

**GOVERNMENT OF INDIA
PLANNING
LOK SABHA**

UNSTARRED QUESTION NO:1205
ANSWERED ON:21.03.2012
DEVIATION FROM PLAN EXPENDITURE
Mitra Shri Somendra Nath

Will the Minister of PLANNING be pleased to state:

- (a) whether the financial pattern of plan expenditure in the plan period deviated from the originally visualized in Eleventh Five Year plan;
- (b) if so, the details thereof;
- (c) the percentage increase in borrowing; and
- (d) the reasons for deviation in the financial pattern envisaged in the Eleventh Five Year plan?

Answer

MINISTER OF STATE FOR PLANNING, SCIENCE AND TECHNOLOGY AND EARTH SCIENCES (DR. ASHWANI KUMAR)

(a) & (b): The financing of Plan expenditure in the Eleventh Five Year plan departs significantly from the pattern originally envisaged. The details of the financing pattern projected for the Eleventh Five Year Plan and realizations (including 2011-12 RE) are given below:

Financing Pattern of the Eleventh Plan - Projected and Realized at 2006-07 prices

(Rs. in crore)

S. Sources of Funding Projection Realization % variation
No.

1	Balance from Current Revenues	653989	-137029	-120.95
2	Borrowings including net MCR	767722	1405348	83.05
3	Gross Budgetary Support to Plan (1 + 2)	1421711	1268319	-10.79
4	Central assistance to States & UTs	324851	338863	4.31
5	Total GBS for Central Plan (3-4)	1096860	929456	-15.26
6	Resources of PSEs including borrowed resource	1059711	751183	-29.11
7	Total Resources for Central Plan (5+6)	2156571	1680639	-22.07

(c): The borrowings have increased by 83.05% as compared to the projections.

(d): The Balance from Current Revenues (BCR) was adversely affected due to two reasons. The global economic crisis required stimulus measures in the form of reduction in tax rates and other concessions. The non-plan expenditure was higher than anticipated due to sixth pay commission increase in salary and increase in subsidies. This led to higher borrowings to meet the plan expenditure.