

**OFFICE OF THE CHIEF SECRETARY
PUDUCHERRY**

Total No 5914/CS/2011

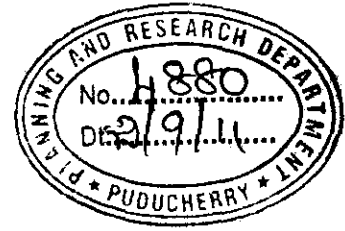
Received on 26/8/2011

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No.M-13048/35/pudu/2010-SP-S

Planning Commission

(State Plans Division)



Yojana Bhavan, Sansad Marg

New Delhi-110001

Dated: 19.08.2011

29 AUG 2011

A copy of the Summary Record of Annual Plan discussions for 2011-12 between Deputy Chairman, Planning Commission and Chief Minister of Puducherry held on 26.07.2011 is circulated.

Sujata Sharma
(Sujata Sharma)

Director

Encl: As above

Planning Commission

PMO

Principal Advisers

Joint Secretary (Puducherry)

Advisers

JS (SP)

Head of Divisions

Ministry of Home Affairs

Joint Secretary (UT)

North Block, New Delhi

Coordinating Officers of all Central Ministries

(Except Ministry of Defence)

Copy to Private Secretary to:

Deputy Chairman/Minister of State/Member-Secretary / Members

Copy also to:

SP-Coordination/ (PC Division)

Copy also to:

- (i) Chief Secretary, Government of Puducherry
- (ii) Secretary Finance, Government of Puducherry.
- (iii) Planning Secretary, Government of Puducherry
- (iv) Resident Commissioner, Government of Puducherry, Puducherry House, New Delhi

**OFFICE OF THE SECRETARY
PLANNING & FINANCE
PUDUCHERRY**

No. 4396/Secy(Plng)/2011

Received 29 AUG 2011

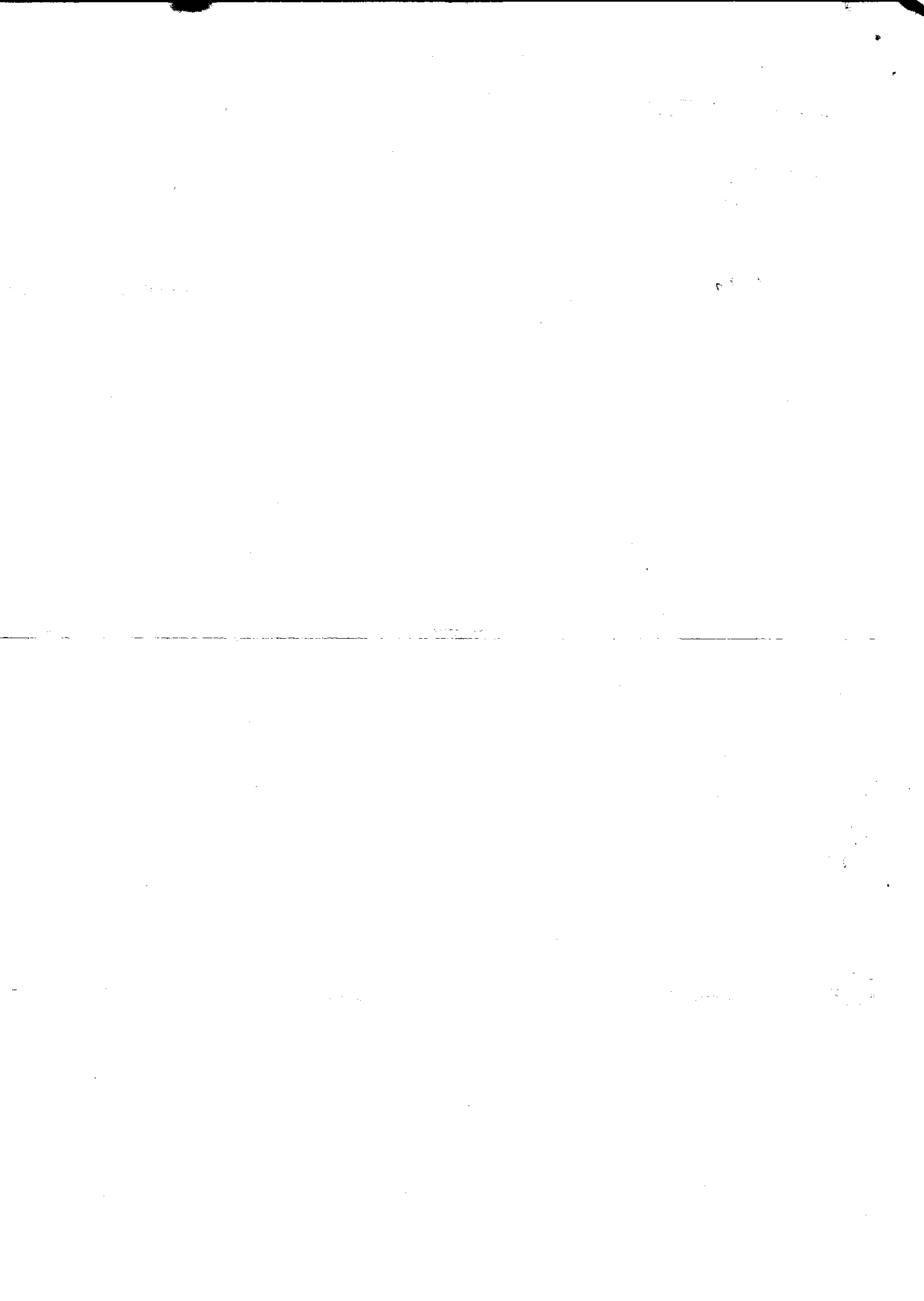
Despatched 2.9.2011

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Dr. P. V. S.

Secy(Plng)

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PO (PA)

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**Planning Commission
State Plans Division**

Subject: Annual Plan 2011-12 discussions for Puducherry

1. The meeting between Deputy Chairman, Planning Commission and Chief Minister of Puducherry to finalise the size of the Annual Plan 2011-12 was held in Planning Commission on 26.07.2011 at 4.30 p.m at Yojana Bhawan, New Delhi. The list of participants is at the Annex.
2. Initiating the discussions the Member Secretary, Planning Commission mentioned about the constraints in resources generation which the U.T has faced in during the past 4 years in achieving the approved size of Annual Plans. She indicated that though the U.T. has improved its resources, it was able to achieve an expenditure of Rs. 1560 crores only, against the Approved outlay of Rs. 2,500 crores in 2010-11. Hence, she stated that it was not desirable on the part of the U.T. Administration to seek a higher outlay for 2011-12.
3. Chief Minister, Puducherry pointed out that due to heavy loan component as a part of plan financing, the Administration could not go in for borrowing to the fullest extent. However, he stated that since he has assumed office as Chief Minister of Puducherry with a new mandate he would be able to mobilize the required resources to implement the schemes fully and will try to achieve an expenditure of Rs. 3000 crores. The additionality was required to take up projects for constructing a medical college, roads, bridges, educational infrastructure etc.
4. Deputy Chairman felt that if the U.T. was able to achieve the expenditure in the range of Rs. 2000 crores during the current year, that itself would be a big achievement as already four months are over during the current financial year. Dy. Chairman suggested that since Tourism was the potential source of revenue in Puducherry, the non operational Airport was to be developed preferably under PPP, to attract more tourists which would in turn improve the revenue of the U.T. The UT should try to attract high end tourism and raise appropriate infrastructure to support tourism.
5. Dr. Arun Maira, Member, Planning Commission stated that the full potential of Tourism was yet to be tapped in Puducherry and hence he suggested that a vision document in respect of the UT for at least next 5 to 10 years was needed to bring Puducherry on international Tourism map.
6. Deputy Chairman pointed out that as regards Education, Puducherry should act as the educational hub since many Engineering and Medical colleges have been set up. Further, he

suggested that Government of India would extend the required support for the construction/completion of Government Medical College and necessary proposal at the earliest may be sent to the Planning Commission / Health Ministry.

7. **Member Secretary, Planning Commission**, felt that the U.T. faces consistent problem in availing negotiated loan for plan financing, which results in time delays. She had therefore asked the **Sr. Adviser (RD)** to discuss with the **NABARD** chief the issue of relaxation of rules and procedures set for the UT.
8. **Sr. Adviser (RD)** informed that **NABARD** has agreed to consider the following in respect of the U.T. of Puducherry :

- (a) **NABARD** will accept larger shelf of projects for Puducherry
- (b) **NABARD** will simultaneously appraise the proposal received from U.T. of Puducherry without waiting for clearance from Ministry of Home Affairs and Ministry of Finance. However, final sanction will be made after clearance from Ministry of Home Affairs /Ministry of Finance.
- (c) **NABARD** was ready to consider the proposals of Puducherry, beyond the capping applied for the UT. But since this came under the purview of Ministry of Finance they may be approached for relaxing the caps.

9. **Member Secretary** also mentioned that there was a proposal in the UT for providing funds to the Counselors to undertake small developmental works called Counselor-lads, on the pattern of MLA LADS. She strictly cautioned the UT not to proceed with such a scheme since it was not being followed anywhere else.

10. The Chief Minister felt that they would be able to generate additionality of resources internally and therefore a Plan size of Rs. 2,750 was agreed for 2011-12.

LIST OF PARTICIPANTS

Planning Commission

S.No.	Name	Designation
<u>1</u>	Dr. Montek Singh Ahluwalia	Deputy Chairman. Planning Commission
<u>2</u>	Smt. Sudha Pillai	Member-Secretary, Planning Commission
<u>3</u>	Sri. Arun Maira	Member, Planning Commission
<u>4</u>	Smt. Vandana Jena	Sr. Adviser, State Plans- Puducherry
<u>5</u>	Smt. Sujata Sharma	Director, State Plans- Puducherry

Government of Puducherry

<u>S.No.</u>	Name	Designation
<u>1</u>	Sri. N. Rangasamy	Hon'ble Chief Minister
<u>2</u>	Sri. M. Sekar	Private Secretary to Chief Minister
<u>3</u>	Sri. R. Chandramohan	Chief Secretary
<u>4</u>	Sri. Raajiv Yaduvanshi,	Secretary (Planning)
<u>5</u>	Dr. S. Kanagasabai,	Director (Planning)

Table-I

Approved Scheme of Financing for the Annual Plan 2011-12 - UT of Puducherry

(Rs. Crore)

Item	2011-12
A. State Government	1320.23
1. State's Own Resources	1001.25
a. Balance from Current Revenues	-80.67
b. MCR (excluding deductions for repayment of loans)	-
c. Plan Grants from GoI (12th/13th FC)	100.00
d. ARM	-
e. Reimbursement of CST Collection	299.65
f. Adjustment of Opening Balance	-
g. Recoveries	1050.00
2. State's Borrowings (i-ii)	1050.00
(i) Gross Borrowings (a to g)	-
a. State Provident Fund (Net)	25.00
b. Small Savings	600.00
c. Gross Market Borrowings	325.00
d. Negotiated Loans (HUDCO)/NABARD	-
e. Bonds/Debentures	-
f. Loans portion of NCA	100.00
g. Loans for EAPs (Tsunami)	-
(ii) Repayments	379.77
3. CENTRAL ASSISTANCE (a to d)	140.00
a. Normal Central Assistance	-
b. ACA	139.77
c. Others (In Form - IA)	100.00
d. ACA for Other UT specific Projects	2750.00
Total A: State Government Resources (1+2+3)	-
B. Public Sector Enterprises (PSEs)	-
C. Local Bodies	-
D. AGGREGATE PLAN RESOURCES (A+B+C)	2750.00

Scheme-wise Allocation of ACA / SCA Programmes

(Rs. Crore)

S.No.	Items	2011-12
1	Accelerated Irrigation Benefit Programme (AIBP)	30.00
2.	Roads and Bridges	10.21
3.	National Socail Assistance Programme (NSAP)	6.82
4.	National E-Governance Action Plan (NEGAP)	1.45
5.	Jawaharlal Nehru National Urban Renewal Mission (JNNURM)	60.00
6.	Rashtriya Krishi Vikas Yojana (RKVY)	31.29
7.	Flood Management Programme at Yanam	-
	Total	139.77

Table-II**Balance from Current Revenues (BCR) for the Annual Plan 2011-12**

(Rs. Crore)

S. No.	Items	2011-12
I.	NON PLAN REVENUE RECEIPTS (1 TO 7)	2987.00
1.	Share in Central Taxes	-
2.	State's Own Tax Revenue	2034.00
3.	Non Tax Revenue	130.00
4.	Non Plan Grants from Centre (4.1 to 4.4)	
4.1	Revenue Deficit Grant	493.00
4.2	Reimbursement of CST	180.00
4.3	Compensation of VAT	150.00
4.4	Modernisation of Police Force	-
5.	Opening Balance	-
II.	NON PLAN REVENUE EXPENDITURE (6 To 12)	1985.75
6.	Non Developmental Expenditure (6.1 to 6.5)	957.60
6.1	Interest Payments	420.68
6.2	Appropriation for reduction or avoidance of debt	12.00
6.3	Pension Payments	272.30
6.4	Salaries	115.46
6.5	Others	137.16
7.	Developmental Expenditure (7.1 to 7.2)	1028.15
7.1	Salaries	591.20
7.2	Others	436.95
8.	Pay and DA Revision (Not Included in 6.4 & 7.1)	-
9.	Implementation of 6th Central Pay Commission	-
10.	Additional Funds to be devolved to Local Bodies	-
11.	Implementation of 6th CPC to PSU	-
12.	Plan Transfers to Local Bodies & PSEs (Excl. CSS)	-
III.	BCR without ARM (I-II)	1001.25
IV.	ARM	100.00
V.	BCR with ARM (III + IV)	1101.25