



GOVERNMENT OF PUNJAB

ECONOMIC AND FUNCTIONAL CLASSIFICATION OF MUNICIPAL BUDGETS IN PUNJAB

FOR THE YEAR 2010-11

(2008-09 (A/C) & 2009-10(R/E))

**ECONOMIC AND STATISTICAL ORGANISATION, PUNJAB,
CHANDIGARH**

PREFACE

Budgetary operations have assumed greater significance now a days. Government budget not only undertakes the programming of Public Sector plan outlays but also provides the mechanism for the use of selective fiscal and credit policies to modify private incentives. The role of the budgets of Local Authorities is equally significant and Urban Local Bodies have a vital role in augmentation of multifarious amenities in their command areas.

The United Nations Report entitled, “A Manual for Economic & Functional Classification to Government Transactions, 1958” is the main source of guidance on classification work.

Functional Classification Scheme classifies expenditure according to broad purpose to be served. It is designed to show how expenditure is divided among different types of services provided. All types of expenditure are given under a particular head irrespective of the fact where they appear in the budget. The functional classification enables to bring out distinction between developmental and non- developmental expenditure.

The present classification of the municipal budget is the 41th in the series since 1970-71. According to the budget, all the Municipal Councils/Corporations in the State anticipated the total revenue of Rs. 1395.24 crores in 2009-10(RE) as compared to Rs. 1354.37 crores in 2008-09 (A/C) . The classification further observed that there is progressive increase in the total expenditure .The revised estimates for the year 2009-10 estimated the expenditure at Rs.1427.05 crores as compared to 1233.17 crores in the 2008-09(A/C).

I hope that this report will be found useful by the Administrators and Research Scholars interested in the study of budgetary transactions of the Municipal Committees of the State of Punjab.

Suggestions, if any, for improvement of the coverage and contents of this report are welcome.

CHANDIGARH

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Chapter 1

Introduction

The budget exhibits the detailed information regarding revenue and expenditure and other financial transactions. It is framed for the judicious scrutiny and authorisation of expenditure and revenue proposals in a given financial year in terms of various departments and purposes. But this document does not give clearly the economic significance of various heads of revenue and expenditure. Rather it becomes difficult to have clear pictures of capital formation, savings etc. This lacuna is removed by reclassifying and regrouping the financial transactions into meaningful economic categories.

In the democratic set-up of government, the Municipalities / Corporations also play an important role in the development of the urban areas. Under Rule II of the Municipal Accounts code, 1930, all the Municipal Committees / Corporations are required to submit their annual budgets on the G-1 Form to their respective Deputy Commissioners / Commissioners for approval. Since this is an important sector of the economy, proper analysis of its transactions is very useful. Thus, the importance of economic and functional classification of the Budgets of Municipal Committees/Corporations need no emphasis. For the purpose of economic-functional classification the approved copies of the Budgets are procured from all the Municipalities/Corporations and compiled and classified at State level. The present economic-functional classification is based on the pattern of Economic & purpose Classification of the State Government Budget.

Principals of Economic Classification

The system of classification adopted here is based on a series of distinctions useful for analyzing their economic impact on the rest of the economy. Current transactions in goods and services are separated from transfers. The current transactions of municipal administration are distinguished from the current operations of departmental commercial undertaking as current expenditure of the former on wages and salaries and goods and services are final outlay but these of the later are intermediate expenditure such as cost of raw material, fuels etc. We may say such expenditure represents expenses of production and not expenditure on final goods and services. Purely financial transactions are again separated from transactions in goods and services and transfers.

The details of the significant economic heads are given under the following five accounts:-

Account I.	Transactions in Commodities and Services and Transfers: Current Account of Municipal Committees/Corporations.
Account II.	Transactions in Commodities and Services and Transfers: Current Account of Departmental Commercial Undertakings.
Account. III	Transactions in Commodities and Services and Transfers: Capital Account of Administration and Departmental Commercial Undertakings of Municipal Committees/Corporations.
Account. IV.	Changes in Financial Assets and Liabilities. Capital Account of Municipal Committees/Corporations.
Accounts. V.	Cash and Capital Reconciliation Account of Municipal Committees/Corporations.

Main Highlights of the Findings

The role of Urban Local bodies i.e. Municipal Committees/Councils & Corporations is increasing day by day in augmentation of multifarious amenities in their command areas. Main highlights of the findings emerging from the study of economic classification of Budget of these committees/councils & Corporations are as under:

- 1) The total expenditure of these Committees/Councils and Corporations has increased from Rs. 110817.83 lakhs in 2008-09 (A) to Rs.132710.70 lakhs in 2009-10 (RE) showing an increase of 19.76%.
- 2) The available figure shows that more than half of the expenditure is the consumption expenditure. Total consumption expenditure is Rs.64925.07 lakhs in 2008-09(A) which constitute 58.59% of total expenditure. Out of it expenditure only on salaries and wages is Rs.52602.75 lakhs which is 47.47%. In other words major portion of expenditure is consumed by salary & wages.
- 3) Gross Capital expenditure that is expenditure on building, roads and other constructions, machinery & equipments and purchase of vehicles is Rs.43373.13 lakhs in 2008-09 (A) as against Rs.51326.52 lakhs in 2009-10 (RE) showing an increase of 18.34%. The expenditure on Gross Capital Formation (i.e. development) is 39.14% of the total expenditure in the year 2008-09 (A).
- 4) Current receipts by these Municipal Committees/Councils & Corporations are Rs.129721.46 lakhs in 2009-10 (RE) whereas these are Rs.123081.92 lakhs in 2008-09 (A) which shows decrease of 5.39% over the previous year. The current receipts are Rs.123081.92 lakhs whereas the expenditure is Rs.110817.83 lakhs which shows that the receipts are more than that of the expenditure.
- 5) The tax revenue is the main source of revenue which is 93967.32 lakhs (76.35%) in 2008-09 (A) and Rs.102900.02 lakhs (79.32%) in 2009-10 (RE). Other sources of revenue include Income from property and Entrepreneurship Rs.14461.50 lakhs (11.75%), miscellaneous receipts Rs.8153.07 lakhs (6.62%) and Revenue grants & contributions Rs. 6500.03 lakhs (5.28%) in the year 2008-09 (A).

**CHAPTER II
THE SET OF ACCOUNTS**

Five accounts containing the reclassified data from the Budget of Municipalities/Corporations for 2008-09 (A/C) 2009-10 (R/E)

ACCOUNT 1

Transaction in commodities and Services and transfers:

(Rs.in Lakhs)

Expenditure				Revenue			
S.N		Accounts 2008-09	Revised Estimates 2009-10	S .N		Accounts 2008-09	Revised Estimates 2009-10
0	1.	2.	3.	4.	5.	6.	7.
1	Consumption Expenditure (1.1+1.2)	64925.07	77432.42	1	Tax Revenue	93967.32	102900.02
1.1	Wages and Salaries	52602.75	62347.21	1.1	Direct Taxes(a+b+c)	13108.19	14361.02
1.2	Net purchase of commodities & services including RM (a (-) b)	12322.32	15085.21	(a)	Profession and trade Tax	27.30	22.10
(a)	Purchases of commodities & Services	21528.81	23973.00	(b)	Servant Tax	-	-
(b)	Less sale of commodities and services	9206.49	8887.79	(c)	Taxes on Houses and Lands	13080.89	14338.92
2	Transfer Payments (2.1+2.2+2.3)	2125.78	2116.45	1.2	Indirect Taxes (a to l)	80859.13	88539.00
2.1	Interest	5.84	7.15	(a)	Vat	57708.73	60453.31
2.2	Grants	2114.24	2099.17	(b)	Octroi	20179.93	22564.77
2.3	Other current transfers	5.70	10.13	(c)	Terminal Tax	1157.55	3483.72
				(d)	Taxes on Vehicles	174.93	179.46
				(e)	Taxes on Animals (Including registration of dogs)	0.97	1.14
				(f)	Fees for Vehicles licenses	369.35	404.14
				(g)	License fee for job porters	0.02	0.25
				(h)	Dangerous and offensive trade License fee	96.60	105.46
				(i)	Tolls on vehicles and animals	14.56	14.17
				(j)	Local rates	-	-
				(k)	Fees for letting of Fire-works	-	-
				(l)	Miscellaneous-other Taxes and duties	25.63	16.59
				(m)	Advertisement Tax	1130.86	1315.99
	Total (1+2)	67050.85	79548.87		Total (of Sr. No. 1 or 1.1+1.2)	93967.32	102900.00

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ACCOUNT 1

Transaction in Commodities & Services and Transfers

(Rs.in Lakhs)

Expenditure				Revenue			
S. N		Accounts 2008-09	Revised Estimates 2009-10	S. N		Accounts 2008-09	Revised Estimates 2009-10
	Total from previous page	67050.85	79548.87		Total from previous page	93967.32	102900.02
3.	Savings on current account	56031.07	50172.59	2	Income from property and Entrepreneurship	14461.50	11347.56
				2.1	Profit transferred by Departmental commercial Undertakings	-	-
				2.2	Income on investment	-	-
				2.3	Interest receipts	516.62	1117.30
				2.4	Income from Municipal Properties (rents on land buildings)	13944.88	10230.26
				3	Miscellaneous Receipts	8153.07	11180.49
				4	Revenue grants and contributions	6500.03	4293.39
	Total(1+2+3)	123081.92	129721.46		Total (Sr.No.1+2+3+4)	123081.92	129721.46

ACCOUNT II
Current account of Departmental Commercial Undertakings of Municipal Committees / Corporations

Transaction in commodities and Services and Transfers

(Rs.in '000)

Expenditure				Revenue			
S.N		2008-09 Accounts	2009-10 Revised Estimates	S.N		2008-09 Accounts	2009-10 Revised Estimates
1.	2.	3.	4.	5.	6.	7.	8.
1.	Wages & Salaries	-	-	1	Gross Sale Proceeds	-	-
2.	Commodities and services	-	-	(a)	Electricity Department of Amritsar	-	-
3.	Repairs & Maintenance	-	-		Municipal Corporation	-	-
i)	Wages & Salaries	-	-	(b)	Transport	-	-
ii)	Commodities and services	-	-	(c)	Water Supply	-	-
4.	Interest	-	-			-	-
5.	Provision for depreciation	-	-			-	-
6.	Profit transferred to current account	-	-			-	-
Total		-	-	Total		-	-

There is no Departmental commercial undertakings in Punjab under Municipal Corporations and Councils.

ACCOUNT III
Capital Account of Administration and Departmental Commercial Undertakings of
Municipal Committees/ Corporations
Transaction in commodities and Services and Transfers

(Rs. In Lakhs)

Expenditure				Revenue			
S.N.		Accounts 2008-09	Revised Estimates 2009-10	S.N		Accounts 2008-09	Revised Estimates 2009-10
1.	2.	3.	4.	5.	6.	7.	8.
1.	Gross capital formation (A+B)	43373.13	51326.52	1.	Gross savings	56031.07	50172.59
(A)	General Departments (1.1+1.2)	43580.94	51452..45	1.1	Savings on current Account of Municipal Committees/Corporations	56031.07	50172.59
1.1	Buildings and other construction	42811.16	50832.60	1.2	Provisions for depreciation of D.C.U.'s.	-	-
(a)	New Outlay	42730.09	50709.73	2	Capital transfer (Capital Grants, contributions and recoveries)	271.06	59.78
(b)	Renewals and replacement	81.07	122.87	3	Balance: Deficit on all transactions on commodities and services and transfers	(-)12929.00	1094.15
1.2	Machinery and equipments	769.78	619.85				
(a)	New Outlay	769.78	619.85				
(b)	Renewals and replacement	-	-				
(B)	Commercial Undertakings (Total 1.3+1.4+1.5)	(-)207.81	(-)125.93				
1.3	Buildings and other Constructions	-	-				
(a)	New Outlay	-	-				
(b)	Renewals and replacements	-	-				
1.4	Machinery & Equipments	-	-				
(a)	New Outlay	-	-				
(b)	Renewals and replacements	-	-				
1.5	Net increase in Inventories	(-)207.81	(-)125.93				
(a)	Gross Expenditure in inventories	370.53	245.18				
(b)	Gross income from inventories	162.72	119.25				
2.	Capital Transfers	-	-				
Total(A+B)		43373.13	51326.52	Total (1+2+3)		43373.13	51326.52

ACCOUNT IV

Changes in financial assets and Liabilities Capital Account of Municipal Committees / Corporations.

(Rs. In Lakhs)

Asset Liabilities of Capital Outgoing & Incoming

Outgoings				Incomings			
S N.		Accounts 2008-09	Revised Estimates 2009-10	S.N		Accounts 2008-09	Revised Estimates 2009-10
1.	2.	3.	4.	5.	6.	7.	8.
1.	Loans and Advances(a+b)	3108.51	2570.56	1	Loans	2714.66	735.25
(a)	For Capital formation	2797.65	2313.50	2	Net Increase Financial Assets and Liabilities	393.85	1835.31
(b)	For Current consumption	310.86	257.06				
2.	Unearmarked Investment	-	-				
3.	Investment in securities	-	-				
Total (Sr.No.1+2+3)		3108.51	2570.56	Total (Sr.No.1+2)		3108.51	2570.56

ACCOUNT V

Cash and Capital Reconciliation Accounts of Municipal Committees / Corporations

Cash & Capital Reconciliation of Accounts

(Rs. In Lakhs)

Outgoings				Incomings			
S.N		Accounts 2008-09	Revised Estimates 2009-10	S.N		Accounts 2008-09	Revised Estimates 2009-10
1.	2.	3.	4.	5.	6.	7.	8.
1.	Deficit/ Surplus on all Transactions on commodities and Services and Transfers (Balancing item of account – III)	(-)12929.00	1094.15	1.	Decrease in cash Balances	(-)12535.15	2929.46
2.	Net increase in financial Assets and Liabilities (Balancing item of Account IV)	393.85	1835.31				
Total (1+2)		(-)12535.15	2929.46	Total (1)		(-)12535.15	2929.46

CHAPTER – III

Major Findings

The main findings emerging from the economic classification of Municipal Budgets are discussed below:-

Total Expenditure-: The total expenditure of 133 Municipal Committees/Councils and 5 Corporation in Punjab was Rs132710.70 Lakhs during 2009-10 (RE) as compared to Rs.110817.83 Lakhs during the years 2008-09 (A) registering an increase of 19.76 percent. The Municipal Committees/Corporation incurred expenditure mainly on wages and salaries of Municipal staff, construction of roads, pavements and maintenance of streets and drainage works. The allocation by types of expenditure is given in Table No.-I

Table No.1 Total Expenditure

(Rs. In Lakhs)

Expenditure			
S.N	Items	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
1.	Final Outlays (a+b)	108298.20 (97.73)	128758.94 (97.02)
	(a) Consumption expenditure of Municipal Committees/ Corporations (Vide Account I)	64925.07 (59.95)	77432.42 (60.14)
	(b) Gross capital formation (Vide Account III)	43373.13 (40.05)	51326.52 (39.86)
2.	Transfer payments to the rest of the economy (Total a+b)	2125.78	2116.45
	(a) Current transfer (Vide Account No. I)	2125.78	2116.45
	(b) Capital transfer (Vide Account No. III)	-	-
3.	Financial investment and Loans to the rest of the Economy (Net) (Vide Account IV)	393.85	1835.31
Total Expenditure (1+2+3)		110817.83	132710.70

Note:-133 Municipal Committees and 5 corporations in Punjab are taken in this analysis.

Final outlays:

The Final outlays represent the direct demand for consumption expenditure, capital formation etc of the Municipal Committees / Corporations. Final outlays constitute the major expenditure Rs128758.94 lakhs i.e.97.02 percent in 2009-10 (RE) as against Rs. 108298.20 lakhs i.e 97.73 percent in 2008-09 (A) of the total expenditure. Rs. 77432.42 lakhs (60.14 percent) constituted consumption expenditure during the year 2009-10 (RE) as against Rs.64925.07 lakhs (59.95 percent) during 2008-09(A) of the final outlay.

Transfer payments, financial investments and loans (net)

The transfer payments, loans and advances to the rest of the economy were proposed Rs.3951.76 lakhs for the year 2009-10 (RE) . The corresponding figures for the year 2008-09(A) is Rs.2519.63 lakhs.

Gross capital Formation-:

Gross capital Formation the final outlay, the consolidated revised estimates of the Municipal Committees/Corporations in Punjab proposed the gross Capital Formation as 39.86 percent (Rs.51326.52 Lakhs) during 2009-10 (RE) as compared to 40.05 percent (Rs.43373.13 Lakhs) during 2008-09 (A)

Table No.2 Total Financial Assistance for Capital Formation**(Rs.in Lakhs)**

Financial Assistance			
S.N	Items	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
1	Investment in securities (Vide Account IV)	-	-
2.	Loans and capital formation (vide Account IV)	3108.51	2570.56
3.	Unearmarked Investment (Vide Account IV)	-	-
Total Financial Assistance for Capital Formation (1+2+3)		3108.51	2570.56

Capital Formation out of Budgetary Resources: -

Total capital formation out of the budgetary resources was 95.45 percent undertaken by the Municipal Committees/Corporations directly during 2009-10(RE) whereas the corresponding contribution to the total capital formation was 93.48 percent in 2008-09 (A) respectively

Table No.3 Gross Capital formation out of the budgetary resources of Municipal Committees / Corporations**(Rs.in Lakhs)**

Gross Capital Formation			
S.N	Items	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
1.	Gross Capital Formation by Municipal Committees / Corporations (A/c III)	43373.12 (93.48)	51326.52 (95.45)
2.	Renewals and replacements (A/C-III)	81.07	122.87
3.	Net Capital formation by Municipal Committees / Corporations(1-2)	43292.06	51203.65
4.	Financial Assistance for capital formation to the rest of the economy (A/C-IV)	3108.51	2570.56
Total capital formation (Net) of the Budgetary Resources of Municipal Committees / Corporations(3+4)		46400.57	53774.21

The above table depicts that total outlay provided for capital formation by Municipal Committees/Councils /Corporations out of their budgetary resources was Rs. 53774.21 lakhs in 2009-10 (RE), Rs.46400.57 lakhs in 2008-09(A), showing an increase of 15.89 percent in 2009-10 (RE), over 2008-09 (A). The percentage of total outlay for Capital Formation to the total expenditure during the years 2009-10 (RE) and 2008-09 (A) was 40.52% and 41.87% respectively.

Table No.4 Current Receipts of Municipal Committees / Corporations

(Rs. In Lakhs)

Receipts			
S.N	Items	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
1.	Tax Revenue (A/C-I)	93967.32 (76.35)	102900.02 (79.32)
2.	Income from property and Entrepreneurship (A/C-I)	14461.50 (11.75)	11347.56 (8.75)
3.	Miscellaneous Receipts (A/C-I)	8153.07 (6.62)	11180.49 (8.62)
4.	Revenue grants and contributions (A/C-I)	6500.03 (5.28)	4293.39 (3.31)
Total (1+2+3+4)		123081.92 (100.00)	129721.46 (100.00)

Current receipts: - The total current revenue of Municipal Committees/Corporations in Punjab was Rs.129721.46 Lakhs in 2009-10 (RE) as against Rs.123081.92 lakhs in 2008-09(A). The revenue increase has been worked out to 5.39 percent during 2009-10 (RE) over 2008-09(A). Out of the total revenue of Rs.129721.46 lakhs in 2009-10 (RE) Rs.102900.02 lakhs (79.32%) was from tax revenue. The corresponding percentage for 2008-09(A) was 76.35 percent.

Table No.5 Current outgoings of Municipal Committees / Corporations

(Rs.in Lakhs)

Out goings			
S.N	Items	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
1.	Consumption expenditure (Vide Item I, Account I)	64925.07 (96.83)	77432.42 (97.34)
2.	Transfer payments (Vide Item II, Account I)	2125.78 (3.17)	2116.45 (2.66)
Total (1+2)		67050.85	79548.87

Current Outgoing: - The current outgoings which consist of consumption expenditure and transfer payments were Rs.79548.87 lakhs during 2009-10 (RE) and Rs.67050.85 lakhs during 2008-09 (A). This shows an increase of 18.64 percent during 2009-10 (RE) over 2008-09 (A). Consumption expenditure constitute the major portion of the current outgoings. Its contribution to total current outgoing were 96.83 percent and 97.34 percent respectively during the above periods whereas the contribution of Transfer payment to total current outgoings during the above periods were only 3.17 percent and 2.66 percent respectively.

Table No.6 Gross Net savings of the Municipal Committees / Corporations

(Rs. In Lakhs)

Gross Net Savings			
S.N	Items	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
1.	<u>Gross Savings:-</u>	56031.07	50172.59
(a)	Savings of Municipal Administration (Vide Item No. 3 in Account I)	56031.07	50172.59
(b)	Depreciation provision of Departmental Commercial Undertakings (Vide Item No. 5 in Account II)	-	-
(c)	Expenditure on Renewals and Replacement (Vide Item No. 1.1 (b) &1.3(b) in Account III)	81.07	122.87
Net Savings a-(b+c)		55950.00	50049.72

Gross and Net Savings:- Gross savings comprises of savings of Municipal Administration i.e. the surplus of Municipal Current receipts over Municipal current expenditure and depreciation provisions of Departmental Commercial undertakings of Municipal Committees / Corporations. Net savings are equal to gross savings less expenditure on renewals and replacements.

Income Deficit/Surplus.

The income deficit/surplus of the 133 Municipal Committees and 5 Corporations in the State as measured by the excess of net investment over net savings is given as in Table No. 7.

Table No.7 Income deficit/surplus of all the Municipal Committees/Corporations

(Rs. In Lakhs)

Income Deficit			
S.N	Items	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
1.	Investment by Municipal Committees/Corporations (Net) (Table 3)	43292.06	51203.65
2.	Savings by Municipal Committees/Corporations (Net)(A/C-I)	56031.07	50172.59
Income deficit/surplus of Municipal Committees/Corporations (2-1)		12739.01	(-)1031.06

Other Deficit/Surplus

The deficit/ surplus in income account as indicated above is a measure of the gap to be filled up by Municipal Committees/Corporations net borrowings. Another measure of deficit/surplus is provided by the sum of balancing items in Account III and Account IV. This deficit/surplus which denotes total requirements of finance for the Municipal Committees/Corporations is shown in table given below.

Table No. 7(a) Income deficit/surplus of all the Municipal Committees/Corporation.

(Rs. In Lakhs)

Income Deficit			
S.N	Items	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
1	Deficit in all transactions on commodities and Services and transfers (Vide in Account III)	(-)12929.00	1094.15
2	Net increase in financial Assets (Vide in Account IV)	393.85	1835.31
Deficit Denoting total Requirements of finance (1+2)		(-)12535.15	2929.46

Table No. 8 Total income generation by the Municipal Committees / Corporations

(Rs. In Lakhs)

Income Generation			
S.N	Items	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
1	Wages and Salaries (Vide Account I, Item 1.1)	52602.75	62347.21
2	Net output of Departmental commercial undertakings	-	-
3	Wages and salaries components of Municipal Committees / Corporations outlay on buildings and constructions	14256.12	16927.26
Total (1+2+3)		66858.87	79274.47

Contribution to income generation by the Municipal Committees / Corporations:-

The budgetary operations of all the Municipal Committees / Corporations during the year 2009-10 (RE) are expected to generate a total income of Rs.79274.47 lakhs. During 2008-09(A) such income generated works out to Rs. 66858.87 Lakhs.

Table No.9 Economic classification – Percentage distribution of expenditure

Economic Classification			
S.N	Heads	Accounts 2008-09	Revised Estimates 2009-10
0	1	3	4
1.	Consumption expenditure	72566.05 (59.60)	85017.17 (60.12)
2	Grants	-	-
3	Interest	5.84 (0.01)	7.15 (0.01)
4	Subsidy	-	-
5	Other current transfer payments	5.70 (0.00)	10.13 (0.01)
	Total current expenditure (1 to 5)	72577.59 (59.61)	85034.45 (60.14)
6	Gross capital formation	43951.47 (36.10)	51697.63 (36.56)%
	i) Buildings and other construction	42730.09 (35.10)	50709.73 (35.86)
	ii) Machinery and equipments	769.78 (0.63)	619.85 (0.44)
	iii) Increase in inventories	370.53 (0.30)	245.18 (0.17)
	iv) Renewals and replacements	81.07 (0.07)	122.87 (0.09)
7	Capital transfers	-	-
8	Unearmarked investment /Grants	2114.24 (1.74)	2099.17 (1.48)
9	Loans and Advances	3108.51 (2.55)	2570.56 (1.82)
	Total capital expenditure (6 to 9)	49174.22 (40.39)	56367.36 (39.86)
Grand Total (Current & Capital Expenditure		121751.81 (100.00)	141401.81 (100.00)

Note:- Figures in Brackets shows the percentage of respective column.

CHAPTER IV
Reconciliation

In this chapter an attempt has been made to reconcile the figures relating to the total revenue and expenditure of Municipal Committees / Corporations budget with the total revenue and expenditure as worked out by the economic classification scheme. The various adjustments in the economic classification to arrive at the figures given in the Municipal budget for the year under review are spelt on in detail in the statement given below:-

(Rs. In Lakhs)

Revenue			
S.N	Items	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
1	Total Revenue as shown in the Municipal Budgets	135436.85	139523.53
	<i>Less-</i>		
2	Sale of commodities and services treated as deduction of consumption expenditure	1565.51	1303.04
3	Inventories as treated income in the Municipal budgets	162.72	119.25
4	Capital transfers (Capital grants and contributions and recoveries).	271.06	59.78
5	Sale-Proceeds of Water Supply	7640.98	7584.75
6	Loans (incomings)	2714.66	735.25
	<i>Add-</i>		
7	Profit of departmental commercial undertakings	-	-
8	Total adjustments	12354.93	9802.07
Total revenue as shown in economic classification (1- 8)		123081.92	129721.46

(Rs. In Lakhs)

Expenditure			
Serial No.	Items	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
1	Total Expenditure as shown in the Municipal Budgets	123317.32	142704.85
	<i>Less-</i>		
2	Sale of commodities and services, treated as deduction of consumption expenditure	9206.49	8887.79
3	Gross increase in inventories	370.53	245.18
4	Current expenditure of departmental commercial undertakings	-	-
5	Loans (incomings)	2714.66	735.25
	<i>Add-</i>		
6	Net increase in inventories	(-)207.81	(-)125.93)
7	Total adjustments	12499.49	9994.15
Total expenditure as shown in the economic classification.		110817.83	132710.70

CHAPTER V

Notes on the Accounts, their Derivation and Rationale Account I. Transactions in Commodities and Services and Transfers:

Current Account of Municipal Committees/Corporations in the State:

Account -1

This account deals with the current revenue and expenditure of all the Municipal Committees/Corporations in the State. All departments other than those listed under Account II in the chapter are considered as administrative for the purpose of this classification. The current expenditure of administrative departments consists of the final outlay, of Municipal Committees/Corporations on current account which represents consumption. The final outlays are made up of purchases of commodities and services and wages and salaries payments. Besides final outlays, Municipal Committees/Corporations make transfer payments, i.e. grants scholarships, prizes etc. to the rest of the economy which indirectly add, to the disposable income of the community. To meet the current expenditure, Municipal Committees/Corporations appropriate a part of the income of the community through a variety of taxes, miscellaneous receipts accruing during the course of administration. In addition, Municipal Committees/Corporations have an investment income from property and entrepreneurship. The Municipal Committees/Corporations also receive revenue grants, contributions and recoveries from the State Government and others. The excess of the current receipts over current expenditure denote the savings of the Municipal Committees/Corporations available for capital formation. Some of the items included in this Account are explained as below:-

Expenditure:-

Item 1.1 Wages and Salaries: - This item includes pay of the establishments (other than traveling and daily allowances), other allowances and honorarium and 50 per cent to the expenditure incurred on unclassified miscellaneous heads. Wages and Salaries also include contributions to provident funds.

Item 1.2 Commodities and Services:- This item includes all expenditure under contingency, office supplies, fuel and light, expenditure on repairs and maintenance, printing, traveling and daily allowances, telephone and telegraph charges, taxes and rent of hired buildings and machinery and equipment, 50 per cent lump-sum miscellaneous unclassified, charges and other items for current operation.

Item No.2 Transfer Payments: - Transfer payments include grants, scholarships, stipends, prizes and awards, etc.

Item No.3 Savings on current account: The balancing item on the current account of the Municipal Committees/Corporations represents the savings of this sector, i.e. surplus of current receipts over current expenditure.

Revenue:

Item No. 1 Tax Revenue: Tax revenue is classified into direct and indirect taxes. Direct taxes are levied by public authorities at regular intervals on income from employment, property, capital, gains, etc. and on

financial assets and the net or total worth of enterprises non-profit institutions or households. Taxes falling under this category of Municipal Committees/Corporations are profession and trade tax, servant taxes on house and lands, taxes on goods and services that the chargeable to business expenses and taxes on the possession or use of goods and services by households are treated as indirect taxes. The main categories in the Municipal Committees/Corporations Budgets are octroi, terminal tax, taxes on vehicles and animals, fees for vehicle licenses, dangerous and offensive trade license fees, licence fees for job porters, tolls on vehicles and animals, local rates, advertisement tax, miscellaneous other taxes and duties.

Item No.2 Income form property and entrepreneurship: - This records the income receivable by the Municipal Committees/Corporations from departmental Commercial Undertakings as well as the net rent, interest and dividend accruing to them from the ownership of building or financial assets.

Item No.3 Miscellaneous Receipts: - This item includes fines and penalties, births and deaths registration fees, copying fees etc.

Item No.4 Revenue Grants, Contributions and Recoveries: - These are current receipts accruing from the State Government and various Committees and Boards.

Account - II

Transactions in Commodities and Services and Transfers:

Current Account of Departmental Commercial Undertakings.

The Departmental Commercial Undertakings, briefly be defined agencies producing goods and services that are not provided free of charge. The essential characteristics distinguishing these departments from other administrative departments are that they charge for what they provide according to use and are thus able to meet a part or most of their costs from their sale proceeds. In this study electricity, transport and water supply have been classified as Departmental Commercial Undertakings.

The expenditure side of the Departmental Commercial Undertakings spell out the current expenditure into wages and salaries, commodities and services, repairs and maintenance, interest, provision for depreciation and profit which is transferred to Administrative Departments. Repairs and maintenance expenditure is shown separately because of the importance of such expenditure of the efficient working of commercial enterprises. This expenditure is further divided equally between wages and salaries and commodities and services since the required details are not available in budgets of the Municipal Committees/Corporations. On the revenue side the gross sale proceeds are given.

Account - III

Transactions in Commodities and Services and Transfers:-

Capital Account of Administration and Departmental Commercial Undertakings of Municipal Committees/Corporations.

This Account is concerned with the total capital outlay representing physical assets and formation by the Administrative Departments and Commercial Undertakings of the Municipal Committee/Corporations. The savings transferred from Account I and capital grants received by the

Municipal Committees/Corporations constituted the source of finance for all expenditure recorded in this Account.

The difference between savings and capital formation is often used in economic analysis as a measure of budgetary deficit. The deficit which is shown as balancing item in Account III along-with net increase in financial assets and liabilities in Account IV gives the total requirements of finances of the Municipal Committees/Corporations. Gross fixed capital formation classified into buildings and other constructions and machinery and equipments as given below of Administrative Departments of Departmental Commercial Undertaking.

Item 1.1 Buildings and Other Constructions: - This item includes all expenditure on works of buildings and reservoirs, constructions of roads and payments of streets.

Item 1.2 (a) Machinery and equipments: Machinery and equipments includes expenditure incurred on the purchase of tools and plants by the Municipal Committees/Corporations of the State.

1.2 (b) Renewals and replacements: - Expenditure on repairs and renewals on water supply works has been divided into renewals and repairs on 50:50 basis.

Item 1.5 Increase in Inventories: - This item represents increase or decrease in work stores and stock of goods, etc. Suspense Account is included under the head 'Work Stores'.

Revenue:-

Receipt on capital Account: - Receipts available for capital formation consists of gross savings on Current Account brought over from accounts I and II, capital grants, contributions and recoveries from the State Government and other institutions.

Account - IV

Changes in financial assets and Liabilities:-

Capital Account of Municipal Committees/Corporations in the State.

This Account which shows the changes in the financial assets and liabilities of the Municipal Committees/Corporations in the State is converted with transactions in financial investments and repayment of loans and advances. The balancing items of this Account representing net financial assets and liabilities when added to the deficit in Account III which gives the total requirements of finance of the Municipal Committees/Corporations for fixed assets formation and for the accumulation of financial claims against the rest of the economy.

Account - V

Cash and capital reconciliation account of Municipal Committees/Corporations in the State.

This account sums up the net position in respect of Accounts III and IV showing the effect of all transactions of the Municipal Committees/Corporations in the State, on its cash position. As stated earlier, Account III gives the net position in respect of all transactions in commodities and services and transfers while account IV bring out the net position in respect of financial assets and liabilities.

Functional Classification

CHAPTER VI

PRINCIPLES OF FUNCTIONAL CLASSIFICATION

Economic classification groups the primary items of expenditure by their economic character while functional classification groups them according to the particular purpose they serve. It is designed to show how expenditure is divided into different types of service provided. It gives information about public expenditure devoted to a particular service or group of services, say education, health or housing and community, services etc.

The functional classification excludes current expenditure on goods and services of Departmental Commercial Undertakings. These enterprises produce goods and services that are sold largely outside the public sector. Their current expenditure on goods and services is an intermediate expenditure which represents cost of production and net expenditure on final goods and services. It may also be noted that the functional classification is not applied to receipts except to those which may be considered as offsets to expenditure on goods and services included in this type of classification such as proceed from sale of goods and services.

All items of expenditure have been grouped under different broad functional categories. The U.N reports i.e., a Manual for Economic and functional Classification of Government Transactions, 1958 and a System of National Accounts, 1968 serve as guidelines.

The list of major and minor purpose categories as under:-

1. General public services.
 - 1.1 General administration, external affairs, public order and safety.
 - 1.2 General research.
2. Defence
3. Education
 - 3.1 Administration, regulation and research.
 - 3.2 Schools, universities and institutions including subsidiary services.
4. Health.
 - 4.1 Administration, regulation and research.
 - 4.2 Hospitals, clinics and other Health Services.
5. Social security and welfare services.
6. Housing and other Community amenities.
7. Cultural, Recreational and Religious services.
8. Economic Services.
 - 8.1 General Administration Regulation and Research.
 - 8.2 Agricultural Forestry, Fishing and Hunting.
 - 8.3 Mining, Manufacturing and Construction.
 - 8.4 Electricity, Gas, Steam and water.
 - 8.5 Water Supply.
 - 8.6 Transport and Communication.
 - 8.7 Other Economic Services.
9. Other Services.
 - 9.1 Relief Operation.
 - 9.2 Interest (other misc. services)
 - 9.3 Public Debt.

Economic and Functional Classification have been combined into a single two way cross classification by significant economic and functional categories. It relates to budgetary expenditure for the year 2008-09(A) 2009-10 (RE). The Table 6.1 splits up horizontally, the expenditure on each service for the years under review into significant economic categories. The broad division of economic classification are current and capital expenditure while that of functional classification are general government services, defence, education medical and public health, social security welfare services, housing and community amenities, cultural, recreational and religious services, economic services and other purposes. From this, it is very easy to see the nature of expenditure on each group of services. For example, it can be seen how much is spent on goods and services of a gross capital formation for promoting education health, water supply etc. Table 7.1 depicts the percentage distribution of the total expenditure among the functional categories. These figures when presented for number of years would be useful in studying trends in the expenditure.

Table 6.1- Economic and Functional Classification of Municipal Budgets-2008-09 (A)

(Rs. In Lakhs)

(Current Expenditure)									
S.N.	Economic classification/ Functional classification	Wages and Salaries	Purchase of goods and services	Consum- ption expenditure (2+3)	Less Outside sales	Net consumption expenditure (4-5)	Interest	Other current transfers	Total current expenditure (6+7+8)
0	1	2	3	4	5	6	7	8	9
1	General Government Services	15592.75	4844.51	20437.26	1565.51	18871.75	-	5.70	18877.45
2	Defence	-	-	-	-	-	-	-	-
3	Education	10.89	0.12	11.01	-	11.01	-	-	11.01
4	Medical and public health	18113.58	1249.67	19363.25	-	19363.25	-	-	19363.25
5	Social security and welfare services	-	-	-	-	-	-	-	-
6	Housing and community services	9250.36	8332.29	17582.65	-	17582.65	-	-	17582.65
7	Cultural recreational and religious services	1143.58	210.79	1354.37	-	1354.37	-	-	1354.37
8	Economic services	8491.59	6891.43	15383.02	-	15383.02	-	-	15383.02
i)	Agricultural, Forestry, Fishing and hunting.	997.34	5.86	1003.20	-	1003.20	-	-	1003.20
ii)	Water supply	7494.25	6885.57	14379.82	-	14379.82	-	-	14379.82
iii)	Transport services	-	-	-	-	-	-	-	-
iv)	Electricity Services	-	-	-	-	-	-	-	-
9	Other purposes	-	-	-	-	-	5.84	-	5.84
i)	Interest	-	-	-	-	-	5.84	-	5.84
ii)	Loans and advances	-	-	-	-	-	-	-	-
Grand total		52602.75	21528.81	74131.56	1565.51	72566.05	5.84	5.70	72577.59

Table 6.1 Contd-Economic and Functional Classification of Municipal Budgets-2008-09 (A)

(Rs. In Lakhs)

(Capital Expenditure)									
SN.	Building and other Construct ion	Machinery and equipment	Net increase in stocks	Renewals and replacements	Loans-Advances		Grants	Total capital expenditure	Grand Total 9+17
					For Capital Formation	For Current Consumption			
0	10	11	12	13	14	15	16	17	18
1	3196.64	-	-	-	-	-	281.42	3478.06	22355.51
2	-	-	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-	-	11.01
4	829.72	-	-	-	-	-	-	829.72	20192.97
5	-	-	-	-	-	-	-	-	-
6	28104.14	769.78	370.53	-	4.98	-	36.82	29286.25	46868.90
7	1116.03	-	-	-	-	-	-	1116.03	2470.40
8	9483.56	-	-	81.07	1683.91	-	1796.00	13044.54	28427.56
i)	-	-	-	-	-	-	-	-	1003.20
ii)	9483.56	-	-	81.07	1683.91	-	1796.00	13044.54	27424.36
iii)	-	-	-	-	-	-	-	-	-
iv)	-	-	-	-	-	-	-	-	-
9	-	-	-	-	1419.62	-	-	1419.62	1425.46
i)	-	-	-	-	-	-	-	-	5.84
ii)	-	-	-	-	1419.62	-	-	1419.62	1419.62
	42730.09	769.78	370.53	81.07	3108.51	-	2114.24	49174.22	121751.81

Table 6.2- Economic and Functional Classification of Municipal Budgets-2009-10 (RE)

(Rs. In Lakhs)

(Current Expenditure)									
S.N.	Economic classification Functional classification	Wages and Salaries	Purchase of goods and services	Consumption expenditure (2+3)	Less Outside sales	Net consumption expenditure (4-5)	Interest	Other current transfers	Total current expenditure (6+7+8)
0	1	2	3	4	5	6	7	8	9
1	General Government Services	18871.20	5002.67	23873.87	1303.04	22570.83	-	10.13	22580.96
2	Defence	-	-	-	-	-	-	-	-
3	Education	8.18	0.16	8.34	-	8.34	-	-	8.34
4	Medical and public health	20950.29	1300.31	22250.60	-	22250.60	-	-	22250.60
5	Social security and welfare services	-	-	-	-	-	-	-	-
6	Housing and community services	11105.41	9893.13	20998.54	-	20998.54	-	-	20998.54
7	Cultural recreational and religious services	1413.53	369.85	1783.38	-	1783.38	-	-	1783.38
8	Economic services	9998.60	7406.88	17405.48	-	17405.48	-	-	17405.48
i)	Agricultural, Forestry, Fishing and hunting.	1222.07	9.11	1231.18	-	1231.18	-	-	1231.18
ii)	Water supply	8776.53	7397.77	16174.30	-	16174.30	-	-	16174.30
iii)	Transport services	-	-	-	-	-	-	-	-
iv)	Electricity Services	-	-	-	-	-	-	-	-
9	Other purposes	-	-	-	-	-	7.15	-	7.15
i)	Interest	-	-	-	-	-	7.15	-	7.15
ii)	Loans and advances	-	-	-	-	-	-	-	-
Grand total		62347.21	23973.00	86320.21	1303.04	85017.17	7.15	10.13	85034.45

Table 6.2 Contd. Economic and Functional Classification of Municipal Budgets-2009-10 (RE)

(Rs. In Lakhs)

(Capital Expenditure)									
SN.	Building and other construction	Machinery and equipment	Net increase in stocks	Renewals and replacements	Loans & Advances		Grants	Total Capital expenditure	Grand Total 9+17
					For Capital Formation	For Current consumption			
0	10	11	12	13	14	15	16	17	18
1	4642.49	-	-	-	-	-	263.61	4906.10	27487.06
2	-	-	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-	-	8.34
4	1258.28	-	-	-	-	-	-	1258.28	23508.88
5	-	-	-	-	-	-	-	-	-
6	30153.21	619.85	245.18	-	6.00	-	37.00	31061.24	52059.78
7	1232.08	-	-	-	-	-	-	1232.08	3015.46
8	13423.67	-	-	122.87	1700.00	-	1798.56	17045.10	34450.58
i)	-	-	-	-	-	-	-	-	1231.18
ii)	13423.67	-	-	122.87	1700.00	-	1798.56	17045.10	33219.40
iii)	-	-	-	-	-	-	-	-	-
iv)	-	-	-	-	-	-	-	-	-
9	-	-	-	-	864.56	-	-	864.56	871.71
i)	-	-	-	-	-	-	-	-	7.15
ii)	-	-	-	-	864.56	-	-	864.56	864.56
	50709.73	619.85	245.18	122.87	2570.56	-	2099.17	56367.36	141401.81

CHAPTER VII

DETAILED FUNCTIONAL CLASSIFICATION SCHEME

This chapter presents a detailed scheme for the functional classification of the Municipal Committees / Corporations budgetary expenditure. The principles of the scheme have already been discussed in the previous chapter.

The detailed scheme which is presented in the following pages is put forward as an illustration of the classification of Municipal Committees / Corporations expenditure by purpose. It can be further expanded by introducing more Programme/activities under the main category of expenditure.

Table 7.1 presents the functional classification of Municipal Committees / Corporations budgetary expenditure with percentage distribution for the years 2008-09 (Accounts) and 2009-10 (Revised Estimates).

**Table No. 7.1 Functional classification of Municipal Committees/
Corporations Budgetary Expenditure and their percentages.**

(Rs.in Lakhs)

Functional Classification			
SN	Heads/ Sub Heads	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
1.	General Government Services	22355.51 (18.36)	27487.06 (19.44)
2	Defence	-	-
3.	Education	11.01 (0.01)	8.34 (0.01)
4.	Medical and public health	20192.97 (16.58)	23508.88 (16.62)
5.	Social security and welfare services	-	-
6.	Housing and community services	46868.90 (38.50)	52059.78 (36.82)
7.	Cultural recreational and religious services	2470.40 (2.03)	3015.46 (2.13)
8.	Economic services	28427.56 (23.35)	34450.58 (24.36)
i)	Agricultural, Forestry, Fishing and hunting.	1003.20 (0.82)	1231.18 (0.87)
ii)	Water supply	27424.36 (22.53)	33219.40 (23.49)
iii)	Transport services	-	-
iv)	Electricity Services	-	-
9.	Other Services	1425.46 (1.17)	871.71 (0.62)
i)	Interest	5.84 (0.01)	7.15 (0.01)
ii)	Loans and advances	1419.62 (1.16)	864.56 (0.61)
	Total	121751.81 (100.00)	141401.81 (100.00)

Figures in bracket show percentages to total.

Table 7.2 gives information regarding expenditure and their percentages under development and non-development categories. Developmental and non-developmental expenditure of Municipal Committees / Corporations come to Rs. 141401.81 Lakhs in 2009.10 (Revised Estimates) and Rs. 121751.81 Lakhs in 2008-09 (Accounts).

Table No 7.2 Development and non-development Expenditure

(Rs.in Lakhs)

SN	Heads/ Sub Heads	Accounts 2008-09	Revised Estimates 2009-10
0	1	2	3
A	Development Expenditure	97970.84 (80.47)	113043.04 (79.94)
1.	Education	11.01 (0.01)	8.34 (0.01)
2.	Medical and public health	20192.97 (16.58)	23508.88 (16.62)
3.	Social security and welfare services	-	-
4.	Housing and community services	46868.90 (38.50)	52059.78 (36.82)
5.	Cultural recreational and religious services	2470.40 (2.03)	3015.46 (2.13)
6.	Economic Services	28427.56 (23.35)	34450.58 (24.36)
B.	Non Development Expenditure	23780.97 (19.53)	28358.77 (20.06)
1.	General government Services.	22355.51 (18.36)	27487.06 (19.44)
2.	Defence	-	-
3.	Other Services	1425.46 (1.17)	871.71 (0.62)
i)	Interest	5.84 (0.0)	7.15 (0.01)
ii)	Loans and Advances	1419.62 (1.17)	864.56 (0.61)
Grand Total (A+B)		12151.81 (100.00)	141401.81 (100.00)

Figures in bracket show percentages to total.

CHAPTER VIII

NOTES ON FUNCTIONAL CATEGORIES

1. **General Government Services:** - It includes remuneration of Heads of Committees /Corporation, Executive Officer, Secretary and their supporting staff. It also covers expenditure incurred on tax on land and buildings, taxes on vehicles, animals, dogs, advertisement tax, tax on entry of goods into local areas, rents on municipal lands and buildings, the tehbazari fees, building application fees, composition for and other taxes and duties on commodities and services.
2. **Defence:** - No expenditure is incurred at local bodies level under this functional head. The activities relating to this head come under the Centre and State Governments.
3. **Education:** - This head relates to expenditure incurred on general regulation and promotion of school systems, provision, management and support to primary schools, secondary schools and colleges, technical training institutions such as craft schools, sewing schools, and balwari schools. It includes scholarships and grants to individuals for educational and training purposes. Subsidiary Services such as transportation of schools, children, school meals of other ancillary services designed to promote and facilitate school attendance are covered under this head of expenditure
4. **Medical and Public Health**
 - (a) **Medical:-** It includes establishment expenses on hospitals and dispensaries, medical and dental clinics, provision of drugs and appliances and similar field Programme, charges for lunatics antirabic treatment of paupers and outlays in respect of hospitals and dispensaries and services of individual doctors, dentists, etc.
 - (b) **Public Health:** - It includes expenditure on public health direction, municipal engineer and supporting staff, vaccination, prevention and control of malaria and other epidemic diseases, burning and burial of paupers, slaughter houses, conservancy system and prevention of food adulteration.
5. **Social Security and Welfare Services:** - It consists of expenditure on relief measures. It comprises of payment of funds in cases accident, injury, sickness and other benefits to compensate for the loss. Welfare services include expenditure on child welfare, homes for and care of disabled, contributions to family welfare agencies etc.

6. **Housing and Community Services:** - This head includes expenditure on promotion of activities and facilities in respect of housing and capital expenditure in connection with housing. It covers expenditure for provision, assistance or support of housing and slum improvement activities. It also includes, street lighting street watering and fire brigade services, construction of public toilets and urinals, rehri/rickshaw stands, municipal booths and shops, octroi barriers and payment of streets and drains, Disbursement of loans to employees such as safai sewaks and other low income category of people for purchase and construction of houses

7. **Cultural, Recreational and Religious Services:-** It includes expenditure for unkeep of facilities such as land scaping and development of parks, dak bungalow as and sarais, public libraries, play-grounds, athletic fields, swimming pools, hostels and other lodging places which are not operated on a commercial basis. Expenditure for religious purposes and contributions to religious organizations.

8. **Economic Services-**
 - (a) **Agriculture, Forestry, Fishing and hunting:-** It includes expenditure incurred on plantation or road side trees, bushing and plant protection measures. Expenditure on removal of dairies, construction of dairy sheds, etc.

 - (b) **Water Supply:** - It comprises expenditure on the schemes executed by Water Supply and Sewerage Board on behalf of Municipal Committees/Corporations expenditure. It includes expenditure on wages and salaries of staff, road cutting, water rates, water and sewerage connection charges, storm water drainage, purchase of material machinery and equipments, cost of canal water, subsidy regarding water and sewerage connection charges repair of meters and consumer connections, repairs and renewals of pipes and hydrants installation of tube wells, construction of water tanks, development of slums and expenditure on collection, purification and distribution of water. Loans given to households for installation of water and sewerage connections.

 - (c) **Transport Services:** - It includes the expenditure incurred on roads and bridges.

9. **Other purposes:** - Under this head are included interest payments and repayments of loans of general character which have not been classified elsewhere.

APPENDIX

Statement showing the income and expenditure of all Municipal Committees / Corporations as given in their Budgets.

(Rs.000)

Income & Expenditure						
SN	Districts	Name of the MC's	2008-09 Accounts		2009-10 Revised Estimates	
			Income	Expend.	Income	Expend.
0	1	2	3	4	5	6
1	Gurdaspur	1.Gurdaspur	72380	92380	63949	63448
		2.Sujanpur	29380	25732	30172	26774
		3.Fatehgarh Churian	9267	8649	13063	13063
		4.Quadian	12956	12345	19143	12623
		5.Dhariwal	12346	12568	14182	14533
		6.DeraBaba Nanak	2347	2257	2363	2416
		7.Sri Hargobind pur	2097	2082	3740	3932
		8.Dina Nagar	25880	18975	26565	26565
		9.Batala	97792	95344	112041	111277
		10.Pathankot	165389	128520	177719	153273
		Total		429834	398852	462937
2	Amritsar	1.Amritsar Corp	1210553	1353607	1450002	1475688
		2.Ajnala	18205	18912	19127	19127
		3.Rayya	13488	12811	15800	15800
		4.Jan diala Guru	29994	24669	29990	30430
		5.Majitha	4546	4135	5280	5875
		6.Ramdas	15366	2891	16928	3360
		7.Raja Sansi	2609	13960	3001	17994
		Total		1294761	1430985	1540128
3.	Tarn Taran	1.Tarn Taran	41864	38896	52445	45054
		2.Khem Karan	2488	2495	3200	3200
		3.Patti	17375	16316	30050	30050
		Total		61727	57707	85695
4	Kapurthala	1. Kpurthala	160748	125920	114559	130127
		2.Sultanpur Lodhi	15461	15004	18910	19871
		3. Phagwara	136095	133316	152287	151975
		4. Begowal	36117	9207	11091	9482
		5. Bhulath	6702	6554	6908	6816
		6. Dhilwan	5880	5718	6202	5811
		Total		361003	295719	309957

(Rs.000)

Income & Expenditure						
SN	Districts	Name of the MC's	2008-09 Accounts		2009-10 Revised Estimates	
			Income	Expend.	Income	Expend.
0	1	2	3	4	5	6
5	Jalandhar	Jalandhar Corp	1714347	1524068	1591627	1851338
		2. Adampur	15897	14753	19710	19710
		3. Alawalpur	3575	3575	5500	5500
		4. Bhogpur	16089	17682	18139	17123
		5. Kartarpur	23885	23145	19288	17701
		6. Nakodar	42326	43321	52894	47255
		7. Nur Mahal	23607	23624	31560	31538
		8. Philaur	35754	30592	40500	40500
		9. Gorya	40000	40000	38310	38310
		10. Shahkot	12925	13130	18250	18250
		11. Lohian Khas	7968	12095	8685	11850
			Total	1936373	1745985	1844463
6	Saheed Bhagat Singh Nagar	1. Nawan Shehar	55635	53935	87100	87600
		2. Banga	32834	31789	35669	33894
		3. Balachaur	16065	17385	24750	24750
		4. Rahon	10215	9446	14500	15100
		Total	114749	112555	162019	161344
7	Hoshiarpur	1. Hoshiarpur	276293	234652	141909	211635
		2. Garhshankar	21360	18778	36800	36235
		3. Sham Chaurasi	4136	3408	16200	6450
		4. Haryana	9119	10899	8952	9312
		5. Mukerian	24888	24270	35157	35157
		6. Urmar Tanda	28538	25066	26325	23748
		7. Gardhiwala	11407	10409	12430	10255
		8. Dasuya	20220	29802	20678	30780
		9. Mahilpur	19454	17838	19187	17862
		Total	415415	375122	317638	381434
8	Rupnagar	1. Rupnagar	36092	38118	57000	58020
		2. Anandpur Sahib	12501	11725	13054	12877
		3. Morinda	36080	36011	36252	36133
		4. Nangal	219303	161288	201858	225560
		5. Chamkaur Sahib	798	388	2850	3720
		Total	304774	247530	311014	336310

(Rs.000)

Income & Expenditure						
SN	Districts	Name of the MC's	2008-09 Accounts		2009-10 Revised Estimates	
			Income	Expend.	Income	Expend.
0	1	2	3	4	5	6
9.	S.A.S Nagar	1.S.A.S Nagar	296480	275264	339868	307309
		2. Banaur	65244	34399	52102	49562
		3. Dera Bassi	77182	76720	94125	51542
		4. Zirakpur	153020	164819	214000	214000
		5. Kharar	87352	87464	118181	113236
		6.Kurali	38558	5068	46172	7484
		7.Naya Gaon	1778	3986	13295	4716
		Total	719614	647720	877743	747849
71810	Ludhiana	1.Ludhiana Corp.	3738435	3388600	3825550	3825550
		2. Raikot	29615	28563	36800	36800
		3. Jagraon	57698	59696	75825	71855
		4. Doraha	51515	46550	52736	57736
		5. Khanna	184317	187969	201140	202289
		6. Samrala	22677	22137	25930	22610
		7. Payal	6871	7008	8975	8975
		8. Machiwara	21034	21723	29800	29800
		9.Mullanpur Dakha	17601	17269	19170	18816
		10. Maloud	4977	4997	5514	5524
		11. Sahnewal	30466	27757	32762	43315
		Total	4165206	3812269	4314202	4323270
11	Firozpur	1. Firozpur	73000	68955	74050	73548
		2.GuruHar Sahai	29950	13818	32300	13415
		3.Talwandi Bhai	17147	16803	24601	21233
		4. Zira	29037	29016	34000	34113
		5. Abohar	97718	82297	92666	173500
		6. Fazilka	56795	52266	86480	79073
		7. Jalalabad	33171	29223	45000	45000
		8. Makhu	12417	8738	13071	14090
		9. Mudhki	674	221	3550	1350
		Total	349909	301337	405718	455322
12	Faridkot	1. Faridkot	53292	55461	57853	57397
		2. Kotkapura	20013	83039	22400	103800
		3. Jaitu	84341	26368	103800	28500
		Total	157646	164868	184053	189697
13	Sri Mukatsar Sahib	1.Sri Mukatsar Sahib	58300	54571	89000	89000
		2. Malout	52624	57034	48460	49318
		3. Giddarbaha	33553	37593	32981	98900
		4. Baiwala	2445	2334	4703	7057
		Total	146922	151532	175144	244275
14	Moga	1. Moga	213612	150001	232567	203345
		2.Bagha Purana	20721	18995	23480	24750
		3. Bandhni Kalan	6679	6552	7981	7873
		4. Dharamkot	15572	14396	16725	14460
		Total	256584	189944	280753	250428

(Rs.000)

Income & Expenditure						
SN	Districts	Name of the MC's	2008-09 Accounts		2009-10 Revised Estimates	
			Income	Expend.	Income	Expend.
0	1	2	3	4	5	6
15	Bathinda	1. Bathinda	412711	412090	516550	476121
		2.Rampur Phul	53307	38466	74210	54800
		3.Bhucho Mandi	13390	13424	21925	20325
		4. Goniana	26610	26460	25070	25070
		5. Maur Mandi	18544	18724	17439	18251
		6.Raman Mandi	17552	17244	17644	17754
		7. Kot Fattah	2851	2287	1991	1731
		8. Sangat	5700	5695	5289	5202
		9.Talwandi Sabo	2309	2222	5060	4577
		10. Bhagta Bhai Ka	-	-	908	824
		Total		552974	536612	686086
16	Mansa	1. Mansa	48179	47871	47584	50443
		2. Budhlada	16548	16614	19000	14341
		3. Baretta	9279	8531	10116	9742
		4. Sardulgarh	14485	12074	16284	17386
		5. Bhiki	11171	2207	10553	2355
		Total		99662	87297	103537
17	Sangrur	1. Sangrur	75182	78066	89436	80722
		2. Sunam	81388	54195	63810	64165
		3.Malerkotala	111645	99863	124137	105596
		4. Lehra gaga	15349	15069	17216	15688
		5. Dhuri	47610	46659	57265	56360
		6.Ahmedgarh	44770	43187	50762	51310
		7.Bhawanigarh	5845	17928	8550	12617
		8.Longowal	4585	4555	7210	7205
		9.Dirba	9690	13700	12902	12932
		10.Khanauri	23078	12416	13021	18365
		11. Moonak	17778	17827	10485	10485
		12.Cheema	18055	11540	30522	17862
		Total		454975	415005	485316
18	Barnala	1. Barnala	120844	113859	122729	122503
		2.Dhanaula	8093	10561	823251	17675
		3. Tapa	12036	12436	14973	14722
		4. Bhadaur	20203	8942	14200	14200
		5. Hundaya	16600	3928	4800	4800
		Total		177776	149726	168289

(Rs.000)

Income & Expenditure						
SN	Districts	Name of the MC's	2008-09 Accounts		2009-10 Revised Estimates	
			Income	Expend.	Income	Expend.
0	1	2	3	4	5	6
19	Patiala	1. Patiala	823251	559891	478810	628848
		2. Rajpura	191669	137681	183432	162088
		3. Nabha	87612	85156	99398	87617
		4. Samana	44284	42447	55064	48554
		5. Patran	25255	25321	26090	31606
		6. Sanaur	6206	5969	6591	6410
		7. Ghanaur	3888	8203	3530	9790
		8. Ghagga	14857	6563	6740	6511
		Total	1197022	871231	859655	981424
20	Fatehgarh Sahib	1. Gobindgarh	260700	253260	265250	254424
		2. Sirhind	55256	52845	72841	59420
		3. Bassi Pathana	9466	9562	11273	13830
		4. Amlloh	10138	12875	15552	14600
		5. Khamano	11199	11194	13090	13090
		Total	346759	339736	378006	355364
Punjab			13543685	12331732	13952353	14270485