

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:2473  
ANSWERED ON:07.12.2012  
NON UTILISATION OF BUDGETED FUNDS  
Mani Shri Jose K.

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

- (a) the Ministry-wise allocation and funds actually spent along with amount surrendered during each of the last three years and current year;
- (b) the reasons for non-utilisation of budgeted funds and impact thereof on the nation's economy; and
- (c) the reaction of the Government thereto?

**Answer**

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

- (a) A statement showing net expenditure provisions made in Revised Estimates, actual expenditure thereagainst and savings/excess occurred during the last three years is annexed. It may be seen therefrom that while there is no savings occurred in the year 2009-10, savings of Rs. 19,248 crore and Rs. 20,276 crore (as per provisional accounts) occurred in the year 2010-11 and 2011-12 respectively. In the current year, the position on savings or excess will be known after completion of the financial year.
- (b) The reasons for non-utilisation of funds are varying in nature like savings in interest payments due to less claims, less accretion in the funds, less recourse to market borrowings etc. and generally, such as non-completion of works/projects, slow pace of scheme implementation especially under Plan schemes, seasonal work, poor terrain, etc. Non utilization would lead to savings.
- (c) Each Ministry/Department is required to explain the reasons for any savings/excesses occurred in the Appropriation/Grants controlled by them in the headwise Appropriation Accounts. Separately, suitable explanation in the form of Action Taken Notes and Explanatory Notes is also required to be furnished by the Ministries/Departments to the Public Accounts Committee on the unspent provisions pointed by the C&AG in his report.