



Madhya Pradesh Government Fund Crisis

Why in News?

Madhya Pradesh government has put **370 schemes on hold due to the fund crisis**. This includes **schemes concerning schools, IT industry, farm loans, metro rail** and [Pradhan Mantri Sadak Yojana](#).

Key Points

- Officials have stated that none of the projects have been closed, but the funds are being held securely. Additionally, **approval from the finance department is required before withdrawing funds for any schemes**.
- The new government inherited a debt of Rs 3.5 lakh crore, and in less than a month, it has taken a **fresh loan of Rs 2,000 crore**.
- In the **first supplementary budget of Rs 26,816.6 crore passed in the assembly in July 2023, Rs 762 crore** was set aside **to pay the interest of the new market loans** taken by the government. The second supplementary budget will be passed in the assembly.
- Among the **major financial responsibilities of the government** is the [Ladli Behna scheme](#), which needs nearly Rs 1,600 crore every month.

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IN WAIT MODE

Some of the schemes named in Dec 8 order where funds are in cold storage



- Mukhya Mantri Rin Samadhan Yojana
- Metro Railway
- Model schools
- Tantya Bhil temple
- Setting up IT parks
- Job fairs & career counselling
- Teerth Yatra Yojana
- Khelo India MP
- Ek Jila Ek Utpad
- Development of air strips
- Road renovation under PM Sadak Yojana



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