

NITI Aayog's Fiscal Health Index | Haryana | 28 Jan 2025

Why in News?

NITL Aayog's Fiscal Health Index (FHI) 2025 report ranked Haryana 14th, placing it among the bottom five of 18 major states.

 The ranking considers five parameters: quality of expenditure, revenue mobilisation, fiscal prudence, debt index, and debt sustainability.

Key Points

- Scope of FHI:
 - The index covers 18 major states contributing significantly to India's <u>Gross</u> <u>Domestic Product (GDP)</u>, demography, public expenditure, revenues, and fiscal stability.
 - It evaluates fiscal performance over the period from 2014-15 to 2022-23.
- Haryana's Performance:
 - Debt Profile and Concerns:
 - Haryana's <u>debt-to-GSDP ratio</u> rose from 26% in 2018-19 to 33% in 2020-21, stabilising at 31% in 2022-23.
 - Interest payments grew by 9.4% in 2022-23, with the
 - interest payment-to-revenue receipt ratio at 23%.
 - Haryana ranked 15th on the Debt Index parameter, ahead of only Kerala, West Bengal, and Punjab.
- Revenue and Fiscal Deficits:
 - Haryana's revenue deficit stood at 1.7% of GSDP in 2022-23, failing to meet the <u>15th</u> <u>Finance Commission's</u> recommendations.
 - **Fiscal deficits** from 2017-18 to 2021-22 were primarily financed through **public debt**, including market borrowings and loans from the Central government.
- Quality of Expenditure:
 - Haryana ranked 16th in quality of expenditure, with a score of 24.8, ahead of only Punjab and Kerala.
 - **Capital expenditure growth** compared to GSDP has **declined** since 2018-19, constituting just 1.4% of GSDP in 2022-23, below budget estimates.
 - Capital expenditure as a share of total expenditure fell from 16.4% in 2018-19 to 9.7% in 2022-23.
- Recommendations for Haryana:
 - Increase capital expenditure on social services.
 - Enhance tax collection efficiency.
 - Establish a robust **fiscal management framework**, focusing on debt sustainability.
 - **Broaden the revenue base and rationalise expenditures** to improve short- and medium-term fiscal sustainability.

HISTORY- PLANNING COMMISSION OBJECTIVES Replaced by NITI Foster cooperative federalism Set up in 1950 Aayog on January (Develop mechanisms to formulate credible to direct investment activity 1.2015 plans (village level) Interests of national security in economic Composition of #NITlaayog strategy and policy Chairperson Special attention to weaker sections Provide advice and encouragement to partnerships Prime Minister between key stakeholders, national-international Governing Council Think Tanks, research institutions CMs (States) and Lt Governors (UTs) Create knowledge, innovation and entrepreneurial support system Regional Councils Platform for inter-sectoral and inter-Formed on need-basis, comprising CMs departmental issues resolution and Lt Govs of the region Maintain state-of-the-art Resource Centre Members **NITI Aayog vs Planning Commission** Full-time basis Part-time Members NITI Aayog Planning Commission Max 2, rotational, from relevant institutions Ex-officio Members Advisory Think Tank Extra-constitutional body Max 4 from Council of Ministers, Wider expertise Limited expertise nominated by PM Secretaries appointed by Special Inviters Secretaries (CEO) usual process appointed by PM Experts, specialists, practitioners with Top-Down approach Bottom-up approach domain knowledge Chief Executive Officer No Mandate to impose Imposed policies on Appointed by PM for fixed tenure policies states (Secy rank) No power to allocate Allocated funds to Secretariat funds ministries/state govts As deemed necessary Issues **Major Initiatives** (5) SDG India Index No powers in granting discretionary funds to states Only an advisory body Atal Innovation Mission e-AMRIT Portal (electric vehicles) No role in influencing private or public investment Good Governance Index Politicisation of the organisation India Innovation Index Lacks the requisite power to bring positive change Aspirational District Programme () 'Methanol Economy' programme ishti IAS

Mukhyamantri Gramin Awas Yojana 2.0 | Haryana | 28 Jan 2025

Why in News?

NITI Aayog

(National Institution for Transforming India)

The Haryana Government allotted plots to 4,533 beneficiaries across 20 districts through a draw under the Mukhyamantri Gramin Awas Yojana 2.0.

Key Points

- Residential Plots Allotted in the First Phase:
 - 100 square yards plots were allotted to all eligible applicants in the gram panchayats of 20 districts:
 - Ambala, Bhiwani, Charkhi Dadri, Fatehabad, Gurugram, Hisar, Jhajjar, Jind, Kaithal, Karnal, Kurukshetra, Narnaul, Nuh, Palwal, Panipat, Rewari, Rohtak, Sirsa, Sonipat, and Yamunanagar.
 - Eligible applicants from <u>nomadic caste</u>, widow, and Scheduled Castes in Jind, Kaithal, Karnal, Kurukshetra, Panipat, Bhiwani, Fatehabad, Rohtak, and Hisar districts also received plots of 100 square yards.
 - 50-square-yard plots were allotted to eligible applicants in Mahagram Panchayat Bahal.
- Method of Allocation:
 - The residential plots were allotted to eligible beneficiaries **through a draw system,** ensuring a transparent and fair process.

UPPCS Foundation Course

🛱 Personalised Mentorship

Free Study Material

🖹 Answer Writing Practice

Admissions Open



PDF Refernece URL: https://www.drishtiias.com/statepcs/29-01-2025/haryana/print