

STATEMENT II

Particulars of Expenditure which will be saved to Rajasthan on federal financial integration.

( In lakhs of Rupees).

Serial No.	Particulars	Former Rajasthan (Budget for year ending 30-9-49)	Jaipur (Budget for year ending 31-8-49)	Jodhpur (Revised Estimates for year ending 30-9-49)	Bikaner (Preliminary actuals for year ending 31-3-49)	Jaisalmer (Budget for year ending 31-10-49)	Matsya (Budget for year ending 31-3-49)	Total
<i>A.—Expenditure to be taken over by the Govt. of India .</i>								
1.	Cost of collection of Customs duties on foreign trade	..	..	..	..	..	..	..
2.	Cost of collection of Central Excise duties	0.27	1.20	0.55	0.02	..	0.35	2.39
3.	Cost of collection of Income-tax	0.10	..	..	0.05	..	..	0.15
4.	National Highways	4.43	3.24	4.05	..	..	1.71	13.43
5.	Defence (I.S.F. units only)	42.12	35.66	60.90	36.80	..	28.00	203.48
6.	Aviation	0.15	0.24	0.10	1.35	..	0.15	1.99
7.	Broadcasting	..	0.25	1.51	..	..	..	1.76
8.	Meteorology	0.50	0.04	..	..	..	..	0.54
9.	Archæology	0.14	0.10	0.80	..	..	..	1.04
10.	Geology (Survey)	..	..	..	..	..	..	..
11.	Patents, Copyrights, Trade Marks, Joint Stock Companies	(—)0.06	(—)0.24	(—)0.31	..	..	(—)0.03	(—)0.64
12.	Pensions of Military and other "federal" personnel (unless already included under preceding items)	..	3.42	3.25	1.10	..	2.50	10.27
13.	Audit and Accounts	3.52	2.39	3.66	1.94	..	2.07	13.58
	Total, Section 'A'	51.17	46.30	74.51	41.26	..	34.75	247.99
<i>B.—Expenditure which will cease to be incurred.</i>								
14.	Internal Customs	9.00	7.24	6.30	3.69	0.04	3.92	30.19
	Total, Section 'B'	9.00	7.24	6.30	3.69	0.04	3.92	30.19
	Grand Total	60.17	53.54	80.81	44.95	0.04	38.67	278.18

## NOTES RELATING TO STATEMENT II

### FORMER RAJASTHAN

**(1) Cost of collection of Central Excise and Income-tax**

The figures have been taken from the Budget Estimates for 1948-49.

**(2) National Highways**

The total length of National Highways passing at present through the Union is 165 out of which  $17\frac{1}{2}$  miles is already maintained by the Government of India. The cost of maintenance of  $147\frac{1}{2}$  miles which have to be taken over by the Central Government after federal financial integration has been estimated at Rs. 4.43 lakhs at Rs. 3,000 a mile. If (as is likely to be the case) the National Highways mileage should be revised before the date of Federal Financial Integration, the total cost of maintenance will require to be revised.

**(3) Defence (L.S.F. only)**

The Budget Estimates for 1948-49 provide for an expenditure of Rs. 42.12 lakhs excluding irregulars.

**(4) Aviation**

The cost of maintenance of the aerodromes in Rajasthan is estimated at Rs. 0.15 lakhs.

**(5) Meteorology**

No separate figures are available in the Budget against this item but the expenditure has been estimated at Rs. 0.50 lakhs.

**(6) Archæology**

The Budget provides for an expenditure of Rs. 0.14 lakhs.

**(7) Geology**

There is a combined Department for Geology and Mines and an expenditure of about Rs. 1.60 lakhs has been provided in the Budget for the Department. It is gathered, however, that no part of this expenditure will, after federal financial integration, be taken over by Central Government as representing "Geological Survey."

**(8) Patents, Copyrights, etc.**

There is a small receipt under this head and this has been shown as *minus expenditure* in Statement II.

**(9) Audit and accounts**

The whole of the expenditure on Audit and Accounts has been shown against this item, on the assumption that the Union will require the Central Government to assume the entire responsibility for Audit and Accounts, as is the case in Provinces at present.

**(10) Customs**

Out of the combined expenditure on Customs and Excise, the cost of customs staff alone has been estimated at Rs. 10·00 lakhs. Allowing for a 10% drop in the expenditure, consequent on the abolition of *inter-statal* Customs barriers in Greater Rajasthan, a figure of Rs. 9·00 lakhs has been shown in Statement II.

**JAIPUR****1) Cost of Collection of Central Excise**

There is a budget provision of Rs. 0·64 lakhs for tobacco Excise staff during 1948-49. To this has to be added (i) proportionate cost of supervisory staff included under the head "Customs and Excise". (Rs. 0·16 lakhs approximately) (ii) Dearness Allowance, (Rs. 0·40 lakhs approximately) thus making a total of Rs. 1·20 lakhs.

**(2) National Highways**

According to the Ministry of Transport, 108 miles of "National Highways" pass through Jaipur. The annual expenditure on these roads to be taken over by the Government of India on federal financial integration has been estimated at Rs. 3·24 lakhs at Rs. 3,000 per mile.

**(3) Defence (I.S.F. only)**

The expenditure provided for in the budget for 1948-49 is Rs. 37·19 lakhs. Deducting (i) Rs. 1·10 lakhs on account of expenditure on irregulars and (ii) Rs. 0·43 lakhs on account of miscellaneous receipts, a figure of Rs. 35·66 lakhs has been taken as the expenditure on I.S.F. Units.

**(4) Aviation**

There are various items of expenditure shown under this head, e.g., maintenance of aeroplane, salary of State pilots, etc. Only the cost of maintenance of aerodromes and landing grounds (about Rs. 0·14 lakhs shown under P.W.D.) has been included in Statement II on the assumption that the State will require the aeroplane and maintain it at its own cost after federal financial integration. There is also a provision of Rs. 0·10 lakhs for providing certain facilities to Air Services at the aerodrome at Jaipur.

**(5) Broadcasting**

The Budget Estimates for 1948-49 provide for a Capital Expenditure of Rs. 1 lakh and a Revenue expenditure of Rs. 0·25 lakhs under this head. Only the latter has been shown in Statement II. (A receipt of Rs. 0·26 lakhs on account of radio licence fees has been included under Posts and Telegraphs in Statement I.)

**(6) Joint Stock Companies**

There is a net *receipt* of Rs. 0·24 lakhs under this head and this amount has been shown in Statement II as a *minus expenditure*.

**(7) Pensions of Military Personnel**

The expenditure on existing military pensioners (I.S.F.) is Rs. 2·42 lakhs. The Budget separately provides for an addition of Rs. 1 lakh for new pensioners and one third of this has been taken as pertaining to "military" personnel. A further addition of Rs. 0·65 lakhs has been made in respect of dearness allowance, thus amounting to a total of Rs. 3·42 lakhs under the head Military pensions. Pensions in respect of other "federal" personnel will be negligible.

**(8) Audit and Accounts**

On the assumption, that the State will hand over the entire responsibility for "Audit and Accounts" to the Government of India upon federal financial integration the expenditure to be taken over will be Rs. 1·90 lakhs plus Rs. 0·49 lakhs (Dearness Allowance).

**(9) Land Customs**

The Budget provision under the combined head "Customs and Excise" is Rs. 6·58 lakhs. The cost of the customs staff alone has been estimated at Rs. 5·26 lakhs. To this has been added Rs. 2·79 lakhs for dearness allowance (estimated) making a total of Rs. 8·05 lakhs. Deducting 10% on account of abolition of inter-statal Customs barriers within Greater Rajasthan, a figure of Rs. 7·24 lakhs has been entered in Statement II. Certain Jagirdars who enjoyed customs rights are paid a compensation of Rs. 1·98 lakhs per annum for the surrender of those rights. If land customs are abolished, the continuance of the payment of compensation to the Jagirdars will not perhaps arise; the amount of compensation paid is not therefore shown in Statement II.

**(10) General**

Dearness allowance is booked under a separate sub-head under "Miscellaneous". The expenditure on account of dearness allowance in the various "federal" Departments of the State has been *estimated* and included in the figures shown against the items concerned in Statement II.

**JODHPUR****(1) Cost of collection of Customs duties on foreign trade**

As stated in Note (1) to Statement I, Jodhpur derives some revenue from Customs on trade with Pakistan. The cost of collection of such Customs revenue is included in the cost of collection of internal Customs shown in Section B of Statement II.

**(2) Cost of collection of Central Excise Duties**

Only tobacco duties are collected and the cost has been estimated at Rs. 0.55 lakhs.

**(3) National Highways**

The cost of maintenance of 135 miles of National Highways passing through Jodhpur which will be taken over by the Central Government on federal financial integration has been estimated at Rs. 3,000 per mile.

**(4) Defence**

The Revised Estimates for 1948-49 provide for an expenditure of Rs. 60.90 lakhs on regular I.S.F. Units in Jodhpur and this figure has been shown in Statement II.

**(5) Aviation**

The figure shown in Statement II represents only the cost of maintenance of aerodromes and landing grounds which are at present maintained at the expense of the Jodhpur Government.

**(6) Broadcasting**

A new broadcasting station has been opened at Jodhpur in March 1949. The Budget provides for a Capital Expenditure of Rs. 50,000 and a net revenue expenditure of Rs. 1.51 lakhs. The latter figure has been shown in Statement II.

**(7) Archaeology**

The Revised Estimates for 1948-49 provide for an expenditure of Rs. 0.81 lakhs and a receipt of Rs. 0.01 lakhs. The net expenditure has been shown in Statement II.

**(8) Geology**

There is an expenditure of Rs. 0.99 lakhs provided for in the Revised Estimates for 1948-49 under the head "Geology and Mines". This has been omitted altogether for the reasons given in Note (7) under Former Rajasthan.

**(9) Patents, Copyrights etc.**

There is a net receipt of Rs. 0.31 lakhs and this figure has been shown as a *minus expenditure* in Statement II.

**(10) Pensions of Military and Other "Federal" Personnel**

The Revised Estimates for 1948-49 provide for an expenditure of Rs. 3.25 lakhs on account of military pensions and gratuities. The expenditure on other "federal" personnel will be negligible and may be set off against the pensions for "irregulars" included in the figure of Rs. 3.25 lakhs.

### **(11) Audit and Accounts**

On the assumption that the State will hand over its "Audit and Accounts" functions to the Government of India, the whole of the expenditure under "Audit and Accounts" (Rs. 3.66 lakhs at the existing rates of pay and allowances) has been entered against this item.

### **(12) Cost of collection of Land Customs**

There is a combined establishment for Customs and Excise. The expenditure on Customs staff alone has been estimated at Rs. 7.00 lakhs. Allowing for a 10% drop in expenditure on account of abolition of *inter-statal* barriers within Greater Rajasthan, a figure of Rs. 6.30 lakhs has been shown in Statement II.

## **BIKANER**

### **(1) Cost of collection of Central Excise Duties**

There are no match factories in the State; collection of sugar excise costs Rs. 0.02 lakhs only, inclusive of dearness allowance.

### **(2) Cost of collection of Income-tax**

The expenditure on collection of Income-tax from factories amounts to Rs. 0.05 lakhs inclusive of dearness allowance.

### **(3) Defence (I.S.F. Units only)**

The preliminary actuals for the year are Rs. 37.00 lakhs including dearness allowance. Deducting receipts (0.20 lakhs), a figure of Rs. 36.80 lakhs has been shown in Statement II. The expenditure on irregular units has been excluded.

### **(4) Aviation Department (Aerodromes)**

The expenditure on staff etc. relating to maintenance of aerodromes has been taken into account. Capital Expenditure (Rs. 3.16 lakhs) has been excluded.

### **(5) Pensions in respect of Military Personnel**

The actual expenditure comes to Rs. 1.10 lakhs for military pensioners. Pensions in respect of other "federal" personnel will be negligible.

### **(6) Audit and Accounts**

The entire cost of "Audit and Accounts" has been taken into account as expenditure that will be taken over by the Centre.

### **(7) Cost of collection of Land Customs**

The cost of Customs establishment for the year 1948-49 has been estimated at Rs. 2.92 lakhs. Adding dearness allowance (1.26 lakhs) and making deductions for the cost of "Foreign Customs" staff (0.08 lakhs) and for the reduction in expenditure consequent on abolition of *inter-statal* customs, a figure of Rs. 3.69 lakhs has been shown in Statement II.

**(8) Dearness Allowance**

Expenditure on dearness allowance is booked under a separate head. A proportionate addition on this account has been made to the cost of various Central Departments included in Statement II.

**MATSYA UNION****General**

The pay and allowances of the Union Government servants have been revised with effect from 1st September 1948. The Budget Estimates of 1948-49 do not therefore give a correct picture of the expenditure to be taken over by the Central Government after federal financial integration. The *actuals* for the year when ascertained in due course, will include the additional expenditure for six months at the revised rates of pay and allowances.

**(1) Cost of collection of Central Excise Duties**

No details are available in the budget but the expenditure on this item is estimated at Rs. 0.35 lakhs per annum.

**(2) National Highways**

The cost of maintenance of 57 miles of "National Highways" passing through the Matsya Union has been estimated at Rs. 1.71 lakhs at Rs. 3,000 a mile.

**(3) Defence (I.S.F. Units)**

The Budget Estimates for 1948-49 provide for an expenditure of Rs. 25.63 lakhs on "Regulars" and Rs. 2.64 lakhs on "Irregulars". The pay scales have been increased from 1st September 1948 and allowing for some increase on this account, a figure of Rs. 28.00 lakhs has been shown against "Defence" in Statement II.

**(4) Aviation**

The estimated cost of maintenance of aerodromes (exclusive of the cost of maintenance of aeroplanes) has been taken against this item.

**(5) Patents, Joint Stock Companies etc.**

There is a net receipt of Rs. 0.30 lakhs against this item.

**(6) Pensions of Military Personnel**

A figure of Rs. 2.50 lakhs has been shown in Statement II (as estimated by the Matsya Government).

**(7) Audit and Accounts**

The actuals for 1948-49 are available and the entire cost of the Department has been taken into account.

**(8) Land Customs**

The actuals for 1948-49 are available and have been taken into account less a deduction of 10% to allow for the abolition of *inter-statal* customs within Greater Rajasthan.