



Budget for 1987-88

E. K. Nayanar

STATEMENT MADE IN THE LEGISLATIVE ASSEMBLY

March 28, 1987

Sir,

1. I rise to lay on the table of the House, the Annual Financial Statement of the State for the financial year 1987-88.
2. Before doing so, on behalf of the Government I would like to place on record our deep gratitude to the people of Kerala for having voted us to power. It is a vindication of our stand to eradicate the forces that stand against growth and equity. Our endeavour will be to usher in a period of sustained economic growth characterised by an equitable distribution of benefits without discrimination.
3. Since the Budget has had to be presented within a few days after the general election, we have had no time to study in depth the financial needs of the various departments and the Government's overall position to meet such needs. The estimates that are presented to you were prepared on the basis of the decisions and directions of the previous Government. The Annual Financial Statement and the Demands for Grants so prepared will serve the limited purpose of fulfilling the constitutional requirements of taking a Vote on Account before 31-3-1987. This will enable the Government to meet essential expenditure during the first four months of the ensuing financial year.
4. The factual position is as follows:-

Revised Estimates for 1986-87

Revenue Account	(Rs. in crore)
Receipts	1469.84
Expenditure	1612.33
Revenue Deficit	(-)142.9
<i>Capital Account</i>	
Receipts	519.56
Disbursement	590.47
Net Capital Account	(-) 70.91

Public Account

Receipts	2184.57
Disbursement	2132.78
Net Public Account	(+) 51.79
Surplus/Deficit	(-)161.61
Opening Surplus	(+)166.36
Closing Surplus	(+) 4.75

Annual plan for 1987-88

5. The Annual Plan outlay for 1987-88 was fixed at Rs.440 crore after discussions with the Planning Commission. Out of the total outlay of Rs. 440 crore, the share of Central assistance is Rs. 219.64 crore. The balance would constitute state resources amounting to Rs. 220.36 crore. This includes additional resource mobilisation of Rs. 90.35 crore.

6. Budget Estimates for 1987-88

Revenue Account

(Rs. in crore)

Receipts	1616.78
Expenditure	1688.57
Revenue Deficit	(-) 71.79

Capital Account

Receipts	516.82
Disbursement	591.56
Net Capital Account	(-) 74.74

Public Account

Receipts	1818.11
Disbursements	1731.20
Net Public Account	(+)86.91
Overall Deficit	(-)59.62
Opening Surplus	(+) .75
Closing Deficit	(-)54.87

7. In accordance with the policies enunciated in the Governor's address to this House, comprehensive budget proposals will be made and presented in a detailed budget speech in the next session of the Assembly, along with an alteration memorandum.
8. I now submit the Budget Estimates for approval by the House.
9. Since we do not have time for a grant by grant discussion and voting by the House before the end of the financial year, I also propose to present a Vote on Account and connected Demand for meeting the expenditure during the first four months of 1987-88.

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