

4th Quarter Budget Performance Report

Department of National Budget

Ministry of Finance

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1. Introduction

The Department of National Budget (DNB), Ministry of Finance is pleased to issue the 4th Quarter Budget Performance Report for the FY 2020-21 ending June 30, 2021.

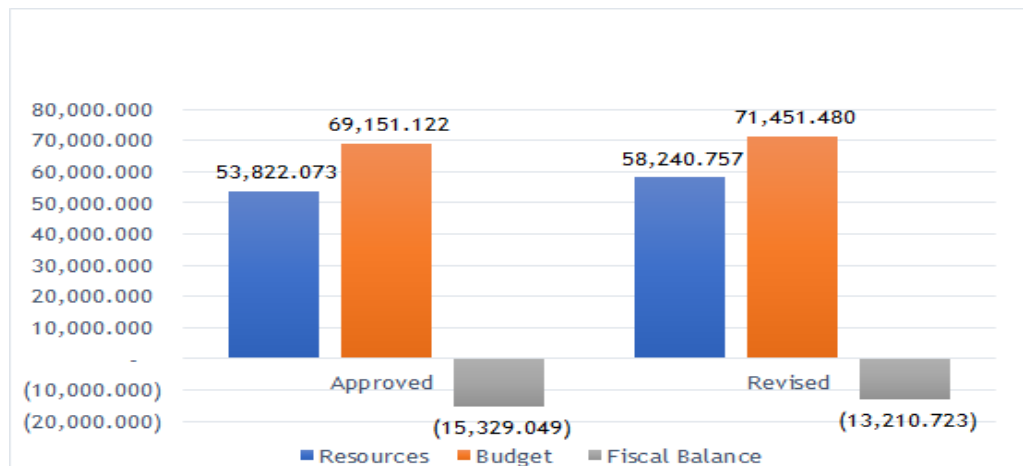
The report highlights the budget performance for the fourth quarter including domestic revenue and grants realized and loans contracted to finance the fiscal deficit. Through this report the Department seeks to inform the Government, citizens and other relevant stakeholders on the performance of budget to enhance transparency in accordance with the global practices as well as responsibility bestowed upon by the Public Finance (Amendment) Act 2012. This report has been prepared in accordance with the budget classification framework adopted in the National Budget Report.

2. The Government’s Budget

The resources and budget have increased by 8 per cent and 3 per cent respectively at the end of FY2020-21. The increase in resource is mainly due to incorporation of Nu. 3,341.307 million through donor support which is detailed in Table 1. The summary of total resources, budget and fiscal balance as compared to the original estimates is shown in Figure 1.

Figure 1: BUDGET, RESOURCE & FISCAL BALANCE

(Nu. In Millions)



(Source: DNB)

The fiscal balance as a percentage of GDP (Nu.186,653 million) has decreased from 7.36 per cent to 7.08 per cent at the end of 4th quarter mainly due to withdrawal of capital budget during the Mid-Year Budget Review exercise. Also, the improvement in the fiscal deficit was attributed from increase in resources under the budgetary grants.

TABLE 1: SUPPLEMENTARY INCORPORATION UNDER DONOR DURING THE FY

(Nu. In Millions)

Sl. No.	Name of Donor	Amount
1	ADB	563.506
2	EU	1,136.127
3	AUSTRIAN	67.250
4	GFATM	99.666
5	GoI	1,090.802
6	UN AGENCIES	229.328
7	WHO	154.628
	TOTAL	3,341.307

Source: DNB

2.1 Current and Capital Expenditures

The current expenditure has decrease by 0.78 per cent whereas the capital budget is increased by 6.98 per cent. The details of the variance are show in Table 2.

TABLE 2: APPROVED BUDGET VS REVISED BUDGET FOR FY 2020-21

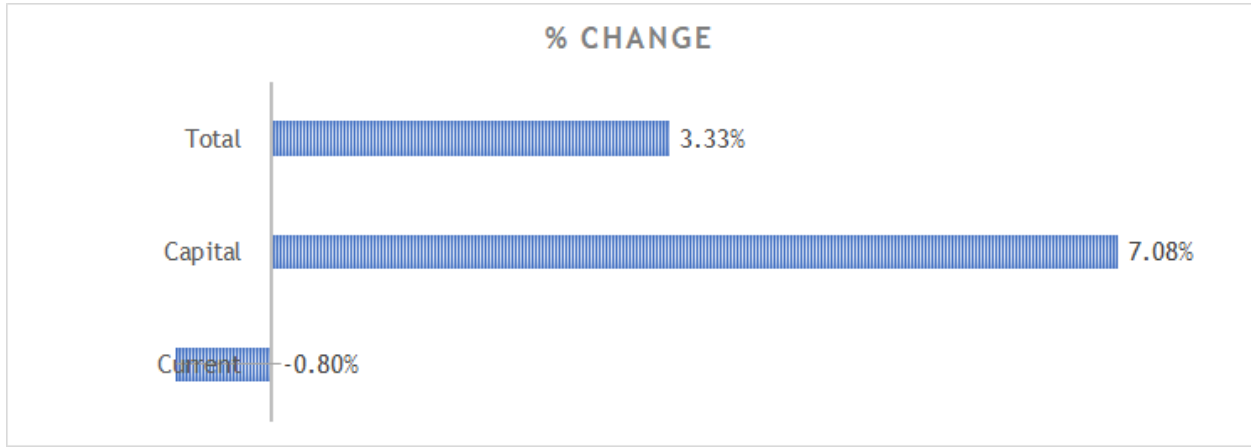
(Nu. In Millions)

Particulars	Approved Budget	Revised Budget	% Change
Current	32,900.000	32,635.295	-0.80%
Capital	36,251.122	38,816.185	7.08%
Total	69,151.122	71,451.480	3.33%

Source: DNB

The decrease in current expenditure was mainly attributed from re-appropriation of budget from current to capital as admissible by FRR. The increase in capital budget on the other hand was attributed from incorporation of Nu. 3,341.307million under donor support.

FIGURE 2: PERCENTAGE CHANGE IN THE REVISED AGAINST ORIGINAL ESTIMATES



Source: DNB

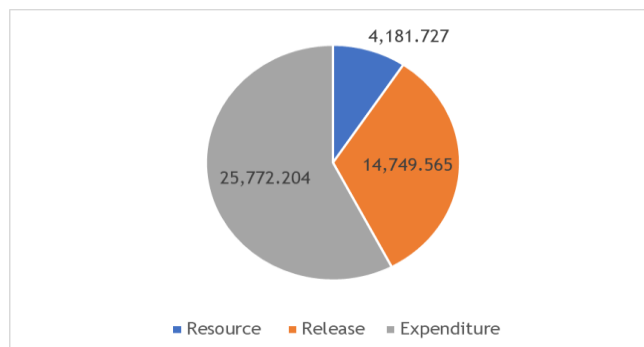
3. Summary of Actual Resource, Release and Expenditure

This section reports the position of actual resource, release and expenditures. It also covers information on year-on-year comparison of fiscal position till the end of FY.

3.1. Realized resource, release and expenditure

The following Figure 3 illustrates actual resources realized, budget released, and expenditure incurred during the 4th quarter. The receipt during the quarter was less than the release and the actual expenditure reported is 616 per cent against the resource and 175 per cent against the release.

Figure 3: Realized resources, release and expenditure



Source: DNB/DPA

The excess release and expenditure during the 4th quarter was mainly attributed from the increased requirement under capital budget for settlement of the bills at the end of the financial year closure.

3.2. Fiscal Summary for the 4th Quarters of the two FYs

Table 3 illustrates the year-on-year comparison of fiscal summary for the 4th quarters of the two FYs. During the FY, the total resources have decreased by 9% and expenditures have increased by 8 percent respectively as compared to the last FY for the same period. The comparison is further substantiated in Figure 4.

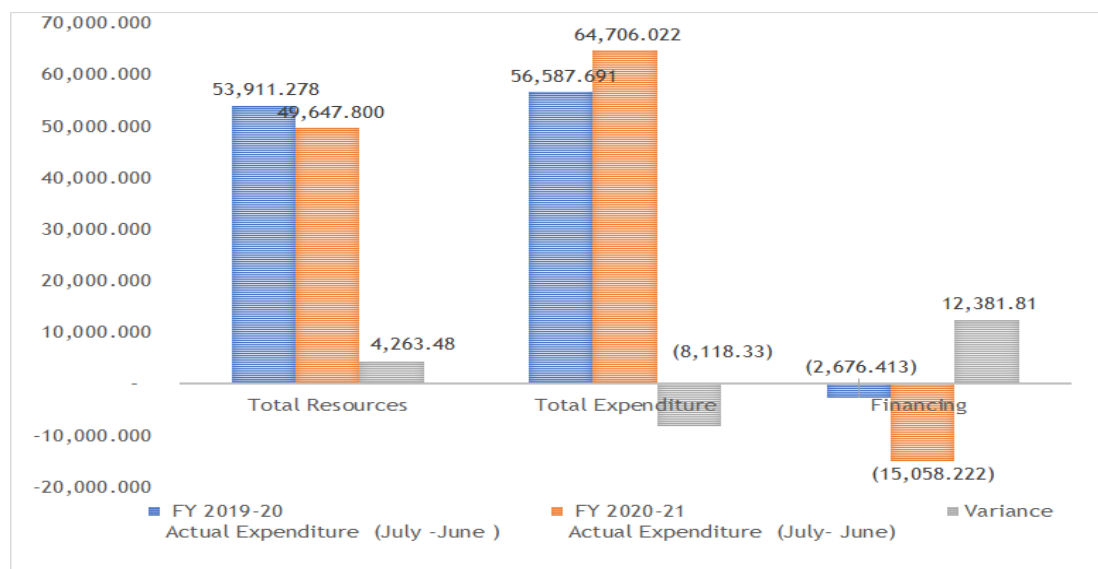
TABLE 3: FISCAL SUMMARY OF FY 2019-20 AND FY 2020-21.

Particulars	FY 2019-20 Actual Expenditure	FY2020-21 Revised Budget	FY 2019-20 Actual Expenditure (July -June)	FY 2020-21 Actual Expenditure (July- June)	% Variance
Total Resources	54,603.868	58,240.757	54,603.868	49,647.800	-9%
1.Domestic Receipts	36,218.876	33,281.000	36,218.876	35,855.445	-1%
2.Other Receipts	1,959.242	701.427	1,959.242	462.909	-76%
3.Grants	16,425.750	24,258.330	16,425.750	13,329.446	-19%
Total Expenditure	55,070.195	71,451.480	55,070.195	59,309.505	8%
1.Current	33,023.265	32,635.295	33,023.265	31,889.878	-3%
2.Capital	22,046.930	38,816.185	22,046.930	27,419.627	24%
Overall Balance	(466.327)	(13,210.723)	(466.327)	(9,661.705)	1972%
Net Lending	729.250	(402.299)	729.250	753.412	3%
Principle recoveries	875.785	2,412.600	875.785	2,412.600	175%
Less: Lending	146.535	2,814.899	146.535	1,659.188	
Net external borrowing	3,527.087	2,768.157	3,527.087	1,370.624	-61%
Project-tied borrowing	710.147	2,420.967	710.147	1,073.153	51%
Program borrowing	4,593.123	4,078.970	4,593.123	4,022.531	-12%
Less: Repayment	1,776.183	3,731.780	1,776.183	3,725.060	110%
Net internal borrowing	(870.96)	(10,830.962)	(870.96)	(11,059.794)	
Internal Borrowing	870.963	10,830.962	870.963	10,817.972	
Less: Repayment	11.403	12.990	11.403	12.270	

Source: DNB/DPA/DRC/DMEA

*Note: The actual expenditure for FY 2020-2021 is provisional figure

FIGURE 4: RESOURCE, EXPENDITURE AND FINANCING PERFORMANCES OF 4TH QUARTER OF FY 2019-20 AND 2020-21.



Source: DNB/DPA

3.3. Resources Vs Revenue Performance;

Table 4 illustrates performance of resources realized against estimates for the FY. At the end of the 4th quarter, the total resources realized stands at 90%. The remaining of 10% couldn't be realized on account of grants (both program grants and project tied grants) and other receipts as estimated.

Table 4: Summary of Resources as of June 30, 2021

Type of Resource	Estimates for the FY	Realized				Total (Q1 + Q2 + Q3+Q4)	% Realized
		Q1	Q2	Q3	Q4		
Domestic Receipts	33,189.39	8,246.24	10,519.03	14,515.71	2,574.465	35,855.45	108%
Tax	20,569.60	6,596.99	4,106.80	7,653.95	2,066.988	20,424.728	99%
Non-Tax	12,619.79	1,649.25	6,412.23	6,861.76	507.477	15,430.717	122%
Grants	20,142.85	4,343.24	2,879.37	4,600.41	1,506.420	13,329.45	66%
Program Grant	3,036.64	1,650.00	-	850.00	-	2,500.00	82%
i) Gol PG	1,700.00	850.00	-	850.00	-	1,700.00	100%
ii) TSF	1,336.64	800.00	-	-	-	800.00	60%
Project Tied Grant	17,106.20	2,693.24	2,879.37	3,750.41	1,506.42	10,829.45	63%
i) Gol	13,465.78	2,062.80	1,678.23	3,210.37	872.230	7,823.63	58%
ii) Others	3,640.43	630.44	1,201.15	540.04	634.190	3,005.82	83%
Other Receipts	489.83	56.02	154.18	151.87	100.842	462.91	95%
						-	
External Borrowings	4,034.25	35.21	2,107.34	68.82	251.110	2,462.49	61%
						-	
Recoveries of Loan Principal	2,531.07	243.00	259.93	1,668.63	233.202	2,404.76	95%
Total	60,387.38	12,923.72	15,919.85	21,005.44	4,666.04	54,515.04	90%

Source: DNB/DRC

3.4. Expenditure Developments:

This section presents the expenditure performances for the current FY as well as a comparative statement for the 4th quarters of the two FYs.

3.4.1. Release and Expenditure by function

The actual expenditure by function is as shown in the Table 5. Against the release of Nu.6,4114.569 million, the expenditure reported is Nu.64,706.022 million (83 per cent) at the end of 4th quarter.

The total release at the end of the FY against the revised budget constitutes 82 per cent while the total expenditure stands at 83 per cent of the revised budget.

TABLE 5: EXPENDITURE BY FUNCTION

Nu. In millions

Agency	Original	Revised Budget as of 30th June	Release					Expenditure					Total Release %*	Total Expenditure %*
			Q1	Q2	Q3	Q4	Total (Q1+Q2+Q3+Q4)	Q1	Q2	Q3	Q4	Total (Q1+Q2+Q3+Q4)		
Judiciary	458.618	431.428	82.581	100.847	90.306	113.435	387.169	73.952	84.242	90.646	123.421	372.261	90%	86%
Constitutional bodies	841.583	797.579	122.938	92.240	160.426	285.836	661.440	98.036	103.953	133.713	243.368	579.070	83%	73%
Autonomous	7,283.024	7,627.324	1683.615	1735.805	1681.610	1957.240	7058.270	1139.368	1359.263	1437.739	2,601.285	6,537.655	93%	86%
Ministry	41,459.332	41,848.408	7384.129	9577.059	10003.956	4237.796	31202.940	4397.641	6798.843	10291.505	12,388.520	33,876.514	75%	81%
<i>O/W Lending and Repayment</i>	4,838.759	6,559.669	169.063	1791.639	2638.310	745.962	5344.974	156.353	1335.894	2813.496	1,090.774	5,396.517	81%	82%
Dzongkhag	16,907.856	19,627.485	3127.930	4449.762	4803.716	5717.182	18098.590	2548.152	3200.913	4261.925	7,079.158	17,090.148	92%	87%
Gewog	3,561.898	3,597.448	379.045	900.314	967.181	1316.520	3563.060	226.885	403.239	741.579	2,117.351	3,489.054	99%	97%
Thromde	3,477.570	4,081.477	696.181	597.933	727.430	1121.556	3143.100	475.972	445.885	613.641	1,225.822	2,761.320	77%	68%
Total	73,989.881	78,011.149	13,476.419	17,453.960	18,434.625	14,749.565	64,114.569	8,960.006	12,396.338	17,570.748	25,778.925	64,706.022	82%	83%

**against Revised Budget Sources: DNB/DPA*

3.4.2. Expenditure summary by object classification

Table 5 shows the expenditure summary for the current FY. The actual current expenditure as of June 30, 2021 is Nu. 31,889.878 million, while the actual current expenditure for FY 2019-20 was Nu.33,023.265 million which is a decline of 3 per cent from FY 2019-20 during the same period. The decrease in current budget in the FY 2020-21 was mainly on account of

rationalization of the current expenditure in line with the revenue performance which was affected by the COVID-19 pandemic.

The Figure 3 shows the performance comparison of 4 quarters between the two FYs. There is substantial decrease in Subsidies and Grants by 29 per cent and Operation and Management by 22 per cent. The decrease is because of rationalization of current expenditure to reduce wasteful expenditure and allocating only in areas where it is absolutely necessary.

The revised capital expenditure including lending and repayment for FY 2020-21 stands at Nu. 45,375.854 million as against actual capital expenditure of 23,981.051 million for FY 2019-20. Of the revised capital expenditure for FY 2020-21, the actual expenditure at the end of the FY is Nu. 32,816.145 million which is above FY 2019-20 by 37 per cent during the same period.

The increase is because of incorporation of loan funded programs, activities, repayment and additional equity injection under the CSI Bank. The capital expenditure performance comparison between the two FYs is further shown in Figure 5.

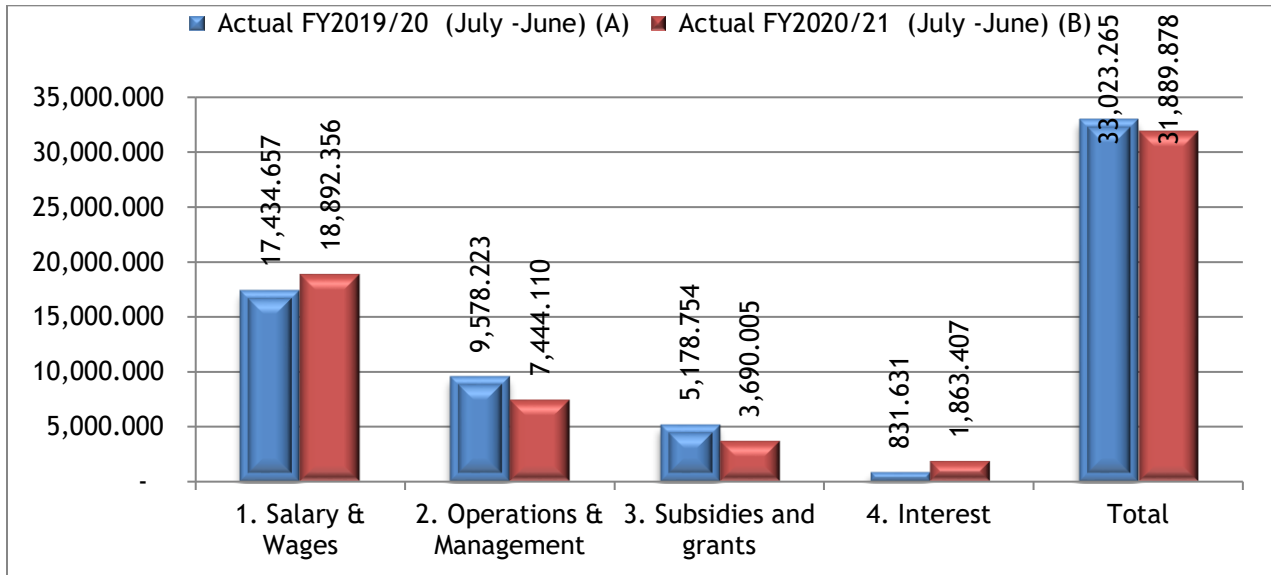
TABLE 6: EXPENDITURE SUMMARY OF Q4 FOR THE TWO FYs

Nu. In millions

Particulars	Actual Expenditure FY2019/20 (Previous year)	Revised Budget FY2020/21	Actual Expenditure FY2019/20 (July -June) (A)	Actual Expenditure FY2020/21 (July -June) (B)	Actual Expenditure FY 2020-21 (April - June)	Variance (B vs A)
Current Expenditure	33,023.265	32,635.295	33,023.265	31,889.878	9,083.978	-3%
1. Salary & Wages	17,434.657	19,015.279	17,434.657	18,892.356	4,728.353	8%
2. Operations & Management	9,578.223	8,034.375	9,578.223	7,444.110	2,951.691	-22%
3. Subsidies and grants	5,178.754	3,719.457	5,178.754	3,690.005	1,211.182	-29%
4. Interest	831.631	1,866.184	831.631	1,863.407	192.753	124%
Capital Expenditure	23,981.051	45,375.854	23,981.051	32,816.145	16,688.226	37%
1. Structure	12,676.617	25,037.963	12,676.617	17,231.227	10,501.851	36%
2. Training HRD and Awareness	1,769.474	3,466.765	1,769.474	2,135.577	1,093.816	21%
3. Vehicles	356.644	409.315	356.644	357.260	155.621	0%
4. Plants & Equipments	1,920.953	4,551.014	1,920.953	3,218.543	1,752.196	68%
5. Office Furniture & Equipments	644.505	845.455	644.505	648.143	526.239	1%
6. Professional Services	882.919	1,708.435	882.919	1,113.415	748.580	26%
7. Lending	146.535	2,814.899	146.535	1,659.188	408.688	
8. Repayment	1,787.586	3,744.770	1,787.586	3,737.329	682.086	109%
9. Grants and Equity	3,439.297	1,968.712	3,439.297	1,946.617	743.910	-43%
10. Others	356.521	828.526	356.521	768.844	75.238	116%
TOTAL	57,004.316	78,011.149	57,004.316	64,706.022	25,772.204	14%

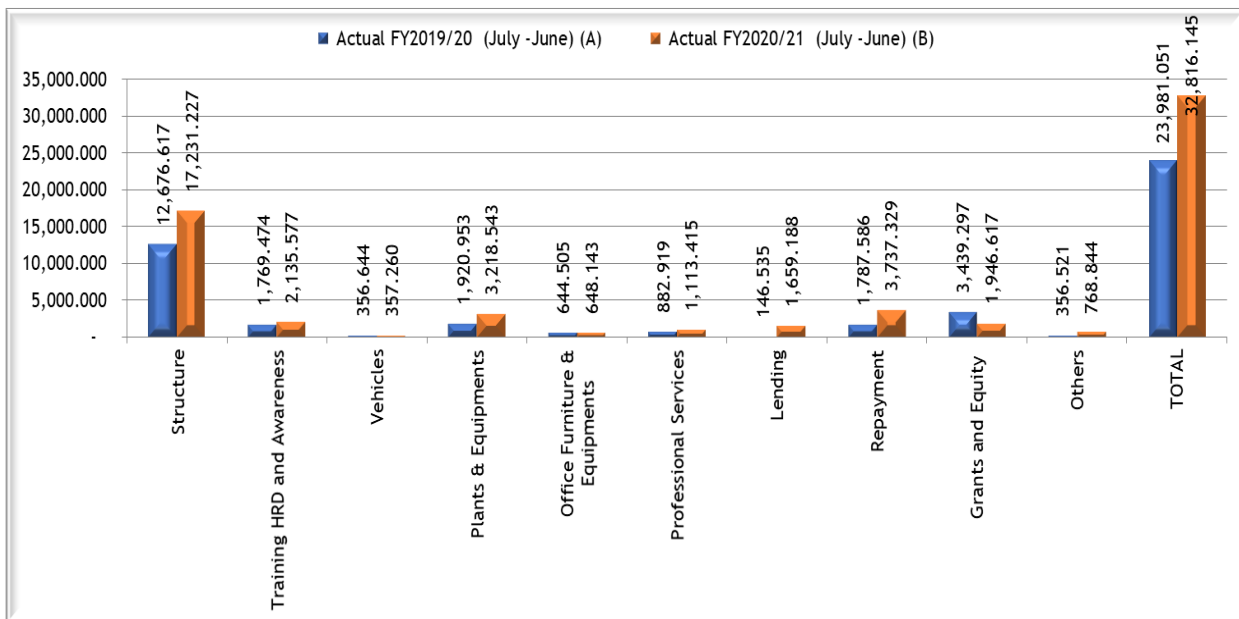
Source: DNB/DPA

FIGURE 5: RECURRENT EXPENDITURE COMPARISON BETWEEN TWO FYs



Source: DNB/DPA

FIGURE 6: CAPITAL EXPENDITURE COMPARISON BETWEEN TWO FYs



Source: DNB/DPA

3.4.3. Expenditure summary by Sector

The Table 7 below represents sector wise expenditure summary for the 4th quarters of the two FYs. The overall expenditure performance shows an improvement of 14 per cent as compared to last FY.

TABLE 7; EXPENDITURE SUMMARY BY SECTOR

(Nu. In Millions)

Sectors	Actual Expenditure FY2019/20	Revised Budget FY2020/21 30th June	Expenditure Actual FY2019/20 (July -June)	Expenditure Actual FY2020/21 (July -June)	Variance (% age)
Social Services (A)	18,568.196	15,992.557	18,568.196	13,639.376	-27%
Health	6,471.880	6,059.523	6,471.880	4,744.760	-27%
Education	12,096.316	9,933.033	12,096.316	8,894.616	-26%
Economic & Public Services (B)	14,687.842	18,196.664	14,687.842	13,317.909	-9%
Agriculture	7,117.938	8,286.629	7,117.938	6,044.848	-15%
Communications	1,200.539	738.498	1,200.539	730.498	-39%
Housing and Community	2,922.475	3,821.407	2,922.475	2,140.809	-27%
Energy	282.955	256.088	282.955	250.088	-12%
Mining and Manufacturing	978.685	1,599.813	978.685	1,186.190	21%
Roads	2,185.250	3,494.229	2,185.250	2,965.475	36%
Cultural Services (C)	2,599.062	2,165.823	2,599.062	1,763.075	-32%
General Public Services (D)	15,731.533	32,161.551	15,731.533	27,403.162	74%
Law and Order Services (E)	3,483.539	2,934.884	3,483.539	3,185.984	-9%
TOTAL (A+B+C+D+E)	55,070.172	71,451.480	55,070.172	59,309.505	8%
Repayment	1,787.586	3,744.770	1,787.586	3,737.329	109%
Lending	146.535	2,814.899	146.535	1,659.188	-
GRAND TOTAL	57,004.293	78,011.149	57,004.293	64,706.022	14%

Source: DNB/DPA

4. Transfers: Annual Grants, Subsidies and Equities

The Table 8 shows the list of budgetary support rendered in the form of transfers. The transfers are mainly allocated as annual grants for local governments, subsidies and equities for State Own Enterprises. During the FY, the overall grants expenditure performance for FY2020-21 has increased by 12 per cent as compared to the FY 2019-20. The increase is because the annual grants allocation to the LGs has been increased as compared to previous year. Further, there is an increase in the expenditure under Bhutan Red Cross Society to the tune of Nu. 6.325 million and Support to BAR Council amounting to Nu. 2 million.

On the other hand, the overall subsidy expenditure performance has decreased by 6 per cent as compared to last FY, while the overall equity expenditure performance remained same as last FY.

TABLE 8 TRANSFERS: ANNUAL GRANTS, SUBSIDIES AND EQUITIES

(Nu. In Millions)

Sl. No.	Sectors	Actual FY2019/20	Budget FY2020/21 30th June	Actual FY2019/20 (July -June)	Actual FY2020/21 (July - June)	Variance (%)
	A. GRANTS					
1	Druk Gyalpo Relief Fund	354.429	500.000	354.429	500.000	41%
2	Bhutan Economic Stabilization Fund	200.000	200.000	200.000	200.000	0%
3	Support to Bhutan Red Cross Society	4.444	6.325	4.444	6.325	42%
4	Support to Bhutan Alternative Dispute Resolution Center (ADRC)	5.336	4.640	5.336	4.640	-13%
5	Support to Bar Council	1.036	2.000	1.036	2.000	93%
6	ADB Support to Druk Holding and Investment for Phuentsholing Township Development Project.	905.401	487.445	905.401	487.444	-46%
	Sub -total Others	1,470.646	1,200.410	1,470.646	1,200.409	-18%
1	Royal University of Bhutan (RUB)	1,120.339	1,448.274	1,120.339	1,183.932	6%
2	Khesar Gyalpo University of Medical Sciences of Bhutan (KGUMSB)	184.931	181.039	184.931	167.274	-10%
	Sub-total Education Institutions	1,305.270	1,629.313	1,305.270	1,351.206	4%
1	Annual Dzongkhag Grant (ADG)	14,979.857	20,125.210	14,979.857	17,090.148	14%
2	Annual Grant for Gewogs (205 Gewogs)	3,038.443	3,619.874	3,038.443	3,489.054	15%
3	Annual Thromde Grant (ATG)	2,240.222	4,083.430	2,240.222	2,761.321	23%
	Sub-total Local Government	20,258.522	27,828.514	20,258.522	23,340.523	15%
	Total Grants (A)	23,034.438	30,658.237	23,034.438	25,892.138	12%
	B: Subsidy					
1	Bhutan Broadcasting Service Corporation Limited	161.320	180.913	161.320	180.913	12%
2	City Bus Services- Bhutan Post	35.080	56.163	35.080	56.163	60%

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3	Bhutan Chambers and Commerce Industries (BCCI)	10.500	10.500	10.500	10.500	0%
4	100 units of free electricity for rural households-BPC	1,695.620	1,496.282	1,695.620	1,496.282	-12%
5	Maintenance of government quarters in Dzongkhags -NHDCL	10.000	5.000	10.000	5.000	-50%
6	Hiring of farm machinery -FMCL	44.874	54.705	44.874	54.705	22%
7	Operational Subsidy to FMCL	15.000	27.500	15.000	27.500	83%
8	Operational Subsidy to Bhutan Livestock Development Corporation Limited (BLDCL)	-	-	-	-	-
9	Operational Subsidy to Menjong Sorig Pharmaceutical Corporation Limited (MSPCL)	-	-	-	-	-
10	Operational Subsidy to Green Bhutan Corporation Limited (GBCL)	-	4.200	-	4.200	100%
	Sub-total SoE	1,972.394	1,835.263	1,972.394	1,835.263	-7%
1	Interest subsidy for third aircraft-Drukair	109.712	91.060	109.712	91.056	-17%
2	Interest subsidy for purchase of ATR42-600-Drukair	20.181	25.567	20.181	25.566	27%
3	Interest subsidy for loan availed for establishment of integrated agro processing plant at Lingmithang-BAIL	7.195	7.103	7.195	7.103	-1%
4	Interest subsidy on OD facility to facilitate timely payment to farmers-FCBL	7.330	6.399	7.330	6.399	-13%
5	Subsidy to NHDC Debt Servicing for Phuentsholing Housing Complex	33.979	57.312	33.979	57.312	69%
	Sub-total Interest and Principal	178.397	187.441	178.397	187.436	5%
1	Rural House Insurance Scheme-RICBL	15.442	15.491	15.442	15.490	0%
2	Rural Life Insurance -	64.769	65.241	64.769	65.240	1%

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	RICBL					
	Sub-total Others	80.211	80.732	80.211	80.730	1%
	Total Subsidy (B)	2,231.002	2,103.436	2,231.002	2,103.429	-6%
	C: Equity					
1	Equity Injection: BLDCCL	-	-	-	-	-
2	Equity Injection: FMCL		-	-	-	
3	Equity Injection: National CSI Development Bank		180.923	-	180.923	100%
	Total Equity (C)	-	180.923	-	180.923	100%
	Grand Total (A+B+C)	25,265.440	32,942.596	25,265.440	28,176.490	12%

Source: DNB

5. General Reserve

During the FY, Nu.3,335.997 million was provisioned under the General Reserve to be transferred to the agencies after fulfilling the established criteria. Most of the fund transfer from General Reserve was for the COVID-19 containment measures which accounts to 45 per cent of the total reserve.

TABLE 9: STATUS OF GENERAL RESERVE

(NU. IN MILLIONS)

ACTIVITY	Original			Transfer to Agencies		
	Current	Capital	Total	Current	Capital	Total
New Appointments Establishment	300.000	30.000	330.000	206.543	12.835	219.378
Hospitality and Entertainment	16.000		16.000	3.619		3.619
Retirement Benefits	399.997		399.997	274.667	0.376	275.043
Third Country Travel	100.000		100.000			-
National Events	100.000		100.000	57.218	2.200	59.418
Helicopter Services	100.000		100.000	19.147		19.147
Adhoc Works	100.000	500.000	600.000	89.687	824.913	914.600
Monsoon Restoration Works		200.000	200.000		169.147	169.147
Acquisition Of Properties		550.000	550.000		46.606	46.606
Rehabilitation Programme		70.000	70.000		10.653	10.653
Acquisition Of Properties Vehicles		300.000	300.000		100.104	100.104
Disaster Contingency	200.000	300.000	500.000	658.534	828.232	1,486.766
Local Government Election	15.000	35.000	50.000	6.721	20.214	26.935
Bye Election	20.000		20.000	4.581		4.581
Grand Total	1,350.997	1,985.000	3,335.997	1,320.717	2,015.280	3,335.997

Source: DNB

As showed in the table above, the budget transferred to the agencies from the respective heads is more than the original budget, this is mainly because of the adjustment made within the heads as per the FRR financial power delegation.

6. Financing:

This section covers the financing position of government as of June 30, 2021.

6.1.External Borrowings

The table below illustrates performance of external borrowings against the estimates for the FY. The total amount realized in the 4th quarter is 71 per cent of the estimates while the amount realized in first three quarters accounted to 55 per cent. The total borrowing at the end of the FY is 126 per cent against the estimates.

TABLE 10: EXTERNAL BORROWING

(Nu. In Millions)

Sl. No.	Lender	Estimates			Realized (Q1 + Q2+Q3)	Q4 Realized		
		Program Borrowings	Project-Tied Borrowings	Total		Program Borrowings	Project-Tied Borrowings	Total
1	ADB	2,190.000	1,398.743	3,588.743	2,094.255	-	227.083	227.083
2	IDA/World Bank	-	304.782	304.782	36.974	2,579.728	22.600	2,602.328
3	IFAD	-	140.720	140.720	80.146	-	54.900	54.900
	Total	2,190.000	1,844.245	4,034.245	2,211.375	2,579.728	304.583	2,884.311

Sources: DMEA

6.2.Domestic Borrowings

The opening balance of T-bills during the 4th quarter was Nu. 5,000 million. During the quarter Nu. 30,500 million worth of T-bills were issued to finance the resource gap and Nu.22,500 million was redeemed there by managing short term cash requirement of the government. The outstanding T-bills at the end of 4th quarter is Nu.13,000 million which is 38 per cent more than the 3rd quarter. The T-bills issued, redeemed and outstanding during the Q4 is as shown in Table 11.

TABLE 11: SUMMARY OF T-BILLS

(Nu.in millions)

Sl. No.	Month	Issued	Redeemed	Outstanding
	Opening balance as on 1st April 2021			5,000
1	Apr-21	4,500	2,000	7,500
2	May-21	6,000	4,500	9,000
3	Jun-21	20,000	16,000	13,000
	Total	30,500	22,500	13,000

Source: DPA

7. Budget Provided for COVID-19

The total budget of Nu.2,762.108 million has been provided to budgetary agencies for COVID-19 containment measures for the FY 2020-21. Nu. 2,164.751 million was transferred from General Reserve and Nu. 597.357 million was supported under external funding as shown in the Table 12. The summary of details of budget allocated for COVID-19 containment measures are shown in the Table 13.

Besides, providing budgetary support to contain the pandemic, the Government has also initiated Monetary and Fiscal measures to provide direct financial reliefs to those individuals who were directly affected by the pandemic.

TABLE 12: BUDGET SUMMARY FOR COVID-19

(Nu. In Millions)

Sl. No	Agencies	Current	Capital			Total Current	
		RGoB	RGOB	External	TSFP*		Total
1	Constitutional Bodies	4.768				-	4.768
2	Autonomous	207.389	0.294	2.182		2.476	209.865
3	Ministry	196.350	1,294.095	494.183	9.519	1,797.797	1,994.147
4	Dzongkhag	429.459	31.214		45.322	76.536	505.995
5	Thromde	1.182			46.151	46.151	47.333
	Total	839.148	1,325.603	496.365	100.992	1,922.960	2,762.108

*Trade Facilitation Support Program

Source: DNB

TABLE 13: DETAILS OF COVID-19 EXPENDITURE

(Nu. In Millions)

Particulars	RGoB		External	TSFP*	Total
	Current	Capital	Capital		
Health (PPE, drugs, non-drugs and flu clinics)	0.110	889.761	365.897		1,255.768
Quarantine (logics and food)	601.063	2.428			603.491
Others (Structure -Roads, temporary shelters, etc)	0.448	27.570		100.992	129.010
Others (non-structural-COVID related miscellaneous expenses)	237.527	405.844	130.464		773.835
Total	839.148	1,325.603	496.361	100.992	2,762.104

*Trade Facilitation Support Program

Source: DNB

8. Conclusion

The overall resources have increased due to incorporation of external support of Nu. 3,341.307 million. The fiscal deficit has decreased from 7.36 percent to 7.08 percent of GDP due to withdrawal of grants based on the Mid-year Budget review exercise.

The performance of the resources at the end of the 4th quarters stands at 90% against the estimates of Nu. 60,387.38 million. Despite the challenges faced by the agencies in implementing the activities due to the current pandemic, the utilization of the budget stands at 83% which is quite commendable.

Annexure I

Comparison of revised budget summary with that of original budget as of June 30, 2021

(Nu .In Millions)

SOURCES OF FINANCE	Original Budget	Revised 30th June 2021	Nu in Millions	
			Change	
			Change in Amount	Change in %
TOTAL RESOURCES	53,822.073	58,240.757	4,418.684	8.2%
I. INTERNAL RESOURCES	33,679.225	33,982.427	303.202	0.9%
i. Domestic Revenue	33,189.392	33,281.000	91.608	0.3%
a. Tax	20,569.603	20,569.603	-	0.0%
b. Non-Tax	12,619.789	12,711.397	91.608	0.7%
ii Other Internal receipts	489.833	701.427	211.594	43.2%
II. GRANTS	20,142.848	24,258.330	4,115.482	20.4%
i. Program Grants	3,036.644	4,379.110	1,342.466	44.2%
a) GoI (STF &PG)	3,036.644	4,379.110	1,342.466	44.2%
b) others (EU)				
ii. Project-tied Grants	17,106.204	19,879.220	2,773.016	16.2%
a) GoI	13,465.779	13,938.953	473.174	3.5%
b) Others	3,640.425	5,940.267	2,299.842	63.2%
I. Total Expenditure	69,151.122	71,451.480	2,300.358	3.3%
i. Current Expenditure	32,900.000	32,635.295	(264.705)	-0.8%
ii. Capital Expenditure	36,251.122	38,816.185	2,565.063	7.1%
OVERALL BALANCE	(15,329.049)	(13,210.723)	2,118.326	-13.8%
FINANCING	15,329.049	13,210.723	(2,118.326)	-13.8%
a. Net Lending	1,316.666	(402.299)	(1,718.965)	-130.6%
i. Principle recoveries	2,531.065	2,412.600	(118.465)	-4.7%
Less lending	1,214.399	2,814.899	1,600.500	131.8%
b. Net external borrowings	422.154	2,768.157	2,346.003	555.7%
i. Project-tied Borrowing	1,844.245	2,420.967	576.722	31.3%
ii. Program Borrowings	2,190.000	4,078.970	1,888.970	86.3%
Less repayment	3,612.091	3,731.780	119.689	3.3%
c. Net internal borrowings	(13,590.229)	(10,844.865)	2,745.364	-20.2%
i. Internal borrowings	(13,602.498)	(10,857.855)	2,744.643	-20.2%
ii. Bond for lending to CSI B	-	700.000	700.000	
Less repayment	12.269	12.990	0.721	5.9%
GDP	208,199.695	186,653.000	(21,546.695)	-10.3%
Net internal borrowings %	-6.53%	-5.81%	0.007	-11.0%
Fiscal balance % of GDP	-7.36%	-7.08%	0.003	-3.9%

Source: DNB