

# TRIPURA



## ANNUAL PLAN FINALIZATION

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# Tripura – Planned Development

## ● Constraints

- Geographical Isolation, Inadequate Infrastructure, High Incidence of Poverty

## Strength

- People
  - Mobilisation of through PRI, TTAADC
  - Stable, transparent & committed Governance

## Strategy

1. Development of Human resources
  - Education, Health, vocational skill
2. Use of available Natural Resources
  - Fertile soil, good rainfall suitable for plantations, hydro-carbon reserves for gas based industries.
3. Strategic location
  - Proximity to International market like Bangladesh

# Agriculture & Allied Sectors

## Strategy

### Two Pronged

Area Expansion and Productivity Enhancement

- 10 year Perspective plan up to 2012
- Self sufficiency and sending outside
- Targetted production
  - Food grain 8.62 lakh MT
  - Fruit to 6.05 lakh MT
  - Vegetable to 4.38 lakh MT
  - Meat 9 Kg/year, Eggs 55 Nos/year, Milk 85 Grams/day
  - Fish 13.1 kg/year (achieved in 2011)

# Support required

- Irrigation
- Action plan taken up for bringing 50% of the cultivable land i.e. 1.17 lakh Ha. under irrigation coverage.
- under irrigation 1.05 lakh Ha.(in 1972 only 1956 Ha)
  - Khowai Medium Irrigation
  - Manu and Gomti to be completed by March, 2012
- AIBP guidelines need amendment
  - Permit underground water exploitation
  - Increase cost norm from 1.5 lakhs per Ha to 3 lakhs per Ha
  - Release fund in time as planned
- Fertilizer supply
- Provision of credit
  - CD ratio 33%
  - Issue of Kishan credit card
    - Target 65,000 no and per card Rs 15000 not being achieved

# Development of land under Forest Right Act

- 1,18,772 forest dwellers
- 1,74,157.74 hectares
- Patta pass book given
- Special project Rs 440 Cr. three years submitted
  - 25,000 hec. under Agriculture crops .
  - 35,000 hec. under Horticulture and plantation crops.
  - 34,5000 hectares under Bamboo cultivation.
  - 10,000 hectares fodder and Tapioca cultivation.
  - Promotion of sustainable income

# Development of Human resources

- Health

- Synergy in implementation of NRHM and ICDS
- Involvement of mother groups and PRIs
- Village health and nutrition day
  - Impact on full immunization and Checking anemia

- Education

- Achieving total literacy
- Synergy in implementation of SSA and MDM
- Opening schools, community and PRI participation
  - Impact on reducing drop outs and out of school children

# Development of Skill

- **Tripura Skill Development Mission**

- Mission constituted in Sept. 2010; First Meeting held in Jan. 2011; Action Plan for Skill Development being prepared as the decision taken in First Meeting of the Mission.

- **Skill Development thro' ITIs:**

- 8 Existing ITIs with total intake capacity of 1,196; each ITI being developed into a Centre of Excellence in a chosen field; 2 new ITIs being set up under NLFT Accord.
- Plan to set up at least one ITI in each Sub-division (17 sub-divisions); Proposal sent under NLCPR for 4 ITIs.

- **Skill Development thro' Polytechnics:**

- 2 institutions functional; 4 new Polytechnics being set up

# Infrastructure Development - Road

- **Four laning of NH 44**
- Decision to in two phases- 2 laning first and then 4 laning by BRO
- sanction and fund release early
- **Development of NH 44A**
- **Kukital-Sabroom road (310 km) as an alternative** to NH 44
  - developed as State Highway
  - shorter by about 40 Km and ensure alternative connectivity
  - This road passes through all 4 districts connecting 7 Sub Divisional Hq and passes mostly through tribal dominated areas
  - advanced to Phase-A



# Railways

1. Broad gauging

2. Extension up to sabroom

- Time bound manner
- Attention to gauge conversion in Lumding-Badarpur hill section & tunnel no. 10

# Bangladesh Related Issues

1. Transportation waterwaysthrough Ashuganj Port
  - Palatana project ODCs
  - Other commodities fertilizer, foodgrains bitumen
2. Akhaura-Agartala Rail link
3. Connectivity with Chittagong port
4. Inland Water connectively with Bangladesh through Gumti river in Tripura.

# 11<sup>th</sup> Plan Performance

(In Rs. crore)

Year	Agreed outlay	Revised outlay	Expenditure	% Exp. to Revised outlay
2007-08	1220	1021	1062	104.02
2008-09	1450	1338	1431	106.95
2009-10	1680	1572	1735.57	110.40
2010-11	1860	1349 (LE)	1093.76 (upto Jan,2011)	81.02
First 4 years of 11 <sup>th</sup> Plan	6210	5280	5322.33	108.8

Balance for 2011-12:

8852(Projected Outlay for 11<sup>th</sup> plan)-6210 = Rs.2642 Cr

# Impact of 13<sup>th</sup> Finance Commission Award 2010-15

- **Non plan revenue gap grant**
  - $\frac{13^{\text{th}} \text{ FC (Rs.4453.30 crore)}}{\text{(Rs.5494.20 crore)}}$  compared to 12<sup>th</sup> FC
- **Total transfer** 2<sup>nd</sup> lowest in the country
- **Deduction for the states with** more than 35% of NPRE net of interest payment and pension
- Created huge gap in non plan side leading to large negative BCR.
- Total Award only Rs.16,349.13 crore for five years
  - State's projection of Rs.26,848.76 crore
  - shortfall of Rs. 10,499.63 cr
  - difficult to bridge by a small special category state.
  - Needs support over a period of time

# Need for pragmatic approach

## **1. High salary & pension related expenditure**

- Absence of adequate industrial growth and private and public sector investments
- Agriculture was primitive and largely subsistence farming.
- Lack of employment opportunity and poverty

## **2. Absence of private sector investment and limitations of PPP model**

- Need for **Huge public investment in health and education sectors**

## **3. Expenditure on Maintenance of L/O & Security**

- **13 Bn of TSR** GOI granted assistance only in first year.
  - State has to spend minimum 18 cr per annum per Battallion
  - At least 50% of such cost may be borne by GOI as it is difficult for a small state to bear such huge burden.
- **Special Police Officer (SPOs)**
- Central reimbursement only 17%
- for 1400 @ Rs 1500 against 3550 no being paid @3500

# AP 2011-12 FR estimates

- Opening Balance taken 204.22 against Budgetary closing balance of 10-11 of Rs.(-) 106.48 Cr.
- AIBP- 150 cr has been kept against 88.54 cr fixed by Ministry.
- Own Tax Revenue taken as Rs.752.12 Cr against 13<sup>th</sup> FC projection of Rs. 662.50 Cr. And 2010-11 Rs.626.77 Cr.( Avg Growth rate in state 15%)
- Own Non- Tax Revenue taken as Rs.177.02 Cr against 13<sup>th</sup> FC projection of Rs.141.37 Cr. And 2010-11 LE of Rs. 130.61 Cr ( Avg growth rate in the state less than 5%)
- Rs.1250 Cr without SPA/SCA
- Planning Commission needs to consider
  1. SPA/SCA may be increased substantially to make plan size reasonable
  2. Advance [SPA](#) may be considered instead of hypothetical opening balance.

Neer Mahal, Tripura



**Thank You**

# Assistance needed

- The 13<sup>th</sup> FC recommended that negative BCR should not be carried to plan resource for special category states. Hence (-) BCR may be neutralised by sufficient SPA/SCA untied to project in initial years because serious shortfall on non plan side can not be bridged by small special category state like Tripura which has narrow resource base.
- For 2010-11, SPA/SCA was revised from 4500 cr in BE to 11,657 cr in RE but Tripura did not benefit from the increase.
- Tuhin Pandey Committee report may be finalised early.
- The Planning Commission allowed total net borrowing of Rs. 562 cr with OMB of 367.69 cr for Tripura, but MOF allowed only Rs. 468 and Rs. 285 cr respectively.
- Home Ministry may be requested to assist the state in meeting expenditure on TSR/IR Bn and SPOs
- Project for people vested with forest rights for Rs. 440 cr may be considered
- The constraints in infrastructure sector may be looked into



# Low CD Ratio in Tripura

Year	CD Tripura	CD NE Region	CD National
March, 2008	36%	39.4%	74.8%
March, 2009	31%	35.8%	72.6%
March, 2010	30%	39.9%	72.9%
December, 2010	33%	36.0%	72.7%

1. Low CD Ratio is one of the main causes of slow pace of development especially in primary and secondary sectors of the state economy.
2. Banks may be requested to increase CD ratio to at least 50% next year
3. Target of 65000 KCC not being achieved for 10-11 & per card investment is low about 15,000 per card.

# Performance 2010-11

	AP	LE	Reasons
BCR	- 759.79	-803.98	Shortfall in other NPG, increase in pension, Int payment, other exp.
Opening Balance	260.00	170.77	As per Actuals
Net Borrowing	580.23	468.47	MOF stiking to 13 <sup>th</sup> FC Rec. OMB reduced from Rs. 385.92 to 285 Cr.
Sch wise ACA	487.00	293.21	Non realisation in AIBP, NSAP, JNNURM
EAP	91.00	30.00	Delay in release of funds
Plan size	1860	1349.06	As above

# Salient Features- 10-11

- Own Tax Revenue increased from Rs. 610.50 Cr. AP to Rs.626.77 Cr. LE.
- Salary Exp. Under development reduced from Rs.1436.37 Cr. AP to Rs.1316.64 Cr. LE
- Other Non Dev. Exp. Reduced from Rs.124.36 cr.in 09-10 to Rs. 106.12 Cr in LE
- Other Dev. Exp. Reduced from Rs.426.63 cr.in 09-10 to Rs. 378.87 Cr in LE
- MOF did not allow borrowings on the basis of latest GSDP estimated by them for 09-10.
- For 2010-11, SPA/SCA was revised from 4500 cr in BE to 11,657 cr in RE but Tripura did not benefit from the increase.