



GOVERNMENT OF MIZORAM

**BUDGET SPEECH
2017-18**

MIZORAM LEGISLATIVE ASSEMBLY

a

**PU LALSAWTA
HON'BLE FINANCE MINISTER**

thusawi

Ningani, March 16, 2017

KUM 2017-2018 FINANCE MINISTER BUDGET SPEECH

Pu Speaker,

1. I rem tihnain he House zahawm takah hian 2017-2018 chhunga Mizoram sorkar sum hman tur, Regular Budget for 2017-2018 leh, Supplementary Demand for Grants for 2016-2017 te hi uluk taka sawi ho a nih hnua lungrual taka min pawmpui turin ka rawn pharh dawn a ni.

2. Vanneih thlak takin kuminah hian regular budget ka pharh leh thei dawn a, nikum lamah regular budget ka pharh tawh bawk a, a kum zawna Regular Budget ka pharh thei hi a lawmawm ka ti takzet a ni. Fourteenth Finance Commission Recommendation anga sum kan dawn tak avang hian state sorkarin sum chungchangah zalenna zau zawk kan nei thei ta a. Kan sum hmuh zat turte a hma ai zawnga a hriat chian theih tak avang hian kan Budget len zawng turte pawh mumal takin a hun dikah kan bithliah fel thei ta a ni.

3. 2017-18 atang hian India ram pumah budget kalphung a inthlak dawrh mai a. Tunhma zawnga Plan leh Non-Plan tia kan thenhran thinte kha tibovin hmun khatah chhunfin a ni a, chuvangin Budget hi hlawm lian pui pahnih, Revenue leh Capital-ah te then an ni tawp mai a ni.

4. Pu Speaker, tunah chuan kan budget chungchanga hriat ngai ho lo luhchilh tak tak tawh dawn ila. Kan sum hmuhna tur lam i lo thlir hmasa ang u.

- (a) **Fourteenth Finance Commission Recommendation anga 2017-2018 chhunga sum hmuh beiseite:** Hei hian Central Sorkara chhiah tling khawm atanga kan chan ve tur (Share of Taxes) ₹ 3107.26 crore te; Post Devolution Revenue Deficit Grant ₹ 2446.00 crore te, Urban Local Bodies (ULB) Grant ₹ 23.80 crore te, State Disaster Response Fund (SDRF) atan ₹ 17.00 crore te an ni. ULB Grant kan tih ₹ 23.80 crore ah hian ₹ 18.46 crore hi a pangngaia kan dawn tur Basic Grant a ni a, ₹ 5.34 crore erawh hi chu kan Urban Local Body ten an thawh that dan a zira Sorkar laipuiin min pek belh tur, Performance Grant a ni.
- (b) **State Borrowing (Sorkar sum puk):** State-in sum a puk tur hi ₹ 596.95 crore ni tura ruahman a ni a. Hei hian NABARD atanga kan loan lak tur ₹ 150.00 crore te, NDCDC loan ₹ 11.24 crore te, Block Loan kan tih ₹ 35.68 crore te a huam a ni. Tin, Open Market Borrowing (OMB) ₹ 400.00 crore hi Ministry of Finance pawmpuinain puk tura ruahman a ni bawk. RBI atanga Ways & Means Advance kan lak hnuhnun ber hi June, 2015 kha a ni tawh a. Heti chung hian engemaw thulha puk a ngaih palha kan buai loh nan Budget-ah ₹ 0.03 crore dah a ni a. Budgeta a awm avang hian kan puk ngei dawn tihna erawh a ni lo.
- (c) **State's Own Funds** hian kan State chhunga chhiah tling khawm, State's Own Tax Revenue (SOTR) leh thil dang atanga kan hmuh State's Own Non-Tax Revenue (SONTR) te a huam a. Heng thil pahnih atang hian ₹ 694.64 crore hmuh kan inbeisei a. Heng bakah hian loan leh thil dang rulhna tling khawm ₹ 32.84 crore hmuh kan inbeisei bawk a ni.

(d) **Centrally Sponsored Schemes** hrang hrang atangin ₹ 1169.61 crore hmuh kan inbeisei a, heng CSS sum te hi Central Ministry hrang hrangte atanga kan State chhunga hmasawna hna thawh nana kan hmuh te an ni. 2017-18 chhung pawh hian a hmaa kan lo tih thin angin Mizoram sorkar chuan scheme thenkhat pawimawh bik ah lo chuan 90:10 a sum intum sem ngai aia sang CSS te chu a kalpui dawn lo a ni.

(e) **Block Grants** kan tih ho atangin 2017-18 chhungin ₹ 582.36 crore hmuh beisei a ni a. Block Grants kan tih hian Externally Aided Projects (EAP), NLCPR, BADP, NSAP, AIBP, JNNURM, NeGAP te a huam a ni.

5. Tichuan Mizoram State Sorkar-in 2017-2018 chhunga sum hnar hrang hrang atanga sum hmuh kan beisei zat chu a pumpuiin ₹ 8803.10 crore a ni ta a ni. Tarlan tawh angin heng kan sum hmuh tur zinga thenkhat, ULB Grant te, SDRF te, NCDC Loan te, EAP te, CSS leh NLCPR/NEA te hi hna bik thawh nana ruahman an nih avangin kan duh anga kan hman a rem lova. Tin, EAP, CSS and NLCPR/NEA te hi budget-a kan estimate zat kan hmu ngei ngei ang tih pawh a sawi theih rih loh a ni.

6. State Sorkar chuan kum hnih kalta chhung kha 'Year of Consolidation'-ah puangin heng kum chhung hian Mizoram sorkar sum dinhmun siam that tumin nasa takin a bei a. Kan sum dinhmun tlema a ziaawm chhoh tak avangin hmasawna ruhrel din nan 2017-18 chhung hian sum tam zawk hmang tura ruahmanna siam a ni a. Chuvangin Market Loans ₹ 400.00 crore leh NABARD loan ₹ 150.00 crore te lak tum a ni.

Budget Estimates 2017-18

7. Pu Speaker, tunah chuan 2017-2018 chhunga kan Budget ruahman ka rawn tarlang tawh dawn a ni.

Revenue Receipt

8. **Revenue Receipt of the State Government** hian chhiah atanga kan sum hmuh, Tax Revenue leh thil dang atanga kan hmuh Non-Tax Revenue te a huam a. 2017-2018 chhunga Tax Revenue hmuh kan beisei zat chu ₹ 3504.97 crore a ni a. Hei hian State chhunga kan chhiah tling khawm State's Own Tax Revenue (SOTR) ₹ 397.71 crore leh Share of Central Taxes and Duties ₹ 3107.26 crore te a huam a.

9. Kum 2017-2018 chhunga Non-Tax Revenue hmuh kan beisei zat chu ₹ 296.93 crore a ni a. Tin, Central Government atangin Grants-in-Aid ₹ 4371.40 crore hmuh kan beisei bawh a ni.

10. Tichuan kan Total Revenue Receipt chu ₹ 8173.31 crore ni tura estimate a ni a. Hetah hian kan State-in kan thawh chhuah tura kan beisei, State's Own Revenue Receipt chu ₹ 694.64 crore a ni a. Hei hi kan Revenue Receipt pumpui atanga zaa 8.50 a ni.

Capital Receipt:

11. **Capital Receipt** kan tih, Internal Debt te, Central Government atanga Loans & Advances kan tihte leh loan kan pek chhuah atanga kan hmuh let lehte a huam a. 2017-18 chhunga kan Capital Receipt chu ₹ 629.79 crore ni tura estimate a ni. ₹ 561.27 crore hi Internal Debt atanga hmuh kan beisei a ni a, ₹ 35.68 crore hi Central Government atanga Loans & Advances hmuh kan beisei a ni leh a,

₹ 32.84 crore hi Loan kan puktir ho atanga kan hmuh let leh, Recoveries of Loans & Advances kan tih tlingkhawm atanga hmuh kan beisei a ni bawk.

12. **Internal Debt of the State Government** kan tih hian Open Market Borrowing (OMB) ₹ 400.00 crore te, NABARD atanga loan kan hmuh tur ₹ 150.00 crore te, NCDC Loan ₹ 11.24 crore te leh RBI atanga W&MA ₹ 0.03 crore te a huam a ni.

Resource Mobilization atana hmalaknate:

13. Kan sum mamawh zat kan thawhchhuah loh avangin sum hnar thar zawn chhuah kawngah theihtawp kan chhuah a ngai a, chutih rualin chhiah kan lak thin hrang hrangte pawh kan tihpun chhoh hret hret a ngaih dawn bakah chhiah ni lo, thildang atanga kan lak luhte pawh kan tihpun chhoh zel a ngai dawn a ni.

14. 2017-18 July thla atangin India ram pumah Goods & Services Tax (GST) hman tan tur a ni a. Hemi chungchanga thil pawimawhte tihfel a la nih loh avangin kan sum hmuh tur zat estimate a la harsa rih deuh a. Tuna a landan maiah chuan GST avang hian kan revenue a pung ngei turah kan ngai a ni. Taxation Department atangin kum 2017-18 chhungin State Sales Tax leh GST atangin ₹ 285.00 crore hmuh kan inbeisei a, hei hian motor spirit leh lubricants atanga hmuh kan beisei ₹ 74.99 crore a huam bawk a ni.

15. Mizoram Liquor (Prohibition & Control) Act, 2014 kan hman atangin State Excise nasa takin a pung a. Kum 2016-17 chhung khan ₹ 43.08 crore target a ni a. Kum 2017-18 chhung hian State Excise atangin ₹ 51.50 crore hmuh kan inbeisei a ni.

16. Land Revenue & Settlement Department atangin leiman leh chhiah dang tling khawm te; Stamps & Registration fees leh Land reforms atangin tein ₹ 20.68 crore hmuh beisei a ni bawk.

17. The Mizoram Motor Vehicles Taxation (Amendment) Act, 2015 kan hman atangin lirthei atanga chhiah kan lak thin pawh a pung chho hret hret a. Kum 2017-18 chhung hian motor vehicle tax atangin ₹ 15.48 crore hmuh ngei kan inbeisei a. A pumpuini Transport Department atangin 2017-18 chhungin ₹ 26.98 crore hmuh chhuah kan inbeisei a ni.

18. The Mizoram Water Supplies (Control) (Amendment) Rules 2011 kan hman atangin Water tariff Rate pawh revise niin tlem tlema tihpun a ni a, a tul dan anga tihpun chhoh hret hret zel tur a la ni ang. Kum kal mekah December, 2016 thleng khan ₹ 27.20 crore hmuh tawh a ni a. 2017-18 chhung hian PHE Department atangin tui supply man ₹ 40.00 crore hmuh beisei a ni.

19. Electric chhit man atangin 2017-18 chhungin ₹ 181.00 crore hmuh beisei a ni bawk.

Expenditure

20. Pu Speaker, tunah chuan 2017-18 Budget Estimate-a kan sum hmanna tur tlangpui ka rawn tarlang leh dawn a ni. Sawi tawh angin Central sorkar chuan Plan leh Non Plan te merger turin thupek a tichhuak a. Chu chu Mizoramah pawh a taka kalpui nghal tur a nih avangin kumin kan budget ah hian kan sum hman turte hi Revenue leh Capital Expenditure-ah te then an ni.

(a) **Gross Revenue Expenditure**, 2017-18 chhungin ₹ 6388.21 crore hi kan Gross Revenue Expenditure ni tura ruahman a ni a, kan **Net Revenue Expenditure** tur chu ₹ 6386.21 crore a ni ang.

(b) **Gross Capital Expenditure**, ram hmasawna ruhrel pawimawh siamna tur te, loan rulhna tur te, buhfai leina tur te, Sorkar hnathawk hnena loan pekchhuah tur leh thil dang atan ₹ 2414.89 crore ruahman a ni bawk. Kan **Net Capital Expenditure** tur chu ₹ 2236.62 crore a ni bawk ang.

21. Tichuan, kum 2017-18 chhunga Mizoram Sorkar sum bawmpui atanga kan sum hman tur zawng zawng chu ₹ 8803.10 crore a ni a, Hei hi Gross Revenue Expenditure ₹ 6388.21 crore leh Gross Capital Expenditure ₹ 2414.88 crore te belhkhawm a ni. Estimated Net Expenditure of the Consolidated Fund chu ₹ 8622.84 crore a ni a. Net Revenue Expenditure chu ₹ 6386.21 crore a ni ang a, Net Capital Expenditure chu ₹ 2236.62 crore a ni thung ang.

22. Tichuan, Budget pumpui a tlangpuia ka rawn tarlan takte hian kan Budget kalphung leh ziarang, kan sum lakluhna tur leh sum hmanna turte a phochhuak tha thawkhat turah ka ngai a ni.

Sum Hmanna tur langsar zualte:

23. Revenue Expenditure ho hmanna tur chu sawi thar ngai lo turah dah ila. 2017-18 chhunga kan sum hmanna tur langsar ber pakhat chu NEDP hi a ni. NEDP hnuaiia hna hrang hrang thawh nan Department hrang 31-ah ₹ 750.00 crore dah a ni.

24. Tun dinhmunah kan kawngpuit then khat ten duhthu an sam tawk lo hle tih sorkarin a hria a, chuvangin a siamthat hna nasa zawka kalpui nan 2017-18 chhungin sum tam zawk dah tum a ni. Kawngpui awmsa chei that nan 2017-18 chhungin ₹ 239.50 crore ruahman a ni a, hei hi nikum lama kan sum dah aiin 259% laiin a tam a ni. Tin, kawngpui siam mek leh a thar siamna turin ₹ 657.64 crore ruahman a ni a, hei hi nikum lama kan sum ruahman ₹ 387.65 crore aiin 70% laiin a tam bawk a ni.

25. ₹ 140.00 crore hi Centrally Sponsored Schemes hrang hranga State-in kan tum ve tur, SMS atan dah a ni a. Heti hian CSS te hi tluang taka kan kalpui theih ngei ka beisei a ni.

26. NLCPR hnuaia hna hrang hrang thawh nan ₹ 98.77 crore ruahman a ni bawk.

27. NABARD loan ₹ 150.00 crore hmanga Department hrang hrang ten hmasawna hna an thawh nan a hnuaia mi ang hian ruahmanna siam a ni:

a) AH & Vety.	₹	5.71 crore
b) Soil & WC	₹	0.52 crore
c) P&E	₹	16.65 crore
d) PWD	₹	80.00 crore
e) PHE	₹	17.47 crore
f) Minor Irrigation	₹	12.38 crore
g) FCS&CA	₹	9.21 crore
h) School Education	₹	8.06 crore
Total	₹	150.00 crore

28. District 5 (panga) a Co-operative Society-te dinhmun chawikan nan leh tihmasawn zel nan Integrated Cooperative Development Project (ICDP) hnuaiah ₹ 11.24 crore dah a ni bawk a. He Scheme hi kum 4 chhunga zawh tura ruahman a ni.

29. Mizoram State Roads-II, Regional Transport Connectivity Project (EAP funded by World Bank) hnuaia kawngpui pathum laih mek: Champhai-Zokhawthar Road, Chhumkhum-Chawngte Road leh Tlabung-Kawrpuchhuah Road, thawh chhonzawm nan kum 2017-18 chhungin ₹ 187. 40 crore ruahman a ni.

30. PWD hnuaia Externally Aided Project dang, Serchhip-Buarpui Road thawh nan ₹ 60.00 crore ruahman a ni bawk.

31. UD&PA Department hnuaia SIPMIU-in a kalpui mek EAP Project pakhat, North-Eastern Region Capital Cities Development Investment Programme (NERCCDIP) Project-II atan ₹ 35.12 crore ka ruahman bakah NERCCDIP Project-III atan ₹ 84.25 crore ka ruahman bawk a ni.

32. 2016-17 khan Lok Ayukta din nan ₹ 159.34 lakh kan dah tawh a, mahse chhan hrang hrang avangin Lok Ayukta hi kan la din thei lo a. Kuminah pawh Lok Ayukta din nan ₹ 159.34 lakh ka han ruahman leh a. Thil buaipui ngai te buaipui mek a ni a, hun reilo te ah Mizoram in Lok Ayukta kan neih thuai a beiseiawm hle a ni.

33. Mizoram sorkar chuan kan police te'n motor siamna te, zin veivahna senso (TA bill) leh uniform chungchanga an harsatna hi a hriatpui a, chuvangin 2016-17 (RE) ah pawh an leiba rulhna tur sum engemaw zat pekbelh an ni a. Kum lo kal leh turah harsa lutuk lova

an kal theih nan 2017-18 chung hian domestic travelling expenses atan ₹ 473.10 lakh ka ruahman a, hei hi 2016-17 (BE) aiin ₹ 218.50 lakh in a tam zawk a ni. An motor-te enkawlna senso atan ₹ 427.70 lakh ka ruahman bawk a, hei pawh hi nikum BE aiin ₹ 76 lakh in a tam zawk a ni. Tin, kan police ten uniform chungchanga harsatna an neih sut kian nan ₹ 500 lakh ka ruahman a, hei hi 2016-17 (BE) aiin ₹ 340 lakh laiin a tam zawk bawk a ni.

34. Kan sum neihte hi a hnuai ami ang hian Service-wise-a hman dan tur ruahman a ni:

(a) Revenue Account

(i) General Services	– ₹ 2362.16 crore
(ii) Social Services	– ₹ 2365.66 crore
(iii) Economic Services	– ₹ 1660.39 crore

(b) Capital Account

(i) General Services	– ₹ 698.48 crore
(ii) Social Services	– ₹ 431.28 crore
(iii) Economic Services	– ₹ 956.38 crore

(c) Public Debt and Loans & Advances – ₹ 328.74 crore

Revenue Surplus leh Fiscal Deficit

35. Pu Speaker, kum 2017-18 atana kan Budget Estimate hi Estimated Revenue Surplus ₹ 1787.10 crore leh Estimated Fiscal Deficit ₹ (-) 138.94 crore ni tura ruahman a ni bawk. Chu chu kan State Projected GSDP ₹ 17561.60 crore atanga tehin 10.18% leh 0.79% te an ni ang.

36. Sorkar leiba kan tih hian Market Borrowings (Market Loans leh Power Bonds) te, Central Government atanga loan kan lak thin (Block Loans leh Loan dangte) te, NSSF hnuaia Special Securities te, Financial Institutions atanga kan sum puk thin (LIC, NABARD, NCDC leh Institutions dang) te, RBI atanga WMA/OD te, Provident Funds te leh leiba dangte a huam a. Kan leiba hi 2013-14 ah ₹ 5608.38 crore (Actuals), 2014-15 ah ₹ 6550.39 crore (Actuals), 2015-16 ah ₹ 6407.39 crore (Actuals), 2016-17 ah ₹ 7290.17 crore (BE) te an ni a. 2017-18 ah chuan ₹ 7177.99 crore ni tura chhut a ni a. GSDP atanga teh chuan kan leiba hi 2013-14 ah 54.46% (Actuals), 2014-15 ah 62.90% (Actuals), 2015-16 ah 47.90% (Actuals) leh 2016-17 ah 46.92% (BE) te an ni.

37. 2017-18 chhungin Sorkar leibat zat hi ₹ 7177.99 crore ni tura chhut a ni a, chu chu kan GSDP ₹ 17561.60 crore atanga zaa 40.87 a ni. Kuthnathawktute'n an thlai thar chhuah leh ranvulh leh Industry lama thawkte'n hma an sawn theih nan New Economic Development Policy (NEDP) hmangin Sorkar-in an mamawh intawm, Infrastructure atan ruahmanna a tam avangin sum puk pawh a tam dawn a, sorkarin kuthnathawkte remchanna siam sak a Facilitator hna a thawh azarah vawiina loneitute'n ei tawk tawk dinhmun (subsistence level) hi market-economy buatsaihsak Sorkarin NEDP hmangin a tum avangin sum puk belh hi kan mamawh tih ka sawi tel bawh a ni.

38. Pu Speaker, 2017-18 chhunga kan GSDP thanna tur hi 13.05% ni tura chhut a ni bawh.

Economy Measures

39. Pu Speaker, ka tarlan leh duh pakhat chu kan sum hnarte hi a la lian tawk lo hle a, hei vang hian chhiah leh thildang atanga kan sum lakluhte kan tihpun chhoh zel a tul a; hei bakah hian kan sum neih ang angte inrenchem tak leh daihzai taka kan hman thiam a pawimawh takzet a ni tih hi a ni. December, 2014-a CMO atanga tihchhuah, Sorkar sum inrenchemna tur atana siam Office Memorandum on Economy Measures chu a hlawhtlin theih nan Cabinet Sub-Committee on Economy Measures chuan theihtawpin a bawhzui zel a. He Committee hian thla thum dan zelah Department hrang hrang ten hma an lakdan an thehluh thinte chu Head of Department-te nen an thlirho thin a ni, hmathar lak dan turte pawh an duang chhuak thin bawk. Sorkar hian inrenchemna chungchanga a thupek chhuah tawhte tipuitling ngei turin hma a la chho zel a, a tihpuitlin ngei pawh a beisei tlat a ni.

40. Food Security Act, 2013 chu kan Sorkar-in March 1, 2016 atangin a hmang tan a. Kan hriat theuh angin hei hi mi rethei te tan buhfai Kg. 1 ₹ 3-a lei tirna tura dan siam a ni. He FSA hian Mizoram mipui 673825 a huam thei a, a bak zawng chu a man sanga buhfai pek an ni. FSA cover chin tan FCI atanga buhfai lei a ni a, midang tan local purchase in quintal khat ₹ 2500-in tunah hian buhfai lei mek a ni. Heng hmalakna avang hian sum tam tham tak Sorkar-in a hum theih phah a, nikum 2015-16 chhung khan kum hmasa aiin buhfai leina atan ₹ 58.88 crore laia tlem pawisa sen a ni.

41. Medical Reimbursement hi Sorkar sum luanralna hlawm lian deuh mai a ni bawk a. Bill a tam thin em avangin pekchhuah theihloh

a inchhek khawm nasa thin hle a, kum tinin ₹ 80.00 crore vel Medical Reimbursement atan hman thin a ni. He thil zirchiang tura din Committee on Medical Reimbursement te rawtna chu a taka tipuitling turin hma lak mek a ni a, tunah hian a hmawr kan bawk thei tep tawh nghe nghe a ni. Medical reimbursement chungchanga inkaihhraina thar a chhuah hun chuan damlo inenkawl nana sorkar sum sen thin hi damlo leh an chhungte'n tuar chuang si lova nasa taka tihhniam theih ngei kan inbeisei a ni.

Tlangkawmna

42. Pu Speaker, kum hnih kalta chung kha 'Year of Consolidation' kan ti a, a awmzia chu kan sum dinhmun siamthat nan development work thar leh sum ngai hnem em em chite kalpui rih lova, sum dinhmun tha zawk leh duhawm zawka Sorkar a awm theih nana hmalak kum tihna a ni. Kan thiltihah hian kan hlawhtling hle a, chuvangin kuminah sawrkarin Development atan sum tam zawk a hmang thei dawn ta a. Kum hmasa nena khai khinin 2017-18 atana kan Capital Expenditure punna hi 35.57% lai a ni a. Hei hian sawrkarin hmasawanna hna a takin thawh a tum tih chiang takin a tilang a ni.

43. Pu Speaker, Member zawng zawngte hnenah tha taka min ngaihthlak avangin lawmthu ka sawi a. Tunah chuan Budget Estimates for the Financial Year 2017-18 hi he House zahawm taka sawiho turin leh min pawmpui turin lawm takin ka pharh e.

Ka lawm e.



सत्यमेव जयते

GOVERNMENT OF MIZORAM

BUDGET SPEECH

of

**PU LALSAWTA
HON'BLE FINANCE MINISTER**

for

2017-18

in the

MIZORAM LEGISLATIVE ASSEMBLY

on

Thursday, the 16th March, 2017 Aizawl

BUDGET SPEECH OF THE FINANCE MINISTER
FOR THE FINANCIAL YEAR 2017-2018

Mr. Speaker Sir,

With your permission I will present to this august House the Regular Budget for the Financial Year 2017-18 and the Supplementary Demand for Grants 2016-17 for discussion and its subsequent approval.

2. Fortunately I will be able to lay again a regular budget for 2017-18. I had laid a regular budget last year and it is a great privilege that I am able to lay a regular Budget for two years in a row. With the commencement of the Fourteenth Finance Commission Recommendation in India, more autonomy is given to us in determining the size of our Budget, our sources of funds are more or less certain as well as our need for expenditure.

3. There is a paradigm shift in the budgeting system that the Plan – Non Plan regime has come to an end and we are stepping in to a new era of Revenue-Capital budgeting system which will be effective from 2017-18 throughout the whole India.

4. Mr. Speaker Sir, let me start with the sources of funds from which we are planning to finance our required expenditures. The estimated sources of fund for the State Government during 2017-18 without differentiating Revenue Receipt and Capital receipt will be as follows-

- (a) **Devolution of fund as per recommendation of the Fourteenth Finance Commission for the year 2017-18**, comprising of - Share of Taxes amounting to ₹ 3107.26 crore, Post Devolution Revenue Deficit (PDRD) Grant amounting to ₹ 2446.00 crore, Urban Local Bodies (ULB) Grant amounting to ₹ 23.80 crore and SDRF amounting to ₹ 17.00 crore. Out of ₹ 23.80 crore estimated to be available under ULB Grant, ₹ 18.46 crore is Basic Grant and ₹ 5.34 crore is Performance Grant of the Urban Local Bodies.
- (b) **State Borrowing** amounting to ₹ 596.95 crore comprising of Loan from NABARD amounting to ₹ 150.00 crore, Loan from NCDC amounting to ₹ 11.24 crore and Block loan amounting to ₹ 35.68 crore. Open Market Borrowing (OMB) amounting to ₹ 400 crore which the State Government can avail by seeking consent from the Ministry of Finance depending upon our need for various developmental works to fill the fiscal gap of the State. Interestingly the last time Government of Mizoram borrowed Ways and Means Advance from RBI was June, 2015 which means the State's financial health has improved much and therefore, Ways & Means advance of ₹ 0.03 crore only is also estimated to be availed.
- (c) **State's Own Funds** amounting to ₹ 694.64 crore comprising of State's Own Tax Revenue (SOTR) and State's Own Non-Tax Revenue (SONTR). A recovery of Loans and advances to the tune of ₹ 32.84 crore is also expected to be available.
- (d) **Funds for Centrally Sponsored Schemes** amounting to ₹ 1169.61 crore is expected to be received from various Ministries

of the Central Government. It may be reiterated here that the State Government finds it difficult to avail those CSS whose sharing pattern are higher than 90:10 except for those CSS which have strategic importance for the general public.

(e) **Block Grants** consisting of funds for EAP, NLCPR, BADP, NSAP, AIBP, JNNURM, NeGAP amounting to ₹ 582.36 crore is expected.

5. Thus the total amount of fund expected to be available to the State Government from all available sources during 2017-18 is ₹ 8803.10 crore. As I have mentioned earlier, some of these funds such as ULB Grant, SDRF, NCDC Loan, fund for EAP, fund for CSS and NLCPR/NEA are for specific purposes and are therefore, tied funds. At the same time, EAP, CSS and NLCPR/NEA are not assured fund and could not be wholly relied upon as the projected amounts may not materialize.

6. The State Government being determined to have solid financial foundation had declared the past two years as, “Years of Consolidation” and accordingly worked tirelessly for improvement of its financial positions. As a result, our financial health has witnessed commendable improvements so that we are intending to spend more funds for building basic infrastructures in various sectors during 2017-18. Therefore, Market Loans to the tune of ₹ 400.00 crore and NABARD loan amounting to ₹ 150.00 crore are intended to be availed during the period.

Budget Estimates 2017-18

7. Mr. Speaker Sir, I may now come to the Budget Estimates 2017-18.

Revenue Receipt

8. Revenue Receipt of the State Government consists of Tax Revenue and Non-Tax Revenue. The estimated Tax Revenue for 2017-18 is ₹ 3504.97 crore comprising of State's Own Tax Revenue (SOTR) amounting to ₹ 397.71 crore and State's share of Central Taxes and Duties amounting to ₹ 3107.26 crore.

9. The estimated Non-Tax Revenue for 2017-18 is ₹ 296.93 crore and Grants-in-Aid from the Central Government is estimated at ₹ 4371.40 crore for 2017-18.

10. Thus the total Revenue Receipt of the State for 2017-18 is estimated at ₹ 8173.31 crore out of which the State's Own Revenue Receipt is estimated to be ₹ 694.64 crore, which is only 8.50 % of the total Revenue Receipt.

Capital Receipt

11. Capital Receipt comprises of Internal Debt of the State Government, Loans & Advances from the Central Government and Recoveries of Loans & Advances. The total Capital Receipt for 2017-18 is estimated at ₹ 629.79 crore out of which ₹ 561.27 crore is estimated to be obtained from Internal Debt, ₹ 35.68 crore from Loans & Advances from the Central Government and ₹ 32.84 crore from Recoveries of Loans & Advances.

12. The Internal Debt of the State Government consists of Open Market Borrowing (OMB) amounting to ₹ 400 crore, Loans from NABARD amounting to ₹ 150 crore, Loans from NCDC amounting to ₹ 11.24 crore and W&MA from RBI amounting to ₹ 0.03 crore.

Efforts on Resource Mobilization

13. Being a revenue deficient State, we need to put in all out-efforts to tap new potentials for resource mobilization. At the same time, we also need to increase the quantum of collection under our existing Tax and Non-Tax Revenues.

14. Goods & Services Tax Act will be effective from July, 2017 throughout the whole country and will repeal state Sales Tax Act. There is something yet to be settled for its implementation which makes it difficult to make precise estimation of the revenue to be accrued from this source. Apparently our revenue will however be increased with the introduction of Goods & Services Tax Act. Under Taxation Department, I propose an estimated receipt of ₹ 285.00 crore under State Sales Tax Act which *inter alia* includes ₹ 74.99 crore on sale of motor spirits and lubricants.

15. The total receipt on account of State Excise has increased tremendously with the implementation of the Mizoram Liquor (Prohibition & Control) Act, 2014 for the second year in a row and therefore, I propose an estimated receipt of ₹ 51.50 crore during 2017-18 against ₹ 43.08 crore estimated in 2016-17.

16. We expect to generate revenue amounting to ₹ 20.68 crore under Land Revenue & Settlement Department on account of Land Revenue, Stamps & Registration fees and Land Reforms.

17. With the introduction of 'The Mizoram Motor Vehicles Taxation (Amendment) Act, 2015', collection of Taxes under the Act is gradually increasing. I propose an estimated receipt of ₹ 15.48 crore for 2017-18.

18. "The Mizoram Water Supplies (Control) (Amendment) Rules 2011" came into force from 21st November 2014. The Water tariff rate was revised accordingly; this will be gradually revised in future as per provision provided in the Rules. Revenue already collected under this Act during 2016-17 upto the month of December, 2016 is of ₹ 27.20 crore and I propose an estimated receipt of ₹ 40 crore under Water Supply for the year 2017-18.

19. During 2017-18, Power & Electricity Department is expected to generate revenue amounting to ₹ 181 crore on account of Power Tariff.

Expenditure

20. Mr Speaker Sir, let me now come to the Expenditure side of the Budget Estimates 2017-18. As already mentioned, Central Government have decided a merger of Plan and Non Plan which will also be effective in the State of Mizoram as such, the expenditure side of our budget will be broadly classified into Revenue Expenditure and Capital expenditure.-

- (a) **Gross Revenue expenditure** amounting to ₹ 6388.21 crore is projected for 2017-18 and our **Net Revenue Expenditure** will be ₹ 6386.21 crore.
- (b) **Gross Capital expenditure** amounting to Rs. 2414.89 comprising of fund for developmental works and for the purpose of repayment of previous loans, purchase of food grains, etc. loans and advances to State employees, is projected for 2017-18 and our **Net Capital Expenditure** will be ₹ 2236.62 crore.

21. Therefore, the Gross Expenditure from the Consolidated Fund of the State for 2017-18 is estimated at ₹ 8803.10 crore comprising of Gross Revenue Expenditure amounting to ₹ 6388.21 crore and Gross Capital Expenditure amounting to ₹ 2414.88 crore. Estimated Net Expenditure of the Consolidated Fund of the State is ₹ 8622.84 crore of which Net Revenue Expenditure is ₹ 6386.21 crore and the Net Capital Expenditure is ₹ 2236.62 crore.

22. This holistic view of our Budget Estimates may give us a fair idea about the determinants of our Budget both on the Receipt side as well as on the Expenditure side.

Important allocations of funds

23. Needless to say the purposes of Revenue expenditures. The most notable feature of our Budget 2017-18 is allocation of fund for New Economic Development Policy (NEDP). I allocate ₹ 750.00 crore for NEDP which will be implemented by 31 Government Departments.

24. Government truly knows that some of our roads conditions are not good enough and therefore tries to address this problem by allocating more funds. During 2017-18, I proposed to allocate ₹ 239.50 crore for maintenance of Roads and Bridges which is 259% more than what had been allocated in 2016-17 (BE). Further, for new and on-going construction of roads, I propose to allocate ₹ 657.64 crore for 2017-18 against ₹ 387.65 crore in 2016-17 (BE) i.e. 70% more than allocation in 2016-17 (BE).

25. I propose to allocate an amount of ₹ 140 crore as SMS so that various Centrally Sponsored Schemes may go smoothly.

26. I propose to allocate ₹ 98.77 crore for taking up of various works under NLCPR.

27. ₹ 150 crore is earmarked for various developmental works under NABARD loan to be taken up by different Departments as indicated below:

a) AH & Vety.	₹	5.71 crore
b) Soil & WC	₹	0.52 crore
c) P&E	₹	16.65 crore
d) PWD	₹	80.00 crore
e) PHE	₹	17.47 crore
f) Minor Irrigation	₹	12.38 crore
g) FCS&CA	₹	9.21 crore
h) School Education	₹	8.06 crore
Total	₹	150.00 crore

28. There is a scheme being undertaken in Cooperation Department under the Integrated Cooperative Development Project (ICDP) for upliftment and revival of various Cooperative Societies in five districts, to be completed within a span of 4 years. For this Project I propose to allocate ₹ 11.24 crore during the current year.

29. For continuing construction of 3 roads namely – Champhai-Zokhawthar Road, Chhumkhum-Chawngte Road and Tlabung-Kawrpuchhauh Road under the Mizoram State Road-II Regional Transport Connectivity Project (EAP funded by World Bank), I propose to earmark ₹ 187.40 crore during 2017-18.

30. For improvement and upgradation of Serchhip-Buarpui road, another EAP project under PWD, I also propose to allocate ₹ 60.00 crore.

31. I propose to allocate ₹ 35.12 crore for ongoing EAP Project of North-Eastern Region Capital Cities Development Investment Programme (NERCCDIP) project –II and ₹ 84.25 crore for NERCCDIP project-III to be taken up by SIPMIU under UD&PA Department.

32. In 2016-17 (BE) ₹ 159.34 lakh was allocated for establishment of Lok Ayukta in Mizoram. However, we were unable to materialize it due to some unavoidable circumstances. I propose again ₹ 159.34 lakh for establishment of Lok Ayukta in 2017-18. Steps are being taken for setting up of Lok Ayukta and it is now hopeful that we will have Lok Ayukta in Mizoram in due course.

33. Government of Mizoram knows the problem of our policemen in respect of payment of motor vehicle repair bill, domestic travelling

expenses and their uniforms. We tried to address this problem by allocating them a quite good amount of funds in RE 2016-17. Further, to avoid accumulation of liabilities in the coming years I proposed to allocate ₹ 473.10 lakh which is ₹ 218.50 lakh more than BE 2016-17 for their domestic travelling expenses, ₹ 427.70 lakh which is ₹ 76 lakh more than BE 2016-17 for maintenance of their vehicles. Similarly, I propose to allocate ₹ 500 lakh for police uniform which is ₹ 340 lakh more than BE 2016-17 with a view to give our policemen better uniforms.

34. Service-wise distribution of total Fund is indicated below:

(a) Revenue Account

(i) General Services	– ₹ 2362.16 crore
(ii) Social Services	– ₹ 2365.66 crore
(iii) Economic Services	– ₹ 1660.39 crore

(b) Capital Account

(i) General Services	– ₹ 698.48 crore
(ii) Social Services	– ₹ 431.28 crore
(iii) Economic Services	– ₹ 956.38 crore

(c) Public Debt and Loans & Advances – ₹ 328.74 crore

Revenue Surplus and Fiscal Deficit

35. Mr. Speaker Sir, our present Budget Estimates for 2017-18 is prepared so as to have an estimated Revenue Surplus of ₹ 1787.10 crore and an estimated fiscal deficit of ₹ (-) 138.94 crore. The revenue surplus and fiscal deficit estimates will be 10.18% and 0.79% of the projected GSDP of ₹ 17561.60 crore for 2017-18 respectively.

DEBT POSITION OF MIZORAM AS PER C&AG REPORT

36. Our aver all liabilities which included Market Borrowings (Market Loans and Power Bonds), Loans from the Central Government (Block Loans and other Loans), Special Securities issued to NSSF, Borrowings from FIs (LIC, NABARD, NCDC and other Institutions), WMA/OD from RBI, Provident Funds (GPF, Insurance & Pension Fund) and Other Liabilities stood at ₹ 5608.38 crore in 2013-14 (Actual), ₹ 6550.39 crore in 2014-15 (Actual), ₹ 6407.39 crore in 2015-16 (Actual), ₹7290.17 crore in 2016-17(BE). As a per cent of GSDP our liabilities in 2013-14 was 54.46%, 62.90% in 2014-15, 47.90% in 2015-16 and 46.92% in 2016-17 (BE).

37. The estimated liabilities of the State for 2017-18 is ₹ 7177.99 crore which is 40.87% of the projected GSDP of ₹ 17561.60 crore. The Government has embarked upon a more vigorous programme through New Economic Development Policy (NEDP) to assist the farmers and animal rearers to increase their produces, and to uplift them from the present subsistence level to market economy in which the Government will provide their common requirements of infrastructures that require borrowing. The Government will play the role of facilitator providing different facilities in the form of infrastructures and others so that grass-root workers are assured better economic position. For this, I inform this august House that I shall borrow as may be required for the purpose.

38. Mr. Speaker, our GSDP is estimated to grow at a rate of 13.05% during 2017-18.

Economy Measures

39. Mr. Speaker Sir, I take this opportunity to reiterate that our sources of funds are limited so that we need to augment our Tax and Non-Tax Revenues to the greatest extent possible and also to carefully spend our limited resources. In order to pursue the Office Memorandum on Economy Measures issued by the CMO in December 2014, a Cabinet Sub-Committee has been formed. The Committee has a quarterly review of the Action Taken Report submitted by various Departments and chalk out action plans with Heads of the Departments. The State Government is committed to carry out and enforce these guidelines on austerity measures and rationalization of expenditures.

40. Food Security Act, 2013 has since been introduced in Mizoram from 1st March, 2016. As we all know under Food Security Act, 2013, the poor families of the State totaling a population of 673825 are being given a monthly subsidised rationed rice at the rate of ₹ 3 per kg. For the rest population, the Government procures rice through local purchase presently at the rate of ₹ 2500 per quintal instead of procuring rice at higher rate from FCI. As a result, Government spent less amount of money in food procurement. During 2015-16 alone, Government spent less amount of fund for food procurement to the tune of ₹ 58.88 crore than the amount spent during the previous year.

41. Medical Reimbursement Bill has been a big headache for the State Government as huge amount of unpaid bills are piling up. The State Government has to pay approximately ₹ 80 crore annually for Medical Reimbursement bill alone. Steps are being taken for

implementation of the recommendation of a Committee on Medical Reimbursement and we are now in a culmination stage. Once the report is implemented, the expenditure on this item would be greatly diminished and would save the State Exchequer a huge amount of public money.

Conclusion

42. Mr. Speaker Sir, we have declared the last two financial years as 'Year of Consolidation' meaning that we have decided not to venture on high and new developmental works but to bring the State on a sound footing. The dividends have paid off so that we are now able to invest more funds during 2017-18 for developmental works to accentuate growth. Comparing our proposed Capital Expenditure with the previous year's amount, the increment is 35.57% which clearly indicates that Government of Mizoram is fully committed to bring about development for its people.

43. Mr. Speaker Sir, I thank all the Members for giving me a patient hearing and with these words I commend the Budget Estimates for the Financial Year 2017-18 for discussion and approval of this august House.

Thank You, Sir