

MONTHLY REPORT ON **FISCAL POSITION**

(August FY2009-10)

ABSTRACT

The data generated by the Budgeting Information System has been used to prepare this report which put forward the following major findings:

- Up to August FY10, 18.6% of the **Revenue** target of the budget has been collected.
- **Revenue Expenditure** incurred over this time is 8.0 % of the Budget for FY 10.
- **Development Expenditure** during the same period is about 2.4% of the development budget for the FY 10, implying under utilization and possibly underreporting.
- **Overall Balance** up to August FY10 as % of the estimated GDP is about -0.23%.

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Monthly Report on Fiscal Position¹

August FY 10

a.0 Revenue Expenditure

a.1 Sector-wise Utilization and Growth

Sector-wise information on Revenue Expenditure is presented in Table a.1. Among other things, following major observations transpire from the Table:

- ⇒ While Revised Budget (RB09) for the FY09 was 0.4% lower than the original budget (B09) and Actual Exp (A09) was 17.5% lower than that of RB09, B10 was 41.0% higher than A09.
- ⇒ Nominal Increase of B10 over RB09 was 16.4% and the largest increase was in the Public Administration sector (96.6%) followed by Social Security and Welfare (20.4%).

Table a.1: Revenue Expenditure Pattern by Sector^{2,3}

(In Crore Taka)

Sectors	B08	RB08	A08	Sector's Share of A08 (in %)	RB08 as % B08	A08 as% of RB08	B09	B09 as % of B08	A10 (up to August)	B09 as % of RB08	B09 as % of A08	A10 (up to August) as % B10
GPS	11521.6	8516.1	6284.6	11.3	73.9	73.8	16739.4	145.3	236.8	196.6	266.4	1.4
LGRD	1528.6	1604.9	1267.1	2.3	105.0	79.0	1562.6	102.2	55.0	97.4	123.3	3.5
Defence	6482.4	6787.2	6175.9	11.1	104.7	91.0	6790.4	104.8	478.1	100.0	109.9	7.0
POS	5327.3	5597.8	4906.2	8.8	105.1	87.6	5592.7	105.0	631.7	99.9	114.0	11.3
Edu	9602.6	9328.9	9022.2	16.2	97.2	96.7	10282.5	107.1	1480.2	110.2	114.0	14.4
Hlth	3653.3	3581.1	3168.6	5.7	98.0	88.5	3905.2	106.9	350.9	109.1	123.2	9.0
SSW	6059.0	5968.5	2775.6	5.0	98.5	46.5	7188.7	118.6	35.1	120.4	259.0	0.5
Housing	649.7	649.5	650.9	1.2	100.0	100.2	683.2	105.2	39.5	105.2	105.0	5.8
RCRA	501.0	730.7	697.2	1.2	145.8	95.4	532.2	106.2	33.8	72.8	76.3	6.3
FE	30.9	31.3	29.9	0.1	101.2	95.5	32.2	104.0	5.3	102.7	107.5	16.5
Agri	6959.6	8410.8	7739.2	13.9	120.9	92.0	6575.7	94.5	277.8	78.2	85.0	4.2
IES	353.6	382.8	368.7	0.7	108.3	96.3	338.7	95.8	20.6	88.5	91.9	6.1
Trans	2672.0	2701.1	2379.9	4.3	101.1	88.1	2633.4	98.6	115.2	97.5	110.7	4.4
Interest	12565.2	13314.6	10317.5	18.5	106.0	77.5	15808.5	125.8	1546.9	118.7	153.2	9.8
Total	67906.8	67605.1	55783.5	100.0	99.6	82.5	78665.7	115.8	5306.8	116.4	141.0	6.7

a.2 Ministry-wise Utilization Pattern

Ministry-wise revenue expenditure pattern is presented in Table a.2 in the next page. It shows that:

- ⇒ Actual spending up to August FY 10 was 9.9% higher than the corresponding period of the previous fiscal year.
- ⇒ Up to August FY10, 6.7% of the Revenue Budget for the FY 09 has been spent.

¹ This report is based on data generated in the CGA System and the analysis is based on gross basis.

² Notes: GPS = General Public Services, LGRD = LGD, RD & Cooperatives, CHTs, POS = Public Order and Safety, Edu = Education and Technology, Hlth = Health, SSW = Social Security and Welfare, RCRA = Recreation, Culture and Religious Affairs, Agri = Agriculture, Fisheries and Livestock, Land, Water Resources and Food, FE = Fuel and Energy, IES = Industries, Jute, Textiles, Commerce, Labor & Overseas, Trans = Transport and Communication.

³ B = Budget, RB = Revised Budget and A = Account/Actual.

Table a.2: Revenue Expenditure: Ministry-wise Expenditure Pattern Up to August FY10 (In Crore Tk.)

	A08	B09	RB09	A09 (August)	A09 (Up to August)	A09	A09	RB10	A10 (August)	A10 (up to August)	A10 (up to August) as % B10	A10 as % A09 (August)	A10 as % A09 (up to August)
Sub-total = GPS	7156.4	11521.6	8516.1	118.5	231.1	6284.6	16739.4	0.0	124.6	236.8	1.4	105.1	102.5
President	5.9	6.5	6.9	0.4	1.7	6.6	6.8	0.0	0.4	1.8	25.8	99.7	101.9
Parliamnet	17.5	40.7	45.3	1.1	1.9	33.2	59.4	0.0	4.2	7.2	12.2	391.3	380.1
PMO	80.9	87.8	94.5	5.7	9.9	79.6	92.8	0.0	5.7	9.5	10.3	100.4	95.7
Cabinet Div	13.3	15.8	16.0	0.9	1.4	12.2	18.5	0.0	1.1	1.9	10.1	126.8	133.4
Election Com	63.3	462.3	461.8	2.2	5.8	327.8	355.5	0.0	2.1	3.9	1.1	96.1	68.5
Estab	575.0	670.1	695.5	40.8	66.8	633.8	662.9	0.0	36.9	65.3	9.8	90.4	97.8
PSC	8.2	12.5	12.9	0.9	1.3	11.9	13.9	0.0	1.3	2.1	14.9	156.2	162.2
Finance Div	5274.8	8904.6	5762.4	20.7	39.8	3929.1	14178.3	0.0	23.1	44.9	0.3	111.4	112.9
IRD	664.7	826.1	877.8	19.8	36.8	750.9	784.9	0.0	18.4	34.7	4.4	93.0	94.2
ERD	62.2	85.0	87.3	1.3	2.5	65.5	78.9	0.0	1.3	2.6	3.3	101.1	102.9
Planning Div	89.4	95.9	104.9	6.5	12.4	97.7	121.1	0.0	5.6	11.8	9.7	85.2	95.1
IMED	6.0	6.1	8.0	0.4	0.8	6.7	8.8	0.0	0.7	1.1	12.4	159.8	144.5
Foreign Aff	295.2	307.6	341.9	17.8	50.0	328.9	356.7	0.0	23.8	50.0	14.0	133.6	99.9
Tax Ombudsman				0.1	0.1	0.9	1.0	0.0	0.1	0.1	8.4	108.5	162.3
Sub-total = LGRD	1337.1	1528.6	1604.9	30.3	53.0	1267.1	1562.6	0.0	30.4	55.0	3.5	100.3	103.6
LGD	979.6	1103.3	1189.4	23.2	41.3	1080.1	1195.9	0.0	25.2	44.7	3.7	108.7	108.3
RD Div	146.6	178.1	185.4	7.0	11.5	178.2	168.5	0.0	5.0	10.0	5.9	71.7	86.3
CHT	210.9	247.2	230.1	0.1	0.2	8.8	198.2	0.0	0.2	0.3	0.1	157.6	137.7
Sub-total = Defence	6653.2	6482.4	6787.2	257.1	419.5	6175.9	6790.4	0.0	280.7	478.1	7.0	109.2	114.0
Def. Service	6533.2	6375.1	6676.8	250.9	407.9	6042.3	6675.3	0.0	274.5	465.7	7.0	109.4	114.2
Def.- Others	120.0	107.3	110.4	6.2	11.6	133.6	115.2	0.0	6.3	12.4	10.8	100.4	107.1
Sub-total=POS	4427.2	5327.3	5597.8	343.5	580.8	4906.2	5592.7	0.0	336.8	631.7	11.3	98.0	108.8
Law & Parlia.	227.6	335.9	292.6	23.4	37.5	286.2	278.8	0.0	18.3	36.0	12.9	78.0	96.0
Supreme Court	28.8	31.8	37.1	2.3	4.3	35.4	37.3	0.0	2.7	4.9	13.1	117.9	113.3
Home Aff.	4147.0	4940.2	5241.4	316.3	536.6	4562.9	5254.2	0.0	314.5	588.5	11.2	99.4	109.7
aAnti Corruption Com	23.8	19.4	26.8	1.5	2.4	21.8	22.4	0.0	1.3	2.3	10.4	86.2	96.4
Sub-total = Edu	8143.3	9602.6	9328.9	774.1	1279.4	9022.2	10282.5	0.0	903.5	1480.2	14.4	116.7	115.7
PME	2984.7	3602.7	3464.4	230.7	422.2	3284.1	3749.5	0.0	245.4	464.2	12.4	106.4	110.0
Education	5053.7	5868.3	5732.7	543.1	856.8	5613.5	6293.6	0.0	643.1	1000.7	15.9	118.4	116.8
Sc. & Tech	104.9	131.6	131.8	0.3	0.5	124.6	239.5	0.0	14.9	15.3	6.4	4414.6	3333.4
Sub-total = Health	2614.4	3653.3	3581.1	169.5	315.7	3168.6	3905.2	0.0	179.5	350.9	9.0	105.9	111.1
HFW	2614.4	3653.3	3581.1	169.5	315.7	3168.6	3905.2	0.0	179.5	350.9	9.0	105.9	111.1
Sub-total = SSW	2745.8	6059.0	5968.5	17.4	33.7	2775.6	7188.7	0.0	17.1	35.1	0.5	98.4	104.3
Social Wel.	741.9	918.6	921.0	10.7	20.3	909.8	1191.2	0.0	10.1	20.2	1.7	95.1	99.6
Women Aff.	821.2	1215.5	1098.1	2.0	3.6	356.6	1129.7	0.0	2.0	4.0	0.4	98.3	112.2
Liberation Aff.	105.6	159.1	160.5	0.1	0.1	158.0	292.3	0.0	0.1	0.1	0.0	107.4	111.1
Food & Disaster Man	1077.1	3765.9	3788.9	4.7	9.7	1351.1	4575.5	0.0	4.9	10.8	0.2	105.7	111.1
Sub-total = HCS	604.8	649.7	649.5	18.1	34.7	650.9	683.2	0.0	23.5	39.5	5.8	130.1	113.7
Housing	604.8	649.7	649.5	18.1	34.7	650.9	683.2	0.0	23.5	39.5	5.8	130.1	113.7
Sub-total = RCRA	527.5	501.0	730.7	17.3	29.8	697.2	532.2	0.0	20.5	33.8	6.3	118.9	113.4
Information	296.3	245.4	457.7	12.0	20.9	452.7	265.3	0.0	13.8	21.2	8.0	115.1	101.1
Cultural Aff.	60.3	63.1	64.8	1.6	2.7	64.5	63.4	0.0	1.3	2.4	3.7	82.6	88.7
Religious Aff.	56.0	61.0	62.3	0.1	0.4	61.7	62.1	0.0	0.4	0.6	0.9	314.0	124.1
Youth	114.8	131.5	145.8	3.6	5.7	118.4	141.5	0.0	5.1	9.7	6.9	140.5	169.3
Sub-total = FE	27.1	30.9	31.3	1.4	2.4	29.9	32.2	0.0	4.0	5.3	16.5	275.9	220.3
Petroleum	24.4	26.9	27.7	1.0	1.8	26.7	27.7	0.0	3.8	4.8	17.4	388.2	271.7
Energy	2.7	4.0	3.6	0.5	0.6	3.2	4.4	0.0	0.2	0.5	10.4	48.0	73.6
Sub-total = Agr	6644.5	6959.6	8410.8	173.0	256.6	7739.2	6575.7	0.0	178.9	277.8	4.2	103.4	108.3
Agriculture	5333.3	5516.2	6867.8	117.1	154.7	6249.3	5069.6	0.0	121.8	168.2	3.3	104.0	108.7
Fisheries	323.0	379.8	406.4	18.6	32.4	357.3	398.4	0.0	20.0	37.1	9.3	107.5	114.6
Environment	157.9	177.9	178.7	11.6	20.2	168.8	190.7	0.0	11.7	21.3	11.2	101.1	105.7
Land	318.1	340.8	351.7	24.7	47.9	357.6	370.0	0.0	24.1	49.1	13.3	97.4	102.6
Water	512.3	544.9	606.2	0.9	1.4	606.1	547.1	0.0	1.2	2.0	0.4	134.2	140.8
Sub-total = IES	327.5	353.6	382.8	11.8	22.5	368.7	338.7	0.0	11.6	20.6	6.1	98.3	91.6
Indsuties	160.8	161.4	164.2	1.1	1.6	163.7	64.0	0.0	1.1	1.7	2.6	103.0	102.5
Jute and Text	50.7	48.6	55.7	2.6	4.7	55.7	48.8	0.0	2.0	3.6	7.4	77.7	77.2
Commerce	52.9	73.6	79.9	3.2	6.5	77.6	77.9	0.0	3.6	6.3	8.1	114.5	96.2
Labour	20.7	23.7	24.1	1.8	3.2	24.8	23.4	0.0	1.6	2.9	12.5	90.8	92.3
Expatriates	42.5	46.3	58.8	3.1	6.4	46.8	124.5	0.0	3.2	6.0	4.8	101.6	94.3
Sub-total = TC	2804.9	2672.0	2701.1	87.5	162.5	2379.9	2633.4	0.0	39.3	115.2	4.4	44.9	70.9
Roads/ Comm	1849.7	2288.2	2261.4	64.4	118.3	1919.4	2208.6	0.0	15.8	68.3	3.1	24.6	57.7
Shipping	55.3	71.4	100.5	1.0	1.7	99.3	103.8	0.0	0.8	1.6	1.6	85.0	97.3
Civil Aviation	6.8	6.3	6.5	0.7	1.3	9.9	6.4	0.0	0.5	1.6	25.7	69.9	126.9
Post&Tele.	893.1	306.2	332.7	21.4	41.2	351.4	314.6	0.0	22.1	43.6	13.9	103.3	105.7
Sub-total = Interest	8072.2	12565.2	13314.6	774.9	1405.2	10317.5	15808.5	0.0	767.9	1546.9	9.8	99.1	110.1
Domestic	6910.5	11274.0	12003.3	699.7	1221.8	9188.1	14471.3	0.0	698.6	1356.5	9.4	99.8	111.0
Foreign	1161.7	1291.3	1311.3	75.1	183.5	1129.3	1337.2	0.0	69.2	190.4	14.2	92.1	103.8
Total	52085.7	67906.8	67605.1	2794.6	4826.9	55783.5	78665.7	0.0	2918.3	5306.8	6.7	104.4	109.9

⇒ Regarding expenditures up to August FY10, only 3 (three) Ministries/Divisions show a utilization of revenue resources more than 15.0%.

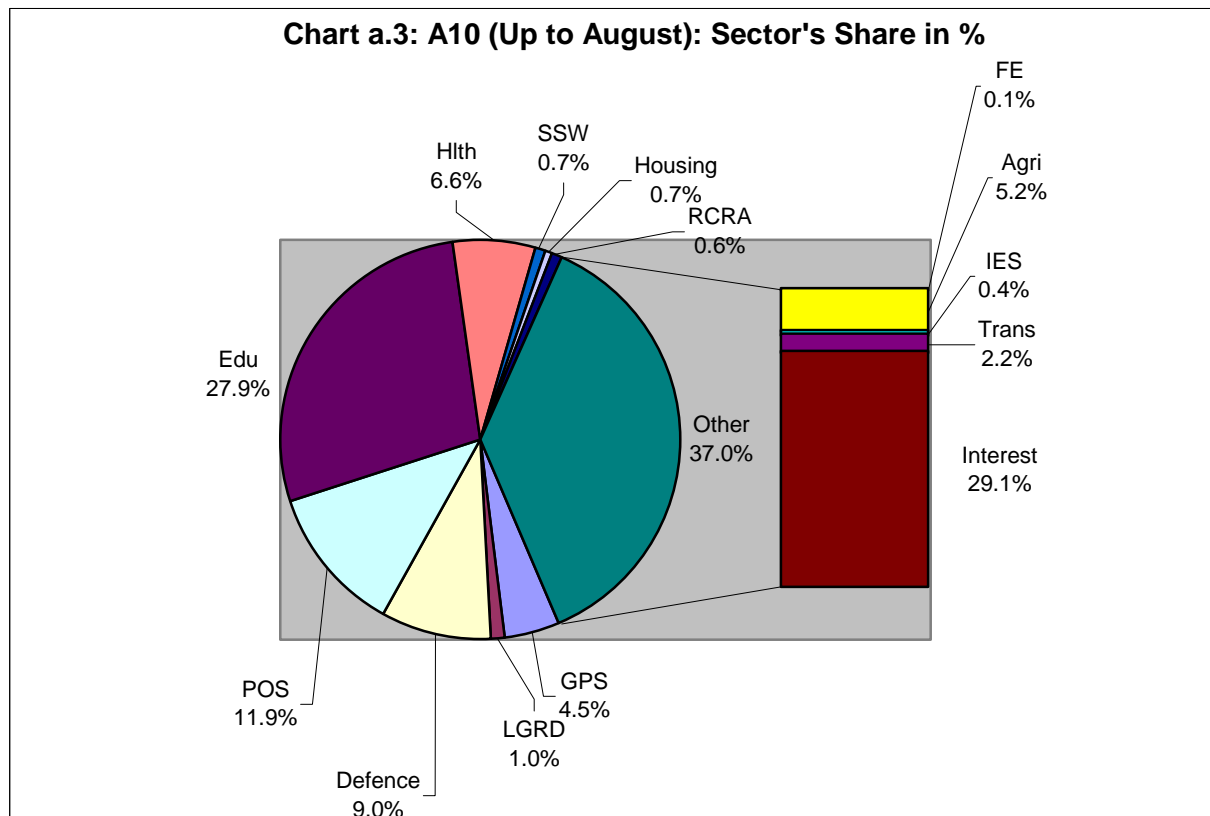


a.3 Revenue Expenditure: Broad Sector-wise Allocation

A comparative picture of broad sector-wise allocation of Revenue Expenditure has been presented below:⁴

Broad Sectors	Admn	SIS	PIS	Agri	Others	Interest
Sector's Share of A09	31.1	30.3	4.3	13.9	1.9	18.5
Sector's Share of B10	37.0	30.0	3.4	8.4	1.1	20.1
Sector's Share of A10 (Upto August)	25.4	36.9	2.3	5.2	1.0	29.1

A detail of sector-wise share of revenue expenditure based on the account (up to August) for the FY10 is shown in Chart a.3. Individually, the largest share is in Interest (29.15%) followed by Education (27.89%), Public Order and Safety (11.9%) and Defence (9.0%) and Health (6.6%).



a.4 Utilization up to August FY10

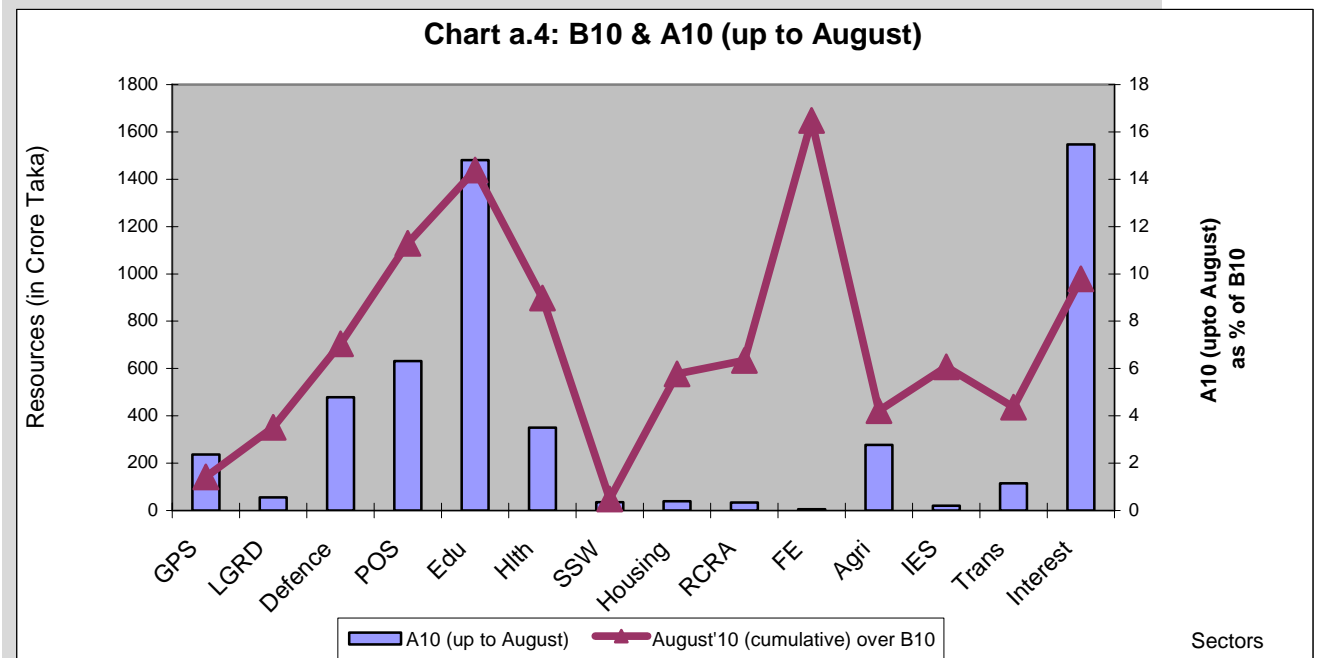
Sector-wise utilization of resources (up to August FY10) is shown in Table a.4 and Chart a.4 (presented in the next page). It appears that the following three sectors have a utilization rate more than 10.0%:

- ⇒ POS (11.3%)
- ⇒ Education (14.4%) and Fuel and Energy (16.5%)

⁴ Admn = General Public Services, Defence, and Public Order and Safety, SIS = Social Infrastructure, covers Edu, health, Housing and SSW & LGRD. PIS = Physical Infrastructure, covers FE and Trans; and Others include RCRA and IES

Table a.4: Resource Utilization Pattern of and up to August FY 10
(In Crore Taka)

Sectors	A09 (August)	A09 (Up to August)	A10 (August)	A10 (up to August)	August 10 over August'09 (in %)	Upto August 10 over August 09	August'10 (cumulative) over B10
GPS	118.5	231.1	124.6	236.8	105.1	102.5	1.4
LGRD	30.3	53.0	30.4	55.0	100.3	103.6	3.5
Defence	257.1	419.5	280.7	478.1	109.2	114.0	7.0
POS	343.5	580.8	336.8	631.7	98.0	108.8	11.3
Edu	774.1	1279.4	903.5	1480.2	116.7	115.7	14.4
Hlth	169.5	315.7	179.5	350.9	105.9	111.1	9.0
SSW	17.4	33.7	17.1	35.1	98.4	104.3	0.5
Housing	18.1	34.7	23.5	39.5	130.1	113.7	5.8
RCRA	17.3	29.8	20.5	33.8	118.9	113.4	6.3
FE	1.4	2.4	4.0	5.3	275.9	220.3	16.5
Agri	173.0	256.6	178.9	277.8	103.4	108.3	4.2
IES	11.8	22.5	11.6	20.6	98.3	91.6	6.1
Trans	87.5	162.5	39.3	115.2	44.9	70.9	4.4
Interest	774.9	1405.2	767.9	1546.9	99.1	110.1	9.8
Total	2794.6	4826.9	2918.3	5306.8	104.4	109.9	6.7



b.0 Revenue Expenditure: Economic Classification

Structure and pattern of Revenue Expenditure according to economic classification are presented in Table b and Chart b (presented in the next page). The following conclusions can be drawn on the basis of them:

- Until August FY10, maximum utilization of Revenue Expenditure as % of B09 has been carried out under two heads: Interest Payments (13.1%) and Pay and Allowance (12.3%).
- During the last Fiscal Year (A09), Domestic Interest Payments (22.1%) was 9.6 times larger than that of Foreign Interest Payment (2.3%).

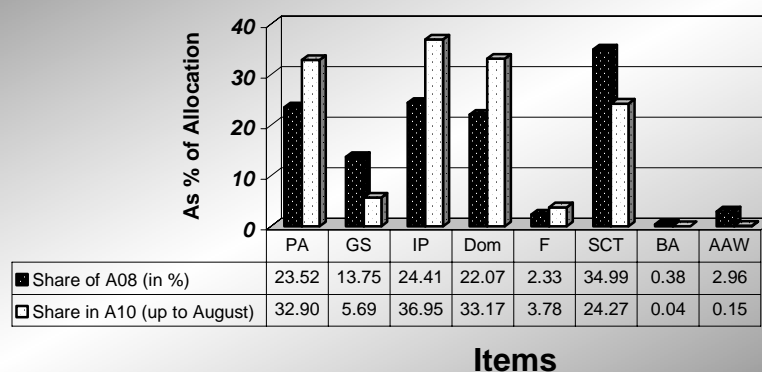
⇒ Up to August FY10, the following economic categories show a utilization rate of revenue expenditure more than 10.0%: Foreign interest payments (16.8%), Pay of officers (14.4%), Pay of establishment (14.4%), Domestic interest payments (13.7%), Pension and Gratuities (11.9%) and Allowance (10.4%).

Table b: Revenue Expenditure by Economic Classification

In crore tk.

Description	RB08	B09	A08	A10 (up to August)	B09 as % of RB08	Share of A08 (in %)	A10 (up to August) as % B10
Pay and Allowances	15106.2	15989.0	13507.6	1960.0	105.8	23.5	12.3
Pay of Officers	1249.5	1335.6	1196.7	192.6	106.9	2.1	14.4
Pay of Establishment	5771.9	6107.1	5374.8	876.7	105.8	9.4	14.4
Allowances	8084.7	8546.3	6936.1	890.7	105.7	12.1	10.4
Goods and Services	9163.9	8870.8	7895.1	339.1	96.8	13.7	3.8
Supplies and Services	6601.3	6323.9	5617.5	329.3	95.8	9.8	5.2
Repairs, Maintenance & Rehabilitation	2562.6	2546.9	2277.7	9.9	99.4	4.0	0.4
Interest Payments	13314.6	15808.5	14017.1	2201.1	118.7	24.4	13.9
Domestic	12003.3	14471.3	12676.2	1976.1	120.6	22.1	13.7
Foreign	1311.3	1337.2	1340.9	225.0	102.0	2.3	16.8
Subsidies and Current Transfers	25888.9	25751.9	20097.1	1446.0	99.5	35.0	5.6
Subsidies	8373.2	6988.7	6724.6	0.0	83.5	11.7	0.0
Grants in Aid	13852.9	15092.6	9790.1	1012.0	108.9	17.0	6.7
Contributions to Intl Organisation	43.1	35.5	30.7	2.1	82.3	0.1	5.9
Pensions and Gratuities	3616.7	3632.1	3551.2	431.8	100.4	6.2	11.9
Block Allocation	420.5	4288.3	215.6	2.5	1019.8	0.4	0.1
Unexpected	183.0	900.0	32.1	0.0	491.8	0.1	0.0
Others	237.5	33883.2	183.5	2.5	1426.6	0.3	0.1
Acquisition of Assets and Works	2374.6	2270.1	1698.8	8.7	95.6	3.0	0.4
Acquisition of Assets	1803.7	1928.4	1113.5	7.4	106.9	1.9	0.4
Acquisition of Land Assets	279.0	44.8	277.9	0.0	16.1	0.5	0.0
Construction and Works	291.9	296.9	307.4	1.2	101.7	0.5	0.4
Net Total	67486.8	74183.7	57431.3	5957.5	109.9	100.0	8.0

Chart b: Rev Exp By Economic Classification



Notes: PA =

Pay and Allowances, GS = Goods and Services, IP = Interest Payment, Dom = Domestic IP, F = Foreign IP, SCT = Subsidies and Current Transfers, BA = Block Allocation, AAW = Acquisition of Assets and Works.

c. Development Expenditure

c.1 Ministry-wise Utilization Pattern

Table c.1 presents the Ministry-wise development resource utilization pattern indicating that:

- ⇒ Up to August FY10, only 2.4% of the Development Budget for the FY10 has been spent implying under utilization and possibly underreporting.

Table c.1: Development Expenditure: Ministry-wise Expenditure Pattern Up to August, FY10

(In Crore Taka)

	A08	B09	RB09	A09 (August)	A09 (Up to August)	B10	RB 08	A10 (August)	A09	A10 (up to August)	A08 (upto March) as % of B08	A10 (up to August) as % B10	A10 as % A09 (August)	A10 as % A09 (up to August)
Sub-total = GPS	771.8	1321.6	1432.2	2.7	2.7	1751.0	0.0	3.2	430.9	3.3	0.2	0.2	119.3	120.5
Parliament	6.6	5.5	3.7	0.0	0.0	6.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
PMO	139.0	203.7	192.0	1.2	1.2	154.1	0.0	1.5	73.5	1.5	0.6	1.0	123.9	123.9
Cabinet	0.1	5.6	4.4	0.0	0.0	4.2	0.0	0.0	0.3	0.0	0.0	0.0	0.0	0.0
Election Com.	330.2	88.4	149.6	0.2	0.2	240.4	0.0	0.1	89.5	0.1	0.3	0.0	0.0	46.5
Establishment	106.7	95.9	115.5	0.0	0.0	95.1	0.0	1.1	55.4	1.1	0.0	1.1	#DIV/0!	#DIV/0!
Public Service Com	2.0	5.2	1.6	0.0		7.7		0.0	0.0	0.0	0.0	0.0	0.0	0.0
Finance Div	99.5	408.9	182.9	0.1	0.1	228.9	0.0	0.1	115.2	0.1	0.0	0.0	99.4	102.6
IRD	4.5	90.0	49.1	0.0	0.0	36.4	0.0	0.0	39.7	0.0	0.0	0.0	0.0	0.0
ERD	19.7	23.1	22.0	0.0	0.0	20.5	0.0	0.0	3.9	0.0	0.0	0.2	0.0	2900.0
Planning Div	51.3	339.9	687.1	1.1	1.1	880.3	0.0	0.4	52.8	0.4	0.3	0.0	34.8	36.7
IMED	12.1	45.5	24.2	0.0	0.0	45.5	0.0	0.0	0.7	0.0	0.0	0.0	86.3	86.3
Foreign Aff.	0.0	10.0	0.3	0.0	0.0	31.8	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Sub-total = LGRD	4819.6	5745.3	5825.9	34.4	34.4	7150.3	0.0	153.2	4898.9	153.2	0.6	2.1	445.1	445.0
LGD	4328.5	5196.9	5219.6	15.3	19.2	6735.6	0.0	131.9	4446.2	131.9	0.4	2.0	863.3	688.7
RD	243.6	218.0	283.3	0.0	15.3	219.8	0.0	16.3	246.9	16.3	7.0	7.4	#DIV/0!	106.9
CHT	247.6	330.3	323.0	0.0	0.0	195.0	0.0	5.0	205.8	5.0	0.0	2.6	142631.4	#DIV/0!
Sub-total = Defence	38.6	162.5	98.3	0.0	0.0	261.0	0.0	3.4	75.6	63.5	0.0	24.3	0.0	1813841.4
Defence Service	38.6	162.5	98.3	0.0	0.0	261.0	0.0	3.4	75.6	63.5	0.0	24.3	0.0	0.0
Def.-Others	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	#DIV/0!	#DIV/0!	0.0	#DIV/0!
Sub-total=POS	251.2	574.0	506.6	5.0	5.0	721.2	0.0	27.0	382.7	47.2	0.9	6.6	542.0	944.6
Law & Parlia. Aff.	18.8	75.0	45.3	0.0	0.0	174.5	0.0	0.0	25.4	20.2	0.0	11.6	0.0	74629.4
Ministry of Home Aff.	232.4	499.0	461.3	5.0	5.0	546.7	0.0	27.0	357.4	27.0	1.0	4.9	544.2	543.1
Anti Corruption Comm	0.0	2.2	2.4	0.0	0.0	1.3	0.0	0.0	0.0	0.0	0.0	0.0	#DIV/0!	#DIV/0!
Sub-total = Edu	2747.0	3495.9	3205.4	52.3	52.4	4104.5	0.0	187.7	3078.5	195.3	1.5	4.8	358.9	372.6
PMED	1740.7	2369.4	2113.8	35.7	35.8	2861.8	0.0	169.1	2048.1	169.2	1.5	5.9	473.8	473.0
Education	904.2	989.2	985.5	14.1	14.1	1101.1	0.0	12.1	925.4	12.1	1.4	1.1	85.6	85.5
Sc. & Tech.	102.1	137.4	106.1	2.5	2.5	141.6	0.0	6.5	105.0	14.0	1.8	9.9	260.8	560.9
Sub-total = Health	1949.7	2439.5	2615.0	3.3	3.4	3075.3	0.0	10.3	1838.4	10.4	0.1	0.3	312.2	306.9
HFW	1949.7	2439.5	2615.0	3.3	3.4	3075.3	0.0	10.3	1838.4	10.4	0.1	0.3	312.2	306.9
Sub-total = SSW	707.1	2202.0	1597.2	0.4	0.4	1694.4	0.0	2.3	401.6	2.3	0.0	0.1	552.6	549.7
SW	41.1	74.2	90.4	0.0	0.0	109.3	0.0	0.0	54.8	0.0	0.0	0.0	#DIV/0!	#DIV/0!
Women's Aff.	77.9	140.0	116.5	0.4	0.4	214.8	0.0	2.3	58.2	2.3	0.3	1.1	658.6	654.5
Disaster Manag.	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Lib. Affairs	9.0	40.5	8.6	0.0	0.0	70.4	0.0	0.0	4.8	0.0	0.0	0.0	#DIV/0!	#DIV/0!
Food & Disaster	579.1	1947.3	1381.7	0.1	0.1	1299.9	0.0	0.0	283.8	0.0	0.0	0.0	27.6	27.6
SAD	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Sub-total = HCS	69.6	336.3	711.6	0.0	0.0	565.4	0.0	0.0	725.7	0.0	0.0	0.0	0.0	#DIV/0!
Housing	69.6	336.3	711.6	0.0	0.0	565.4	0.0	0.0	725.7	0.0	0.0	0.0	0.0	#DIV/0!
Sub-total = RCRA	237.7	395.9	269.1	28.4	28.5	339.5	0.0	2.5	218.1	2.7	7.2	0.8	8.9	9.4

Information	47.2	65.1	40.0	0.0	0.0	64.7	0.0	0.1	11.8	0.1	0.1	0.1	159.4	159.4
Cultural Aff.	33.2	61.7	75.7	3.8	3.8	84.6	0.0	0.0	59.8	0.0	6.1	0.0	0.2	0.2
Religious Aff.	107.5	116.5	121.0	24.5	24.5	114.2	0.0	2.4	118.6	2.4	21.1	2.1	9.6	9.9
Youth	49.8	152.6	32.5	0.0	0.1	75.9	0.0	0.1	27.9	0.2	0.1	0.2	236.4	124.7
Sub-total = FE	2832.7	4310.2	2876.3	18.6	84.2	4278.5	0.0	36.1	1843.1	54.8	2.0	1.3	193.6	65.1
Petroleum	324.6	807.2	199.7	6.5	6.5	704.0	0.0	0.7	212.2	0.7	0.8	0.1	11.4	11.4
Energy	2508.1	3502.9	2676.6	12.1	77.8	3574.4	0.0	35.3	1630.9	54.1	2.2	1.5	291.1	69.5
Sub-total = Agr	1830.4	2316.0	2003.7	122.7	123.1	2374.6	0.0	60.3	1528.4	133.5	5.3	5.6	49.2	108.4
Agriculture	734.8	1050.1	774.5	111.7	111.7	895.2	0.0	53.6	647.1	124.6	10.6	13.9	48.0	111.6
Fisheries	142.5	273.2	195.9	8.0	8.3	317.6	0.0	1.3	118.5	1.9	3.0	0.6	16.5	22.8
Environment	83.2	72.2	71.2	2.0	2.0	87.4	0.0	1.1	52.4	1.9	2.8	2.2	53.6	94.5
Land	13.6	91.3	81.2	1.1	1.1	138.1	0.0	4.3	27.2	5.1	1.2	3.7	410.3	471.2
Water	856.3	829.2	880.9	0.0	0.0	936.4	0.0	0.0	683.2	0.0	0.0	0.0	#DIV/0!	#DIV/0!
Sub-total = IES	277.7	608.0	514.0	1.3	1.6	519.7	0.0	13.6	501.0	15.0	0.3	2.9	1018.4	930.6
Indsuties	135.5	406.6	302.8	0.0	0.0	391.5	0.0	12.0	321.9	13.4	0.0	3.4	59248.3	27882.1
Textiles	23.6	45.2	33.2	0.5	0.0	62.5	0.0	1.1	23.9	1.1	0.0	1.7	209.5	5105.2
Commerce	64.6	45.3	82.0	0.0	1.0	45.1	0.0	0.0	75.3	0.0	2.2	0.0	27.4	0.6
Labour	54.0	110.9	96.0	0.8	1.0	20.6	0.0	0.4	80.0	0.5	0.9	2.6	57.3	54.3
Expatriates' Welfare and Overseas Employment	16.7	3.4	22.3	0.0	0.0	3.6	0.0	0.0	15.4	0.0	0.0	0.0	#DIV/0!	#DIV/0!
Sub-total = TC	2182.6	3466.5	2185.2	12.2	12.4	3998.0	0.0	33.6	1766.6	55.9	0.4	1.4	275.7	451.3
Communication	1916.0	3093.2	1912.2	12.2	12.4	3089.0	0.0	30.6	1616.1	52.8	0.4	1.7	251.4	426.7
Shipping	60.4	141.0	89.2	0.0	0.0	459.8	0.0	0.0	76.3	0.0	0.0	0.0	0.0	#DIV/0!
Civil Aviation	16.3	27.0	24.5	0.0	0.0	228.0	0.0	3.0	22.8	3.0	0.0	1.3	0.0	#DIV/0!
Post and Tele.	190.0	205.3	159.3	0.0	0.0	221.2	0.0	0.0	51.6	0.2	0.0	0.1	158.6	632.6
a. Total	18715.7	27373.5	23840.5	281.4	348.2	30833.2	0.0	533.4	17689.6	737.1	1.3	2.4	189.5	211.7

c.2 Development Expenditure: Growth and Allocation Pattern

Table c.2 presents sector-wise growth and allocation pattern of Development Expenditure. It shows:

- ⇒ While Revised Budget (RB09) of Development Expenditure for the FY09 was 12.9% less than the original budget (B09) and A09 was 26.8% less than RB09, B10 was 74.3% higher than A09 but only 29.3% higher than RB09.

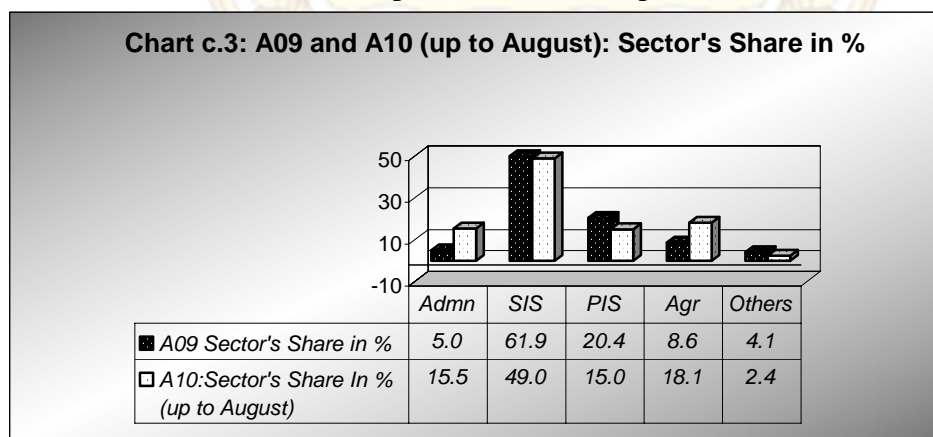
Table c.2: Development Expenditure Pattern by Sector⁵
(In Crore Taka)

Sectors	A08	B09	RB09	A09	A09	A10 (up to August)	A09 Sector's Share in %	A09 as% of RB09	B10 as % of RB09	RB09 as % of B09	B10 as % of A09	A10 as % of A08(up to August)
GPS	771.8	1321.6	1432.2	430.9	1751.0	3.3	2.4	30.1	122.3	108.4	406.4	120.5
LGRD	4819.6	5745.3	5825.9	4898.9	7150.3	153.2	27.7	84.1	122.7	101.4	146.0	445.0
Defence	38.6	162.5	98.3	75.6	261.0	63.5	0.4	76.9	265.5	60.5	345.3	1813841.4
POS	251.2	574.0	506.6	382.7	721.2	47.2	2.2	75.6	142.4	88.3	188.4	944.6
Edu	2747.0	3495.9	3205.4	3078.5	4104.5	195.3	17.4	96.0	128.0	91.7	133.3	372.6
Health	1949.7	2439.5	2615.0	1838.4	3075.3	10.4	10.4	70.3	117.6	107.2	167.3	306.9
SSW	707.1	2202.0	1597.2	401.6	1694.4	2.3	2.3	25.1	106.1	72.5	421.9	549.7
HCS	69.6	336.3	711.6	725.7	565.4	0.0	4.1	102.0	79.4	211.6	77.9	#DIV/0!
RCRA	237.7	395.9	269.1	218.1	339.5	2.7	1.2	81.0	126.1	68.0	155.6	9.4
FE	2832.7	4310.2	2876.3	1843.1	4278.5	54.8	10.4	64.1	148.8	66.7	232.1	65.1
AFL	1830.4	2316.0	2003.7	1528.4	2374.6	133.5	8.6	76.3	118.5	86.5	155.4	108.4
IES	277.7	608.0	514.0	501.0	519.7	15.0	2.8	97.5	101.1	84.5	103.7	930.6
TC	2182.6	3466.5	2185.2	1766.6	3998.0	55.9	10.0	80.8	183.0	63.0	226.3	451.3
Total	18715.7	27373.5	23840.5	17689.6	30833.2	737.1	100.0	74.2	129.3	87.1	174.3	211.7

Up to August FY10, actual development expenditure registers 111.7% increase compared to the corresponding period of the last year.

c.3 Development Expenditure: Sectoral Priority

Broad sector-wise utilization of development resources is presented in Chart c.3.



- Sector-wise development expenditure up to August, FY10 indicates that the maximum share of expenditure has been spent by pro-poor sectors like social welfare (49.0%).

⁵ Notes: GPS = General Public Services, LGRD = LGD, RD & Cooperatives, CHTs, POS = Public Order and Safety, Edu = Education and Technology, Health = Health, SSW = Social Security and Welfare, RCRA = Recreation, Culture and Religious Affairs, AFL= Agriculture, Fisheries and Livestock, Land, Water Resources and Food, FE = Fuel and Energy, IES = Industries, Jute, Textiles, Commerce, Labor & Overseas, TC = Transport and Communication.

d.0. Revenue Collection Position

d.1 Growth and Relative Collection Position

Table d.1 portrays revenue collection and Table d.2 (presented in the next page) shows revenue structure and growth scenario for the FY09 and FY10 (up to August)⁶.

Table d.1: Revenue Receipts: Reporting Scenario

(In Crore Taka)

	A08	B09	RB09	A09 (August)	A09 (Up to August)	A09	B10	A10 (August)	A10 (up to August)
Tax Rev(a+b)	48129	56789	55526	3526	7949	56032	63955	4293	8757
a. NBR	45816	54500	53000	3327	7491	53379	61000	4069	8263
a.1 Income	11669	13054	13538	639	1626	16560	16560	838	2155
a.2 VAT	16898	20249	20116	1396	3027	19116	22795	1669	3170
a.2i Import	6824	7174	8348	750	5893	8912	9670	810	7129
a.2ii Domestic	6531	8716	8665	617	5486	7963	10579	815	6052
a.3 Import	8768	10862	9570	606	1446	8440	10430	761	1388
a.4 Sup	7758	9528	9121	659	1315	8534	10485	769	1477
a.4i Import	1366	1402	1855	194	1515	2149	2122	185	1803
a.4ii Domestic	4605	5766	6115	482	4065	5609	7406	522	4239
a.5 EO	723	807	655	26	76	730	730	32	73
b. Non-NBR	2313	2289	2526	199	458	2653	2955	224	493
b.1 NL	51	50	52	4	9	55	55	4	9
b.2 Vehicles	517	550	550	45	94	655	660	49	98
b.3 Land	352	424	409	24	69	337	490	18	63
b.4 Stamp	1393	1265	1515	127	286	1606	1750	152	323
c. Non-tax Rev	11000	12549	13559	3216	5460	10989	15464	2175	6009
c.1 DP	2112	3426	3058	2737	2767	3093	3681	1735	1744
c.2 PO&R	442	795	800	38	73	550	858	5	34
c.3 T&T	1480	0	0	0	5	5	0	0	0
c.4 IFT	6966	8329	9701	440	2615	7342	10926	435	4231
Total Rev (a+b+c)	59128	69338	69084	6742	13409	67021	79420	6468	14766
d. GDP _{new}	535415.0	613111.0	614943.0	614943.0	614943.0	614943.0	686730.0	686730.0	686730.0
e. Tax-GDP Ratio	9.0	9.3	9.0	0.6	1.3	9.1	9.3	0.6	1.3
f. NBR (Source: NBR)	37219.32			3922.3	7233.6	47289.12		3977.2	7707.0
g. a as % of f	123.1			84.8	103.6	112.9		102.3	107.2

Table d.1 indicates that:

- In FY 09, the amount of the collected tax revenue was 9.1% of the estimated GDP.
- On monthly basis, the discrepancy between the data of NBR and CGA system is 2.3% in August FY10.

Table d.2 (presented in the next page) indicates that:

- While tax revenue collection estimates for the FY10 is 15.2% higher than RB09 of the FY09, it is 14.1% higher than the actual collection (A09).
- Up to August FY10, tax revenue collection for the FY10 registers 21.7% higher than the corresponding period of the previous FY09. At the same time, Non-NBR tax collection increased by 12.5% and Non-tax revenue collection decreased by 32.4%.
- Up to August FY10, 18.6% of the budgeted revenue has been collected.

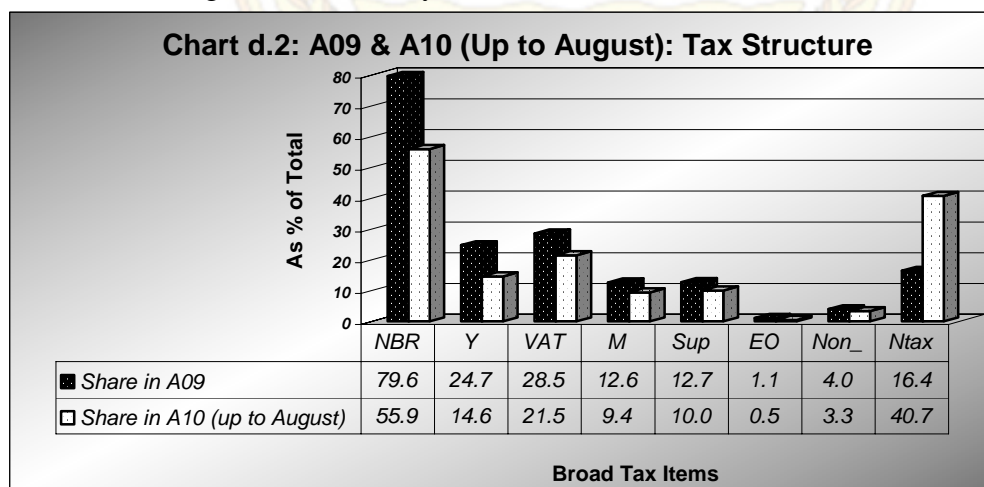
⁶ Notes: Income = Income/Profit/Property/Wealth, Sup=Supplementary + Excise, EO = Electricity + Others
 NL = Narcotics & Liquor, DP = Dividend & Profit, PO&R = Post Office + Railway
 IFT = Interest/Fees/Tolls & Other receipts

Table d.2: Revenue Receipts⁷: Growth and Structure

	(RB09/B09)*100	(B10/A09)*100	(B10/RB09)*100	Share in A09	(August'10/August'09)*100	(A10/A09)*100 (up to August)	(A10 up to August/B10)*100
Tax Rev(a+b)	97.8	114.1	115.2	83.6	121.7	110.2	13.7
a. NBR	97.2	114.3	115.1	79.6	122.3	110.3	13.5
a.1 Income	103.7	100.0	122.3	24.7	131.2	132.5	13.0
a.2 VAT	99.3	119.2	113.3	28.5	119.5	104.7	13.9
a.2i Import	116.4	108.5	115.8	13.3	108.0	121.0	73.7
a.2ii Domestic	99.4	132.8	122.1	11.9	132.1	110.3	57.2
a.3 Import	88.1	123.6	109.0	12.6	125.6	96.0	13.3
a.4 Sup	95.7	122.9	115.0	12.7	116.7	112.3	14.1
a.4i Import	132.3	98.8	114.4	3.2	95.2	119.0	84.9
a.4ii Domestic	106.1	132.0	121.1	8.4	108.3	104.3	57.2
a.5 EO	81.2	100.0	111.5	1.1	120.1	96.3	10.0
b. Non-NBR	110.4	111.4	117.0	4.0	112.5	107.8	16.7
b.1 NL	104.0	99.2	105.8	0.1	101.1	101.6	16.9
b.2 Vehicles	100.0	100.8	120.0	1.0	109.8	104.3	14.9
b.3 Land	96.5	145.7	120.0	0.5	78.3	91.2	12.7
b.4 Stamp	119.8	108.9	115.5	2.4	120.1	113.1	18.5
c. Non-tax Rev	108.0	140.7	114.1	16.4	67.6	110.1	38.9
c.1 DP	89.3	119.0	120.4	4.6	63.4	63.0	47.4
c.2 PO&R	100.6	156.0	107.3	0.8	14.0	46.8	4.0
c.3 T&T	100.0	0.0	0.0	0.0	5.6	0.2	0.0
c.4 IFT	116.5	148.8	112.6	11.0	98.7	161.8	38.7
Total Rev (a+b+c)	99.6	118.5	115.0	100.0	95.9	110.1	18.6

d.2 Revenue Structure

Chart d.2 presents tax structure for FY09 and FY 10 (up to August). Basic characteristics of the tax structure of Bangladesh can easily be seen from it.



Notes: Y = All sorts of Income Tax, M = Import Duty, Sup = Supplementary Duty & Excise Duty, EO=Electricity and Other Taxes, Non-NBR=Non-NBR Taxes, and Ntax Rev=Non-tax Revenue.

These are:

- There exists a huge dependence on indirect taxes.
- Only 14.6% of the revenue comes from income tax.
- The share of import revenue in total revenue has experienced a declining trend.

e. Budget Deficit

The following table, e.1 shows budget deficit position over different time-spans. Budget deficit is calculated using the guidelines of the IMF.

Table e.1: Budget Deficit over Time

(In Crore Taka)

Items	Accounts 2007-08	Year:2008-09			Accounts 2008-09 upto August	Year:2009-10			Accounts 2008-09	Accounts 2009-10 upto August
		Budget	Revised	Accounts August		Budget	Revised	Accounts August		
Revenues	59153.2	69380.9	69180.0	6745.5	13446.4	79461.4	0.0	6471.7	63979.1	14773.2
Tax Revenue	48128.8	56788.5	55525.6	3526.2	7948.8	63955.3	0.0	4292.9	52858.0	8756.6
Non-Tax Revenue	11024.4	12592.4	13654.4	3219.3	5497.6	15506.0	0.0	2178.8	11121.1	6016.6
Foreign Grants	2362.7	6346.0	4929.0	22.9	23.5	5130.0	0.0	14.2	1273.5	15.3
Revenue and Foreign Grants	61515.8	75726.9	74109.0	6768.4	13469.9	84591.4	0.0	6486.0	65252.6	14788.5
Non-Development Expenditure	61965.7	66756.0	67127.3	3544.6	6285.0	77246.3	0.0	3986.9	64955.1	6780.7
Net Outlay for Food A/C Option	1416.8	699.9	4.1	316.9	471.7	326.2	0.0	756.5	4912.9	801.9
Loans & Advances (Net)	10970.1	1971.6	559.1	1026.6	960.3	1630.6	0.0	262.0	1832.7	138.4
Development Expenditure	19467.2	29535.6	25701.4	282.5	350.1	34287.2	0.0	723.3	18273.5	846.8
Annual Development Programme	18282.7	25601.2	23000.0	281.4	348.2	30500.0	0.0	708.4	17559.9	831.8
Non-ADP FFW and Transfer	449.7	1777.8	1233.9	0.0	0.0	1138.8	0.0	0.0	145.1	0.0
Total Expenditure	89858.5	99963.1	94141.9	4732.6	7463.7	113822.3	0.0	4961.8	84236.5	7744.6
Overall Deficit (Including Grants) :	-29774.8	-24236.2	-19234.0	-385.6	2241.4	-25052.6	0.0	-1325.3	-15090.7	279.0
(In percent of GDP) :	-4.86	-3.95	-2.80	0.38	0.38	-3.65	0.00	0.23	-2.20	0.23
Overall Deficit (Excluding Grants) :	-32137.5	-30582.2	-24163.0	-408.5	2217.9	-30182.6	0.0	-1339.5	-16364.3	263.7
(In percent of GDP) :	-5.24	-4.99	-3.52	0.38	0.38	-4.40	0.00	0.23	-2.38	0.23

The above mentioned table provides the following aspects:

- Budget deficit up to August FY10 as % of the estimated GDP is 0.23%.
- Budget deficit (including grants) in FY09 as % of GDP is 2.2%.

f. Budget Financing

Table e.1 in the previous page presents the budget deficit position. The table presented below indicates the sources of financing the deficit and their shares.

Table f.1: Financing of Budget Deficit

(In Crore Taka)

Item	Accounts 2007-08	Year:2008-09			Accounts 2008-09 upto August	Year:2009-10			Accounts 2008-09	Account 2009-10 upto August
		Budget	Revised	Accounts August		Budget	Revised	Accounts August		
1.0 Foreign Borrowing-Net	6226.8	7236.0	5833.0	477.7	273.4	8672.4	0.0	117.5	1484.3	-231
1.1 Foreign Borrowing	10599.3	11456.7	10214.8	683.4	870.5	13214.9	0.0	317.9	6149.7	427
1.2 Amortization	-4372.5	-4220.8	-4381.8	-205.7	-597.1	-4542.4	0.0	-200.4	-4665.4	-658
2.0 Domestic Borrowing	23548.1	17000.2	13401.0	-92.1	-2514.8	16380.1	0.0	1207.8	13606.4	-47
2.1 Borrowing from Banking System (Net)	10329.5	13499.9	9901.0	969.0	2044.0	12580.3	0.0	1615.7	9856.9	2788
2.1.1 Long-Term Debt (Net)	10265.9	-1799.8	9899.1	969.0	2044.0	12577.4	0.0	1085.6	9900.3	2257
2.1.2 Short-Term Debt (Net)	63.6	15299.8	1.9	0.0	0.0	2.9	0.0	530.1	-43.3	530
2.2 Non-Bank Borrowing (Net)	5696.0	3500.3	3500.0	-1061.1	-4558.7	3799.8	0.0	-407.8	3749.5	-2835
2.2.1 National Savings Schemes (Net)	2500.0	2786.0	2786.0	121.5	542.9	3276.9	0.0	728.9	3504.4	1640
2.2.2 Others	3196.1	714.3	714.0	-1182.6	-5101.6	523.0	0.0	-1136.8	245.1	-4476
2.3 Non-Cash Bond (Liabilities of BPC)	7522.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0
Total - Financing :	29774.8	24236.2	19234.0	385.6	-2241.4	25052.6	0.0	1325.3	15090.7	-279
(In percent of GDP) :	4.86	3.95	2.80	-0.38	-0.38	3.65	0.00	-0.23	2.20	-0.2
3.1 Non-Bank Borrowing (Source: NSD)				154.11	575.35			764.1		1678
3.2 Bank Borrowing (Source: BB)								-3207.3		-4141
4.1 (2.2.1) as % of (3.1)				78.9	94.4			95.4		97
4.2 (2.1) as % of (3.2)								-50.4		-67

On annual and monthly basis, there are very small differences between NSD source and CGA source for Non-Bank borrowing. But data of bank borrowing from Bangladesh bank and CGA sources show a larger difference.

Data generated under the Budgeting Information System still underreports development expenditure and it seems, there is some time lag between actual expenditure and inputting the same in the System. This seems to be true also for Revenue expenditure.

The major problematic areas are:

- Regarding expenditures up to August FY10, 3 (three) Ministries/Divisions show a utilization of revenue resources more than 15.0%.
- Development expenditure remains underreported and poorly utilized.