

## **BUDGET 2010-11**

### **(Highlights)**

- Women Empowerment: A rebate of 25% in stamp duty in matters of sale and transfer of landed property when in the name of a female member of any family.
- Special revolving corpus of Rs. 10 crore for soft loan for setting up self-employment enterprises by the girls and women.
- Monthly honorarium of Anganwari Workers and Anganwari Helpers enhanced by Rs. 300/- and Rs. 200/- respectively w.e.f. 01.04.2010 benefitting about 57,000 women folk.
- Employment provided to over 20,200 youth since January 2009 and so far 6500 new posts created particularly in Health and Education Sectors.
- Cancer Treatment and Management Fund set up with initial contribution of Rs. 1 crore for the corpus of this Fund.
- Exemption from sales tax on income from room rent of hotels, lodges and guest houses continued upto 31.03.2011.
- For popularizing mechanization of Agriculture and Horticulture farms, agriculture tools and implements exempted from VAT and Toll.
- Fodder, Fertilizer, Pesticides, Weedicides and Insecticides exempted from Toll.

- Solar appliances exempted from VAT and Toll to encourage use of renewable source of energy.
- Feni, Agarbatti, Dhoop exempted from VAT.
- Anardhana, Guchchi, Paneer exempted from VAT.
- Bee hives and bee colonies exempted from VAT and Toll.
- Period of VAT exemption on replacement of defective parts by new parts raised from existing 90 days to 180 days.
- Traders with a turnover exceeding Rs. 60 lakhs will now be required to file an audited report under J&K VAT Act as against Rs. 40 lakhs earlier.
- Slight enhancement in tax rates viz. VAT rate of 4% to go up to 5%. VAT rate of 12.5% to go up to 13.5%. Rate of Service Tax to go up from 8% to 10% and increase in Toll from Rs. 40 per quintal to Rs. 50 per quintal.
- For Media, revision of advertisement rates done after 2006. Rates enhanced by 40%. Budgetary provisions also increased by Rs. 150 lakhs under REs 2009-10 and further by Rs. 245 lakhs in 2010-11.
- Rs. 8 crore for migrants' group mediclaim insurance.
- Estimates of Total Receipts (TR) – Rs. 25984 crore as against Rs. 22885 crore in 2009-10.

- Estimates of Total Expenditure (TE) also at Rs. 25984 crore as against Rs. 22885 crore in 2009-10.
- Highest ever Share in Central Taxes – Rs. 2911 crore under 13th Finance Commission Award as against Rs. 1880 crore in 2009-10.
- Central Grants also at a high of Rs. 3940 crore as against Rs. 2385 crore in 2009-10. However, the flow will be tapering with terminal year (2014-15) flow of Rs. 2096 crore.
- Revenue Receipts (RR) contribute Rs. 22849 crore, Capital Receipts Rs. 3135 crore.
- Revenue Expenditure (RE) including Security Related Expenditure (SRE) – Rs. 17698 crore, Capital Expenditure (CAPEX) – Rs. 8286 crore.
- Non Plan Revenue Expenditure (NPRE) consumes Rs. 16717 crore of which Rs. 2251 crore for interest payment.
- Non Plan Capital Expenditure (NPCE) of the order of Rs. 1211 crore of which Rs. 959 crore comprise loans repayment.
- Non-Plan salaries burden at Rs. 8179 crore including Rs. 725 crore for DA installments.
- Pension bill soars to Rs. 1800 crore as against Rs. 1495 crore in 2009-10.

- Rs. 15 crore set apart for 10% Employer's share under New Pension System introduced from January, 2010.
- Starting with fiscal 2007-08, an amount of Rs. 4 crore is being provided every year for settling outstanding of JAKFED towards JCCB crystallized at Rs. 80 crore.
- Besides Rs. 128 crore for maintenance under non-plan, Rs. 20 crore under Plan also for Flood Protection and R&B Sector.
- Annual Plan 2010-11 for Rs. 6000 crore submitted excluding Rs. 1206 crore under Prime Minister's Reconstruction Plan (PMRP).
- Plan Revenue Expenditure (PRE) estimates at Rs. 927 crore. Plan Capital Expenditure (PCE) Rs. 6279 crore and Rs. 850 crore under CSS.
- Rs. 7.62 crore for strengthening of Regional Rural Banks.
- Rs. 114 crore for implementation of Sher-e-Kashmir Employment & Welfare Programme for Youths.
- For bringing greater transparency and accountability in implementation of development programme, 150 projects worth Rs. 744 crore assigned to NABCONS and M/S Mckenzy.
- Rs. 60 crore for meeting cost of VRS/GHS in PSUs.
- Provision of Rs. 2051 crore for purchase of power from CPSUs and J&K SPDC.

- Completion of all ongoing Health and Educational institutions and making these fully operational by end 2010-11 a major thrust area under Plan.
- Rs. 30 crore for improving HT/LT network through CD route. Another Rs. 20 crore for creation of transformer bank.
- Rs. 35 crore envisaged for enhancing share capital of State Financial Corporation for its revival. Initial Rs. 5 crore provisioned in 2010-11.
- Rs. 20 crore for reactivation of worn out and procurement of new water supply pumps.
- Rs. 2 crore for strengthening the Planning mechanism.
- Plan outlay for Rural Development raised by 82%. Roads Sector gets 51% hike. Social Services receive 45% enhancement. Agriculture Sector outlay hiked by 28%.

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