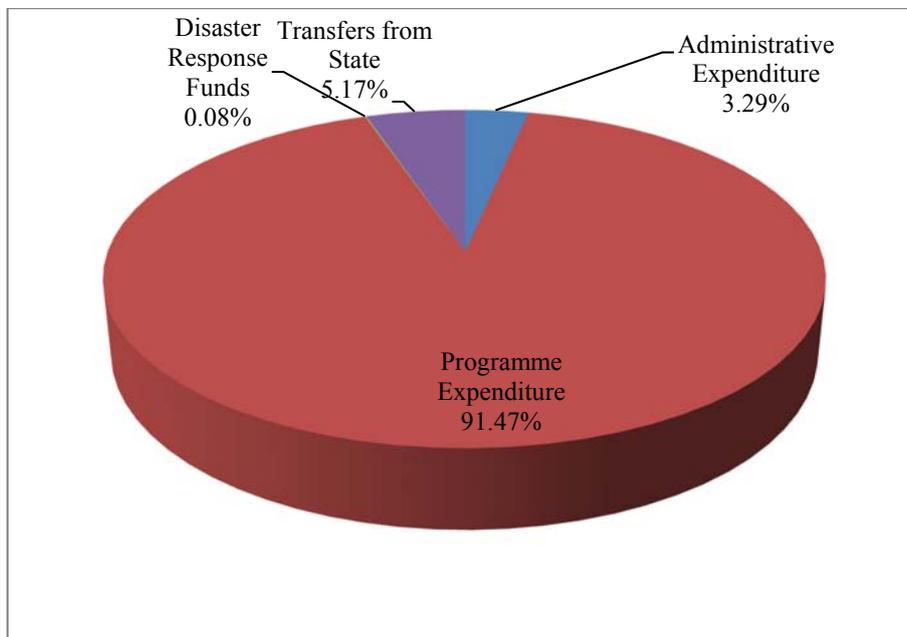
The Supplementary Statement of Expenditure, 2019-20 for **₹8,126.32 crore** was presented in the Legislative Assembly on 13th November, 2019 by Hon'ble Finance Minister Sri Niranjana Pujari. The broad break-up of the Supplementary Budget is as below:

Table-2: Allocation in Supplementary Budget, 2019-20 (by category)

(₹ in crore)

Category of Expenditure	Provision
Administrative Expenditure	267.23
Programme Expenditure	7,432.80
Disaster Response Funds	6.52
Transfers from State	419.78
Total	8,126.32

Chart-3: Allocation in Supplementary Budget, 2019-20 (by category)



5.1 Focus of the Supplementary Budget

The Supplementary Statement of Expenditure, 2019-20 is intended to give effect to a number of Post-Budget decisions relating to the State Government's own schemes and programmes and to meet the additional requirement for on-going Centrally Sponsored and Central Sector Schemes. The advance taken from the Contingency Fund of the State will also be recouped. The provision under Programme Expenditure mainly focuses on the commitment of the State Government to the people like 5T initiatives, Mo Sarkar, Comprehensive Development of Heritage city Puri, public health facilities, provision of drinking water, rural housing, livelihoods, Sports infrastructure etc. Along with this, the Supplementary Budget also adheres to the good practice of keeping the provision well below 10% of the Annual Budget.

The outlay for Programme Expenditure constitutes about 92% of the total Supplementary provision. Besides, Capital component of the provision in the Supplementary budget is **₹3,345.84 crore**, which is about **41.2%** of the total Supplementary budget and about **0.62% of GSDP**.

5.2 Financing the Supplementary Budget:

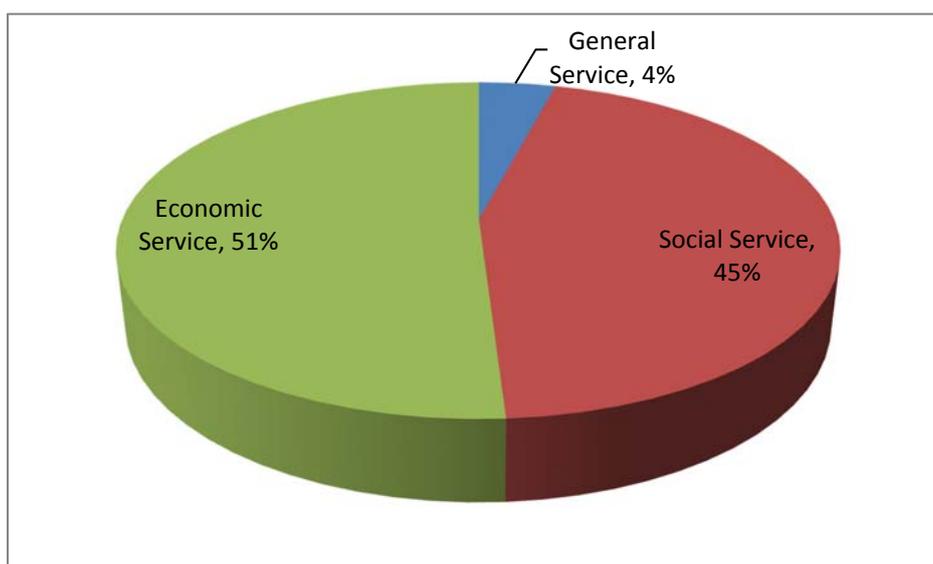
The Supplementary Budget would primarily be financed through reallocation of available resources, receipt of tied-up resources from various sources and additional resource generation from various sources of Non-Tax revenue.

The Supplementary provision of ₹8,126.32 crore is to be financed by tied up resources to the extent of ₹2,981.88 crore, higher receipt of Non-Tax revenue to the extent of ₹1,000 crore, and surrender of provision in grants and appropriations to the extent of ₹4,144.50 crore.

6. Provisions for Programme Expenditure and Priority Sectors:

The outlay for Programme Expenditure mainly focuses in Social sector and Economic sector. Out of the total outlay of ₹7,432.80 crore under Programme Expenditure, **₹3,339.39 crore (45%)** is allocated for Social Sector, **₹3,789.99 crore (51%)** is allocated for Economic Sector and balance **₹303.42 crore (4%)** is allocated for General Services sector. Thus, in total **₹7,129.38 crore (96%)** is allocated towards development expenditure within the Programme Expenditure.

Chart-4: Sectoral Break-up of Programme Expenditure



Broad sectoral outlay for Programme Expenditure is given below:

A. Farmers' welfare & food security:

- ✚ Total ₹527.40 crore has been allocated for Farmers' welfare & food security.
- ✚ Allocation of ₹190 crore is provided towards insurance premium under Pradhan Mantri Fasal Bima Yojana (SS of CSS).
- ✚ A sum of ₹10 crore has been allocated for dairy development.
- ✚ ₹185.52 crore is provided for distribution of rice @ ₹1/- per kg.
- ✚ ₹120.28 crore is provided towards cost of intra-State movement and handling of food grains and FPS dealers margin under NFSA.
- ✚ ₹10 crore is allocated for Consumer Awareness Programme.

B. Social security measures:

- ✚ A sum of ₹501.56 crore is allocated for social security measures.
- ✚ ₹500.56 crore is provided towards welfare of vulnerable section of the society under National Social Assistance Programme.
- ✚ ₹1 crore is provided for de-addiction centers.

C. Health care facilities:

- ✚ A total sum of ₹459 crore is allocated for public health care.
- ✚ ₹41 crore is proposed to provide Super Specialty Services under the scheme Tertiary Health Care.
- ✚ ₹31.66 crore is provided for infrastructure maintenance under continuance of Family Welfare Schemes.
- ✚ ₹370 crore is provided for National Health Mission.
- ✚ ₹15 crore is provided for NIRMAL Scheme.

D. Empowering women & children:

- ✚ A total sum of ₹260.90 crore is allocated for empowerment of women and child development.

- ✚ ₹190.28 crore is also provided under Supplementary Nutrition Programme-POSHAN.
- ✚ ₹50.94 crore under the scheme State Support for implementation of ICDS in the State.
- ✚ ₹11.89 crore is also provided towards repair & maintenance of AWC Buildings.
- ✚ ₹5 crore for the new scheme Development for Accelerated Reduction in Malnutrition and Mission for Augmenting nutrition items.
- ✚ ₹2.83 crore has been provided for the Financial Assistance to WSHGs and their Federation under "Mission Shakti"

E. Tribal development:

- ✚ Total ₹114.70 crore allocated under Tribal Sub-Component and SC Sub-Component.
- ✚ ₹80 crore provided for Grants under Proviso to Article 275(1).
- ✚ ₹14.72 crore for pre-matric scholarships.
- ✚ ₹4.64 crore for education of girl child under the Social Sector Initiative-ANEWSHA.

F. Education, Sports and Skill Development:

- ✚ Total ₹1073.03 crore is allocated for education, sports and skill development sector.
- ✚ ₹799.27 crore is provided for Samagra Sikshya and ₹58.91 crore for Mid-day Meal Scheme all of which will have a State share of 40 per cent.
- ✚ ₹60 crore is provided for development and management of Sports Infrastructure and ₹20 crore for promotion of Sports Education.
- ✚ A sum of ₹17.49 crore is proposed for Pradhan Mantri Kushal Vikash Yojana.
- ✚ Provision of ₹50 crore under the ADB assisted Odisha Skill Development Project to bring up a World Skill Centre in Odisha

and upgrade the ITIs and Polytechnics along-with advanced Skill Training Centers.

- ✚ ₹25 crore has been allocated for infrastructure development of Universities and Colleges.

G. Rural Development:

- ✚ Total allocation of ₹948.55 crore for Rural Development.
- ✚ ₹251.67 crore is provided for rural housing through the convergence of PMAY Gramin and Biju Pucca Ghar.
- ✚ Proposal of an outlay of ₹360 crore for rural piped water supply under BASUDHA and ₹100 crore under National Rural Drinking Water Project. Off-budget resources like DMF, OMBADC and State Finance Commission grants are also employed in convergence mode for piped water supply.
- ✚ ₹200.52 crore is provided for creation of livelihood opportunities under NRLM Scheme.

H. Urban Development:

- ✚ Total allocation of 416.83 crore for Urban Development.
- ✚ ₹200 crore is provided under the scheme Solid Waste Management.
- ✚ ₹168.81 crore is provided under the CSS AMRUT and ₹7.93 crore for the new scheme Cities' Investment to Innovate, Integrate and Sustain (CITIIS).
- ✚ ₹38 crore is provided under Urban Road Transport (including Bus system in Bhubaneswar).
- ✚ ₹5.51 crore is provided under the Odisha Integrated Sanitation improvement Project (EAP) for adjustment under direct payment procedure.

I. Infrastructure & Industry:

- ✚ Total allocation of ₹2,623.35 crore for Infrastructure & Industry sectors taken together.

- ✚ ₹730 crore provided under Road Development Programme for construction and up-gradation of roads in the State.
- ✚ ₹730 crore provided towards land acquisition for Augmentation of Basic Amenities & Development of Heritage & Architecture at Puri (ABADHA).
- ✚ Provision of ₹25 crore is made as grants to IPICOL and IDCOL for industrial development.
- ✚ Provision of ₹800 crore is made under RGGVY and ₹50 crore under Odisha Transmission System Improvement Project.
- ✚ ₹166.50 crore for construction of roads in LWE affected areas; ₹100 crore for construction and improvement of roads and bridges under Central Road Fund projects; and ₹10 crore for Biju Expressway to improve connectivity in Western Odisha and KBK districts.
- ✚ ₹50 crore is provided under Biju Setu Yojana for construction of bridges.

7. Provision for Non-Programme Expenditure:

A. Administrative Expenditure:

- ✚ Total outlay for the Administrative Expenditure is ₹267.23 crore.
- ✚ ₹20 crore is provided for conduct of joint election other than police arrangements.
- ✚ ₹16.11 crore is provided for procurement of EVMs for election to ULBs.
- ✚ ₹24.84 crore is provided towards payment of Municipal Taxes of Health Institutions.
- ✚ ₹23.20 crore is provided towards grants and performance incentive to OLIC.
- ✚ ₹8.44 crore towards construction & renovation works in OLA Campus.

- ✚ ₹5.79 crore towards establishment of Fast Track Special Courts (FTSCs) under POCSO Act.
- ✚ ₹4.6 crore towards expenditure in Police Stations under "Mo Sarkar" initiative.
- ✚ ₹4 crore towards provision of additional funds to Tahasils for loss due to exemption of application fee and user fee.
- ✚ ₹3.18 crore is provided for implementation of OSWAS in OLA and implementation of other IT related expenditure of OLA.

B. Disaster Response Funds:

- ✚ Additional provision of ₹6.52 crore is proposed in the Supplementary Statement of Expenditure, 2019-20 against the year-end balance available in State Disaster Response Fund (SDRF).

C. Transfers from State:

- ✚ Total provision for transfers to Local Bodies is ₹419.78 crore in the Supplementary Statement of Expenditure, 2019-20.
- ✚ Additional provision of ₹419.44 crore is proposed towards Central Finance Commission transfers to Local Bodies.
- ✚ ₹34 lakh towards State Finance Commission transfers to Local Bodies.

8. Department-wise Net provision in 2019-20 (BE) and Supplementary

Table-3: Department-wise allocation in Supplementary Budget, 2019-20
(₹ in crore)

D. No.	Department	2019-20 (BE)	Supplementary
1	Home Department	5297.80	257.91
2	General Administration and Public Grievance Department (GA)	411.89	15.92
3	Revenue And Disaster Management Department	1130.33	54.88
4	Law Department	441.03	6.73
5	Finance Department	27947.25	0.00
6	Commerce Department	93.34	0.36
7	Works Department	4049.20	1751.43
8	Odisha Legislative Assembly	80.17	10.40
9	Food Supplies and Consumer Welfare Department	1134.15	327.50
10	School and Mass Education Department	16400.00	921.09
11	Scheduled Tribes & Scheduled Castes Development, Minorities & Backward Classes Welfare Department	3621.49	145.25
12	Health and Family Welfare Department	6779.24	491.22
13	Housing and Urban Development Department	5578.69	859.02
14	Labour & Employees' State Insurance Department	195.63	3.24
15	Sports & Youth Services Department	266.31	60.06
16	Planning and Convergence Department	1093.96	22.77
17	Panchayati Raj and Drinking Water Department	18419.03	902.09
18	Public Grievance & Pension Administration Department	2.20	0.00
19	Industries Department	237.39	25.07
20	Water Resources Department	9713.43	36.13
21	Transport Department	639.58	68.63
22	Forest & Environment Department	902.53	85.65
23	Department of Agriculture and Farmers' Empowerment	8702.27	0.01
24	Steel & Mines Department	122.24	0.00
25	Information & Public Relations Department	105.33	20.46
26	Excise Department	129.82	3.49
27	Science & Technology Department	70.12	2.19
28	Rural Development Department	5530.11	55.35

D. No.	Department	2019-20 (BE)	Supplementary
29	Parliamentary Affairs Department	63.36	1.75
30	Energy Department	2250.58	851.15
31	Handlooms, Textiles & Handicrafts Department	182.82	0.08
32	Tourism Department	194.00	45.53
33	Fisheries & Animal Resources Development Department	894.59	11.39
34	Co-Operation Department	1403.61	191.03
35	Public Enterprises Department	8.37	0.40
36	Department of Women & Child Development and Mission Shakti	3457.28	261.25
37	Electronics & Information Technology Department	118.90	17.01
38	Higher Education Department	2375.34	34.53
39	Skill Development & Technical Education Department	717.04	71.57
40	Micro, Small & Medium Enterprises Department	192.47	0.00
41	Department of Social Security & Empowerment of Persons with Disability	3166.62	504.19
42	Disaster Management	4706.58	6.52
43	Odia Language, Literature and Culture Department	173.90	3.07
	Grand Total	1,39,000.00	8126.32
