

**Brief: Haryana****A. Profile of Haryana Economy**

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

**B. Fiscal Overview of Haryana**

**Annex II** contains Tables 6 to 11. **Table 6** presents the fiscal profile of the State. **Table 7** indicates the trend in State's Own Tax Revenue and GSDP ratio of Haryana and its neighbouring States. **Table 8** compares total expenditure and GSDP ratio of Haryana with its neighbouring States. **Table 9** indicates the social allocation ratio in Haryana and its neighbouring States. **Table 10** presents per capita revenue receipts, plan expenditure and total expenditure in Haryana. **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 (2007-08 to 2011-12) and first year of the Twelfth Plan (2012-13) is given below in the table:

**Achievement of Plan Outlay**

(Rs. Crore)

Year	GSDP	GSDP Growth (%)	Plan Outlay			
			Approved	Actual Expenditure	% achieved	% GSDP
2007-08	151607	17.8	5300	5751.18	108.5	3.8
2008-09	182502	20.4	6650	7108.28	106.9	3.9
2009-10	222031	21.7	10000	9624.00	96.2	4.3
2010-11	264149	19.0	18260	15497.17	84.9	5.9
2011-12	309326	17.1	20358	20330.00*	99.9	6.6
2012-13	354178 #	14.5				

\*GSDP- CSO Current prices as on 01.3.2012.

# growth as indicated by 13th Finance Commission,

\* anticipated

Note: 2010-11 onwards Plan Outlay/ expenditure is inclusive of the PSE plan.

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

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

Indicators	% age increase in 2012-13 over previous year LE
GDP (nominal price) #	14.50
Share in Central Taxes	14.65
SOTR	14.11
Own Non-tax Revenues	14.03
Interest Payments	18.12
Pensions	6.77
Salaries	4.82

# Projected annual growth rate from 13<sup>th</sup> TFC Report. All other assumptions are based on estimates submitted by the State Govt.

#### E. Release of grants under 13th Finance Commission in 2012-13

S.No	13 <sup>th</sup> FC Non Plan Grants	Amount (Rs. crore)
1	Local Bodies (General Basic)	19.0
2	Local Bodies (General Performance)	131.70
3	Local Bodies (Special Area Basic Grants)	0
4	Local Bodies (Special Area performance Grants)	0
5	Disaster Relief fund	159.51
6	Non Plan Revenue Grants	0
7	Capacity Building	5.0
8	Performance incentive	0
9	Delivery of Justice	24.84
10	Grants for State Statistical System	4.20
11	Maintenance of Roads & Bridges	63.0
12	Water Sector Management	53.0
13	Employee and Pension Database	0
	<b>Total Non Plan Grant</b>	<b>633.25</b>

S.No.	Plan Grants	Amount (Rs. crore)
1	Elementary Education	46.00
2	Protection of Forest	2.20
3	Incentive for issuing UIDs	6.40
4	District Innovation Fund	10.50
5	State Specific Needs	250.00
	<b>Total Plan Grant</b>	<b>315.10</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 2011-12 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**, Other Central Assistance is at **Annex- IV** and BCR projections are at **Annex V**.

#### G. Resources of Public Sector Enterprises

Resources of the State PSEs have been included in the aggregate plan resources since 2010-11. IEBR of the PSEs in 2012-13 is estimated at Rs.9950 crore compared to Rs. 4960 crore in 2011-12 (LE).

#### H. Issues pertaining to State Finances

1. **Desired Plan Size:** The estimates given by the State Government show the desired plan size of Rs.26485 crore for 2012-13 (excluding demand for one time ACA) and aggregate plan resources of Rs.26391.02 crore with resource gap of Rs.93.98 crore in plan financing.

2. **Borrowing Ceiling:** State Government resources for 2012-13 have been estimated by limiting its borrowings to Rs. 9345 crore (2.6% of GSDP), which is less than the prescribed ceiling of the Ministry of Finance of Rs.10155 crore. Table indicating the borrowings of the State as % to GSDP from 2007-08 is given below:

Years	GSDP (Rs. crore)	Borrowings (Rs. crore)	As % to GSDP
2007-08	151607	564.94	0.37
2008-09	182502	3328.77	1.82
2009-10	222031	5887.8	2.65
2010-11	264149	6669.13	2.52
2011-12	309326	8162	2.64
2012-13	354178	9345	2.64

Source: Borrowings from State SoF

GSDP- CSO Current prices as on 01.3.2012. # growth as indicated by 13th Finance Commission.

The 13<sup>th</sup> Finance Commission has projected outstanding liabilities for the state at 22.7 percent of GSDP in 2012-13. The trend of this ratio has been around 17 percent of GSDP for the State since 2008-09.

3. **Salaries and Pensions:**

(Rs..crore)

S.No.		2011-12 LE	2012-13 Estimate	% increase in 2011-12 over LE
1	Pension Payments	3250	3470	6.77
2	Salary- Non Development Expenditure	2306.09	2411.57	4.57
3	Salary- Development Expenditure	6865.12	7201.81	4.90
	<b>Total Salary (2+3)</b>	9171.21	9613.38	4.82

Source: State Govt.- BCR Table

4. **One Time Additional Central Assistance :** One time ACA allocated to the State since 2003-04 is given below in the table:

**Onetime ACA/SPA allocated to the state since 2003-04**

(Rs Crore)

Year	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
Onetime ACA	51.26	22.3	25	25	24 (G)	30 (G)	33 (G)	39(G)	42(G)

\*\*\*\*\*

## Profile of Haryana Economy

(i) Trends in Growth Rate of Haryana compared to neighbouring States (2005-06 to 2011-12)

Table-1: Real Growth Rate of GSDP

States	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
Haryana	9.20	11.22	8.46	8.20	11.00	9.59	8.12
Rajasthan	6.68	11.67	5.14	9.09	5.52	10.97	NA
Punjab	5.90	10.18	9.05	5.85	6.61	7.04	5.79
<b>All-India</b>	<b>9.48</b>	<b>9.57</b>	<b>9.32</b>	<b>6.75</b>	<b>8.39</b>	<b>8.39</b>	<b>6.88</b>

Source: GSDP- CSO- at constant prices (2004-05 Series) as on 1.3.2012

(ii) Per Capita NSDP of Haryana compared to neighbouring States (2004-05 to 2011-12)

Table-2- Per capita NSDP

(at constant prices)

States	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
Rajasthan	18565	20275	24055	26882	31279	34982	42434	N.A
Haryana	37972	42310	49264	56922	67397	80759	94680	109227
Punjab	33103	36199	41883	49380	55315	62605	69737	78171
<b>All-India</b>	<b>24143</b>	<b>27131</b>	<b>31206</b>	<b>35825</b>	<b>40775</b>	<b>46117</b>	<b>53331</b>	<b>60972</b>

Source: NSDP- CSO- at constant prices (2004-05 Series) as on 1.3.2012

(iii) Sectoral Growth Rates

Table-3 - Sectoral Real Growth Rates of Haryana (2005-06 to 2010-11)

Sector	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
Agriculture and Allied	-2.86	13.84	-0.32	4.79	0.84	6.36
Industry	8.38	9.14	7.63	5.22	10.08	10.21
Services	14.73	12.28	15.46	12.11	12.92	9.14
<b>GSDP</b>	<b>8.80</b>	<b>11.55</b>	<b>9.80</b>	<b>8.61</b>	<b>9.95</b>	<b>9.03</b>

CSO as on 2.08.2011 at 2004-05 prices by industry of origin at constant prices

(iv) **Credit Deposit Ratio**

**Table 4 - Credit Deposit Ratio of the State (2006 to 2011)**

(Rs.crore)

	2006	2007	2008	2009	2010	2011
Deposit	49397	60669	74367	87204	109577	129721
Credit	28331	34951	45048	53617	69067	92773
CD ratio	0.57	0.58	0.61	0.61	0.63	0.72
ROG(Deposit)	-	22.82	22.58	17.26	25.66	18.38
ROG(Credit)	-	23.37	28.89	19.02	28.82	34.32

Source- RBI Publication-Statistical Tables Relating to Banks of India

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

2. Deposits and Credits are in Rs. Crore

(v) **Credit Deposit Ratio including neighbouring States**

**Table 5 - Credit Deposit Ratio of the State including neighbouring States**

States	2006	2007	2008	2009	2010	2011
Haryana	0.57	0.58	0.61	0.61	0.63	0.72
Punjab	0.57	0.62	0.66	0.66	0.71	0.77
Rajasthan	0.78	0.83	0.82	0.80	0.88	0.90
All India	0.73	0.75	0.74	0.73	0.73	0.75

Source- RBI Publication-Statistical Tables Relating to Banks of India

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

## Fiscal Overview of Haryana

(i) Fiscal parameters

Table-6- Fiscal Profile of Haryana (2007-08 to 2012-13)

( % of GSDP at current prices)

Indicator	2007-08	2008-09	2009-10	2010-11 (Provisional Actual)	2011-12 (BE)	2012-13 (Proposed)
Fiscal Deficit	0.83	3.59	4.54	2.75	2.48	2.14
Revenue Deficit	-1.47	1.14	1.92	1.04	0.83	0.69
Primary Deficit	-0.71	2.31	3.31	1.49	1.08	0.66
OL	18.90	17.43	17.67	17.58	17.18	17.06
IP/RR	0.12	0.13	0.13	0.13	0.13	0.14

OL=outstanding liabilities, IP=interest payment, RR= revenue receipt

Source: GSDP- CSO Current prices as on 01.3.2012.

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

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

3. Deficit (+), Surplus (-)

(ii) States Own Tax Revenue (SOTR)

Table 7 - SOTR compared with neighbouring States (2007-08 to 2012-13)

( as % of GSDP at current prices)

States/Year	2007-08	2008-09	2009-10	2010-11	2011-12 (BE)	2012-13 (Proposed)
Haryana	7.66	6.39	5.95	6.36	6.79 (LE)	6.74
Punjab	6.50	6.41	6.01	7.34	7.87	-
Rajasthan	6.81	6.47	6.24	6.41	5.92	6.53

Note : 1. Year refers to financial year ending March 31 2. Data as per State Government

\*GSDP- CSO Current prices as on 01.3.2012.

(iii) Public Expenditure Ratio

Table 8 - Public Expenditure Ratio compared with neighbouring States (2007-08 to 2012-13)

( % of GSDP at current prices)

States/Year	2007-08	2008-09	2009-10	2010-11	2011-12 LE	2012-13 Est
Haryana	14.01	13.90	14.10	12.52	13.41	12.80
Punjab	16.61	15.79	14.77	15.42	15.77	-
Rajasthan	18.46	17.55	17.40	15.57	16.79	18.04

Note : 1. Year refers to financial year ending March 31 2. Data as per State Government. 3. Public expenditure ratio= the percentage of public expenditure (plan + non-plan) to GSDP.

Source: GSDP- CSO Current prices as on 01.3.2012.

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

**Table 9 - Social Allocation Ratio (2007-08 to 2011-12)**

(as % of total expenditure)

States	2007-08	2008-09	2009-10	2010-11 (RE)	2011-12(BE)
Haryana	33.3	37.2	41.0	40.9	40.3
Punjab	18.8	23.8	22.7	27.3	30.5
Rajasthan	38.9	45.2	44.3	43.0	43.5
<b>All States</b>	<b>35.3</b>	<b>37.6</b>	<b>38.7</b>	<b>40.0</b>	<b>40.0</b>

Note: 1. 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.

2. Figures for Jammu and Kashmir and Jharkhand for the year 2009-10 (Accounts) relate to Revised Estimates.

Source :RBI- State Finances

(v) **Per capita profile**

**Table 10: Per capita profile of Haryana (2006-07 to 2010-11)**

	2007	2008	2009	2010 (Actuals)	2010-11 ( BE)
Per capita Total Expenditure	8787	10314	12512	12997	16047
Per capita Revenue Receipts	8171	7502	8390	10049	12953
Per capita Plan expenditure	2736	3215	4210	4180	5900

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

2. Data as per FR Estimates of State Govt.

3. RGI estimated Population ( as on 1st March)

\*\*\*\*\*

Table11: Fiscal Indicators

	Items	Eleventh Plan						
		2007-08	2008-09	2009-10 Actual	2010-11 Prov. Actual	2011-12 (BE)	2011-12 (RE)	2012-13 (BE)
1	Tax Revenue (1a+1b)	13252	13380	14994	19092	22772	23781	27053
1a	State's Own Tax Revenue	11618	11655	13220	16790	20007	21016	23873
1b	Share in Central Taxes	1634	1725	1774	2302	2765	2765	3180
2	Non Tax Revenue (2a+2b)	6499	5072	5999	6472	9246	9707	10275
2a	State's Own Non-Tax Revenue	5098	3238	2742	3421	4287	4523	4805
2b	Grants	1401	1834	3257	3051	4959	5184	5470
3	Total Revenue Receipts (1+2)	19751	18452	20993	25564	32018	33488	37328
4	Non Debt Capital Receipts	226	359	222	241	249	318	394
5	Total Receipts(3+4)	19977	18811	21215	25805	32267	33806	37722
6	Revenue Expenditure (1)	17527	20535	25257	28310	34679	36049	39784
	1) Subsidies							
6a	Plan of which	3176	3918	5715	6251	9818	10050	11170
	1) Salaries		297	790	770	1202	1022	1225
6b	Non Plan Revenue Expenditure	14351	16617	19542	22059	24861	25999	28614
	i) Interest Payments	2346	2339	2736	3319	4380	4345	5261
	ii) Pensions	1298	1614	2390	3094	3250	3250	3470
	iii) Salaries	4216	5962	7639	8753	9078	9132	10213
	VI)Others (6b-(i+ii+iii))	6491	6702	6777	6893	8153	9272	9670
7	Capital Expenditure (7a+7b)	3713	4834	6048	4753	5597	5439	5535
7a	Plan	3437	4010	4819	4384	5519	5204	5379
7b	Non Plan	276	824	1229	369	78	235	156
8	Capital Outlay (7-9)	3427	4502	5218	4031	4640	4696	4661
8a	Plan (7a-9)	3151	3990	4203	3845	4562	4461	4505
8b	Non Plan	275	512	1015	186	-178	-72	-192
9	Loans & Advances (9a+9b)	286	332	830	722	957	743	874
9a	Plan	26	20	616	539	701	437	526
9b	Non Plan	260	312	214	183	257	306	348
10	Total Expenditure (6+7)	21240	25369	31305	33063	40276	41488	45319
10a	Plan (6a+7a)	6613	7908	10534	10635	15337	15254	16549
10b	Non Plan (6b+7b)	14626	17129	20771	22428	24939	26234	28770
11	Revenue Deficit (6-3)	-2224	2083	4264	2746	2661	2561	2456
12	Fiscal Deficit (5-10) Deficit (-) /Surplus (+)	1263	6558	10090	7258	8009	7682	7597
13	Primary Deficit (12-6b(i))	-1083	4219	7354	3939	3629	3337	2336
14	Total Outstanding Liabilities (as at the end of the year)	28649	31817	39230	46443	52702	53132	60437
15	GSDP (at current prices)	154283	182914	210804	264149	293190	309326	369526
16	Revenue Deficit (as % of GSDP)	-1.44	1.14	2.02	1.04	0.91	0.83	0.66
17	Fiscal Deficit (as % of GSDP)	0.82	3.59	4.79	2.75	2.73	2.48	2.06
18	Primary Deficit (as % of GSDP)	-0.70	2.31	3.49	1.49	1.24	1.08	0.63
19	Total Outstanding Liabilities (as % of GSDP)	18.57	17.39	18.61	17.58	17.98	17.18	16.36
20	Own Tax Revenue (as % of GSDP)	7.53	6.37	6.27	6.36	6.82	6.79	6.46

Note : GSDP on 2004-05 basis.

