



GOVERNMENT OF ODISHA



ଓଡ଼ିଶା ବିଧାନ ସଭା



BUDGET

2014-15

Part-II

General

PRESENTED BY
SHRI PRADIP KUMAR AMAT
MINISTER, FINANCE

17th June, 2014

Part-II

General

Speaker Sir,

Now I come to the second part of my Budget Speech, i.e. the General Budget.

2. Macro Economic Outlook

2.1 After prolonged recession, the Global economic scenario has shown signs of recovery during the second half of 2013-14 and is expected to improve further in 2014-15. The signal has come mainly from advanced economies, although their recoveries are at different speeds. Structural constraints continue to affect growth prospects of emerging market economies. On the whole the global economy scenario is uneven.

2.2 Indian economy is projected to show a gradual recovery during 2014-15. Against the provisional estimate of GDP growth of 4.7% in 2013-14, it is projected to grow around 5.5 per cent in 2014-15. With a new Government in place at the centre, there are expectations of revival of growth and hope for gradual recovery in course of the financial year.

2.3 In spite of the global uncertainty, the growth forecast for the State's Economy in 2013-14 according to the Advance Estimates is 5.6%. Though this is an Advance Estimate, this clearly points to the fact that the State Economy continues to grow at a higher rate than the national economy.

2.4 Like the national economy, it is also expected that there would be slow recovery in the State's economy during the current fiscal. Though no growth forecast for the year is available, the growth rate of GSDP in 2014-15 is projected at 6.5% in the underlying assumptions for the fiscal indicators.

3. Fiscal Management during last Five Years

3.1 Sound fiscal position and prudence in management of finances of the State has been one of the major achievements of our Government. Odisha Fiscal Responsibility and Budget Management Act, 2005 has been the guiding principle for fiscal consolidation. I would like to inform the August House that according to an index of fiscal health constructed for composite fiscal ranking of the States, our State has secured the highest rank.

We have been maintaining revenue surplus consistently since 2005-06. Our fiscal deficit has been kept within 3% of the GSDP since 2004-05. Our tax GSDP ratio has been in the range of 5.5 to 6% from 2009-10 onwards. The ratio of interest payment to revenue receipt is below the 12th Finance Commission prescribed limit of 15% since 2007-08. Similarly the ratio of Public Debt to GSDP is within the 25% limit prescribed by the 13th Finance Commission from 2008-09 onwards. During the last 5 years the average growth in Own Tax and Non-Tax Revenue has been about 18% in spite of the impact of recession in major part of the period.

3.2 Since 2011-12, we have been able to meet the committed expenditure towards salary, pension, interest payment and debt repayment out of the State's own revenue.

3.3 Prudent management of State finances has created fiscal space for higher Plan investment. The annual plan outlay of the State has increased by about four times from ₹5105 crore in 2007-08 to ₹19367 crore in 2013-14.

3.4 We have been able to ensure adequate financial allocations for all essential expenditures and utilise additional resources generated to improve capital investment. In 2006-07, capital expenditure stood at ₹1451.47 crore which has gone up to ₹7861.41 crore in 2013-14 (Revised Estimates) by about six times.

3.5 The liquidity position has been managed very carefully by our State. It has not availed any ways and means advances or overdraft from the Reserve Bank of India since December, 2004.

4. Fiscal Position 2013-14

4.1 The fiscal position of the State Government continues to be very sound despite adverse economic environment. The State Government has been able to exceed the budget estimates for State's own revenue. There has been substantial increase in Plan expenditure and expenditure in key sectors. It has been possible to enhance the capital investment substantially during the year.

4.2 The overall expenditure during the year has been managed well and the fiscal consolidation efforts of the State have ensured that all the fiscal indicators are kept well within the stipulated limits of Odisha Fiscal Responsibility and Budget Management Act, 2005.

4.3 In terms of our Revised Estimates, our Revenue Surplus is ₹1951.49 crore which is about 0.68% of GSDP. The Fiscal Deficit stands at ₹5923.05 crore which is 2.05% of the GSDP. The yearend debt stock to GSDP ratio is 14.68% of GSDP. The tax-GSDP ratio is 5.93%.

5. Abstract of Budget Estimates of the Financial Year 2014-15

The Budget Estimates for 2014-15 have been prepared in keeping with the promises made to people to fulfil the primary infrastructure needs in the areas of road communication, drinking water, electrification, irrigation, agriculture, education and Healthcare. We have also renewed our commitment to provide shelter for all, food security, empowerment of the youth, women, Scheduled Castes and Tribes. Fiscal targets in accordance with the recommendations of the 13th Finance Commission and the prescriptions of the Fiscal Responsibility and Budget Management Act, 2005 are also being proposed to be met.

5.1 Estimates of the State's own revenue receipts have been made on the basis of the trend of collection of the previous year. With regard to the devolution of Central Taxes, we have adopted the assessment of the 13th Finance Commission. The quantum of central support for the State Plan has been estimated on the basis of the official level

discussion with the Planning Commission and indications received from the line Ministries of Government of India.

5.2 Based on the anticipated receipt of State's share in central taxes, State's own tax and non-tax revenue and grants from Centre, the Revenue Receipt for the year 2014-15 has been estimated at ₹67,146.96 crore. For the year 2014-15, our own tax and non-tax revenue has been estimated at ₹27,886.65 crore, which is 13.45% more than the Revised Estimate for 2013-14. We propose to achieve Tax/GSDP ratio of 6.09% in 2014-15 compared to Revised Estimates of 5.93% in 2013-14.

5.3 The Non-Plan expenditure estimated at ₹40,711.01 crore includes provision of ₹14,980.71 crore, ₹7,804.48 crore, ₹4,729.18 crore and ₹4,130.59 crore towards salaries, pension, interest payment and maintenance of capital assets respectively.

5.4 The outlay for the State's Annual Plan has been fixed at ₹40,810 crore for the financial year 2014-15, which includes an outlay of ₹38,810 crore for the Government sector and ₹2,000 crore for the Public Sector Undertakings. The growth in State Plan allocation for the year 2014-15 is more than 100% over the previous year.

5.5 Consequent upon restructuring of existing Centrally Sponsored Schemes (CSS) into 66 CSS, Planning Commission has decided to classify the Central Share of all CSS as Central Assistance for State Plan. Financial resources under State Plan towards Central Assistance for the 66 CSS is estimated at ₹11,513.01 crore. Even if we take out the Central

Assistance for the 66 CSS, the State Plan outlay is proposed to be stepped up by 41%.

5.6 The total expenditure proposed in the Budget Estimates for 2014-15 including Debt repayment is ₹80,139.58 crore. The Non-Plan expenditure is estimated at ₹40,711.01 crore with an increase of 7.30% over the Budget Estimates for 2013-14. The State Plan, Central Plan and Centrally Sponsored Plan expenditure have been estimated at ₹38,810 crore, ₹609.42 crore and ₹9.15 crore respectively totalling to ₹39,428.57 crore, which represents an increase of about 72% over the Revised outlay for the year 2013-14.

Let me now enumerate some qualitative aspects of the Budget Estimates for 2014-15.

5.7 Capital component of our Government expenditure has stagnated at around 1.5 to 2.2% of our GSDP during the past 10 years. Acceleration of the growth momentum of the economy will require larger quantum of Capital investment. Keeping this in view, Capital investment in our budget has been stepped up by about 70% over Revised Estimates for 2013-14. With this increased allocation, it is estimated that the capital expenditure would go up to 4.19% of the GSDP. Besides Loans and Advances given, grants for creation of capital assets and other expenditure for capital formation put together account for ₹10304.92 crore which is 3.16% of GSDP. Allocations for maintenance and upkeep of Capital assets have also been enhanced by 15% from ₹3,591.82 crore to ₹4,130.59 crore. With increase in Plan investment, the share in Plan outlay is increasing in recent years. The

Plan : Non Plan ratio has gone up from 27% in 2006-07 to 97% in 2014-15. All these factors point to a remarkable improvement in the quality of our public expenditure.

5.8 The Budgeted Expenditure for 2014-15 will be financed through estimated revenue receipts of ₹67,146.96 crore, recovery of loans and advances of ₹240.29 crore and borrowing and other receipts of ₹12,752.32 crore. The Revenue Surplus would be of the order of ₹4265.55 crore, i.e. 1.31% of GSDP. The State's dependence on borrowing has been reduced with net borrowing estimated at ₹8,640.22 crore for Financial Year 2014-15 which is only 2.65% of GSDP. However, a part of the fiscal deficit would be financed through the net surplus from Public Account and remain at 2.98%.

6. Sectoral Highlights

It is my pleasure to mention here that, this budget emphasizes implementation of policy measures indicated in our manifesto. Substantially higher allocations have been made for all departments for implementation of various development and welfare oriented schemes. Now, I wish to enumerate some highlights of expenditure proposals under some major sectors.

6.1 Social Services

6.1.1 Health and Family Welfare Department

We have been striving to provide Health Security for all through provision of affordable quality health care to the people of the State. Efforts have also been made to reduce the out of pocket expenditure for

health care by providing funds for supply of medicine & diet in the Government run hospitals and assistance from Odisha State Treatment Fund. Accordingly, budgetary allocation for Health and Family Welfare Department has been substantially stepped up. Total amount of **₹3,897.74 crore** has been provided under both Plan and Non-Plan which is about 65% more than the last year's allocation.

Now, I turn to provisions for important schemes.

- **Universal free distribution of medicine:** The State Government has decided to put in place a mechanism for universal free distribution of medicine to citizens with help of Odisha State Medical Services Corporation which will handle procurement of drugs in an efficient and cost effective manner. While ₹5.00 crore has been provided towards paid up capital of the Corporation, an amount of ₹202.56 crore have been allocated for purchase of drugs.
- **Odisha Emergency Ambulance Services (108):** Emergency Ambulance Services have fulfilled a long felt need for emergency health care. We are providing **₹46.5 crore** for continuation of the service.
- **Odisha State Treatment Fund (OSTF):** Financial assistance upto ₹3 lakh from the fund is being provided to poor patients suffering from life threatening diseases from the fund. The provision for this scheme has been doubled from ₹10.00 crore to ₹20.00 crore.

- **National Health Mission (NHM) :** We propose to provide **₹1,093.49 crore** for the various components of NHM out of which the state share comes to ₹273.37 crore.
- **Provision for Construction of Buildings:** Infrastructure development of Health Institutions like PHCs, Medical Colleges and Sub-centre are critical for provision of health care facilities. We propose to provide **₹575.82 crore** for the purpose in State Plan including 13th Finance Commission Grants.
- **Purchase of Equipment:** Medical Equipment are also critical part of the Healthcare delivery System. We propose to provide **₹124.05 crore** under State Plan during the year 2014-15 towards purchase of equipment for health institutions against last years' provision of ₹16.92 crore. This includes ₹4.38 crore for purchase of equipment for different hospitals in Puri District before Nabakalebar 2015.
- **Externally Aided Project:** DFID has been providing grant for strengthening of Public Health Management Systems of the State. An amount of **₹40.00 crore** has been provided for the DFID Odisha Health System Project.
- **Health Management Information System:** For development of Health Information System, funds to the tune of **₹10.00 crore** has been provided in the Budget.

- **Mo Masari Scheme:** We have been successful in arresting incidences of Malaria through the scheme which was launched during the year 2012-13 with an allocation of ₹4.00 crore. In order to substantially scale up the coverage under this scheme in the malaria endemic areas, allocation for the scheme has been increased to **₹70.00 crore**.
- **Sanitary Kits for Adolescent Girls:** In order to promote better hygiene among adolescent girls **₹14.00 crore** has been provided under State Plan for supply of Sanitary Kits for Adolescent Girls in 15 districts.
- **Installation of LINAC & Gamma Knife:** Acharya Harihar Regional Cancer Centre, Cuttack will be provided with LINAC and Gamma Knife facilities for improvement in Cancer treatment at a cost of **₹27.00 crore** and **₹33.00 crore** respectively.
- **Bone Marrow Transplant Unit:** You will be happy to know that a Bone Marrow Transplant Unit is going to be set up in SCB Medical College and Hospital, Cuttack for which **₹1.10 crore** has been provided.

6.1.2 School and Mass Education Department

Education is essential for all and is fundamental to their all-round development. We have decided to focus on improving the quality of education. Total allocation in School and Mass Education Department which caters to Elementary Education, Secondary

Education, Teachers' Training and Mass Education has been enhanced from ₹7142.83 crore in 2013-14 to **₹9327.12 crore** in 2014-15. This is the largest allocation among all Departments which constitutes about 12% of the total budget allocation.

- An amount of **₹1500 crore** has been provided this year for **Sarva Sikshya Abhiyan (SSA)** comprising 35% State Share and 65% Central Share.
- Distribution of **bicycles to Class-X students** of different schools including the schools managed by ST and SC Development Department has been a tool for empowerment of students and helped in their retention. We propose to provide **₹140.00 crore** in 2014-15 against ₹125 crore in 2013-14.
- The restructured Rashtriya Madhyamika Sikshya Abhiyan (**RMSA**) aims at enhancing access to Secondary Education and improving its quality. An amount **₹461.36 crore** is provided for State & Central share of the scheme.
- In keeping with our promise for establishment of '**Model Schools**', **₹171.80 crore** has been proposed in the budget towards State & Central share for establishment of Model Schools in Backward and Tribal Districts.
- **₹792.73 crore** has been provided towards State & Central share for implementation of **Mid-Day Meal (MDM)** Scheme which aims at enhancing enrolment, retention, attendance

and simultaneously improving nutritional level among children.

- We have proposed **₹40 crore** for establishment of the **second Sainik School at Sambalpur**.
- After reorganisation of field functioning of School & Mass Education Department, we have allocated **₹18.00 crore** for construction of Office building of Block Education Officers (**BEOs**) & District Education Officers (**DEOs**).
- We have provided additional amount of **₹20.00 crore** for repair, renovation and restoration of Government School Buildings in S&ME Department budget in addition to the provision made under Works and R.D. Department Budgets for the purpose.
- You would be happy to know that, improvement in quality education and to improve Student-Teacher ratio as per RTE-SSA norm at elementary level, Government has declared 10,713 Siksha Sahayaks as Primary school teachers.
- In order to improve the quality of education as well as efficiency in administration through innovation, e-Governance and capacity Building, we propose to provide **₹9.35 crore**.
- Provision of Scholarship is not only a recognition of merit but also an incentive for excellence. Accordingly, we propose to enhance the provision of scholarship in Primary and Secondary School level from ₹1.29 crore in 2013-14 to **₹7.12 crore** in 2014-15.

6.1.3 Higher Education Department

In order to provide an educated and productive work force there is a need to improve the quality of higher education. We propose to provide **₹2199.41 crore** for Higher Education under Plan and Non Plan sector for the year 2014-15.

- For improvement of the quality of Higher Education in the State and to increase the gross enrolment ratio, substantial increase in allocation for infrastructure development of Universities, Government Colleges & Non-Government Aided Colleges have been proposed. While ₹121 crore has been allocated for infrastructure development of Universities, ₹70 crore is provided for infrastructure development of Government Colleges and ₹20 crore for infrastructure development of Non-Government Aided Colleges.
- To encourage +2 pass out meritorious students of the State for hi-tech learning, a scheme for distribution of Laptop was introduced during 2013-14. A provision of **₹30.00 crore** has been made for the scheme this year.
- As a part of Odisha State Youth Policy – 2013, self-defence training was imparted to four lakh girl students during 2013-14 to make them self-reliant against the rising adversities and atrocities they face in day to day life. For the purpose there is a provision of **₹6 crore** this year.

- An amount of **₹300 crore** including State share of ₹58.40 crore has been proposed during 2014-15 for the Rastriya Uccharat Siksha Abhiyan (**RUSA**).
- **₹40.00 crore** has been provided for Scholarship to students pursuing professional education such as Engineering, Medicine, MBA and MCA.
- **₹1039.80 crore** has been provided for grant in aid to Non-Government Aided Colleges.
- **₹177.97 crore** has been provided for grant in aid to Universities.
- For interest subvention on the study loan to the students pursuing higher technical studies an amount of **₹4.00 crore** has been proposed during 2014-15 under State Plan.
- Provision of **₹5.00 crore** has been proposed for **e-Evaluation System** under State Plan.
- **Refreshment allowance for NCC cadets** have been enhanced from ₹2/- to ₹5/- per period per cadet having financial implication of **₹4.20 crore** under Non-Plan.

6.1.4 Panchayati Raj Department

Rural Development and empowerment of Panchayati Raj Institutions are our twin objectives in Panchayati Raj Department. We propose to provide **₹6824.22 crore** both under Plan and Non-Plan for the Department as against previous year's ₹3218.98 crore which is more than 100% increase in allocation.

- **Home is a dream for everyone and we stand committed to our promise made in the election manifesto to ensure that every household in the State have a Pucca House. All the Kuccha Houses in the State will be provided assistance for conversion to Pucca House in a phased manner.** As a part of our commitment, we propose to construct about 2,35,000 pucca houses during the year 2014-15 under various schemes.
- It is proposed to increase the coverage under “**Mo Kudia Scheme**” from 20,000 in 2013-14 to **45000 numbers** of houses during 2014-15. Accordingly, the allocation has been enhanced from ₹100.00 crore in 2013-14 to **₹330.10 crore** in 2014-15.
- Similarly, **₹1,169.24 crore** has been provided in 2014-15 under Indira Aawas Yojana for construction of 1,60,610 number of houses in rural Odisha.
- **₹870.72 crore** has been provided as grant-in-aid to Panchayatiraj Institutions on the recommendation of the 13th Finance Commission which is 16.42 % excess over the last year’s provision.
- **₹699.27 crore** has been provided in the budget towards assistance to Panchayati Raj Institutions as per the recommendation of the 3rd **State Finance Commission**.
- **Cement Concrete Road (C.C.Road)** Scheme is a State Plan Scheme which aims for better communication facilities in the villages of rural Odisha. **₹498.56 crore** has been provided in

2014-15 with a target to complete 3500 Kms. of road under this Scheme.

- **₹122.00 crore** has been provided in the budget for the World Bank assisted “**Targeted Rural Initiative for Poverty Termination and Infrastructure**” (TRIPTI) Programme.
- **₹10.00 crore** is allocated under “**Aam Admi Bima Yojana**” to provide Life Insurance coverage for the Landless Agricultural Labourers. In 2014-15, 10.00 lakh households are proposed to be covered as against 5.00 lakh during the year 2013-14.
- **₹225.00 crore** has been provided under “**Gopabandhu Gramin Yojana**”.
- **₹396.83 crore** has been provided under “**Backward Region Grant Fund**” (BRGF).
- Allocation under **Rajiv Gandhi Panchayat Sashastrikan Yojana (RGPSY)** has been enhanced from ₹38.30 crore to **₹150.00 crore**.
- **₹1,834.36 crore** has been provided in the budget under **MGNREGA Scheme** with a target to create 633.13 lakh man-days during the year.
- **₹327.82 crore** has been provided under **National Rural Livelihood Mission (NRLM)** during this year, with a target to cover 2,89,970 number of SHGs.
- **₹10.00 crore** has been provided under a new State Scheme “**Mission Yuva Shakti**” during 2014-15. This Scheme aims to mobilise the youth and achieve their holistic development. It

is a convergence Programme with a focus on tapping the existing potential of the youth, building their capacities and making them socially and economically empowered for improvement of their quality of life.

- **₹20.00 crore** has been provided under a new Scheme “**Interest Subvention for Women SHGs**”. This Scheme envisages enhancing the access to credit by Women Self Help Groups at an affordable cost to meet the credit requirement for enhancing productivity and reducing vulnerability in a rural household.
- **₹10.00 crore** has been provided under the new Scheme “**Construction of Non-Residential Buildings**” for Blocks.
- **₹10.00 crore** has been provided in the new Scheme “**Construction of Residential Buildings**” for Blocks.

6.1.5 ST and SC Development Department

For all-round development of Schedule Tribes, Scheduled Castes, Other Backward Class and Minorities, the total allocation of the Department has been enhanced to **₹2,454.30 crore** from ₹1,954.03 crore with an increase of more than 20%.

- **₹305.48 crore** has been provided in the Non-Plan towards pre-matric scholarship of ST & SC students.
- **₹298.00 crore** has been provided under State Plan for construction of Hostels for ST Girls and Boys.
- **₹90.00 crore** has been provided for infrastructure development of Educational Institutions and construction of

Staff quarters in S.T. & S.C Development Department under State Plan.

- **₹200.00 crore** has been provided under Special Central Assistance to Tribal Area Sub-Plan under State Plan to augment income of tribal people through different income generating programmes.
- **₹60.00 crore** has been provided for Special Plan in KBK districts.
- **₹155.00 crore** has been provided under State Plan towards infrastructure development in TSP areas under Article 275 (i) of the Constitution of India.
- **₹55.11 crore** has been provided under Non-Plan for maintenance and repair of School buildings, hostel buildings and staff quarters.
- **₹21.00 crore** has been provided under State Plan for Odisha Girl Incentive Programme (OGIP) for scholarship to ST/SC Girls.
- **₹50.00 crore** has been provided towards implementation of Odisha Tribal Empowerment and Livelihood Programme (OTELP).
- **₹13.33 crore** has been provided for the Minimum Support Price (MSP) for Minor Forest Produce (MFP) operation in the Tribal Sub-Plan area.
- **₹18.35 crore** has been provided for development of minorities under Multi-Sector Development Project.

- **₹18.00 crore** has been provided for remuneration of newly created 3000 contractual posts of Lady Matrons in ST/SC Girls' Hostels for exclusive care and supervision of the girl boarders to enhance safety and security.
- **₹5.39 crore** has been provided for **School Uniform for Class-IX to Class-XII of ST/SC Boys and Girls students.**

6.1.6 Women and Child Development Department

We are concerned with holistic development of women and children and are particularly committed to empowerment of women. Outlay of **₹4,664.66 crore** has been provided under Plan and Non-Plan for Women and Child Development Department which is about 39% higher than the last years' provision.

- **Social Security Pension Schemes:** To Provide Social Security Pension to the senior citizens, differently abled persons and widows, an outlay of ₹1,144.35 crore has been provided during the year 2014-15.
- **MAMATA:** An amount of ₹222.63 crore has been provided in the year 2014-15 for the Conditional Cash Transfer Maternity Benefit Scheme with the primary objective of providing partial wage compensation to pregnant and nursing mothers enabling them to rest adequately during their pregnancy and after delivery.

- **Supplementary Nutrition Programme: ₹865.71 crore** has been provided for continuation of this ICDS Programme which is 55% more than the last years' provision.
- **National Family Benefit Scheme: ₹51.60 crore** under State Plan has been provided for this scheme which is 69% more than last years' provision. Under this scheme, financial assistance of ₹10,000/- is paid to a BPL family in the event of death of its primary bread earner.
- **Construction of Anganwadi Centre Building :** In order to provide better service delivery to the children between 0-6 years of age, pregnant women and lactating mothers an amount of **₹144.25 crore** has been provided for construction of Anganwadi Centre Buildings under the State Plan & 13th Finance Commission Award during the year 2014-15.
- **Marriage Incentive:** Government have introduced a new scheme for providing incentive for marriage between persons with disabilities and other persons. The aim of the scheme is to encourage the other persons to marry the persons with disability. The amount of incentive is fixed at ₹50,000/- for each case. For the year 2014-15 an amount of **₹2.00 crore** has been provided.
- **School Uniform for Special School Children:** The aim of the scheme is to provide two pairs of uniforms annually free to the students of 51 Special Schools under the grant-in-aid fold of W & C D Department. For the purpose an amount of **₹17.93 lakh** has been provided during 2014-15.

6.1.7 Labour and Employees State Insurance Department

Social security and empowerment of workers are important items on our agenda. **₹144.70 crore** has been provided in the budget under Plan and Non-Plan for this Department. ₹49.02 crore is provided under Non-Plan and ₹95.66 crore is provided under Plan Scheme.

- **₹85.00 crore** has been provided for Social Security for Unorganised Workers under the Scheme “**Rastriya Swasthya Bima Yojana (RSBY)**”.
- **₹5.00 crore** has been provided for “**Rescue of exploited migrated labour**”.

6.1.8 Employment and Technical Education and Training Department

We have set up the State Employment Mission for skill upgradation, training and employment. We are also conscious of the need for development of technical education to create skilled manpower for enhancing industrial productivity. An amount of **₹512.47 crore** has been proposed in the budget under Plan and Non-Plan for this Department against ₹455.86 crore provided last year.

- In order to improve quality of technical education in the state, four new schemes have been launched under the **Rastriya Uchhatara Sikshya Abhiyan**, namely :
 - **₹12.20 crore** is provided for Technical Education Quality Improvement Programme (TEQUIP-II),
 - **₹109.13 crore** is provide for Establishment of New Polytechnics,

- **₹20.70 crore** is provided for Upgradation of existing Polytechnics, and
- **₹2.00 crore** is provided for Construction of Women's Hostel.
- **Craftsman Training:** An amount of **₹92.90 crore** has been proposed towards capital expenditure for existing and new ITIs/SDCs. The programme of expenditure includes capital expenditure for up gradation of the existing ITIs into Centre of Excellence, establishment of Institute of Training of Trainers by Central Tool Room & Training Centre, Bhubaneswar, Establishment of Skill Development Centre by CIPET at Balasore and Infrastructure Development of ITIs in the State.

6.2 Economic Services

6.2.1 Forest and Environment Department

Allocation of **₹716.01 crore** has been made for Forest and Environment Department in the budget estimate for the year 2014-15 including State Plan outlay for ₹308.18 crore.

- **₹105 crore** has been provided to the externally assisted Odisha Forest Sector Development Project for afforestation and distribution of sapling for growing trees outside the forest area.
- The State Government have launched the Green Odisha Mission (**Sabuja Odisha Mission**) from the year 2013-14 subsuming all afforestation schemes with a target of planting

44.52 crores of seedlings during the period 2013-17. During the year 2013-14, 7.8 crore seedlings have been planted and a target of planting 12.05 crore seedlings have been fixed for 2014-15. An amount of **₹94.45 crore** is proposed under State Plan for the purpose.

- **₹5.00 crore** has been provided for management and development of Elephant Corridor in the State during the year 2014-15.
- **As a welfare measure, the Forest Development tax on Kendu Leaves has been reduced from 16% to 2%. The State Government would forgo tax revenue of about ₹60 crore on this account per annum. The benefit would be passed on to the kendu leaf workers.**

6.2.2 Industries Department

An Outlay of **₹17.44 crore** has been provided in the budget for Industries Department both under Plan and Non-Plan.

6.2.3 MSME Department

Outlay of **₹95.84 crore** has been provided in the budget of this Department both under Plan and Non-Plan.

- **₹1.50 crore** is provided as Venture Capital fund for Start-ups. This will promote entrepreneurship in MSME sector.

6.2.4 Handloom, Textile and Handicrafts Department

Outlay of **₹145.43 crore** has been provided in the budget of this Department both under plan and non-plan. The main objective of this

Department is to provide large number of employment, enhance productivity and upgrade the economic as well as social status of the poor handloom weavers, sericulture farmers and handicraft artisans.

- Handloom, Sericulture and Handicraft sectors together count as the second largest employment generating sector next to agriculture and primary sector. It has been estimated to provide self-employment to about 1,00,000 handloom weavers; 35,300 seri-rearers and 10,000 handicraft artisans by providing training and market support under different schemes.
- In social sector, Chief Minister's Special Package for Weavers, Artisans and Tassar growers is to be expanded and scaled up for bringing out substantial changes in their socio-economic conditions. It has been targeted to cover 40,000 handloom weavers, 13,000 sericulture farmers and 2,000 handicraft artisans under Life Insurance Schemes for which beneficiary premium will be provided from the State budget. Similarly, 46,500 handloom weavers and 15,000 sericulture farmers will be covered under Health Insurance Schemes for which beneficiary premium will be provided from the State budget. Solar lanterns will be supplied to 10,000 handloom weavers and 10,000 handicraft artisan families. It has been aimed to develop 5 no. of handloom clusters and 2 no. of handicraft clusters. Besides, it has been targeted to provide fire proof work sheds to 570 handloom weaver and handicraft artisan

families. **₹82.80 crore** has been kept under this sector during 2014-15.

- Odisha is famous for its crafts which is again an integrated part of our art and culture. The ongoing Handloom and Handicraft Museum at Bhubaneswar designed for attracting national and international tourists is to be focused. One Sambalpuri Ikat Handloom Park is to be set up at Bargarh. Provision of **₹16.15 crore** has been kept under this sector during 2014-15.

6.2.5 Science and Technology Department

An out lay of **₹63.78 crore** has been provided in the Budget of this Department under Plan and Non-plan during 2014-15.

- **₹2.86 crore** has been provided for continuance of development of Bio-Technology Laboratories in different Institutions and Universities which will be used by Researchers and students.
- **₹3.00 crore** has been provided for construction of a Green Building for OREDA as against provision of ₹1.00 crore during 2013-14.
- **₹10.00 crore** has been provided for Solar Photo-Volatic (SPV) system during 2014-15 in order to electrify remote un-electrified villages.
- **₹10.00 crore** has been provided during 2014-15 for the promotion of Improved Chullah.

6.2.6 Information Technology Department

Allocation for Information Technology Department is **₹138.19 crore** both under Plan and Non-plan.

- **₹30.00 crore** has been provided for Horizontal Connectivity & IT Infrastructure.
- **₹21.92 crore** has been provided for continuance of e-Governance Projects as per National e-Governance Programme (NeGP) during 2014-15.
- **₹10.00 crore** has been provided during 2014-15 for continuance of infrastructure development of IIIT, Bhubaneswar.
- **₹2.00 crore** has been provided incentive under IT policy.
- **₹5.00 crore** has been provided for State Infrastructure for SDC.

6.2.7 Planning and Co-ordination Department

Total provision of **₹1377.54 crore** has been made for Planning and Co-ordination Department under Plan and Non-plan.

- **₹50.00 crore** has been provided as Special Grant for **Western Odisha Development Council (WODC)** for special projects during 2014-15.
- **₹120.00 crore** has been provided in the budget of 2014-15 for continuance of **Biju KBK Yojana** for the development of most backward regions like KBK.

- **₹28.50 crore** has been made during 2014-15 for continuance of **Biju Kandhamala O Gajapati Yojana**.
- **₹540.00 crore** has been provided in the budget as Additional Central Assistance (ACA) for **LWE affected districts**.
- Grant in Aid of **₹40.00 crore** has been made under **Special Problem Fund (SPF)**.
- **₹10.00 crore** has been provided for strengthening of **District Planning Machinery**.
- **₹7.00 crore** has been provided for the new scheme “**Innovation**” to prepare technological innovation road map for promoting technological intervention in various sectors.

6.2.8 Food Supplies and Consumer Welfare Department

An outlay of **₹1,406.14 crore** has been provided in the Budget of this Department under both Plan and Non-plan.

- In order to strengthen food security of the poor and vulnerable section of our society, the scheme of rice @ ₹2.00 per Kg has been modified to rice @ ₹1.00 per Kg and implemented w.e.f. 01.02.2013. ₹1,327.16 crore has been allotted for rice @ ₹1.00 per Kg under PDS scheme for the year 2014-15 against allocation of ₹1,312.05 crore for the year 2013-14. During the current year additional provision of ₹14.87 crore has been provided for 2 lakh persons with disability (PWD) of 60% and above.

- For implementation of **Annapurna Yojana**, provision of **₹5.20 crore** has been made during 2014-15 towards subsidy to OSCSC Ltd.
- A sum of **₹10.00 crore** has been made towards **grants for replacement of ration cards** which will prevent use of fake ration cards and ensure that benefits of PDS reach the targeted consumers.
- **₹6.20 crore** has been provided for creation of **Capital assets for running PDS** (for construction of Godown).

6.2.9 Transport Department

An out lay of **₹251.56 crore** has been provided in the Budget of this Department both under Plan and Non-plan.

- **₹100.00 crore** have been provided for continuance of the scheme - Equity contribution for development of commercially viable Railway projects in the State during the year 2014-15.
- **₹14.50 crore** has been provided for modernisation of the Department, Transport Commissioner & STA/ RTO/ DTS offices.
- **₹3.00 crore** has been provided for Master Plan for Railway Projects.
- **₹2.00 crore** has been provided for construction of Driving Training School.

- **₹1.80 crore** has been provided for Enforcement Establishment.
- **₹5.00 crore** have been provided this year towards share capital investment in OSRTC for purchase of new buses.
- In order to improve connectivity in remote tribal areas, it is proposed to implement a new scheme “Biju Gaon Gadi Yojana” under which entrepreneurs will be provided with interest subvention as well as exemption in road tax and permit fees. Under this scheme 1,000 small transport vehicles will be provided for operating in rural tribal areas. **₹8.00 crore** has been provided for the new scheme. Besides improving connectivity in the remote areas, this will also generate employment to at least 1,000 rural entrepreneurs.

6.2.10 Commerce Department

Total provision of **₹77.33 crore** under Plan and Non-plan has been provided for Commerce Department.

- **₹9.00 crore** has been provided for **Public Works under RIDF.**
- Provision of **₹1.18 crore** has been provided for **Hydrographic Survey and Investigation of IWT Water routes.**
- **₹6.50 crore** have been provided for procurement of modern printing machinery and equipment for Government Press.

6.3 Infrastructure Development

6.3.1 Works Department

A total provision of **₹3,736.42 crore** including ₹2,223.52 crore under State Plan has been provided in the year 2014-15 as against a total provision of ₹2,531.68 crore made during the year 2013-14. Improvement of 948 Kms of roads and construction of 15 nos of bridges has been targeted during 2014-15.

- Under State Plan, outlay of **₹800.00 crore** has been provided under **Rural Infrastructure Development Fund (RIDF)**, **₹103.00 crore** under **Central Road Fund (CRF)**, **₹189.00 crore** under **Externally Aided Projects (EAP)**, **₹80.00 crore** under **One Time ACA** and **₹50.00 crore** for **Special Area Programme for KBK**.
- A sum of **₹220.00 crore** has been provided for Double Lanning of 1124.44 Kms. of State Highways during 2014-15 under SHDP for widening of State Highways to double lane standard.
- A sum of **₹52.00 crore** has been provided for improvement of PWD roads in Urban Areas.
- A sum of **₹30.00 crore** has been provided for road Projects under PPP mode.
- A sum of **₹21.00 crore** has been provided for Capital Road Development Programme.
- An amount of **₹856.69 crore** has been provided under Non-Plan for maintenance of Roads and Bridges.

- Allocation of **₹318.89 crore** has been made under Non-Plan for maintenance of Non-Residential buildings including ₹30.00 crore for repair and renovation of Government School and College buildings which are at least 30 years old.

6.3.2 Housing and Urban Development Department

A total provision of **₹3,031.65 crore** has been made in the year 2014-15 including ₹1,796.32 crore under State Plan as against a total provision of ₹2,385.46 crore made during the year 2013-14.

- A sum of **₹186.55 crore** has been provided for water supply to uncovered and partially covered urban wards.
- An allocation of **₹590.50 crore** has been made for **Urban Sewerage and Sanitation** including **₹25.00 crore** each for development of **Sewerage System of Rourkela and Sambalpur City**.
- A sum of **₹411.79 crore** has been provided under **JnNURM and UIDSSMT** Projects. Besides, a sum of **₹143.21 crore** has also been provided for completion of on-going dwelling units under **Integrated Housing Slum Development Project (IHSDP)** and on-going as well as new projects under **Rajiv Awas Yojana (RAY)**.
- A sum of **₹20.00 crore** has been provided towards financial assistance to **ULBs for construction of Cement Concrete Road**.

- A sum of **₹11.00 crore** has been provided for **City Bus Services under Non-JnNURM** and **₹12.00 crore** towards **Capacity Development to improve urban governance**. Besides, a sum of **₹27.00 crore** has been provided for **meterization of water supply system**.
- A sum of **₹75.00 crore** has been provided for **Odisha Urban Infrastructure Development Fund (OUIDF)** under Externally Aided Projects (**EAP**) which will focus on projects relating to Solid Waste Management, Slum Rehabilitation, Water Supply and Affordable Housing. Besides, provision of **₹70.00 crore** has been made for rehabilitation of Urban Slum in Berhampur City assisted by World Bank.
- A sum of **₹15.00 crore** has been provided for Infrastructure Development of **LIG & EWS Houses** and **₹2.00 crore** for development of **Night Shelter**.
- A sum of **₹182.00 crore** has been provided as grants to **ULBs** under 13th Finance Commission Award.
- Assignment of share from **Entry Tax to ULBs** has been made for **₹500.00 crore** as against the actual allocation of **₹371.88 crore** recommended by 3rd **State Finance Commission**.
- Total provision of **₹203.01 crore** has been made under Non-Plan for maintenance of residential and non-residential buildings, water supply projects and urban roads.

6.3.3 Rural Development Department

A total provision of **₹4677.44 crore** has been made in the year 2014-15 including ₹3381.68 crore under State Plan as against the total provision of ₹2032.57 crore made during the year 2013-14.

- **As per our commitment made in the manifesto to improve rural connectivity, a new scheme “Mukhya Mantri Sadak Yojana” is introduced. Road connectivity to villages not covered under PMGSY will be taken up for construction under the Scheme.** A sum of **₹150.00 crore** has been provided for the new scheme for 2014-15.
- A sum of **₹1800.00 crore** has been provided for Rural Connectivity under **Pradhan Mantri Gram Sadak Yojana (PMGSY)** for completion of **4,000 Kms of roads**.
- A sum of **₹163.00 crore** has been provided for **Biju Setu Yojana (BSY)** for construction of ongoing bridges and for taking up of 140 new bridges to establish all-weather connectivity in rural areas.
- A sum of **₹92.38 crore** has been provided under the **award of 13th Finance Commission** for maintenance of rural roads and bridges.
- A sum of **₹420.00 crore** has been provided for construction of 278 bridges, roads and Rural Water Supply Projects under RIDF.

- A sum of **₹70.00 crore** has been provided under State Plan for development of important roads of economic and tourism importance.
- A sum of **₹91.77 crore** has been provided in the budget for maintenance of **PMGSY Roads**.
- A sum of **₹34.00 crore** has been provided for repair and renovation of Government Schools which are at least 30 years old.
- Water Supply will be provided to 543 Particularly Vulnerable Tribal Groups (PVTGs) and 1,048 Scheduled Caste and Scheduled Tribe (SC/ST) habitations through spring and solar power based Water Supply System. 1,351 more habitations will also be covered through Mega Piped Water Supply Projects for improved quality of water supply. Besides, 1,254 nos of most populous uncovered villages will be brought under new Piped Water Supply Schemes. We also propose to install 30,000 tube wells in partially covered habitations, Schools and Anganwadi Centres. An amount of **₹497.78 crore** has been provided for the purpose.
- An amount of **₹100.00 crore** has been provided towards **Nirmal Bharat Abhiyan**.

6.3.4 Energy Department

Energy is an essential input for economic development and improvement of the quality of life. **₹1,283.03 crore** has been provided during 2014-15 in the budget of the Energy Department both under

Plan and Non-Plan against last year's provision of ₹743.56 crore registering more than 75% growth.

- We have taken up the ambitious project of constructing **520 Nos. of 33/11 KV Sub-stations** for upgradation of the Distribution system in our State. For continuing the work a sum of **₹150 crore** is proposed in this year's budget.
- The **CAPEX programme** which was initiated by our Government some time back has gained momentum and the first phase of the CAPEX programme will be completed in the current financial year. A sum of **₹135 crore** is proposed to be allocated this year for the programme.
- To improve the power supplier situation in the KBK region, construction of new 33/11 KV Sub-stations, upgradation of the existing ones, uprating of 33 KV and 11 KV feeders are being taken up. An amount of **₹20 crore** is being provided in this year's budget for this programme.
- For ensuring safety of children in schools and Anganwadi Centres, the existing distribution lines and transformers are being shifted out of such institutions for which a sum of **₹20.39 crore** is being provided in the current year.
- In order to strengthen the power infrastructure in **Elephant Corridor** so as to reduce electrical accidents involving elephants, an amount of **₹35.85 crore** is proposed to be provided.

- For completion of the **132 KV Sub-stations** and associated lines for IIT, Argul; Konark and Samuka Beach projects etc. an amount of **₹41.68 crore** is proposed in this Budget.
- While **underground cabling** of Grand Road Puri and Lingraj Rath Road cabling work in and around Samaleswari Temple and Rath Road, Baripda will be taken up with an outlay of **₹4.45 crore**.
- **₹15 crore** is being provided for energy conservation and energy efficiency measures.
- In order to revamp the cyclone damaged transmission and distribution infrastructures in towns of Berhampur, Gopalpur and Chhatrapur at a cost of ₹1,000 crore external assistance is being availed from Asian Development Bank. In order to implement this project a sum of **₹250 crore** is provided in the current year's budget.
- **"State Capital Region Improvement of Power System" (SCRIPS)** is being launched in the current financial year with a sum of **₹100 crore**, for providing a disaster resilient power system capable of providing quality and reliable power to the region.
- Similarly, a new umbrella project called **"Odisha Power System Improvement Project" (OPSIP)** is being launched this year with an outlay of **₹55.02 crore**. It has four components.
 - a) Radial to Ring Conversion Project(RRCP) to enable providing reliable and quality power,

- b) Disaster Resilient Power System(DRPS) to ensure disaster resilient High Tension power system along with cyclone prone areas of the coast line,
 - c) Disaster Response Centre to introduce institutional framework for disaster response and mitigation in energy sector,
 - d) District Headquarters Project to enable supply of reliable and quality power to the District Headquarter towns.
- **Smart Grid Projects** are to provide better quality power supply to the consumers in the State. A sum of **₹15 crore** is proposed in this project.
 - In order to expand and strengthen the **transmission network in KBK and other tribal areas** of the State, **₹50 crore** is being provided to OPTCL as equity support.
 - **“Green Energy Development Corporation of Odisha Ltd” (GEDCOL)**, will be provided a sum of **₹10.00 crore** to promote solar power and small hydro power in the State.
 - **₹75 crore** has been provided under **“Biju Gram Jyoti”** to take up electrification of habitations and for system improvement.
 - To provide electricity to the un-electrified habitations in the urban areas, **₹10 crore** has been provided under **“Biju Saharanchal Vidyutikaran Yojana”**.

6.4 General Services

6.4.1 Home Department

Provision of **₹3,167.87 crore** has been made for Home Department under Plan and Non-plan in the Budget Estimate for 2014-15, which is significantly higher than the previous year's provision of ₹2713.32 crore.

- An amount of **₹119.60 crore** has been provided under the State Plan under the '**National Scheme for Modernization of Police and other Forces**' which includes ₹ 52.00 crore for construction of Police Station Buildings and fortification of Police Station Buildings, and ₹36.50 crore for construction of residential buildings for police organisation. Besides, ₹31.10 crore has been provided under the scheme for purchase of Equipment including ₹27.02 crore for implementation of Crime and Criminal Tracking Network and Systems (CCTNS) Project.
- An amount of **₹17.98 crore** has been provided under State Plan in the Budget Estimate for 2014-15 out of 13th Finance Commission Grants for **establishment of three Police Training Institutes** in the State.
- An amount of **₹98.36 crore** has been provided under State Plan out of State's own resources for different activities of Police Organisation which include ₹61.10 crore for construction of Police Station Buildings, ₹28.37 crore for

construction of residential buildings for police organisation and ₹8.89 crore for purchase of Equipments.

- An amount of **₹56.48 crore** has been provided under State Plan for overall **improvement of Jail Organisation** out of which ₹52.28 crore has been earmarked for construction and up-gradation of jails and construction of residential buildings and ₹4.20 crore has been provided for purchase of need based equipments like cell phone jammer, baggage scanner, CCTV System, Video Conferencing System, etc.
- An amount of **₹64.47 crore** has been provided under State Plan for overall **development of the Fire Service organisation**, which includes ₹29.71 crore for procurement of fire fighting equipment and ₹34.76 crore for construction of Fire Station buildings and residential buildings.
- An amount of **₹95.95 crore** has been provided under State Plan for **Infrastructure Development of Judiciary** which includes ₹63.63 crore for construction of court buildings and ₹19.85 crore for construction of residential buildings.
- **₹96.14 crore** has been provided for Security Related Expenditure (**SRE**) Scheme and **₹26.33 crore** has been provided under Modernisation of Police Force (**MPF**) Scheme under Non-Plan.
- In order to wean away the misguided youths from Naxal Organizations and to bring them back to mainstream, the State Government have notified an attractive Surrender and Rehabilitation Scheme with provision of financial assistance

for their rehabilitation. Provision of **₹0.79 crore** has been made under Non-plan for this purpose.

- Provision of **₹11.87 crore** has been made under Non-Plan towards establishment of 34 additional Courts of Additional District and Sessions Judge to take up trial of serious crimes against Women on fast track basis.
- **₹2.62 crore** has been provided under Non-Plan for up-gradation of connectivity under **Crime and Criminal Tracking Network and Systems (CCTNS)** Project.
- **₹10.50 crore** has been provided for purchase of Motor Vehicles for Police organization and purchase of Court Vans. Besides, ₹4.50 crore has been provided for purchase of Motor Vehicles for raising of 2 nos. of Specialized I.R Battalions in the State.
- **₹0.32 crore** has been provided under Non-Plan for Implementation of “**Ama Police**” scheme in the State.

6.4.2 Revenue and Disaster Management Department

Provision of **₹2,480.40 crore** has been made for Revenue and Disaster Management Department under Plan and Non-plan in the Budget Estimate for 2014-15 which is significantly higher than the previous year’s provision of ₹1,344.84 crore.

- An amount of **₹400.00 crore** has been provided under State Plan in the Budget Estimate for 2014-15 under World Bank assisted ‘**Odisha Disaster Recovery Project**’(ODRP) for reconstruction of damaged houses in Ganjam, Puri and

Khurda districts caused due to 'Phailin' and subsequent floods and infrastructure for housing, such as, internal roads, water supply, sanitation, etc.

- Provision of **₹411.31 crore** has been made under National Cyclone Risk Mitigation Programme (**NCRMP**) and NCRMP (Additional Financing) under State Plan in the Budget Estimate for 2014-15.
- Provision of **₹719.32 crore** has been made in the Non-plan towards **State Disaster Response Fund (SDRF)** which includes Additional State Contribution of ₹350.00 crore. Due to inadequate release by Government of India under NDRF for relief, repair and restoration work in the Phailin affected areas, it was not possible to meet the expenditure out of NDRF and the corpus of SDRF. Hence, Additional State Contribution to SDRF amounting to ₹ 350.00 crore has been made from State's own resources to meet a portion of the permissible expenditure relating to relief, repair and restoration work in the Phailin affected areas.
- Besides, provision of **₹200.00 crore** has been made under Non-plan towards **National Disaster Response Fund (NDRF)**.
- An amount of **₹40.25 crore** has been provided for construction of Office Buildings and ₹14.00 crore has been provided for construction of Residential Buildings under State Plan for improvement of infrastructure in field level Revenue Offices.

- **₹21.28 crore** has been provided under State Plan under **National Land Records Modernization Programme (NLRMP)** to develop a modern, comprehensive, updated and transparent Land Records Management System.
- Provision of **₹15.00 crore** has been made in the Budget Estimate for 2014-15 under State Plan for Automation/ Computerisation of Revenue Offices and Capacity Building therein. In addition to this, ₹0.75 crore and ₹4.67 crore have been provided for strengthening of I.T. infrastructure in Revenue Offices and Computerization of Registration Offices respectively.
- Provision of **₹6.30 crore** has been made under State Plan under the Scheme for distribution of homestead land to the homestead less families and agricultural lands to the landless families in the State.
- An amount of **₹4.00 crore** has been provided under State Plan for protection of Government land.
- Provision of **₹2.50 crore** has been made under State Plan for opening of new R.I. Training Institute in the State.

6.4.3 General Administration Department

₹276.84 crore has been provided in the Budget for this Department under both Plan and Non-Plan.

- **₹2.00 crore** under State Plan has been provided for implementation of **Odisha Right to Public Service Act**.

- **₹1.00 crore** has been provided for **Awareness Campaign Strengthening Public Service delivery.**
- ₹15.00 crore has been provided for District Innovation Fund.

6.4.4 Law Department

₹253.06 crore has been provided in the Budget for this Department both under Plan and Non-Plan against last year's provision of ₹203.66 crore.

- **₹9.15 crore** has been provided towards **Grants to Shree Jagannath Temple and Temple Administration** against the last year's provision of ₹7.75 crore.

6.5 Other Sectors

6.5.1 Information and Public Relation Department

₹60.00 crore has been provided in the Budget for this Department both under Plan and Non-Plan.

6.5.2 Sports and Youth Services Department

₹92.89 crore has been provided in the Budget for this Department both under Plan and Non-Plan.

- **₹28.13 crore** has been earmarked for Development of **Kalinga Stadium Sports Complex in Bhubaneswar** which includes Synthetic Turfing for 2nd Hockey Stadium.

6.5.3 Culture Department

₹84.26 crore has been provided in the Budget for this Department under both Plan and Non-Plan including ₹16.25 crore for preservation of Monuments and Buddhist Heritage.

6.5.4 Tourism Department

₹162.55 crore has been provided in the Budget for this Department under both Plan and Non-Plan against the last year's provision of ₹75.00 crore.

- ₹123.46 crore has been provided in the budget for development of tourist infrastructure.
- In order to attract international tourists, ₹25.50 crore has been provided in the budget for organisation of international events and advertisements.

6.5.5 Excise Department

Provision of **₹63.98 crore** has been made for Excise Department under Plan and Non-plan in the Budget Estimate for 2014-15 as against the previous year's provision of ₹56.54 crore. Out of this, a sum of ₹5.00 crore is earmarked for Construction of Buildings for Range and Charge Offices.

6.5.6 Odisha Legislative Assembly

₹51.91 crore has been provided in the Budget for Odisha Legislative Assembly. This includes provision of ₹20.00 lakh for Health Insurance Scheme for the Ex-MLAs.

7. Puri Nabakalebar -2015

7.1 The Temple of Lord Jagannath occupies a special place in the religious and cultural life of Odisha. The most important event in the culture of Lord Jagannath is the Nabakalebar ceremony which takes place every twelve to nineteen years. It is a ritual followed for centuries and associated with the Jagannath Temple when the deities leave their old form and assume new ones. The next Nabakalebar is scheduled in the year 2015 and the State of Odisha is gearing up for this momentous occasion when around 50 lakh pilgrims, visitors and tourists are expected to congregate at Puri town.

7.2 A large number of projects are lined up covering new infrastructure development and strengthening of existing services and amenities. Provision of drinking water, sanitation, sewerage, drainage, expansion of grid stations and distribution network for supply of electricity, augmentation of road network, improvement of railway station, etc. are of critical importance.

7.3 Adequate focus is given in this Budget for making the Nabakalebar-2015 a successful event.

- A sum of ₹71.70 crore has been provided for improvement of roads for Nabakalebar.
- ₹73.70 crore has been provided for Construction & Renovation of Bus stand at Malatipatpur in view of coming Nabakalebar Festival of Lord Jagannath.

- In order to provide safe, reliable and quality power supply to Puri and neighbouring places of tourist and religious importance, Energy Department has taken up projects costing more than ₹300 crore. Provision of ₹ 130.95 crore has been made for the purpose in the Budget for 2014-15.
- ₹4.38 crore has been provided in Budget of Health & Family Welfare Department for purchase of equipment for different hospitals in Puri District for ensuing Nabakalebar 2015.
- ₹10.00 crore has been provided in Home Department Budget under State Plan towards expenditure in connection with 'Nabakalebar-2015' which include ₹6.00 crore towards Integrated CCTV Surveillance System for 'Nabakalebar-2015' and Security Gadgets of Shree Jagannath Temple, Puri and ₹4.00 crore towards residential and non-residential infrastructure.
- For Nabakalebar, 2015 grants to Shree Jagannath Temple Administration to the tune of ₹7.80 crore has been provided for different development projects.

8. Institutional Reforms for better Financial Management

8.1 The State Government has taken a number of the initiatives for better financial management and improvement in the quality of public expenditure. I would like to highlight a few more citizen centric e-services launched by the Finance Department.

8.2 Integrated Financial Management System (iFMS): Under the Mission Mode Project Treasury Computerisation of National

e-Governance Action Plan (NeGP), it has been decided to put in place a common platform, i.e. Integrated Financial Management System for all financial transactions of the State Government across all Departments. The existing Integrated Odisha Treasury Management System will evolve into a full-fledged Integrated Financial Management Information System. In other words it will be a computerised and automated financial management system covering key aspects of budget formulation, budget execution and operation across all agencies of the State Government. The computerised system of iFMS will enable, prompt and efficient access to reliable financial data, and strengthen financial control mechanism in Government through a centralised system. It will help enhance the budget process to higher level of transparency and accountability. It will also be integrated with the HRMS, and WAMIS. IFMs will provide information for budget planning, analysis, reporting and preparation of financial statements, audit trail and tracking compliance to audit observations.

8.3 In order to improve efficiency and transparency in tax administration and hassle free business environment, Commercial Tax Organisation of our State is providing a number of e-Services to the dealers for payment of taxes, filing of returns, registration, amendment of registration certificate and issue of Way bills and statutory forms. More such business centric e-services are proposed to be rolled out in near future. Besides, business intelligence tools will be applied for improving voluntary tax compliance and for tracking tax evasion.

9. Right to Public Services

Odisha Right to Public Services Act, 2012 approved by this august House reflects our strong commitment to ensure efficiency, transparency, timeliness and accountability in provision of basic services to the citizens in a time bound manner. More services have been brought under the scope of the Act. The current scope covers 73 services across 10 departments.

10. Budget Estimates - Compliance with the FRBM Targets

10.1 The Odisha Fiscal Responsibility and Budget Management (FRBM) Act mandates the State Government to maintain revenue balance, contain fiscal deficit within 3% of GSDP and limit the debt to GSDP ratio at 29.5% in 2014-15. All the three fiscal indicators have been kept well within the FRBM targets in the Budget Estimates for 2014-15.

10.2 The total revenue expenditure is estimated at ₹62,881.42 crore during the financial year 2014-15. Thus, after achieving revenue balance, a surplus of ₹4,265.55 crore has been projected in the Budget Estimates for 2014-15 which is 1.31% of GSDP. The Fiscal Deficit is projected at ₹9,696.83 crore which is 2.98% of GSDP.

10.3 The year end debt stock for the financial year 2014-15 is estimated at ₹50,986.83 crore which is 15.64% of GSDP.

11. Tax Proposal

11.1 During past 13 years, we have emphasized on broadening the tax base and enhancing the tax/GSDP ratio through better tax administration. During the period, the ratio has improved from about 4% to 6%. However, owing to recession in the economy, the ratio has almost stagnated for last 3-4 years. For reviving growth momentum in the State economy, there is need for additional resource mobilisation. In absence of favourable and supportive Central policies, the State is deprived of adequate revenue from our mineral resources. Government of Odisha is losing nearly ₹5 crore per day due to delay in revision of the mineral royalty rates from 10% to 15% as recommended by the Study Group set up by the Central Government and dead rents which were to be revised with effect from August 2012.

11.2 Besides, additional resource mobilization measure announced by the State Government in the last year's Budget Speech for revision of the stamp duty on instruments of mining lease and renewal of mining leases through amendment of the Indian Stamp Act, 1899 has been challenged in the Court. The State Government could not realize any revenue from this source.

11.3 The size of budget this year has increased substantially due to higher allocation on the existing schemes and launching of several new schemes. For example, the allocation on our flagship programme 'Mo Kudia' has been enhanced by ₹230 crore. Similarly, the newly launched

'Mukhya Mantri Sadak Yojana' has been provided with allocation of ₹150 crore. All these measures require additional resources.

11.4 In order to augment the revenues of the State, I propose to raise the tax rate on liquor from 20% to 25% and also to restore the tax rate on petrol and diesel from 18% to 20%. The enhanced rate of tax on foreign liquor is based on the premise of ability to pay. The Empowered Committee of State Finance Ministers have recommended minimum tax rate of 20% on petrol and diesel. Further, the price of petrol and diesel in our State being lower than the prevailing price in most other States the increase in the rate will bring parity with the neighbouring States. These two measures will fetch additional revenue of ₹375.00 crore per annum.

12. Conclusion

Hon'ble Speaker Sir, I have tried to strike a balance between fiscal prudence and people's expectations. I dedicate this budget for all round development of the State and welfare of its people.

I, once again extend my sincere thanks to you, the Leader of the House, Hon'ble Chief Minister, Hon'ble Leader of Opposition and all Hon'ble members of this august House for giving me a patient hearing.

'Jai Hind'
" Bande Utkala Janani "