



FOREWORD

Even as countries struggle to recover from the recent global financial crisis, we are fortunate that it has not impeded revenue mobilization in any significant manner.

The net revenue after refunds stands at Nu. 15,638.434 million, a growth of 11.31 percent over the previous year. This remarkable performance has been achieved without any increase in tax rates. It indicates overall business confidence and good health of the economy.

It gives me immense pleasure to acknowledge the efforts of revenue officials in various parts of the country in achieving the revised target of Nu.15,370.223 million. We also sincerely appreciate the cooperation extended by the revenue agencies as well as the support of all the taxpayers. A special mention needs to be made of Druk Green Power Corporation Limited for having paid the highest tax of Nu.1,975.138 million.

The department is committed to meet the government's needs of mobilising internal revenue to match the ever increasing expenses for development activities.

Our confidence to meet our revenue targets arises from the unstinting support and prudent guidance received from the Ministry of Finance.

Tashi delek

[Choyzang Tashi]
Director

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PART A

Revenue Performance

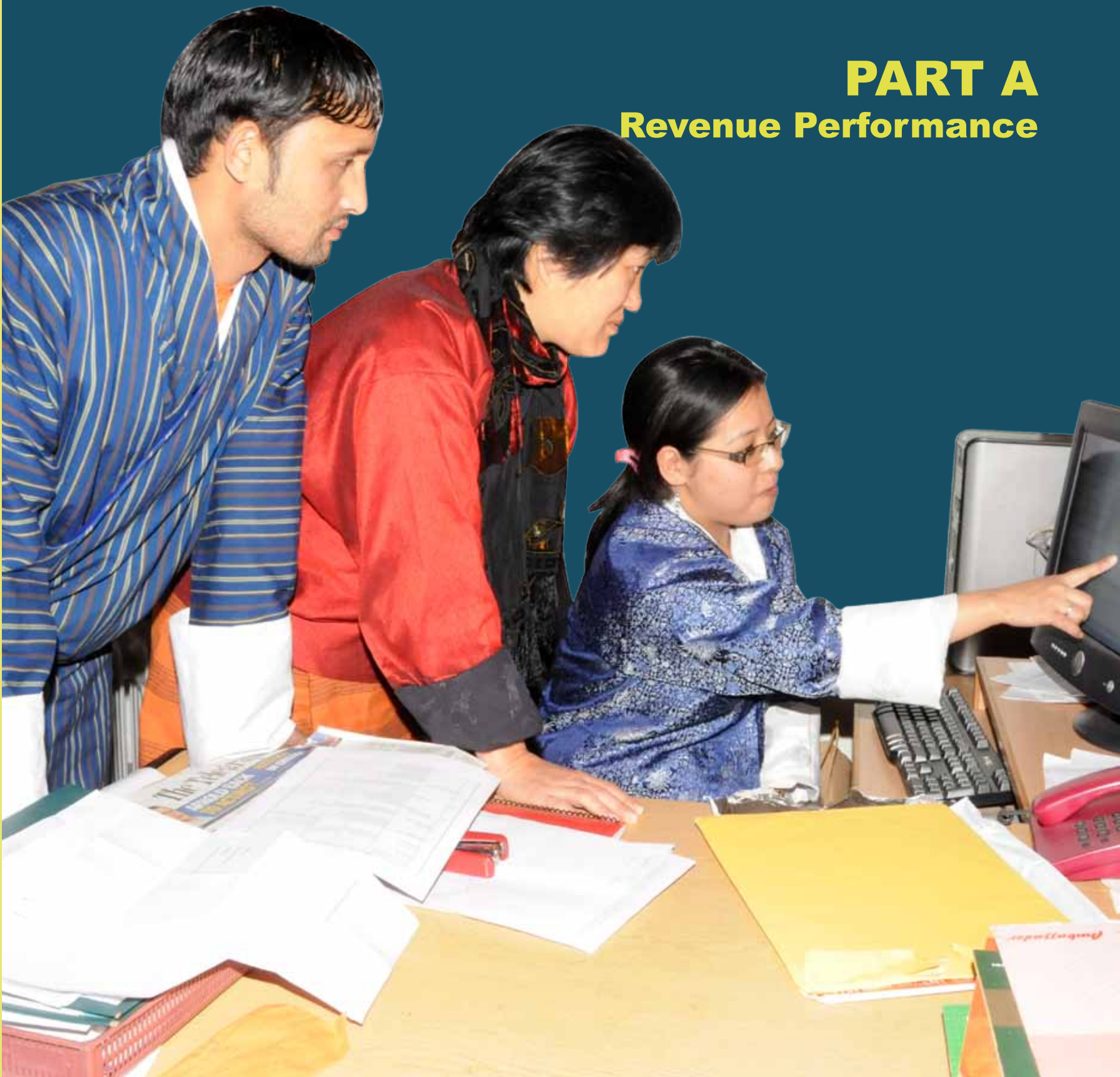
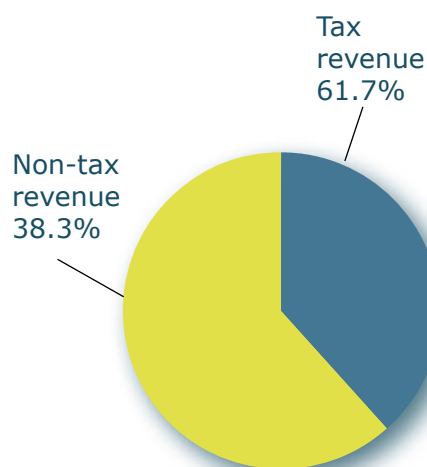
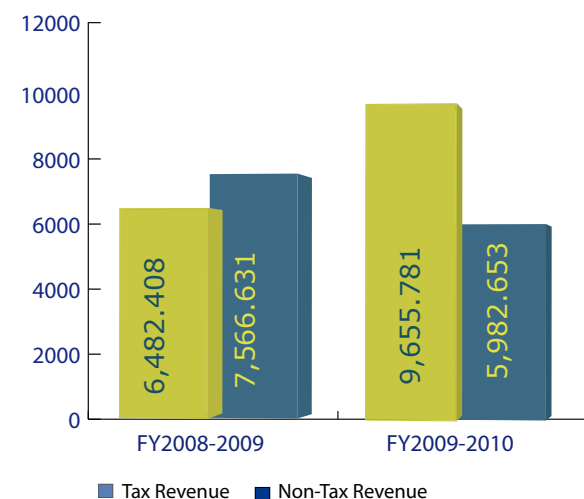


Fig. 1. Domestic revenue by year



1. OVERALL REVENUE PERFORMANCE

a) Current year collection vis-à-vis previous year collection

Revenue for the fiscal year amounted to Nu.15,638.434 million recording a growth of 11.31% or Nu.1,589.395 million over the previous year's collection of Nu.14,049.039 million. The tax revenue constitutes 61.74% of the total revenue while the non-tax forms the remaining 38.26%. This year the contribution from tax revenue outweighs the contribution from non-tax revenue.

The major increase under direct tax revenue is mainly from corporate income tax (CIT) and personal income tax (PIT). The collection from sales tax and excise duty refund from GOI under indirect tax has also contributed substantially to the growth in tax revenue. The growth under tax revenue is also attributed to CIT remittances received from THPA under DGPCL.

b) Current year collection vis-à-vis target

The actual collection for the year exceeded the revised target of Nu.15,370.223 million by 1.75% or Nu. 268.211 million (Refer annexure IV for details). The collections under both tax and non-tax revenue have exceeded the target by 2.6% and 0.4% respectively. The tax and non-tax revenue for the fiscal year stands at Nu.9,655.781 million and Nu. 5,982.653 million. The details of tax and non-tax revenue by source are depicted in *Table 1*.

c) Revenue Growth

The responsiveness of revenue to economy growth is commonly expressed in terms of buoyancy. Revenue buoyancy is a useful concept for measuring the performance of both revenue policy and administration over time. It is a measure of both the soundness of the tax bases and the effectiveness of tax changes in terms of revenue collection. To evaluate how the revenue/tax policy and administration had been performing, revenue buoyancy was calculated for last ten years based on the growth of revenue and of the base (GDP) between the years end. The revenue buoyancy for the period is 1.15, indicating that the revenue has been buoyant for the last ten years and responsive to the economic growth.

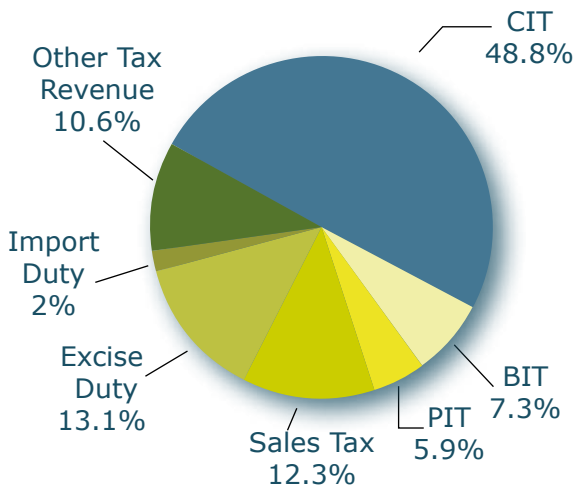
2. SUMMARY OF NATIONAL REVENUE: FY 2009-10

Table 1

Nu. in million

Source of Revenue	2008-2009 (Net Revenue)	2009-2010 (Net Revenue)	(+) or (-) (Nu)	(+) or (-) (%)	%over total revenue
Tax Revenue (I+II)	6,482.408	9,655.781	3,173.373	48.95	61.74
Direct Tax	4,328.726	6,989.910	2,661.184	61.48	44.70
Corporate Income Tax	2,340.935	4,710.096	2,369.161	101.21	30.12
Business Income Tax	553.426	707.298	153.872	27.80	4.52
Personal Income Tax	387.479	566.980	179.501	46.33	3.63
Other Direct Tax Revenue	1,046.886	1,005.536	(41.350)	(3.95)	6.43
Motor Vehicle Tax	117.491	135.720	18.229	15.52	0.87
Business & Professional Licences	65.468	57.584	(7.884)	(12.04)	0.37
Foreign Travel Tax	25.904	28.970	3.066	11.84	0.19
Municipal Tax	9.697	9.853	0.156	1.61	0.06
Health Contribution	71.275	92.802	21.527	30.20	0.59
Royalties	757.051	680.607	(76.444)	(10.10)	4.35
Indirect Tax	2,153.682	2,665.871	512.189	23.78	17.05
Sales Tax	918.243	1,191.768	273.525	29.79	7.62
Excise Duty	1,040.688	1,262.758	222.070	21.34	8.07
Import Duty	177.960	195.675	17.715	9.95	1.25
Other Indirect Tax Revenue	16.791	15.670	(1.121)	(6.68)	0.10
Non -Tax Revenue	7,566.631	5,982.653	(1,583.978)	(20.93)	38.26
Admns. Fees & charges	236.767	284.118	47.351	20.00	1.82
Dividends	1,915.090	3,018.842	1,103.752	57.63	19.30
Revenue from Govt. Depts.	194.757	203.629	8.872	4.56	1.30
Capital Revenue	96.424	93.489	(2.935)	(3.04)	0.60
Transfer of Profits	3,394.543	656.725	(2,737.818)	(80.65)	4.20
Other Non-tax Revenue	33.772	31.613	(2.159)	(6.39)	0.20
Interest on loan from corp.	1,695.278	1,694.237	(1.041)	(0.06)	10.83
Total Revenue (A+B)	14,049.039	15,638.434	1,589.395	11.31	100.00

Composition of Tax Revenue



2.1 Tax Revenue

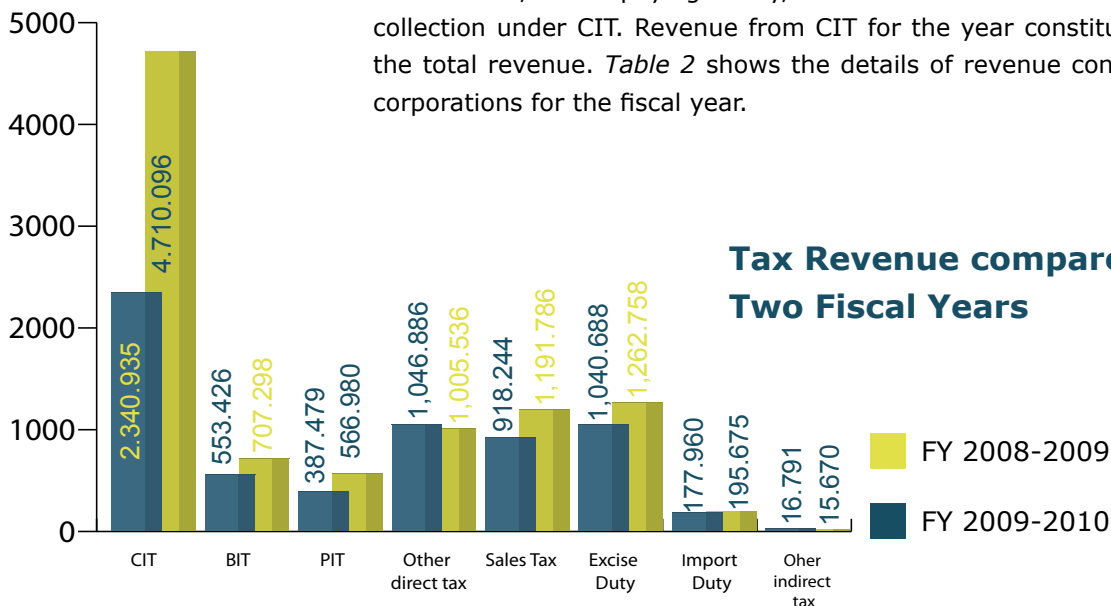
The overall tax revenue for the year is Nu.9,655.781 million registering a growth of 48.95% or Nu.3,173.373 million over Nu.6,482.408 million in the previous year. Though the collections from both direct and indirect tax have improved, the major increase is noted under direct taxes mainly from CIT collections. The direct tax has recorded 61.48% growth over the previous year's collection, while the indirect tax has recorded 23.78%. Tax revenue forms 61.74% of the total revenue.

2.1.1 Direct Tax

The collection from direct tax stands at Nu.6,989.910 million registering a growth of 61.48% or Nu.2,661.184 million against the previous year's collection. The sources under direct tax have registered a notable growth with CIT registering the highest growth of 101.21 % followed by PIT with 46.33% and BIT at 27.80%. On the other hand, the collections from other direct taxes saw a slight decline of 3.95%. Direct tax constitutes 72.4% of the total tax revenue and 44.7% of the total revenue.

Corporate Income Tax (CIT)

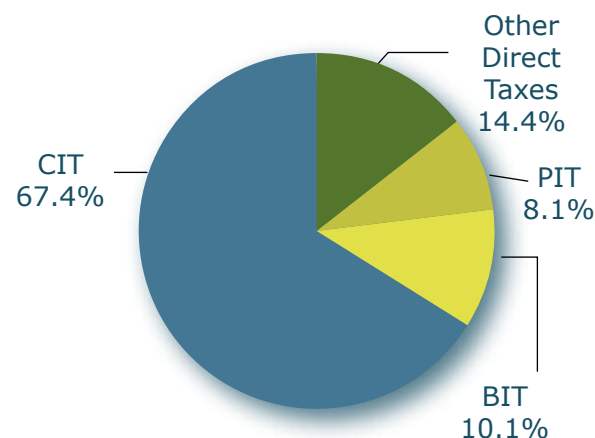
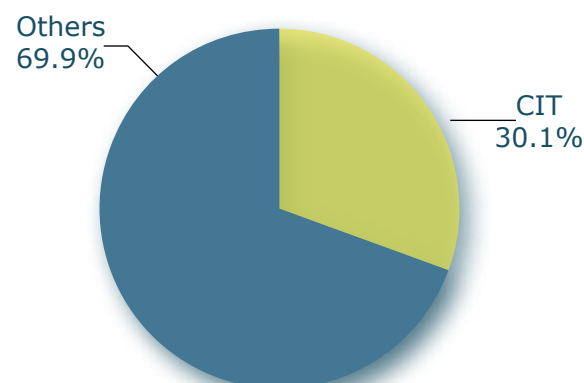
The collection from CIT amounts to Nu.4,710.096 million recording a growth of 101.21% or Nu.2,369.161 million over the previous year's collection. Though the increase is due to improved performance by most corporate units, major increase has come from Druk Green Power Corporation Limited (DGPCL) and Druk Holding Investment (DHI). The amalgamation of THPA with DGPCL, a tax paying entity, has also contributed to the increase in collection under CIT. Revenue from CIT for the year constitutes 30.12% of the total revenue. *Table 2* shows the details of revenue contributions from corporations for the fiscal year.



Tax Revenue compared for Two Fiscal Years

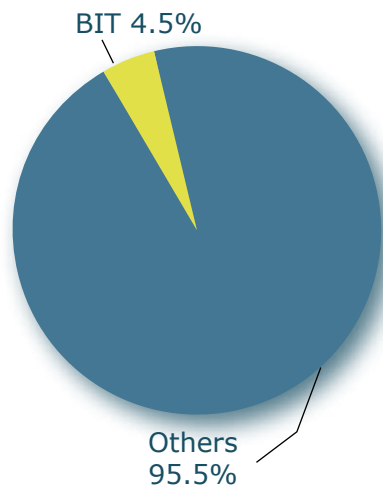
Table 2: CIT Payers for FY 2009-10
Nu in million

	Corporate Units	FY 2009-10	% to Tax Revenue
1	DGPCL	1,975.138	20.5
2	THPA	448.519	4.6
3	DHI	409.629	4.2
4	BPCL	245.075	2.5
5	BOBL	204.352	2.1
6	Bhutan Telecom	163.963	1.7
7	PCAL	163.223	1.7
8	BNBL	110.994	1.1
9	RICBL	79.477	0.8
10	Druk Air Corporation	71.210	0.7
11	Jigme Mining Company	57.073	0.6
12	BFAL	51.339	0.5
13	Druk Satair Limited	38.541	0.4
14	SD Eastern Bhutan Coal Co.	37.412	0.4
15	STCBL	20.712	0.2
16	AWPL	19.971	0.2
17	NRDCL	17.850	0.2
18	BBPL	14.200	0.1
19	FCBL	13.182	0.1
20	Jigme Industries	7.370	0.1
21	BCCL	5.596	0.1
22	Jigme Polytex	4.450	0.0
23	Bhutan Polymers	3.532	0.0
24	Bhutan Post	2.880	0.0
25	BTCL	1.767	0.0
26	BFPL	1.667	0.0
27	Kuensel Corporation	1.546	0.0
28	Bhutan Polythene Company Ltd	1.134	0.0
29	Yangzom Cement	0.145	0.0
30	Other corporations	35.303	0.4
	Total	4,207.250	43.6

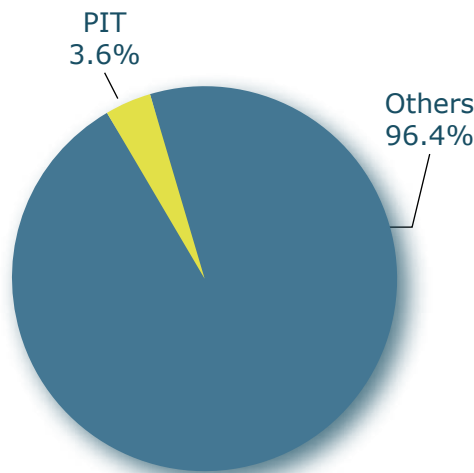
Composition of Direct Tax

CIT as a % of total revenue


Note: CIT figures in the table are based on actual receipts during the FY 2009-10 and do not include collections in form of TDS.

BIT as a % of total revenue



PIT as a % of total revenue



Business Income Tax (BIT)

The collection from BIT is Nu.707.298 million registering a growth of 27.8% or Nu.153.872 million over the previous year’s collection. Growth under this source could be attributed to increase in the number of developmental activities in the country. Out of the total BIT revenue, Nu.476.637 million is collected through tax deducted at source from contract businesses and suppliers and Nu.19.978 million from tourism businesses. Revenue from BIT constitutes 4.52% of the total revenue.

Personal Income Tax (PIT)

The collection from PIT is Nu.566.980 million registering a growth of 46.33% or Nu.179.501 million compared to the previous year’s collection. The increase is attributed to growth in the number of taxpayers and salary revision of the civil servants. Revenue from PIT constitutes 3.63% of the total revenue. Table 3 shows the details of the collection under PIT.

Table 3

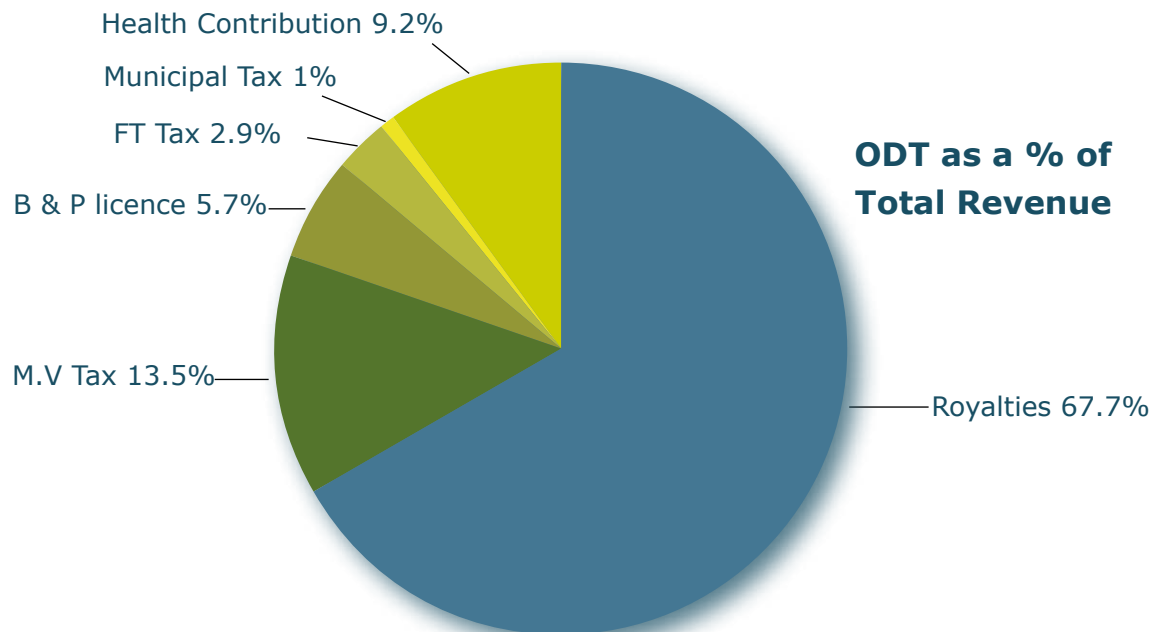
Personal Income Tax	2008-09	2009-10
Salary Tax	311.918	449.545
Rental income	14.778	17.574
Interest	20.501	20.873
Dividend	23.443	58.749
Other Sources	2.984	2.601
TDS on Personal Income Tax	373.624	549.342
Final Personal Income Tax	48.760	66.502
PIT: Fines & Penalties	2.436	1.602
Gross Total	424.820	617.446
Refunds	37.341	50.466
Net Total	387.479	566.980

Other Direct Tax

The revenue collected on account of other direct tax is from motor vehicle tax, business & professional licences, airport tax, municipal tax, health contribution and royalties. Total collection from other direct tax amounted to Nu.1,005.536 million, which when compared to previous year's collection shows a decrease of 3.95%. The decline is from tourism royalty, business and professional license, and forest royalty. Other direct tax constitutes 6.43% of the total revenue. *Table 4* shows the revenue sources under other direct tax.

Table 4

Source	Nu. In million	% share to total revenue
Royalties	680.607	4.4
Motor Vehicle Tax	135.720	0.9
Health Contribution	92.802	0.6
Business & Prof. License	57.584	0.4
Foreign Travel Tax (airport)	28.970	0.2
Municipal Tax	9.853	0.1
Total	1005.536	6.4



Royalties

Royalty from forestry products, mines and minerals and the tourism sector is Nu.680.607 million showing a decline of 10.10% or Nu.76.444 million over the previous year's collection. The decline is mainly from tourism royalty of around Nu.93.871 million compared to the previous year. Unlike previous year, the number of tourist arrival in the country decreased from 27,376 in 2008 to 23,480 in 2009¹. Royalties represents 4.35% of the total revenue. *Table 5* shows the revenue collected from sources under royalty.

Table 5

Source	Nu. In million	% share to total revenue
Royalties from Tourism	517.263	3.3
Royalties from Mines	119.254	0.8
Royalties from Forestry	44.090	0.3
Total	680.607	4.4

Motor Vehicle Tax

The collection from motor vehicle tax on account of annual registration fee and ownership transfer tax stands at Nu.135.720 million. The collection shows an increase of 15.52% or Nu.18.229 million over the previous year's collection. The increase is mainly due to increasing number of vehicles in the recent years. The number of vehicles registered has increased to 2,976² in 2009-10 from 2,174 in 2008-09. Motor vehicle tax for the year constitutes 0.87% of the total revenue.

Business and Professional Licenses

The collection from business and professional licenses is Nu.57.584 million showing a decline of 12% or Nu.7.884 million over the previous year's collection. The decline can be attributed to the number of business owners with business size of Nu.1 million or less³, opting for micro licence, which does not entail any fees. The increase in the cancellation of bar licences has also affected the collection. Business and professional licenses constitutes 0.37% of the total revenue.

Municipal Tax

Municipal tax comprises of urban land tax, underdevelopment land tax and urban house tax. However, municipal tax revenue does not include collections from two largest municipalities, viz. Thimphu and Phuentsholing as they have been granted autonomy since 2006. The revenue collected from municipal tax stands at Nu.9.853 million, a slight increase of Nu. 0.156 million or 1.61% from the previous year's collection. Municipal tax constitutes 0.06% of the total revenue.

Health Contribution

The collection from health contribution amounted to Nu.92.802 million registering a growth of 30.20% or Nu.21.527 million from the previous year's collection. The increase in the collection of health contribution is attributed to salary revision and increasing number of employees both in the private and public sector. Health contribution constitutes 0.59% of the total revenue.

¹ Source Tourism Council of Bhutan

² Source Road Safety & Transport Authority

³ Source Department of Trade

2.1.2 Indirect Tax

Indirect tax comprises of revenue from sales tax, excise duty on domestic goods, refund from GOI, import duty and other indirect tax revenue. The total collection under indirect tax for the year stands at Nu.2,665.871 million registering a growth of 23.78% or Nu.512.189 million. The increase is from sales tax, excise duty refund from GOI and import duty collections. Indirect tax for the year constitutes 17.05% of the total revenue.

Sales Tax

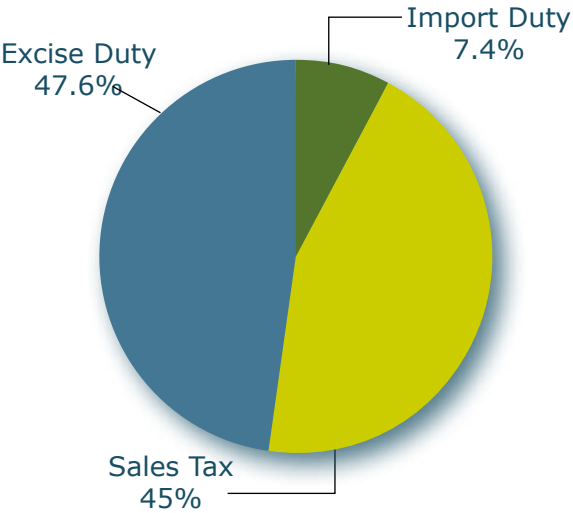
Sales tax collection for the year amounted to Nu.1,191.768 million recording a growth of 29.79% or Nu.273.525 million compared to the previous year. The increase is mainly from sales tax on goods and commodities, petroleum products, and beer and aerated water. However, the collection from hotels and restaurants decreased slightly compared to the previous year and partly could be attributed to the decrease in tourists during the year. Sales tax collection constitutes 7.62% of the total revenue.

Table 6 shows the revenue collected under sales tax.

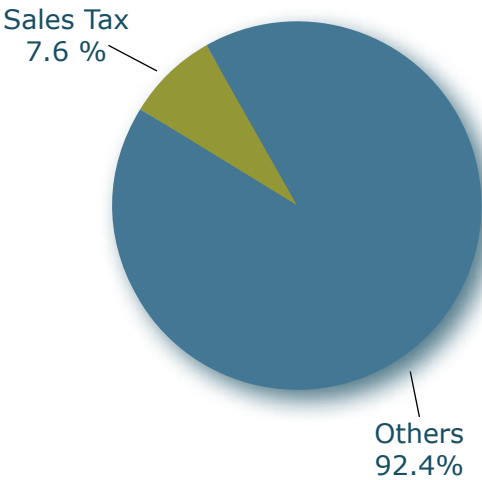
Table 6

Source	Nu. In million	% share to Total Revenue
Sales Tax on goods	658.042	4.2
Sales Tax on beer, alcoholic drinks, aerated water	271.654	1.7
Sales Tax on petroleum products	150.082	1.0
Sales Tax on hotels	95.627	0.6
Sales Tax on cable TV/ cinema	16.363	0.1
Total	1,191.768	7.6

Composition of Indirect Tax



Sales tax as a % of total revenue



Excise duty as a % of total revenue

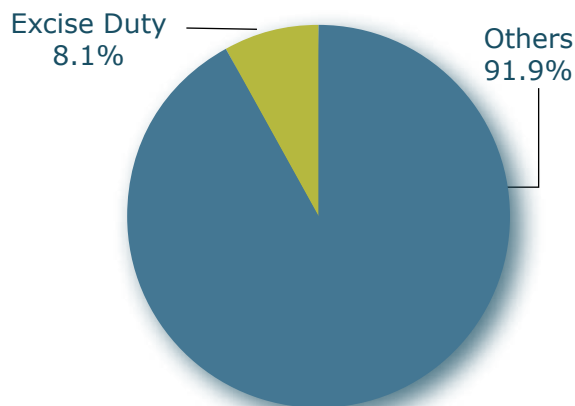


Table 7

Source	Nu. in million	% share to Total revenue
Excise duty refund from GOI	1,075.623	6.9
Excise duty on distillery products	187.135	1.2
Total	1,262.758	8.1

Excise Duty

Excise Duty comprises of duties levied on distillery products manufactured in Bhutan and excise duty refund (EDR) received from the Government of India (GoI) on excisable goods imported from India. Excise duty constitutes 8.07% of the total revenue.

Unlike other revenue sources, EDR contribution to the total revenue will not remain consistent over the years since the actual receipt of refund entirely depends on the reimbursement of EDR admissible claims by the GoI in a particular period.

Excise Duty on Distillery Products

Domestic excise duty collection for the year is Nu.187.135 million, registering a growth of 33.34% or Nu.46.788 million compared to the previous year's collection. The increase could be attributed to diversification of distillery products. Domestic excise duty on distillery products contributes 1.2% to the total revenue.

Excise Duty Refund from GoI

The actual receipt of excise duty refund from GoI amounts to Nu.1,075.623 million, which is an increase of 19.47% or Nu.175.282 million from the previous year. EDR received during the year pertains to the imports made in the year 2006. Excise duty refund from GoI contributes 6.88% to the total revenue. *Table 7* shows the sources under excise duty.

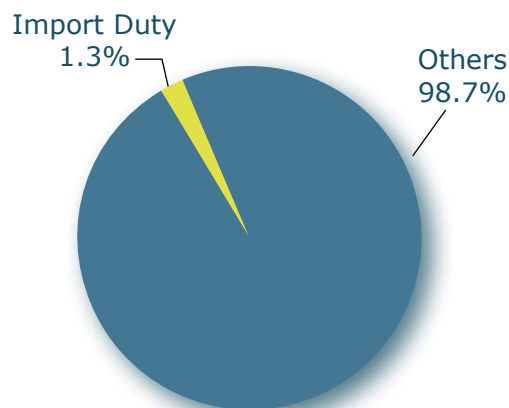
Import Duty

Import duty collection amounted to Nu.195.675 million, registering a growth of 9.95% or Nu.17.715 million. The growth is mainly attributed to increase in volume of import and stringent assessment efforts. Import duty constitutes 1.25% of the total revenue.

Other Indirect Tax Revenue

Other indirect tax revenue consists of collections from stamp duty, which represents sale proceeds from revenue and judicial stamps, and export tax levied on export of timber in primary form. The collection on account of other indirect tax revenue amounted to Nu.15.670 million showing a decrease of Nu.1.121 million or 6.68% over the previous year. Other indirect tax constitutes 0.1% of the total revenue.

Import duty as a % of total revenue



2.2. Non-Tax Revenue

Non-tax revenue comprises of administrative fees & charges, capital revenue from sale of government properties, revenue from government departments, dividend receipts from companies under DHI and others, transfer of profits, interest receipts from corporations and other non-tax revenue.

The collection from non-tax revenue for the year is Nu.5,982.653 million showing a decline of 20.93% or Nu.1,583.978 million over the previous year's collection. The decrease in collection is mainly from the transfer of profit. Initially, the collection from THPA was reflected under transfer of profits, however, from this fiscal year THPA paid its remittances as CIT and dividend. On the other hand, collections from administrative fees & charges, dividend from corporations, and revenue from government departments have increased compared to the previous year. Non-tax revenue for the year covers 38.26% of the total revenue.

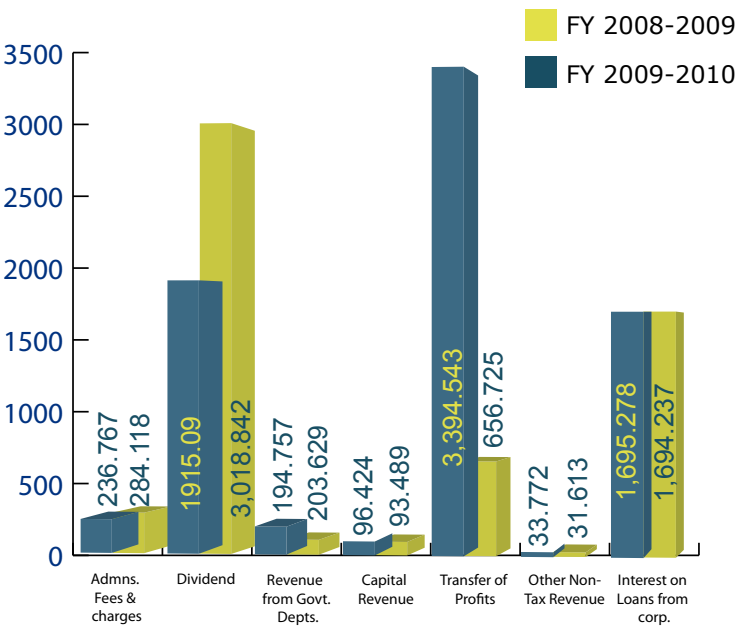
Administrative Fees and Charges

Collection from administrative fees & charges stands at Nu.284.118 million registering a growth of 20% or Nu.47.351 million from the previous year's collection. The major increase is from rental income from mines and fees & charges on excise under other administrative fees & charges. Administrative fees & charges constitute 1.82% of the total revenue.

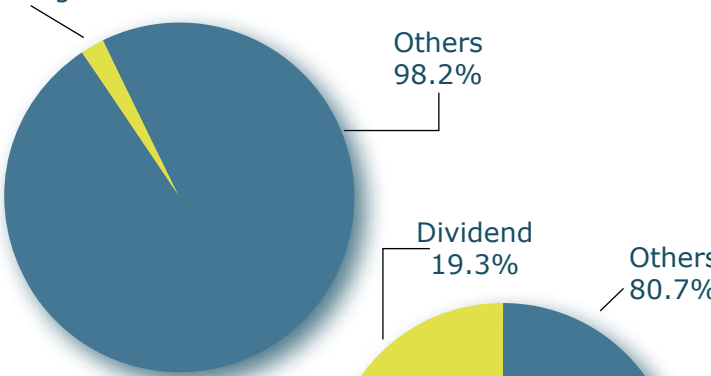
Dividend

The revenue from dividend comprises of receipts from companies under DHI and the other government companies. Dividend for the year amounted to Nu.3,018.842 million registering a growth of 57.63% or Nu.1,103.752 million from previous year's collection. The huge increase is mainly contributed by THPA dividend. The revenue from dividend covers 19.3% of the total revenue.

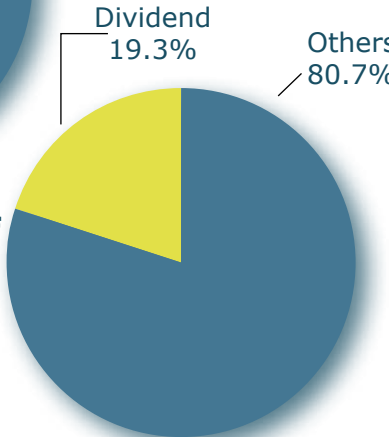
Comparison of non-tax revenue for two fiscal years

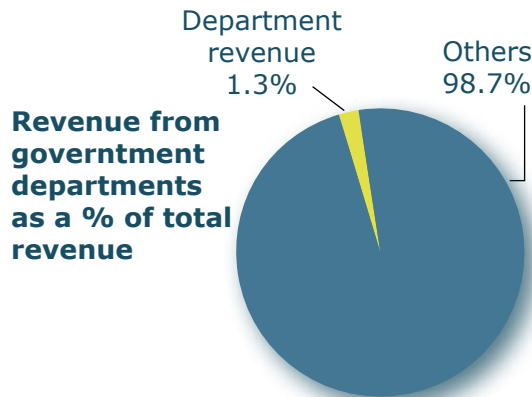


Administrative fees & charges as a % of total revenue



Dividend as a % of total revenue



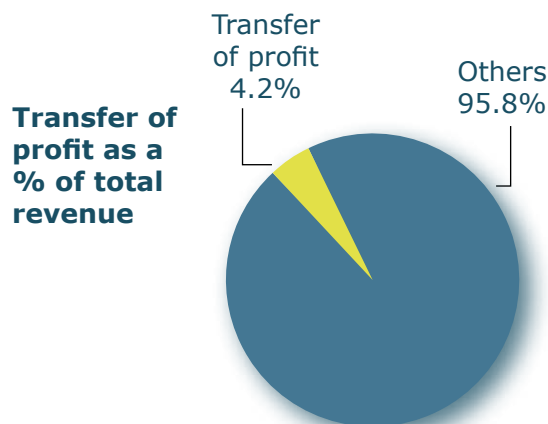


Revenue from Government Departments

Revenue from government departments for the year is Nu.203.629 million, an increase of Nu.8.872 million or 4.56% compared to previous year's collection of Nu.194.757 million. The increase is from department of health, department of roads, animal husbandry, and department of trade. Revenue from government departments constitutes 1.3% of the total revenue.

Capital Revenue

Capital revenue comprises of revenue from sale of government properties and assets, proceeds from agricultural products, bid value from coal, gypsum, dolomite and other capital revenue. The collection from capital revenue amounted to Nu.93.489 million showing a slight decline of 3.04% or Nu.2.935 million over the previous year. The decrease is mainly from coal mine bid value due to suspension of operation of the coal quarry site in Samdrup Jongkhar. Capital revenue covers 0.6% of the total revenue.

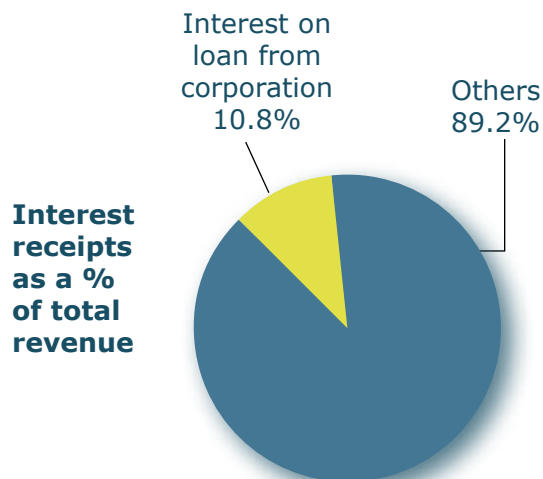


Transfer of Profits

Revenue on account of transfer of profits from RMA and Department of lottery (DoL) amounted to Nu.656.725 million. The decrease is a direct result of the corporatization of THPA, whose earnings were treated as Profit transfer until last financial year. Further, transfer of profits from RMA also declined because interest earnings on foreign investments dropped from an average of 1.74% in 2008/09 to 1.5% in 2009/10⁴. Revenue from transfer of profits constitutes 4.2% of the total revenue.

Other Non-tax Revenue

Other non-tax revenue includes audit recoveries, recovery of outstanding dues and security/earnest money. Revenue from this source amounted to Nu.31.613 million, which is a decrease of Nu.2.159 million over the previous year's collection. Other non-tax revenue constitutes 0.2% of the total revenue.



Interest on Loan from Corporations

Interest on loan from corporations comprises of GoI loan and other on lending loans for government projects. Although this source of revenue is accounted for in the government revenue, it is solely meant for servicing of external loans. The interest on loan for the year amounted to Nu.1,694.237 million, a slight decrease of Nu.1.041 million. This source constitutes 10.83% of the total revenue.

⁴ Source Royal Monetary Authority

3. SECTORAL REVENUE

Sectoral⁵ revenue includes collections from different sectors such as electricity, trading, services, primary, manufacturing and finance. Sectoral revenue reached Nu 13,437.380 million recording an increase of 11.6% or Nu.1,399.026 million over the previous year.

Revenue from sectors contributes 85.3% to the total revenue. *Table 8* shows the revenue collection from the various sectors..

Composition of Sectoral Revenue

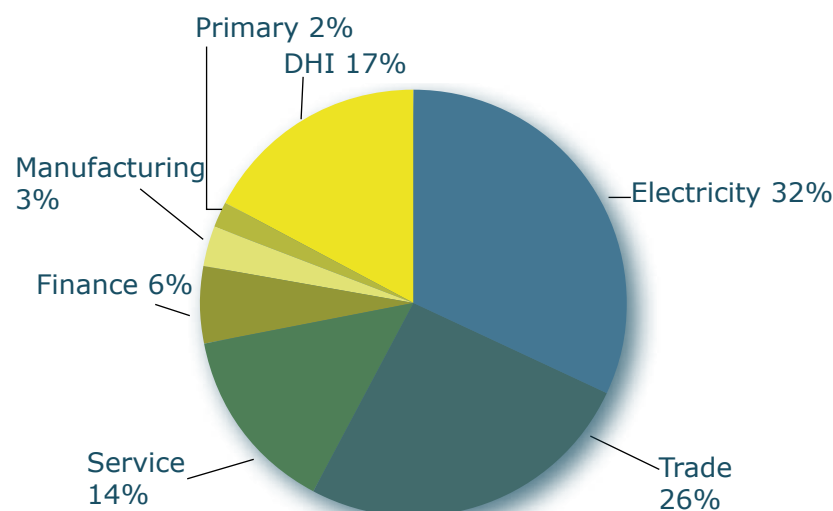


Table 8: Highlights of Revenue by Sectors

Nu. in million

Sector	FY 2008-09	% Of total Revenue	FY 2009-10	% Of total Revenue	(+) or (-) (Nu)	(+) or(-) % growth
Electricity	5,725.679	40.4	4,238.547	26.9	(1,487.132)	(26.0)
Trade	2,789.398	19.7	3,464.449	22.0	675.051	24.2
Services	1,909.945	13.5	1,938.929	12.3	28.984	1.5
Finance	859.117	6.1	841.758	5.3	(17.359)	(2.0)
Manufacturing	562.797	4.0	420.759	2.7	(142.038)	(25.2)
Primary	191.418	1.4	209.419	1.3	18.001	9.4
DHI ⁶	0.000	0.0	2,323.519	14.8	2,323.519	14.8
Total	12,038.354	85.0	13,437.380	85.3	1,399.026	11.6

Figures are based on gross collections.

⁵ Sectoral revenue are based on gross collection and excludes PIT collections and Interest receipts on loan from coporations

⁶ Dividend portion of companies under DHI cannot be segregated to the sectors and is therefore, kept separately

Electricity is the
leading sector of our
economy contributing
Nu.4,238.547 million
to the government
revenue.



Electricity

Electricity is the leading sector of our economy contributing Nu.4,238.547 million to the government revenue. The remittances under this sector especially for DGPCL and BPCL constitute CIT only, unlike in the previous year, as the dividend portion is now reflected under DHI. The collection from this sector constitutes 26.9% of the total revenue.

Trade

Trade sector is the second highest contributor among the sectors with its contribution amounting to Nu.3,464.449 million. The increased collection is attributed mainly to excise duty refund from GoI, sales tax and depot surcharge on petroleum products. The collection from this sector constitutes 22% of the total revenue.

Service

The contribution from service sector amounted to Nu.1,938.929 million showing an increase of 1.5% from the previous year's collection. Major increase has come from BIT & CIT from service businesses, other services and transportation sector. Revenue from this sector constitutes 12.3% of the total revenue.

Finance

The revenue from finance sector amounted to Nu.841.758 million. Under this sector increased collections has come from BOBL and RICBL. However, the collection during the current year decreased by 2% compared to the previous year. This is mainly due to reduced remittances from RMA and exclusion of BNBL dividend. Revenue from this sector contributes 5.3% of the total revenue.

Manufacturing

The collection from the manufacturing sector stands at Nu.420.759 million showing a decline of Nu.142.038 million or 25.2% over the previous year. The decline is

mainly due to exclusion of dividend portion of some of the manufacturing companies that are now under DHI. The revenue from this source comprises of 2.7% of the total revenue.

Primary

Primary sector covers forestry, mining and agricultural activities. Revenue from this sector amounted to Nu.209.419 million which has increased by 9.4% from previous year's collection. The increase is mainly from mining royalty. Primary sector constitutes 1.3% of the total revenue.

Druk Holding and Investment Ltd.

The remittances from DHI during the year comprises of Nu. 409.629 million as CIT, Nu.469.840 million as TDS from DHI, and Nu. 1,444.050 million as dividend. The revenue from this source comprises of 14.8% of the total revenue.



4. TOP TEN REVENUE AGENCIES

Top ten revenue agencies⁷ have been identified based on their contribution to the total revenue. Collection from top ten revenue agencies for the year reached Nu.7,826.913 million contributing 59.7% to the total revenue.

Table 9 shows the revenue collected from top ten agencies and the details are further explained.

4.1 Tala Hydro Power Authority (THPA)

Among the revenue agencies THPA stands out as the highest contributor to the government revenue during the year. The remittances from THPA on account of CIT and dividend amounted to Nu.2,018.334 million. However,

⁷ For corporations figures are exclusive of TDS component

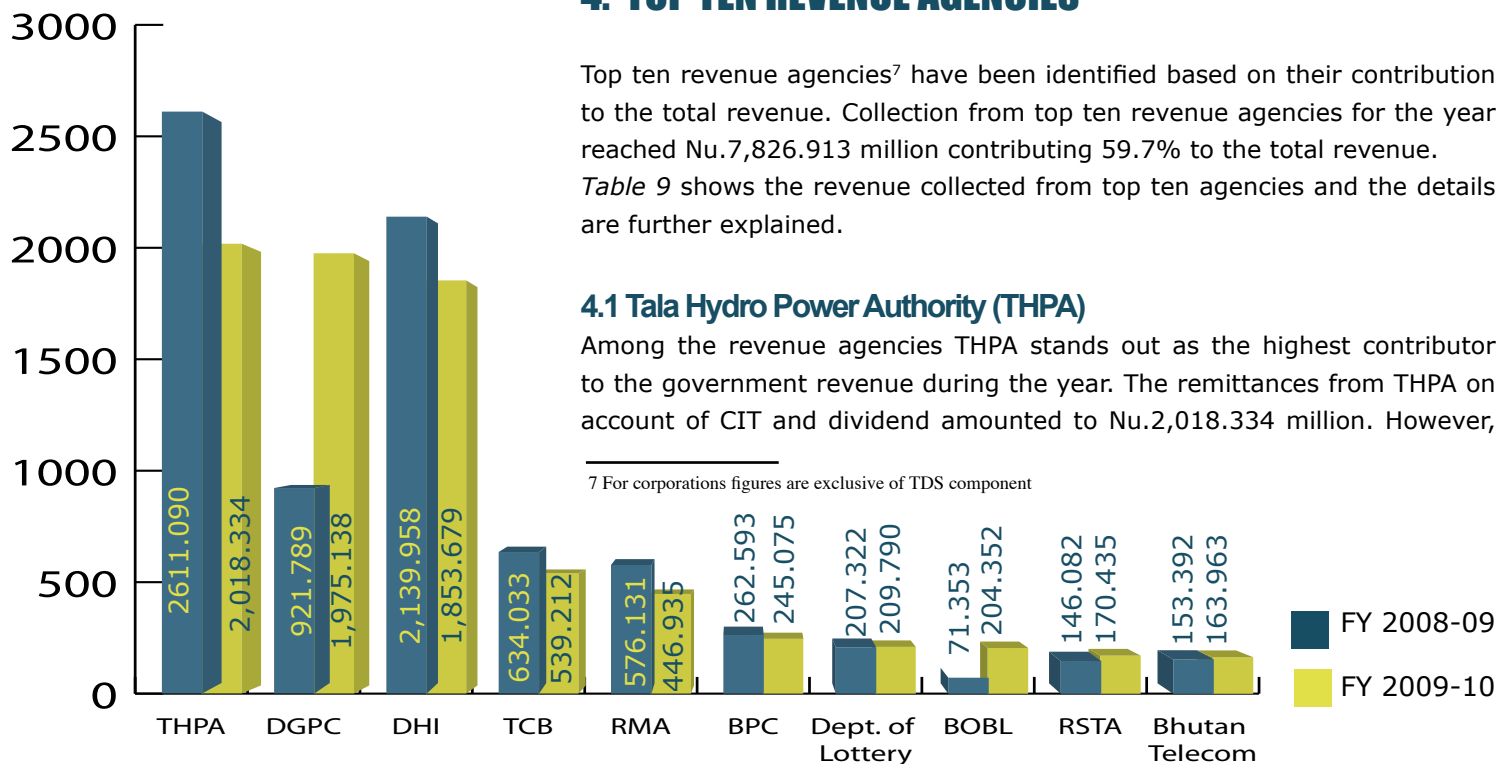


Table 9 : Top Ten Revenue Agencies

Nu. in million

Sl.no	Source of Revenue	Rank	2008-09	2009-10	Rank	(+) or (-) (Nu)	(+) or (-) (%)	% of Total Revenue 2009-10
1	THPA	1	2,611.090	2,018.334	1	(592.756)	(22.70)	12.82
2	DGPCL	3	921.789	1,975.138	2	1,053.349	114.27	12.54
3	DHI	2	2,139.958	1,853.679	3	(286.279)	(13.38)	11.77
4	TCB	4	634.033	539.212	4	(94.821)	(14.96)	3.42
5	RMA	5	576.131	446.935	5	(129.196)	(22.42)	2.84
6	BPC	6	262.593	245.075	6	(17.518)	(6.67)	1.56
7	Department of Lottery	7	207.322	209.790	7	2.468	1.19	1.33
8	BOB		71.353	204.352	8	132.999	186.40	1.30
9	RSTA	8	146.082	170.435	9	24.353	16.67	1.08
10	Bhutan Telecom		153.392	163.963	10	10.571	6.89	1.04
Total				7,826.913				49.70
Total National Revenue			14,158.452	15,749.063				

Note: For corporations figure are inclusive of CIT and dividend

the collection has declined compared to the previous year by 22.7% or Nu.592.756 million. Revenue from the source constitutes 12.82% of the total revenue.

4.2 Druk Green Power Corporation Limited (DGPCL)

The remittances from DGPCL comprises of CIT portion alone amounting to Nu.1,975.138 million during the year. Contribution from DGPC registered a remarkable growth of 114.3% or Nu.1,053.349 million. The increase is mainly due to increased generation and export of electricity. Revenue from DGPC comprises 12.54% of the total revenue.

4.3 Druk Holding and Investment Company (DHI)

The remittances from DHI under the top ten revenue agencies comprises of CIT and dividend only, which amounted to Nu.1,853.679 million. It constitutes 11.77% of total revenue.

4.4 Tourism Council of Bhutan (TCB)

TCB with its contribution of Nu.539.212 million stands fourth in the top ten agencies. Collection from TCB constitutes royalty on tourism and TDS from tourism businesses. The revenue from TCB showed a decline of 14.96% or Nu.94.821 million from the previous year. During the year the number of tourist decreased to 23,480 in 2009 from 27,636 in 2008. Revenue from this source comprises of 3.42% of the total revenue.

4.5 Royal Monetary Authority (RMA)

RMA has contributed Nu.446.935 million during the year. The contribution has declined compared to the previous year by 22.42% or Nu.129.196 million, which is mainly due to drop in the interest earnings on foreign investments from an average of 1.74% in 2008/09 to 1.5% in 2009/10. Revenue from this source constitutes 2.84% of the total revenue.

4.6 Bhutan Power Corporation (BPC)

BPC has contributed Nu.245.075 million during the year.

Remittance from BPC for the year has decreased by Nu.17.518 million or 6.67% from the previous year. The revenue from this source constitutes 1.56% of the total revenue.

4.7 Department of Lottery (DoL)

DoL has contributed Nu.209.790 million for the year and its contribution has slightly increased by 1.19% or Nu.2.468 million compared to the previous year. Revenue from this source constitutes 1.33% of the total revenue.

4.8 Bank of Bhutan Limited (BoBL)

BoBL with its contribution of Nu.204.352 million enters the top ten lists for the year. The contribution has increased by 186.40% or Nu.132.999 million. The increase is mainly due to the quantum of loans and advances. Revenue from BoBL constitutes 1.30% of the total revenue.

4.9 Road Safety and Transport Authority (RSTA)

Receipt from RSTA on account of motor vehicle tax, fees and charges for the year stands at Nu.170.435 million registering an increase of 16.67% or Nu.24.353 million from the previous year's collection of Nu.146.082 million. The increase is mainly due to increasing number of vehicles in the country. It constitutes 1.08% to the total revenue.

4.10 Bhutan Telecom

Revenue from Bhutan Telecom with its contribution of Nu.163.963 million enters the top ten lists for the year. Contribution has increased by 6.89% or Nu.10.571 million compared to the previous year. It constitutes 1.04% of the total revenue.

5. REVENUE PERFORMANCE BY REGION

This section highlights revenue performances by all regional revenue and customs offices. Collection this year has recorded a growth of 11.2% or Nu.1,590.611⁸ million over the previous year's collection. Table 10 shows the revenue contribution from regions and its jurisdiction.

5.1 RRCO Thimphu

The total collection of Thimphu region reached Nu.11,753.597 million recording a growth of 42.2% or Nu.3,487.233 million as compared to the previous year's collection. Increased collection is largely from accounting revenue from DHI, DGPC and THPA under the region. Enhanced collections from BIT, PIT, and excise duty refund from GOI have also contributed to the growth in this region. The region contributes 74.6% to the total revenue.

5.2 RRCO Phuentsholing

The collection from Phuentsholing region amounted to Nu.2,441.022 million, showing a decline of 47.6% or Nu.2,214.378 million compared to the previous year. This is because starting from this fiscal year DGPC have taken over THPA and its remittances are now accounted under RRCO Thimphu. However, there is notable increase in collections from CIT, PIT and sales tax under the region. The region contributes 15.5% of the total revenue.

5.3 RRCO Samtse

Samtse region contributed Nu.506.660 million during the year. Revenue from this region has increased by 24.8% or Nu.100.675 million. The growth in this region comes from CIT from PCAL and Jigme Mining Company Limited, PIT, sales tax and excise duty collections. The region contributes 3.2% to the total revenue.

5.4 RRCO Samdrup Jongkhar

The collection from Samdrupjongkhar region for the year is Nu.369.044 million registering an increase of Nu.84.609 million or 29.8% from the previous year. The major increase

is from CIT, PIT, royalties from mining activities, and sales tax. The region contributes 2.3% to the total revenue.

5.5 RRCO Paro

Paro region contributed Nu.268.430 million registering an increase of Nu.44.905 million or 20.1% over the previous year's collection. The growth in the region is contributed mainly from CIT, BIT, PIT and Adm. Fees and charges. The region contributes 1.7% to the total revenue.

5.6 RRCO Gelephu

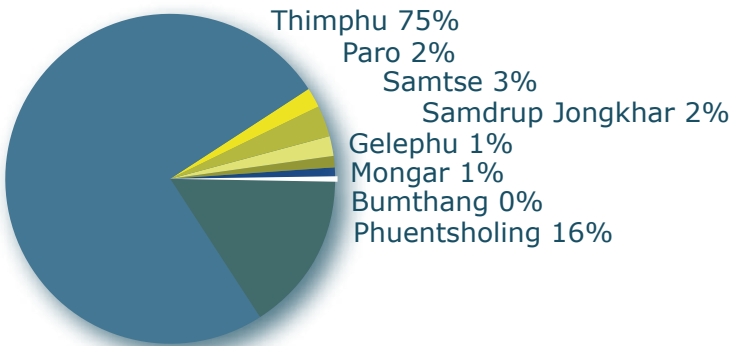
The collection from Gelephu region amounted to Nu.192.649 million which is an increase of Nu.4.146 million or 2.2% from the previous year's collection. The increase is mainly from PIT and sales tax. The region contributes 1.2% to the total revenue.

5.7 RRCO Mongar

The collection from the region amounted to Nu.141.291 million recording a growth of 26.6% or Nu.29.676 million. The increased collection from TDS on BIT and PIT has contributed to the growth. The region contributes 0.9% to the total revenue.

5.8 RRCO Bumthang

As one of the nascent regional setups, the collection from Bumthang region amounted to Nu.76.370 million registering a growth of Nu. 53.745 million or 237.5% from the previous year's collection. The major increase is from BIT, PIT and sales tax. The region contributes 0.5% to the total revenue



⁸ Comparison made on gross collection

Table 10

Nu. in million

Particulars	P'ling	Thimphu	Paro	Samtse	S'Jongkhar	Mongar	Gelephu	Bumthang	Total
No. of Dzongkhag(s)	1	4	2	1	2	4	4	2	20
Tax Revenue	2,066.610	6,380.163	230.081	484.598	283.924	110.151	142.485	65.243	9,763.255
% of total Regional Revenue	84.7	54.3	85.7	95.6	76.9	78.0	74.0	85.4	62.0
Non Tax Revenue	374.412	5,373.434	38.349	22.062	85.120	31.140	50.164	11.127	5,985.808
% of Total Regional Revenue	15.3	45.7	14.3	4.4	23.1	22.0	26.0	14.6	38.0
Total Tax & Non-Tax Revenue	2,441.022	11,753.597	268.430	506.660	369.044	141.291	192.649	76.370	15,749.063
% of Total National Revenue*	15.5	74.6	1.7	3.2	2.3	0.9	1.2	0.5	100.0

Table 11

Region	Source of Revenue	FY 2009-10		FY 2008-09	Achievement to tgt(+/-)		Collection compared to FY 2008-09(+/-)	
		Collection	Target	Collection	Nu	%	Nu	%
1	2	3	4	5	6	7	8	9
				(3-4)	(6 of 4)		(3-5)	(8 of 5)
P'ling	Tax Revenue	2,066.610	1,754.871	1,704.269	311.739	17.8	362.341	21.3
	Non Tax Rev	374.412	350.964	2951.131	23.448	6.7	(2,576.719)	(87.3)
	Total Revenue	2,441.022	2,105.835	4,655.400	335.187	15.9	(2,214.378)	(47.6)
Thimphu	Tax Revenue	6,380.163	6,599.587	3,864.870	(219.424)	(3.3)	2,515.293	65.1
	Non Tax Rev	5,373.434	5,389.433	4,401.494	(15.999)	(0.3)	971.940	22.1
	Total Revenue	11,753.597	11,989.020	8,266.364	(235.423)	(2.0)	3,487.233	42.2
Paro	Tax Revenue	230.081	198.52	188.955	31.561	15.9	41.126	21.8
	Non Tax Rev	38.349	34.831	34.570	3.518	10.1	3.779	10.9
	Total Revenue	268.430	233.351	223.525	35.079	15.0	44.905	20.1
Samtse	Tax Revenue	484.598	392.839	384.585	91.759	23.4	100.013	26.0
	Non Tax Rev	22.062	22.465	21.400	(0.403)	(1.8)	0.662	3.1
	Total Revenue	506.660	415.304	405.985	91.356	22.0	100.675	24.8
S/J	Tax Revenue	283.924	212.316	201.330	71.608	33.7	82.594	41.0
	Non Tax Rev	85.12	78.556	83.105	6.564	8.4	2.015	2.4
	Total Revenue	369.044	290.872	284.435	78.172	26.9	84.609	29.7
Gelephu	Tax Revenue	142.485	136.248	138.576	6.237	4.6	3.909	2.8
	Non Tax Rev	50.164	48.608	49.927	1.556	3.2	0.237	0.5
	Total Revenue	192.649	184.856	188.503	7.793	4.2	4.146	2.2
Bumthang	Tax Revenue	65.243	31.037	18.920	34.206	110.2	46.323	244.8
	Non Tax Rev	11.127	6.990	3.705	4.137	59.2	7.422	200.3
	Total Revenue	76.370	38.027	22.625	38.343	100.8	53.745	237.5
Mongar	Tax Revenue	110.151	86.023	84.916	24.128	28.0	25.235	29.7
	Non Tax Rev	31.140	26.936	26.699	4.204	15.6	4.441	16.6
	Total Revenue	141.291	112.958	111.615	28.333	25.1	29.676	26.6
Overall	Tax Revenue	9,763.255	9,411.441	6,586.421	351.814	3.7	3,176.834	48.2
	Non Tax Rev	5,985.808	5,958.783	7,572.031	27.025	0.5	(1,586.223)	(20.9)
	Total Revenue	15,749.063	15,370.223	14,158.452	378.840	2.5	1,590.611	11.2

*Figures are based on gross collections.

6. PRIVATE SECTOR

The revenue from private sector excluding the joint public sector corporations amounted to Nu.932.197 million recording a substantial growth of 25.1% compared to the previous year. The increase is due to improved collections from CIT, BIT and Health contribution. Revenue from private sector accounts for 9.65% of tax revenue and 5.96% of the total revenue.

6.1 Private Sector Revenue

Table 12

Source of Revenue	2008-09 FY	2009-10 FY	% growth (+) or (-)
1 Business Income Tax	553.426	707.298	27.8
2 Corporate Income Tax	167.79	189.119	12.7
3 Health Contribution	23.973	35.78	49.3
4 Export Tax	0.003	0.000	(100.0)
Total Private Sector Revenue	745.192	932.197	25.1
% of Tax Revenue	11	10	
% of Total National Revenue	5.3	6.0	

6.1.1 Corporate Income Tax:

The collection from CIT has increased to Nu.189.119 from Nu.167.790 million in the previous year registering a growth of 12.7% or Nu.21.329 million. The increase is largely due to better performance by the private corporate units.

6.1.2 Business Income Tax:

The collection from BIT amounted to Nu.707.298 million registering a growth of 27.8% or Nu. 153.872 million. Higher remittances are largely due to increase in the number of business units and also attributed to improved collection efforts and timely assessments.

6.1.3 Health Contribution from Private Sector:

The collection on account of health contribution stands at Nu.35.780 million registering an increase of 49.3% or Nu.11.807 million compared to the previous year. The increase may be attributed to the increase in number of salaried employees and salary revision.

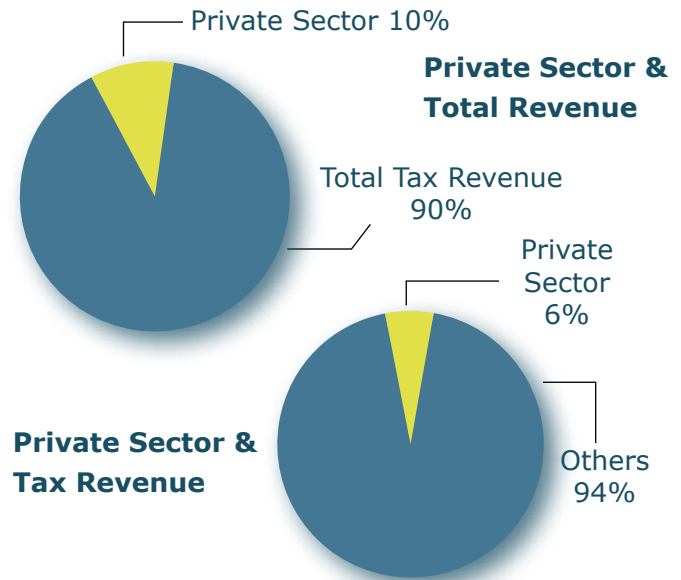
7. TOP TEN PRIVATE BUSINESSES

Revenue from top ten private businesses for the year is Nu.189.955 million, which is an increase of 7.6% or Nu.13.363 million from the contribution made by top ten private businesses in the last fiscal year.

Mining houses are leading the private business as can be seen from the table below with the top three of them being directly associated with mining activities. Jigme Mining Company Limited has outshone other private businesses contributing Nu.57.073 million followed by Druk Satair Corporation Ltd and SD Eastern Bhutan Coal Company Ltd.

Table 13

Rank	Private Businesses	FY 2009-10
1	Jigme Mining Company Ltd	57.073
2	Druk Satair Corporation Ltd.	38.541
3	SD Eastern Bhutan Coal Co. Ltd	37.412
4	Sherja Equipment Hiring Unit	13.032
5	TCCL Head Office	9.200
6	Lhaki Cement	9.062
7	RSA Pvt. Ltd	7.704
8	Jigme industries	7.371
9	Bhutan Carbide & Chemicals	5.596
10	Bhutan Hyundai Motors	4.964
Total		189.955



The top three are mining houses



8. REVENUE OUTLOOK FOR FY 2009-10

During the last ten years, revenue growth averaged 14% per annum peaking at Nu.15.6 billion this FY 2009-10.

With the government announcing a partial liberalization in the tourism sector, the policy changes are expected to increase the revenue from the tourism sector. The revenue foregone consequent to the announcement of fiscal incentives for this sector is indeed an astute investment that would yield gains for years to come. The TDS revenue is also expected to rise steadily given the construction phase of the mega hydro projects. The re-emerging global consumer sentiments should have its rippling effects on the imports and thus boost up the import duty collections.

It is a well known fact that the government revenue continues to be propelled by the earnings of the hydro power projects and the recent breakdown of one of the turbines at the Tala Hydroplant shall definitely hinder exports and, therefore, the government revenue. Similarly, with the government's pecuniary efforts to restrict the ever increasing number of vehicles plying our roads, the revenue from motor vehicle taxes and fees is also expected to drop, yet a paradoxical increase in this revenue cannot be ruled out.

As a member of the global economy and in accordance with international practices, the indirect taxes need to be periodically rationalized. Given the limited tax base, there is a pressing need for broadening of tax base and tax rationalization which can, however, be accomplished only with the keen support of the government and the people.

Considering all the above, a revenue of Nu.15,816.334 million has been forecasted for the FY2010-11. A relative optimism abounds within the Department that the target is achievable as our drive for efficiency continues.



PART B annexures



ANNEXURE I

DETAILS OF NATIONAL REVENUE : FY 2009-2010

Nu. in million

Sl. No	Source of Revenue	2008-2009 (Actual Gross)	Refund (2008-2009)	2008-2009 (Net Revenue)	2009-2010 (Actual Gross)	Refund (2009-2010)	2009-2010 (Net Revenue)	Net (+) or (-) Nu.	Net (+) or (-) %	% over Total Revenue
(1)	(2)	(3)	(4)	(5)[3-4]	(6)	(7)	(8)[6-7]	(9)[8-5]	(10)[9of 5]	(11)
A	Tax Revenue	6586.419	104.011	6482.408	9763.255	107.474	9655.781	3173.373	48.95	61.74
I	Direct Tax	4366.364	37.638	4328.726	7047.581	57.671	6989.910	2661.184	61.48	44.70
1	Corporate Income Tax	2340.935	0.000	2340.935	4711.311	1.215	4710.096	2369.161	101.21	30.12
1.1	DHI	227.926		227.926	409.629		409.629	181.703	79.72	2.62
1.2	DGPCL	921.789		921.789	1975.138		1975.138	1053.349	114.27	12.63
1.3	THPA	0.000		0.000	448.519		448.519	448.519	0.00	2.87
1.4	BFAL	112.792		112.792	51.339		51.339	(61.453)	(54.48)	0.33
1.5	PCAL	130.321		130.321	163.223		163.223	32.902	25.25	1.04
1.6	BOBL	71.353		71.353	204.352		204.352	132.999	186.40	1.31
1.7	RICBL	52.364		52.364	79.477		79.477	27.113	51.78	0.51
1.8	BNBL	138.201		138.201	110.994		110.994	(27.207)	(19.69)	0.71
1.9	NRDCL	16.387		16.387	17.850		17.850	1.463	8.93	0.11
1.10	BBPL	7.265		7.265	14.200		14.200	6.935	95.46	0.09
1.11	BFPL	2.938		2.938	1.667		1.667	(1.271)	(43.26)	0.01
1.12	FCBL	0.384		0.384	13.182		13.182	12.798	3332.81	0.08
1.13	AWPL	21.364		21.364	19.971		19.971	(1.393)	(6.52)	0.13
1.14	STCBL	26.279		26.279	20.712		20.712	(5.567)	(21.18)	0.13
1.15	BPCL	247.471		247.471	245.075		245.075	(2.396)	0.00	1.57
1.16	BCCL	11.321		11.321	5.596		5.596	(5.725)	(50.57)	0.04
1.17	BTCL	12.068		12.068	1.767		1.767	(10.301)	(85.36)	0.01
1.18	Bhutan Telecom	106.217		106.217	163.963		163.963	57.746	54.37	1.05
1.19	Yangzom Cement	0.246		0.246	0.145		0.145	(0.101)	(41.06)	0.00
1.20	SD Eastern Bhutan Coal Co. Ltd.	30.258		30.258	37.412		37.412	7.154	23.64	0.24
1.21	Kuensel Corporation	1.378		1.378	1.546		1.546	0.168	12.19	0.01
1.22	Druk Satair Company Ltd.	26.484		26.484	38.541		38.541	12.057	45.53	0.25
1.23	Bhutan Polymers Company Ltd.	2.024		2.024	3.532		3.532	1.508	74.51	0.02
1.24	Bhutan Polythene Company Ltd.	0.252		0.252	1.134		1.134	0.882	350.00	0.01
1.25	Jigme Industries	8.750		8.750	7.370		7.370	(1.380)	(15.77)	0.05
1.26	Jigme Polytex	3.874		3.874	4.450		4.450	0.576	14.87	0.03

1.27	Jigme Mining Company	45.535		45.535	57.073		57.073	11.538	25.34	0.36
1.28	Singye Group of Companies	2.000		2.000	0.000		0.000	(2.000)	(100.00)	0.00
1.29	Bhutan Post	5.821		5.821	2.880		2.880	(2.941)	(50.52)	0.02
1.30	Druk Air	39.748		39.748	71.210		71.210	31.462	79.15	0.46
1.31	TDS on CIT*	30.914		30.914	504.061	1.215	502.846	471.932	1526.60	3.22
1.32	Other corporations	37.211		37.211	35.303		35.303	(1.908)	(5.13)	0.23
2	Business Income Tax	553.441	0.015	553.426	713.288	5.990	707.298	153.872	27.80	4.52
2.1	Business income tax	180.248		180.248	211.365	0.682	210.683	30.435	16.89	1.35
2.2	TDS on BIT	350.294	0.015	350.279	481.945	5.308	476.637	126.358	36.07	3.05
2.3	Tourism (withholding tax)	22.899		22.899	19.978		19.978	(2.921)	(12.76)	0.13
3	Personal Income Tax	424.820	37.341	387.479	617.446	50.466	566.980	179.501	46.33	3.63
3.1	PIT	424.820	37.341	387.479	617.446	50.466	566.980	179.501	46.33	3.63
4	Other Direct Tax Revenue	1047.168	0.282	1046.886	1005.536	0.000	1005.536	(41.350)	(3.95)	6.43
4.1	Motor vehicle tax	117.491		117.491	135.720		135.720	18.229	15.52	0.87
4.2	Business & professional licence	65.666	0.198	65.468	57.584		57.584	(7.884)	(12.04)	0.37
4.3	Foreign travel tax	25.904		25.904	28.970		28.970	3.066	11.84	0.19
4.4	Municipal tax	9.697		9.697	9.853		9.853	0.156	1.61	0.06
4.5	Health contribution	71.275		71.275	92.802		92.802	21.527	30.20	0.59
4.6	Royalties	757.135	0.084	757.051	680.607	0.000	680.607	(76.444)	(10.10)	4.35
4.6.1	Forestry products	45.271	0.081	45.190	44.090		44.090	(1.100)	(2.43)	0.28
4.6.2	Mines & minerals	100.730	0.003	100.727	119.254		119.254	18.527	18.39	0.76
4.6.3	Tourism	611.134		611.134	517.263		517.263	(93.871)	(15.36)	3.31
II	Indirect Tax	2220.055	66.373	2153.682	2715.674	49.803	2665.871	512.189	23.78	17.05
5	Sales Tax	983.175	64.932	918.243	1237.413	45.645	1191.768	273.525	29.79	7.62
5.1	Sales tax on goods & commodities	576.400	58.783	517.617	701.518	43.476	658.042	140.425	27.13	4.21
5.2	Sales tax on petroleum products	68.884	4.142	64.742	152.251	2.169	150.082	85.340	131.82	0.96
5.3	Sales tax on hotel & restaurant	102.487	2.007	100.480	95.627		95.627	(4.853)	(4.83)	0.61

5.4	Sales tax on cable tv & cinema	13.943		13.943	16.363		16.363	2.420	17.36	0.10
5.5	Sales tax on beer, aerated water & alcoholic drinks	221.461		221.461	271.654		271.654	50.193	22.66	1.74
6	Excise Duty	1040.720	0.032	1040.688	1266.352	3.594	1262.758	222.070	21.34	8.07
6.1	Distillery products	140.379	0.032	140.347	190.729	3.594	187.135	46.788	33.34	1.20
6.2	Excise duty refund from GOI	900.341		900.341	1075.623		1075.623	175.282	19.47	6.88
7	Import Duty	179.369	1.409	177.960	196.239	0.564	195.675	17.715	9.95	1.25
7.1	Goods & commodities	168.504	1.409	167.095	180.318	0.564	179.754	12.659	7.58	1.15
7.2	Customs service charges	10.865		10.865	15.921		15.921	5.056	46.53	0.10
8	Other Indirect Tax Revenue	16.791		16.791	15.670		15.670	(1.121)	(6.68)	0.10
8.1	Stamp duty	16.788		16.788	15.670		15.670	(1.118)	(6.66)	0.10
8.2	Export tax/fines and penalties	0.003		0.003	0.000		0.000	(0.003)	(100.00)	0.00
B	Non -Tax Revenue	7572.032	5.401	7566.631	5985.808	3.155	5982.653	(1583.978)	(20.93)	38.26
9	Admns. Fees & charges	240.576	3.809	236.767	285.431	1.313	284.118	47.351	20.00	1.82
9.1	Judiciary fees & charges	14.249	3.289	10.960	12.692	0.005	12.687	1.727	15.76	0.08
9.2	House rent	84.358	0.214	84.144	87.483	0.120	87.363	3.219	3.83	0.56
9.3	Hire charges	8.55		8.550	12.379	0.020	12.359	3.809	44.55	0.08
9.4	Rural life insurance	17.510		17.510	22.821		22.821	5.311	30.33	0.15
9.5	Motor vehicle fees & charges	28.591		28.591	34.716		34.716	6.125	21.42	0.22
9.6	Depot surcharge on petroleum products	38.073		38.073	43.441		43.441	5.368	14.10	0.28
9.7	Surcharge on Passenger	15.542		15.542	17.382		17.382	1.840	11.84	0.11
9.8	Other admn. charges & fees	33.703	0.306	33.397	54.517	1.168	53.349	19.952	59.74	0.34
10	Dividend	1915.090		1915.090	3018.842		3018.842	1103.752	57.63	19.30
10.1	DHI companies	1912.795		1912.795	1444.050		1444.050	(468.745)	(24.51)	9.23
10.2	THPA	0.000		0.000	1569.815		1569.815	1569.815	0.00	10.04
10.3	FCBL	0.000		0.000	1.917		1.917	1.917	0.00	0.01

10.4	Kuensel Corporation	2.295		2.295	3.060		3.060	0.765	33.33	0.02
11	Revenue from Govt. Depts.	196.349	1.592	194.757	204.745	1.116	203.629	8.872	4.56	1.30
11.1	Division of roads	0.031		0.031	6.701		6.701	6.670	21516.13	0.04
11.2	Public works division	1.405		1.405	1.540		1.540	0.135	9.61	0.01
11.3	Municipal revenue	14.205		14.205	6.077		6.077	(8.128)	(57.22)	0.04
11.4	Radio spectrum management	4.828		4.828	4.468		4.468	(0.360)	(7.46)	0.03
11.5	Contractor development board	2.123		2.123	2.359		2.359	0.236	11.12	0.02
11.6	Department of civil aviation	1.136		1.136	0.068		0.068	(1.068)	(94.01)	0.00
11.7	Animal husbandry	11.797		11.797	17.166		17.166	5.369	45.51	0.11
11.8	Agriculture	0.898		0.898	0.372		0.372	(0.526)	(58.57)	0.00
11.9	Forest	8.631		8.631	10.687		10.687	2.056	23.82	0.07
11.10	Survey	4.847	1.59	3.257	1.796	1.115	0.681	(2.576)	(79.09)	0.00
11.11	Industrial plot/shed rent	52.385		52.385	56.780		56.780	4.395	8.39	0.36
11.12	Other division of trade & industry	1.862		1.862	0.206		0.206	(1.656)	(88.94)	0.00
11.13	Passport & visa fees	34.895		34.895	32.884		32.884	(2.011)	(5.76)	0.21
11.14	Education	2.714		2.714	2.371		2.371	(0.343)	(12.64)	0.02
11.15	Health	11.439	0.002	11.437	18.143		18.143	6.706	58.63	0.12
11.16	Registration	40.812		40.812	42.702	0.001	42.701	1.889	4.63	0.27
11.17	National environment commission	2.341		2.341	0.425		0.425	(1.916)	(81.85)	0.00
12	Capital Revenue	96.424		96.424	93.514	0.025	93.489	(2.935)	(3.04)	0.60
12.1	Sale of govt. properties/assets	34.927		34.927	33.441	0.025	33.416	(1.511)	(4.33)	0.21
12.2	Sale proceeds of agricultural products	2.887		2.887	2.956		2.956	0.069	2.39	0.02
12.3	Coal mine bid value	18.431		18.431	15.442		15.442	(2.989)	(16.22)	0.10
12.4	Gypsum mine bid value	31.577		31.577	31.577		31.577	0.000	0.00	0.20
12.5	Tender document sales	8.602		8.602	10.098		10.098	1.496	17.39	0.06

13	Transfer of Profits	3394.543		3394.543	657.425	0.700	656.725	(2737.818)	(80.65)	4.20
13.1	Department of lottery	207.322		207.322	210.490	0.700	209.790	2.468	1.19	1.34
13.2	RMA	576.131		576.131	446.935		446.935	(129.196)	(22.42)	2.86
13.3	Transfers from others	2611.090		2611.090	0.000		0.000	(2611.090)	(100.00)	0.00
14	Other Non-Tax Revenue	33.772	0.000	33.772	31.614	0.001	31.613	(2.159)	(6.39)	0.20
14.1	Security / earnest money	1.567		1.567	0.802	0.001	0.801	(0.766)	(48.88)	0.01
14.2	Treaty payment 1949	0.000		0.000	0.031		0.031	0.031	0.00	0.00
14.3	Audit recovery account	28.962		28.962	21.003		21.003	(7.959)	(27.48)	0.13
14.4	Other dues and recoveries	3.243		3.243	9.778		9.778	6.535	201.51	0.06
15	Interest on loan from corp.	1695.278		1695.278	1694.237		1694.237	(1.041)	(0.06)	10.83
	Total Revenue (A+B)	14158.451	109.412	14049.039	15749.063	110.629	15638.434	1589.395	11.31	100.00

*TDS on CIT includes Nu.469.840 million as TDS on CIT from DHI

ANNEXURE II Regional Revenue and Customs Office Paro

Nu. in million

Sl. No	SOURCE OF REVENUE	FY 2009-10		FY 2008-09 Actual	Achievement to Target		Collection compared to 2008-09	
		Collection	Target		Nu.	%	Nu.	%
A	TAX REVENUE	230.081	198.520	188.955	31.561	15.90	41.126	21.76
I	Direct Tax	178.505	140.284	131.453	38.221	27.25	47.052	35.79
1	Corporate Income Tax	71.210	40.192	39.748	31.018	77.17	31.462	79.15
1.1	Druk Air Corporation	71.210	40.192	39.748	31.018	77.17	31.462	79.15
2	Business Income Tax	19.334	15.482	14.414	3.852	24.88	4.920	34.13
2.1	Business income tax	8.086	6.164	5.870	1.922	31.18	2.216	37.75
2.2	TDS on BIT	11.248	9.318	8.544	1.930	20.71	2.704	31.65
3	Personal Income Tax	40.261	33.251	31.985	7.010	21.08	8.276	25.87
3.1	TDS on personal income tax	37.341	32.448	31.103	4.893	15.08	6.238	20.06
3.1.1	Salary tax	35.137	31.000	29.620	4.137	13.35	5.517	18.63
3.1.2	Rental income	0.691	0.748	0.735	(0.057)	(7.62)	(0.044)	(5.99)
3.1.3	Interest	0.844	0.300	0.317	0.544	181.33	0.527	166.25
3.1.4	Other sources	0.669	0.400	0.431	0.269	67.25	0.238	55.22
3.2	Final personal income tax	2.874	0.800	0.847	2.074	259.25	2.027	239.32
3.3	PIT: fines & penalties	0.046	0.003	0.035	0.043	1433.33	0.011	31.43
4	Other Direct Tax Revenue	47.700	51.359	45.306	(3.659)	(7.12)	2.394	5.28
4.1	Motor vehicle tax	6.576	8.304	6.164	(1.728)	(20.81)	0.412	0.00
4.2	Municipal tax	1.111	1.874	1.819	(0.763)	(40.72)	(0.708)	(38.92)
4.3	Health contribution	6.068	5.158	5.008	0.910	17.64	1.060	21.17
4.4	Foreign Travel Tax	28.970	29.291	25.904	(0.321)	(1.10)	3.066	11.84
4.5	Royalties	4.975	6.732	6.411	(1.757)	(26.10)	(1.436)	(22.40)
4.5.1	Forest products	4.975	6.732	6.411	(1.757)	(26.10)	(1.436)	(22.40)
II	Indirect Tax	51.576	58.236	57.502	(6.660)	(11.44)	(5.926)	(10.31)
5	Sales Tax	36.845	44.388	43.776	(7.543)	(16.99)	(6.931)	(15.83)
5.1	Sales tax on goods & commodities	4.935	4.253	4.06	0.682	16.04	0.875	21.55
5.2	Sales tax on hotels & restaurant	30.059	38.235	37.831	(8.176)	(21.38)	(7.772)	(20.54)
5.3	Sales tax on cable tv & cinema	1.851	1.900	1.885	(0.049)	(2.58)	(0.034)	(1.80)
6	Excise Duty	0.000	0.000	0.000	0.000	0.00	0.000	0.00
6.1	Distillery products	0.000	0.000	0.000	0.000	0.00	0.000	0.00
7	Import Duty	14.731	13.848	13.726	0.883	6.38	1.005	7.32
7.1	Goods & commodities	12.103	10.508	10.546	1.595	15.18	1.557	14.76
7.2	Drinks & food stuff	2.625	3.340	3.180	(0.715)	(21.41)	(0.555)	(17.45)

7.3	Fines & penalties	0.003	0.000	0.000	0.003	0.00	0.003	1400.00
8	Other Indirect Tax Revenue	0.000	0.000	0.000	0.000	0.00	0.000	0.00
8.1	Sale of revenue stamps	0.000	0.000	0.000	0.000	0.00	0.000	0.00
B	Non Tax Revenue	38.349	34.831	34.570	3.518	10.10	3.779	10.93
9	Adm. Fees & Charges	29.411	24.779	25.146	4.632	18.69	4.265	16.96
9.1	Judiciary fees & charges	0.851	1.329	1.290	(0.478)	(35.97)	(0.439)	(34.03)
9.2	House rent	3.911	3.194	3.101	0.717	22.45	0.810	26.12
9.3	Hire charges	0.136	0.113	0.112	0.023	20.35	0.024	21.43
9.4	Motor vehicle fees & charges	2.086	1.523	1.481	0.563	36.97	0.605	40.85
9.5	Rural life insurance	1.494	0.909	0.883	0.585	64.36	0.611	69.20
9.6	Surcharge on passenger	17.382	14.892	15.542	2.490	16.72	1.840	11.84
9.7	Other admn. charges & fees	3.551	2.819	2.737	0.732	25.97	0.814	29.74
10	Capital Revenue	1.903	2.101	2.366	(0.198)	(9.42)	(0.463)	(19.57)
10.1	Sale of govt. properties/ assets	0.051	0.158	1.612	(0.107)	(67.72)	(1.561)	(96.84)
10.2	Sale of agricultural products	1.048	1.532	0.351	(0.484)	(31.59)	0.697	198.58
10.3	Tender document sales	0.804	0.411	0.403	0.393	95.62	0.401	99.50
11	Revenue From Govt. Dept.	5.959	7.921	7.032	(1.962)	(24.77)	(1.073)	(15.26)
11.1	Municipal revenue	0.016	0.083	0.082	(0.067)	(80.72)	(0.066)	(80.49)
11.2	Department of civil aviation	0.069	1.147	1.136	(1.078)	(93.98)	(1.067)	(93.93)
11.3	Animal husbandry	0.329	0.345	0.338	(0.016)	(4.64)	(0.009)	(2.66)
11.4	Agriculture	0.191	0.255	0.250	(0.064)	(25.10)	(0.059)	(23.60)
11.5	Forest	1.027	1.556	1.525	(0.529)	(34.00)	(0.498)	(32.66)
11.6	Survey	0.017	0.126	0.125	(0.109)	(86.51)	(0.108)	(86.40)
11.7	Passport & visa fees	4.062	4.085	3.255	(0.023)	(0.56)	0.807	24.79
11.8	Education	0.080	0.109	0.108	(0.029)	(26.61)	(0.028)	(25.93)
11.9	Health	0.162	0.157	0.155	0.005	3.18	0.007	4.52
11.10	Registration	0.006	0.058	0.058	(0.052)	(89.66)	(0.052)	(89.66)
12	Other Non Tax Revenue	1.076	0.030	0.026	1.046	3486.67	1.050	4038.46
12.1	Other dues and recoveries	0.964	0.000	0.000	0.964	0.00	0.964	0.00
12.2	Security/earnest money	0.112	0.030	0.026	0.082	273.33	0.086	330.77
	Total Revenue (A+ B)	268.430	233.351	223.525	35.079	15.03	44.905	20.09

ANNEXURE II Regional Revenue and Customs Office Phuentsholing

Nu. in million

Sl. No	SOURCE OF REVENUE	FY 2009-10		FY 2008-09 Actual	Achievement to Target		Collection compared to 2008-09	
		Collection	Target		Nu.	%	Nu.	%
A	TAX REVENUE	2066.610	1754.871	1704.269	311.739	17.76	362.341	21.26
I	Direct Tax	834.769	762.421	724.371	72.348	9.49	110.398	15.24
1	Corporate Tax	415.863	317.225	313.721	98.638	31.09	102.142	32.56
1.1	BBPL	14.200	7.347	7.265	6.853	93.28	6.935	95.46
1.2	BFAL	51.339	113.972	112.792	(62.633)	(54.95)	(61.453)	(54.48)
1.3	BOBL	204.352	72.149	71.353	132.203	183.24	132.999	186.40
1.4	RICBL	79.476	51.643	51.074	27.833	53.90	28.402	55.61
1.5	FCBL	13.182	0.467	0.384	12.715	2722.70	12.798	3332.81
1.6	BCCL	5.596	11.448	11.321	(5.852)	(51.12)	(5.725)	(50.57)
1.7	AWPL	8.107	4.683	4.630	3.424	73.12	3.477	75.10
1.8	STCBL	20.712	26.573	26.279	(5.861)	(22.06)	(5.567)	(21.18)
1.9	Bhutan Polythene Company Ltd	1.134	0.255	0.252	0.879	344.71	0.882	350.00
1.10	TDS on CIT	2.146	12.342	12.205	(10.196)	(82.61)	(10.059)	(82.42)
1.11	Other corporations/ fines	15.619	16.346	16.166	(0.727)	(4.45)	(0.547)	(3.38)
2	Busines Income Tax	164.345	193.410	180.072	(29.065)	(15.03)	(15.727)	(8.73)
2.1	Business income tax	69.156	132.877	56.360	(63.721)	(47.95)	12.796	22.70
2.2	TDS on BIT	95.189	60.533	123.712	34.656	57.25	(28.523)	(23.06)
3	Personal Income Tax	115.209	106.153	102.108	9.056	8.53	13.101	12.83
3.1	TDS on personal income tax	99.656	90.803	87.344	8.853	9.75	12.312	14.10
3.1.1	Salary tax	66.851	67.619	65.044	(0.768)	(1.14)	1.807	2.78
3.1.2	Rental income	5.233	6.379	6.136	(1.146)	(17.97)	(0.903)	(14.72)
3.1.3	Interest	4.990	3.464	3.331	1.526	44.05	1.659	49.80
3.1.4	Dividend	21.432	12.085	11.623	9.347	77.34	9.809	84.39
3.1.5	Other sources	1.150	1.256	1.210	(0.106)	(8.44)	(0.060)	(4.96)
3.2	Final personal income tax	15.272	14.971	14.399	0.301	2.01	0.873	6.06
3.3	PIT:fines & penalties	0.281	0.379	0.365	(0.098)	(25.86)	(0.084)	(23.01)
4	Other Direct Tax Revenue	139.352	145.633	128.470	(6.281)	(4.31)	10.882	8.47
4.1	Motor vehicle tax	38.888	35.788	31.752	3.100	8.66	7.136	22.47
4.2	Business & professional licence	11.402	22.41	19.479	(11.008)	(49.12)	(8.077)	(41.47)
4.3	Municipal tax	0.142	0.127	0.121	0.015	11.81	0.021	17.36
4.4	Health contribution	13.583	14.224	12.369	(0.641)	(4.51)	1.214	9.81
4.5	Royalties	75.337	73.084	64.749	2.253	3.08	10.588	16.35
4.5.1	Forest products	1.425	1.072	1.021	0.353	32.93	0.404	39.57

4.5.2	Mines & minerals	73.912	72.012	63.728	1.900	2.64	10.184	15.98
II	Indirect Tax	1231.841	992.450	979.898	239.391	24.12	251.943	25.71
5	Sales Tax	970.819	769.322	758.712	201.497	26.19	212.107	27.96
5.1	Sales tax on goods & commodities	606.773	501.437	445.031	105.336	21.01	161.742	36.34
5.2	Sales tax on petroleum products	92.580	43.505	42.905	49.075	112.80	49.675	115.78
5.3	Sales tax on hotels & restaurant	6.812	6.573	6.482	0.239	3.64	0.330	5.09
5.4	Sales tax on beer, aerated water & alcoholic drinks	261.239	2.992	211.851	258.247	8631.25	49.388	23.31
5.5	Sales tax on cable tv & cinema	3.397	214.815	2.951	(211.418)	(98.42)	0.446	15.11
5.6	Other BST	0.018	0.000	49.492	0.018	0.00	(49.474)	(99.96)
6	Excise Duty	81.407	57.243	56.757	24.164	42.21	24.650	43.43
6.1	Distillery products	81.407	57.243	56.757	24.164	42.21	24.650	43.43
7	Import Duty	179.615	165.885	164.426	13.730	8.28	15.189	9.24
7.1	Goods & commodities	162.659	154.944	152.609	7.715	4.98	10.050	6.59
7.2	Fines & penalties	1.035	0.000	0.973	1.035	0.00	0.062	6.37
7.3	Customs service charges	15.921	10.941	10.844	4.980	45.52	5.077	46.82
8	Other Indirect Tax Revenue	0.000	0.000	0.003	0.000	0.00	0.000	0.00
8.1	Export tax/fines and penalties	0.000	0.000	0.003	0.000	0.00	(0.003)	(100.00)
B	Non-Tax Revenue	374.412	350.964	2951.131	23.448	6.68	(2,576.719)	(87.31)
9	Admn. Fees & Charges	78.798	58.566	59.433	20.232	34.55	19.365	32.58
9.1	Judiciary fees & charges	1.084	2.683	2.141	(1.599)	(59.60)	(1.057)	(49.37)
9.2	House rent	13.404	13.568	11.505	(0.164)	(1.21)	1.899	16.51
9.3	Hire charges	0.214	0.159	0.000	0.055	34.59	0.214	0.00
9.4	Motor vehicle fees & charges	8.398	13.043	7.235	(4.645)	(35.61)	1.163	16.07
9.5	Deport surcharge on petroleum products	20.174	0.000	19.908	20.174	0.00	0.266	1.34
9.6	Rural life insurance	1.320	0.889	0.929	0.431	48.48	0.391	42.09
9.7	Other admn. charges & fees	34.204	28.224	17.715	5.980	21.19	16.489	93.08
10	Capital Revenue	1.138	0.609	0.686	0.529	86.86	0.452	65.89
10.1	Sale of govt. properties/ assets	0.482	0.243	0.148	0.239	98.35	0.334	225.68
10.2	Tender document sales	0.438	0.366	0.538	0.072	19.67	(0.100)	(18.59)

10.3	Sale of agricultural products	0.218	0.000	0.000	0.218	0.00	0.218	0.00
11	Revenue from Govt. Depts. Agency	82.027	81.628	72.458	0.399	0.49	9.569	13.21
11.1	Municipal revenue	0.378	0.279	0.040	0.099	35.48	0.338	845.00
11.2	Contractor development board	0.006	0.000	0.000	0.006	0.00	0.006	0.00
11.3	Animal husbandry	0.511	1.105	0.605	(0.594)	(53.76)	(0.094)	(15.54)
11.4	Agriculture	0.000	0.000	0.012	0.000	0.00	(0.012)	(100.00)
11.5	Forest	2.561	2.298	2.089	0.263	11.44	0.472	22.59
11.6	Survey	0.033	0.000	0.033	0.033	0.00	0.000	0.00
11.7	Industrial plot/shed rent	53.514	55.371	49.503	(1.857)	(3.35)	4.011	8.10
11.8	Other division of trade & industry	0.001	0.000	0.527	0.001	0.00	(0.526)	(99.81)
11.9	Visa fees	0.227	0.325	0.263	(0.098)	(30.15)	(0.036)	(13.69)
11.10	Education	0.218	0.165	0.138	0.053	32.12	0.080	57.97
11.11	Health	7.456	5.218	4.606	2.238	42.89	2.850	61.88
11.12	Registration	17.122	16.867	14.642	0.255	1.51	2.480	16.94
12	Dividends	1.917	0.000	0.000	1.917	0.00	1.917	0.00
12.1	FCBL	1.917	0.000	0.000	1.917	0.00	1.917	0.00
13	Transfer of profits	210.490	210.000	2818.412	0.490	0.23	(2,607.922)	(92.53)
13.1	Department of lottery	210.490	210.000	207.322	0.490	0.23	3.168	1.53
13.2	Transfer of fund (THPA)	0.000	0.000	2611.090	0.000	0.00	(2,611.090)	(100.00)
14	Other Non Tax Revenue	0.042	0.161	0.142	(0.119)	(73.91)	(0.100)	(70.42)
14.1	Security / earnest money	0.040	0.161	0.142	(0.121)	(75.16)	(0.102)	(71.83)
14.2	Other dues and recoveries	0.002	0.000	0.000	0.002	0.00	0.002	0.00
	Total Revenue (A+ B)	2441.022	2105.835	4655.400	335.187	15.92	(2,214.378)	(47.57)

ANNEXURE II Regional Revenue and Customs Office Thimphu

Nu. in million

Sl. No	SOURCE OF REVENUE	FY 2009-10		FY 2008-09 Actual	Achievement to Target		Collection compared to 2008-09	
		Collection	Target		Nu.	%	Nu.	%
A	Tax Revenue	6380.163	6599.587	3864.870	(219.424)	(3.32)	2,515.293	65.08
I	Direct Tax	5189.342	5410.555	2854.442	(221.213)	(4.09)	2,334.900	81.80
1	Corporate Income Tax	3855.085	4111.200	1679.930	(256.115)	(6.23)	2,175.155	129.48
1.1	DHI	409.629	1369.369	215.070	(959.740)	(70.09)	194.559	90.46
1.2	THPA	448.519	1067.901	0.000	(619.382)	(58.00)	448.519	0.00
1.3	NRDCL	17.850	25.706	16.387	(7.856)	(30.56)	1.463	8.93
1.4	AWP	2.407	6.647	4.428	(4.240)	(63.79)	(2.021)	(45.64)
1.5	BTCL	1.767	18.104	12.068	(16.337)	(90.24)	(10.301)	(85.36)
1.6	BPCL	245.075	239.000	247.471	6.075	2.54	(2.396)	(0.97)
1.7	DGPCL	1975.138	913.495	916.784	1,061.643	116.22	1,058.354	115.44
1.8	RICBL	0.000	0.000	1.290	0.000	0.00	(1.290)	(100.00)
1.9	BNBL	110.994	207.302	138.201	(96.308)	(46.46)	(27.207)	(19.69)
1.10	Bhutan Telecom	163.963	166.485	106.217	(2.522)	(1.51)	57.746	54.37
1.11	Kuensel Corporation	1.546	2.067	1.378	(0.521)	(25.21)	0.168	12.19
1.12	Singye Group of Companies	0.000	2.200	2.000	(2.200)	(100.00)	(2.000)	(100.00)
1.13	Bhutan post	2.880	0.000	5.821	2.880	0.00	(2.941)	(50.52)
1.14	TDS on CIT	469.840	1.128	0.094	468.712	41552.48	469.746	499729.79
1.15	Other Corporations	5.477	91.796	12.721	(86.319)	(94.03)	(7.244)	(56.95)
2	Business Income Tax	365.223	244.814	227.931	120.409	49.18	137.292	60.23
2.1	Business income tax	81.927	67.933	61.760	13.994	20.60	20.167	32.65
2.2	TDS on BIT	263.319	149.403	143.272	113.916	76.25	120.047	83.79
2.3	Withholding tax(Tourism)	19.977	27.478	22.899	(7.501)	(27.30)	(2.922)	(12.76)
3	Personal Income Tax	293.931	204.608	196.811	89.323	43.66	97.120	49.35
3.1	TDS on PIT	255.063	173.235	166.489	81.828	47.24	88.574	53.20
3.1.1	Salary	229.416	147.674	143.373	81.742	55.35	86.043	60.01
3.1.2	Real Property	8.929	6.254	5.956	2.675	42.77	2.973	49.92
3.1.3	Interest	13.510	17.307	15.417	(3.797)	(21.94)	(1.907)	(12.37)
3.1.4	Dividend	3.037	1.000	0.754	2.037	203.70	2.283	302.79
3.1.5	Other sources	0.171	1.000	0.989	(0.829)	(82.90)	(0.818)	(82.71)
3.2	Final personal income tax	37.925	30.000	28.517	7.925	26.42	9.408	32.99
3.3	PIT:fines & penalties	0.943	1.373	1.805	(0.430)	(31.32)	(0.862)	(47.76)

4	Other Direct Tax Revenue	675.103	849.933	749.770	(174.830)	(20.57)	(74.667)	(9.96)
4.1	Motor vehicle tax	58.741	54.639	53.567	4.102	7.51	5.174	9.66
4.2	Business & professional licence	30.829	33.128	32.164	(2.299)	(6.94)	(1.335)	(4.15)
4.3	Municipal tax	1.742	0.603	0.734	1.139	188.89	1.008	137.33
4.4	Health contribution	45.687	32.146	31.516	13.541	42.12	14.171	44.96
4.5	Royalties	538.104	729.417	631.789	(191.313)	(26.23)	(93.685)	(14.83)
4.5.1	Forest products	16.673	16.501	16.240	0.172	1.04	0.433	2.67
4.5.2	Mines & minerals	4.167	4.001	4.415	0.166	4.15	(0.248)	(5.62)
4.5.3	Tourism	517.264	708.915	611.134	(191.651)	(27.03)	(93.870)	(15.36)
II	Indirect Tax	1190.821	1189.032	1010.428	1.789	0.15	180.393	17.85
5	Sales Tax	61.751	62.450	61.589	(0.699)	(1.12)	0.162	0.26
5.1	Sales tax on goods & commodities	1.604	2.410	2.129	(0.806)	(33.44)	(0.525)	(24.66)
5.2	Sales tax on beer, aerated water & alcoholic drinks	2.610	2.000	1.990	0.610	30.50	0.620	31.16
5.3	Sales tax on hotels & restaurant	52.111	53.200	52.681	(1.089)	(2.05)	(0.570)	(1.08)
5.4	Sales tax on cable tv & cinema	5.426	4.840	4.789	0.586	12.11	0.637	13.30
6	Excise Duty	1111.727	1106.313	930.863	5.414	0.49	180.864	19.43
6.1	Distillery products	36.104	30.784	30.522	5.320	17.28	5.582	18.29
6.2	Excise Duty Refund (GOI)	1075.623	1075.529	900.341	0.094	0.01	175.282	19.47
7	Import Duty	1.673	1.199	1.188	0.474	39.53	0.485	40.82
7.1	Goods & commodities	1.141	1.199	1.060	(0.058)	(4.84)	0.081	7.64
7.2	Drinks & food stuff	0.532	0.000	0.106	0.532	0.00	0.426	401.89
7.3	Customs service charges	0.000	0.000	0.022	0.000	0.00	(0.022)	(100.00)
8	Other Indirect Tax Revenue	15.670	19.070	16.788	(3.400)	(17.83)	(1.118)	(6.66)
8.1	Sale of revenue stamps	15.670	19.070	16.788	(3.400)	(17.83)	(1.118)	(6.66)
B	Non Tax Revenue	5373.434	5389.433	4401.494	(15.999)	(0.30)	971.940	22.08
9	Adm. Fees & Charges	85.413	75.875	76.998	9.538	12.57	8.415	10.93
9.1	Judiciary fees & charges	7.026	5.500	5.920	1.526	27.75	1.106	18.68
9.2	House rent	41.240	42.099	42.099	(0.859)	(2.04)	(0.859)	(2.04)
9.3	Hire charges	7.312	5.777	5.778	1.535	26.57	1.534	26.55
9.4	Motor vehicle fees & charges	16.064	13.293	13.295	2.771	20.85	2.769	20.83
9.5	Rural life insurance	2.937	1.500	1.926	1.437	95.80	1.011	52.49

9.6	Deport surcharge on petroleum products	1.285	0.000	0.699	1.285	0.00	0.586	83.83
9.7	Other admn. charges & fees	9.549	7.706	7.281	1.843	23.92	2.268	31.15
10	Capital Revenue	35.638	32.555	36.669	3.083	9.47	(1.031)	(2.81)
10.1	Sale of govt. properties/ assets	32.570	27.055	33.727	5.515	20.38	(1.157)	(3.43)
10.2	Sale of agricultural products	0.075	3.000	0.000	(2.925)	(97.50)	0.075	0.00
10.3	Tender document sales	2.993	2.500	2.942	0.493	19.72	0.051	1.73
11	Revenue From Govt. Dept.	66.288	77.997	69.235	(11.709)	(15.01)	(2.947)	(4.26)
11.1	Division of roads	0.007	0.000	0.031	0.007	0.00	(0.024)	(77.42)
11.2	PWD mechanical cell	1.540	1.500	1.406	0.040	2.67	0.134	9.53
11.3	Municipal revenue	0.570	1.268	0.952	(0.698)	(55.05)	(0.382)	(40.13)
11.4	Radio spectrum management	4.468	4.500	4.828	(0.032)	(0.71)	(0.360)	(7.46)
11.5	Contractor development board	2.353	2.500	2.123	(0.147)	(5.88)	0.230	10.83
11.6	Animal husbandry	3.439	2.453	2.454	0.986	40.20	0.985	40.14
11.7	Agriculture	0.071	0.568	0.568	(0.497)	(87.50)	(0.497)	(87.50)
11.8	Forest	1.393	1.000	0.972	0.393	39.30	0.421	43.31
11.9	Survey	0.767	2.500	2.331	(1.733)	(69.32)	(1.564)	(67.10)
11.10	Industrial plot/shed rent	2.266	1.000	1.585	1.266	126.60	0.681	42.97
11.11	Other division of trade & industry	0.206	1.000	0.450	(0.794)	(79.40)	(0.244)	(54.22)
11.12	Passport & visa fees	28.564	40.758	31.351	(12.194)	(29.92)	(2.787)	(8.89)
11.13	Education	0.825	1.000	1.092	(0.175)	(17.50)	(0.267)	(24.45)
11.14	Health	7.567	3.000	3.220	4.567	152.23	4.347	135.00
11.15	Registration	11.842	11.950	13.531	(0.108)	(0.90)	(1.689)	(12.48)
11.16	Fines on violation of EAA	0.410	3.000	2.341	(2.590)	(86.33)	(1.931)	(82.49)
12	Dividends	3016.925	3011.224	1915.090	5.701	0.19	1,101.835	57.53
12.1	DHI companies	1444.050	3011.224	1912.032	(1,567.174)	(52.04)	(467.982)	(24.48)
12.2	DGPCL	0.000	0.000	1596.946	0.000	0.00	(1,596.946)	(100.00)
12.3	THPA	1569.815	0.000	0.000	1,569.815	0.00	1,569.815	0.00
12.4	BTCL	0.000	0.000	0.763	0.000	0.00	(0.763)	(100.00)
12.5	Kuensel Corporation	3.060	0.000	2.295	3.060	0.00	0.765	33.33
13	Transfer Of Profit	446.935	446.933	576.131	0.002	0.00	(129.196)	(22.42)
13.1	RMA	446.935	446.933	576.131	0.002	0.00	(129.196)	(22.42)

14	Other Non Tax Revenue	27.998	36.449	32.093	(8.451)	(23.19)	(4.095)	(12.76)
14.1	Other dues and recoveries	8.318	6.449	2.635	1.869	28.98	5.683	215.67
14.2	Security / earnest money	0.267	0.000	0.404	0.267	0.00	(0.137)	(33.91)
14.3	Audit recovery account	19.382	30.000	28.956	(10.618)	(35.39)	(9.574)	(33.06)
14.4	Treaty payment 1949.	0.031	0.000	0.098	0.031	0.00	(0.067)	(68.37)
15	Interest on loan from corp.	1694.237	1708.400	1695.278	(14.163)	(0.83)	(1.041)	(0.06)
15.1	GOI Loan	1497.557	1497.600	1396.710	(0.043)	(0.00)	100.847	7.22
15.1.1	KHPC	201.694	201.700	100.847	(0.006)	(0.00)	100.847	100.00
15.1.2	THPA	1295.863	1295.900	1295.863	(0.037)	(0.00)	0.000	0.00
15.2	On-lending Loan	196.680	210.800	298.568	(14.120)	(6.70)	(101.888)	(34.13)
	Total Revenue (A+ B)	11753.597	11989.020	8266.364	(235.423)	(1.96)	3,487.233	42.19

ANNEXURE II Regional Revenue and Customs Office Samtse

Nu. in million

Sl. No	SOURCE OF REVENUE	FY 2009-10		FY 2008-09 Actual	Achievement to Target		Collection compared to 2008-09	
		Collection	Target		Nu.	%	Nu.	%
A	TAX REVENUE	484.598	392.839	384.585	91.759	23.36	100.013	26.01
I	DIRECT TAX	373.265	308.818	301.600	64.447	20.87	71.665	23.76
1	Corporate Income Tax	284.843	238.849	236.210	45.994	19.26	48.633	20.59
1.1	Penden Cement Authority LTd.	163.223	143.353	130.321	19.870	13.86	32.902	25.25
1.2	Bhutan Fruits Products Ltd.	1.667	2.940	2.938	(1.273)	(43.30)	(1.271)	(43.26)
1.3	Army Welfare Project	2.485	2.000	3.020	0.485	24.25	(0.535)	(17.72)
1.4	Yangzom Cement Industry	0.145	0.171	0.246	(0.026)	(15.20)	(0.101)	(41.06)
1.5	Bhutan Polymer Co. Ltd.	3.532	4.510	2.024	(0.978)	(21.69)	1.508	74.51
1.6	Jigme Polytex	4.450	1.132	3.874	3.318	293.11	0.576	14.87
1.7	Jigme Mining Company	57.073	47.37	45.535	9.703	20.48	11.538	25.34
1.8	Jigme Industries	7.370	9.187	0.000	(1.817)	(19.78)	7.370	0.00
1.9	TDS on CIT	31.898	27.066	31.471	4.832	17.85	0.427	1.36
1.10	Other Corporations/ Fines	13.000	1.120	16.781	11.880	1060.71	(3.781)	(22.53)
2	Business Income Tax	26.865	29.527	27.491	(2.662)	(9.02)	(0.626)	(2.28)
2.1	Business income tax	16.509	23.500	19.510	(6.991)	(29.75)	(3.001)	(15.38)
2.2	TDS on BIT	10.356	6.027	7.981	4.329	71.83	2.375	29.76
3	Personal Income Tax	52.840	27.884	26.821	24.956	89.50	26.019	97.01
3.1	TDS on personal income tax	51.175	26.647	25.345	24.528	92.05	25.830	101.91
3.1.1	Salary tax	22.218	17.492	14.577	4.726	27.02	7.641	52.42
3.1.2	Rental income	0.806	0.280	0.169	0.526	187.86	0.637	376.92
3.1.3	Interest	0.501	0.667	0.660	(0.166)	(24.89)	(0.159)	(24.09)
3.1.4	Dividend	27.580	7.608	9.831	19.972	262.51	17.749	180.54
3.1.5	Other sources of income	0.070	0.600	0.108	(0.530)	(88.33)	(0.038)	(35.19)
3.2	Final personal income tax	1.649	1.117	1.437	0.532	47.63	0.212	14.75
3.3	PIT:fines & penalties	0.016	0.120	0.039	(0.104)	(86.67)	(0.023)	(58.97)
4	Other Direct Tax Revenue	8.717	12.558	11.078	(3.841)	(30.59)	(2.361)	(21.31)
4.1	Municipal tax	0.097	1.223	1.361	(1.126)	(92.07)	(1.264)	(92.87)
4.2	Heath contribution	4.484	4.828	3.622	(0.344)	(7.13)	0.862	23.80

4.3	Motor vehicle tax	2.639	3.197	2.146	(0.558)	(17.45)	0.493	22.97
4.4	Royalties	1.497	3.310	3.949	(1.813)	(54.77)	(2.452)	(62.09)
4.4.1	Forest products	1.462	3.310	3.949	(1.848)	(55.83)	(2.487)	(62.98)
4.4.2	Mines & minerals	0.035	0.000	0.000	0.035	0.00	0.035	0.00
II	INDIRECT TAX	111.333	84.021	82.985	27.312	32.51	28.348	34.16
5	Sales Tax	73.944	60.820	59.981	13.124	21.58	13.963	23.28
5.1	Sales tax on goods & commodities	49.539	40.474	35.822	9.065	22.40	13.717	38.29
5.2	Sales tax on petroleum products	14.971	11.690	12.341	3.281	28.07	2.630	21.31
5.3	Sales tax on beer, aerated water & alcoholic drinks	7.801	7.630	7.543	0.171	2.24	0.258	3.42
5.4	Sales tax on hotels & restaurant	0.000	0.000	0.008	0.000	0.00	(0.008)	(100.00)
5.5	Sales tax on cable tv & cinema	0.845	0.820	0.848	0.025	3.05	(0.003)	(0.35)
5.6	other bst/fine & penalties	0.788	0.206	3.419	0.582	282.52	(2.631)	(76.95)
6	Excise Duty	37.169	23.173	22.976	13.996	60.40	14.193	61.77
6.1	Distillery products	37.169	23.173	22.976	13.996	60.40	14.193	61.77
7	Import Duty	0.220	0.028	0.028	0.192	685.71	0.192	685.71
7.1	Goods & commodities	0.220	0.028	0.028	0.192	685.71	0.192	685.71
8	Other Indirect Tax Revenue	0.000	0.000	0.000	0.000	0.00	0.000	0.00
8.1	Export tax/fines and penalties	0.000	0.000	0.000	0.000	0.00	0.000	0.00
B	NON- TAX REVENUE	22.062	22.465	21.400	(0.403)	(1.79)	0.662	3.09
9	Adm. Fees & Charges	13.034	10.935	11.097	2.099	19.20	1.937	17.46
9.1	Judiciary fees & charges	0.695	0.470	0.203	0.225	47.87	0.492	242.36
9.2	House rent	3.319	1.651	3.335	1.668	101.03	(0.016)	(0.48)
9.3	Hire charges	0.145	0.270	0.060	(0.125)	(46.30)	0.085	141.67
9.4	Motor vehicle fees & charges	0.710	0.812	0.730	(0.102)	(12.56)	(0.020)	(2.74)
9.5	Deport surcharge on petroleum products	5.570	5.321	4.921	0.249	4.68	0.649	13.19
9.6	Rural life insurance	2.251	1.361	1.411	0.890	65.39	0.840	59.53
9.7	Other admn. charges & fees	0.344	1.050	0.437	(0.706)	(67.24)	(0.093)	(21.28)
10	Capital Revenue	0.362	0.319	0.359	0.043	13.48	0.003	0.84
10.1	Sale of govt. properties/ assets	0.022	0.077	0.000	(0.055)	(71.43)	0.022	0.00
10.2	Tender document sales	0.332	0.242	0.359	0.090	37.19	(0.027)	(7.52)

10.3	Sale of agricultural products	0.008	0.000	0.000	0.008	0.00	0.008	0.00
11	Rev. from Govt. Deptts	6.962	10.090	8.957	(3.128)	(31.00)	(1.995)	(22.27)
11.1	Municipal revenue	0.091	2.167	2.751	(2.076)	(95.80)	(2.660)	(96.69)
11.2	Animal husbandry	3.424	3.784	2.825	(0.360)	(9.51)	0.599	21.20
11.3	Agriculture	0.003	0.128	0.000	(0.125)	(97.66)	0.003	0.00
11.4	Forest	0.862	0.991	1.111	(0.129)	(13.02)	(0.249)	(22.41)
11.5	Education	0.164	0.181	0.139	(0.017)	(9.39)	0.025	17.99
11.6	Health	0.418	0.811	0.351	(0.393)	(48.46)	0.067	19.09
11.7	Registration	1.937	1.214	1.645	0.723	59.56	0.292	17.75
11.8	Survey	0.060	0.811	0.131	(0.751)	(92.60)	(0.071)	(54.20)
11.9	Passport & Visa Fees	0.003	0.003	0.004	0.000	0.00	(0.001)	(25.00)
12	Other Non- Tax Revenue	1.704	1.121	0.987	0.583	52.01	0.717	72.64
12.1	Security / earnest money	0.038	0.060	0.974	(0.022)	(36.67)	(0.936)	(96.10)
12.2	Audit recovery account	1.620	1.050	0.000	0.570	54.29	1.620	0.00
12.3	Other dues and recoveries	0.046	0.011	0.013	0.035	318.18	0.033	253.85
	Total Revenue (A+ B)	506.660	415.304	405.985	91.356	22.00	100.675	24.80

ANNEXURE II Regional Revenue and Customs Office Samdrup Jongkhar

Nu. in million

Sl. No	SOURCE OF REVENUE	FY 2009-10		FY 2008-09 Actual	Achievement to Target		Collection compared to 2008-09	
		Collection	Target		Nu.	%	Nu.	%
A	TAX REVENUE	283.924	212.316	201.330	71.608	33.73	82.594	41.02
I	Direct Tax	213.545	169.278	158.812	44.267	26.15	54.733	34.46
1	Corporate IncomeTax	78.166	58.027	57.386	20.139	34.71	20.780	36.21
1.1	AWP	0.929	0.322	0.644	0.607	188.51	0.285	44.25
1.2	DSCL	38.541	26.518	26.484	12.023	45.34	12.057	45.53
1.3	SD EBCCL	37.412	31.187	30.258	6.225	19.96	7.154	23.64
1.4	Other Corp./fines/penalties	1.284	0.000	0.000	1.284	0.00	1.284	0.00
2	Business IncomeTax	39.870	36.951	34.403	2.919	7.90	5.467	15.89
2.1	Business income tax	17.222	22.462	21.542	(5.240)	(23.33)	(4.320)	(20.05)
2.2	TDS on BIT	22.648	14.489	12.861	8.159	56.31	9.787	76.10
3	Personal Income Tax	35.002	18.551	17.844	16.451	88.68	17.158	96.16
3.1	TDS on PIT	28.352	15.941	15.340	12.411	77.86	13.012	84.82
3.1.1	Salary	20.332	13.124	13.089	7.208	54.92	7.243	55.34
3.1.2	Real Property	1.000	0.791	0.761	0.209	26.42	0.239	31.41
3.1.3	Interest	0.300	0.260	0.253	0.040	15.38	0.047	18.58
3.1.4	Dividend	6.699	1.764	1.235	4.935	279.76	5.464	442.43
3.1.5	Other sources	0.021	0.002	0.002	0.019	950.00	0.019	950.00
3.2	Final personal income tax	6.509	2.510	2.410	3.999	159.32	4.099	170.08
3.3	PIT:fines & penalties	0.141	0.100	0.094	0.041	41.00	0.047	50.00
4	Other Direct Tax Revenue	60.507	55.749	49.179	4.758	8.53	11.328	23.03
4.1	Motor vehicle tax	7.534	7.125	6.396	0.409	5.74	1.138	17.79
4.2	Business & professional licence	3.070	3.142	2.767	(0.072)	(2.29)	0.303	10.95
4.3	Municipal tax	2.534	1.952	1.673	0.582	29.82	0.861	51.46
4.4	Health contribution	4.541	4.149	3.914	0.392	9.45	0.627	16.02
4.5	Royalties	42.828	39.381	34.429	3.447	8.75	8.399	24.40
4.5.1	Forest products	2.205	2.642	2.194	(0.437)	(16.54)	0.011	0.50
4.5.2	Mines & minerals	40.623	36.739	32.235	3.884	10.57	8.388	26.02
II	Indirect Tax	70.379	43.038	42.518	27.341	63.53	27.861	65.53
5	Sales Tax	53.668	29.278	28.875	24.390	83.30	24.793	85.86
5.1	Sales tax on goods & commodities	26.829	10.035	20.367	16.794	167.35	6.462	31.73

5.2	Sales tax on petroleum products	25.105	17.521	6.799	7.584	43.29	18.306	269.25
5.3	Sales tax on hotels & restaurant	1.031	0.941	0.891	0.090	9.56	0.140	15.71
5.4	Sales tax on cable tv & cinema	0.703	0.781	0.741	(0.078)	(9.99)	(0.038)	(5.13)
5.5	Sales tax on beer, aerated water & alcoholic drinks	0.000	0.000	0.077	0.000	0.00	(0.077)	(100.00)
6	Excise Duty	16.711	13.760	13.643	2.951	21.45	3.068	22.49
6.1	Distillery products	16.711	13.760	13.643	2.951	21.45	3.068	22.49
7	Other Indirect Tax Revenue	0.000	0.000	0.000	0.000	0.00	0.000	0.00
7.1	Others/fines and penalties	0.000	0.000	0.000	0.000	0.00	0.000	0.00
B	NON-TAX REVENUE	85.120	78.556	83.105	6.564	8.36	2.015	2.42
8	Adm. Fees & Charges	25.585	20.482	20.785	5.103	24.91	4.800	23.09
8.1	Judiciary fees & charges	0.767	0.974	1.761	(0.207)	(21.25)	(0.994)	(56.45)
8.2	House rent	5.040	4.400	4.141	0.640	14.55	0.899	21.71
8.3	Hire charges	2.019	1.126	0.872	0.893	79.31	1.147	131.54
8.4	Motor vehicle fees & charges	1.941	1.210	1.172	0.731	60.41	0.769	65.61
8.5	Deport surcharge on petroleum products	8.846	6.896	6.897	1.950	28.28	1.949	28.26
8.6	Rural life insurance	2.948	2.726	2.545	0.222	8.14	0.403	15.83
8.7	Other admn. charges & fees	4.024	3.150	3.397	0.874	27.75	0.627	18.46
9	Capital Revenue	48.269	45.120	50.821	3.149	6.98	(2.552)	(5.02)
9.1	Sale of govt. properties/ assets	0.008	0.610	0.234	(0.602)	(98.69)	(0.226)	(96.58)
9.2	Tender document sales	1.005	0.000	0.491	1.005	0.00	0.514	104.68
9.3	Sale of agricultural products	0.238	0.250	0.088	(0.012)	(4.80)	0.150	170.45
9.4	Coal Mine bid value	15.442	13.260	18.431	2.182	16.46	(2.989)	(16.22)
9.5	Gypsum Mine bid value	31.576	31.000	31.577	0.576	1.86	(0.001)	(0.00)
10	Rev. from Govt. Deptts.	10.848	12.954	11.499	(2.106)	(16.26)	(0.651)	(5.66)
10.1	Municipal revenue	1.373	1.950	2.260	(0.577)	(29.59)	(0.887)	(39.25)
10.2	Agriculture	0.000	0.950	0.000	(0.950)	(100.00)	0.000	0.00
10.3	Animal husbandry	0.584	0.000	0.695	0.584	0.00	(0.111)	(15.97)
10.4	Forest	2.073	2.740	0.464	(0.667)	(24.34)	1.609	346.77
10.5	Survey	0.095	0.520	0.770	(0.425)	(81.73)	(0.675)	(87.66)

10.6	Industrial plot/shed rent	0.260	0.510	0.675	(0.250)	(49.02)	(0.415)	(61.48)
10.7	Education	0.160	0.140	0.241	0.020	14.29	(0.081)	(33.61)
10.8	Health	1.414	1.024	1.004	0.390	38.09	0.410	40.84
10.9	Registration	4.862	4.120	5.368	0.742	18.01	(0.506)	(9.43)
10.10	Passport & Visa Fees	0.027	1.000	0.022	(0.973)	(97.30)	0.005	22.73
11	Other Non-Tax Revenue	0.418	0.000	0.000	0.418	0.00	0.418	0.00
11.1	Security / earnest money	0.418	0.000	0.000	0.418	0.00	0.418	0.00
	Total Revenue (A+B)	369.044	290.872	284.435	78.172	26.88	84.609	29.75

ANNEXURE II Regional Revenue and Customs Office Gelephu

Nu. in million

Sl. No	SOURCE OF REVENUE	FY 2009-10		FY 2008-09 Actual	Achievement to Target		Collection compared to 2008-09	
		Collection	Target		Nu.	%	Nu.	%
A	TAX REVENUE	142.485	136.248	138.576	6.237	4.58	3.909	2.82
I	DIRECT TAXES	94.219	95.195	98.015	(0.976)	(1.03)	(3.796)	(3.87)
1	CORPORATE INCOME TAX	6.144	8.739	8.642	(2.595)	(29.69)	(2.498)	(28.91)
1.1	Army Welfare Project	6.042	8.736	8.642	(2.694)	(30.84)	(2.600)	(30.09)
1.2	Other Corporations/ Fines	0.102	0.003	0.000	0.099	3300.00	0.102	0.00
2	BUSINESS INCOME TAX	34.102	39.169	37.058	(5.067)	(12.94)	(2.956)	(7.98)
2.1	Business income tax	10.226	8.920	8.835	1.306	14.64	1.391	15.74
2.2	TDS on BIT	23.876	30.249	28.223	(6.373)	(21.07)	(4.347)	(15.40)
3	PERSONAL INCOME TAX	28.867	22.151	21.531	6.716	30.32	7.336	34.07
3.1	TDS on PIT	27.889	21.590	20.991	6.299	29.18	6.898	32.86
3.1.1	Salary Tax	26.508	20.522	19.923	5.986	29.17	6.585	33.05
3.1.2	Real Property	0.601	0.607	0.607	(0.006)	(0.99)	(0.006)	(0.99)
3.1.3	Interest	0.324	0.232	0.232	0.092	39.66	0.092	39.66
3.1.4	Other sources	0.456	0.229	0.229	0.227	99.13	0.227	99.13
3.2	Final personal income tax	0.913	0.530	0.509	0.383	72.26	0.404	79.37
3.3	PIT:fines & penalties	0.065	0.031	0.031	0.034	109.68	0.034	109.68
4	Other Direct Tax Revenue	25.106	25.136	30.784	(0.030)	(0.12)	(5.678)	(18.44)
4.1	Motor vehicle tax	8.769	7.771	9.760	0.998	12.84	(0.991)	(10.15)
4.2	Business & professional licence	4.716	4.763	5.171	(0.047)	(0.99)	(0.455)	(8.80)
4.3	Municipal tax	1.319	1.641	1.191	(0.322)	(19.62)	0.128	10.75
4.4	Health contribution	6.539	6.742	6.944	(0.203)	(3.01)	(0.405)	(5.83)
4.5	Royalties	3.763	4.219	7.718	(0.456)	(10.81)	(3.955)	(51.24)
4.5.1	Forest products	3.721	4.219	7.560	(0.498)	(11.80)	(3.839)	(50.78)
4.5.2	Mines & minerals	0.042	0.000	0.158	0.042	0.00	(0.116)	(73.42)
II	INDIRECT TAXES	48.266	41.053	40.561	7.213	17.57	7.705	19.00
5	SALES TAX	32.225	27.019	26.646	5.206	19.27	5.579	20.94
5.1	Sales tax on goods & commodities	11.029	11.213	11.058	(0.184)	(1.64)	(0.029)	(0.26)
5.2	Sales tax on petroleum products	19.594	12.005	6.839	7.589	63.22	12.755	186.50
5.3	Sales tax on cable tv & cinema	1.315	1.502	1.481	(0.187)	(12.45)	(0.166)	(11.21)

5.4	Sales tax on hotels & restaurant	0.282	2.299	2.268	(2.017)	(87.73)	(1.986)	(87.57)
5.5	Sales tax on beer, aerated water & alcoholic drinks	0.005	0.000	0.000	0.005	0.00	0.005	0.00
5.6	other BST	0.000	0.000	5.000	0.000	0.00	(5.000)	0.00
6	EXCISE DUTY	16.041	14.034	13.915	2.007	14.30	2.126	15.28
6.1	Distillery products	16.041	14.034	13.915	2.007	14.30	2.126	15.28
7	Other Indirect Tax Revenue	0.000	0.000	0.000	0.000	0.00	0.000	0.00
7.1	Export tax/fines and penalties	0.000	0.000	0.000	0.000	0.00	0.000	0.00
B	NON TAX REVENUE	50.164	48.608	49.927	1.556	3.20	0.237	0.47
8	ADMINISTRATIVE FEES AND CHARGES	23.588	22.960	25.361	0.628	2.74	(1.773)	(6.99)
8.1	Judiciary Fees & Charges	1.135	1.445	1.797	(0.310)	(21.45)	(0.662)	(36.84)
8.2	House Rent	6.657	8.360	9.212	(1.703)	(20.37)	(2.555)	(27.74)
8.3	Hire Charges	0.000	0.000	0.520	0.000	0.00	(0.520)	(100.00)
8.4	Rural Life Insurance	4.588	3.800	3.800	0.788	20.74	0.788	20.74
8.5	Motor vehicle fees & charges	2.746	2.498	3.100	0.248	9.93	(0.354)	(11.42)
8.6	Deport surcharge on petroleum products	7.566	5.566	5.648	2.000	35.93	1.918	33.96
8.7	Other admn. charges & fees	0.896	1.291	1.284	(0.395)	(30.60)	(0.388)	(30.22)
9	CAPTL REVENUE	3.001	2.900	3.508	0.101	3.48	(0.507)	(14.45)
9.1	Sale of govt. properties/assets	0.044	1.258	0.590	(1.214)	(96.50)	(0.546)	(92.54)
9.2	Sale of agricultural products	1.113		0.873	1.113	0.00	0.240	27.49
9.3	Tender document sales	1.844	1.642	2.045	0.202	12.30	(0.201)	(9.83)
10	REVENUE FROM GOVT.DEPT.	23.527	22.509	20.828	1.018	4.52	2.699	12.96
10.1	Division of roads	6.692	0.000	0.000	6.692	0.00	6.692	0.00
10.2	Municipal revenue	2.469	8.344	7.442	(5.875)	(70.41)	(4.973)	(66.82)
10.3	Agriculture	0.023	4.098	0.021	(4.075)	(99.44)	0.002	9.52
10.4	Animal husbandry	4.383	0.000	3.028	4.383	0.00	1.355	44.75
10.5	Forest	1.249	0.000	1.153	1.249	0.00	0.096	8.33
10.6	Survey	0.002	0.000	0.204	0.002	0.00	(0.202)	(99.02)
10.7	Industrial plot/shed rent	0.739	1.697	0.622	(0.958)	(56.45)	0.117	18.81
10.8	Other division of trade & industry	0.000	0.000	0.885	0.000	0.00	(0.885)	(100.00)
10.9	Education	0.333	0.418	0.368	(0.085)	(20.33)	(0.035)	(9.51)
10.10	Health	1.012	2.229	2.010	(1.217)	(54.60)	(0.998)	(49.65)

10.11	Registration	6.624	5.723	5.095	0.901	15.74	1.529	30.01
10.12	Passport & visa fees	0.001	0.000	0.000	0.001	0.00	0.001	0.00
11	OTHER NON TAX REVENUE	0.048	0.239	0.230	(0.191)	(79.92)	(0.182)	(79.13)
11.1	Security / earnest money	0.029	0.239	0.000	(0.210)	(87.87)	0.029	0.00
11.2	Other dues and recoveries	0.019	0.000	0.230	0.019	0.00	(0.211)	(91.74)
	Total Revenue (A+ B)	192.649	184.856	188.503	7.793	4.22	4.146	2.20

ANNEXURE II Regional Revenue and Customs Office Mongar

Nu. in million

Sl. No	SOURCE OF REVENUE	FY 2009-10		FY 2008-09 Actual	Achievement to Target		Collection compared to 2008-09	
		Collection	Target		Nu.	%	Nu.	%
A	Tax Revenue	110.151	86.023	84.916	24.128	28.05	25.235	29.72
I	Direct Tax	105.116	81.615	80.554	23.501	28.79	24.562	30.49
1	Corporate Income Tax	0.000	0.000	5.299	0.000	0.00	(5.299)	(100.00)
1.1	KHPC	0.000	0.000	5.005	0.000	0.00	(5.005)	(100.00)
1.2	Other Corporations/ Fines	0.000	0.000	0.294	0.000	0.00	(0.294)	(100.00)
2	Business Income Tax	35.602	27.705	25.794	7.897	28.51	9.808	38.02
2.1	Business income tax	3.984	3.300	3.235	0.684	20.74	0.749	23.15
2.2	TDS on BIT	31.618	24.405	22.559	7.213	29.56	9.059	40.16
3	Personal Income Tax	37.661	23.875	22.965	13.786	57.74	14.696	63.99
3.1	TDS on PIT	36.770	23.333	22.430	13.437	57.59	14.340	63.93
3.1.1	Salary Tax	36.291	28.309	21.776	7.982	28.20	14.515	66.66
3.1.2	Real Property	0.225	0.134	0.380	0.091	67.91	(0.155)	(40.79)
3.1.4	Interest	0.254	0.216	0.272	0.038	17.59	(0.018)	(6.62)
3.1.5	Other sources	0.000	0.000	0.002	0.000	0.00	(0.002)	(100.00)
3.2	Final personal income tax	0.847	0.477	0.471	0.370	77.57	0.376	79.83
3.3	PIT:fines & penalties	0.044	0.065	0.064	(0.021)	(31.93)	(0.020)	(31.25)
4	Other Direct Tax Revenue	31.853	30.036	26.496	1.817	6.05	5.357	20.22
4.1	Motor vehicle tax	8.482	7.166	6.957	1.316	18.37	1.525	21.92
4.2	Business & professional licence	4.648	4.378	4.292	0.270	6.17	0.356	8.29
4.3	Municipal tax	2.216	2.418	2.394	(0.202)	(8.35)	(0.178)	(7.44)
4.4	Health contribution	8.720	9.896	6.736	(1.176)	(11.88)	1.984	29.45
4.5	Royalties	7.787	6.178	6.117	1.609	26.04	1.670	27.30
4.5.1	Forest products	7.579	6.073	6.013	1.506	24.80	1.566	26.04
4.5.2	Mines & minerals	0.208	0.105	0.104	0.103	98.02	0.104	100.00
II	Indirect Tax	5.035	4.408	4.362	0.627	14.23	0.673	15.43
5	Sales Tax	1.883	1.820	1.796	0.063	3.48	0.087	4.84
5.1	Sales tax on goods & commodities	0.000	0.000	0.023	0.000	0.00	(0.023)	(100.00)
5.2	Sales tax on hotels & restaurant	0.428	0.575	0.569	(0.147)	(25.53)	(0.141)	(24.78)
5.3	Sales tax on cable tv & cinema	1.455	1.245	1.204	0.210	16.87	0.251	20.85

6	Excise duty	3.152	2.588	2.566	0.564	21.79	0.586	22.84
6.1	Distillery products	3.152	2.588	2.566	0.564	21.79	0.586	22.84
B	Non Tax Revenue	31.140	26.936	26.699	4.204	15.61	4.441	16.63
8	Adm. Fees & Charges	22.280	18.922	19.202	3.358	17.75	3.078	16.03
8.1	Judiciary fees & charges	0.881	0.876	0.934	0.005	0.57	(0.053)	(5.67)
8.2	House rent	10.590	9.711	10.063	0.879	9.05	0.527	5.24
8.3	Hire charges	2.020	1.524	0.824	0.496	32.55	1.196	145.15
8.4	Motor vehicle fees & charges	1.727	1.317	1.262	0.410	31.13	0.465	36.85
8.5	Rural life insurance	6.712	5.350	5.339	1.362	25.46	1.373	25.72
8.6	Other admn. charges & fees	0.350	0.144	0.780	0.206	143.06	(0.430)	(55.13)
9	Capital Revenue	2.406	1.617	1.821	0.789	48.79	0.585	32.13
9.1	Sale of govt. properties/ assets	0.241	1.534	0.069	(1.293)	(84.29)	0.172	249.28
9.2	Sale of agricultural products	0.045	0.083	0.072	(0.038)	(45.78)	(0.027)	(37.50)
9.3	Tender document sales	2.120	0.000	1.680	2.120	0.00	0.440	26.19
10	Revenue From Govt. Dept.	6.317	6.063	5.382	0.254	4.19	0.935	17.37
10.1	Municipal revenue	0.791	0.648	0.642	0.143	21.99	0.149	23.21
10.2	Animal husbandry	3.091	2.155	1.513	0.936	0.00	1.578	104.30
10.3	Agriculture	0.035	0.040	0.040	(0.005)	(13.37)	(0.005)	(12.50)
10.4	Forest	0.985	1.120	1.109	(0.135)	0.00	(0.124)	(11.18)
10.5	Survey	0.591	1.052	1.042	(0.461)	(43.84)	(0.451)	(43.28)
10.6	Education	0.531	0.509	0.504	0.022	4.31	0.027	5.36
10.7	Health	0.072	0.077	0.076	(0.005)	(6.20)	(0.004)	(5.26)
10.8	Registration	0.221	0.461	0.456	(0.240)	(52.01)	(0.235)	(51.54)
11	Other Non Tax Revenue	0.137	0.334	0.294	(0.197)	(58.98)	(0.157)	(53.40)
11.1	Security / earnest money	0.112	0.038	0.001	0.074	194.74	0.111	11100.00
11.2	Other dues and recoveries	0.025	0.296	0.293	(0.271)	(91.55)	(0.268)	(91.47)
	Total Revenue (A+B)	141.291	112.958	111.615	28.333	25.08	29.676	26.59

ANNEXURE II Regional Revenue and Customs Office Bumthang

Nu. in million

Sl. No	SOURCE OF REVENUE	FY 2009-10		FY 2008-09 Actual	Achievement to Target		Collection compared to 2008-09	
		Collection	Target		Nu.	%	Nu.	%
A	TAX REVENUE	65.243	31.037	18.920	34.206	110.21	46.323	244.84
I	DIRECT TAXES	58.820	29.210	17.117	29.610	101.37	41.703	243.63
1	CORPORATE INCOME TAX	0.000	0.000	0.000	0.000	0.00	0.000	0.00
1.1	Army Welfare Project	0.000	0.000	0.000	0.000	0.00	0.000	0.00
2	BUSINESS INCOME TAX	27.947	7.377	6.278	20.570	278.84	21.669	345.16
2.1	Business income tax	4.254	1.282	3.135	2.972	231.83	1.119	35.69
2.2	TDS on BIT	23.693	6.095	3.143	17.598	288.73	20.550	653.83
3	PERSONAL INCOME TAX	13.675	5.175	4.754	8.500	164.25	8.921	187.65
3.1	TDS on PIT	13.096	4.893	4.581	8.203	167.65	8.515	185.88
3.1.1	Salary Tax	12.793	4.762	4.515	8.031	168.65	8.278	183.34
3.1.2	Real Property	0.087	0.051	0.033	0.036	70.59	0.054	163.64
3.1.3	Interest	0.151	0.056	0.019	0.095	169.64	0.132	694.74
3.1.4	Other sources	0.065	0.024	0.014	0.041	170.83	0.051	364.29
3.2	Final personal income tax	0.513	0.251	0.169	0.262	104.38	0.344	203.55
3.3	PIT: fines & penalties	0.066	0.031	0.004	0.035	112.90	0.062	1550.00
4	Other Direct Tax Revenue	17.198	16.658	6.085	0.540	3.24	11.113	182.63
4.1	Motor vehicle tax	4.090	3.962	0.749	0.128	3.23	3.341	446.06
4.2	Business & professional licence	2.919	2.828	1.793	0.091	3.22	1.126	62.80
4.3	Municipal tax	0.692	0.669	0.404	0.023	3.44	0.288	71.29
4.4	Health contribution	3.179	3.079	1.164	0.100	3.25	2.015	173.11
4.5	Royalties	6.318	6.120	1.975	0.198	3.24	4.343	219.90
4.5.1	Forest products	6.050	5.860	1.884	0.190	3.24	4.166	221.13
4.5.2	Mines & minerals	0.268	0.260	0.091	0.008	3.08	0.177	194.51
II	INDIRECT TAXES	6.423	1.827	1.803	4.596	251.56	4.620	256.24
5	SALES TAX	6.278	1.827	1.803	4.451	243.62	4.475	248.20
5.1	Sales tax on goods & commodities	0.000	0.000	0.000	0.000	0.00	0.000	0.00
5.2	Sales tax on petroleum products	0.000	0.000	0.000	0.000	0.00	0.000	0.00
5.3	Sales tax on cable tv & cinema	1.375	0.400	0.044	0.975	243.75	1.331	3025.00
5.4	Sales tax on hotels & restaurant	4.903	1.427	1.759	3.476	243.59	3.144	178.74
5.5	other BST	0.000	0.000	0.000	0.000	0.00	0.000	0.00
6	EXCISE DUTY	0.145	0.000	0.000	0.145	0.00	0.145	0.00

6.1	Distillery products	0.145	0.000	0.000	0.145	0.00	0.145	0.00
7	Other Indirect Tax Revenue	0.000	0.000	0.000	0.000	0.00	0.000	0.00
7.1	Export tax/fines and penalties	0.000	0.000	0.000	0.000	0.00	0.000	0.00
B	NON TAX REVENUE	11.127	6.990	3.705	4.137	59.18	7.422	200.32
8	ADMINISTRATIVE FEES AND CHARGES	7.322	4.548	2.554	2.774	60.99	4.768	186.69
8.1	Judiciary Fees & Charges	0.253	0.198	0.203	0.055	27.78	0.050	24.63
8.2	House Rent	3.322	2.615	0.902	0.707	27.04	2.420	268.29
8.3	Hire Charges	0.533	0.418	0.383	0.115	27.51	0.150	39.16
8.4	Rural Life Insurance	0.571	0.449	0.678	0.122	27.17	(0.107)	(15.78)
8.5	Motor vehicle fees & charges	1.045	0.823	0.316	0.222	26.97	0.729	230.70
8.6	Deport surcharge on petroleum products	0.000	0.000	0.000	0.000	0.00	0.000	0.00
8.7	Other admn. charges & fees	1.598	0.045	0.072	1.553	3451.11	1.526	2119.44
9	CAPTL REVENUE	0.798	0.388	0.195	0.410	105.67	0.603	309.23
9.1	Sale of govt. properties/ assets	0.235	0.388	0.051	(0.153)	(39.43)	0.184	360.78
9.2	Sale of agricultural products	0.000	0.000	0.000	0.000	0.00	0.000	0.00
9.3	Tender document sales	0.563	0.000	0.144	0.563	0.00	0.419	290.97
10	REVENUE FROM GOVT. DEPT.	2.817	2.031	0.956	0.786	38.70	1.861	194.67
10.1	Municipal revenue	0.391	0.282	0.037	0.109	38.65	0.354	956.76
10.2	Agriculture	0.049	0.035	0.008	0.014	40.00	0.041	512.50
10.3	Animal husbandry	1.405	1.013	0.339	0.392	0.00	1.066	314.45
10.4	Forest	0.536	0.386	0.207	0.150	0.00	0.329	158.94
10.5	Survey	0.232	0.167	0.212	0.065	0.00	0.020	9.43
10.6	Industrial plot/shed rent	0.000	0.000	0.000	0.000	0.00	0.000	0.00
10.7	Other division of trade & industry	0.000	0.000	0.000	0.000	0.00	0.000	0.00
10.8	Education	0.061	0.045	0.121	0.016	35.56	(0.060)	(49.59)
10.9	Health	0.042	0.030	0.015	0.012	40.00	0.027	180.00
10.10	Registration	0.086	0.062	0.017	0.024	38.71	0.069	405.88
10.11	Fines on violation of EAA	0.015	0.011	0.000	0.004	36.36	0.015	0.00
11	OTHER NON TAX REVENUE	0.190	0.023	0.000	0.167	726.09	0.190	0.00
11.1	Security / earnest money	0.190	0.023	0.000	0.167	726.09	0.190	0.00
11.2	Other dues and recoveries	0.000	0.000	0.000	0.000	0.00	0.000	0.00
Total Revenue (A+ B)		76.370	38.027	22.625	38.343	100.83	53.745	237.55

ANNEXURE III

Sectoral Revenue Performance: FY 2009-2010

Nu. in million

	Sector	% of Total		% of Total		(Nu)	%
		FY 2008-09	Revenue	FY 2009-10	Revenue	(+) or (-)	(+) or (-)
1	Electricity	5725.679	40.4	4238.547	26.9	(1487.132)	(26.0)
	DGPC	2711.775	19.2	1975.138	12.5	(736.637)	0.0
	THPA	2611.090	18.4	2018.334	12.8	(592.756)	(22.7)
	BPC	402.814	2.8	245.075	1.6	(157.739)	0.0
2	Trade	2789.398	19.7	3464.449	22.0	675.051	24.2
	FCB	0.384	0.0	15.099	0.1	14.715	3832.0
	Sales tax & Depot surcharge	904.819	6.4	1168.863	7.4	264.044	29.2
	Excise duty	1040.72	7.4	1273.087	8.1	232.367	22.3
	STCB	26.483	0.2	20.712	0.1	(5.771)	(21.8)
	CIT & BIT(Trading)	571.954	4.0	732.865	4.7	160.911	28.1
	Business licences	65.666	0.5	57.584	0.4	(8.082)	(12.3)
	Import duty	179.372	1.3	196.239	1.2	16.867	9.4
3	Service	1909.945	13.5	1938.929	12.3	28.984	1.5
3.1	Transportation	146.082	1.0	170.435	1.1	24.353	16.7
	Motor vehicle tax/ fees and charges	146.082	1.0	170.435	1.1	24.353	16.7
3.2	Communications	175.008	1.2	184.101	1.2	9.093	5.2
	Revenue stamps	16.788	0.1	15.670	0.1	(1.118)	(6.7)
	Radio spectrum management unit	4.828	0.0	4.468	0.0	(0.360)	(7.5)
	Bhutan Telecom	153.392	1.1	163.963	1.0	10.571	6.9
3.3	TCB (Royalties/with holding tax)	634.033	4.5	539.212	3.4	(94.821)	(15.0)
3.4	Municipals (City corporations)	23.902	0.2	15.930	0.1	(7.972)	(33.4)
3.5	Education	2.714	0.0	2.371	0.0	(0.343)	(12.6)
3.6	Health	11.439	0.1	18.143	0.1	6.704	58.6
3.7	Department of lottery	207.322	1.5	210.490	1.3	3.168	1.5
3.8	BIT & CIT(service)	49.891	0.4	93.561	0.6	43.670	87.5
3.9	Sales Tax on Services	116.430	0.8	111.991	0.7	(4.439)	(3.8)
3.10	Others	543.124	3.8	592.695	3.8	49.571	9.1
4	Finance	859.117	6.1	841.758	5.3	(17.359)	(2.0)
	RICB	58.197	0.4	79.477	0.5	21.280	36.6
	BOB	71.353	0.5	204.352	1.3	132.999	186.4
	RMA	576.131	4.1	446.935	2.8	(129.196)	(22.4)
	BNB	153.436	1.1	110.994	0.7	(42.442)	(27.7)
5	Manufacturing	562.797	4.0	420.759	2.7	(142.038)	(25.2)
	AWP	21.364	0.2	19.971	0.1	(1.393)	(6.5)
	BBPL	11.676	0.1	14.200	0.1	2.524	21.6
	PCAL	235.894	1.7	163.223	1.0	(72.671)	(30.8)
	BCCL	11.321	0.1	5.596	0.0	(5.725)	(50.6)

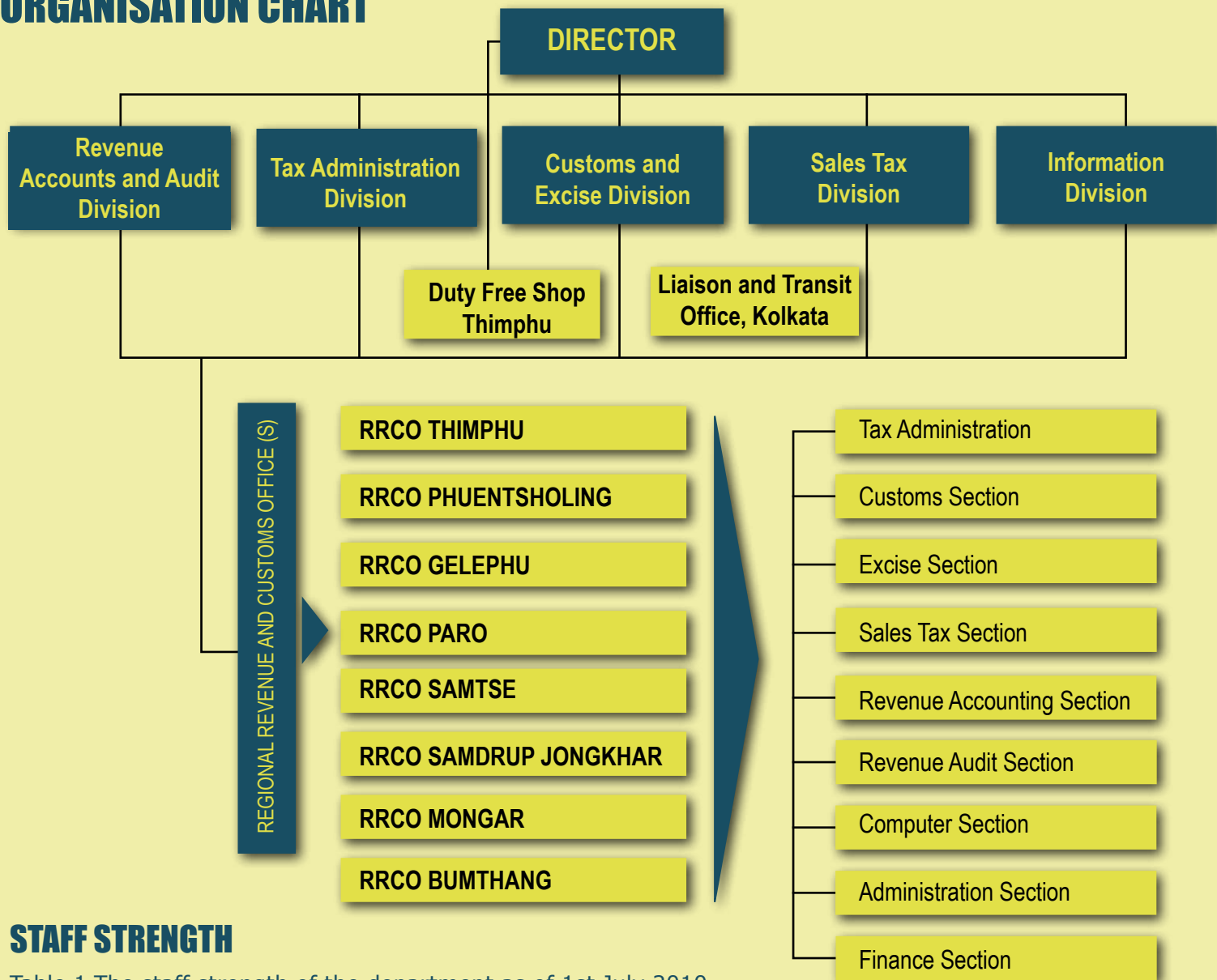
	Lhaki Cement	0.000	0.0	0.000	0.0	0.000	0.0
	SD EBCCL	30.258	0.2	37.412	0.2	7.154	23.6
	Druk Satair Company	26.484	0.2	38.541	0.2	12.057	45.5
	Jigme Mining	45.535	0.3	57.073	0.4	11.538	0.0
	BFAL	141.931	1.0	51.339	0.3	(90.592)	(63.8)
	Others	38.334	0.3	33.404	0.2	(4.930)	(12.9)
6	Primary	191.418	1.4	209.419	1.3	18.001	9.4
	Agriculture (agriculture & animal husbandary)	12.695	0.1	17.539	0.1	4.844	38.2
	Mining (Royalties)	100.73	0.7	119.254	0.8	18.524	18.4
	Forestry (Royalties , NRDC & other receipts)	77.993	0.6	72.626	0.5	(5.367)	(6.9)
7	Druk Holding & Investments Ltd	0.000	0.0	2323.519	14.8	2323.519	0.0
	DHI	0.000	0.0	2323.519	14.8	2323.519	0.0
	Total Revenue *	12038.354	85.0	13437.380	85.3	1399.026	11.6

* Figures are based on Gross Collections

ANNEXURE IV**Summary of National Revenue: FY 2009-10**

Sl.No	Source of Revenue	Target	Actual	(+) or (-) NU	(+ or -) %
A	Tax Revenue (I+II)	9411.441	9655.781	244.340	2.60
I	Direct Tax	6997.377	6989.910	(7.467)	(0.11)
1	Corporate Income Tax	4774.232	4710.096	(64.136)	(1.34)
2	Business Income Tax	594.434	707.298	112.864	18.99
3	Personal Income Tax	441.651	566.980	125.329	28.38
4	Other Direct Tax revenue	1187.060	1005.536	(181.524)	(15.29)
4.1	Motor Vehicle Tax	133.440	135.720	2.280	1.71
4.2	Business & Professional Licences	74.355	57.584	(16.771)	(22.56)
4.3	ForeignTravel Tax	29.420	28.970	(0.450)	(1.53)
4.4	Municipal Tax	11.013	9.853	(1.160)	(10.53)
4.5	Health Contribution	80.950	92.802	11.852	14.64
4.6	Royalties	857.882	680.607	(177.275)	(20.66)
II	Indirect Tax	2414.064	2665.871	251.807	10.43
5	Sales Tax	996.924	1191.768	194.844	19.54
6	Excise Duty	1217.111	1262.758	45.647	3.75
7	Import Duty	180.959	195.675	14.716	8.13
8	Other Indirect Tax Revenue	19.070	15.670	(3.400)	(17.83)
B	Non -Tax Revenue	5958.782	5982.653	23.871	0.40
9	Admns. Fees & charges	237.067	284.118	47.051	19.85
10	Dividends	3011.224	3018.842	7.618	0.25
11	Revenue from Govt. Depts.	221.195	203.629	(17.566)	(7.94)
12	Capital Revenue	85.607	93.489	7.882	9.21
13	Transfer of Profits	656.933	656.725	(0.208)	(0.03)
14	Other Non-Tax Revenue	38.356	31.613	(6.743)	(17.58)
15	Interest on loan from corp.	1708.400	1694.237	(14.163)	(0.83)
	Total Revenue (A+B)	15370.223	15638.434	268.211	1.75

ORGANISATION CHART



STAFF STRENGTH

Table 1 The staff strength of the department as of 1st July 2010

	HQ	RRCO Thimphu	RRCO Pling	RRCO Gelephu	RRCO Paro	RRCO Samtse	RRCO Mongar	RRCO Samdrup Jongkhar	RRCO Bumthang	LTO	Duty Free Shop	Total
Executive	1											1
Specialist	1											1
Professional	32	21	35	11	20	15	8	14	7	2	3	168
Inspectors	8	34	94	42	19		9	36	7	8		257
Support	8	5	9	3	5	46	11	2	3	2	2	96
Operational	4	4	9	4	5	5	3	7	3		1	45
Total	54	64	147	60	49	66	31	59	20	12	6	568



PART C

Performance Indicators (PIs)

PERFORMANCE INDICATORS

1. Revenue vis-à-vis Recurrent Expenditure

The fiscal policy of RGoB requires that domestic revenue should cover the recurrent expenditure of the royal government. On this front, despite the rapid growth in recurrent expenditure due to increasing development activities and policy reforms, revenue has been able to keep pace with the growth in recurrent expenditure. During the year, domestic revenue has not just met the recurrent expenditure but has exceeded the recurrent expenditure by Nu.1,801.08 million. The recurrent expenditure for the year is Nu.13,837.35⁹ million and the domestic revenue is Nu.15,638.43 million.

2. Revenue, Recurrent Expenditure and Tax Ratio

Table 1

Nu. in million

Source of Revenue	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10
Tax Revenue	2,675.56	2,928.3	2,689.9	3,382.37	4,124.68	4,266.91	5,238.36	6,482.41	9,655.78
Non Tax Revenue	2,424.47	1,776.06	2,365.3	2,683.73	2,778.23	5,815.25	7,107.63	7,566.63	5,982.65
Total Revenue	5,100.03	4,704.36	5,055.2	6,066.1	6,902.91	10,082.16	12,345.99	14,049.04	15,638.43
Current Expenditure	4,467.89	4,580.91	5,149.23	6,170.61	6,672.38	7,636.23	9,725.72	11,061.43	13,837.35
GDP	24,262.74	27,063.39	29,705.69	33,390.79	37,959.12	44,901.51	51,765.77	58,307.96	66,865.29
Revenue as % of current expenditure	114.2	102.7	98.2	98.31	103.45	132.03	126.94	127.01	113.02
Tax as % of GDP	11.03	10.82	9.06	10.13	10.87	9.50	10.12	11.12	14.44
Non-tax as % of GDP	9.99	6.56	7.96	8.04	7.32	12.95	13.73	12.98	8.95
Total Revenue as % of GDP	21.02	17.38	17.02	18.17	18.19	22.45	23.85	24.09	23.39

3. Cost of Collection

The cost of collection, inter alia, is used as a yardstick to measure the efficiency and effectiveness of the tax administration efforts. Taking into account the actual current and capital expenditures incurred vis-à-vis total revenue collected during the period; the cost of collection incurred for collecting 1 Ngultrum is about 1 Chetrum for direct tax revenue, 4.3 Chetrum for indirect tax revenue, and 0.3 Chetrum for non-tax revenue.

⁹ Revised Budget as per National Budget Report 2009-10

4. Revenue Forecasting

Revenue forecasting is carried out for the whole five year plan period before the launching of the plan and the annual revenue target is revised based on the actual collections made in the preceding years and changes in policy issues that have impact on the revenue.

The department is making every effort to carry out revenue analysis and forecasting in a most desirable and realistic manner and the capacity has improved over the years. However, the accuracy of the forecasting is largely dependent on the information provided by the revenue agencies and it is affected by the unpredictable nature of certain sources of revenue, unforeseen policy reforms, inadequate information and other external factors. *Fig. 1* depicts the comparison between the target set and the actual collections for last 10 years.

Table 2

Years	Target	Actual Collection	Difference in Nu.	% Difference
2000-01	4,389.237	4,671.518	282.281	6.43%
2001-02	4,943.824	5,100.026	156.202	3.16%
2002-03	5,100.215	4,785.260	(314.955)	(6.18%)
2003-04	5,214.757	5,055.195	(159.562)	(3.06%)
2004-05	6,640.903	6,066.101	(574.802)	(8.66%)
2005-06	6,805.920	6,902.907	96.987	1.43%
2006-07	9,618.926	10,082.161	463.235	4.82%
2007-08	11,607.981	12,345.985	738.004	6.36%
2008-09	13,848.413	14,049.040	200.627	1.45%
2009-10	15,370.223	15,638.434	268.211	1.75%

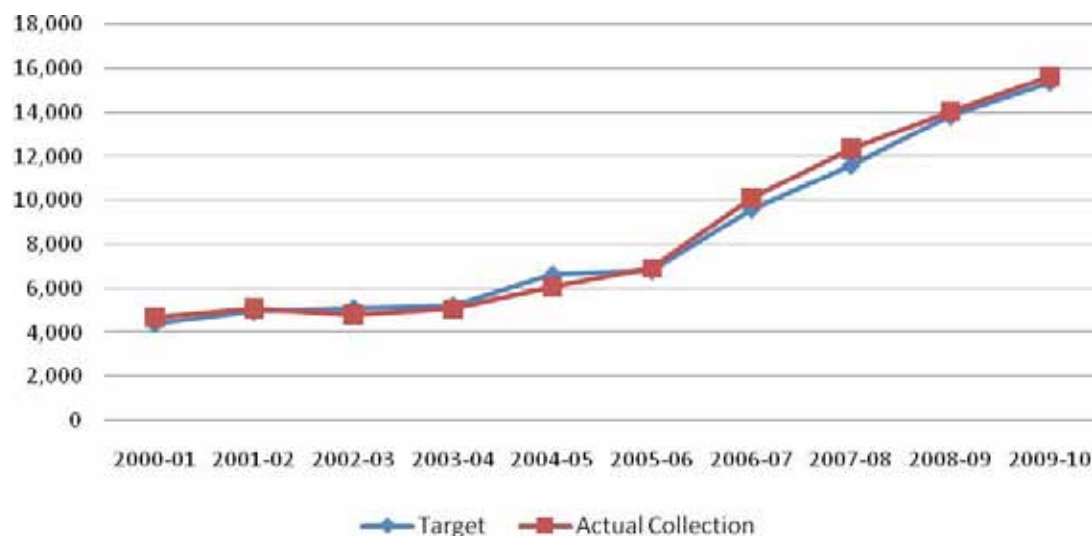


Fig 1 : Target versus Actual Collection – Trends

5. Tax Assessment

The Income Tax Act mandates every tax return to go through a desk assessment (DA) within 90 days of the filing of return and a field assessment (FA) once in twenty four months.

DA is limited to logical and arithmetical checks on the figures submitted and reasonableness checks on the level of self declared tax. During DA, tax returns are also examined to see whether FA is required or not. Accordingly the returns are either finalized or marked for further assessments.

However, FA is a more detailed assessment conducted at the taxpayer's premises. Normally, FA entails three stages namely planning, assessment and review. During FA, tax returns, financial statements and any other supporting documents are reviewed and assessed in conformity with the Income Tax Act, 2001 and Rules thereto. Further, compatibility test to the tax ratios for respective sector and size of the businesses are also carried out. The assessment report and notice of assessment are then finally issued to the taxpayer.

The overall coverage under DA for all three types of taxes (BIT, PIT and CIT) at the national level remained at 99.9% as compared to 99% in the previous year. Similarly, the overall coverage under FA for all three types of taxes at national level stood at 78.3% indicating a reduction in field assessment by 5.7% as compared to the previous IY's coverage of 84%. The decrease in FA coverage was due to more number of IYs covered under FA and lack of adequate manpower in the division. The increase in the number of taxpayers is not matched by corresponding increase in the manpower, and this problem needs to be addressed.

The ratio of assessing officials to taxpayers for the year stands at 1:454 i.e. one assessing official for every 454 taxpayers. RRCO Thimphu has the highest ratio of assessing officials to taxpayers at 1:710.

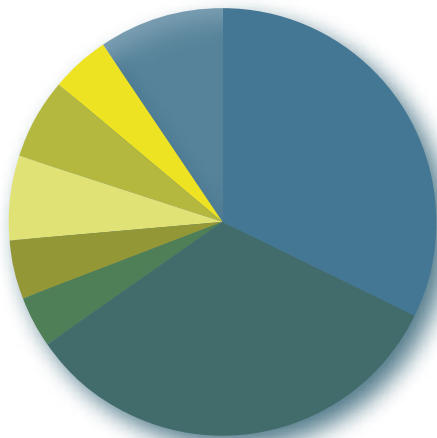
The performance of each RRCO vis-à-vis targets and achievements in DA and FA for the income year 2008 is given in table 3.

Table 3

PARTICULARS	RRCO								OVERALL
	T/PHU	P/LING	S/TSE	G/PHU	S/J	PARO	MG	BM	
Overall Coverage									
DA Completed	99.9%	99.8%	100.0%	100.0%	100.0%	100.0%	100.0%	99.9%	99.9%
DA Pending	10	12	0	0	0	0	0	2	22
FA Completed	82.4%	86.4%	77.0%	70.8%	64.8%	94.9%	91.7%	83.3%	78.3%
FA Pending	9	17	17	14	51	2	2	7	119
Tax Officer to Taxpayer ratio	710	260	422	488	302	394	638	467	454

6. Assessment Efforts

Figure 2: Assessment Efforts
(in million Ngultrum)



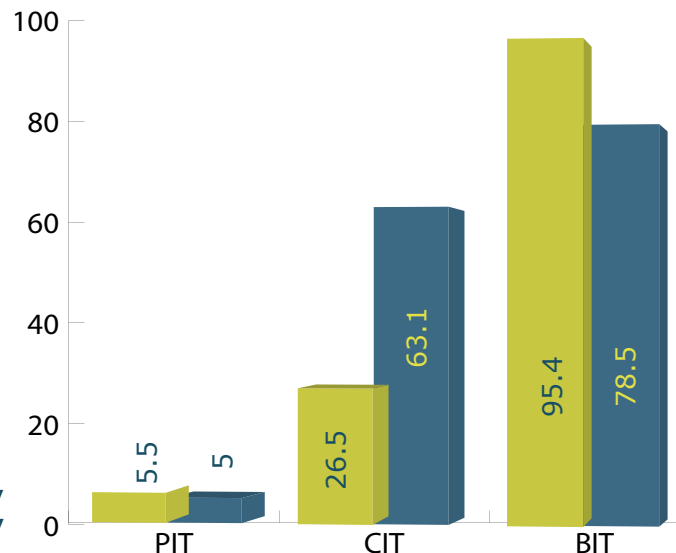
11.8	Samtse
6	Gelephu
7.3	S/Jongkhar
7.7	Paro
5.8	Mongar
4.4	Bumthang
42.8	Thimphu
41.2	P/Ling

Any additional revenue raised or collected purely through the assessment efforts of the RRCOs is taken as a yardstick to measure the effectiveness and efficiency of the division as well as the individual RRCO concerned. The larger regions continued to outdo the smaller regions in terms of tax collection. Unlike in the previous year, RRCO Thimphu topped the list by posting an additional tax collection of Nu.42.8 million, followed by RRCO Phuentsholing with Nu.41.2 million. RRCO Thimphu, RRCO Phuentsholing, RRCO Gelephu and RRCO Mongar recorded a negative growth as compared to the previous year. The overall additional collection declined from Nu 146.6 million in the previous IY to Nu. 126.9 million in IY 2008. This is a negative growth of 13%.

The overall assessment effort is recorded at 4% registering a decrease of 2% from the previous IY. It suggests that from the total direct tax collection of Nu. 3,219.0 million, 4% is collected through the administrative and assessment efforts, while the remaining 96% of the collection is through self/voluntary declaration by taxpayers and TDS arrangements.

Out of the total additional collection, BIT collection notched the highest collection with 74.7%, followed by CIT with 20.9%, and PIT with 4.3%. The assessment effort under PIT has increased by 10% and BIT by 21%. On the other hand additional CIT recorded negative growth of 58%. On the whole, the additional collection has decreased by 13.4%. The reduction in overall assessment effort as compared to the previous year was due to less FA coverage under CIT, owing to manpower shortage in the division.

Figure 3: Assessment Effort by Tax Category



7. Overall Trade

The year recorded an increase in both import and export compared to the year 2008. The overall imports¹⁰ recorded for the year was Nu.25,650.17 million, an increase of 9% from the previous year. The overall exports¹¹ recorded for the year was Nu.23,992.74 million, which is an increase of 6% from Nu. 22,590.64 million in the previous year. The year recorded a trade deficit of Nu.1,657.43 million.

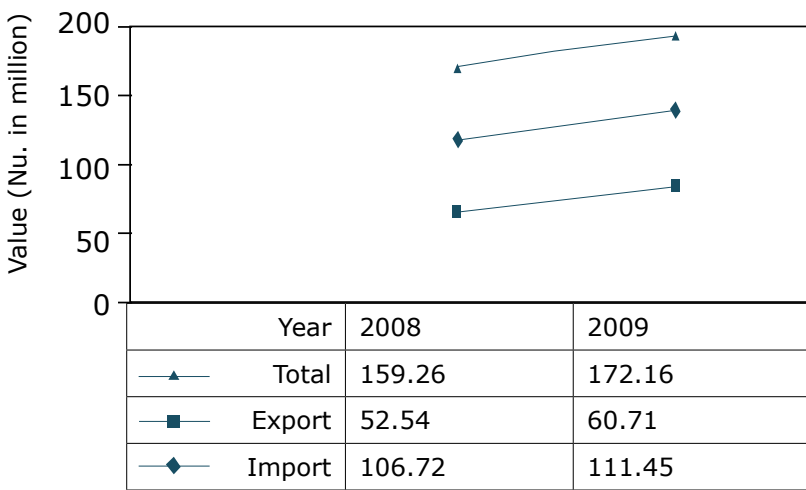
Table 4: Overall Trade

Year	Import	Export	Balance
2008	23,495.12	22,590.64	(904.48)
2009	25,650.17	23,992.74	(1,657.43)

8. Trade Volume per Staff

The volume of trade per number of staff reflects how vigorously the staffs are engaged in trading activities during the period. It is computed by dividing the overall volume of trade¹² by the total number of staff at the operational level. This can be shown as three values: the value of exports per number of staff, the value of imports per number of staff, and the combined value of both imports and exports per number of staff. A higher volume of trade per staff indicates more vigorous engagement of staff in trade facilitation.

Figure 4: Volume of Trade per Staff



Seizure Trend 2009

The total seizure for the year was segregated into seizure on imports from India and seizure on imports from third country to simplify the data and to ensure proper analysis.

In 2009, there were 579 seizure cases for the import from India and 117 cases of seizures from import from third countries.

¹⁰ Overall imports include imports from India and imports from third countries including import of electricity from India during the period.

¹¹ Over all exports includes exports to India and third countries including export of electricity to India during the period.

¹² The overall volume of trade for the computation of trade volume per staff is without trade in electricity.

Volume of trade per staff increased by 8% from Nu.159.26 million in 2008 to Nu.172.16 million in 2009. The increase in the trade volume per staff is mainly due to increase in both import and export during the year.

9. Customs Declaration per Staff

Customs declarations per staff indicate performance of the division in trade facilitation although the number of customs declarations per staff varies from region to region depending on the volume of trade. RRCO Phuentsholing recorded highest number of declaration per staff as maximum trade take place in the region. During the year there was an increase in the customs declaration per staff in all the RRCOs. The main reason behind the increase was due to increase in export to third countries and increase in import and export to India compared to 2008. The increase in the declaration per staff during the year also indicates that the work load per staff is increasing compared to the increase in the staff strength. With minimal increase in the recruitment of staff every year the trend for declaration per staff is expected to rise over the years. This is also attributed to the increase in the volume of trade.

Clearance of Containerized Cargo¹³

The number of containerized cargo cleared by Customs during the period decreased from 943 in 2008 to 939 in 2009. The decrease was mainly due to decrease in the import from countries other than India during the period. With the increase in the flight capacity and frequency of the Druk Air, many importers prefer to import via Paro. The main goods imported via Kolkata, India are heavy items like machineries, furniture, refrigerators etc and raw materials by the industries.

10. Seizure Trend

The number of seizures case for the year stands at 661 showing an increase of 222 cases over the previous year. The increase was due to strengthening of the enforcement in the Regional Offices. It was also due to better awareness amongst the customs officials on the prohibited and restricted goods. The officials were also well informed on the ways and means used by traders for commercial frauds. The main increase in seizure is seen in tobacco and tobacco products. A total of 250 cases of seizures of tobacco and tobacco products have been recorded during the year, an increase by 118 cases from 132 cases recorded in 2007. The number of seizures case for the year stands at 696 showing an increase of 35 cases over the previous year. The increase was due to strengthening of the enforcement in the Regional Offices. It was also due to better awareness amongst the customs officials on the prohibited and restricted goods. The officials were also well informed on the ways and means used by traders for commercial frauds.

Table 5 Clearance of Containerized Cargo

Year	Containerized cargo cleared	% +/-
2005	1,716	(2%)
2006	1,988	16%
2007	1,749	(12%)
2008	943	(46%)
2009	939	(0.42%)

Table 6 Seizure Trend

Year	No. of Cases	Value
2004	276	1.0
2005	461	1.6
2006	249	6.6
2007	439	21.1
2008	661	15.46
2009	696	09.96

¹³ Containerized cargo includes both Full Container Load (FCL) and Less Container Load (LCL) that have cleared by Customs during the period

11. Sales Tax

Sales Tax Division has come a long way since its inception in January 2006, with the total manpower of 41 officials monitoring Sales Tax collection at the Point of Sales (PoS) from 357 Sales Tax Collecting Agents (STCA). The total sales tax collection for the FY 2009-2010 amounted to Nu.415.002, with an average growth of 17% (Nu.59.417 million) over the collection of last FY 08-09. The collection from the Sales Tax on Beer contributed the highest with a Nu.252.303 million, constituting 61% of total Sales Tax Collection at PoS.

There is also remarkable increase of 62% (Nu.14.890 million) collection of Sales Tax on Cement.

12. Sales Tax Collecting Agent

The total number of Sales Tax Collecting Agent (STCA) is 357, an increase of 1% (5 units) over last FY. The increase in STCA mainly comes from increase in service sector of Hotels/Restaurants, which has observed an increase by 8 STCA units. However, there is a decrease in Cable TV Operators by 8% (4 units).

Table 7 Seizures for 2008

Seizure Type	No. of cases recorded (2008)	No. of cases recorded (2009)
Import India	551	579
Third Country	110	117
Export	Nil	NIL
TOTAL	661	696

Table 8: Sales Tax Collecting Agents at Point of Sales

Particulars	Goods				Services				Grand Total
	Cement Manufacturers / Agents	Beer Manufacturers / Dealers	Aerated Water Manufacturer	Total of Goods	Cable TV Operators	Hotels/ Restaurants	Cinema Operators	Total Of Services	
FY 2008-09	4	42	2	48	51	245	8	304	352
FY 2009-10	4	43	2	49	47	253	8	308	357
Increase/ Decrease in Units	0	1	0	1	-4	8	0	4	5
Changes in %	0%	2%	0%	2%	-8%	3%	0%	1%	1%

13. Sales Tax Assessment Efforts

Phuentsholing Region continues to outperform all other RRCOs with a total collection of Nu.263.694 million. The collection is mainly from sales tax on beer which amounts to Nu.241.895 million. Thimphu Region is 2nd in the list with a total contribution of Nu.61.531 million.

The ratio of STCA (declaration & assessment) per Sales Tax officials reflects active engagement of manpower, with an average of 10:1 or 117 declarations per officials. However, the concerted effort of Regional Offices manages to score 56% of Field Assessment, completed as of date.

Figure 3: Sales Tax Collection by Tax Head

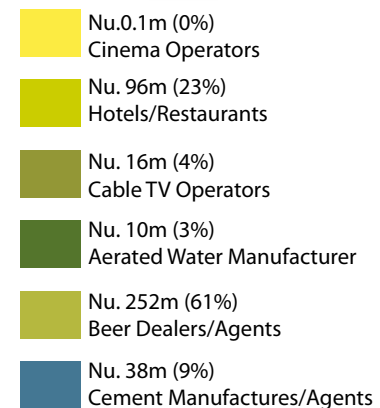
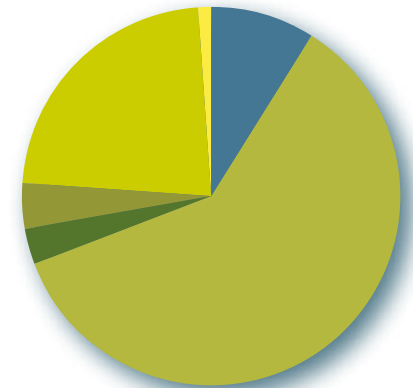


Table 9: Assessment Efforts for the FY 2009-2010

Particulars / RRCO	P/ling	T/phu	Samtse	Paro	B/thang	Mongar	G/phu	S/Jong	Total
Sales Tax Collection (Nu. In Millions)	263.694	61.531	46.845	31.910	5.973	1.884	1.600	1.565	415.002
Total STCA	71	130	10	63	34	18	18	13	357
Assessment Completed (%)	87%	45%	80%	35%	94%	0%	100%	0%	56%
Total Declarations in a year	852	1560	120	756	408	216	216	156	4284
Total No. of Tax Officials	6	8	3	5	2	2	5	3	34
Avg. Declaration per Tax Official	142	195	40	151	204	108	43	52	117
STCA per Tax Official	12	16	3	13	17	9	4	4	10

* Note:

- Assessment Status are an updates as of 27 September 2010
- Total No. of Tax Officials excludes 7 Officials of DRC/Head Office and 2 Officials of RRCO, P/ling dealing solely in Exemption

