



GOVERNMENT OF PUNJAB

ECONOMIC AND FUNCTIONAL CLASSIFICATION

OF MUNICIPAL BUDGETS IN PUNJAB

FOR THE YEAR 2005-06

(2003-04 (A/C) & 2004-05(R.E))

**ECONOMIC AND STATISTICAL ORGANISATION, PUNJAB,
CHANDIGARH**

PREFACE

Budgetary operations have assumed greater significance now a days. Government budget not only undertakes the programming of Public Sector plan outlays but also provides the mechanism for the use of selective fiscal and credit policies to modify private incentives. The role of the budgets of Local Authorities is equally significant and Urban Local Bodies have a vital role in augmentation of multifarious amenities in their command areas.

The United Nations Report entitled, "A Manual for Economic & Functional Classification to Government Transactions, 1958" is the main source of guidance on classification work.

Functional Classification Scheme classifies expenditure according to broad purpose to be served. It is designed to show how expenditure is divided among different types of services provided. All types of expenditure are given under a particular head irrespective of the fact where they appear in the budget. The functional classification enables to bring out distinction between developmental and non-developmental expenditure.

The present classification of the municipal budget is the thirty-sixth in the series since 1970-71. According to the budget, all the Municipal Councils/Corporations in the State anticipated the total revenue of Rs. 869.06 crores in 2004-05(RE) as compared to Rs. 756.14 Crores in 2003-04 (A/C) . The classification further observed that there is progressive increase in the total expenditure .The revised estimates for the year 2004-05 estimated the expenditure at Rs.893.08 crores as compared to Rs.740.72 crores in the 2003-04(A/C).

I hope that this report will be found useful by the Administrators and Research Scholars interested in the study of budgetary transactions of the Municipal Committees of State of Punjab.

Suggestions, if any, for improvement of the coverage and contents of this report are welcome.

CHANDIGARH

DATED: 28-1-08

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Chapter 1

Introduction

The budget exhibits the detailed information regarding revenue and expenditure and other financial transactions. It is framed for the judicious scrutiny and authorization of expenditure and revenue proposals in a given financial year in terms of various departments and purposes. But this document does not give clearly the economic significance of various heads of revenue and expenditure. Rather it becomes difficult to have clear pictures of capital formation, savings etc. This lacuna is removed by reclassifying and regrouping the financial transactions into meaningful economic categories.

In the democratic set-up of government, The Municipalities / Corporations also play an important role in the development of the urban areas. Under Rule II of the Municipal Accounts code, 1930, all the Municipal Committees / Corporations are required to submit their annual budgets on the G-1 Form to their respective Deputy Commissioners / Commissioners for approval. Since this is an important sector of the economy, proper analysis of its transactions is very useful. Thus, the importance of economic and functional classification of the Budgets of Municipal Committees/Corporations need no emphasis. For the purpose of economic-functional classification the approved copies of the Budgets were procured from all the Municipalities/Corporations and compiled and classified at State level. The present economic-functional classification is based on the pattern of Economic & Purpose Classification of the State Government Budget.

Principals of Economic Classification

The system of classification adopted here is based on a series of distinctions useful for analyzing their economic impact on the rest of the economy. Current transactions in goods and services are separated from transfers. The current transaction of municipal administration are distinguished from the current operations of departmental commercial undertaking as current expenditure of the former on wages and salaries and goods and services are final outlay but those of the later are intermediate expenditure such as cost of raw material, fuels etc. We may say such expenditure represents expenses of production and not expenditure such as cost of raw material, fuels etc. We may say such expenditure represents expenses of production not expenditure on final goods and services. Purely financial transactions are again separated from transactions in goods and services and transfers.

The details of the significant economic heads are given under the following five accounts:-

- Account I. Transactions in Commodities and Services and Transfers:
Current Account of Municipal Committees/Corporations.
- Account II. Transactions in Commodities and Services and Transfers:
Current Account of Departmental Commercial Undertakings.
- Account. III Transactions in Commodities and Services and Transfers:
Capital Account of Administration and Departmental Commercial Undertakings of Municipal Committees/Corporations.
- Account. IV. Changes in Financial Assets and Liabilities. Capital Account of Municipal Committees/Corporations.
- Accounts. V. Cash and Capital Reconciliation Account of Municipal Committees/Corporations.

CHAPTER II
THE SET OF ACCOUNTS
Five accounts containing the reclassified data from the Budget of Municipalities/Corporations for 2003-04 (A/C) 2004-05 (R/E)
ACCOUNT 1

(Rs.in Lakhs)

Transaction in commodities and Services and transfers:							
S.N	Expenditure	Accounts 2003-04	Revised Estimates 2004-05	Serial No.	Revenue	Accounts 2003-04	Revised Estimates 2004-05
0	1.	2.	3.	4.	5.	6.	7.
1	Consumption Expenditure (1.1+1.2)	33160.65	40084.01	1	Tax Revenue	59392.60	67442.58
1.1	Wages and Salaries	31805.30	36261.57	1.1	Direct Taxes	7673.93	8290.77
1.2	Net purchases of commodities & services including RM (a (-) b)	1355.35	3822.44	(a)	Profession and trade Tax	89.00	95.00
(a)	Purchases of commodities & Services	8579.43	11079.02	(b)	Servant Tax	-	-
(b)	Less sale of commodities and services	7224.08	7256.58	(c)	Taxes on Houses and Lands	7584.93	8195.77
2	Transfer Payments (2.1+2.2+2.3)	1733.73	2195.59	1.2	Indirect Taxes	51718.67	59151.81
2.1	Interest	53.65	348.00	(a)	Octroi	50133.18	56883.95
2.2	Grants	236.07	257.96	(b)	Terminal Tax	-	-
2.3	Other current transfers	1444.01	1589.63	(c)	Taxes on Vehicles	130.95	149.61
				(d)	Taxes on Animals (Including registration of dogs)	-	-
				(e)	Fees for Vehicles licenses	233.91	255.55
				(f)	License fee for job porters	-	-
				(g)	Dangerous and offensive trade License fee	100.44	111.61
				(h)	Tolls on vehicles and animals	37.04	41.28
				(i)	Local rates	-	-
				(j)	Fees for letting of Fire-works	-	-
				(k)	Miscellaneous-other Taxes and duties	1085.58	1683.84
				(l)	Advertisement Tax	7.57	25.97
	Total (1+2)	34894.38	42279.60		Total (of Sr. No. 1 or 1.1+1.2)	59392.60	67442.58

C.O.

CHAPTER II
THE SET OF ACCOUNTS
Five accounts containing the reclassified data from the Budget of Municipalities/Corporations for 2003-04 (A/C) 2004-05 (R/E)
ACCOUNT 1

(Rs.in Lakhs)

Transaction in Commodities & Services and Transfers							
Serial No.	Expenditure	Accounts 2003-04	Revised Estimates 2004-05	Serial No.	Revenue	Accounts 2003-04	Revised Estimates 2004-05
	Total from previous page	34894.38	42279.60		Total from previous page	59392.60	67442.58
3.	Savings on current account	32588.74	34475.32	2	Income from property and Entrepreneurship	4731.31	5500.65
				2.1	Profit transferred by Departmental commercial Undertakings	-	-
				2.2	Income on investment	-	-
				2.3	Interest receipts	8.71	11.40
				2.4	Income from Municipal Properties (rents on land buildings)	4722.60	5489.25
				3	Miscellaneous Receipts	3106.10	3359.82
				4	Revenue grants and contributions	253.11	451.87
	Total(1+2+3)	67483.12	76754.92		Total (Sr.No.1+2+3+4)	67483.12	76754.92

ACCOUNT II
Current account of Departmental Commercial Undertakings of
Municipal Committees / Corporations

Transaction in commodities and Services and Transfers							(Rs.in '000)	
S.N	Expenditure	2003-04 Accounts	2004-05 Revised Estimates	Serial No.	Revenue	2003-04 Accounts	2004-05 Revised Estimates	
1.	2.	3.	4.	5.	6.	7.	8.	
1.	Wages & Salaries	-	-	1	Gross Sale Proceeds	-	-	
2.	Commodities and services	-	-	(a)	Electricity Department of Amritsar	-	-	
3.	Repairs & Maintenance	-	-		Municipal Corporation	-	-	
i)	Wages & Salaries	-	-	(b)	Transport	-	-	
ii)	Commodities and services	-	-	(c)	Water Supply	-	-	
4.	Interest	-	-					
5.	Provision for depreciation	-	-					
6.	Profit transferred to current account	-	-					
Total		-	-	Total		-	-	

There is no Departmental commercial undertakings in Punjab under Municipal Corporations and Councils.

ACCOUNT III
Capital Account of Administration and Departmental Commercial Undertakings of
Municipal Committees Corporations (Rs. In Lakhs)

Transaction in commodities and Services and Transfers							
S N.	Expenditure	Accounts 2003-04	Revised Estimates 2004-05	Serial No.	Revenue	Accounts 2003-04	Revised Estimates 2004-05
1.	2.	3.	4.	5.	6.	7.	8.
1.	Gross capital formation (A+B)	29608.58	35395.87	1.	Gross savings	32588.74	34475.32
(A)	General Departments (1.1+1.2)	29279.49	35239.02	1.1	Savings on current Account of Municipal Committees/Corporations	32588.74	34475.32
1.1	Buildings an other construction	27704.63	34109.34	1.2	Provisions for depreciation of D.C.U.'s.	-	-
(a)	New Outlay	27606.99	33913.54	2	Capital transfer Capital Grants, contributions and recoveries)	165.29	278.13
(b)	Renewals and replacement	97.64	195.80	3	Balance: Deficit on all transactions on commodities and services and transfers	(-)3145.45	642.42
1.2	Machinery and equipments	1574.86	1129.68				
(a)	New Outlay	1574.86	1129.68				
(b)	Renewals and replacement	-	-				
(B)	Commercial Undertakings (Total 1.3+1.4+1.5)	329.09	156.85				
1.3	Buildings and other Constructions	-	-				
(a)	New Outlay	-	-				
(b)	Renewals and replacements	-	-				
1.4	Machinery & Equipments	-	-				
(a)	New Outlay	-	-				
(b)	Renewals and replacements	-	-				
1.5	Net increase in Inventories	329.09	156.85				
(a)	Gross Expenditure in inventories	174.31	200.64				
(b)	Gross income form inventories	503.40	357.49				
2.	Capital Transfers	-	-				
Total(1.1 to 1.5+2)		29608.58	35395.87	Total (1+2+3)		29608.58	35395.87

Account IV

Changes in financial assets and Liabilities Capital Account of Municipal Committees / Corporations.

(Rs. In Lakhs)

Asset Liabilities of Capital Outgoing & Incoming							
S N.	Outgoings	Accounts 2003-04	Revised Estimates 2004-05	Serial No.	Incomings	Accounts 2003-04	Revised Estimates 2004-05
1.	2.	3.	4.	5.	6.	7.	8.
1.	Loans and Advances(a+b)	2500.06	4332.59	1	Loans	238.95	2258.64
(a)	For Capital formation	2250.05	3899.32	2	Balance: Net Increase Financial Assets and Liabilities	2261.11	207395
(b)	For Current consumption	250.01	433.27				
2.	Unearmarked Investment	-	-				
3.	Investment in securities	-	-				
Total (Sr.No.1+2+3)		2500.06	4332.59	Total (Sr.No.1+2)		2500.06	4332.59

ACCOUNT V

Cash and Capital Reconciliation Accounts of Municipal Committees / Corporations

(Rs. In Lakhs)

Cash & Capital Reconciliation of Accounts							
	Serial No. Outgoings	Accounts 2003-04	Revised Estimates 2004-05		Serial No. Incomings	Accounts 2003-04	Revised Estimates 2004-05
1.	2.	3.	4.	5.	6.	7.	8.
1.	Deficit on all Transactions on commodities and Services and Transfers (balancing item of account – III)	(-)3145.45	642.42	1.	Decrease in cash Balances	(-)884.34	2716.37
2.	Net increase in financial Assets and Liabilities (Balancing item of Account IV)	2261.11	2073.95		-	-	-
Total (1+2)		(-) 884.34	2716.37	Total (1)		(-)884.34	2716.37

CHAPTER – III

Major Findings

The main findings emerging from the economic classification of Municipal Budgets are discussed below:-

Total Expenditure- The total expenditure of 128 Municipal Committee /Councils/and 5 Corporation in Punjab was Rs.80027.55 Lakhs during 2004-05 (Revised Estimates) as compared to Rs.66929.36 Lakhs during the years 2003-04 (Accounts) registering an increase of 19.57 percent in 2004-05 (Revised Estimates) over 2003-04 (Accounts). The Municipal Committees/Corporation incurred expenditure mainly on wages and salaries of Municipal staff, construction of roads, payments and maintenance of streets and drainage works. The allocation by types of expenditure is given in the below given Table No.-I

Table No.1 Total Expenditure

(Rs. In Lakhs)

Expenditure			
S.N	Items	Accounts 2003-04	Revised Estimates 2004-05
0	1	2	3
1.	Final Outlays (a+b)	62769.23 (93.78%)	75479.88 (94.32%)
	(a) Consumption expenditure of Municipal Committees/Corporations (Vide Account I)	33160.65 (52.83%)	40084.01 (53.11%)
	(b) Gross capital formation (Vide Account III)	29608.58 (47.17)	35395.87 (46.89)
2.	Transfer payments to the rest of the economy (Total a+b)	1899.02	2473.72
	(a) Current transfer (Vide Account No. I)	1733.73	2195.59
	(b) Capital transfer (Vide Account No. III)	165.29	278.13
	Financial investment and Loans to the rest of the Economy (Net) (Vide Account IV)	2261.11	2073.95
Total Expenditure (1+2+3)		66929.36	80027.55

Note:-128 Municipal Committees and 5 corporations in Punjab are taken in this analysis.

Final outlays:

The Final outlays represent the direct demand for consumption expenditure, capital formation etc of the Municipal Committees / Corporation. Final outlays constitute the major expenditure i.e.94.32 percent in 2004-05 (Revised Estimates) as against 93.78 percent in 2003-04 (Accounts) of the outlays of Rs.75479.88 lakhs and 62769.23 respectively. Rs. 40084.01 lakhs (53.11 percent) constituted consumption expenditure as against Rs.33160.65 lakhs (52.83 percent) during 2003-04(Accounts).

Transfer payments, financial investments and loans (net)

The transfer payments, loans and advances to the rest of the economy were proposed Rs.4547.67 lakhs for the year 2004-05 (Revised Estimates) . The corresponding figures for the year 2003-04(A) is Rs.4160.13.

Gross capital Formation:-

Gross capital Formation the total outlay, the consolidated revised estimates of the Municipal Committees/Corporations in Punjab proposed the gross Capital Formation as 46.89 percent (35395.87 Lakhs) as compared to 47.17 percent (29608.58 Lakhs) during 2003-04 (Accounts) (Table No .1)

Table No.2 Total Financial Assistance for Capital Formation**(Rs.in Lakhs)**

Financial Assistance			
S.N	Items	Accounts 2003-04	Revised Estimates 2004-05
0	1	2	3
1	Investment in securities (Vide Account IV)	-	-
2.	Loans and capital formation Account IV	2500.06	4332.59
3.	Unearmarked Investment (Vide Account IV)	-	-
Total Financial Assistance for Capital Formation (1+2+3)		2500.06	4332.59

Capital Formation out of Budgetary Resources: -

Total capital formation out of the budgetary resources was 89.54 percent undertaken by the Municipal Committees / Corporations directly during 2004-05 (Revised Estimates) whereas the corresponding contribution to the total capital formation was 92.50 percent in 2003-04 (Accounts) respectively.(Table No.2 &3)

Table No.3Gross Capital formation out of the budgetary resources of Municipal Committees / Corporations**(Rs.in Lakhs)**

Gross Capital Formation			
S.N	Items	Accounts 2003-04	Revised Estimates 2004-05
0	1	2	3
1.	Gross Capital Formation by Municipal Committees / Corporations (No.II)	29608.58 (92.50)	35395.87 (89.54)
2.	Renewals and replacements (A/C-III)	97.64	195.80
3.	Net Capital formation by Municipal Committees / Corporations(1-2)	29510.94	35200.07
4.	Financial Assistance for capital formation to the rest of the economy (A/C-IV)	2500.06	4332.59
Total capital formation (Net) of the Budgetary Resources of Municipal Committees / Corporations(3+4)		32011.00	39532.66

The above table depicts that total outlay provided for capital formation by Municipal Committees/Councils /Corporation out of their budgetary resources Rs.39532.66 lakh in 2004-05 (RE), Rs32011.00 in 2003-04(Accounts), showing an increase of 23.50 percent in 2004-05(RE), over 2003-04 (Accounts), .The percentage of total outlay for Capital Formation to the total expenditure during the years 2004-05 (RE), 2003-04 (Accounts) was 49.40% and 47.83% respectively. (Table No.1 & Table No.3)

Table No.4 Current Receipts of Municipal Committees / Corporations**(Rs. In Lakhs)**

Receipts			
S.N	Items	Accounts 2003-04	Revised Estimates 2004-05
0	1	2	3
1.	Tax Revenue (A/C-I)	59392.60 (88.01%)	67442.58 (87.87%)
2.	Income from property and Entrepreneurship (A/C-I)	4731.31	5500.65
3.	Miscellaneous Receipts (A/C-I)	3106.10	3359.82
4.	Revenue grants and contributions (A/C-I)	253.11	451.87
Total (1+2+3+4)		67483.12	76754.92

Current receipts: - The total current revenue of Municipal Committees/Corporations in Punjab was Rs.76754.92 Lakhs in 2004-05 (RE) as against 67483.12 lakhs in 2003-04(Accounts). The revenue increase has been worked out to 13.74 percent during 2004-05 over 2003-04(Accounts) out of the total revenue of 76754.92 lakhs in 2004-05 (RE) Rs.67442.58 lakhs (87.87%) was from tax revenue. The corresponding percentage for 2003-04(Accounts) was 88.01 percent. (Table No.4)

**Table No.5 Current outgoings of Municipal Committees / Corporations
(Rs.in Lakhs)**

Out goings			
S.N	Items	Accounts 2003-04	Revised Estimate 2004-05
0	1	2	3
1.	Consumption expenditure (Vide Item I Account I)	33160.65 (95.03%)	40084.01 (94.81%)
2.	Transfer payments (Vide Item Account I)	1733.73 (4.97)	2195.59 (5.19%)
Total (1+2)		34894.38	42279.60

Current Outgoing: - The current outgoings which consist of consumption expenditure and transfer payments were Rs.42279.60 lakhs during 2004-05 (RE) Rs.34894.38 lakhs during 2003-04 (Accounts). This shows an increase of 21.17 percent during 2004-05 (RE) over 2003-04 (Accounts). Consumption expenditure constitute the major portion of the current outgoings. Its contribution to total current outgoing were 95.03 percent and 94.81 percent respectively during the above periods whereas the contribution of Transfer payment to total current outgoings during the above periods were only 4.97 percent and 5.19 percent respectively.

Table No.6 Gross Net savings of the Municipal Committees / Corporations**(Rs. In Lakhs)**

Gross Net Savings			
S.N	Items	Accounts 2003-04	Revised Estimate 2004-05
0	1	2	3
1.	<u>Gross Savings(a+b+C)</u>	32686.38	34671.12
(a)	Savings of Municipal Administration (Vide Item No. 3 in Account I)	32588.74	34475.32
(b)	Depreciation provision of Departmental Commercial Undertakings (Vide Item No. 5 in Account II)	-	-
(c)	Expenditure on Renewals and Replacement (Vide Item No. 1.1 (b) &1.3(b) in Account III)	97.64	195.80
Net Savings a-(b+c)		32491.10	34279.52

Gross and Net Savings:- Gross savings comprises of savings of Municipal Administration i.e. the surplus of Municipal Current receipts over Municipal current expenditure and depreciation provisions of Departmental Commercial undertakings of Municipal Committees / Corporations. Net savings are equal to gross savings less expenditure on renewals and replacements.

Income Deficit/Surplus.

The income deficit of the 128 Municipal Committees and 5 Corporations in the State as measured by the excess of net investment over net savings is given in the below given table .

Table No.7 Income deficit of all the Municipal Committees/Corporations

(Rs. In Lakhs)

Income Deficit			
S.N	Items	Accounts 2003-04	Revised Estimate 2004-05
0	1	2	3
1.	Investment by Municipal Committees/Corporations (Net) (Table 3)	29510.94	35200.07
2.	Savings by Municipal Committees/Corporations (Net)(A/C-I)	32588.74	34475.32
Income deficit of Municipal Committees/Corporations (2-1)		3077.80	(-)724.75

Other Deficit/Surplus

The deficit in income account as indicated above is a measure of the gap to be filled up by Municipal Committees/Corporations net borrowings. Another measure of deficit is provided by the sum of balancing items in Account III and Account IV. This deficit which denotes total requirements of finance for the Municipal Committees/Corporations is shown in below given table no.7 Contd.

Table No. 7-Contd: Income deficit of all the Municipal Committees/Corporation.

(Rs. In Lakhs)

Income Deficit			
S.N	Items	Accounts 2003-04	Revised Estimates 2004-05
0	1	2	3
1	Deficit in all transactions on commodities and Services and transfers (Vide balancing item no. 6 in Account III)	(-)3145.45	642.42
2	Net increase in financial Assets (Vide balancing items no. 6 Account IV)	2261.11	2073.95
Deficit Denoting total Requirements of finance (1-2)		(-)884.34	2716.37

**Table No. 8 Total income generation by the Municipal Committees / Corporations
(Rs. In Lakhs)**

Income Generation of Expenditure			
S.N	Items	Accounts 2003-04	Revised Estimate 2004-05
0	1	2	3
1	Wages and Salaries (Vide Account I, Item 1.1)	31805.30	36261.57
2	Net output of Departmental commercial undertakings	-	-
3	Wages and salaries components of Municipal Committees / Corporations outlay on buildings and constructions	9193.13	11293.21
Total (1+2+3)		40998.43	47554.78

Contribution to income generation by the Municipal Committees / Corporations:-

The budgetary operations of all the Municipal Committees / Corporations during the year 2004-05 (RE) are accepted to generate a total income of Rs. 47554.78 lakhs. During 2003-04 (Accounts) such income generated works out to Rs. 40998.43 Lakhs.

Table No.9 Economic classification – Percentage distribution of expenditure

Economic Classification			
S.N	Heads	Accounts 2003-04	Revised Estimates 2004-05
0	1	3	4
1.	Consumption expenditure	38676.86 (53.45)	45951.62 (52.27)
2	Grants	-	-
3	Interest	53.65 (0.07)	348.00 (0.40)
4	Subsidy	-	-
5	Other current transfer payments	1444.01 (2.00)	1589.63 (1.81)
6	Total current expenditure (1 to 5)	40174.52 (55.52)	47889.25 (54.47)
7	Gross capital formation	29453.80 (40.70)	35439.66 (40.31)
	i) Buildings and other construction	27606.99 (38.15)	33913.54 (38.57)
	ii) Machinery and equipments	1574.86 (2.18)	1129.68 (1.28)
	iii) Increase in inventories	174.31 (0.24)	200.64 (0.23)
	iv) Renewals and replacements	97.64 (0.13)	195.80 (0.23)
8	Capital transfers	-	-
9	Unearmarked investment /Grants	236.07 (0.33)	257.96 (0.29)
10	Loans and Advances	2500.06 (3.45)	4332.59 (4.93)
11	Total capital expenditure (7 to10)	32189.93 (44.48)	40030.21 (45.53)
Grand Total (6+7+11)		72364.45 (100.00)	87919.46 (100.00)

Note-: Figures in Brackets shows the percentage of respective column.

CHAPTER IV

Reconciliation

In this chapter an attempt has been made to reconcile the figures relating to the total revenue and expenditure of Municipal Committees / Corporations budget with the total revenue and expenditure as worked out by the economic classification scheme. The various adjustments in the economic classification to arrive at the figures given in the Municipal budget for the year under review are spelt on in detail in the statement given below:-

(Rs. In Lakhs)

Revenue			
S.N	Revenue	Accounts 2003-04	Revised Estimate 2004-05
0	1	2	3
1	Revenue as shown in the Municipal Budgets (Appendix)	75614.84	86905.76
2	Sale of commodities and services treated as deduction of consumption expenditure	1707.87	1388.97
3	Inventories as treated income in the Municipal budgets	503.40	357.49
4	Capital transfers (Capital grants and contributions and recoveries).	165.29	278.13
5	Sale-Proceeds of Water Supply	5516.21	5867.61
6	Loans (incomings)	238.95	2258.64
7	Add Profit of departmental commercial undertakings	-	-
8	Total adjustments (2 to 7)	8131.72	10150.84
Total revenue as shown in economic classification (Sr 1 (-) 8)		67483.12	76754.92

(Rs. In Lakhs)

Expenditure			
Serial No.	Items	Accounts 2003-04	Revised Estimates 2004-05
0	1	2	3
1	Total Expenditure as shown in the Municipal Budgets (Appendix)	74072.32	89308.43
2	Sale of commodities and services, treated as deduction of consumption expenditure	1707.87	1388.97
3	Gross increase in inventories	174.31	200.64
4	Current expenditure of departmental commercial undertakings	-	-
5	Loans (incomings)	238.95	2258.64
6	Net increase in inventories	329.09	156.85
7	Total adjustments	4692.74	5275.78
Total expenditure as shown in the economic classification (Sr.No.(-) 2 to 7)		66929.36	80027.55

CHAPTER V

Notes on the Accounts, their Derivation and Rationale Account I. Transactions in Commodities and Services and Transfers:

Current Account of Municipal Committees/Corporations in the State:

Account -1

This account deals with the current revenue and expenditure of all the Municipal Committees/Corporations in the State. All departments other than those listed under Account II in the chapter are considered as administrative for the purpose of this classification. The current expenditure of administrative departments consists of the final outlay, of Municipal Committees/Corporations on current account which represents consumption. The final outlays are made up of purchases of commodities and services and wages and salaries payments. Besides final outlays, Municipal Committees/Corporations make transfer payments, i.e. grants scholarships, prizes etc. to the rest of the economy which indirectly add, to the disposable income of the community. To meet the current expenditure, Municipal Committees/Corporations appropriate a part of the income of the community through a variety of taxes, miscellaneous receipts accruing during the course of administration. In addition, Municipal Committees/Corporations have an investment income from property and entrepreneurship. The Municipal Committees/Corporations also receive revenue grants, contributions and recoveries from the State Government and others. The excess of the current receipts over current expenditure denote the savings of the Municipal Committees/Corporations available for capital formation. Some of the items included in this Account are explained as below:-

Expenditure:-

Item 1.1 Wages and Salaries: - This item includes pay of the establishments (other than traveling and daily allowances), other allowances and honorarium and 50 per cent to the expenditure incurred on unclassified miscellaneous heads. Wages and Salaries also include contributions to provident funds.

Item 1.2 Commodities and Services:- This item includes all expenditure under contingency, office supplies, fuel and light, expenditure on repairs and maintenance, printing, traveling and daily allowances, telephone and telegraph charges, taxes and rent of hired buildings and machinery and equipment, 50 per cent lump-sum miscellaneous unclassified, charges and other items for current operation.

Item No.2 Transfer Payments: - Transfer payments include grants, scholarships, stipends, prizes and awards, etc.

Item No.3 Savings on current account: The balancing item on the current account of the Municipal Committees/Corporations represents the savings of this sector, i.e. surplus of current receipts over current expenditure.

Revenue:

Item No. 1 Tax Revenue: Tax revenue is classified into direct and indirect taxes. Direct taxes are levied by public authorities at regular intervals on income from employment, property, capital, gains, etc. and on financial assets and the net or total worth of enterprises non-profit institutions or households. Taxes falling under this category of Municipal Committees/Corporations are profession and trade tax, servant taxes on house and lands, taxes on goods and services that the chargeable to business expenses and taxes on the possession or use of goods and services by households are treated as indirect taxes. The main categories in the Municipal Committees/Corporations Budgets are octroi, terminal tax, taxes on vehicles and animals, fees for vehicle licenses, dangerous and offensive trade license fees, licence fees for job porters, tolls on vehicles and animals, local rates, advertisement tax, miscellaneous other taxes and duties.

Item No.2 Income from property and entrepreneurship: - This records the income receivable by the Municipal Committees/Corporations from departmental Commercial Undertakings as well as the net rent, interest and dividend accruing to them from the ownership of building or financial assets.

Item No.3 Miscellaneous Receipts: - This item includes fines and penalties, births and deaths registration fees, copying fees etc.

Item No.4 Revenue Grants, Contributions and Recoveries: - These are current receipts accruing from the State Government and various Committees and Boards.

Account II - Transactions in Commodities and Services and Transfers:

Current Account of Departmental Commercial Undertakings.

The Departmental Commercial Undertakings, briefly be defined agencies producing goods and services that are not provided free of charge. The essential characteristics distinguishing these departments from other administrative departments are that they charge for what they provide according to use and are thus able to meet a part or most of their costs from their sale proceeds. In this study electricity, transport and water supply have been classified as Departmental Commercial Undertakings.

The expenditure side of the Departmental Commercial Undertakings spell out the current expenditure into wages and salaries, commodities and services, repairs and maintenance, interest, provision for depreciation and profit which is transferred to Administrative Departments. Repairs and maintenance expenditure is shown separately because of the importance of such expenditure of the efficient working of commercial enterprises. This expenditure is further divided equally between wages and salaries and commodities and services since the required details are not available in budgets of the Municipal Committees/Corporations. On the revenue side the gross sale proceeds are given.

Account III- Transactions in Commodities and Services and Transfers:-

Capital Account of Administration and Departmental Commercial Undertakings of Municipal Committees/Corporations.

This Account is concerned with the total capital outlay representing physical assets and formation by the Administrative Departments and Commercial Undertakings of the Municipal Committee/Corporations. The savings transferred from Account I and capital grants received by the Municipal Committees/Corporations constituted the source of finance for all expenditure recorded in this Account.

The difference between savings and capital formation is often used in economic analysis as a measure of budgetary deficit. The deficit which is shown as balancing item in Account III along-with net increase in financial assets and liabilities in Account Iv gives the total requirements of finances of the Municipal Committees/Corporations. Gross fixed capital formation classified into buildings and other constructions and machinery and equipments as given below of Administrative Departments of Departmental Commercial Undertaking.

Item 1.1 Buildings and Other Constructions: - This item includes all expenditure on works of buildings and reservoirs, constructions of roads and payments of streets.

Item 1.2 (a) Machinery and equipments: Machinery and equipments includes expenditure incurred on the purchase of tools and plants by the Municipal Committees/Corporations of the State.

1.2 (b) Renewals and replacements: - Expenditure on repairs and renewals on water supply works has been divided into renewals and repairs on 50:50 basis.

Item 1.5 Increase in Inventories: - This item represents increase or decrease in work stores and stock of goods, etc. Suspense Account is included under the head 'Work Stores'.

Revenue:-

Receipt on capital Account: - Receipts available for capital formation consists of gross savings on Current Account brought over from accounts I and II, capital grants, contributions and recoveries from the State Government and other institutions.

Account IV- Changes in financial assets and Liabilities:-

Capital Account of Municipal Committees/Corporations in the State.

This Account which shows the changes in the financial assets and liabilities of the Municipal Committees/Corporations in the State is converted with transactions in financial investments and repayment of loans and advances. The balancing items of this Account representing net financial assets and liabilities when added to the deficit in Account III which gives the total requirements of finance of the Municipal Committees/Corporations for fixed assets formation and for the accumulation of financial claims against the rest of the economy.

Account V- Cash and capital reconciliation account of Municipal Committees/Corporations in the State.

This account sums up the net position in respect of Accounts III and IV showing the effect of all transactions of the Municipal Committees/Corporations in the State, on its cash position. As stated earlier, Account III gives the net position in respect of all transactions in commodities and services and transfers while account IV bring out the net position in respect of financial assets and liabilities

Functional Classification

CHAPTER VI

PRINCIPLES OF FUNCTIONAL CLASSIFICATION

Economic classification groups the primary items of expenditure by their economic character while functional classification groups them according to the particular purpose they serve. It is designed to show how expenditure is divided into different types of service provided. It gives information about public expenditure devoted to a particular service or group of services, say education, health or housing and community, services etc.

The functional classification excludes current expenditure on goods and services of Departmental Commercial Undertakings. These enterprises produce goods and services that are sold largely outside the public sector. Their current expenditure on goods and services is an intermediate expenditure which represents cost of production and net expenditure on final goods and services. It may also be noted that the functional classification is not applied to receipts except to those which may be considered as offsets to expenditure on goods and services included in this type of classification such as proceed from sale of goods and services.

All items of expenditure have been grouped under different broad functional categories. The U.N reports i.e., a Manual for Economic and functional Classification of Government Transactions, 1958 and a System of National Accounts, 1968 serve as guidelines.

The list of major and minor purpose categories as under:-

1. General public services.
- 1.1 General administration, external affairs, public order and safety.
- 1.2 General research.
2. Defence
3. Education
- 3.1 Administration, regulation and research.
- 3.2 Schools, universities and institutions including subsidiary services.
4. Health.
- 4.1 Administration, regulation and research.
- 4.2 Hospitals, clinics and other Health Services.
5. Social security and welfare services.
6. Housing and other Community amenities.
7. Cultural, Recreational and Religious services.
8. Economic Services.
- 8.1 General Administration Regulation and Research.
- 8.2 Agricultural Forestry, Fishing and Hunting.
- 8.3 Mining, Manufacturing and Construction.
- 8.4 Electricity, Gas, Steam and water.
- 8.5 Water Supply.
- 8.6 Transport and Communication.
- 8.7 Other Economic Services.
9. Other Services.
- 9.1 Relief Operation.
- 9.2 Interest (other misc. services)
- 9.3 Public Debt.

Economic and Functional Classification have been combined into a single two way cross classification by significant economic and functional categories. It relates to budgetary expenditure for the year 2003-04 (Accounts) 2004-05 (Revised Estimates). The Table 6.1 splits up horizontally, the expenditure on each service for the years under review into significant economic categories. The broad division of economic classification are current and capital expenditure while that of functional classification are general government services, defence, education medical and public health, social security welfare services, housing and community amenities, cultural, recreational and religious services, economic services and other purposes. From this, it is very easy to see the nature of expenditure on each group of services. For example, it can be seen how much is spent on goods and services of a gross capital formation for promoting education health, water supply etc. Table 6.2 depicts the percentage distribution of the total expenditure among the functional categories. These figures when presented for number of years would be useful in studying trends in the expenditure.

Table 6.1- Economic and Functional Classification of Municipal Budgets-2003-04 Accounts

(Current Expenditure)									
S.No.	Economic classification/ Functional classification	Wages and Salaries	Purcha-se of goods and services & R.M	Consum- ption expenditure (2+3)	Less Outside sales	Net consumption expenditure (4-5)	Inter- set	Other current transfers	Total current expenditure (6+7+8)
0	1	2	3	4	5	6	7	8	9
1	General Government Services	9777.35	2725.36	12502.71	1707.87	10794.84	-	-	10794.84
2	Defence	-	-	-	-	-	-	-	-
3	Education	7.34	1.10	8.44	-	8.44	-	-	8.44
4	Medical and public health	11969.61	1217.88	13187.49	-	13187.49	-	-	13187.49
5	Social security and welfare services	-	-	-	-	-	-	-	-
6	Housing and community services	5316.96	3601.05	8918.01	(Rs. In Lakhs) -	8918.01	24.34	1444.01	10386.36
7	Cultural recreational and religious services	1598.34	212.87	1811.21	-	1811.21	-	-	1811.21
8	Economic services	3135.70	821.17	3956.87	-	3956.87	-	-	3956.87
i)	Agricultural, Forestry, Fishing and hunting.								
ii)	Water supply	3135.70	821.17	3956.87	-	3956.87	-	-	3956.87
iii)	Transport services	-	-	-	-	-	-	-	-
iv)	Electricity Services	-	-	-	-	-	-	-	-
9	Other purposes	-	-	-	-	-	29.31	-	29.31
i)	Interest	-	-	-	-	-	29.31	-	29.31
ii)	Loans and advances	-	-	-	-	-	-	-	-
Grand total (1 to 7+8+9)		31805.30	8579.43	40384.73	1707.87	38676.86	53.65	1444.01	40174.52

Table 6.1 Contd-Economic and Functional Classification of Municipal Budgets-2003-04 Accounts

(Capital Expenditure)									
SN.	Building and other construction	Machinery and equipment	Net increase in stocks (Wrok-store)	Renewals and replacements	Loans		Unear-marked investment/ Grants	Total capital expenditure	Grand Total
					For Capital Consumption	For Current Formation			
10	11	12	13	14	15	16	17	18	19
1	3552.14	7.96	-	-	-	-	182.86	3742.96	14537.80
2	-	-	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-	-	8.44
4	261.97	3.42	-	-	-	-	-	265.39	13452.88
5	-	-	-	-	-	-	-	-	-
6	15007.18	716.64	172.28	96.98	730.73	-	53.21	16777.02	27163.38
7	2002.52	-	-	-	-	-	-	2002.52	3813.73
8	6783.18	846.84	2.03	0.66	139.04	-	-	7771.75	11728.62
i)	-	-	-	-	-	-	-	-	-
ii)	6783.18	846.84	2.03	0.66	139.04	-	-	7771.75	11728.62
iii)	-	-	-	-	-	-	-	-	-
iv)	-	-	-	-	-	-	-	-	-
9	-	-	-	-	1630.29	-	-	1630.29	1659.60
i)	-	-	-	-	-	-	-	-	29.31
ii)	-	-	-	-	1630.29	-	-	1630.29	1630.29
G.Total (1 to7+8+9)	27606.99	1574.86	174.31	97.64	2500.06	-	236.07	32189.93	72364.45

Table 6.2- Economic and Functional Classification of Municipal Budgets-2004-05 (Revised Estimates)

(Rs. In Lakhs)

(Current Expenditure)									
S.No.	Economic classification Functional classification	Wages and Salaries	Purcha-se of goods and services & R.M	Consumption expenditure (2+3)	Less Outside sales	Net consumption expenditure (4-5)	Interest	Other current transfers	Total current expenditure (6+7+8)
0	1	2	3	4	5	6	7	8	9
1	General Government Services	13438.75	3514.10	16952.85	1388.97	15563.88	-	-	15563.88
2	Defence	-	-	-	-	-	-	-	-
3	Education	9.77	1.60	11.37	-	11.37	-	-	11.37
4	Medical and public health	12749.95	1430.95	14180.90	-	14180.90	-	-	14180.90
5	Social security and welfare services	-	-	-	-	-	-	-	-
6	Housing and community services	5802.91	4095.68	9898.59	-	9898.59	23.00	1589.63	11511.22
7	Cultural recreational and religious services	1969.10	252.68	2221.78	-	2221.78	-	-	2221.78
8	Economic services	2291.09	1784.01	4075.10	-	4075.10	-	-	4075.10
i)	Agricultural, Forestry,	-	-	-	-	-	-	-	-
ii)	Fishing and hunting. Water supply	2291.09	1784.01	4075.10	-	4075.10	-	-	4075.10
iii)	Transport services	-	-	-	-	-	-	-	-
iv)	Electricity Services	-	-	-	-	-	-	-	-
9	Other purposes	-	-	-	-	-	325.00	-	325.00
i)	Interest	-	-	-	-	-	325.00	-	325.00
ii)	Loans and advances	-	-	-	-	-	-	-	-
G.Total (1to7+8+9)		36261.57	11079.02	47340.59	1388.97	45951.62	348.00	1589.63	47889.25

Table 6.2 Contd. Economic and Functional Classification of Municipal Budgets-2004-05 Revised Estimates

(Rs. In Lakhs)

(Capital Expenditure)									
SN.	Building and other construction	Machinery and equipment	Net increase in stocks	Renewals and replacements	Loans		Unear-marked invest-ment/ Grants	Total Capital expenditure	Grand Total
					For Capital Consumption	For Current Formation			
10	11	12	13	14	15	16	17	18	19
1	3797.92	-	-	-	-	-	200.00	3997.92	19561.80
2	-	-	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-	-	11.37
4	279.79	-	-	-	-	-	-	279.79	14460.69
5	-	-	-	-	-	-	-	-	-
6	18083.94	940.54	200.64	195.00	1004.85	-	57.96	20482.93	31994.15
7	2901.20	11.50	-	-	-	-	-	2912.70	5134.48
8	8850.69	177.64	-	0.80	170.29	-	-	9199.42	13274.52
i)	-	-	-	-	-	-	-	-	-
ii)	8850.69	177.64	-	0.80	170.29	-	-	9199.42	13274.52
iii)	-	-	-	-	-	-	-	-	-
iv)	-	-	-	-	-	-	-	-	-
9	-	-	-	-	3157.45	-	-	3157.45	3482.45
i)	-	-	-	-	-	-	-	-	325.00
ii)	-	-	-	-	3157.45	-	-	3157.45	3157.45
G.Total	33913.54	1129.68	200.64	195.80	4332.59	-	257.96	40030.21	87919.46

CHAPTER VII

DETAILED FUNCTIONAL CLASSIFICATION SCHEME

This chapter presents a detailed scheme for the functional classification of the Municipal Committees / Corporations budgetary expenditure. The principles of the scheme have already been discussed in the previous chapter.

The detailed scheme which is presented in the following pages is put forward as an illustration of the classification of Municipal Committees / Corporations expenditure by purpose. It can be further expanded by introducing more Programme/activities under the main category of expenditure.

Table 7.1 presents the functional classification of Municipal Committees / Corporations budgetary expenditure for the years 2003-04 (Accounts) and 2004-05 (Revised Estimates).

**Table No. 7.1 Functional classification of Municipal Committees/
Corporations Budgetary Expenditure and their percentages.**

(Rs.in Lakhs)

Functional Classification of Budgetary Expenditure			
SN	Heads/ Sub Heads	Accounts 2003-04	Revised Estimates 2004-05
0	1	2	3
1.	General Government Services (Table 6.1 & 6.2)	14537.80 (20.09)	19561.80 (22.25)
2	Defence	-	-
3.	Education	8.44 (0.01)	11.37 (0.01)
4.	Medical and public health	13452.88 (18.59)	14460.69 (16.45)
5.	Social security and welfare services	-	-
6.	Housing and community services	27163.38 (37.54)	31994.15 (36.39)
7.	Cultural recreational and religious services	3813.73 (5.27)	5134.48 (5.84)
8.	Economic services	11728.62 (16,21)	13274.52 (15.10)
i)	Agricultural, Forestry, Fishing and hunting.	-	-
ii)	Water supply	11728.62 (16.21)	13274.52 (15.10)
iii)	Transport services	-	-
iv)	Electricity Services	-	-
9.	Other Services	1659.60 (2.29)	3482.45 (3.96)
i)	Interest	29.31 (0.04)	325.00 (0.37)
ii)	Loans and advances	1630.29 (2.25)	3157.45 (3.59)
	Total	72364.45 (100.00)	87919.46 (100.00)

Figures in bracket show percentages to total.

Table 7.2 Gives information regarding expenditure and their percentages under development and non-development categories. Developmental and non-developmental expenditure of Municipal Committees / Corporations comes to Rs. 87919.40 Lakhs in 2004-05 (Revised Estimates) and Rs. 72364.45 Lakhs in 2003-04 (Accounts).

Table No 7.2 Development and non-development Expenditure
(Rs.in Lakhs)

Development & non-development Expenditure			
SN	Heads/ Sub Heads	Accounts 2003-04	Revised Estimates 2004-05
0	1	2	3
A	Development Expenditure	56167.05 (77.62)	64875.21 (73.79)
1.	Education	8.44 (0.01)	11.37 (0.01)
2.	Medical and public health	13452.88 (18.59)	14460.69 (16.45)
3.	Social security and welfare services	-	-
4.	Housing and community services	27163.38 (37.54)	31994.15 (36.39)
5.	Cultural recreational and religious services	3813.73 (5.27)	5134.48 (5.84)
6.	Economic Services	11728.62 (16.21)	13274.52 (15.10)
B.	Non Development Expenditure	16197.40 (22.38)	23044.25 (26.21)
1.	General government Services.	14537.80 (20.09)	19561.80 (22.25)
2.	Defence	-	-
3.	Other Purposes	1659.60 (2.29)	3482.45 (3.96)
i)	Interest	29.31 (0.04)	325.00 (0.37)
ii)	Loans and Advances	1630.29 (2.25)	3157.45 (3.59)
Grand Total (A+B)		72364.45 (100.00)	87919.46 (100.00)

Figures in bracket show percentages to total.

CHAPTER VIII

NOTES ON FUNCTIONAL CATEGORIES

1. **General Government Services:** - It includes remuneration of Heads of Committees /Corporation, Executive Officer, Secretary and their supporting staff. It also covers expenditure incurred on tax on land and buildings, taxes on vehicles, animals, dogs, advertisement tax, tax on entry of goods into local areas, rents on municipal lands and buildings, the tehbazari fees, building application fees, composition for and other taxes and duties on commodities and services.
2. **Defence:** - No expenditure is incurred at local bodies level under this functional head. The activities relating to this head come under the Centre and State Governments.
3. **Education:** - This head relates to expenditure incurred on general regulation and promotion of school systems, provision, management and support to primary schools, secondary schools and colleges, technical training institutions such as craft schools, sewing schools, and balwari schools. It includes scholarships and grants to individuals for educational and training purposes. Subsidiary Services such as transportation of schools, children, school meals of other ancillary services designed to promote and facilitate school attendance are covered under this head of expenditure
4. **Medical and Public Health**
 - (a) **Medical:-** It includes establishment expenses on hospitals and dispensaries, medical and dental clinics, provision of drugs and appliances and similar field Programme, charges for lunatics antirabic treatment of paupers and outlays in respect of hospitals and dispensaries and services of individual doctors, dentists, etc.
 - (b) **Public Health:** - It includes expenditure on public health direction, municipal engineer and supporting staff, vaccination, prevention and control of malaria and other epidemic diseases, burning and burial of paupers, slaughter houses, conservancy system and prevention of food adulteration.
5. **Social Security and Welfare Services:** - It consists of expenditure on relief measures. It comprises of payment of funds in cases accident, injury, sickness and other benefits to compensate for the loss. Welfare services include expenditure on child welfare, homes for and care of disabled, contributions to family welfare agencies etc.
6. **Housing and Community Services:** - This head includes expenditure on promotion of activities and facilities in respect of housing and capital expenditure in connection with housing. It covers expenditure for provision, assistance or support of housing and slum improvement activities. It also includes, street lighting street watering and fire brigade services, construction of public toilets and urinals, rehri/rickshaw stands, municipal booths and shops, octroi barriers and payment of streets and drains, Disbursement of loans to employees such as safai sewaks and other low income category of people for purchase and construction of houses.
7. **Cultural, Recreational and Religious Services:-** It includes expenditure for unkeep of facilities such as land scaping and development of parks, dak bungalow as and sarais, public libraries, play-grounds, athletic fields, swimming pools, hostels and other lodging places which are not operated on a commercial basis. Expenditure for religious purposes and contributions to religious organizations.
8. **Economic Services-**
 - (a) **Agriculture, Forestry, Fishing and hunting:-** It includes expenditure incurred on plantation or road side trees, bushing and plant protection measures. Expenditure on removal of dairies, construction of dairy sheds, etc.

- (b) **Water Supply:** - It comprises expenditure on the schemes executed by Water Supply and Sewerage Board on behalf of Municipal Committees/Corporations expenditure. It includes expenditure on wages and salaries of staff, road cutting, water rates, water and sewerage connection charges, storm water drainage, purchase of material machinery and equipments, cost of canal water, subsidy regarding water and sewerage connection charges repair of meters and consumer connections, repairs and renewals of pipes and hydrants installation of tube wells, construction of water tanks, development of slums and expenditure on collection, purification and distribution of water. Loans given to households for installation of water and sewerage connections.
 - (c) **Transport Services:** - It includes the expenditure incurred on roads and bridges.
9. **Other purposes:** - Under this head are included interest payments and repayments of loans of general character which have not been classified elsewhere.

APPENDIX

Statement showing the income and expenditure of all Municipal Committees / Corporations as given in their Budgets.

(Rs.000)

Income & Expenditure						
SN	Districts	Name of the MC's	2003-04 Accounts		2004-05 Revised Estimates	
			Income	Expend.	Income	Expend.
0	1	2	3	4	5	6
1	Gurdaspur	Gurdaspur	36978	36686	54000	51705
		Sujanpur	16007	17546	21432	18856
		Fatehgarh Churian	7567	7446	8355	8355
		Quadian	10421	9539	9130	9840
		Dhariwal	10665	12052	10825	11078
		DeraBaba Nanak	3060	2469	3570	3570
		Sri Hargobind pur	1806	1777	2125	2022
		Dina Nagar	16671	15270	20720	20720
		Batala	63652	63481	96148	96148
		Pathankot	106979	105274	118711	119669
		Total	273806	271540	345016	341963
2	Amritsar	Amritsar Corp	714292	742282	824794	824730
		Ajnala	14275	13739	15155	15650
		Rayya	8563	8261	12220	12220
		Patti	14600	14503	17490	17490
		Tarn Tarn	20713	20699	28789	28789
		Jandiala	13171	12424	15545	16221
		Majitha	4767	4849	3888	3718
		Ramdass	1756	1572	2252	2284
		Khem Karan	1544	1511	2182	2182
		Raja Sansi	6051	7219	7890	6843
		Total	799732	827059	930205	930127
3	Kapurthala	1. Kpurthala	82817	73442	102500	102500
		2.Sultanpur Lodhi	11496	11189	17605	17605
		3. Phagwara	91521	90608	99862	99862
		4. Begowal	9247	9247	10349	10349
		5. Bhulath	7098	6187	7734	6900
		6. Dhilwan	3538	3061	5530	2845
		Total	205717	193734	243580	240061

(Rs.000)

Income & Expenditure						
SN	Districts	Name of the MC's	2003-04 Accounts		2004-05 Revised Estimates	
			Income	Expend.	Income	Expend.
0	1	2	3	4	5	6
4	Jalandhar	Jalandhar Corp	889245	804438	1110519	1071000
		2. Adampur	14272	10604	13036	13036
		3. Alowalpur	3924	3924	3900	3900
		4. Bhogpur	11941	8511	15234	7836
		5. Kartarpur	15916	16028	13994	14472
		6. Nakodar	30919	28603	33189	32983
		7. Nur Mahal	13159	11294	15299	12324
		8. Philaur	18677	17693	25250	23373
		9. Gorya	18100	18100	19886	19886
		10. Shakhkot	12413	12290	12791	12830
		11. Lohian Khas	5670	4164	6254	6656
	Total	1034236	935649	1269352	1218296	
5	Nawa Shair	1. Nawa Shair	30552	30542	52408	54408
		2. Banga	19362	19818	24373	24240
		3. Balachaur	9868	8747	14190	14190
		4. Rattian	7824	6632	8350	11655
		Total	67606	65739	99321	104493
6	Hoshiarpur	1. Hoshiarpur	113939	113632	147500	147500
		2. Garhshankar	17232	15709	16860	16860
		3. Sham Chaurasi	2556	1681	2662	2080
		4. Haryana	4722	4607	6254	5077
		5. Mukerian	21139	17365	20493	20493
		6. Urmar Tanda	16477	14768	22231	22231
		7. Gardhiwala	5915	4563	6939	6939
		8. Dasua	18136	17844	21216	21216
		9. Mahilpur	11436	12390	12572	12572
		Total	211552	202559	256727	254968
7	Rupnagar	1. Rupnagar	26925	27470	31454	31475
		2. Anandpur Sahib	7793	7815	10717	9421
		3. Kurali	27584	30863	30915	32020
		4. Kharar	48377	48377	50036	49995
		5. Morinda	21537	20038	21956	23904
		6. Nangal	125680	120521	134800	157947
		7. S.A.S. Nagar	193281	220375	226824	198230
		Total	451177	475459	506702	502992

(Rs.000)

Income & Expenditure						
SN	Districts	Name of the MC's	2003-04 Accounts		2004-05 Revised Estimates	
			Income	Expend.	Income	Expend.
0	1	2	3	4	5	6
8	Ludhiana	1.Ludhiana Corp.	1996569	2013414	2193802	2521146
		2. Rajkot	20318	22697	16093	16230
		3. Jagraon	41589	41162	53113	53113
		4. Doraha	30179	26556	35875	34975
		5. Khanna	117084	110417	111503	114720
		6. Samrala	17692	17709	15860	15297
		7. Payal	4723	4987	6150	6231
		8. Machiwara	15593	15538	20600	19635
		9.Mullanpur Dakha	13157	14039	10344	9935
		10. Maloud	4362	3931	4940	4084
		11. Sahnewal	23950	23553	28322	28322
			Total	2285216	2294003	2496602
9	Firozpur	1. Firozpur	45059	47053	57234	53846
		2.GuruHar Sahai	12200	11510	16780	10054
		3.Talwandi Bhai	13770	13192	13578	13926
		4. Zira	22407	22812	27331	30115
		5. Abohar	58894	46748	72435	68444
		6. Dharmkot	-	-	-	-
		7. Fazilka	40009	39958	38896	39134
		8. Jalalabad	20897	20599	37200	37200
		9. Makhu	5838	5470	7100	8100
			Total	219074	207342	270554
10	Faridkot	1. Faridkot	33699	34327	39116	38709
		2. Kotkapura	63034	24218	79000	31000
		3. Jaitu	22101	20012	23400	19722
		Total	118834	78557	141516	89431
11	Mukatsar	1. Mukatsar	42970	40768	44443	47030
		2. Malout	39901	37855	44137	44067
		3. Giddarbaha	24444	22558	26584	27671
		4. Bariwala	2043	2312	2043	2330
		Total	109358	103493	117207	121098
12	Moga	1. Moga	131204	112892	163835	163835
		2.Bagha Purana	14686	12656	15889	16676
		3. Bathri Kalan	4040	3098	5010	4514
		4. Dharamkot	9478	9069	10079	10254
		Total	159408	137715	194813	195279

(Rs.000)

Income & Expenditure						
SN	Districts	Name of the MC's	2003-04 Accounts		2004-05 Revised Estimates	
			Income	Expend.	Income	Expend.
0	1	2	3	4	5	6
13	Bathinda	1. Bathinda	258646	256891	273697	277494
		2.Rampur Phul	28860	28752	31514	31652
		3.Bhucho Mandi	8632	8812	22247	24655
		4. Goniana	10417	10158	10980	10818
		5. Maur Mandi	12476	18500	17551	18684
		6.Raman Mandi	13997	14049	17777	17777
		7. Kot Fattah	1040	882	788	902
		8. Sangat	1835	1345	1142	1598
		Total	335903	339389	375696	383580
14	Mansa	1. Mansa	45903	46874	57206	57194
		2. Budhlada	13813	13229	25000	25000
		3. Baretta	6849	5977	5784	6408
		4. Sardulgarh	9203	7893	10808	11198
		5. Bhiki	4600	8930	6580	6580
		Total	80368	82903	105378	106380
15	Fratehgarh Sahib	1. Gobindgarh	154498	170298	176070	176935
		2. Sirhind	38580	34443	29586	25112
		3.Bassi Pathana	7218	7867	10580	10580
		4. Amloh	6618	7851	7351	7649
		5. Khamano.	7430	7430	9715	9715
		Total	214344	227889	233302	229991
16	Sangrur	1. Sangrur	49349	48557	50353	48088
		2. Sunam	39087	39557	44230	44230
		3. Malerkotla	70459	69573	88325	88391
		4. Lehragaga	15128	14864	17715	17715
		5. Dhuri	27533	27328	33310	33860
		6. Ahmedgarh	31856	32146	36225	36035
		7. Barnala	79144	67444	93830	94757
		8. Tapa	10041	9837	17020	9709
		9. Dhaula	7547	7288	7636	8050
		10. Bhadaur	6953	10542	7809	9103
		11Bhawanigarh	15085	9939	12030	3495
		12. Longowal	3668	3658	4840	4835
		13. Handya	2733	4769	3044	4420
		14. Dirba	8937	7602	7654	5107
		15. Khanauri	10907	7381	9290	12909
		16. Moohak	8208	8931	8985	7796
		17. Cheema	5649	5521	5202	5051
Total	392284	374937	447498	433551		

(Rs.000)

Income & Expenditure						
SN	Districts	Name of the MC's	2003-04 Accounts		2004-05 Revised Estimates	
			Income	Expend.	Income	Expend.
0	1	2	3	4	5	6
17	Patiala	1. Patiala	242661	236587	308000	315000
		2. Rajpura	121527	114113	105236	125313
		3. Nabha	52429	51719	49800	51058
		4. Banur	11337	10239	12845	12833
		5. dera Bassi	50166	55924	57117	55205
		6. Samana	31087	30111	20799	20002
		7. Patran	18024	18101	22015	18005
		8. Sanaur	4801	4857	4876	4660
		9. Ghanaur	3338	3364	4130	3422
		10. Ghagga	4227	3905	3784	3490
		11. Zirakpur	63272	60352	68505	85138
Total			602869	589272	657107	694126
Punjab Total			7561484	7407239	8690576	8930843