



GOVERNMENT OF ANDHRA PRADESH

Statement of Fiscal Policy to be laid on the table of the A.P. State Legislature in March, 2023

*(As required under section 5 of the Andhra Pradesh
Fiscal Responsibility and Budget Management Act, 2005)*

BUGGANA RAJENDRANATH
MINISTER FOR FINANCE

Form F-1			
MACRO ECONOMIC FRAMEWORK STATEMENT			
(under Rule 3 of A.P FRBM Rules,2006)			
Economic Performance at a Glance			
Trends in Select Macroeconomic and Fiscal Indicators			
SI.No	Item	Absolute Value (Rs. in Crore)	
		2021-22	2022-23
		ACTUALS	R.E.
1	2	3	4
	Real Sector		
1	GSDP at constant (2011-12) Prices		
a)	Agriculture Sector	206855	216255
b)	Industry Sector	173928	183772
c)	Services Sector	253452	278934
	GVA at Constant (2011-12) prices	634235	678961
	GSDP at constant (2011-12) Prices	704889	754338
2	GSDP at Current Prices		
a)	Agriculture Sector	388453	439645
b)	Industry Sector	243923	283821
c)	Services Sector	407810	491496
	GVA at Current Prices	1040187	1214961
	GSDP at Current Prices	1133837	1317728
	Government Finances	2021-22	2022-23
I	Opening Balance	-64.98	-64.80
II	Revenue Receipts	150552.49	176448.39
1	Share of Central Taxes	35347.11	38176.74
2	Tax Revenue	71018.21	84389.37
3	Non Tax Revenue	5017.52	6511.04
4	Grants-in-aid	39169.65	47371.24
III	Capital Receipts	41042.17	64303.71
5	Open Market Loans	46443.00	57478.00
6	Floating Debt(Gross)	0.00	0.00
7	Loans form the GOI	4895.71	5500.00
8	Other Loans	1945.52	2000.00
9	Deposits Transactions etc.(Net)	-14349.93	-727.93
10	Loans and Advances	2110.20	53.64
11	Other Receipts	-1.18	0.00
12	Contingency Fund(Net)	-1.15	0.00
IV	Total Receipts(II + III)	191594.66	240752.10
V	Revenue Expenditure	159163.31	205555.95
13	Of which Interest Payments	22165.18	25288.18
VI	Capital Expenditure	16372.71	16846.69
VII	Loans and Advances	2138.05	1816.14
VIII	Capital Disbursements (14 to 18)	13920.40	16290.56
14	Floating Debt	0.00	0.00
15	Public Debt Repayment	10339.62	11684.00
16	Loans Form GOI	1394.28	1928.55
17	Other Loans	2186.51	2678.01
18	Interstate Settlement	0.00	0.00
IX	Total Expenditure	191594.47	240509.34
X	Overall Transactions(IV – IX)	0.19	242.76
XI	Closing Balance(I + X)	-64.79	177.96
XII	Revenue Deficit (II-V)	-8610.82	-29107.56
XIII	Fiscal Deficit (XII-VI-VII+10)	-25011.38	-47716.75
XIV	Primary Deficit (XIII-13)	-2846.20	-22428.57

MACRO –ECONOMIC FRAMEWORK STATEMENT

As per the Section 5 and 6 of the Andhra Pradesh Fiscal Responsibility and Budget Management (APFRBM) Act – 2005, preparation of the macro economic framework statement is mandatory. This statement together with the analysis of the growth is required for the State Government to present an overview on the structural changes taken place in the economy, emerging contributors of GVA and to have an assessment of state government finances and future prospects to the State Legislature.

The Advance Estimates of GSDP 2022-23 have been compiled in Current and Constant (2011-12) prices.

The GSDP at Constant (2011-12) Prices for the year 2022-23 (AE) is estimated at Rs.7,54,338 Cr. as against Rs.7,04,889 Cr. for 2021-22 (FRE) reflecting a growth of 7.02%.

The GSDP at Current Prices for the year 2022-23 (AE) is estimated at Rs.13,17,728 Cr. as against Rs. 11,33,837 Cr. for 2021-22 (FRE) reflecting a growth of 16.22%.

**GROSS STATE DOMESTIC PRODUCT(GSDP) OF ANDHRA PRADESH
AS PER ADVANCE ESTIMATES 2022-23 At Constant (2011-12) prices**

(Rs. in crores)

SECTOR		2016-17	2017-18	2018-19	2019-20 TRE	2020-21 SRE	2021-22 FRE	2022-23 AE
Agriculture & Allied	Value	139717	165192	171035	185585	189361	206855	216255
	Growth Rate	14.98	18.23	3.54	8.51	2.03	9.24	4.54
Industry	Value	139316	147328	152004	151376	157275	173928	183772
	Growth Rate	12.48	5.75	3.17	-0.41	3.90	10.59	5.66
Services	Value	208694	225349	236255	251649	230268	253452	278934
	Growth Rate	1.76	7.98	4.84	6.52	-8.50	10.07	10.05
GVA	Value	487727	537869	559294	588609	576904	634235	678961
	Growth Rate	8.27	10.28	3.98	5.24	-1.99	9.94	7.05
GSDP	Value	540212	594737	626614	649810	633720	704889	754338
	Growth Rate	8.34	10.09	5.36	3.70	-2.48	11.23	7.02
Per Capita Income in Rupees (as per NSDP)	Value	94115	103177	108853	110587	105880	117464	123526
	Growth Rate	6.21	9.63	5.50	1.59	-4.26	10.94	5.16

**GROSS STATE DOMESTIC PRODUCT(GSDP) OF ANDHRA PRADESH
AS PER ADVANCE ESTIMATES 2022-23 - At Current prices**

(Rs. in crores)

SECTOR		2016-17	2017-18	2018-19	2019-20 TRE	2020-21 SRE	2021-22 FRE	2022-23 AE
Agriculture & Allied	Value	210863	258939	276335	310501	343542	388453	439645
	Growth Rate	21.77	22.80	6.72	12.36	10.64	13.07	13.18
Industry	Value	150394	170743	188601	190190	197028	243923	283821
	Growth Rate	11.98	13.53	10.46	0.84	3.60	23.80	16.36
Services	Value	263246	295590	333240	362157	345005	407810	491496
	Growth Rate	5.74	12.29	12.74	8.68	-4.74	18.20	20.52
GVA	Value	624503	725272	798176	862848	885575	1040187	1214961
	Growth Rate	12.24	16.14	10.05	8.10	2.63	17.46	16.80
GSDP	Value	684416	786135	873721	925839	956788	1133837	1317728
	Growth Rate	13.27	14.86	11.14	5.97	3.34	18.50	16.22
Per Capita Income in Rupees (as per NSDP)	Value	120676	138299	154031	160341	163746	192587	219518
	Growth Rate	11.74	14.60	11.38	4.10	2.12	17.61	13.98

The Service sector has registered highest GVA growth for 2022-23(A.E) with the growth of 20.52% followed by the Industry sector with 16.36% and Agriculture and Allied sector has registered GVA growth for 2022-23 (A.E) with 13.18% **at current prices** to the State Economy.

As per the Advance estimates of 2022-23(AE) at current prices, the Per Capita Income of Andhra Pradesh increased to Rs.2,19,518/- from Rs.1,92,587/- in 2021-22 (FRE) registering a growth of 13.98 percent.

The Per Capita Income at constant (2011-12) prices has also increased to Rs. 1,23,526/- in 2022-23(AE) from Rs. 1,17,464/- in 2021-22 (FRE) registering a growth rate of 5.16 per cent.

Per Capita Income of A.P at Current Prices

Year	Per Capita Income (in Rupees)	Growth Rate (%)
2016-17	1,20,676	11.74
2017-18	1,38,299	14.60
2018-19	1,54,031	11.38
2019-20 (TRE)	1,60,341	4.10
2020-21 (SRE)	1,63,746	2.12
2021-22 (FRE)	1,92,587	17.61
2022-23 (AE)	2,19,518	13.98

Form F-2

(See rules 4 of APFRBM Rules,2006)

MEDIUM TERM FISCAL POLICY STATEMENT

A. Fiscal Indicators - Rolling Targets

(in percentages)

		Previous Year (Y-2) (Actuals) 2021-22	Current Year (Y-1) 2022-23 (Budget Estimate)	Current Year (Y-1) 2022-23 (Revised Estimate)	Ensuing Year (Y) 2023-24 (Budget Estimate)	Targets for next Two Years		
						2024-25	2025-26	
1	Revenue Deficit / Surplus as percentage of Total Revenue Receipts (TRR)	-5.72	-8.91	-16.50	-10.82			
2	Fiscal Deficit as percentage of GSDP	Target	-5.00	-4.50	-4.50	-4.00	-4.00	-3.50
		Achievement	-2.08	-3.64	-3.62	-3.77		
3	Total outstanding Liabilities as percentage of GSDP	Target	35.60	36.30	36.30	36.10	35.80	35.50
		Achievement	31.46	32.79	32.35	33.32		
4	[Any additional target(s)]	Nil	Nil	Nil	Nil			

Receipts

Total Revenue receipts

The revenue receipts for 2021-22 are Rs.1,50,552.49 crores and Rs.1,76,448.39 crores for RE 2022-23 which consists of Tax Revenue, Non-Tax Revenue, Share of Central Taxes and Central Grants.

Tax Revenue

Receipts under Tax Revenue is Rs.71,018.21 crores for 2021-22 and Rs.84,389.37 crores for RE 2022-23.

Non-Tax Revenue

Non tax revenue receipts during 2021-22 is Rs.5017.52 crore and Rs.6511.04 crores for RE 2022-23.

Share of Central Taxes and Grants from Government of India

As per the recommendations of 15th F.C., the devolutions of Share of Central Taxes is 41%. Accordingly, Govt. of India released an amount of Rs.35,347.11 crores during 2021-22 and Rs.38,176.74 for RE 2022-23. The Central Assistance to State Development Schemes, FC Grants and other Grants from the Govt. of India is Rs.39,169.65 crores during 2021-22 and Rs.47,371.24 crores during 2022-23 RE.

Capital Receipts

The capital receipts consists of Recovery of Loans, Borrowings & Other Liabilities and Deposits Transactions (Net) shows Rs.41,042.17 crores in 2021-22 and for RE 2022-23 it is Rs.64,303.71 crores.

Expenditure

The total expenditure, during 2021-22, is at Rs.1,91,594.47 crores and for RE 2022-23 it is at Rs.2,40,509.34 crores.

During 2021-22, Revenue expenditure was Rs.1,59,163.31 crores and for RE 2022-23 it is at Rs.2,05,555.95 crores. The components under revenue expenditure are salaries, pensions, interest payments, subsidies, maintenance, Navaratnalu, Manifesto Schemes and other grant-in-aid expenditure.

Capital expenditure during 2021-22 is Rs.32,431.17 crores and Rs.34,953.39 crores for RE 2021-22 which includes Disbursement of Loans and Advances and Capital Disbursements.

FORM - F3

FISCAL POLICY STRATEGY STATEMENT

(under Rule 6 of APFRBM Rules 2006)

Andhra Pradesh Fiscal Responsibility and Budget Management Act, 2005 and Andhra Pradesh Fiscal Responsibility and Budget Management Rules, 2006 have been notified by the Government of Andhra Pradesh to make the State government accountable for fiscal management, ensuring physical stability, sustainable debt management, transparency in fiscal operations and to chart course for fiscal policy in a medium term frame work.

As per the Act, the State Government is required to lay down before the House/Houses of the Legislature, every financial year, the Macro Economic Framework Statement, Medium Term Fiscal Policy Statement and the Fiscal Policy Strategy Statement along with the budget.

Overview of State Government Finances: The State Government has amended Andhra Pradesh FRBM, Act 2005 vide Act No.29 of 2021, dated 24th December,2021, the Revenue Deficit, Fiscal Deficit and Debt Path for State Government as percent to GSDP for FY 2021-22 to 2025-26 is as under.

Years	2021-22	2022-23	2023-24	2024-25	2025-26
Revenue Deficit	3.6	3.3	3.0	2.7	2.4
Fiscal deficit	5.0	4.5	4.0	4.0	3.5
Outstanding Total Liabilities	35.6	36.3	36.1	35.8	35.5

TAX REVENUE

The desirable path to fiscal correction lies through financial empowerment i.e., by expanding the scope and size of revenue flows into the budget. Our strategy for revenue augmentation is by improvement of tax administration, facilitation of revenue buoyancy, minimizing of transaction costs and rationalization of tax structure. Hence, the focus is on streamlining and strengthening existing tax and non-tax collection, mechanism and plugging of revenue leakages. Thus, our endeavor is to optimize revenue collection without imposing additional taxes.

According to Accounts 2021-22, the State's own tax revenue was Rs.71,018, crores and as per 2022-23 (RE) it was Rs.84,389.37 crores.

Based on historic trends and also considering the latest growth of GSDP the tax revenue in BE 2023-24 is estimated at Rs.1,02,651 crores.

COMMERCIAL TAXES DEPARTMENT

For the year 2021-2022, the tax revenue was Rs.52,086.34 Crores and in 2022-2023 upto January'2023 it was Rs. 43,187.16 Crores and estimated Target of Rs.50,747.48 crores for the year 2022-2023.

Goods and Service Tax:

The Andhra Pradesh Goods and Services Tax Act, 2017(Act No 16 of 2017) is passed by the Andhra Pradesh Legislature and notified in AP Gazette on 7thJune, 2017. Thus the Goods and Services Tax (GST) is introduced in the State w.e.f. 01- 07-2017. The Andhra Pradesh Goods and Services Tax Act, 2017 replaces the following Acts of Andhra Pradesh.

- 1) The APVAT Act, 2005 except for crude oil, diesel, petrol, Natural gas, ATF and alcoholic liquor for human consumption.
- 2) The AP Entertainments Tax Act 1939
- 3) The AP Luxuries Tax Act 1987
- 4) The AP HRBT Regulation, 1358F
- 5) The AP entry Tax on Motor Vehicles Act 1996

- 6) The AP Entry Tax on Goods Act 2001
- 7) The AP Rural Development Act 1996

The Advertisement Tax levied and collected by local bodies is also subsumed in GST. The petroleum products (crude oil, diesel, petrol, Natural Gas and ATF) and liquor for human consumption are kept outside the purview of GST and the AP VAT Act, 2005 is applicable to these commodities without any change.

The GST is a single indirect tax in which the following indirect taxes presently levied by the Centre are also subsumed.

1. Excise Duty (Central Excise Act 1944 except for six commodities)
2. Additional Excise Duty (Additional Duties of Excise (Goods of Special Importance) Act 1957, Additional Duties of Excise (Textiles and Textile Articles) Act 1978, Central Excise Tariff Act 1985.
3. Service tax (Chapter V of Finance Act 1994)
4. Customs – Counter Veiling Duty, Special Additional Duty. Central Cesses & Surcharges.
5. CST (CST Act 1956), Medicinal and Toilet preparations (Excise Duties) Act 1955, levied and collected by Centre, but administered by State authorities and proceeds assigned to States.

The GST consists of two components, one is Central Goods and Services Tax (CGST) and the other one is State Goods and Services Tax (SGST). They will be levied and collected by the Centre and the State respectively on every transaction of intrastate supply of goods and services. The interstate transactions will attract integrated Goods and Services Tax (IGST). Further, GST is a destination based tax in contrast to the present VAT/CST which are origin based taxes. Consequently, the taxes collected on goods and services in the value chain will finally accrue to the goods and services consuming the states.

The necessary constitutional amendments conferring concurrent jurisdiction to the Centre and State for levy of CGST and SGST respectively were carried out in the constitutional amendment (101) Act passed by the Parliament. The amendment Act also created a constitutional body namely Goods and Services Tax Council (GST Council) with the Union Finance Minister as Chairman and the State Finance Ministers as members to deliberate and finalize the rates of taxes, exemptions, supply rules etc.,

The GST council in a series of meetings (48 till now) have deliberated upon the GST Law, rates of GST, compensation mechanism, division of GST administration between the Centre and the States etc., and decided on 0%, 5%, 12%, 18% and 28% as the rates of taxes on Goods and Services under GST regime. The SGST is leviable at the rates of 0%, 2.5%, 6%, 9% and 14%. The GST Council also fitted all the goods and services in to the above tax slabs.

The salient features of the Andhra Pradesh Goods and Services Tax Act, 2017 (Act No16/2017)

- 1) The Act provides for levy and collection of GST on intra-State supplies of Goods and Services.
- 2) Under the provisions of this Act, every supplier of goods or services or both whose annual turnover is more than Rs.20 lakhs will have to obtain registration under the GST Act. In the 32nd GST Council, it was decided to enhance the threshold limit for supply of goods from Rs.20 lakhs to 40 lakhs.
- 3) The Registration will be PAN based.
- 4) The taxable persons with annual turnover between Rs.20 Lakhs and Rs.1.50 Crores are eligible for composition scheme under which they now entitled to pay fixed rate ranging between 1% to 5% without input tax credit. Further, a provision also included to allow composition scheme for service providers having turnover less than Rs.50 Lakhs.
- 5) All the other taxable persons with annual turnover of above Rs.1.5 Crore will pay tax at the notified rates with input tax credit.

- 6) While the taxable persons under composition scheme should file quarterly returns, the others should file monthly returns. The facility of filing quarterly returns was extended to the tax payers with annual turnover upto Rs.5 Crores. All the returns are to be filed electronically only.
- 7) Further, the tax payer should also upload their purchase and sale invoices electronically, which will be matched on line to check the veracity of input tax credit (ITC) claims. The taxes due as per the returns should be paid electronically.
- 8) The correctness of the returns will be verified through scrutiny of the returns.
- 9) The Act provides for a channel of Appeals to Appellate Authority, Tribunal, High Court and Supreme Court. Under assessment by any authority will be rectified by revision by a superior authority.
- 10) In case, taxes as per the returns or as per the assessment order or appeal and revision orders are not paid, the Act provides for enforcement of collection through attachment and sale of movable and immovable properties.
- 11) Refunds that arise to the tax payers on account of excess tax payment, rate difference between output and inputs, exports etc., will be credited online to the tax payers within sixty days. For any delay in receipt of refund the tax payer would be eligible for interest.
- 12) The Act provides advance ruling facility under which the tax payers can get their doubts cleared regarding the provisions of the Act, Rates of Tax etc.
- 13) The Act also has anti profiteering provision, where under the tax payers will be penalized, if they do not pass on the benefit of reduction of tax rate to the consumer. The Act also prohibits collection of excess ¹¹_{SEP} tax or collection of tax on the transactions on which no tax is payable. Contravention of this provision attracts penalty or forfeiture.
- 14) There are no provisions for erection of stationary check posts in the Act. This facilitates free flow of goods across the states.
- 15) The Government of India issued required notifications relating to Act, rules and Tax rates. It issued 394 notifications on provisions of CGST Law, Rules etc. Further, 148 notifications on Central Tax (Rates) and Exemptions were also issued.
- 16) Accordingly, Government of Andhra Pradesh also issued 240 notifications on Law provisions and Rules. Further, 144

notifications were issued on Tax rates by the State of Andhra Pradesh.

- 17) Government issued orders appointing Officers of State Tax of the rank of Chief Commissioner, Commissioners, Additional Commissioners, Joint Commissioners, Deputy Commissioners, Assistant Commissioners, Deputy Assistant Commissioners and Goods and Services Tax Officers under sec 3 of the APGST Act.
- 18) The Appellate authority and Revisional authority also appointed under APGST Act, 2017. The Government also constituted Advance Ruling Authority under Rule 103: consisting of the officers of joint Commissioner rank from Centre and State to clarify the issues raised by tax payers.

REGISTRATION AND STAMPS DEPARTMENT

The Registration and Stamps Department contribution nearly 0.72% to the GSDP of the State. The Indian Stamp Act, 1899 and Registration Act, 1908 are the two main sources of revenue. The revenue realized during the year 2021-22 was 7608.59 crores and revenue realized during the year 2022-23 (i.e., upto January 2023) is Rs.6394.55

Achievement of the Department:

1. Revenue achievement during the financial year 2021-22 is Rs. 7608.59 Crores.
2. Target for the year 2022-23 is Rs. 9500 Crores.
3. Proportionate target upto January, 2023 is Rs. 7,600.08 crores.
4. Revenue achievement for the financial year 2022-23 (upto January, 2023) is 6394.95 Crores.
5. The percentage of Revenue achievement is 84.14%.
6. Percentage of Growth rate is 10.61% on previous year.

PROHIBITION AND EXCISE DEPARTMENT

The Prohibition and Excise Dept. is a major regulatory Dept. and revenue generation is incidental to regulation of manufacture, sale, purchase, transportation and usage of intoxicants and alcoholic preparations both for potable and industrial purposes. This activity is governed by the A.P. Excise Act 1968 and the Rules made there under.

For the period 2020-21, (2934) Shops have been established by APSBCL and (840) bars are functioning as on today to sell IMFL & FL in the State. The number of retail liquor outlets have been reduced by 33% and the license period is from 01.10.2019 to 30.09.2021. The APSBCL continued with exclusive privilege of retailing of IMFL and FL to the Retail Outlets fixed by the Government.

The wholesale trade, import and export of IMFL & FL is being conducted by the Prohibition & Excise Department from 10.03.2015. The Andhra Pradesh State Beverages Corporation Limited, a wholly owned A.P. Government company assists the Department in conducting the wholesale trade of IMFL & FL including export and import. The Government vide G.O.Ms No. 80 Rev. Excise Dept., Dt. 23.02.2022 has entrusted the Wholesale and Retail Trade of Liquor to APSBCL w.e.f 09.11.2021 and thus the wholesale trade in IMFL & FL is now carried by APSBCL.

Manufacture of Spirit, IMFL, Beer and Wine is governed by separate set of rules for each category. The Government vide G.O. Ms.No.40, Revenue (Excise.II) Department, dt. 30.01.2016, made amendments to Andhra Pradesh Brewery Rules, 2006 permitting Micro Breweries to be established in the State to manufacture and sell draught Beer.

For the period 2020-21 onwards the Government permitted the Commissioner of Proh. & Excise to establish Walk-in-shops (Elite shops) in the State as per the requirement without any change in Retail outlets permitted. For the period 2021-22 permission was also accorded to A.P Tourism Development Corporation to establish liquor outlets/Walk-in shops in Tourism Facilitation Centres (TFCs).

The following are the details of various duties collected by the P&E Department.

1. **Excise Duty:** The Govt. vide G.O.Ms.No.394 Revenue (Excise-II) Dept. dated 21.10.2015 have issued the rates of excise duty / countervailing duty on IMFL, Beer, Wine and Ready to Drink varieties.

While the duty on IMFL varies from Rs.30 to Rs.110 PPL (11 slabs basing on the basic price of IMFL), the duty on beer varies from Rs.5 to Rs.13 per BL (4 slabs basing on the basic price of Beer). The duty on wine ranges from 5% to 15% (3 slabs) of the basic price and the duty on Ready to Drink varieties ranges from 9% to 12% (2 slabs).

2. **Additional Excise Duty:** The Govt. vide G.O.Ms.No.243 Revenue (Excise-II) Dept. dated 27.06.2017 have introduced a new duty in the form of additional excise duty levied on the landed cost of IMFL @36% w.e.f. 01.07.2017.
3. The Govt. collects privilege fee @12% for the in-house license holders on the sale price charged by wholesale depots. Further, the amount that accrues when the issue price is rounded to the next rupee per case is collected as special privilege fee and the amount that accrues when the MRP is rounded to the next ten rupees is collected as additional privilege fee.
4. **VAT** is also collected as per the rates prescribed vide G.O.Ms.No.313 Revenue (Excise-II) Dept. dated 09.11.2021 and apportioned from the sale proceeds to the Commercial Taxes Dept.
5. With a view to provide succor to the poor tappers, the tree tax on excise trees has been abolished.
6. The Government have introduced two types of new levies as detailed below.
 - a. **Retail Excise Tax (RET):** Vide G.O.Ms.No.421 Revenue (Excise-II) Dept. dated 30.09.2019, the Govt. have levied Retail Excise Tax (RET) @6% on the issue price of Indian Made Foreign Liquor, Foreign Liquor, Beer, Wine and Ready to Drink varieties supplied by the Wholesale IMFL depots to the retail liquor outlets operated by the A.P. State Beverages Corporation Limited (APSBCL) w.e.f. 01.10.2019. Subsequently, modified the RET@ 4% on issue price vide G.O.Ms No. 294 Revenue (Excise-II) Dept., dated. 01.10.2020.
 - b. **Additional Retail Excise Tax (ARET):**
 - i) Vide G.O.Ms.No.422 Revenue (Excise-II) Dept. dated 30.09.2019, the Govt. have levied Additional Retail Excise Tax (ARET) at flat rate per bottle varying from Rs.10 to Rs.2000 depending upon the size of the bottle / container on the issue price of Indian Made Foreign Liquor, Foreign Liquor, Beer,

Wine and Ready to Drink varieties supplied by the Wholesale IMFL depots to the retail licensees of by Shop, Bar and In-House w.e.f. 01.10.2019.

- ii) Vide G.O.Ms.No.471 Revenue (Excise-II) Dept. dated 22.11.2019, the Govt. have levied Additional Retail Excise Tax (ARET) at flat rate per bottle varying from Rs.30 to Rs.6000 depending upon the size of the bottle / container on the issue price of Indian Made Foreign Liquor, Foreign Liquor, Beer, Wine and Ready to Drink varieties supplied by the Wholesale IMFL depots to the licensees of Bars w.e.f. 23.11.2019.
- iii) Subsequently, increase of Additional Retail Excise Tax (ARET) on the issue price vide G.O Ms No. 129 Revenue (Excise-II) Department, dt. 05.05.2020 at flat rate per bottle varying from Rs.20 to Rs.6000 depending upon the size of the bottle / container on the issue price of Indian Made Foreign Liquor, Foreign Liquor, Beer, Wine and Ready to Drink varieties supplied by the Wholesale IMFL depots to the retail licensees of by Shop, Bar and In-House w.e.f. 05.05.2020.

7. Rationalization of rates:

Vide G.O.Ms No. 363 Revenue (Excise-II) Department, dt. 18.12.2021 Rationalization the rates of VAT, Special margin, Additional Excise Duty, Additional Countervailing duty levied on landed cost of liquor is aimed at weaning the poor away from consuming unauthorized/ illicitly distilled liquor so as to sustain the objectives of avowed Policy of the Government to reduce the consumption levels of liquor in the State while strictly controlling the cross border smuggling of liquor in to the State as well as prevalence of illicit distillation.

TRANSPORT DEPARTMENT:

The Government collects taxes from the motor vehicles under the provisions of Andhra Pradesh Motor Vehicles Taxation Act, 1963 and fees under Motor Vehicles Act, 1988 and Andhra Pradesh Motor Vehicles Rules, 1989 and notifications issued thereunder. For the year 2021-22, an amount of Rs. 3340.57 Crores was collected. The Government has collected an amount of Rs. 3242.59 Crores during financial year 2022-23 up to December 2022 in the current year with a growth rate of 29.94% over the corresponding period of previous year up to December”.

FORM D-1			
<i>[See rule 6 of APFRBM Rules,2006]</i>			
SELECT FISCAL INDICATORS			
	Item	2021-22 (Actuals)	2022-23 (R.E)
1	Gross Fiscal Deficit as Percentage of GSDP	-2.08	-3.62
2	Revenue Deficit/Surplus as Percentage of Gross Fiscal Deficit	34.43	61.00
3	Revenue Deficit /Surplus as Percentage of GSDP	-0.72	-2.21
4	Revenue Deficit /Surplus as Percentage of TRR	-5.72	-16.50
5	Total Liabilities , GSDP Ratio (%)	31.46	32.35
6	Total Liabilities , Total Revenue Receipts (%)	251.13	241.56
7	Total Liabilities , State's Own Revenue Receipts (%)	497.25	468.90
8	State's Own Revenue Receipts to Revenue Expenditure (%)	47.77	44.22
9	Capital Outlay as Percentage of Gross Fiscal Deficit	-129.67	-73.25
10	Interest Payment as Percentage of Revenue Receipts	14.72	14.33
11	Salary Expenditure as Percentage of Revenue Receipts	33.25	33.06
12	Pension Expenditure as Percentage of Revenue Receipts	13.50	11.73
13	Non-developmental Revenue Expenditure as Percentage of aggregate disbursements(TRE)	36.27	30.32
14	Gross Transfers from the Centre as Percentage of Aggregate Disbursements(TRE)	46.82	41.62
15	Non-tax Revenue as Percentage of TRR	3.33	3.69

FORM D-2						
<i>[See rule 6 of APFRBM Rules,2006]</i>						
A. Components of State Government Liabilities						
					(Rs. crore)	
Category	Raised during the Fiscal Year		Repayment/Redemption during the Fiscal Year		Outstanding Amount * (End-March)	
	2021-22	2022-23	2021-22	2022-23	2021-22	2022-23
	(Actuals)	(RE)	(Actuals)	(RE)	(Actuals)	(RE)
Market Borrowings	46443.00	57478.00	10339.62	11684.00	265420.97	311214.97
Loans from Centre	4895.71	5500.00	1394.28	1928.55	17672.44	21243.89
Special Securities issued to the NSSF	0.00	0.00	1172.95	1212.50	8985.42	7772.92
Borrowings from Financial Institutions/ Banks	1945.52	2000.00	1013.56	1465.52	17544.43	18078.91
WMA/OD from RBI	0.00	0.00	0.00	0.00	0.00	0.00
Provident Funds, Insurance Funds, Deposits and Reserve Funds etc	112592.54	224579.46	124426.67	225119.58	68463.35	67923.23
Total	165876.77	289557.46	138347.08	241410.15	378086.61	426233.92
	* Outstanding debt includes un-apportioned amount of Rs.4,422.59 crores.					

FORM D-3

[See rule 6 of APFRBM Rules,2006]

Consolidated Sinking Fund (CSF)*(Amount in Rs. Crore)*

Outstanding balance in CSF at the beginning of the 2021-22	Additions to CSF during the 2021-22	Withdrawals from CSF during the 2021-22	Outstanding balance in CSF at the end of the 2021-22/ beginning of 2022-23	(4)/ Outstanding Stock of SLR Borrowings (%)	Additions to CSF during the 2022-23(RE)	Withdraw from CSF during the 2022-23 RE	Outstanding at the end of 2022-23 beginning of 2023-24	(8)/ Stock of SLR Borrowings (%)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
8988.52	723.72	24.72	9687.52	3.65	465.61	0.00	10153.13	3.26

FORM D- 4					
(See rule 6)					
Guarantees given by the Government					
Category (No of Guarantees within bracket)	Maximum Amount Guaranteed	Outstanding at the end of 2021-22	Additions during the 2022-23	Reductions during the 2022-23 (other than invoked during the 2022-23)	
	(Rs. crore)	(Rs. crore)	(Rs. crore)	(Rs. crore)	
1	2	3	4	5	
Agriculture	12390.42	1764.53	5476.79	1900.83	
Food and Civil Supplies	32000	31281.60	4100.00	5481.60	
Energy-Power	56108.2	29187.04	11606.28	2320.39	
Excise	13400	1400.00	10005.00	1815.25	
Finance *	25000	22741.20	0.00	901.20	
Housing	4133.21	3909.97	0.00	128.47	
Industries, I&I	4224	3408.20	0.00	560.23	
MAUD	25705.17	10843.43	454.36	584.05	
PR & RD	640	640.00	0.00	0.00	
Social Welfare	533.87	357.20	0.00	63.00	
TR&B #	8658.53	5792.10	1591.10	456.40	
Water resources	19677	8610.73	250.00	333.36	
Total	202470.40	119936.00	33483.53	14544.78	
Invoked during the 2020-21		Outstanding at the end of the 2022-23	Guarantee Commission or Fee during 2022-23		Remarks
(Rs. crore)		(Rs. crore)	(Rs. crore)		
Discharged	Not Discharged		Receivable	Received	
6	7	8	9	10	11
Agriculture		5340.49			
Food and Civil Supplies		29900.00			
Energy-Power		38472.93			
Excise		9589.75			
Finance *		21840.00			
Housing		3781.50			
Industries, I&I		2847.97			
MAUD		10713.74			
PR & RD		640.00			
Social Welfare		294.20			
TR&B #		6926.80			
Water resources		8527.37			
Total		138874.75			
* Guarantees given for Finance Department pertains to conditional guarantees extended to AP State Development Corporation (APSDC) and the guarantees is not inforce till date.					
# Includes Rs.2,000 crores conditional Government Guarantees extended to APRDC, for which the Government Guarantee not come into force till date.					

FORM D-5					
See rule 6					
Outstanding Risk - Weighted Guarantees					
				(Amount in Rs.Crores)	
Default Probability	Risk weights	Amount outstanding as in the Previous Year and the Current Year		Risk weighted outstanding Guarantee in the Previous Year and the Current Year	
		2021-22	2022-23 (RE)	2021-22	2022-23 (RE)
Direct Liabilities	100	27967.02	28248.54	27967.02	28248.54
High Risk	75	20204.62	23404.19	15153.47	17553.14
Medium Risk	50	5659.02	5585.47	2829.51	2792.74
Low Risk	25	31541.56	30107.46	7885.39	7526.87
Very Low Risk	5	34563.78	51529.08	1728.19	2576.45
Total Outstanding		119936.00	138874.74	55563.57	58697.74

FORM D-6					
See rule 6					
Guarantee Redemption Fund (GRF)					
(Amount in Rs.Crores)					
Outstanding invoked guarantees at the end of the 2021-22	Outstanding Amount in GRF at the end of the 2021-22	Amount of Guarantees likely to be invoked during the 2021-22	Addition to GRF during the 2022-23 RE	Withdrawal from the GRF during the 2022-23 RE	Outstanding amount in GRF at the end of the 2022-23 RE
1	2	3	4	5	6
..	874.37	..	72.04	2.02	944.39

FORM D - 7						
(See Rule-6)						
STATEMENT OF ASSETS						
						(Rs. In Crores)
Sl. No.	Departments	Physical Assets				Total
		Building / Office/ Residential	Machinery & Equipment	Office Equipment	Vehicles	
1.	<u>A.P . Bhavan New Delhi</u>					
	A (Beginning of the Year)	4146.00				4146.00
	B (During the Year)	0.00				0.00
	C (Cumulative of the Year)	4146.00				4146.00
2.	<u>Tribal Welfare Engineering</u>					
	A (Beginning of the Year)	1.00				1.00
	B (During the Year)	0.00				0.00
	C (Cumulative of the Year)	1.00				1.00
3.	<u>Sericulture-HOD</u>					
	A (Beginning of the Year)	834.84		0.25	0.06	835.15
	B (During the Year)	3.68		0.02	0.01	3.71
	C (Cumulative of the Year)	838.52		0.27	0.07	838.86
4.	<u>State Election Commission</u>					
	A (Beginning of the Year)			0.37	0.40	0.77
	B (During the Year)			0.05	1.00	1.05
	C (Cumulative of the Year)			0.42	0.40	0.82
5.	<u>Fisheries-HOD</u>					
	A (Beginning of the Year)	12.04				12.04
	B (During the Year)	0.35				0.35
	C (Cumulative of the Year)	12.39				12.39
6.	<u>Excise</u>					
	A (Beginning of the Year)	5.08				5.08
	B (During the Year)	5.25				5.25
	C (Cumulative of the Year)	10.33				10.33
7.	<u>PrI. Chief Conservator of Forests</u>					
	A (Beginning of the Year)	89.47			0.11	89.58
	B (During the Year)	0.00			0.00	0.00
	C (Cumulative of the Year)	89.47			0.11	89.58
8.	<u>Public Libraries, HOD</u>					
	A (Beginning of the Year)	34.19				34.19
	B (During the Year)	0.00				0.00
	C (Cumulative of the Year)	34.19				34.19
9.	<u>MAUD</u>					
	A (Beginning of the Year)	19.31				19.31
	B (During the Year)	0.00				0.00
	C (Cumulative of the Year)	19.31				19.31

FORM D - 7						
(See Rule-6)						
STATEMENT OF ASSETS						
						(Rs. In Crores)
Sl. No.	Departments	Physical Assets				Total
		Building / Office/ Residential	Machinery & Equipment	Office Equipment	Vehicles	
10.	<u>Director of Works Accounts, HOD</u>					
	A (Beginning of the Year)	0.20				0.20
	B (During the Year)	0.00				0.00
	C (Cumulative of the Year)	0.20				0.20
11.	<u>Rural Water Supply</u>					
	A (Beginning of the Year)	17.42				17.42
	B (During the Year)	0.00				0.00
	C (Cumulative of the Year)	17.42				17.42
12.	<u>Information and Public Relations, HOD</u>					
	A (Beginning of the Year)	2.58				2.58
	B (During the Year)	0.14				0.14
	C (Cumulative of the Year)	2.72				2.72
13.	<u>Vigilance and Enforcement</u>					
	A (Beginning of the Year)	1.90				1.90
	B (During the Year)	0.00				0.00
	C (Cumulative of the Year)	1.90				1.90
14.	<u>Technical Education</u>					
	A (Beginning of the Year)	31.88	1.61	0.70		34.19
	B (During the Year)	0.00	0.00	0.02		0.02
	C (Cumulative of the Year)	31.88	1.61	0.72		34.21
15.	<u>Disabled Welfare Dept.</u>					
	A (Beginning of the Year)	13.90				13.9000
	B (During the Year)	4.10				4.1000
	C (Cumulative of the Year)	18.00				18.0000
16.	<u>Rural Development</u>					
	A (Beginning of the Year)	54.78		5.85	0.86	61.49
	B (During the Year)	1.89		1.49	0.20	3.58
	C (Cumulative of the Year)	56.67		7.34	1.06	65.07
17.	<u>AP State Consumer Disputes Redressal Commission</u>					
	A (Beginning of the Year)	5.86				5.86
	B (During the Year)	1.00				1.00
	C (Cumulative of the Year)	6.86				6.86
18.	<u>Juvenile Welfare Department</u>					
	A (Beginning of the Year)	4.71				4.71
	B (During the Year)	0.00				0.00
	C (Cumulative of the Year)	4.71				4.71

FORM D - 7

(See Rule-6)

STATEMENT OF ASSETS

						(Rs. In Crores)
Sl. No.	Departments	Physical Assets				Total
		Building / Office/ Residential	Machinery & Equipment	Office Equipment	Vehicles	
19.	Transport department					
	A (Beginning of the Year)	23.51			0.10	23.61
	B (During the Year)	0.00			0.00	0.00
	C (Cumulative of the Year)	23.51			0.10	23.61
20.	Tribal Welfare					
	A (Beginning of the Year)	19.48		0.45	0.38	20.31
	B (During the Year)	0.00		0.06	0.00	0.06
	C (Cumulative of the Year)	19.48		0.51	0.38	20.37
21.	Women Development					
	A (Beginning of the Year)	98.20				98.20
	B (During the Year)	12.88				12.88
	C (Cumulative of the Year)	111.08				111.08
	Grand Total	10891.29	3.22	18.52	5.24	10918.27
	A (Beginning of the Year)	5416.35	1.61	7.62	1.91	5427.49
	B (During the Year)	29.29	0.00	1.64	1.21	32.14
	C (Cumulative of the Year)	5445.64	1.61	9.26	2.12	5458.63

Form D – 8

[See rule 6]

TAX REVENUES RAISED BUT NOT REALISED

(Principal taxes)

(As at the end of the reporting year i.e., 2022-23)

Major Head	Description	Amount under disputes (Rs. crore)					Amount not under disputes (Rs. crore)					Grand Total
		Over 1 year but less than two years	Over 2 years but less than 5 years	Over 5 years but less than 10 years	Over 10 years	Total	Over 1 year but less than two years	Over 2 years but less than 5 years	Over 5 years but less than 10 years	Over 10 years	Total	
	Taxes on Income & Expenditure	0.00	0.00	0.11	0.17	0.28	1.08	0.02	0.86	0.82	2.78	3.06
	Agricultural Income Tax											
	Taxes on Professions, Trades, callings and employment	0.00	0.00	0.11	0.17	0.28	1.08	0.02	0.86	0.82	2.78	3.06
	Taxes on property and capital Services											
	Land Revenue											
	Stamps and Registration fees											
	Urban immovable property tax											
	Taxes on Commodities and Services	742.28	1651.52	1928.87	1017.47	5340.14	785.42	1119.63	577.48	345.37	2827.90	8168.04
	Sales Tax	430.99	1194.12	1372.55	348.89	3346.55	365.85	704.00	348.96	231.22	1650.03	4996.58
	Central Sales Tax	309.75	456.67	555.78	596.38	1918.58	418.62	414.22	227.18	109.91	1169.93	3088.51
	State Excise	0.00	0.00	0.26	3.02	3.28	0.00	0.00	0.29	0.89	1.18	4.46
	Other Taxes	1.54	0.73	0.28	69.18	71.73	0.95	1.41	1.05	3.35	6.76	78.49
	Sales Tax on Motor Spirit and Lubricants											
	Surcharge on Sales Tax											
	Taxes on Vehicles	89.32	1263.00	1998.00		3350.32						3350.32
		(arrears of tax)			(arrears of tax)							
	Other Taxes											
	Total	831.60	2914.52	3926.98	1017.64	8690.74	786.50	1119.65	578.34	346.19	2830.68	11521.42
	**APSRTC Tax & Penalty dues											

Note: Reporting year refers to the second year preceding the year for which the annual financial statement and demands for grants are presented.

Form – D.10					
[See rule 6 of APFRBM Rules, 2006]					
NUMBER OF EMPLOYEES IN STATE GOVERNMENT DEPARTMENTS					
PUBLIC SECTOR UNDERTAKINGS & AIDED INSTITUTIONS AND					
EXPENDITURE OF STATE GOVERNMENT					
Sl. No.	Sector Name	Total Employees as on 01.01.2023	Total Pensioners as on 01.01.2023	Related Expenditure during 2022-23 (Rs. in crores)	
				On Salary (Rs. Crores)	On Pension (Rs. Crores)
1.	State Government	3,16,148	3,68,586	39057.94	20204.79
2.	Judiciary	9,153	--	739.54	--
3.	Zilla Praja Parishad	11,910	--	124.24	--
4.	Mandal Praja Parishad	59,887	--	748.56	--
5.	Municipal Administration and Municipal Corporations	45,478	--	2616.79	--
6.	Gram Panchayats	86,825	--	688.49	--
7.	Urban development Authorites	381	--	55.21	--
8.	Agricultural Market Committees	150	--	16.52	--
9.	Zilla Grandhalaya Samsthas	197	--	50.11	--
10.	State Public Sector Undertakings	19,925	--	1179.00	--
11.	Universities	4,180	--	811.77	--
12.	Volunteer	2,65,153	--	1577.00	--
13.	Aided Educational Institutions	8,408	--	929.14	--
14.	Workcharged	3,972	--	319.76	--
15.	Wage Employees	2,313	--	68.06	--
16.	Payments to Home Guards	15,500	--	334.26	--
17.	Payments to Anganwadi Workers	86,894	--	1194.64	--
18.	Honorarium to VRAs	18,543	--	239.12	--
19.	Professional Services	9,990	--	121.10	--
20.	Payments to Asha Workers	40,977	--	329.50	--
21.	Payments to Tribal Community	1,301	--	11.57	--
22.	Payments to Gopala Mitras	2,206	--	17.72	--
23.	Honorarium or lumpsum payment	246	--	27.39	--
24.	Contract employees	23,309	--	1771.03	--
25.	Outsourcing Employees	94,139	--	2399.76	--
	Total	11,27,185	3,68,586	55428.22	20204.79

Pension Liability			
			Rs. in Crores
Sl.No.	Calendar year	No of Employees Retiring	Pension Liability
1.	2022	0	17204.79
2.	2023	0	18237.07
3.	2024	13643	25520.04
4.	2025	13583	26470.61
5.	2026	14095	27794.75
6.	2027	14905	29320.81
7.	2028	14734	30278.81
8.	2029	14620	31343.16
9.	2030	16227	33358.47
10.	2031	15548	34251.89
11.	2032	16062	41803.40
	Total	133417	315583.80