

CHAPTER 4

FINANCIAL RESOURCES

4.1 Having inherited a feudal economy and social structure, Rajasthan has remained a backward State on account of scarcity of resources. The State Government has been making herculean efforts for raising resources to achieve the objectives and goals laid down in the various plans. The basic scheme of devolution of funds under the Gadgil Formula for providing Central Assistance for the implementation of the annual plans has not been helpful in bridging the gap between the developed States and the developing States. It is imperative that the Planning Commission reviews the formula on which central assistance is made available to the States like, Rajasthan in the light of the dismal progress equitable growth and development achieved in the last fifty years of India's independence. The State Government has been requesting Planning Commission to put Rajasthan among the special category states to provide for larger flow of central grant to speed up the development process.

4.2 In spite of the limited resources with the State Government, Rajasthan has satisfactorily implemented Ninth Five Year Plan. The Government of Rajasthan has been able to generate an investment of Rs. 19836.38 crores in the Ninth Five Year Plan as against the total plan outlay of Rs. 27650 crores.

4.3 The pattern of funding of the Tenth Plan has been finalised in the Planning Commission. The Tenth Five Year Plan resources have been worked out to Rs. 28859.47 crores at current prices. The projections for the Tenth Five Year Plan funding is as follows:

(Rs. in crores) at (current prices)		
S.No.	Item	Amount
A.	States own Resources	18048.47
1.	Balance from Current revenue	-10327.69
2.	Contribution of public enterprises	873.11
3.	State Provident Fund (Net)	6770.50
4.	Miscellaneous capital receipts(Net)	-7342.10
5.	Plan grants under TFC / EFC	826.64
6.	Mobilisation of small savings	14525.00
7.	Gross market borrowings(SLR)	5667.25
8.	Negotiated loan	5705.76
9.	Debentures / Bonds	1350.00
B.	Central Assistance	10811.00
1.	Central Assistance (Domestic)	6355.85
2.	Assistance for EAP's	4455.15
	Aggregate Plan Resources	28859.47