

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:2818  
ANSWERED ON:26.11.2010  
PREPARATION OF OUTCOME BUDGET  
Ananth Kumar Shri

**Will the Minister of FINANCE be pleased to state:**

- (a) Whether preparation of outcome budget has been introduced by the Union Government;
- (b) If so, the details thereof for the last three years alongwith significance of the same;
- (c) Whether the experience has proved to be effective in achieving the desired goals;
- (d) If so, the details thereof;
- (e) If not,, the facts thereof; and
- (f) The steps proposed to be taken or considered for future in this regard?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA)

(a) to (f) Yes Sir. Outcome Budgets have become an integral part of the Budgeting process since 2005-06 and are laid before both Houses of Parliament. Outcome Budget broadly indicates the physical dimensions of the financial budgets as also the actual physical performance in the previous year, performance of the first nine months of the current year and the targeted performance for the following year. The real value of Outcome Budget lies in its utility as a policy tool to establish effective linkage with allocation and disbursement of public funds on the basis of measurable performance. An Independent Evaluation Office under the Planning Commission and Delivery Monitoring Unit in the office of the Prime Minister have been set up for reviewing the achievements and outcomes of schemes.