

## Bihar Economic Survey 2024-25

## Why in News?

**Bihar Economic Survey 2024-25** was presented in the Assembly by the Finance Minister on 28 February 2025.

This is the 19<sup>th</sup> economic survey of the state, which discusses in detail the state of Bihar's economy and the direction of development.

## **Key Points**

- Economic growth rate:
  - **Bihar ranks second** among the fastest growing states in the country.
  - The Gross State Domestic Product (GSDP) of Bihar in the financial year 2023-24 is estimated at Rs 8,54,429 crore at current prices and Rs 4,64,540 crore at 2011-12 constant prices.
    - The GSDP recorded a growth of 14.5% (at current prices) and 9.2% (at constant prices) in the financial year 2023-24.
  - Per capita income increased to Rs.36,333 at constant prices and Rs.66,828 at current prices in the financial year 2023-24, which is higher than last year.
  - Patna is the richest district and Sheohar is the poorest district in Bihar.
- Fiscal deficit:
  - The fiscal deficit was Rs 44,823 crore in the financial year 2022-23, which is reduced to Rs 35,660 crore in the financial year 2023-24.
  - It is estimated to be Rs 29,095 crore in the financial year 2024-25.
  - **The revenue saving** stood at Rs 2,833 crore in the financial year 2023-24 while it is expected to be Rs 1,121 crore in the financial year 2024-25.
  - **The total expenditure of the state** was Rs 2.52 lakh crore in the financial year 2023-24, which is estimated to increase to Rs 2.79 lakh crore in the financial year 2024-25.
  - **Development expenditure** is estimated to increase from Rs 1.69 lakh crore to Rs 1.77 lakh crore.
- Agricultural and Industrial sector:
  - Rice production increased by 21% and wheat production increased by 10.7%.
  - Livestock and fisheries have increased at the rate of 9.50%.
  - The Bihar government is implementing the Agricultural Investment Promotion Policy for seven products. These products are makhana, fruits, vegetables, maize, medicinal plants, honey and tea.
  - Investment of Rs 75293.76 crore proposed in the industrial sector of Bihar.
  - The service sector (tertiary sector) remains the largest contributor to Bihar's Gross State Domestic Product (GSDP), accounting for 58.6%, followed by the industry (secondary sector) at 21.5% and agriculture (primary sector) at 19.9%.
  - Investment in micro-enterprises has surged by 135%, accompanied by a 107% rise in employment.
    - Similarly, investment in large-scale units has grown by 131%, leading to a 187% increase in employment opportunities.
  - Additionally, Bihar's mining sector has recorded a 9% growth.
- Roads and infrastructure

- During the year 2005-2025, rural paved roads have increased from 835 km to 1.17 lakh km.
- The transport system in the state is expanding with the construction of new expressways and national highways.
- Bihar recorded the third highest growth (7.6%) in the transport and communication sector during 2011-24, after Uttar Pradesh (10.1%) and Karnataka (7.7%).
- $\circ~$  The road density in Bihar is 3167 per thousand square kilometres. It is at third place in terms of road density.
- Digital Governance and the Energy Sector
  - The government adopted technologies like CCTNS, CFMS, Cyber Cell, <u>e-Challan</u> while promoting <u>e-governance.</u>
  - **Per capita energy consumption** to increase from 134 kilowatt-hours (2012–13) to 363 kilowatt-hours (2023–24).
    - The top five districts in electricity consumption are Patna, Gaya, Muzaffarpur, Rohtas and Nalanda.
  - Public utility services like water supply, electricity and gas connections have registered an increase of 14.5%
- Women empowerment:
  - 1,063.5 thousand **Self Help Groups (SHGs)** were formed.
  - **Women empowerment** was promoted by providing a cumulative credit of Rs 46.9 thousand crore to 2,198.4 thousand SHGs.
  - **Total deposits** stood at Rs 5.27 lakh crore by FY 2024-25, of which Rs 2.97 lakh crore was disbursed as loans and the credit-deposit ratio stood at 56.3%.
  - The female labour force participation rate has improved from financial year 2022-23 to 2023-24. The rate increased from 24.8% to 33.5% among rural women and from 13.8% to 18% among urban women.
  - The labour force participation ratio of men and women in Bihar is lower than the overall Indian average.
- Education and Health Sector:
  - In the last 18 years, expenditure on education has increased 10 times, on health 13 times and on social services 13 times.
  - The child welfare budget was introduced in 2013–14 and grew by 19.4% annually between 2016–23.
  - Dropout rate in government secondary schools recorded a decline of 62.25% in five years.
- Environment and climate change:
  - Efforts have been made to tackle climate change in the state by implementing schemes like **<u>Green Budget</u>** and **Jal-Jeevan-Hariyali Mission** .
  - There has been an increase of 687 square km in forest cover in the state in 12 years.

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