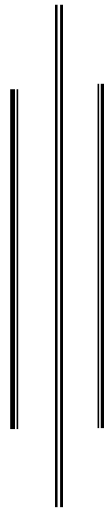




Budget Speech of Fiscal Year 2020/21

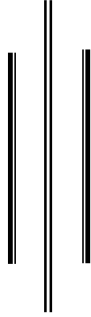


Government of Nepal
Ministry of Finance
2020

Budget Speech
of
Fiscal Year 2020/21



Delivered to
Joint Assembly of Federal Parliament
By Honourable Finance Minister Dr. Yuba Raj Khatriwada
Thursday, May 28, 2020



Government of Nepal
Ministry of Finance
2020
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**Right Honourable Speaker of the House of Representatives,
Right Honourable Chair of the National Assembly,**

1. I rise to present the budget for the coming Fiscal Year 2020/21 as the Finance Minister of the Government of Nepal at this joint meeting of the August Federal Parliament of the Federal Republic of Nepal. At this critical juncture, I pay my heartfelt tribute to all the known and unknown martyrs who sacrificed their lives during different movements at different times for the establishment of a democratic republic and to the late leaders who fought against autocracy for their entire lives. I express my due respect to the esteemed senior politicians who have sacrificed and led the movement for attaining a democratic republic amid difficult circumstances, while protecting the sovereignty, territorial integrity, national unity, freedom and dignity of the country.
2. The world at once is facing both the humanitarian and economic crisis caused by the global Coronavirus pandemic. There are clear signs that the global economy is shrinking, mostly due to the effect in the chain of production, trade and investment. Impacts on the major sectors of the Nepalese economy have already started to surface owing to its interconnectedness with the global economy.
3. While presenting the annual budget in the third year of the current Government, I feel a deep sense of responsibility to protect the lives of citizens from COVID-19 and to make the economy vibrant. The Coronavirus pandemic has been a stumbling block on the path to acceleration of development and prosperity, based on the foundational achievements of past two years. The Government firmly believes that the current challenge can be overcome with the support of and solidarity among all political parties, people's representatives, institutions and the general public in this crisis of the century.
4. I am aware that the budget for the coming Fiscal Year should focus on coping with the challenges caused by the new situation and utilizing the opportunities available to us. In this situation, I

have formulated the budget in such a way that it would protect the lives of Nepali people, raise hope for the future and revitalize the economy, setting the path of rapid development.

5. The aspirations, reliance and self-confidence of Nepali people raised by the political achievement and stability following decades' long struggles and sacrifices to see and experience the prosperity in their own lifetime is a source of energy for us. Based on this, I have formulated the budget for the coming Fiscal Year with the confidence that we can and we will rise soon again on the basis of resilience we had in the face of disasters, including the 2015 earthquake.
6. The Constitution and laws of Nepal; the policies and programmes of the Government of Nepal, approved by this august Parliament; the principles and priorities of the Appropriation Bill, 2020; the Fifteenth Plan; and the Sustainable Development Goals have been considered as a basis while formulating the budget. In the process of formulating the budget, I have also paid attention to the reports of the Parliamentary Committees, Revenue Advisory Committee and various task forces and the suggestions received from all, including institutions and intellectuals.

Right Honourable Speaker,

Right Honourable Chair,

7. I have already submitted the Economic Survey 2019/2020, which includes major indicators, details and statistics of the economy. Now, allow me to present a brief overview of the economic situation in the current Fiscal Year.
8. The high economic growth rate that has been consistently achieved over the past few years is, primarily, estimated to remain at 2.3 percent this year, influenced by measures taken nationally and internationally to reduce the risk of spread of Coronavirus. It is estimated that there will be contraction in many sectors, particularly in tourism, transportation, manufacturing industries and construction.

9. Per capita GDP has reached USD 1,085 while disposable per capita income is at USD 1,388. In proportion to GDP, gross investment has reached 50.2 percent and gross national savings stood at 46.0 percent.
10. Inflation has been contained to 6.5 percent on average for the first nine months of the current Fiscal Year. Most of the macroeconomic indicators remain positive. However, these indicators are under pressure due to the circumstances emanated from the Coronavirus pandemic.
11. The progress on social and economic sectors is encouraging. Rate of enrollment of school-age children and completion of schooling have increased. Gender parity has been achieved in all levels of education, including basic, secondary and higher education. Access to basic health care has increased, including due to free health care and health insurance. Maternal, infant and child health has improved significantly. Access to basic drinking water facilities has reached 90 percent of the population. Nepal has been declared an Open Defecation Free country after having access of all population to sanitation facilities. Kathmandu has become a street children free city. Ninety percent of the people have access to electricity and per capita electricity consumption has increased significantly. The road network has expanded. There have been both quantitative as well as qualitative development in the information technology and mass communication. Absolute poverty has been reducing, gradually.
12. Projects of national importance, including highways, electricity, airports and irrigation are being constructed amid adverse situation. Most of the post-earthquake reconstruction works are near to completion.
13. Access to financial services has increased significantly. More than one thousand additional branches of commercial banks have been expanded across the country. The population with access to insurance facility has increased from 5.6 million to 7.0

million. The scope of capital market has been widened through policy and systemic reforms. There is a widespread use of information technology in financial transactions.

14. As a result of various reforms adopted to incentivise investment and the investment summit held last year, investment commitments amounting to Rs. 1435 billion have been received, while foreign direct investment of Rs. 155 billion has been approved through the Investment Board of Nepal. Similarly, investment amounting to Rs. 29.82 billion has been approved through the Department of Industry.
15. During the first nine months of this Fiscal Year, export has increased by 12.9 percent, while import has declined by 7.5 percent. This has reduced the trade deficit and improved balance of payments, which is at a surplus of Rs. 36.61 billion. Foreign exchange reserves increased by Rs. 117 billion and reached to Rs. 1156 billion during the period.
16. Fiscal Federalism has been fully implemented in a short period of time. Expenditure and revenue management systems at all the three levels have been established. The concept of project bank has been implemented to make project selection effective. The tax base has been widened. An additional 1.125 million taxpayers have come under the tax net as of mid-May of the current Fiscal Year.
17. Foreign aid commitments have increased and there has been significant increment in budgetary support as well. Of Rs. 164 billion committed in the current Fiscal Year, budgetary support accounts for Rs. 50 billion.
18. The spread of coronavirus has affected mainly the capital expenditure and revenue mobilization in the Fiscal Year 2019/20. The revised Government expenditure for the Fiscal Year 2019/2020 is expected to remain at Rs. 1073.35 billion, which is 70 percent of the total allocation. Of the total allocation, recurrent expenditure stands at 73.3 percent, capital expenditure at 58.6 percent and financing at 78.8 percent.

19. Revenue collection in the current Fiscal Year is estimated to remain at Rs. 827 billion, which is 74.4 percent of the annual target. The revised estimate of foreign aid mobilization is Rs. 153 billion, which includes Rs. 32 billion in grants and Rs. 121 billion in loans. Internal debt mobilization is estimated to remain at Rs. 193 billion.

Right Honourable Speaker,

Right Honourable Chair,

20. Now, I seek permission to present the objectives and priorities of the budget for the coming Fiscal Year 2020/21. The objectives of the budget are as follows:

- a. to make the life of the people more comfortable and safer by protecting the citizens from all kinds of disasters and diseases, including infectious ones;
- b. to provide continuity to the pace of development by reviving the economy at the soonest and through the optimal mobilization of available means, resources, opportunities and capacities;
- c. to enhance the role of welfare state through fulfillment of the needs reflected as fundamental rights of the citizens; and
- d. to continue building resilient, advanced, autonomous, prosperous and socialism-oriented economy through social, economic and physical infrastructure development.

21. I have set the following sectoral and programmatic priorities to achieve the objectives of the budget:

- a. expansion of health services, construction and upgradation of health infrastructure and development of health-related human resources to protect the citizens from all kinds of health risks, including coronavirus, and to make health services qualitative and accessible,

- b. revitalization of affected businesses, including in the agriculture, industry, tourism, construction sectors, by restoring the broken chain of production and supply by the steps taken for prevention and control of coronavirus infection,
 - c. provision of work and employment opportunities, and ensuring food security, safe housing, universal social security and protection for the citizens,
 - d. implementation of incomplete projects and those to be completed within next year that would yield immediate returns of development.,
 - e. quality and life-useful education, expansion of information technology, development and construction of social, economic and physical infrastructure, including basic drinking water, and
 - f. implementation of federalism, quality and accessible public service delivery and strengthening of accountable and transparent governance.
22. While allocating the sectoral budget for the coming year, I have emphasized economic recovery through measures to prevent coronavirus recurrence; focusing on programmes that yield immediate returns and projects to be completed in the coming Fiscal Year; ensuring continuity of implementation of ongoing projects; and instituting a high level of coordination and collaboration among Federal, Provincial and Local levels maximally to make service delivery effective. Similarly, I have emphasized on the programmes that advance the development process through the partnership among public, private, cooperative and community sectors.

Right Honourable Speaker,

Right Honourable Chair,

23. Now, allow me to present fiscal federalism-based allocations made to the Federal, Provincial and Local levels.

24. I have maintained the levels of inter-Governmental fiscal transfers particularly equalization, matching supplement, and special grants for the province and local levels unchanged while giving priority to the implementation of fiscal federalism amid estimates of contraction in the Federal Government resources. I have significantly increased the conditional grants so that the projects under the jurisdiction of the provincial and local levels which are currently executed by the Federal Government can be implemented from the concerned provincial and local levels.
25. I have made budgetary allocations based on the formula laid down by the National Natural Resources and Fiscal Commission, such as spending needs; status of human development indicators; resource mobilization capacity; and economic, social and other inequalities among provincial and local levels. Accordingly, I have allocated Equalization Grants of Rs. 55.19 billion and Rs. 90.05 billion to the provincial and local levels respectively for the coming Fiscal Year. Under the conditional grants, I have allocated Rs. 36.35 billion and Rs. 161.08 billion to the provincial and local levels respectively.
26. I have estimated that a total of Rs. 122.14 billion will be disbursed as revenue sharing on the basis of population, area, human development indicators and other development deficit indicators at the Provincial and Local levels.
27. I have set aside Rs. 9.96 billion as matching grants for projects identified and proposed for execution by the provincial and local levels. Similarly, Rs. 9.97 billion has been arranged to provide special grants to the provincial and local levels for carrying out projects of specific nature.

Right Honourable Speaker,
Right Honourable Chairman,

28. Now, allow me to present the programmes and allocation of the next Fiscal Years' budget.

Prevention of Corona Infection and Reform in the Health System,

29. In order to minimize the health related risks due to spread of infectious diseases, including COVID-19 and other diseases, I have increased the budget significantly in the health sector, with the high priority being to expand quality health service for prevention, control and treatment of the disease, development of health infrastructures, supply of medicine and equipment and service of qualified doctors and health workers.
30. I have allocated necessary resources in order to expand the scope of testing in high-risk areas for the containment of the spread of coronavirus infections, to establish additional quarantine centres with qualitative health check-up facility, deliver reliable treatment services and address coronavirus induced psychological fear of the citizens. I have allocated Rs. 6 billion to avoid the shortfall of medicine, equipment and logistics that may immediately be required for the control and treatment of COVID-19.
31. I have made arrangements for the provision of incentive allowances, including for provision of personal protective equipment (PPE) for the doctors, health workers and employees working in the laboratories to encourage them to serve. I have made arrangement for free of cost health insurance up to Rs. 500 thousand for all the health workers involved in treatment of the infectious diseases, including COVID-19.
32. A well-equipped and dedicated epidemiological hospital in Kathmandu Valley with 300 beds; an additional 250 ICU beds, some of which in Kathmandu Valley and some in public hospitals

in provincial capitals; and new epidemiological hospital with 50 beds each in each provincial capital will be constructed next year. Pokhara and Karnali Academy of health Sciences and Koshi, Narayani, Bharatpur, Bheri and Dadeldhura hospitals will be being developed and upgraded to act as specialized hospitals. I have allocated Rs.12.46 billion for the development of health infrastructures.

33. I have allocated budget for capacity enhancement of the National Public Health Laboratory to upgrade it to international standards, to establish ultramodern health laboratories in all Provincial capitals, to expand necessary laboratories in all health institutions to provide mandatory treatment, cure and pharmacy services, and to establish well-equipped Health Desk in the main border points for mandatory health check-up of each of the immigrant visitors.
34. I have allocated Rs.14.27 billion to establish 272 hospitals for next year, in line with the policy to establish Basic Hospitals with 5 to 15 beds in all Local levels in order to ensure access of all citizens to basic and quality health services. I have allocated necessary resources to upgrade the previous District and Zonal Hospitals. An arrangement of at least one doctor for each health institution will be made. I have made an arrangement of fiscal transfer of Rs. 5.10 billion in order to provide basic health services including the test of non-communicable disease by managing doctors in the health institutions of the Local level.
35. Forty percent of the population of all Local levels will have health insurance coverage by next year, so as to expand the health insurance service to all citizens within three years. Health services, other than basic health services, will gradually be included in the health insurance scheme. I have allocated Rs. 7.50 billion for the health insurance programme.
36. Free health check-up service will be provided through health institutions at the entire Local levels for safer maternity and reproductive health and for the diagnosis and treatment of the fatal diseases of women, like breast and cervical cancers.

Nutrition programmes will be implemented through all health institutions. I have allocated necessary budget to declare Nepal as a fully vaccinated country next year.

37. I have allocated Rs. 4.22 billion for free treatment of catastrophic diseases to disadvantaged people, geriatric and pediatric cardiovascular diseases and to implement tuberculosis, AIDS and sexually-transmitted diseases and leprosy control programmes. I have made arrangements to provide free of cost basic emergency health services to the poor and disadvantaged groups from the central hospitals.
38. A Medical Super Specialty Centre will be established under Tribhuvan University, Institute of Medical Science in order to provide specialized health service and training, along with study and teaching of other chronic diseases, including nephrology and urology. A **National Diagnostic Centre** of international standards with skilled technicians and modern equipment will be established in the country for the diagnosis of all diseases including infectious.
39. I have allocated budget for the commencement of satellite and outreach clinics with specialized doctors' services at local level health institutions and to provide reliable telemedicine services to patients in remote areas deprived of such health facilities. The latter will be provided through specialized hospitals including Gangalal Cardiac Centre, *Paropakar* Maternity Hospital, Human Organ Transplant Centre, Kanti Children Hospital and Bir Hospital.
40. I have allocated budget for building necessary infrastructures of Man Mohan Cardiothoracic Vascular and Transplant Centre, Tribhuvan University Teaching Hospital, B.P Koirala Cancer Hospital, GP Koirala National Respiratory Treatment Centre, Sushil Koirala Memorial Cancer Hospital, Ram Raja Prasad Singh Health Science Academy and Bir Hospital to provide extended services from Duwakot of Bhaktpur district.

41. In order to accelerate the campaign of **Building Healthy Nepal**, in addition to enhanced public health services, people will be encouraged to consume nutritious food and follow a balanced diet, continue to do physical exercise, and embrace healthy lifestyle, including good hygiene practices. In order to increase overall health and well-being, including immunity and mental health, alternative methods of treatment, including Ayurveda, will be promoted and fitness centres, gymnasiums and yoga centres will be made operational.
42. I have made arrangements to allow the use of private health institutions by the Government during disasters and times of crisis, and also to support more effective monitoring of the services provided by privately run hospitals. I have also made it mandatory for doctors working in private hospitals to provide specialized services to District hospitals and Local level health institutions on a regular basis.
43. I have made arrangements for the development of the Nepal Health Research Council as a competent agency to conduct researches even on the control of infectious diseases, expanding the capacity of Nepal Drug Limited and maintaining stock of necessary medicine regularly in the health institutions.
44. I have given continuity to free health insurance being provided to the family of 52 thousand women health volunteers and I have doubled their travel allowance. I have made arrangements to run a campaign of sanitation, health awareness and health insurance by mobilizing women health volunteers in collaboration with the Local level, Non-Governmental organizations and community sector.
45. I have allocated budget for the development of Kanti Children Hospital as a centre of excellence for higher education by building infrastructure with additional ICUs, commencement of treatment of pediatric cardiovascular disease in Gangalal National Cardiac Centre and procurement of additional equipment and construction of health institutions buildings.

46. Arrangements will be made for establishing trauma centres in the hospitals located near the accident-prone areas on the highways, enabling patients to receive easy and convenient ambulance service upon dialing the common telephone number across the country.
47. A sectoral Integrated Umbrella Act will be formulated for managing commissions, institutes, councils, research centres and hospitals in the health sector by bringing uniformity in their operation. I have allocated budget to increase the number of health workers by reviewing the existing positions of the health service and to establish Centre for Disease Control, Food and Drug Administration and to start the preliminary work of National Health Transplant Authority.
48. I have increased budget for the Ministry of Health and Population to Rs.90.69 billion.

Right Honourable Speaker,

Right Honourable Chairman,

49. Now, I would like to present the programmes related to Relief, Concessions and Economic Recovery, including allocations.
50. The immediate relief programmes, introduced by Government for the normalization of the daily life of the people, which has been adversely affected by prevention and control measures taken for COVID-19, will be given continuity until the risk of infection is controlled.
51. I have managed funds for providing food relief, an equivalent to a quarter of minimum wage, to the workers from coronavirus affected unorganized sectors, who are not involved in the wages of employment programmes and food for work programmes being implemented in collaboration with Federal, Provincial and Local levels.
52. I have made arrangements to establish a separate fund of Rs. 50 billion in order to provide loans at an interest rate of 5

percent to the cottage, small and medium enterprises and corona affected tourism industries for the payment of staff and worker salaries and businesses operation. This fund will be operated through Nepal Rastra bank and the amount that will be received from the Government of Nepal, Public Enterprises and donor agencies will be deposited in this fund.

53. Arrangements have been made to provide free electricity to the low electricity consuming households consuming up to 10 units per month, 25 percent discount for those consuming up to 150 unit per month and 15 percent discount to those consuming 250 units per month in electricity charges, and to give rebate to the electricity demand charges and concessions to the electricity charges of the water and irrigation users committee. I have made arrangements to provide discounts to the demand charges of electricity during the lockdown period for manufacturing industries affected by COVID-19 and provide a 50 percent rebate in the consumption of electricity during the low demand hours.
54. Arrangements have been made to provide a re-financing facility of about Rs. 100 billion through Nepal Rastrya Bank at the concessional interest rate up to 5 percent to the businesses and COVID-19 affected industries related to agriculture, cottage, small and medium industries, manufacturing industries, hotels including tourism sector.
55. I have an additional arrangement for providing 50 percent through the Government on the annual premium for the group I insurance taking out policy up to 100 thousand against COVID-19 considering it as an insurable disease. I have made arrangements to bear the liability of insurance premiums by the Government for the insurance of the persons, including health workers and women health volunteers.
56. I have allocated necessary budget for bringing Nepali citizens back home from abroad who are at serious health risk, who have lost job, whose visa has expired; and those who are stranded due to various reasons.

57. Arrangement has been made that, Nepal government, during the lockdown period, will deposit the amount to be contributed by workers and employees in the contribution based social security fund for workers of organized sector Provision will be made for the respective organizations to borrow such amount from the fund to make immediate payments for the remuneration of the workers and to be deposited back to the fund after the business gets back to normal.
58. I have made an arrangement to give waivers to parking charges to be paid by the Nepali airline companies, renewal fees for Air Operator's Certification, charges for Air Worthiness Certification and infrastructure tax levied on aviation fuel.
59. In order to address the impact of coronavirus in a variety of sectors, including construction, transportation, mass communication and films, I have made arrangements to waive the renewal fees of license and equipment and credit facility for working capital, as well as time extension of the contracts and bank guarantee for the lockdown period. I have allocated Rs.500 million to provide as start-up fund, to be lent at a 2 percent interest rate in order to support and encourage the entrepreneurs willing to invest in innovative businesses by exploiting the exceptional business opportunities created by coronavirus.

Right Honourable Speaker of the House of Representatives,

Right Honourable Chairman of the National Assembly,

60. Now, allow me to present programmes and allocations for the Labour, Employment and Social Security sectors.

Labour and Employment

61. I have devised a programme aimed at creating work and employment opportunities for all Nepali, while increasing labour productivity through decent work, social security and ideal labour relations. Considering the impact of COVID-19 on domestic and foreign employment of the citizens, I have

directed the budget towards creating additional work and employment opportunities within the country.

62. In line with the spirit of **Build Our Own Village**, I have made an arrangement to bring **Food for Work** programme into operation, targeting the poor households, labour intensive social and physical development projects executed by the Local Levels. I have allocated necessary budget for mobilizing citizens, who are unemployed, facing job losses and returnees from foreign employment due to Coronavirus, in technology-backed labour intensive and people's participation-based development and construction works with payment of remuneration.
63. Public development and construction work executed at the federal, provincial and local levels will be implemented by adopting labour intensive technology by expanding the **Prime Minister's Employment Programme**. I have allocated Rs. 11.60 billion for creating additional 200 thousand employment opportunities through this programme.
64. I have made arrangements for access to skill development, training and technology to Nepali citizens so that they can seize the employment opportunities created in the domestic market after the return of foreign workers to their home countries due to COVID-19 pandemic. Various skill development trainings in manufacturing and services sector, including handicraft, plumbing, electrical repairing, electronics, cookery, artisan carpentry, masonry, tailoring, and beautician, hair dressing, will be conducted at the federal and provincial levels. Such measure will enable the laid off workers and those working in areas where employment cannot be revived in immediate future due to COVID-19, by transforming their skills and enabling them to work in new environment elsewhere. I have allocated Rs. 1 billion to enable at least 50 thousand persons to avail employment from this programme.
65. If a private manufacturing industry provides apprenticeship to the workers of their own requirement as recommended by the

Labour Information Bank while using the Employment Service Centre as such Bank, and guarantees minimum of 2 years employment to the same workers, such industry will be provided with a subsidy equivalent to 50 percent of the minimum wage for a maximum period of up to three months. I have allocated Rs. 1 billion for this purpose. I expect that about 50 thousand persons will be employed as skilled employees from this programme.

66. I have allocated Rs. 4.34 billion for strengthening technical and vocational education and training institutes and providing skill-oriented trainings to 75 thousand persons through them in the coming Fiscal Year. I expect that this programme will provide employment opportunities to new entrants in the labour market, workers laid off by the informal sectors due to Coronavirus pandemic and youth returnees from foreign employment.
67. Necessary arrangements will be made through Nepal Rastra Bank for generating additional employment by ways of providing concessional loans to at least 10 persons per branch by commercial banks and 5 persons per branch by development banks, under the concessional loan programme of bank and financial institutions.
68. I have made arrangements to create additional 40 thousand jobs from the Small Farmers Loan Programme run through the Small Farmers Development Microfinance Institution; to let an additional 12 thousand youths become self-employed through Self-Employment Loan Programme run through the Youth Self-Employment Fund; and to create additional 127 thousand jobs from programmes of industry sector, such as- microenterprise for poor; and an additional 30 thousand jobs from programmes, such as forest products based enterprises, agro-forestry, nursery and tree plantation, protected areas, and herbal production and processing. A revolving fund of Rs. 19 billion, mobilized by more than 32 thousand community organizations in 64 districts promoted by the Poverty Alleviation Fund, will be used as seed money to conduct economic activities at the Local level. These institutions will be

transformed into the cooperative system. This will create additional 150 thousand jobs in agriculture, micro and small-scale industries.

69. The provision of restricting foreign citizens from working in absence of work permit will be strictly implemented to help create more employment opportunities for Nepali citizens. Arrangements will be made to provide additional financial and monetary facilities to the establishments meeting compliance on labour related provisions. Labour audit will be carried out to ensure the workers' safety and occupational safety at the establishment level.
70. In addition to the welfare of the foreign employment bound workers, the Foreign Employment Promotion Fund will also be utilized in the employment rehabilitation programme. Records of skill, experiences and interests of the workers returning from foreign employment will be maintained and linked them to the work opportunities created within the country.

Social Security and Civil Protection

71. Social security will be gradually made life cycle based, mandatory and universal. State will implement programs to provide special safety and protection to the economically deprived, disabled, helpless, differently abled, single women, children, and endangered and marginalized communities.
72. I have given continuity to all types of social security allowances. Under the policy of operating Senior Citizen Service and Meeting Centre at all Local levels, I have made arrangements to expand it to the remaining Local levels and even to feasible wards in the coming Fiscal Year. I have allocated Rs. 67.50 billion for social security allowance.
73. As more than 300 thousand senior citizens have already benefited from the free health insurance programme of Rs. 100 thousand targeted at those above 70 years of age initiated by the present Government, I have made arrangements to provide

this service to an additional 300 thousand senior citizens in the coming year. As 300 thousand poor families have received free health insurance services in the current year, I have made arrangements to provide this facility to an additional 400 thousand households in the coming year.

74. In line with the Government's insights that children should be protected by the state, I have widened the scope of child protection grants in the coming year so as to encompass children from families below the poverty line including those from *Dalit* and *Karnali* and Terai-Madhesh region. I have allocated Rs. 3.76 billion for this programme. About 1.3 million children will benefit from this scheme. Arrangements have been made to mobilize social organizations in order to provide reliable social security to orphans and those at high risk requiring special protection and HIV infected children. Arrangements have been made to keep the country free of street-people by providing shelter, protection and care to those help-seekers, including helpless, destitute, infected and homeless people.
75. Physical infrastructure will be made differently-abled friendly. Respectful access to education, health, employment and social activities will be ensured to boost the morale of persons with disabilities. White sticks and Braille textbooks for the visually impaired will be provided at free of cost. Research and development of sign language will be encouraged.
76. While protecting the families of martyrs and conflict victims on behalf of the state, those injured in the democratic movement will be included within the social security net with the development of self-employment-oriented skills.
77. In order to bring all labours and workers into the social security net, all establishments will be encouraged to be listed with Social Security Fund. The existing law related to the operation of retirement fund will be amended to bring the public servants, who are not included in the existing contributory pension system, into its net.

78. Landless *Dalits* will be identified and necessary land will be made available for their settlement. I have allocated the budget needed for operation of programmes, including-*Janata Awas* Programme, new technology-based skill enhancement, modernization of traditional skill, easy access to education, health and sanitation, awareness programme against discrimination on the basis of caste and untouchability.
79. **State Facility Identity Cards** will be distributed to the households identified by Poor Household Survey through Local level within the coming Fiscal Year. Identity Cards will be distributed to remaining households after completion of their survey within the coming Fiscal Year. All poverty alleviation and social security programmes, including agriculture, industries, labour and health executed under various Ministries in coordination with Local Levels will be integrated and targeted towards households entitled to State facility.

Right Honourable Speaker,

Right Honourable Chairman,

80. Now, allow me to present the programmes and allocation for **productive sectors including agriculture, forest, tourism, industry and commerce.**

Agriculture

81. Agriculture sector remains as the mainstay of Nepalese economy. New job opportunities will be created in this sector by mobilizing labour in agriculture and emphasizing on commercialization, mechanization and modernization of agricultural activities to address the challenges and opportunities created by the Coronavirus pandemic. Based on the crop production potential, large-scale production will be encouraged through cooperatives, community and private firms through optimum utilization of agricultural land to orient towards agricultural revolution. For this purpose, irrigation, fertilizer, seeds, capital, technology and market will be assured.

82. Food security and sovereignty will be maintained by making the country self-reliant in agricultural production. In the next Fiscal Year, targeted programmes will be implemented to become self-sufficient in the production of milk, vegetables and meat production. The production of high-value agricultural commodities with nutritious and medicinal properties, as well as Early (*Chaita*) paddy and spring maize farming, will be encouraged. Rural enterprise and economic development programmes will be conducted for the promotion of agricultural entrepreneurship targeting the poor, deprived and small farmers.
83. The **Prime Minister Agriculture Modernization Project** will be restructured and the **One Production Pocket Area at One Local Level** programme will be conducted based upon the local potential. In the next Fiscal Year, an additional 250 pocket areas for agriculture and animal husbandry will be developed to ensure at least one pocket area in every Local level. I have allocated Rs. 3.22 billion for this purpose.
84. Legal frameworks will be prepared to promote and regulate food safety. In the next Fiscal Year, food quality laboratories will be brought into operation in Karnali and Gandaki Province. Public awareness will be increased and effective regulation will be ensured to maintain the safe level in the use of pesticides. Arrangements will be made to recommend suitable seeds, fertilizer and other agricultural inputs based on soil quality testing using mobile laboratories at all Local levels.
85. I have increased the budget allocated for subsidies for chemical fertilizer to Rs. 11 billion to ensure adequate supply of chemical fertilizer well ahead of crop plantation time. Organic farming will be encouraged by increasing the use of organic fertilizer. Such products will be promoted in the market after branding them.
86. In order to provide quality and improved varieties of seeds to the farmers, improved varieties of crops will be developed,

quality testing of seeds will be extended and cash back schemes will be implemented for farmers who purchase improved seeds from licensed vendors.

87. Market infrastructure will be constructed at all Local levels to ensure the marketing of agricultural products. The fruit and open air market (*Haat bazaar*) which is under construction at Chovar, Kathmandu will be brought in to operation. I have allocated budget for the fiscal transfer to Local levels to construct a total of 78 agriculture wholesale markets across all Provinces as well as to establish Provincial level 'Hub Market' for agricultural products.
88. Contract farming, land-pooling and community-cooperative farming will be encouraged to enhance farmers' access to agricultural land. Arrangements will be made to purchase the agricultural products by setting their benchmark-price. From the next Fiscal Year, cold storage construction grants will be offered only to those who carry out group farming and farming through Local levels, cooperative organizations and *Land Bank*.
89. I have arranged a fiscal transfer of Rs. 1 billion to the Local levels to establish 200 Food Storage Centres in order to strengthen the food security and supply system and to ensure the price of agricultural products. Arrangement has been made to purchase agricultural products having benchmark price through such centres and selling after one level processing. I have also arranged provisions to implement the concept of Food Bank to store food grains by renovating the existing food warehouses operated by Government and private sector.
90. I have allocated Rs. 500 million to ensure at least one agriculture and one animal husbandry technician at all Local levels. Also, arrangements have been made to provide internships for the graduate students of agriculture campuses and an opportunity to make some earning while studying to the students at various technical institutes.

91. The insurance premium grant amount has been increased to minimize the associated risk through expanding the scope of agricultural crop and livestock insurance. Facility will be provided to pay the crop insurance premium by the farmers after producing their crops. Information related to weather, seeds, farming technology and market price will be made available to the farmers via mobile apps in order to reduce the risk associated with agricultural production and market.
92. In the next Fiscal Year, an additional 5 million fruit saplings from programmes in the agriculture sector and 5.5 million fruit saplings from programmes in the forest sector will be produced and distributed in order to pursue the fruit saplings plantation and conservation work as a campaign. Technical assistance will be provided to produce at least 10 thousand fruit saplings through the establishment of nurseries at each Local level. Private sector, cooperatives and community organizations will be encouraged for fruit tree plantation and other appropriate crops as a campaign on the un-used public land, roadside and land reclamation area.
93. I have provided for subsidies for production and processing of cotton, silk, wool and other thread products through cooperative organizations. I have allocated Rs. 950 million to continue subsidies being provided to sugarcane farmers based on their production quantity.
94. Research on registration, productivity and multi-uses of local and indigenous food, livestock, fisheries and other crops will be conducted by extending the scope and developing the capacity of Nepal Agricultural Research Council. Agriculture Campus will be encouraged to conduct research activities.
95. Promoting breed improvement programmes, grass farming, massive grazing field development and qualitative animal health service will be extended in order to attract farmers in commercial livestock farming. Animal Quarantine Offices will be established at major border points and provisions of laboratory and other infrastructure will be arranged.

96. All existing agricultural subsidies will be reviewed and arrangements will be made to avoid duplication of agricultural subsidies among Federal, Provincial and Local levels. The provision of Farmers Credit Card will be initiated to ensure easy access to agricultural credit. Farmers having cultivable land will be enlisted in every ward of Local levels and agriculture volunteers will be mobilized to provide basic technical facilities of agriculture and animal services.

Irrigation and River Training

97. I have emphasized the construction of small and medium irrigation projects to increase agricultural production by providing immediate irrigation facilities to cultivable land. Under the **Prosperous Terai Madhesh Special Irrigation Programme**, 5 thousand shallow tubewells and 247 deep tubewells will be installed in 25 districts of Terai and Inner Madhes by next year to provide underground irrigation facility to an additional 22 thousand hectares of cultivable land. I have allocated Rs. 2.32 billion for this programme.
98. Irrigation projects of national pride including Rani Jamara Kulariya, Sikta, Bheri-Babai diversion, Babai, Praganna and Badkapath, Bagmati, Palungtar, Greater Dang Valley and other irrigation projects will be implemented. Mahakali Irrigation Project will be developed as a project of national pride. I have allocated Rs. 10.25 billion for these projects.
99. I have allocated Rs. 2.46 billion to commence tunnel construction work of Sunkoshi-Marin Diversion Multipurpose Project in the coming year. Feasibility study of irrigation projects including other river diversions will be completed and construction work will be carried out gradually on the basis of priority.
100. The Lift Irrigation Programme will be implemented in the riverside cultivable land in hilly and mountainous areas using solar energy. Irrigation facilities will be provided by constructing plastic ponds, conserving lakes and ponds and

harvesting rain water. I have allocated Rs. 1.31 billion for lift and solar energy-based irrigation projects.

101. River Training programmes will be implemented in order to control larger river systems, including Mahakali, Karnali, Narayani, Kamala and Koshi and other river systems at risk. Bilateral mechanisms will be activated to solve the problem of river bank erosion and inundation in the border areas. Emphasis will be given on the use of bio-engineering technology in river training and landslide management.
102. I have allocated budget to implement embankment construction projects along the rivers including Ratuwa-Mawa, Bakraha, Triyuga, Lakhandehi, Kamala, Khando, Bagmati, Lalbakaiya, East Rapti, West Rapti and Khutiya-Mohana rivers under the *Janatako Tatbandha* Programme. I have allocated Rs. 6.20 billion for river training programmes.
103. Weather forecasting will be made reliable to minimize the loss of life and property due to water-induced and meteorological disasters. Weather radar will be brought into operation in two more places next year.
104. I have increased the budget for agriculture and irrigation sector to Rs. 41.40 billion and Rs. 27.96 billion, respectively.

Land Management

105. The emerging trends of people moving to rural areas and youths returning from foreign employment as a consequence of COVID-19 will be taken as opportunities. I have made an arrangement for the establishment and operation of *Land Bank* to ensure access to land for people willing to engage in agricultural activities. In the next Fiscal Year, *Land Bank* units will be established in 300 Local levels, adopting a co-investment model among Federal, Provincial and Local levels. The land under *Land Bank*, acquired through leasing from land owners, unused state-owned land and land reclaimed from the river will be made available on lease for a definite period of time to the

individuals and organizations willing to use the land for agricultural purposes. Subsidies on agricultural inputs will be assured as an incentive for making production on leasehold lands. The establishment of *Land Bank* will be initiated in the Local levels having excessive barren land followed by gradual expansion at all Local levels. I have allocated Rs. 500 million for share investment in *Land Bank*.

106. In coordination with Provincial and Local levels, provision of additional concessions will be assured while transferring land ownership in the names of women to enhance their rights and ownership over land. In the next Fiscal Year, programmes will be implemented in 100 Local levels to manage squatters and unplanned settlement tactfully through the commission formed to resolve land related issues. Livelihood related programmes will be conducted for freed *Kamaiyas*, *Haliyas*, *Haruwas*, *Charuwas*, *Kamlaris*, squatters, landless and marginalized families.
107. The programme related to incorporating records of land administration into the Land Records Information Management System will be continued. Sixty Land Revenue and Survey Offices will be handed over to Local levels along with related records within the next Fiscal Year. Arrangements will be made to provide 'Online' land-revenue related services in all districts by implementing information and technology-based House and Land Registration System.
108. Land will be categorized by preparing land use map to ensure sustainable and optimal use of land. Policy reform and essential facilitation will be carried out for the acquisition of land required for industrial development and public construction. The rampant fragmentation of productive land will be discouraged and land mapping will be carried out for agricultural, housing and other purposes.
109. Government, public, community and *Guthi* land will be preserved by updating their records. Preparation of land use map and database for all Local levels for the purpose of collecting, analyzing and using of geographical information will

be completed within the next Fiscal Year. I have allocated Rs. 1.73 billion to complete the mapping and survey works of the village blocks that were missing and all other remaining land within the next Fiscal Year.

110. The work related to writing off the records of land used in infrastructure construction will be completed in coordination with Local level. Similarly, ownership of the Government of Nepal will be established over the compensation paid land by writing off from all records including field map.

Cooperatives

111. The cooperative sector will be mobilized to achieve rapid development with social justice through the collectivization of factor of production, mobilization of local resources and economic and social transformation. Cooperative organizations will be encouraged to perform activities such as promotion of cottage and small industries; production, storage and processing of agricultural products; and poverty alleviation programmes. Farmer's easy access to agricultural inputs, capital, technology and market will be assured through cooperatives.
112. Institutional capacity enhancement, self-regulation and good governance will be promoted to pursue the cooperative campaign in accordance with the cooperative sector's principles, norms and values.
113. With the share investment by cooperative organizations themselves, a Wholesale Consumer Cooperative Organization will be established in each Province to develop a chain from all types of production to collection, storage and distribution and to provide essential goods to the cooperative shops at wholesale price.
114. Poor, deprived, unemployed educated and youth with disrupted foreign employment opportunity will be encouraged to establish small and cottage industry by acquiring loans

through cooperative organizations. I have arranged a loan investment of Rs. 3.6 billion for Small Farmer Development Microfinance Financial Institution to promote agriculture and small business by provisioning credit flow through 1,000 cooperative organizations.

115. Saving and Credit Cooperatives will be encouraged to merge and perform cashless transaction with the enlarged adoption of recent technology. Cooperatives Credit Information Centre will be established for minimizing risks in cooperative system. Appropriate arrangements will be made to secure cooperative savings and credits.

Forests and Environment

116. Income, employment and enterprises will be promoted by maintaining the environmental balance and multiple uses of forest resources through the conservation and management of forest areas, which is the foundation of livelihood and prosperity of Nepali people. Forest product will be connected with the economic activities through the means of scientific forest management. Enterprises based on forest products such as timber and non-timber and medicinal plants will be developed by executing the **Forestry for Prosperity** programme.
117. Grazing-land (range-land), wet-land, lakes and ponds, biodiversity and environment will be conserved through protection, plantation and diversification of forests in coordination with and collaboration among Federal, Province, Local levels and forests user groups.
118. A provision will be made to exempt government run projects from paying compensation for the forest land. Instead, the provision of plantation on the public barren land, on shrub (bushy) land, and land available at local levels without any forest area will be executed as compensation of forest land used by development projects.

119. The export of herbal products will be promoted by extending its commercial farming, processing, and marketing and with a special branding. An herb development special programme will be conducted in Sudurpaschim Province, including the Himalaya region of Karnali Province. Herbal products of high value and quality will be produced by enhancing the capacity of Herbs Production and Processing Co. Ltd and adopting innovative technology.
120. National Park, wildlife reserve, protected area and buffer zone, botanical garden and potential community forests will be developed as a nature-based tourism destination. Preliminary work will be commenced for the establishment of an extensive botanical gardens.
121. Endangered and rare wild animal species will be conserved. Wildlife habitat will be well managed to mitigate the conflict between human and the wildlife. A provision of compensation will be made for the people living in the buffer zone with a reliable safety arrangement for their protection from wildlife attacks.
122. An integrated soil conservation programme will be conducted in Koshi, Gandaki, Karnali and Mahakali watershed areas.
123. Embankment construction works will be expedited together with control of soil erosion, rehabilitation of degraded land, agro forestry, and bio-engineering by restructuring the **President CHURE Conservation Programme**. Programmes including rain water harvesting, wetland management with water recharge and resettlement of highly vulnerable settlements will be conducted in the *Chure* region. I have allocated Rs. 1.55 billion for the *Chure* conservation related programme.
124. The Government is aware of the national and international commitments related to the environmental conservation and its obligations. By reducing carbon emission; the air, noise, water and other pollution control standards will be updated and introduced in the major cities of the country for the protection of

human health. Urban areas will be developed as green cities by encouraging plantation. Climate induced risk mitigation and adaptation programme will be conducted in collaboration with Provincial and Local levels. REDD+ programme will be given continuity to take advantage from the forest sector carbon trade.

125. Studies and research programmes on forest, plant resources, wildlife, biodiversity, watershed, environment and climate change will be undertaken in coordination and partnership with universities and research institutions.

Tourism

126. Considering the disruptions in global traffic caused by the risk of spreading Coronavirus infections and the subsequent negative impact on the tourism sector, facilities, including waiver of tax, fees, interest will be provided to support the revival of affected sectors and industries, including air transportation, hotel and restaurants, trekking and mountaineering.
127. In line with the concept of “**One Province One Tourism Destination**”, large-scale tourism infrastructures will be developed in all Provinces. I have allocated Rs.1.26 billion for tourism infrastructure to develop and promote tourist attractions, such as unique cultural sites, by identifying potential tourist attractions in mountainous and hilly regions in with the participation of the private sector.
128. Necessary infrastructure will be developed for the expansion of new tourism services including those of mountainous, agricultural, rural, rafting, cultural, recreational, sports and eco-tourism for rapid restoration of the tourism sector no sooner Coronavirus comes under control.
129. New Tourism Information Management System will be implemented for making tourist arrival, trekking, mountaineering and rescue operations much more systematic and safer. Feasibility study will be conducted for the establishment of a

Tourism University of recognition to carry out study and research works in the tourism sector. Tourism subject will be included in the curriculum of formal education above secondary level.

130. Religious and Touristic area development programmes, including Pasupathi, Janakpur and Muktinath and other shrines, temples, monasteries, peaks, rivers, lakes and wells will be continued. Cultural and historical sites across the country will be developed as the cultural and tourism destination by protecting forts and roads connected with the history of Nepal unification.
131. A master plan will be prepared and implemented for the long-term development of Rara Lake area. Tourism will be promoted by expanding the infrastructure for developing facilities-equipped hill stations in potential tourist spots of hilly and mountainous regions. . In order to revive the sluggish tourism sector by promoting domestic tourism, public servants and employees of organized institutions, and the private sector will be encouraged for **Country Visit**, with the end of Coronavirus risk.

Industry

132. The industries disrupted by COVID-19 will be brought into smooth operation by maintaining health security. Special encouragement will be given to the establishment and expansion of industries based on local raw materials, having high value addition and of an export-oriented nature. Additional encouragement will be given for the industries to be established in industrial estates, special economic zones and industrial villages through tax incentives.
133. Utilization of entrepreneurship, skill and technology for the development and expansion of small and medium enterprises having forward and backward linkages with the sectors including agriculture, tourism and forest will be emphasized. Cotton, silk, wool, bamboo, banana, Himalayan nettle (*allo*) and plant-based yarn production and domestic textile industry will

be encouraged in order to boost domestic production through domestic consumption. Arrangements will be made for domestic production of uniform, shoes and other consumables of public servants, including security personnel, costs of which are to be borne by the state treasury.

134. I have allocated Rs. 2.64 billion for the establishment of at least one industrial estate in each Province, acceleration of construction of already established industrial estates, development of trade routes as industrial corridors and establishment of an additional 130 industrial villages at Local level.
135. Sick and closed industries will be revived through additional investment, the use of new technology and professional management with private sector's participation. Feasibility study, land acquisition, access to electricity, and construction of roads will be completed for infrastructure development of the special economic zones and cross-border special economic zones on the basis of public-private partnership. The ongoing construction work of special economic zones will be continued.
136. Construction of access road and installation of machinery will be completed by next year to start production from Dhauwadi iron mine of Nawalparasi. Processing centre for precious stones will be established in Surkhet. Petroleum products will be extracted from Dailekh and other potential locations. Exploration of potential minerals including gold, copper, uranium, iron; and feasibility study for their commercial production will be carried out. Exploration of phosphorite used in chemical fertilizer will be conducted in Baitadi and Bajhang and detailed study and exploration of magnesite will be conducted at Kampughat of Udaipur.
137. Provision of using collective trademark will be started to increase local raw material-based domestic production and production of essential goods of daily life, medicines, and health equipment. Office of Standards and Metrology in all Provinces will be established.

138. The National Productivity and Economic Development Centre and the Industrial Enterprise Development Institute established for the promotion of industrial enterprises will be restructured and operated as an integrated institution.

Commerce and Supplies

139. Export, import, and supply systems will be smoothed by minimizing the current disruptions in foreign trade. Export will be promoted by increasing the production of potentially competitive goods in the world market. Import of luxury items, and items hazardous to health and environment will be discouraged.
140. Low weight, high value commodities with comparative and competitive advantages will be identified; and tax concessions and additional cash incentives will be provided to promote their exports. Tea, coffee, organic vegetables, drinking water, and herbal products will be branded and encouraged for export. Emphasis will be given on organic production in mountainous and hilly regions. The system of issuing export and import code numbers will be further strengthened and interconnected with other systems.
141. A SAARC level exhibition site will be constructed in Kathmandu to assist in promotion, publicity and marketing of Nepali handicrafts and to promote the supply of exportable goods. Exhibition halls will be set up at *Bhrikuti Mandap* and other places in order to promote local handicrafts.
142. Considering the positive contribution to trade facilitation by the operation of integrated check posts at the border checkpoints of Biratnagar and Birgunj, construction work of such integrated check post will be carried out at the border of Nepalgunj and Bhairahawa as well. In the coming year, construction work will be accelerated in: the dry ports at Chobhar, Timure of Rasuwa, and Dodhara-Chandni of Kanchanpur, as well as at the special economic zone at Haraiya of Kailali. Trade infrastructure development work at Yari of Humla, Korala of Mustang,

Kimathanka of Sankhuwasabha and Olangchungola of Taplejung will also be accelerated.

143. Nepal's contribution to the SAARC Food Security Bank and the National Food Security Reserve will be increased. Easy availability and price control of food items will be assured by increasing the storage capacity of supply-related public enterprises. Construction of storage house with a capacity of 310,000 metric tons and salesroom for commodities will be established at the Federal and all Provincial levels. Establishment of food stores will be encouraged at all Local levels. Food and iodized salt transportation subsidy will be continued for extremely hilly and other remote districts.
144. Imports will be discouraged through anti-dumping and countervailing duties to protect domestic industries. The standards of food and beverage items will be set and arrangements will be made for quarantine check at all international check-posts to restrict the import of such items that are non-compliant to the standards.
145. Consumer interests will be protected by easing supply system through controlling unfair price hike, artificial scarcity, and black market by intensifying market monitoring, encouraging home delivery services, keeping adequate stocks of essential commodities including food, fuel, and sales and distribution following health protective measures.
146. Petroleum pipeline will be expanded and petroleum storage and a gas bottling plant will be established through the Nepal Oil Corporation.
147. The exports of Nepali goods will be facilitated by reviewing the trade and transit treaty with the neighbouring countries. International trade of Nepali goods will be expanded through diplomatic missions, and the use of bilateral, regional, and multilateral mechanisms.

148. Trade with third countries will be expanded using the four sea ports and three land ports made available to Nepal under the transit facility provided by China. Necessary legal arrangements will be made for this.

Financial Sector and Private Investment

149. Necessary regulatory provisions will be arranged to avoid adverse impact on financial sector stability and service delivery due to the slowdown in the economy. Financial resources will be mobilized for the immediate revival of industries and businesses. These will be aimed at promoting new investment, production enhancement and employment generation through the adoption of policy measures to minimize the impact of COVID-19. Mobilization of financial resources will be made production-oriented through enhancing the access to finance. Banks and financial institutions will be encouraged to consider mergers. Payment systems will be made more secured, modern and electronic technology-based.
150. The scope of the concessional credit programme executed through banks will be widened through its restructuring. Concessional loans will be made available at a 5 percent interest rate. A 50 percent subsidy will be paid by the Government for concessional credit guarantees and business insurance premiums. I have allocated Rs. 13.96 billion for interest subsidies, credit guarantees and insurance premiums.
151. Access to finance in remote area will be increased through the use of electronic system based financial services, such as branchless, mobile and internet banking. Banks and financial institutions will be encouraged to mobilize external resources. Credit interest rates of the microfinance institutions will be made more realistic through the enhancement of its operational efficiency.
152. Insurance coverage will be expanded so as to reach out to all citizens. Settlement of insurance claims within a stipulated time frame will be ensured, while making insurance claim payment

systems easy and simple. Mobile insurance programmes will be implemented to increase access to insurance of agriculture and micro enterprises. Arrangements will be made to extend the period of insurance policies of non-operational industrial entities and vehicles due to COVID-19 until the lockdown period.

153. Arrangement will be made to settle all types of domestic payments through a 'National Payment Gateway' from next Fiscal Year. Cashless transactions will be encouraged by reducing the transaction cost of electronic payments. Arrangements will be made so as to enable the payment of utilities and public services such as electricity, drinking water, education and health through electronic payment systems.
154. The scope of capital markets will be broadened by starting secondary market operation of debt instruments. Secondary market operation of the Nepal Stock Exchange Limited will be made fully automated, including using electronic payments. For the enhancement of institutional investment arrangement into the capital market, stock dealer operation will be started from the next Fiscal Year. Necessary arrangements will be made for the operation of commodity exchange market. Structural reform will be carried out for Securities Board, Nepal Stock Exchange Limited and CDS and Clearing Limited.
155. Immediate and long-term measures will be taken for safeguarding private sector investment, capital formation, and improving business environment which are at risk due to current adverse situation. Emphasis on mobilizing external capital, technology transfer and intellectual property will be given in order to expedite the revival of economic process at the time when COVID-19 pandemic transmission risk is getting normal.
156. Easy and quality services will be delivered to investors by providing automated 'one-stop-shop' service points, facilitating private investment. The company registration, renewal and liquidation processes will be decentralized through the use of information technology. To facilitate foreign trade, a Nepal

National Single Window system will be developed and implemented.

157. Necessary laws will be formulated and existing laws will be amended in line with international best practices and national context for effective management of investment and trade. The sovereign credit rating of Nepal will be concluded within the next six months. Private investment will be promoted through the arrangement of foreign exchange hedging facility, blended finance and other alternative investment instruments.

Right Honourable Speaker,

Right Honourable Chairman,

158. Now, allow me to present the programmes and budget allocation for education and other social sectors.

Education

159. I have accorded high priority to education sector in order to build a modern society, comprising human capital formation, social transformation and economic development. Qualitative and life skill education will be ensured by developing educational infrastructure, skilled man power, as well as provisions of educational materials and application of new technology.
160. Access to basic education for all will be ensured by the end of the coming Fiscal Year by enrolling all school-age children at schools. Free education will be provided up to the secondary level. All schools, like Madarsa, Gurukul and monastery, that provide primary education in own mother tongue will be brought into the mainstream, modern education system. In the coming Fiscal Year, literate Nepal will be declared by implementing literacy programmes as campaigns in the 24 districts that are yet to be literate.
161. I have introduced a programme to start courses related to technical stream in a minimum of one school at all local levels by

focusing on the technical and vocational education from the secondary level. This programme, which has already been started at 607 local levels so far will be expanded to rest of the local levels by the next Fiscal Year.

162. Education infrastructures and quality enhancement programmes, including construction of classrooms, provision of technical teachers, teacher training programmes, mobilization of volunteer teachers, provision of science laboratory, information technology laboratory, playground and sports materials will be undertaken by expanding **President Educational Reform Programme**. The Community School efficacy decade programme will be conducted as an important part of this work. I have allocated Rs. 6 billion for the President Educational Reform Programme.
163. Considering the disruptions in the teaching and learning environment caused by COVID-19, the new academic session will be initiated with virtual classes, online education, and television and radio education programmes. Creativity development activities with positive thinking will be implemented in order to mitigate the psycho-social impact of the risk of coronavirus infections on the students.
164. I have allocated budget for the reconstruction of 1800 school buildings and 38 affiliated campus buildings, construction of 2520 class rooms and set up of 1000 each of science laboratories, libraries and computer labs.
165. I have allocated Rs. 2.70 billion for awarding scholarships to 2.6 million students including the children of poor and differently-abled citizens, offspring of martyrs and diligent students across the country by implementing an integrated scholarship programmes in the coming year.
166. I have made arrangement for all private schools imparting education up to secondary level to own social responsibility of improving education quality of at least one community school along with education infrastructure materials.

167. I have allocated Rs. 7.52 billion to expand day meal programme throughout the country, which is currently being implemented for up to grade 5 students of the community schools in 43 districts with a view to retain students. About 2.8 million children will be benefitted from this programme.
168. I have arranged a fiscal transfer of Rs.1.82 billion as a conditional grant to Local levels for free distribution of sanitary pads to 1,340,000 girls studying in all community schools across the nation.
169. I have made provision for conditional grants to implement programmes for the strengthening of child development centres on cost-sharing basis of Local levels.
170. I have allocated Rs.1.17 billion to bring Geta Medical College of Kailali District into operation and to develop it as a Sickle Cell Anaemia Research Centre and for the infrastructure development of Bardibas, Butwal and Surkhet Medical College in the coming Fiscal Year.
171. I have allocated Rs.2.23 billion to mobilize an additional 6,000 volunteer teachers in schools where there is a higher teacher-student ratio and deficit of Mathematics, English and Science teachers.
172. I have made arrangements for early printing and distribution of textbooks to be distributed at free of cost so as to make them available to the schools before the academic year begins. In order to make teaching and learning effective, I have allocated Rs.2.76 billion to distribute coloured textbooks at free of cost up to the basic level, benefiting 4.6 million students.
173. In order to ensure quality and competitive higher education, grant distributed through University Grant Commission will be made result based. Universities will be developed as s of study and research. Skilled manpower in specific sectors will be developed, based on forecasting of national needs and

availability of international opportunities. I have allocated Rs.17.43 billion for the distribution of grants through the University Grant Commission.

174. The community campuses in the Far Western Province and Karnali Province offering studies in Agriculture, Science and Engineering will be operated as affiliated campuses of Tribhuvan University.
175. I have allocated necessary budget for the establishment of Yogmaya Ayurveda University in order to provide higher education in Ayurveda, operation of Madan Bhandari Technological University by making its legal framework and to establish Technical Skill Testing Centres and multi-technical institutes in each Province.

Science and Technology

176. Science and technology will be developed for building a modern state and knowledge-based competitive and advanced economy. I have allocated Rs.1.25 billion for the commencement of academic programme after construction of infrastructure of Madan Bhandari Science and Technology University as a world class specialized university in this region. I have allocated budget to strengthen Nepal Science and Technology Academy and establish Atomic Research Centre.
177. Two forensic science laboratories will be established in two Provinces in the coming year in a bid to establish one laboratory each in all Provinces with the strengthening of National Forensic Science Laboratory.
178. I have allocated Rs.171.71 billion for the implementation of programmes under Ministry of Education, Science and Technology.

Culture

179. Language, literature, art and the culture of the country will be preserved as national asset. With due respect to the cultural diversity, research and development on language and culture will be carried out. Historical heritage site of archaeological importance, carrying a living history of the country, will be preserved, promoted and developed.
180. The night heritage tour programme started in Bhaktapur for tourism promotion, while preserving the aboriginal culture and heritage of Kathmandu Valley, will be expanded to other cities of the Valley.
181. Construction work of National Cultural Museum in Kirtipur will be driven ahead. Construction of national level Grand Martyrs Park will be initiated at appropriate place. Heritages listed in the world heritage will be preserved and promoted. Master plan of Greater Lumbini Area and Ramgram master plan will be brought into implementation. The process to enlisting Tilaurakot in the World Heritage will be taken forward. Five Thousand Capacity-Meditation Centre along with the assembly hall which is under construction in Lumbini, will be completed.
182. Master Plan for the preservation and development of Janaki Temple area and Mithila Culture, will be formulated and implemented. I have allocated necessary budget for the development of religious sites, including Devghat, Pathibhara, Ruru, Birat Kshetra, Barah Kshetra, Khaptad Kshetra, Kakrebihar, Halesi and Gaurisankar. I have arranged budget for initiating the construction work of Ramayan Circuit and for preparing national archive booklet for the conservation and preservation of intangible cultural heritage.
183. I have allocated necessary budget for the programmes oriented towards protection and promotion of traditional skills and cultural norms and values of all community, including the upliftment and development of literature, art and music and for

Nepal Academy, Nepal Fine Arts Academy and Nepal Academy of Music and Theatre.

Youth and Sport

184. Youths will be mobilized as the optimum productive force of the country by seizing the opportunity of having the maximum youth population. By boosting their morale and enhancing capacity, the leading role of youths will be ensured in the process of socioeconomic transformation including social mobilization, disaster risk reduction and relief distribution. Youth Innovation Centres will be established in all Provinces for the development of youth entrepreneurship.
185. Youths will be made entrepreneurs by providing professional and entrepreneurship training, ensuring access to innovative capital and technology and making a conducive business environment. Entrepreneurship will be developed by providing technical and vocational education and training to the youths in collaboration with universities and various organizations related to skill development.
186. Youth will be mobilized through National Youth Council, Nepal Scout, National Cadet Corps and educational institutions in collaboration with the Federal, Provincial and Local Levels in the prevention of COVID-19, disaster management and humanitarian service.
187. Sports infrastructure will be constructed, tournaments will be organized and training programmes will be conducted in collaboration with Federal, Provincial and Local Levels. This will contribute to the overall development of the sports sector, which in turn contributes to the identity and prestige of the nation, as well as building a culture of discipline among youths, maintaining physical and mental fitness.
188. I have allocated the necessary budget for the construction of international cricket grounds under construction and other cricket stadiums, construction of sports complex up to international

standards and other Provincial stadiums. I have given continuity to the programme of developing sport villages at all Local levels.

189. I have allocated budget for the construction and management of the necessary infrastructure to organize the Ninth National Sports Tournament. I have allocated budget for the development of sports infrastructure, establishment of high mountain sports training centre and construction of additional covered halls in Karnali Province.

190. I have allocated Rs. 2.36 billion for Youth and Sports sector.

Women, Children and Senior Citizen

191. Budget has been increased significantly to provide additional security and protection to women, children, senior citizens and persons with disabilities who are at high risk due to the current inconvenient situation.

192. Programmes that target women will be implemented to achieve their socioeconomic rights. Employment opportunities will be provided by developing the skills and entrepreneurship of the deprived and disadvantaged women across the country through the President Women Upliftment Programme. Airlifting service from remote areas will be given continuity for women with health concerns related to pregnancy and maternity. Women Entrepreneurship Facilitation Centres will be established at all Local levels.

193. All forms of social discrimination, exploitation and violence against women will be eliminated. Social awakening and awareness campaigns will be launched with the participation of Local Governments, Non-Governmental Organizations and community sectors to eradicate social ill practices, injustice and discrimination. Gender responsive budget systems will also be introduced in the Provincial and Local levels.

194. A National Strategy for Children will be developed and implemented. The country will be made free of Street Children by ending child labour forever. Kindergarten, library and science and a technology museum will be constructed for children's sports, recreation and physical as well as mental development.
195. Arrangements will be made to operate the elders' home across the country after specifying the requirement of minimum infrastructure and facilities under the direct supervision of the Local levels. Arrangements will be made for free treatment of senior citizens affected by Alzheimer's disease and other geriatric diseases. Arrangements will be made for free medical treatment and protection for single, physically and mentally disabled, abandoned and helpless senior citizens who do not have their own family or protectors.
196. I have made the necessary arrangements for security, care, specialty health care facilities and rehabilitation of the people with all types of disabilities including autism. I have made an arrangement to implement education, health, entertainment, employment and income generation programmes for persons with disabilities and to provide subsidy for the production of supporting devices to be used by persons with disabilities.
197. For the Ministry of Women, Children and Senior Citizens, I have allocated Rs. 1.14 billion.

Right Honourable Speaker,

Right Honourable Chairman,

198. Now, allow me to present drinking water and physical infrastructure sector programmes and allocation thereof.

Drinking Water and Sanitation

199. All ongoing drinking water projects executed through all three levels of Government will be completed to ensure the access to basic drinking water facility to all citizens by next two years

and to enhance quality of drinking water. The basic drinking water facility will be made accessible to 94 percent of the population by the next Fiscal Year.

200. Basic infrastructure of Melamchi Drinking Water Project will be completed by the end of the current Fiscal Year and distribution of drinking water in Kathmandu valley will be started from the beginning of the next Fiscal Year. I have allocated Rs. 5.46 billion for the project to commence second phase of its construction works. I have also allocated Rs. 5.89 billion for the management of drinking water and sewerage in Kathmandu valley.
201. I have made an arrangement to implement projects on priority basis by carrying out feasibility study on reservoir based drinking water and bulk water supply projects based on river system including, Mahakali, Karnali, Babai and Koshi. I have allocated budget for the construction and maintenance of drinking water projects for the efficient distribution of drinking water to all provincial capitals.
202. I have allocated Rs. 6.0 billion for the next year to construct climate resilient drinking water projects in drought prone areas including large pumping, lift and co-financing projects. I have allocated Rs. 1.99 billion for Kathmandu Valley Drinking Water Limited to develop it as a professional agency and institutional restructuring for strengthening technical and financial condition
203. I have arranged a provision of fiscal transfer for the small drinking water projects to be executed under Provincial level. I have allocated Rs. 3.05 billion for the regular maintenance of existing water supply projects by the Federal, Provincial and Local levels.
204. Sources of drinking water and watershed area will be identified, conserved and developed. Recharging of water will be given emphasis for the sustainable supply of underground drinking water. Drinking water supply will be made arsenic-free in the districts of *terai madhesh*.

205. In the context of the declaration of open defecation free country, sanitation programs will be conducted through Local levels in order to make basic level of sanitation sustainable. The programmes for waste water treatment, public toilets and drainage construction and garbage recycling will be conducted in partnership among the Federal, Provincial and Local levels.
206. I have allocated Rs. 43.10 billion for Ministry of Drinking Water and Sanitation.

Energy Development

207. The decades-long energy crisis has been resolved with the strengthening of electricity generation and supply. In the coming year, electricity generation will be developed as a generation mix of run of river, semi-storage and storage projects so that electricity can be exported while meeting the demand of all regions and all times.
208. In the coming year, a total of 1,300 MW of electricity will be added to the national grid by completing Upper Tamakoshi, Rasuwagadhi, Upper Sanjen, Madhya Bhotekoshi and small and medium projects promoted by private investors. Construction of Dudhkoshi Storage Hydroelectricity Project will be started with investment of four international financial institutions using blended finance modality. For the first time, Nepal Electricity Authority will mobilize external loan on corporate guarantee in a certain portion of the project cost.
209. The construction process of Upper Arun, Kimathanka Arun, Phukot Karnali, Tamakoshi 5, Chainpur Seti, Jagdulla and other hydropower projects will be pushed forward in the coming Fiscal Year under **Nepal's Water Nepalis' Investment Campaign**. Budhigandaki, West Seti, Karnali Chisapani, Nalgad, Uttarganga, Andhikhola and Naumure Multi-purpose Projects will be implemented by ascertaining appropriate investment modality.

210. Detailed study and design work of storage type Tamor and Madi hydropower projects will be carried out in public-private partnership. Development work of Pancheshwar Multipurpose Project will be taken forward.
211. Construction of transmission lines from Anarmani of Jhapa to Mahendranagar of Kanchanpur, Lapsiphedi-Ratamate-Hetauda and Lapsiphedi-Ratamate-Damauli-Butwal and 400 KV Dhalkebar-Muzaffarpur cross-border transmission lines will be expedited. Construction of cross border transmission lines Butwal-Gorakhpur, Lamki-Bareli and Galchi-Kerung will be begun. Construction of north-south transmission line based on river basin will be completed. I have allocated Rs. 36.02 billion for the construction of power transmission lines and substations.
212. The campaign of **Bright Nepal** will be completed by providing access to renewable energy to all households of the country within the next two years. Access to modern energy will be expanded to all households in Province No. 2, Bagmati Province, Gandaki Province and Province No. 5 within the next year and in Province No. 1, Karnali and Far Western Province within the next two years. Arrangements will be made to provide free connection facility to the poor and destitute households while connecting electricity. I have allocated Rs. 4 billion for rural electrification.
213. Electrification of 97 Local levels in mountain and high hill area beyond the reach of National Grid system, will be completed by operating 200 solar mini grids. Additional 50,000 biogas plants will be installed in the districts of *Terai Madhes* by implementing Clean Energy Programme in order to provide access to renewable energy. Rural community electrification will be encouraged. Private sector will be encouraged to produce other alternative energy, including energy based on recycle of solid waste. I have allocated Rs. 4.13 billion for alternative energy programmes.

214. Arrangements for carrying out the functions of generation, transmission and distribution by the separate mechanism will be made through institutional restructuring of Nepal Electricity Authority. The undergrounding of electric cables that is being started in Kathmandu will be continued and expanded to big cities including Bhaktapur, Lalitpur and Chitwan districts next year.
215. Electricity generation licenses of those developers who have been holding for long without commencing the projects will be cancelled. Arrangement will be made to enter into power purchase agreement through competitive method.
216. People will be encouraged to increase consumption of electricity. Additional incentives will be provided for the use of electric appliances, including electric stoves and electric vehicles, along with industries consuming electricity and especially to those consuming spill energies during the low demand hours.

Housing, Building and Urban Infrastructure

217. Construction works for safe and sustainable city will be initiated along with development of basic infrastructure, and implementation of National Urban Development Strategy, and integrated Urban Infrastructure Development Master Plan to cope with the challenges emerged as a result of rapid urbanization.
218. I have allocated Rs. 2 billion for the infrastructure development of the district headquarters of the Nawalparasi East and Rukum East and the development of new modern cities equipped with facilities in other possible areas including 10 locations along the Mid-hill highway as deemed necessary. Under the Urban Corridor Project, the construction of mega city will be started after completing its detail feasibility study in the areas initiated so far. Development work of four sub-cities will be commenced in Kathmandu valley through public private partnership.

219. I have allocated Rs. 3.50 billion for the construction of additional one hundred thousand safe houses in the coming year with a view of replacing all thatched roof houses within three years to ensure the rights of the citizens to safe housing. I have given continuity to *Janata Awas Programme* under implementation through the Provinces. I have given continuity to the programme of arranging housing for families living in disaster prone settlements to the safe areas. I have arranged the necessary budget for implementing the safe housing programme for families, who lost their homes in floods and landslides in *Terai Madhesh* and hilly districts, including Surkhet, Bardia, and Dang.
220. I have allocated Rs. 9.60 billion for Dense Urban Development Programme to commence for integrated development of urban infrastructure.
221. I have allocated budget for developing infrastructure in the capital of the Far Western Province as per the programme to develop systematic infrastructures in all provincial capitals. Infrastructure development of other provinces will be initiated after the preparation of master plans for them. I have allocated necessary budget to continue the construction of Federal Parliament building.
222. Construction of a 3,000-seat capacity Convention Hall at Godawari of Lalitpur will be completed in the coming year. Depending on feasibility study, work for of constructing a modern convention centre with a capacity of 5,000 seats in Bhaktapur will be initiated. Ongoing constructions of the International Convention and Exhibition Centre in Butwal and City Hall in Chitwan will be continued. The construction of *Mahendranarayan Nidhi Mithila Cultural Centre* will be completed in the coming year. Arrangement will be made to run the completed convention centres on public-private partnership model.
223. I have allocated Rs. 1.80 billion to develop urban infrastructure in 29 cities across all Provinces and conduct capacity

development programmes at 4 Local levels in the coming Fiscal Year. The Town Development Fund to develop it as an agency to finance for urban infrastructures by restructuring it to Urban Infrastructure Development Corporation.

224. I have made necessary arrangements to prepare the standard in connection to design, space and costing of Government buildings, review the technical appropriateness of large and complex infrastructure projects, and effectively monitor the building code and implementation of the building construction standard.
225. I have allocated Rs. 37.80 billion to carry out programmes related to Ministry of Urban Development.

Road Infrastructure

226. The road network, which is considered as development infrastructure, will be expanded and priority will be given to the construction of convenient and safe road infrastructure for smooth movement, expansion of internal economic activities and facilitation of regional and international trade. Road construction will be carried out so as to connect each Province with at least two highways to increase national and international connectivity. Ongoing construction work of strategic roads will be expedited for their early completion.
227. Construction work of East-West highway will be carried out in the coming Fiscal Year so as to upgrade it to the safe expressway with dedicated 4 lanes as per the Asian highway standard. I have allocated Rs. 12.21 billion for the expansion of East-West highway.
228. I have allocated Rs. 8.27 billion for completion of the remaining parts of the construction work of the *Puspahal* Highway within the period of next 3 years, that has brought about remarkable changes in the livelihood and economic activities of the mid-hill area.

229. I have allocated Rs. 7.01 billion for the coming year to complete Postal Highway linking Tarai districts within next 3 years, which has remained incomplete for a long period. I have allocated Rs. 3.07 billion to complete the under-construction Madan Bhandari highway within next five years.
230. Considering the strategic importance of the road that connects northern and southern borders of the country, it will be gradually constructed and upgraded to dedicated double lane. I have allocated Rs. 7.16 billion for the continuation of the construction and upgradation of Mechi, Tamor, Koshi, Tamakoshi, Trishuli, Kaligandaki, Bheri, Karnali and Mahakali corridor projects and highways.
231. I have allocated required budget for the improvement and upgradation of B.P. Highway, Mirchaiya-Katari-Ghurmi-Salleri Road, Rapti highway, Surkhet-Jumla segment of Karnali highway, Surkhet-Dailekh, Nagma-Gamaghadhi-Nakchenagla, Ghorahi-Thawang-Musikot Martyrs Marg and Dumre-Besi Shahr- Chame Road. I have allocated budget to continue the construction of Pokhara-Ridi, Maldhunga-Beni, Khutiya-Dipayal-Chainpur-Urai and Gamagadi-Rara Road.
232. I have allocated Rs. 5.57 billion to upgrade Mugling-Pokhara, Kohalpur-Surkhet and Sidhartha highways under the programme of widening road that connects the capitals of all Provinces based on its feasibility and to connect the headquarter of Humla by expediting the construction of Karnali corridor with a view to connect all district headquarters of the country by road network within the coming Fiscal Year.
233. I have allocated 3.30 billion to implement the electoral constituency strategic road programme connecting more than one Local level of each electoral constituency.
234. I have allocated Rs. 2.26 billion for the Road Infrastructure Special Programme that is related to the prosperity of the *Terai Madhes*. I have given continuity to the roads being constructed

in Devghat, Chatara and under the Ramayan circuit having importance from religious and tourism perspective.

235. I have allocated Rs. 8.93 billion to accelerate the construction work of Kathmandu-Nijgadh fast track so as to complete within next 3 years. I have allocated Rs. 1.96 billion to upgrade the roads to the industrial corridor and trade route that connect major trade points of southern border to the East-West highway. I have allocated Rs. 1.20 billion for upgrading Surya Binayak-Dhulikhel segment and completing construction work of Kanti Highway.
236. I have allocated budget to begin the Kathmandu Ring road Improvement Phase II project, to construct fly overs on three sites of Koteshwor-Kalanki Ring road section for the first time in Nepal and to expand the urban road of Kathmandu valley and other big cities.
237. Tunnel road construction will be carried out at Nagdhunga of Naubise road section. Tunnel road construction will be commenced at Siddhababa section of Butwal-Palpa road of Siddhartha highway. Likewise, tunnel road construction work will be initiated in Khurkot-Chiyabari, B.P. Nagar-Khutiya-Dipayal, Thankot-Chitlang sections of Ganeshman Singh Highway and Lamabagar-Lapche road section, Kulekhani-Bhimphedi road section after conducting detailed feasibility studies in collaboration with the Provincial Government. Construction work will be initiated at Tokha-Chhahare section of Kathmandu-Nuwakot-Rasuwa road and Betrawati-Syafrubesi section after completion of feasibility studies for the construction of tunnel roads. I have allocated Rs. 6.42 billion for tunnel road projects.
238. I have allocated the budget for commencing the construction work of fly over and tunnel road in Tinkune-Koteshwor-Jadibuti section in Kathmandu after completion of feasibility study and an underpass at Baneshwor, and initiation of the construction work from Tripureswor to Maitighar road to ease traffic congestion after identifying an appropriate option.

239. I have allocated Rs. 16.30 billion for making the road transport comfortable and safe by carrying out necessary maintenance and upgrading the completed and operational road assets including maintenance works implemented through the Road Board. I have made arrangements to carry out timely maintenance in additional roads through toll tax collection.
240. I have allocated Rs. 880 million to complete the construction of four lanes motorable bridge over the Mahakali river. I have allocated Rs. 10.91 billion for the construction of additional 250 bridges including 10 special type of bridges on the highway nearby tourism potential places and other important locations, completion of 300 bridges under-construction, and for the construction of 1,300 local bridges.

Rail, Road and Water Transport

241. I have allocated Rs. 8.66 billion for the construction of Kakartvitta-Inaruwa section after completing the feasibility study of the rest of the sections of East-West electrical railway in order to use it as reliable and cheaper mode of transport, completion of detail feasibility study of Rasuwagadi-Kathmandu and Birgunj-Kathmandu railway, construction of railway line connecting Southern Border point with Itahari, Nijgadh, Butwal and Kohalpur of East-West electric railway, operation of railway in Jayanagar-Janakpur-Bijalapura section and completion of construction work of Bardibas-Nijagadh section of the east west electrical railway.
242. Operation of high capacity electricity-run public transportation will be encouraged to manage the traffic congestion of urban areas and to provide safe and convenient service to the passengers. Electric vehicle charging stations will be established. Public Transport Authority will be established for the systematic operation of public transport.

243. Arrangements will be made for issuance driving license through electronic means. Location of vehicles will be monitored using modern technology. Embossed number plate will be distributed to make vehicle registration system of international standard.
244. I have made arrangement to provide concessions on bank loans, exemption on taxes and route permission for the transport business to facilitate resumption of service and minimizing the effects on transport sector due to the risk of Corona infection.
245. Feasibility study for the operation of water transport will be completed from Chatara to Tumlingtar of the Koshi River, Triveni to Devghat to Ramdi of Narayani River and Khakraula to Khimadi of Karnali River in order to develop infrastructure of inland waterways. Infrastructure development and legal provision will be made for the operation of Nepal's own flagged ship from the inland waterways of India to the high sea.
246. I have allocated Rs. 138.80 billion for the execution of the programmes of Ministry of Physical Infrastructure and Transport.

Aviation Infrastructure and Civil Aviation

247. I have given priority to quality aviation infrastructure development to ensure safe, regular, reliable and accessible aviation service. I have allocated budget to expand inter provincial air transport connectivity and enhance the international aviation service.
248. I have allocated necessary budget to bring Gautam Buddha International Airport into operation and build additional infrastructure including second terminal building together with upgrading of Tribhuvan International Airport along with the international terminal building and to complete the construction of Pokhara Airport. I have allocated necessary budget for relocating the current settlements on the planned Nijgadh International Airport area, and constructing peripheral road

around it. I have allocated Rs. 19.42 billion for the construction of international airports.

249. In order to extend the inter-provincial air transport connectivity, I have allocated necessary budget for upgrading Surkhet and Bharatpur airport to a Provincial Airport, commencing the construction of new terminal building at Biratnagar and Nepalgunj airports and expediting the construction work of domestic airports including Narayanpur of Dang and Chuhandanda of Tehrathum. I have allocated budget to improve and upgrade the airports including Chandragadhi, Dhangadhi and Janakpur and to make night-time flights operable by upgrading and extending the trunk route airports.
250. Aviation policy will be formulated in such a way that the national requirements in aviation sector are fulfilled, worldwide innovations and technological development are addressed, and aviation safety is ensured. Timely amendment of Non-Military Civil Aviation Act will be made so as to promote the private investment. Separate organizational setup for regulation and service delivery purpose will be arranged by restructuring the Civil Aviation Authority Nepal.

Local Infrastructure

251. Road construction will be initiated from next year in a way to gradually connect all the centres of Local Level by black-topped road with Provincial capital for strengthening the interconnectivity between the Province and Local Level. I have allocated Rs. 5.0 billion for initiating the project on co-financing of Province and Local Level.
252. I have allocated Rs. 6.6 billion under the Local Infrastructure Development Partnership Program to complete the remaining work of health and infrastructure development in all Electoral Constituencies by making budget allocation arrangement for the infrastructure development programs in every Constituency including one Constituency one Strategic Road programme, electricity, agriculture, irrigation and river training infrastructures. So is made to ensure the equitable distribution of means and resources among all Local Levels and Electoral Constituencies of House of Representatives.

253. I have given continuity to the program for constructing administrative building at all local Levels. I have allocated Rs. 1.5 billion for **TERAI-MADHESH Prosperity Programme** for socio-economic development and infrastructure building of the districts located on border areas and lagging behind in terms of Human Development Index.
254. I have allocated Rs. 2.0 billion for extending and implementing the Northern Region Infrastructure Development and Livelihood Improvement Programme in mountainous and high-hill districts.
255. To replace all kinds of temporary bridges by suspension bridge and other safer structures and facilitate the movement, I have allocated Rs. 5.2 billion for completing Two thousand two hundred suspension bridges that are currently under construction.
256. I have allocated Rs. 3.2 billion for local leadership development, strengthening institutional capacity and system reform by executing Provincial and Local Level Governance Support Programme.

Post-Earthquake Reconstruction

257. Post-earthquake reconstruction works including the ongoing reconstruction of Dharahara, Rani Pokhari and the main building of Singhadurbar will be completed within the coming Fiscal Year. I have allocated Rs. 55 billion for the reconstruction of private housing, archeological heritages, school buildings, health institutions, Government buildings and other structures damaged by the earthquake.
258. The remaining works of reconstruction of school buildings will be completed by the school management committees in partnership with the respective Local Levels by designing the buildings as per the local requirement.

Right Honourable Speaker,

Right Honourable Chairperson,

259. Now, I would like to seek permission for presenting the programme and allocation related to communication, public service and good governance.

Communication and Information Technology

260. Economic opportunities created through links to the world economy by the means of digital technology will be exploited thereby implementing Digital Nepal Framework. Quality and reliable broadband internet service will be made available in all locations within the period of 2 years using fiber-to-home technology by reviewing the Information Technology, Telecommunication and existing Broadband Policy. 4G network service will be expanded across the country in the coming year.

261. Establishment of National Knowledge Park in Khumaltar of Lalitpur will be taken forward for promoting Information technology-based businesses to develop knowledge-based economy. Establishment of communication village in all Provinces will be continued. The broadcasting of Nepal Television will be expanded to international level by enhancing its capacity.

262. A capacity development programme will be carried out to enhance professionalism in journalism sector. Journalists' accidental insurance and journalists' career development fund will be utilized for the benefit of journalists. Arrangements will be made to broadcast the advertisements related to public welfare and public concern also through online to promote information technology-based communication media.

263. The use of information technology will be increased in public service delivery. The cyber forensic lab will be upgraded to identify cyber security risk, minimize effects and make emergency cyber security swift and reliable. A Feasibility study will be carried out to establish a separate cyber security centre.

264. The infrastructure and equipment will be managed to establish a security printing press. Arrangements will be made to operate Nepal's own satellite based on business potentiality.
265. **"Nepal as Film Shooting Spot"** programme will be implemented. Producing of films, in coordination with the Provincial Governments, so as to protect and promote the nation, nationality, national unity and; language and culture will be encouraged. I have allocated necessary budget for the Film Development Board for the construction of Film Shooting Spot in each province, and the building of Film Actors' Association; and safe storage of Nepali Films.
266. The state will provide necessary support to local broadcasting media that are enhancing ethnic and social harmony; and are contributing to promote local language and culture. I have made an arrangement for exempting additional fees and penalty on renewal of licenses of those community, private and cooperative sectors run broadcasting institutions that have missed their renewal in the current Fiscal Year if they renew them by mid-January 2021.
267. Postal system will be restructured. It will be made modern and technology based and its scope of services will be expanded based on potentiality.

Law and Justice

268. Access to justice for all will be ensured by making judicial administration simple and economical. Timely formulation and reform of the Laws required for the development and prosperity of the country will be carried out. The implementation of the periodic strategic plan of the Judiciary and the Office of the Attorney General will be continued.
269. I have allocated budget to expand Forensic Science Laboratories in all the Provinces to assist courts and in judicial investigations at all levels and complete the remaining transitional justice related tasks.

270. Free legal aid will be provided to women victims of violence, single women, differently abled persons, *dalits*, children and senior citizens to ensure their access to justice.

National security

271. National security system will be strengthened. International border will be secured and protected. National Security Policy will be implemented effectively by giving higher priority to disaster management and safety of the lives of the citizens.
272. I have allocated necessary budget for the establishment of thirty-nine additional border outposts of the Armed Police Force to protect the border, prevent criminal activities at the border area and control smuggling; and to use information technology in the immigration system.
273. Fact and scientific evidence-based crime investigation and prosecution systems will be ensured by enhancing the efficiency of Nepal Police. Emphasis will be given on professional intelligence and investigation through the use of technology by developing the capacity of the National Investigation Department.
274. All security entities will be made efficient, professional with high morale through resources and technology. Additional housing for residence will be built to shift Nepal Army from the bunker to barrack. The work of establishing and upgrading the regional airbase of the Nepal Army will be carried forward. I have allocated necessary budget for the establishment of National Defence University for conducting research on issues related to national security and defence.
275. Arrangements will be made to register personal incidents through online system from all Local levels within next three years. The personal details of 10 million additional citizens will be updated in electronic system in coming Fiscal Year in the course of distributing national identity cards with biometric identification and separate numbers to all Nepali.

276. Construction and improvement of physical infrastructure of prisons will be expedited. The prisons under construction in Nuwakot and Banke will be completed in the coming Fiscal Year. Market access will be provided to the goods produced by the prisoners in the prisons.
277. Strict action will be taken against those involved in drug production, smuggling, trafficking, addiction, and cause children to get indulged in drugs. Awareness programmes will be conducted in coordination and cooperation with community-based organizations.

Disaster management

278. The National Disaster Management Authority and other entities to be involved in disaster risk reduction and management will be institutionally strengthened. Coordination and cooperation will be established among the Federal, Provincial and Local levels in the activities related to disaster preparedness, search, rescue, relief and rehabilitation. Programmes related to disaster risk reduction and resilience; and capacity building will be carried out in collaboration with public, private and community sectors.
279. Emergency storage centres for essential materials of search, rescue and relief during disaster will be established in all provinces. Information technology will be used to adopt early warning system. Disaster Risk Reduction Financial Strategy will be formulated. Social protection will be provided to those affected by the disaster.

International Relations

280. International relations will be maintained on the basis of sovereign equality while safeguarding Nepal's freedom, sovereignty, territorial integrity, independence and national interest. Foreign policy will be conducted in a way that it would be based on national interest; mutual benefits and respect; international commitment and obligation; and justice.

281. Relations with the neighbouring friendly nations, development partners, labour destination countries, and all other friendly nations will be further strengthened with a view to promote the national interest. Diplomatic missions abroad will be mobilized for the security of Nepali in foreign employment, continuity of decent employment and social protection.
282. Digital passport system will be introduced from next year. The entry visa to be issued to foreign nationals on arrival will be made available online.
283. Knowledge, skills, capital and technology of Non-resident Nepali will be utilized for national development. Assistance of Non-resident Nepali will be sought for the protection and rescue of Nepalis living at risk in foreign soil.

Public Servant

284. By recognizing the contribution of all public servants including the doctors and health workers, who have devoted their day and night at work in current health risk situation, I have allocated budget for motivating those frontline public servants for the prevention and treatment of Coronavirus.
285. Arrangements will be made to provide concessional loan facility to the public servants for the construction of private residence and providing higher education to their children. For the coming year, I have made an arrangement to provide free corona insurance up to Rs. 100,000 to all public servants including temporary and on contract employees.
286. Arrangements will be made to affiliate all employees working in public entities on contract and temporary basis in Social Security Fund to bring them under contribution based social security net.

Good Governance and Public Service Delivery

287. A culture of virtue will be developed in all sectors including public entities. The culture of good governance will be

promoted with the commitment “I will not be corrupt, I will not allow corruption, I will work honestly for the country and the people”. The capacity of the concerned entities will be enhanced to make the work of prevention and control of corruption more effective. The concept of rule of law will be fully implemented in governance.

288. Mutual assessments will be initiated next year in accordance with the international commitment on prevention of money laundering and financing for terrorist activities. Anti-Money Laundering National Strategy and Action Plan will be implemented effectively.
289. Public service will be made accessible and technology friendly. The portal of Hello Government will be upgraded and developed as a mean to reflect the voice of the public.
290. The details of the expenditure incurred by all levels, including other organizations in the work of prevention, control and treatment of coronavirus will be made transparent.
291. Job performance agreement with the employees working at the top managerial level will be concluded based on performance indicator and the achievements obtained from them will be linked with the performance appraisal.
292. A dignified and self-disciplined society will be built by protecting and promoting human rights. Constitutional body will be strengthened to make their job performance effective by arranging necessary means, resources and technology.

Right Honourable Speaker,

Right Honourable Chairperson,

293. Now, I seek permission to present programmes and budget allocation related to Planning and Public Finance Management and Budget Implementation.

Economy in Public Expenditure

294. In order to manage the shrinkage in revenue collection and additional pressure on public expenditure, austerity measures in administrative expenditure will be adopted in the coming year. I have significantly reduced the budget for office operation, fuel, and maintenance, internal and external visits after returning to normalcy, low priority workshops, seminars, consultancy, assistance, miscellaneous expenses; and purchase of furniture, vehicles and maintenance expenses. In regard to the prevention of coronavirus disease, I have abolished all other types of allowances except the incentives to be provided to doctors and health workers those public servants working at the frontlines in the prevention and treatment of Coronavirus, including incentive allowance, overtime allowance, meeting allowance, meal and snacks expenses, and hazard allowance effective from 16th of July 2020 (*1 Shrawan 2077*). Directives related to austerity measures will be issued to be applied in all other public entities, including in public enterprise, universities, committees, boards, academies, foundations and funds.
295. As per the suggestion of the Public Expenditure Review Commission, public bodies which are found unnecessary and duplicated on the basis of workload and nature of work, will be abolished. I have made an arrangement to stop new appointments in all the vacant posts of public entities except essential services.
296. Arrangements will be made not to give operational grant to anyone except the public entity providing basic services and not to provide additional grant from any other level to the person or organization receiving grant from one of the Federal, Provincial and Local levels.

Public Finance Management

297. Inter-Governmental fiscal transfer will be made result-oriented by linking them with development outcomes. The criteria for selection, expenditure and internal control of development

projects will be complied with. The system will be improved to reduce financial risks. In order to make all types of income and payment of Government expenditure transparent, electronic transaction system will be expanded.

298. The responsible authority of the public entities will be made responsible for the result of expenditure in accordance with the law on Financial Procedure and Fiscal Responsibility. The Medium-term Expenditure Framework will be strengthened and implemented at the Provincial and Local Levels as well.
299. I have allocated the amount of domestic borrowing to be raised in the coming Fiscal Year only for development expenditure. Arrangement will be made for accounting of public debt through electronic system. A medium-term strategy on public debt will be formulated.
300. The project bank will be operated electronically and the projects to be operated at the Federal level will be identified, evaluated, selected and prioritized. In order to make the implementation of large projects of national importance and transformational projects effective, law will be formulated so as to allow for adoption of separate implementation procedure for such projects.
301. Timely amendment to the Public Procurement Law will be made for making the project management and contractors more responsible for completing the project on time. Provision will be brought forward so as to include all the interrelated pieces of works in the cost estimates, and in single package of the contract while carrying out public construction and improvement work.
302. The criteria related to multi-year contract will be reviewed to make the management of resources required for the contract practical on the basis of size, nature, construction period and technology used in infrastructure projects.

Fiscal Federalism Management

303. Federal laws that remained to be enacted for the effective implementation of federalism will be formulated and implemented. Amendment Bills related to Inter-Governmental Fiscal Arrangement Act and Local Government Operation Act will be submitted in the current session of the Parliament. Mutual cooperation, collaboration and coordination among Federal, Provincial and Local levels will be made stronger by further strengthening the role of Inter-Provincial Council, Provincial Coordination Council and Inter-Governmental Fiscal Council.
304. Arrangements will be made to mobilise fiscal transfers from the Government of Nepal to the provincial and local levels with a view to achieve national development goals. Provinces and local levels will be encouraged to allocate equalization grants and amount of revenue sharing currently in the sectors including health, education, agriculture, economic recovery and for the benefit of vulnerable groups, and then for implementation of other fundamental rights of the citizen on priority basis.
305. The high level of coordination, mutual cooperation and collaboration maintained among federal, provincial, and local levels to reduce risk of COVID-19 and provide relief to affected people have once again demonstrated the relevance of federalism. This kind of collaboration will be continued in the coming days for service delivery and execution of co-financed projects. Participation modality of federal, provincial and local levels for the programmes proposed to be executed on co-financing model will be finalized within Mid-July.
306. Implementation of Budget Management Information System operationalized at provincial level and the Sub-National Treasury Regulatory System enacted at the local levels will be considered as a basis for fiscal transfer; and arrangements for budget formulation, accounting and expenditure reporting will be made accordingly.
307. District Coordination Committees will be enabled and made capable of monitoring the development projects implemented

by the local levels and the programmes those of Non-Governmental organizations through their capacity enhancement.

Public Enterprises

308. An Umbrella Act will be formulated for effective regulation, operation and management of public enterprises. Records of the land, physical structures, machinery equipment and other assets of the closed public enterprises will be updated and these assets will be brought to productive use.
309. Board of Directors and Chief Executive Officer of public enterprises will be made responsible and accountable towards performance and results. Public enterprises having no business potentiality and are not performing as per the established goals and objectives will be either merged to each other or liquidated.
310. Operation and management of the privatised public enterprises will be monitored, and legal actions will be taken for failing to comply with the agreement.

Economic planning and statistics

311. The National Planning Commission will be strengthened as a competent agency for evaluation, research and development of development policy, programmes and periodic plan.
312. A reliable statistical base will be built by enhancing the capacity of relevant institution considering the significance of reliable information and data required for policy formulation and decision making, Methodology for computing national income and for agricultural and industrial census will be reviewed and updated.
313. Preparatory works of National Population Census 2021 will be carried forward. I have allocated Rs.3 billion for the Population

Census, Living Standards Survey, Industrial Census, Agricultural Census and National Happiness Survey.

Right Honourable Speaker,

Right Honourable Chairperson,

314. Now, I seek permission to present estimates of budget allocation and resource management for implementing above mentioned sectoral policies and programmes.
315. I have allocated Rs. 1,474.64 billion to implement policies and programmes of the coming Fiscal Year. Of the total allocation, Rs. 948.94 billion, (64.4 percent) is for current expenditure, Rs. 352.91 billion, (23.9 percent) for capital expenditure, and Rs. 172.79 billion (11.7 percent) is for financing.
316. Of the total estimated source of financing for the coming Fiscal Year, Rs. 889.62 billion will be financed through revenue mobilization and Rs. 60.52 billion from foreign grants, which will leave with a deficit of Rs. 524.50 billion. Of this deficit, Rs. 299.50 billion will be arranged as foreign loan. The remaining net deficit of Rs. 225.00 billion will be financed through domestic borrowing.

Right Honourable Speaker,

Right Honourable Chairperson,

317. Now I seek permission to present the revenue policies and programmes for the Fiscal Year 2020/2021.
318. With a view to provide relief to Corona virus affected businesses, revive the sluggish economic activities by making them vibrant, transform revenue system to be based on internal resources and to establish it as a sustainable and reliable source of public finance; revenue will be mobilized to attain the following objectives:

- a. To adjust tax rates, exempt, and provide tax rebates in order to support the recovery of agriculture, industry and service sector affected by Corona,
 - b. To develop revenue system a progressive, equitable, transparent and business friendly by bringing taxable transactions under the tax net,
 - c. To promote domestic production by providing protection to industries and discouraging imports of unnecessary goods that pose hazard to health and environment.
 - d. To enhance participation in the tax system and curb the revenue leakage through the development of efficient, professional and fair tax administration, procedural simplification, and the use of information technology.
319. Now, I would like to seek permission to present the proposed tax rates and tax system reform programmes for the coming Fiscal Year.
320. Arrangement has been made to provide tax rebate on applicable income tax on income statement of Fiscal Year 2019/20 for micro, cottage and small businesses with transaction up to Rs. 2 million by 75 percent, h from Rs. 2 million to 5 million by 50 percent and, from Rs. 5 million to Rs. 10 million by 25 percent.
321. I have proposed to extend tax exemption grace period to 7 years with additional increase of 2 years for micro-enterprises, while it will be extended to 10 years with an additional increase of 3 years for those owned by women. I have removed Value Added Tax levied on micro insurance.
322. I have reduced the Customs duties on machinery and raw materials to be imported by micro, cottage and small industries; agriculture, animal husbandry, veterinary service and mask-making industries. So reduced are customs duties for machinery and equipment to be imported by agricultural farm and company, and on imports of paddy, maize, wheat and

vegetable seed. I have increased Customs duty and agriculture reform fees that were applicable on primary agriculture products.

323. I have provisioned a rebate of 20 percent on assessed income tax as per income return of the Fiscal Year 2019/2020 filed by air service, transport service, hotel, travel and trekking businesses highly affected by Coronavirus. I have extended the tax period for VAT return filing and tax payment so as to be trimester for tourism, transport business and film halls.
324. I have made arrangements for VAT exemption for the import of essential raw materials by pharmaceuticals and to refund VAT paid on purchase of raw materials from domestic industries. I have reduced Customs duty on raw materials of Ayurvedic medicines. I have exempted excise duty on domestic production of ethanol to be used as raw material for sanitizer and on personal protective equipment.
325. I have exempted telecommunication service charge on up to 50 percent of repair and maintenance fee while providing fixed broadband service by internet service providers. I have reduced service fee from 2 percent to 1 percent, being levied on turnover of those radio and television having own production and transmission.

Indirect Tax

326. I have adjusted some rates on excise duty and Customs duty, keeping the Value Added Tax rate unchanged. I have removed the excise duty levied on more than one dozen goods. I have slightly increased health hazards tax on cigarette, cigar, *guthka*, and pan masala.
327. I have reduced Customs duty on raw materials of some additional goods in order to maintain the rate of Customs duty on industrial raw materials to be imported at one level lower than the rate of final products. I have slightly increased

applicable Customs duty on petroleum products, except aviation fuel and LP gas, and on gold and gold ornaments.

328. I have abolished the 15 percent Forest Product Royalty being levied by the Community Forest on selling of timber of *Sal* and *Khayar* species to those outside the consumer group, to be effective from today. I have imposed excise duty on the import of all kinds of furniture to protect the domestic furniture industries.

Direct Taxes

329. I have made an arrangement to provide a rebate of 25 percent in applicable income tax for a period of five years from the date of commencement of a transaction to the special industry to be established in the industrial estate or industrial village.
330. I have waived income tax for the Drinking Water and Sanitation Consumer Groups operating as per their objectives. I have written off their income tax assessed up to the Fiscal Year 2018/19.
331. I have fully exempted income tax to all types of cooperatives established in rural municipalities. I have made arrangements to levy income tax at the rate of 5 percent, 7 percent and 10 percent to the cooperatives having taxable transactions and established at Municipality, Sub-metropolitan City and Metropolitan City, respectively.
332. I have made an arrangement to exempt tax on retirement benefits if the amount of the Approved Retirement Fund remaining in the various entities is transferred to the Social Security Fund by April 13, 2021. I have made arrangements to gradually abolish such funds.

Tax Administration

333. Taxpayers with transaction up to Rs. 2 million will be allowed to file returns and pay tax through mobile apps and other electronic means, as well as through commercial banks. I have made arrangements for taxpayers having no arrears to obtain tax clearance certificates by themselves, as per the submitted income returns from the automatic system. I have made arrangements for not deducting tax at the source from amounts of incentive to be received by the consumers for paying with electronic means.
334. If a concerned taxpayer withdraws cases under litigation, except cases related to fake bills, filed against tax assessments done on or before July 16, 2018, as per the Income Tax Act, 2002, Value Added Tax Act, 1996 and Excise Act, 2002 in the Inland Revenue Department, Revenue Tribunal through the Department or in any court, and pays the assessed amount with its interest by March 13, 2021, the fees, charges and penalty associated with the tax amount will be exempted.
335. The taxpayer information system will be integrated, maintaining interconnectedness with all types of information technology systems related to revenue administration, including the Central Invoice Monitoring System, ASYCUDA and VCTS. Tax evasion and leakage will be controlled by making tax audit, investigation, post clearance audit and market monitoring more effective.
336. The rate of non-tax revenue will be reviewed with a view to expanding its tax net.

Right Honourable Speaker,

Right Honourable Chair,

337. The annexes state actual expenditure for Fiscal Year 2018/2019, revised estimated expenditure for Fiscal Year 2019/2020 and estimated income and expenditure for Fiscal Year 2020/21. I have also presented the line ministry wise

annual progress report of line ministries for the current Fiscal Year. I have separately presented a detailed statement on financial and technical assistance to be received from international development partners, and assistance to be mobilized through International Non-Governmental Organizations.

338. I expect implementation of the budget presented for the coming Fiscal Year will strengthen and enable the health system to protect the life of the citizens from all kinds of diseases including the infectious ones. Similarly, I further expect that the increased access to quality and life-skill education, the assurance of work and employment to the labor force and the provision of social security and protection to be gradually received by all citizens from the state will make a significant contribution to the building of a advanced, civilized, well-cultured and just society.
339. Within the next Fiscal Year, I expect execution of the projects yielding immediate returns, projects likely to be completed within one year; and unfinished projects under construction will be expedited. I further expect that the strategically important economic, social and physical infrastructure projects will be accelerated, post-earthquake reconstruction works will be completed, and the service sector will be expanded within the coming Fiscal Year. Though, it is difficult to ascertain the impact of COVID-19 immediately, based on confidence that the economy could revive once the situation gets back to the normalcy, the economic growth for the next Fiscal Year is projected to remain close to 7 percent, which is the average growth rate of last three Fiscal Years. Nepal Rastra Bank will formulate monetary policy to support the economic recovery programmes targeted by the budget and to contain the rate of inflation within 7 percent.
340. Based on the foundation of economic and social development established during the last two years, I expect the budget for the coming Fiscal Year will contribute to accelerated progress to achieve the national aspirations of a Prosperous Nepal; happy

Nepali. I am confident that this budget will inspire all citizens to unite and move forward with enthusiasm to build a happy future following this moment of crisis created by the Coronavirus. I call upon all political parties, peoples' representatives, social organizations, private sector and civil society to collaborate towards achieving this objective.

341. I would like to express my heartfelt gratitude to the Right Honourable President, Right Honourable Vice President, Right Honourable Prime Minister, Right Honourable Speaker of the House of Representatives and the Right Honourable Chairman of the National Assembly for their guidance while formulating this budget. I am grateful to Honourable Members of the House of Representatives and the National Assembly for their constructive suggestions on the principles and priorities of the budget. Similarly, I express sincere thanks to members of political parties, parliamentary committees, economists, representatives of the private sector, cooperatives, civil society and the media for their suggestions. My sincere gratitude goes to all the taxpayers for their support and to development partners that have provided continuous support in the face of the difficult socio-economic situation in the country. I expect similar support during budget implementation as well.
342. Finally, I call upon all Nepali brothers and sisters living inside and outside the country to contribute to building a strong, prosperous and just nation, while staying safe from the risk of COVID-19.

Thank you.

Disclaimer: If the content in English and Nepali version of budget speech contradicts, the latter will be valid.

Annexes

Budget Summary

Fiscal Year 2020/21

Annex-1

Rs. '00000

Heading	2017/18 Actual Budget	2018/19 Revised Estimate	2019/20 Estimate	Source		
				Gon	Foreign	
					Grant	Loan
Revenue and Grants	7,65,53,16	7,58,82,22	9,50,14,61			
Revenue to be deposited in Federal Treasury	7,42,63,29	7,26,83,03	8,89,61,84	8,89,61,84		
Revenue	8,39,66,19	8,27,01,70	10,11,75,84	10,11,75,84		
Taxes	7,37,11,83	7,50,49,92	9,12,94,90	9,12,94,90		
Non-Tax Revenue	92,50,24	76,51,78	98,80,94	98,80,94		
Miscellaneous	10,04,12	0	0	0		
Revenue Sharing for Province and Local level	97,02,90	1,00,18,67	1,22,14,00	1,22,14,00		
From Revenue Sharing	97,02,90	1,00,18,67	1,22,14,00	1,22,14,00		
Total Grants	22,89,87	31,99,19	60,52,77	0	60,52,77	
Grants	22,89,87	31,99,19	60,52,77	0	60,52,77	
Grants	22,89,87	31,99,19	60,52,77	0	60,52,77	
Expenditure	9,57,98,01	9,41,12,07	13,01,85,81	10,15,04,19	54,54,46	2,32,27,16
Recurrent	7,16,41,76	7,01,96,16	9,48,94,06	8,13,20,35	30,85,13	1,04,88,58
Compensation of Employee	99,93,41	1,45,15,87	1,38,48,56	1,38,41,72	4,36	2,48
Use of Goods and Services	32,85,68	42,87,62	74,35,94	47,91,33	7,82,36	18,62,25
Interest, Service fee and Bank Commission	20,71,45	29,91,45	31,80,57	31,80,57		
	91,82	68,53	1,52,89	1,51,57	83	49
Grants Assistance	4,43,17,60	3,78,72,64	4,99,96,65	4,14,40,18	19,22,96	66,33,51
Social Security	1,16,65,14	1,02,05,57	1,88,74,13	1,66,76,91	3,69,71	18,27,51
Other Expenditure	2,16,66	2,54,48	14,05,32	12,38,07	4,91	1,62,34
Capital	2,41,56,25	2,39,15,91	3,52,91,75	2,01,83,84	23,69,33	1,27,38,58
Capital Expenditure	2,41,56,25	2,39,15,91	3,52,91,75	2,01,83,84	23,69,33	1,27,38,58
Budget Surplus (-)/ Deficit (+)	1,92,44,85	1,82,29,85	3,51,71,20	1,25,42,35	-5,98,31	2,32,27,16
Financing	-68,27,55	-1,82,29,85	-3,51,71,20	-1,25,42,35	5,98,31	-2,32,27,16
Domestic Financial Assets	97,88,46	67,41,73	1,04,08,47	30,87,39	5,98,31	67,22,77
Loan Investment to Public Enterprises	39,42,70	30,44,15	59,70,84	14,24,03	1,59,50	43,87,31
Loan Investment to Other Enterprises	0	3,53,28	0			
Share Investments to Public Enterprises	58,45,76	33,44,30	44,37,63	16,63,36	4,38,81	23,35,46
External Financial Assets	24,03	1,33,51	35,00	35,00		
External Loan Investments	0	1,04,11	0			
Foreign Share Investments	24,03	29,40	35,00	35,00		
Domestic Net Borrowing	-62,06,69	-1,55,79,45	-1,79,72,55	-1,79,72,55		
Loan from Other Institutes (Less)	96,38,00	1,93,52,81	2,25,00,00	2,25,00,00		
Amortizations	34,31,31	37,73,36	45,27,45	45,27,45		
External - Net Borrowing	-1,04,33,35	-95,25,64	-2,76,42,12	23,07,81		-2,99,49,93
External Borrowing (Less)	1,24,37,25	1,21,00,01	2,99,49,93			2,99,49,93
External Amortization	20,03,90	25,74,37	23,07,81	23,07,81		
Surplus(-)/Deficit(+)	1,24,17,30	0	0	0	0	0

Receipts of Revenue and Grant Estimates
Fiscal Year 2020/21

Annex-2
(Rs. in '00000)

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Existing Measures	New Measures
Taxes	7371183	7504992	9129490	8855605	273885
Taxes on income, profits, and capital gains	1883038	2024594	2304658	2235518	69140
Payable by individuals & Sole Traders	548953	530971	671865	651709	20156
11111- individuals & Sole Traders	221554	240833	271161	263026	8135
11112- Remuneration Tax	218517	230210	267444	259420	8023
11113- Capital Gain Tax - Individuals	108068	59928	132265	128297	3968
11114 - Taxes on Agricultural Income	814	0	995	965	30
Payable by Entity	1048681	1131254	1283485	1244980	38505
11121- Tax on Entity Profit - Government Corporation	76433	63268	93547	90741	2806
11122- Tax on Entity Profit - Public Limited Company	478857	480311	586075	568493	17582
11123- Tax on Entity Profit - Private Limited Company	376180	458368	460408	446596	13812
11124- Tax on Entity Profit - Other Institutions	103190	110050	126296	122507	3789
11125- Capital Gain Tax - Entity	14020	19256	17159	16645	514
Taxes on Investment and Other Income	285405	362369	349308	338829	10479
11131- Taxes on Assets Rent and Lease Income	33042	39119	40441	39227	1214

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Existing Measures	New Measures
11132- Interest	187974	241474	230062	223160	6902
11133- Dividend	49826	61355	60983	59154	1829
11134- Other investment income	364	1100	445	432	13
11135-Tax on windfall gain	2386	1924	2920	2832	88
11139- Taxes on other income	11813	17397	14457	14024	433
Taxes on Payroll and Workforce	60062	60733	75629	73360	2269
11211- Social security taxes on payroll	60062	60733	75629	73360	2269
Taxes on Property	34	101	88	85	3
Recurrent taxes on immovable property	34	101	88	85	3
11311- Annual private property tax - individual	20	78	53	51	2
11312- Annual private property tax - entity	13	23	35	34	1
Taxes on goods and services	3971790	3963802	4966303	4817314	148989
Value Added Tax (VAT)	2416575	2343119	3021686	2931036	90652
11412- VAT other than shareable sources	15421	0	19282	18703	579
33111- Value Added Tax - Production	294432	313286	368154	357109	11045
33112- Value Added Tax- Import	1520593	1462560	1901324	1844284	57040
33113- Value Added Tax - Goods and Distribution	198444	216781	248143	240699	7444
33114- Value Added Tax- Service and Contract	203520	172487	271867	263711	8156
33115- Value Added Tax - Tourism	27770	25672	17361	16841	520
33116- Value Added Tax - Telephone, Insurance, Air	108574	106018	135759	131686	4073

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Existing Measures	New Measures
Travel and other services					
33117- Value Added Tax- Non registered	47822	46314	59796	58002	1794
Excise	1239199	1264373	1549474	1502990	46484
11422- Import	481003	467040	565801	548827	16974
11462-Health hazard import	8	0	25828	25053	775
11461-Health hazard - production	20656	0	10	9	1
33131-Tobacco	152472	186819	190648	184929	5719
33132- Alcohol	251906	283874	314980	305530	9450
33133- Beer	208875	218931	261174	253338	7836
33134-Other Industrial Production	124278	107710	191033	185302	5731
Taxes on specific services	15246	7180	19064	18492	572
11424- Health hazard import	1	0	2	2	0
11441- Foreign Employment Services	0	37	0	0	0
11442- Health Services	4451	0	5565	5398	167
11443- Education services - education institute	3107	0	3885	3769	116
11444- Education services- Abroad study	7687	7143	9612	9323	289
Taxes on Infrastructure and Vehicles	300771	349130	376079	364796	11283
11451- Vehicle Tax	1690	0	2113	2049	64
11452- Taxes on Use of Infrastructure	10805	26068	13511	13105	406

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Existing Measures	New Measures
11453- Road maintenance and Improvement Duty	54290	55741	67883	65846	2037
11454- Road Construction and Maintenance Duty	113526	137241	141951	137692	4259
11455- Infrastructure Tax	120460	130080	150621	146102	4519
Taxes on International Trade and Transaction	1433190	1455763	1782812	1729328	53484
Customs Duties	1370086	1393210	1704314	1653184	51130
11511- Import Duties	1370068	1393153	1704291	1653163	51128
11512- Indian Excise Refund	2	57	3	3	0
11514- Other fees/duties on Import	16	0	20	19	1
Taxes on export	2376	1220	2956	2867	89
11521- Export Duties	2277	1177	2833	2748	85
11522- Export service charge	99	43	123	120	3
Other taxes on International Trade and Transaction	60728	61333	75542	73276	2266
11561- Agriculture service charge on imports	55985	56411	69643	67554	2089
11562- Other income related to customs	4742	4922	5899	5722	177
Other taxes	23068	0	0	0	0
Registration fee	23003	0	0	0	0
11611- Company registration fee	12229	0	0	0	0
11612- Agency registration fee	375	0	0	0	0
11621- Driving license and registration fee	10399	0	0	0	0

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Existing Measures	New Measures
Ownership certificate fee	65	0	0	0	0
11622- Fire arms registration	65	0	0	0	0
Non Tax Revenue	925024	765178	988094	958451	29643
Property Income	449382	351138	444417	431085	13332
Interest	171803	37060	169905	164808	5097
14111- Interest from financial institution	14918	1577	14753	14310	443
14112- Interest from commercial institutions	1	1654	1	1	0
14113- Interest from industrial institutions	0	4	0	0	0
14114- Interest from service oriented institutions	154860	33644	153149	148555	4594
14119- Interest from other institutions	2023	180	2002	1942	60
Dividends	205119	182580	202853	196767	6086
14121-Dividends from financial institutions	177090	85946	175134	169880	5254
14122- Dividends from commercial institutions	5605	7	5543	5377	166
14123- Dividends from industrial institutions	0	345	0	0	0
14124- Dividends from service oriented institutions	22336	96281	22089	21427	662
14129- Dividends from other institutions	87	1	87	84	3
Rent and Royalty	72460	131499	71659	69510	2149
14151- Royalty on lease of government property	3196	7773	3161	3066	95
14152- Royalty on casino	4280	4262	4233	4106	127
14159- Royalty from other source (non-sharing)	344	0	340	330	10

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Existing Measures	New Measures
14171- Royalty from Forest	685	0	678	658	20
14173- Royalty from water resources	5910	0	4631	4492	139
14175- Royalty from trekking	3533	0	3494	3389	105
14176- Royalty from tourism service	34	0	34	33	1
33151- Forest Royalty Collection	8266	13190	8175	7930	245
33152- Mines Royalty collection	7716	11919	7631	7402	229
33153- Water and other natural resources royalty collection	32666	10356	33518	32513	1005
33154- Mountaineering royalty collection	5555	22315	5494	5329	165
33155- Trekking Royalty collection	217	9186	215	209	6
33156- Tourism service fees/royalty collection	55	52499	55	53	2
Sales of Goods and Services	321109	291347	334692	324651	10041
Sales of Goods and Services	118792	85790	123817	120103	3714
14211- Sales of Agriculture Product	3050	1790	3179	3083	96
14212- Sale of Government Property	1862	7589	1941	1883	58
14213- Sales of other items	2298	1978	2395	2323	72
14214- Telephone Services Fee	95470	58977	99509	96523	2986
14215- Telephone Ownership Fee	15183	15426	15826	15351	475
14216- Fee on private water supply	1	7	1	1	0
14217- Fee for use of water for irrigation	13	22	13	13	0

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Existing Measures	New Measures
14218- Charges for consumption of electricity	9	1	9	9	0
14219- Income from other service fee and sales	906	0	944	916	28
Administrative Fee	127303	182040	132688	128707	3981
14221- Court Fee	13419	10865	13987	13567	420
14222- Charges for postal services	3471	2089	3617	3509	108
14223- Income from education sector	5412	6232	5641	5471	170
14224- Exam fee	5361	9318	5588	5420	168
14225- Income from transport sector	159	7	166	161	5
14226- Export Import license fee	1344	1361	1401	1359	42
14227- Passport fee	36722	61074	38275	37126	1149
14228- Visa fee	26804	30818	27938	27100	838
14229- Other administrative service fee	34611	60277	36075	34993	1082
Other Administrative Fee	75014	23516	78187	75841	2346
11614- Radio/FM operation fees	78	0	81	79	2
11615- Television operation fee	4	0	4	4	0
14177- Land and building registration fee	18022	0	0	0	0
14178- Vehicle Tax	1	0	0	0	0
14179- Other revenue (Sharing)	43280	0	77936	75598	2338
14242-Fees for drawing of buildings	8	0	0	0	0
14250- Other administrative fees	26	0	27	26	1

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Existing Measures	New Measures
14251-Company registration fee	133	22883	139	135	4
14252-Agency registration fee	2	547	0	0	0
14257-Weapons license fee	0	86	0	0	0
14313- Guarantee settlement	2	0	0	0	0
14511-Receipt from insurance claim	2	0	0	0	0
33157-Land and building registration fees	9530	0	0	0	0
33158- Vehicle tax collection	8	0	0	0	0
33159- Other shareable revenue collection	3918	0	0	0	0
Penalties, Fines and Forfeiture	29038	10209	21469	20825	644
Penalties, Fines and Forfeiture	29031	10196	21469	20825	644
14311- Judicial penalty, fines and forfeiture	3940	1598	2914	2826	88
14312- Administrative penalty, fines and forfeiture	25091	8598	18555	17998	557
Transfers other than grants	7	0	55	53	2
Recurrent transfers	7	10	55	53	2
14411- Recurrent transfer	7	10	55	53	2
Capital Transfers	0	3	0	0	0
14421- Capital transfer	0	3	0	0	0
Miscellaneous Revenue	125487	112484	187461	181838	5623
Other Revenue	124374	112447	186923	181315	5608
11613- Business, registration fees and business tax	110	0	0	0	0

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Existing Measures	New Measures
14521- Pollution control fee	13773	15309	20866	20240	626
14529- Other revenue	110482	97138	166044	161063	4981
11691- Other taxes	9	0	13	13	0
Capital Revenue	1113	37	538	522	16
14531- Sales of Government Land, Building and Goodwill	50	37	33	32	1
11313- Unified property tax	1	0	0	0	0
11314-Land Tax	825	0	0	0	0
11321- Building Rental Tax	219	0	505	489	16
11322- Rental and lease tax	19	0	0	0	0
Total Revenue	8296207	8270183	10117584	9814057	303527
Other Receipt	100412	0	0	0	0
15111- Irregularities settlement	100412	0	0	0	0
15112- Release refund	0	0	0	0	0
15113- Grant refund	0	0	0	0	0
Total other receipt	100412	0	0	0	0
Total (Revenue/Receipt)	8396618	8270183	10117584	9814056	303528
Revenue Sharing (Province and Local)	970290	1001867	1221400	1184758	36642
Total revenue to be deposited into federal treasury	7426328	7268316	8896184	8629298	266886

Functional Expenditure Estimate

Fiscal Year 2020/21

Annex-3
(Rs. in '00000)

Heading	Total	Federal	Province	Local	Percentage of Total Estimate
GENERAL PUBLIC SERVICE	4943392	3215579	665710	1062103	33.52
Executive and Legislative Organs, Financial and Foreign Affairs	1608719	1608719	0	0	
External Economic Assistance	15599	12270	3329	0	
General services	774637	756573	0	18064	
Basic General Service	24585	24585	0	0	
General Research and Development Service	34364	34364	0	0	
Other General Service	93668	39165	27219	27284	
Public Debt Transactions	729503	729503	0	0	
Transfers Between Different Levels of government	1662317	10400	635162	1016755	
DEFENSE	492205	492205	0	0	3.34
Military Defense	490673	490673	0	0	
Civil Defense	1397	1397	0	0	
Defense- Not Classified Elsewhere	135	135	0	0	
PUBLIC ORDER AND SAFETY	562853	562853	0	0	3.82
Police Services	408013	408013	0	0	
Fire Protection Services	154	154	0	0	
Courts	84584	84584	0	0	
Prisons	22971	22971	0	0	
Public Order and Safety	550	550	0	0	
Public Order and Safety- Not Classified Elsewhere	46581	46581	0	0	
ECONOMIC AFFAIRS	3890007	3615770	161418	112819	26.38
General Economic, Commercial and Labour	162055	151620	6050	4385	
Agriculture, forestry, fishing and, Irrigation	906791	764550	87646	54595	
Fuel and energy	723772	711862	5408	6502	
Mining, manufacturing and construction	46745	46745	0	0	
Transport	1624054	1540586	62093	21375	
Communication	69499	69499	0	0	
Other industries	158068	131885	221	25962	
Research and Development- Economic Affairs	17518	17518	0	0	
Economic Affairs- Not Classified Elsewhere	181505	181505	0	0	
ENVIRONMENTAL PROTECTION	116646	108085	2398	6163	0.79
Waste Management	21200	21200	0	0	
Sewerage Management	21172	19987	1185	0	
Protection of Biodiversity and Soil Conservation	1410	1410	0	0	

Heading	Total	Federal	Province	Local	Percentage of Total Estimate
Research and Development- Environmental Protection	1131	1131	0	0	
Environmental Protection- Not Classified Elsewhere	71733	64357	1213	6163	
HOUSING AND COMMUNITY AMENITIES	818607	723190	67834	27583	5.55
Housing Development	277228	252228	25000	0	
Community Development	25057	10075	0	14982	
Water Supply	420572	365137	42834	12601	
Housing and Community Amenities- Not Classified Elsewhere	95750	95750	0	0	
HEALTH	1150620	850507	46002	254111	7.80
Medical Products, Appliances and Equipment	6088	6088	0	0	
Out-patient Services	114271	82554	17310	14407	
Hospital Services	323440	266664	20640	36136	
Public Health Services	461090	264766	7121	189203	
Research and Development	147468	132172	931	14365	
Health- Not Classified Elsewhere	98263	98263	0	0	
RECREATION, CULTURE AND RELIGION	72345	65728	3825	2792	0.49
Recreational and Sporting Services	21846	16581	3746	1519	
Cultural Services	29004	27652	79	1273	
Broadcasting and Publishing Services	2787	2787	0	0	
Research and Development- Culture and Religion	639	639	0	0	
Recreation, Culture and Religion- Not Classified Elsewhere	18069	18069	0	0	
EDUCATION	1721922	563489	50989	1107444	11.68
Pre-primary and Primary Education	589550	4578	0	584972	
Secondary Education	162826	0	0	162826	
Education Not Definable by Level- Informal Education	528382	118493	50243	359646	
Subsidiary Services to Education	384702	383956	746	0	
Research and Development- Education	203	203	0	0	
Education- Not Classified Elsewhere	56259	56259	0	0	
SOCIAL PROTECTION	977857	922735	561	54561	6.63
Unemployment	116027	68328	0	47699	
Social Exclusion	588	588	0	0	
Social Protection- Research and Development Social Protection Not Classified Elsewhere	6407	1795	0	4612	
	854835	852024	561	2250	
Grant Total	14746454	11120141	998737	2627576	

Administrative Expenditure Estimate (Including Financing)

Fiscal Year 2020/21

Annex - 4

(Rs. in '00000)

Heading	Total	Federal	Province	Local Level	%
101 President	1621	1621	0	0	.011
102 Deputy President	510	510	0	0	.003
103 Chief of States	2289	2289	0	0	.016
202 Federal Parliament	12557	12557	0	0	.085
204 Courts	67812	67812	0	0	.46
206 Commission for Investigation of Abuse of Authority	13304	13304	0	0	.09
208 Office of the Auditor General	6232	6232	0	0	.042
210 Public Service Commission	9126	9126	0	0	.062
212 Election Commission	4801	4801	0	0	.033
214 National Human Rights Commission	2575	2575	0	0	.017
218 Council of Justice	469	469	0	0	.003
220 National Natural Resources and Fiscal Commission	880	880	0	0	.006
222 National Women Commission	1214	1214	0	0	.008
224 National Dalit Commission	328	328	0	0	.002
226 National Inclusion Commission	341	341	0	0	.002
228 Indigenous Nationalities Commission	315	315	0	0	.002
230 Madhesi Commission	346	346	0	0	.002
232 Tharu Commission	447	447	0	0	.003
234 Muslim Commission	444	444	0	0	.003
301 Office of the Prime Minister and Council of Minister	42885	42885	0	0	.291
305 Ministry of Finance	430870	430870	0	0	2.922
307 Ministry of Industry, Commerce and Supply	129330	106864	0	22466	.877
308 Ministry of Energy, Water Resources and Irrigation	1058124	992948	58574	6602	7.175
311 Ministry of Law, Justice and Parliamentary Affairs	4787	4787	0	0	.032
312 Ministry of Agriculture and Livestock Development	414020	333276	26249	54495	2.808
313 Ministry of Water Supply	431037	387018	44019	0	2.923
314 Ministry of Home Affairs	1386267	1358983	0	27284	9.401
325 Ministry of Culture, Tourism and Civil Aviation	266262	261193	300	4769	1.806
326 Ministry of Foreign Affairs	62898	62898	0	0	.427
329 Ministry of Forest and Environment	145654	126718	12773	6163	.988
336 Ministry of Land Management, Cooperative and Poverty Alleviation	91881	87269	0	4612	.623
337 Ministry of Physical Infrastructure and Transport	1388017	1347944	40073	0	9.413
340 Ministry of Women, Children & Senior Citizen	11400	8589	561	2250	.077
343 Ministry of Youth and Sports	23660	18395	3746	1519	.16
345 Ministry of Defense	502586	502586	0	0	3.408
347 Ministry of Urban Development	378080	335016	25000	18064	2.564
350 Ministry of Education, Science and Technology	1717122	558689	50989	1107444	11.644
358 Ministry of Communications and Information Technology	72842	72842	0	0	.494
365 Ministry of Federal Affairs and General Administration	389123	290926	49239	48958	2.639

Heading	Total	Federal	Province	Local Level	%
370 Ministry of Health and Population	906901	606788	46002	254111	6.15
371 Ministry of Labour, Employment and Social Security	142074	83940	6050	52084	.963
391 National Planning Commission	32570	32570	0	0	.221
392 National Reconstruction Authority	550000	550000	0	0	3.73
502 MOF- Domestic Debt Service	723592	723592	0	0	4.907
503 MOF- External Debt Service (Multilateral)	247417	247417	0	0	1.678
504 MOF- External Debt Service (Bilateral)	30574	30574	0	0	.207
601 MOF Staff Benefits and Retirement Benefits	827000	827000	0	0	5.608
602 MOF Miscellaneous	561953	561953	0	0	3.811
701 Province (Equalization, Special and Complementary)	635162	0	635162	0	4.307
801 Local Level (Equalization, Special and Complementary)	1016755	0	0	1016755	6.895
Grand Total	14746454	11120141	998737	2627576	

Expenditure Estimates by Line Item Wise Details

Fiscal year 2020/21

Annex -5

(Rs. in '00000)

Line Item	GoN	Cash		Total Cash	Direct Payment and Commodity Grant	Grant Total
		GoN/Domestic Borrowing	Foreign			
Recurrent	7,77,39,37	35,80,98	1,24,17,10	9,37,37,45	11,56,61	9,48,94,06
21100 Wages and salaries	1,34,65,29	0	6,78	1,34,72,07	2	1,34,72,09
21111 Employee Salary	99,11,59	0	3,68	99,15,27	0	99,15,27
21112 Official Salary	1,69,89	0	0	1,69,89	0	1,69,89
21121 Uniform	4,46,44	0	4	4,46,48	0	4,46,48
21122 Meal	13,68,99	0	0	13,68,99	0	13,68,99
21123 Medical Allowance	2,28,28	0	5	2,28,33	0	2,28,33
21131 Local Allowances	1,96,59	0	3	1,96,62	0	1,96,62
21132 Dearness Allowance	7,16,59	0	14	7,16,73	0	7,16,73
21133 Field Allowance	1,56	0	0	1,56	0	1,56
21134 Employee Meeting Allowance	18,71	0	1,64	20,35	2	20,37
21135 Employee Incentive and Award	16,05	0	54	16,59	0	16,59
21136 Foreign Allowance	82,89	0	0	82,89	0	82,89
21139 Other Allowance	2,59,81	0	58	2,60,39	0	2,60,39
21141 Official Meeting Allowance	8,35	0	2	8,37	0	8,37
21142 Official Other Facility	36,77	0	2	36,79	0	36,79
21149 Official Other Allowance	2,78	0	4	2,82	0	2,82
21200 Social Security Expenses of Employee	3,76,43	0	4	3,76,47	0	3,76,47
21212 Contributory Pension and Gratuity Fund Expense	1,38,28	0	0	1,38,28	0	1,38,28
21213 Contributory Insurance Fund Expense	2,25,73	0	4	2,25,77	0	2,25,77
21214 Employee Welfare Fund	12	0	0	12	0	12
21219 Other Social Security Expense	1,98	0	0	1,98	0	1,98
21222 Contributory Pension and Gratuity Fund Expense for Officials	7	0	0	7	0	7
21223 Contributory Insurance Fund Expense of Officials	10,25	0	0	10,25	0	10,25
22100 Services Fees	3,36,68	0	5,48	3,42,16	62	3,42,78
22111 Water and Electricity	2,25,91	0	1,45	2,27,36	57	2,27,93
22112 Communication	1,10,77	0	4,03	1,14,80	5	1,14,85
22200 Operation & Maintenance of Capital Assets	7,34,85	0	15,04	7,49,89	1,80	7,51,69
22211 Fuel (Official)	13,40	0	17	13,57	0	13,57
22212 Fuel (Office Purpose)	2,87,01	0	7,51	2,94,52	67	2,95,19
22213 Maintenance- Vehicles	1,45,29	0	4,95	1,50,24	39	1,50,63
22214 Insurance and Renewal Expense	66,83	0	67	67,50	25	67,75

Line Item	GoN	Cash			Total Cash	Direct Payment and Commodity Grant	Grant Total
		GoN/Domestic Borrowing	Foreign				
22221	Operation & Maintenance of Machine	61,47	0	1,22	62,69	3	62,72
22231	Repair and Maintenance of Constructed Public Properties	46,01	0	37	46,38	0	46,38
22291	Operation and Maintenance of Other Assets	1,14,84	0	15	1,14,99	46	1,15,45
22300	Office Materials and Services	4,71,77	0	22,10	4,93,87	3,20	4,97,07
22311	General Office Expenses	3,48,93	0	14,82	3,63,75	2,47	3,66,22
22312	Feeds for Animals & Birds	18,02	0	0	18,02	0	18,02
22313	Books and Materials	3,95	0	17	4,12	0	4,12
22314	Fuel- For Other Purposes	22,37	0	31	22,68		22,70
22315	Newspaper, Printing and Information Publishing Expenses	70,67	0	6,10	76,77	71	77,48
22319	Operation Expenses of Office-Others	7,83	0	70	8,53	0	8,53
22400	Services and Consultancy Expenses	9,42,53	0	2,10,49	11,53,02	1,44,13	12,97,15
22411	Services and Consultancy Expenses	1,80,72	0	1,88,34	3,69,06	1,40,98	5,10,04
22412	Information System and Software Operation Expense	19,75	0	4,76	24,51	0	24,51
22413	Contract Service Fee	6,43,12	0	14,97	6,58,09	68	6,58,77
22419	Other Services fee	98,94	0	2,42	1,01,36	2,47	1,03,83
22500	Program Expenses	18,50,48	0	20,30,86	38,81,34	1,75,67	40,57,01
22511	Employee Training Expense	1,03,30	0	22,34	1,25,64	7,81	1,33,45
22512	Skill Development and Awareness and Seminar Expense	1,24,12	0	4,04,05	5,28,17	22,42	5,50,59
22521	Production Materials/Service Expenses	1,09,06	0	0	1,09,06	0	1,09,06
22522	Program Expenses	14,72,81	0	16,01,73	30,74,54	1,45,44	32,19,98
22529	Miscellaneous Program Expenses	41,19	0	2,74	43,93	0	43,93
22600	Monitoring, Evaluation & Travelling Expenses	2,87,43	0	21,26	3,08,69	10,15	3,18,84
22611	Monitoring & Evaluation Expenses	1,23,40	0	14,95	1,38,35	91	1,39,26
22612	Travelling Expenses	1,50,88	0	6,31	1,57,19	9,24	1,66,43
22613	Travelling Expenses of VIPs & Delegations	6,18	0	0	6,18	0	6,18
22619	Other Travelling Expenses	6,97	0	0	6,97	0	6,97
22700	Miscellaneous Expenses	1,67,59	0	3,63	1,71,22	18	1,71,40
22711	Miscellaneous Expenses	1,67,59	0	3,63	1,71,22	18	1,71,40
24100	Interest on Foreign Loan	4,72,10	0	0	4,72,10	0	4,72,10
24111	Interest on Foreign Loan	4,72,10	0	0	4,72,10	0	4,72,10
24200	Interest on Internal Loan, Service Fee and Bank Commission	27,08,47	0	0	27,08,47	0	27,08,47
24211	Interest on Internal Loan	27,08,47	0	0	27,08,47	0	27,08,47

Line Item	GoN	Cash		Total Cash	Direct Payment and Commodity Grant	Grant Total
		GoN/Domestic Borrowing	Foreign			
25100 Assistance to Public Enterprises	89,19	0	11	89,30	0	89,30
25111 Operating Assistance - Non Financial Corporations	50,75	0	11	50,86	0	50,86
25112 Capital Assistance - Non Financial Corporations	38,44	0	0	38,44	0	38,44
25200 Assistance to Enterprises	59,98	0	1,21	61,19	0	61,19
25211 Operating Assistance to Non-Financial Private Enterprises	50,48	0	1,21	51,69	0	51,69
25212 Capital Assistance to Non-Financial Private Enterprises	9,50	0	0	9,50	0	9,50
25300 Other Assistance	2,40	0	0	2,40	0	2,40
25315 Other Assistance	2,40	0	0	2,40	0	2,40
26200 Grant to International Organizations	50,67	0	0	50,67	0	50,67
26211 International Membership Fee& Donation	50,67	0	0	50,67	0	50,67
26300 Grant to Other Tires of Government	3,07,26,16	35,80,98	26,02,44	3,69,09,58	1,50,76	3,70,60,34
26311 Unconditional Recurrent Grant to Local Bodies	1,04,00	0	0	1,04,00	0	1,04,00
26312 Conditional Recurrent Grant to Local Bodies	1,06,57	0	2,94	1,09,51	0	1,09,51
26322 Conditional Capital Grant to Local Bodies	4,20,10	0	1,63,60	5,83,70	0	5,83,70
26331 Equalization Grants	1,45,25,00	0	0	1,45,25,00	0	1,45,25,00
26332 Conditional Grants	1,55,70,49	15,87,59	24,35,90	1,95,93,98	1,50,76	1,97,44,74
26333 Special Grants	0	9,96,72	0	9,96,72	0	9,96,72
26334 Complementary Grants	0	9,96,67	0	9,96,67	0	9,96,67
26400 Grant to Social Service	70,82,37	0	52,89,27	1,23,71,64	5,14,00	1,28,85,64
26411 Unconditional Recurrent Grant to Government Agencies, Committees & Boards	3,48,42	0	0	3,48,42	1,97	3,50,39
26412 Conditional Recurrent Grant to Government Agencies, Committees & Boards	29,46,99	0	19,70,33	49,17,32	97,60	50,14,92
26413 Conditional Grant to Other Institutions	6,56,84	0	1,96,47	8,53,31	32,00	8,85,31
26421 Government Agencies, Committees, Boards- Unconditional Capital Grant	7,22,05	0	0	7,22,05	0	7,22,05
26422 Government Agencies, Committees, Boards- Conditional Capital Grant	20,45,87	0	20,40,75	40,86,62	3,82,43	44,69,05
26423 Conditional Capital Grant to Other Institutions	3,62,20	0	10,81,72	14,43,92	0	14,43,92
27100 Social Security	73,81,86	0	18,00,00	91,81,86	0	91,81,86
27111 Social Security	70,56,36	0	1,50,00	72,06,36	0	72,06,36
27112 Other Social Security	3,25,50	0	16,50,00	19,75,50	0	19,75,50
27200 Social Assistance	2,18,53	0	2,42,51	4,61,04	1,54,11	6,15,15
27211 Scholarships	1,12,44	0	39,36	1,51,80	0	1,51,80

Line Item	GoN	Cash		Total Cash	Direct Payment and Commodity Grant	Grant Total	
		GoN/Domestic Borrowing	Foreign				
27212	Rescue, Relief and Rehabilitation Expense	12,43	0	10	12,53	0	12,53
27213	Medicine Purchases Expense	93,66	0	2,03,05	2,96,71	1,54,11	4,50,82
27300	Expenses Related to Social Benefit of Employees	90,76,52	0	60	90,77,12	0	90,77,12
27311	Pensions and Disability Allowance	61,57,38	0	0	61,57,38	0	61,57,38
27312	Gratuity	2,12,75	0	52	2,13,27	0	2,13,27
27313	Accumulated Leave of Retirees	11,95,90	0	8	11,95,98	0	11,95,98
27314	Medical Expenses of Retirees	14,50,49	0	0	14,50,49	0	14,50,49
27315	Benefit and Assistance for Deceased Employees	60,00	0	0	60,00	0	60,00
28100	Property Related Expenditure	2,45,49	0	9,11	2,54,60	1,97	2,56,57
28141	Land Rent	1,07	0	0	1,07	0	1,07
28142	House Rent	2,25,67	0	7,07	2,32,74	1,85	2,34,59
28143	Vehicle and Machinery Rent	11,87	0	1,86	13,73	12	13,85
28149	Other Rent	6,88	0	18	7,06	0	7,06
28200	Refunds	1,07,00	0	0	1,07,00	0	1,07,00
28211	Revenue Refund	57,00	0	0	57,00	0	57,00
28212	Judicial Refund	11,00	0	0	11,00	0	11,00
28219	Other Refund	39,00	0	0	39,00	0	39,00
28900	Recurrent Contingencies	8,85,58	0	1,56,17	10,41,75	0	10,41,75
28911	Recurrent Contingencies	8,85,58	0	1,56,17	10,41,75	0	10,41,75
Capital		39,44,94	1,62,38,90	1,08,31,64	3,10,15,48	42,76,27	3,52,91,75
31100	Expense Related to Fixed Assets	35,44,75	1,46,37,39	1,08,25,47	2,90,07,61	42,76,27	3,32,83,88
31111	Residential Building Construction/Procurement	7,85	4,64	0	12,49	0	12,49
31112	Non-residential Building construction/Procurement	5,60,68	26,04,05	27,17,47	58,82,20	6,91,18	65,73,38
31114	Land Pulling	0	14,90	0	14,90	0	14,90
31121	Vehicles	1,20	74,30	11,76	87,26	1,14	88,40
31122	Plant & Machinery	2,64,71	7,38,25	2,25,95	12,28,91	44,16	12,73,07
31123	Furniture and Fixture	36,70	85,18	14,24	1,36,12	98	1,37,10
31131	Livestock and Horticulture Development Expenses	54	1,30	3,08	4,92	0	4,92
31134	Software Development and Procurement Expenses	13,50	62,36	29,52	1,05,38	34,07	1,39,45
31135	Capital Consultancy	90	18,00	1,70	20,60	1,10	21,70
31141	Security Equipment Purchase Expense	4	1,65,63	0	1,65,67	0	1,65,67
31151	Road and Bridge Construction	18,13,96	37,52,15	45,88,14	1,01,54,25	23,88,11	1,25,42,36

Line Item	GoN	Cash		Total Cash	Direct Payment and Commodity Grant	Grant Total
		GoN/Domestic Borrowing	Foreign			
31152 Railway and Airport Construction	1,18,00	29,85	5,00,00	6,47,85	0	6,47,85
31153 Electricity Structure Construction	4,00	1,03,63	1,94,30	3,01,93	3,77,93	6,79,86
31154 Embryo and Barrier Construction	32,97	4,88,91	2,52,95	7,74,83	16,80	7,91,63
31155 Irrigation Structure Construction	41,07	6,80,88	5,81,53	13,03,48	0	13,03,48
31156 Drinking Water Structure Construction	2,25,81	11,31,66	3,50,36	17,07,83	2,22,59	19,30,42
31157 Forest and Environment Conservation	12,52	99,84	43,10	1,55,46	15,26	1,70,72
31158 Sanitation Structure Construction	35,22	2,40,83	47,01	3,23,06	92,09	4,15,15
31159 Public Construction- Others	2,43,59	31,06,16	7,38,18	40,87,93	2,33	40,90,26
31161 Constructed Houses Improvement Expense	5,98	55,49	10,88	72,35	0	72,35
31171 Capital Improvement Expenses of Public Construction	10,35	2,54,11	31,24	2,95,70	0	2,95,70
31172 Capital Research & Consultancy	1,15,16	9,25,27	4,84,06	15,24,49	3,88,53	19,13,02
31400 Natural Assets	2,50,07	15,96,51	3,25	18,49,83	0	18,49,83
31411 Land Acquisition Expense	2,50,02	15,96,51	3,05	18,49,58	0	18,49,58
31441 Contract, Lease and License Procurement Expenses	5	0	20	25	0	25
31500 Capital Contingencies	1,50,12	5,00	2,92	1,58,04	0	1,58,04
31511 Capital Contingencies	1,50,12	5,00	2,92	1,58,04	0	1,58,04
Finance	72,77,53	26,80,12	16,58,02	1,16,15,67	56,63,06	1,72,78,73
32100 Domestic Financial Assets	4,42,27	26,45,12	16,58,02	47,45,41	56,63,06	1,04,08,47
32142 Loan Investment to Public Enterprises	1,29,82	12,94,21	9,08,02	23,32,05	36,38,79	59,70,84
32151 Share Investments to Public Enterprises	3,12,45	13,50,91	7,50,00	24,13,36	20,24,27	44,37,63
32200 External Financial Assets	0	35,00	0	35,00	0	35,00
32251 Foreign Share Investment	0	35,00	0	35,00	0	35,00
33100 Domestic Net Borrowing	45,27,45	0	0	45,27,45	0	45,27,45
33195 Amortizations	45,27,45	0	0	45,27,45	0	45,27,45
33200 External - Net Borrowing	23,07,81	0	0	23,07,81	0	23,07,81
33242 External Amortization	23,07,81	0	0	23,07,81	0	23,07,81
Grant Total	8,89,61,84	2,25,00,00	2,49,06,76	13,63,68,60	1,10,95,94	14,74,64,54

Estimate of Regular and Development

Fiscal Year 2020/21

Annex- 5A

(Rs. in '00000)

Heading	Estimate of 2019/20	Estimate of 2020/21	Growth %
Grant Total	15,32,96,71	14,74,64,54	-3.80
Regular	8,17,87,17	8,21,46,51	.44
1 Committed Expenditure (Employee Salary, Pensions, Social Security)	3,92,95,31	4,42,52,86	12.62
2 Operational and Program Expenditure	1,21,55,87	87,61,61	-27.92
3 Conditional Recurrent Grants	72,58,94	65,69,08	-9.50
4 Fiscal Transfer Equalization Grants	1,45,24,56	1,45,25,00	0
5 Fiscal Transfer Conditional Grants	85,52,49	80,37,96	-6.02
Development	6,46,04,21	5,84,47,77	-9.53
6 Capital Expenditure	4,08,00,59	3,52,91,75	-13.50
7 Fiscal Transfer (Conditional/Special/Complementary grants)	33,09,92	54,80,89	65.59
8 Conditional Capital Grants	1,06,13,05	72,66,66	-31.53
9 Capital Investment	98,80,65	1,04,08,47	5.34
Principle Repayment	69,05,33	68,70,26	-.51
11 Amortization	69,05,33	68,70,26	-0.51

Expenditure by Economic Heads and Line Item (Including Financing)
Fiscal Year - 2020/21

Annex - 6
(Rs. in '00000)

Heading	2018/19	2019/20	2020/21	Source		
	Actual	Revised	Estimate	GON	Grant	Loan
Recurrent Expenditure	7,164,176	7,019,616	9,489,406	8132035	308513	1048858
21000 Compensation of Employees	999,341	1,451,587	1,384,856	1384172	436	248
21100 Wages and salaries	999,341	1,440,128	1,347,209	1346529	435	245
21110 Wages and Salaries in Cash	749,664	1,096,511	1,008,516	1008148	173	195
21111 Employee Salary	749,664	1,080,335	991,527	991,159	173	195
21112 Official Salary		16,176	16,989	16,989		
21120 Wages and Salaries in Kind	155,578	193,222	204,380	204371	3	6
21121 Uniform	28,423	42,421	44,648	44,644	1	3
21122 Meal	123,290	133,386	136,899	136,899		
21123 Medical Allowance	3,865	17,415	22,833	22,828	2	3
21130 Employee Allowance	94,099	148,714	129,515	129220	255	40
21131 Local Allowances	7,050	14,485	19,662	19,659		3
21132 Dearness Allowance	54,315	71,069	71,673	71,659	3	11
21133 Field Allowance	126	220	156	156		
21134 Employee Meeting Allowance		2,609	2,037	1,871	150	16
21135 Employee Incentive and Award		7,495	1,659	1,605	54	
21136 Foreign Allowance		7,555	8,289	8,289		
21139 Other Allowance	32,608	45,281	26,039	25,981	48	10
21140 Official Allowance and Other Facilities		1,681	4,798	4790	4	4
21141 Official Meeting Allowance		660	837	835	1	1
21142 Official Other Facility		813	3,679	3,677	1	1
21149 Official Other Allowance		208	282	278	2	2
21200 Social Security Expenses of Employee		11,459	37,647	37643	1	3
21210 Social Security Expenses of Employee		10,801	36,615	36611	1	3
21211 Social Security Fund Expenses of		79				
21212 Contributory Pension and Gratuity Fund Expense		115	13,828	13,828		
21213 Contributory Insurance Fund Expense		10,467	22,577	22,573	1	3
21214 Employee Welfare Fund		9	12	12		
21219 Other Social Security Expense		131	198	198		
21220 Social Security Expenses of Officials		658	1,032	1032	0	0
21222 Contributory Pension and Gratuity Fund Expense for Officials			7	7		
21223 Contributory Insurance Fund Expense of Officials		655	1,025	1,025		
21229 Officials Other Social Security Expense		3				
22000 Use of Goods and Services	328,568	428,762	743,594	479133	78236	186225
22100 Services Fees	23,676	22,857	34,278	33668	223	387
22110 Services Fee	23,676	22,857	34,278	33668	223	387
22111 Water and Electricity	16,883	15,531	22,793	22,591	89	113
22112 Communication	6,793	7,326	11,485	11,077	134	274
22200 Operation & Maintenance of Capital Assets	59,740	54,784	75,169	73485	621	1063
22210 Operation & Maintenance of Vehicles	50,724	42,724	52,714	51253	509	952
22211 Fuel (Official)		769	1,357	1,340	15	2
22212 Fuel (Office Purpose)	24,486	28,212	29,519	28,701	246	572
22213 Maintenance-Vehicles	21,688	9,656	15,063	14,529	192	342
22214 Insurance and Renewal Expense	4,550	4,087	6,775	6,683	56	36
22220 Operation & Maintenance of Machine		4,257	6,272	6147	48	77

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Source		
				GON	Grant	Loan
22221		4,257	6,272	6,147	48	77
22230	9,016	5,128	4,638	4601	16	21
22231	9,016	5,128	4,638	4,601	16	21
22290		2,675	11,545	11484	48	13
22291		2,675	11,545	11,484	48	13
22300	32,446	28,719	49,707	47177	1015	1515
22310	32,446	28,719	49,707	47177	1015	1515
22311	29,115	21,104	36,622	34,893	769	960
22312	1,495	1,213	1,802	1,802		
22313	369	313	412	395	12	5
22314	1,467	1,641	2,270	2,237	14	19
22315		3,980	7,748	7,067	153	528
22319		468	853	783	67	3
22400	79,549	95,478	129,715	94253	21070	14392
22410	79,549	95,478	129,715	94253	21070	14392
22411	39,006	50,462	51,004	18,072	19,603	13,329
22412		2,452	2,451	1,975	42	434
22413		35,444	65,877	64,312	1,025	540
22419	40,543	7,120	10,383	9,894	400	89
22500	90,312	190,983	405,701	185048	52919	167734
22510	21,360	27,766	68,404	22742	10478	35184
22511	8,630	9,275	13,345	10,330	2,668	347
22512	12,730	18,491	55,059	12,412	7,810	34,837
22520	68,952	163,217	337,297	162306	42441	132550
22521	8,268	6,574	10,906	10,906		
22522	57,591	151,627	321,998	147,281	42,170	132,547
22529	3,093	5,016	4,393	4,119	271	3
22600	27,042	24,082	31,884	28743	2210	931
22610	27,042	24,082	31,884	28743	2210	931
22611	11,344	10,860	13,926	12,340	781	805
22612	13,566	11,887	16,643	15,088	1,429	126
22613	1,700	1,028	618	618		
22619	432	307	697	697		
22700	15,803	11,859	17,140	16759	178	203
22710	15,803	11,859	17,140	16759	178	203
22711	15,803	11,859	17,140	16,759	178	203
24000	207,145	299,145	318,057	318057	0	0
24100	45,051	53,025	47,210	47210	0	0
24110	45,051	53,025	47,210	47210	0	0
24111	45,051	53,025	47,210	47,210		

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Source		
				GON	Grant	Loan
24200 Interest on Internal Loan, Service Fee and Bank Commission	162,094	246,120	270,847	270847	0	0
24210 Interest on Internal Loan, Service Fee	162,094	246,120	270,847	270847	0	0
24211 Interest on Internal Loan	162,094	246,120	270,847	270,847		
25000	9,182	6,853	15,289	15157	83	49
25100 Assistance to Public Enterprises	8,069	5,175	8,930	8919	0	11
25110 Operating Assistance - Non Financial Pu	8,069	5,175	8,930	8919	0	11
25111 Operating Assistance- Non Financial	5,099	3,122	5,086	5,075		11
25112 Capital Assistance - Non Financial Corporations	2,970	2,053	3,844	3,844		
25200 Subsidies to Private Enterprises	1,113	1,573	6,119	5998	83	38
25210 Assistance- Non Financial Enterprises	1,113	1,573	6,119	5998	83	38
25211 Operating Assistance to Non-Financial Private Enterprises	23	850	5,169	5,048	83	38
25212 Capital Assistance to Non-Financial Private Enterprises	1,090	723	950	950		
25300 Other Assistance		105	240	240	0	0
25310 Assistance to other social organizations		105	240	240	0	0
25314 Assistance to Religious and cultural organizations		98				
25315 Other Assistance		7	240	240		
26000 Assistance Grants	4,431,760	3,787,264	4,999,665	4144018	192296	663351
26200 Grant to International Organizations	2,338	2,684	5,067	5067	0	0
26210 International Membership Fee and Donation	2,338	2,684	5,067	5067	0	0
26211 International Membership Fee& Donation	2,338	2,684	5,067	5,067		
26300 Grant to Other Tiers of Government	3,349,742	2,936,787	3,706,034	3430714	94491	180829
26310 Recurrent Grant to Local Body	14,345	10,469	21,351	21057	0	294
26311 Unconditional Recurrent Grant to Local Bodies	8,885	6,535	10,400	10,400		
26312 Conditional Recurrent Grant to Local Bodies	5,460	3,934	10,951	10,657		294
26320 Capital Grant to Local Body	123,571	92,807	58,370	42010	0	16360
26322 Conditional Capital Grant to Local Bodies	123,571	92,807	58,370	42,010		16,360
26330 Internal Grant	3,211,826	2,833,511	3,626,313	3367647	94491	164175
26331 Equalization Grants	1,355,807	1,452,638	1,452,500	1,452,500		
26332 Conditional Grants	1,740,917	1,250,681	1,974,474	1,715,808	94,491	164,175
26333 Special Grants	68,905	65,059	99,672	99,672		
26334 Complementary Grants	46,197	64,998	99,667	99,667		
26335 Other Grants		135				
26400 Grant to Social Service	1,079,680	847,793	1,288,564	708237	97805	482522
26410 Recurrent Grant	371,925	389,073	625,062	395225	56378	173459
26411 Unconditional Recurrent Grant to Government Agencies, Committees & Boards	31,770	26,610	35,039	34,842	41	156
26412 Conditional Recurrent Grant to Government Agencies, Committees & Boards	267,412	264,974	501,492	294,699	42,580	164,213
26413 Conditional Grant to Other Institutions	72,743	97,489	88,531	65,684	13,757	9,090
26420 Capital Grant	707,755	458,720	663,502	313012	41427	309063
26421 Government Agencies, Committees, Boards- Unconditional Capital Grant	54,185	52,289	72,205	72,205		
26422 Government Agencies, Committees, Boards- Conditional Capital Grant	114,617	117,318	446,905	204,587	40,821	201,497
26423 Conditional Capital Grant to Other Institutions	538,953	289,113	144,392	36,220	606	107,566

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Source		
				GON	Grant	Loan
27000 Social Security	1,166,514	1,020,557	1,887,413	1667691	36971	182751
27100 Social Security	447,902	445,090	918,186	738186	15000	165000
27110 Social Security	447,902	445,090	918,186	738186	15000	165000
27111 Social Security	422,053	429,879	720,636	705,636	15,000	
27112 Other Social Security	25,849	15,211	197,550	32,550		165,000
27200 Social Assistance	41,453	54,149	61,515	21853	21944	17718
27210 Social Assistance	41,453	54,149	61,515	21853	21944	17718
27211 Scholarships	5,940	9,619	15,180	11,244	1,018	2,918
27212 Rescue, Relief and Rehabilitation Expense		11,949	1,253	1,243	10	
27213 Medicine Purchases	35,513	31,411	45,082	9,366	20,916	14,800
27219 Other Social Assistance		1,170				
27300 Expenses Related to Social Benefit of Employees	677,159	521,318	907,712	907652	27	33
27310 Retirement Benefits	677,159	521,318	907,712	907652	27	33
27311 Pensions and Disability Allowance	426,919	378,342	615,738	615,738		
27312 Gratuity	49,077	29,940	21,327	21,275	23	29
27313 Accumulated Leave of Retirees	86,992	53,490	119,598	119,590	4	4
27314 Medical Expenses of Retirees	113,906	56,296	145,049	145,049		
27315 Benefit and Assistance for Deceased Employees	265	3,250	6,000	6,000		
28000 Other Expenditure	21,666	25,448	140,532	123807	491	16234
28100 Property Related Expenditure	20,082	15,333	25,657	24549	474	634
28140 Land Rent	20,082	15,333	25,657	24549	474	634
28141 Land Rent	43	78	107	107		
28142 House Rent	18,597	13,938	23,459	22,567	397	495
28143 Vehicle and Machinery Rent		693	1,385	1,187	77	121
28149 Other Rent	1,442	624	706	688		18
28200 Refunds	1,184	10,115	10,700	10700	0	0
28210 Refunds	1,184	10,115	10,700	10700	0	0
28211 Revenue Refund	589	5,240	5,700	5,700		
28212 Judicial Refund	503	715	1,100	1,100		
28219 Other Refund	92	4,160	3,900	3,900		
28900 Recurrent Contingencies	400		104,175	88558	17	15600
28910 Recurrent Contingencies	400		104,175	88558	17	15600
28911 Recurrent Contingencies	400		104,175	88,558	17	15,600
Capital Expenditure	2,415,625	2,391,591	3,529,175	2018384	236933	1273858
31000 Capital Expenditure	2,415,625	2,391,591	3,529,175	2018384	236933	1273858
31100 Fixed Assets	2,187,457	2,235,437	3,328,388	1818214	236621	1273553
31110 Building and Structure Expense	428,123	506,553	660,077	319212	81898	258967
31111 Residential Building Construction/Procurement		3,150	1,249	1,249		
31112 Non-residential Building Construction/Procurement	428,123	489,442	657,338	316,473	81,898	258,967
31113 Capital Formation - Building		13,822				
31114 Land Pulling		139	1,490	1,490		
31120 Vehicles	192,401	141,097	149,857	120034	12215	17608
31121 Vehicles	58,681	13,522	8,840	7,550	408	882
31122 Plant & Machinery	122,766	116,364	127,307	100,296	11,259	15,752
31123 Furniture and Fixture	10,954	11,211	13,710	12,188	548	974
31130 Other Capital Expenses	5,328	19,215	16,607	9660	5890	1057

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Source		
				GON	Grant	Loan
31131 Livestock and Horticulture Development Expenses		11	492	184		308
31132 Research and Development Expenses		19,204				
31134 Software Development and Procurement Expenses	5,328		13,945	7,586	5,780	579
31135 Capital Consultancy			2,170	1,890	110	170
31140 Security Equipment		24,204	16,567	16567	0	0
31141 Security Equipment Purchase Expense		24,204	16,567	16,567		
31150 Public Construction	1,467,979	1,404,445	2,257,173	1216105	107319	933749
31151 Road and Bridge Construction		811,414	1,254,236	556,611	28,738	668,887
31152 Railway and Airport Construction		13,322	64,785	14,785		50,000
31153 Electricity Structure Construction		36,734	67,986	10,763	37,793	19,430
31154 Embryo and Barrier Construction		37,472	79,163	52,188	10,596	16,379
31155 Irrigation Structure Construction		87,991	130,348	72,195		58,153
31156 Drinking Water Structure Construction		105,774	193,042	135,747	1,999	55,296
31157 Forest and Environment Conservation		11,065	17,072	11,236	3,476	2,360
31158 Sanitation Structure Construction		28,958	41,515	27,605	399	13,511
31159 Public Construction- Others	1,467,979	271,715	409,026	334,975	24,318	49,733
31160 Improvement Expense	6,995		7,235	6147	22	1066
31161 House Improvement Expense	6,995		7,235	6,147	22	1,066
31170 Capital Improvement Expense	86,631	139,923	220,872	130489	29277	61106
31171 Capital Improvement Expenses of Public Construction	17,948	28,122	29,570	26,446	127	2,997
31172 Capital Research & Consultancy	68,683	111,801	191,302	104,043	29,150	58,109
31400 Non Produced Assets	228,168	156,154	184,983	184658	20	305
31410 Land Acquisition	228,168	155,894	184,958	184653	0	305
31411 Land Acquisition	228,168	155,894	184,958	184,653		305
31440 Intangible Asset Acquisition Expenses		260	25	5	20	0
31441 License Procurement Expenses		260	25	5	20	
31500 Capital Contingencies			15,804	15512	292	0
31510 Capital Contingencies			15,804	15512	292	0
31511 Capital Contingencies			15,804	15,512	292	
Finance	1,524,770	1,322,297	1,727,873	995765	59831	672277
32000 Fiscal Assets	981,249	687,524	1,044,347	312239	59831	672277
32100 Domestic Financial Assets	978,846	674,173	1,040,847	308739	59831	672277
32140 Net Loan Investment	394,270	339,743	597,084	142403	15950	438731
32142 Loan Investment to Public Enterprise	394,270	304,415	597,084	142,403	15,950	438,731
32143 Loan Investment to Other Enterprise		35,328				
32150 Net Share Investment	584,576	334,430	443,763	166336	43881	233546
32151 Share Investments to Public Enterprise	584,576	334,430	443,763	166,336	43,881	233,546
32200 Net Internal Loan	2,403	13,351	3,500	3500	0	0
32210 Net Foreign Debt Investment		10,411		0	0	0
32211 External Loan		10,411				
32250 Net Foreign Share Investment	2,403	2,940	3,500	3500	0	0
32251 Foreign Share Investments	2,403	2,940	3,500	3,500		

Heading	2018/19 Actual	2019/20 Revised	2020/21 Estimate	Source		
				GON	Grant	Loan
33000 Liability	543,521	634,773	683,526	683,526	0	0
33100 Domestic Net Borrowing	343,131	377,336	452,745	452,745	0	0
33190 Domestic Borrowing	343,131	377,336	452,745	452,745	0	0
33195 Amortizations	343,131	377,336	452,745	452,745		
33200 External - Net Borrowing	200,390	257,437	230,781	230,781	0	0
33240 External Borrowing	200,390	257,437	230,781	230,781	0	0
33242 External Amortization	200,390	257,437	230,781	230,781		
Total Expenditure	11,104,571	10,733,504	14,746,454	11,146,184	605,277	2,994,993

Administrative Expenditure Estimates (Including Financing)

Annex - 7

Fiscal Year - 2020/21

(Rs. in '00000)

Heading	2018/19	2019/20	2020/21	Source		
	Actual	Revised	Estimate	GON	Grant	Loan
Head of State	2,486	1,794	2,131	2,131		
President	2,024	1,399	1,621	1,621		
Recurrent	1,101	1,126	1,298	1,298		
Capital	923	273	323	323		
Deputy President	462	395	510	510		
Recurrent	431	379	493	493		
Capital	31	16	17	17		
Constitutional Body	84,763	100,076	123,480	123,180	300	
Chief of States	1,823	1,851	2,289	2,289		
Recurrent	1,368	1,724	2,173	2,173		
Capital	455	127	116	116		
Federal Parliament	11,903	10,987	12,557	12,557		
Recurrent	10,491	10,660	12,238	12,238		
Capital	1,412	327	319	319		
Courts	43,531	52,216	67,812	67,812		
Recurrent	37,797	39,776	48,323	48,323		
Capital	5,734	12,440	19,489	19,489		
Commission for Investigation of Abuse of Authority	7,129	11,523	13,304	13,304		
Recurrent	5,219	8,752	9,505	9,505		
Capital	1,910	2,771	3,799	3,799		
Office of the Auditor General	5,106	5,140	6,232	6,232		
Recurrent	3,432	3,764	4,859	4,859		
Capital	1,674	1,376	1,373	1,373		
Public Service Commission	5,734	5,998	9,126	9,126		
Recurrent	5,098	5,528	8,904	8,904		
Capital	636	470	222	222		
Election Commission	3,309	6,622	4,801	4,801		
Recurrent	3,103	6,217	4,435	4,435		
Capital	206	405	366	366		
National Human Rights Commission	1,698	2,007	2,575	2,575		
Recurrent	1,579	1,976	2,540	2,540		
Capital	119	31	35	35		
Council of Justice	544	440	469	469		
Recurrent	516	422	448	448		
Capital	28	18	21	21		
National Natural Resources and Fiscal Commission	590	708	880	880		
Recurrent	408	658	853	853		
Capital	182	50	27	27		
National Women Commission	1,027	782	1,214	914	300	
Recurrent	668	742	1,204	904	300	
Capital	359	40	10	10		
National Dalit Commission	378	297	328	328		
Recurrent	84	265	328	328		
Capital	294	32				
National Inclusion Commission	497	290	341	341		

Heading	2018/19	2019/20	2020/21	Source		
	Actual	Revised	Estimate	GON	Grant	Loan
Recurrent	100	253	324	324		
Capital	397	37	17	17		
Indigenous Nationalities Commission	452	245	315	315		
Recurrent	80	214	291	291		
Capital	372	31	24	24		
Madhesi Commission	357	309	346	346		
Recurrent	138	272	329	329		
Capital	219	37	17	17		
Tharu Commission	206	321	447	447		
Recurrent	102	270	407	407		
Capital	104	51	40	40		
Muslim Commission	479	340	444	444		
Recurrent	109	291	388	388		
Capital	370	49	56	56		
Ministry	5,499,611	5,270,841	7,559,647	5,092,251	450,655	2,016,741
Office of Prime the Minister and Council of Ministers	35,199	37,127	42,885	39,955	2,930	
Recurrent	26,043	28,629	37,670	34,940	2,730	
Capital	9,156	8,498	5,215	5,015	200	
Ministry of Finance	70,832	153,208	345,570	127,340	68,543	149,687
Recurrent	53,879	88,431	250,103	90,855	18,175	141,073
Capital	16,953	64,777	95,467	36,485	50,368	8,614
Ministry of Industry, Commerce and Supplies	50,892	55,272	101,864	67,589	16,371	17,904
Recurrent	24,528	25,165	52,851	35,119	7,223	10,509
Capital	26,364	30,107	49,013	32,470	9,148	7,395
Ministry of Energy, Water Resources and Irrigation	318,053	263,029	415,129	287,760	26,362	101,007
Recurrent	32,752	38,617	52,899	36,781	14,113	2,005
Capital	285,301	224,412	362,230	250,979	12,249	99,002
Ministry of Law, Justice and Parliamentary Affairs	2,874	3,995	4,787	4,787		
Recurrent	2,773	3,797	4,731	4,731		
Capital	101	198	56	56		
Ministry of Agriculture and Livestock Development	196,577	171,440	293,276	140,579	28,402	124,295
Recurrent	179,017	149,561	261,774	119,596	28,103	114,075
Capital	17,560	21,879	31,502	20,983	299	10,220
Ministry of Water Supply	93,840	139,048	280,810	210,677	3,712	66,421
Recurrent	5,317	6,123	32,575	31,483	290	802
Capital	88,523	132,925	248,235	179,194	3,422	65,619
Ministry of Home Affairs	945,057	1,056,819	1,358,983	1,336,991	15,000	6,992
Recurrent	868,988	985,176	1,299,114	1,279,442	15,000	4,672
Capital	76,069	71,643	59,869	57,549		2,320
Ministry of Culture, Tourism and Civil Aviation	35,327	34,708	56,628	56,582	46	
Recurrent	25,607	20,209	37,512	37,503	9	
Capital	9,720	14,499	19,116	19,079	37	
Ministry of Foreign Affairs	41,869	43,090	62,898	62,898		

Heading	2018/19	2019/20	2020/21	Source		
	Actual	Revised	Estimate	GON	Grant	Loan
Recurrent	33,540	32,991	51,019	51,019		
Capital	8,329	10,099	11,879	11,879		
Ministry of Forest and Environment	92,080	103,236	125,718	96,946	19,699	9,073
Recurrent	69,299	68,377	80,340	68,304	10,074	1,962
Capital	22,781	34,859	45,378	28,642	9,625	7,111
Ministry of Land Management, Cooperative and Poverty Alleviation	62,524	56,823	82,269	75,709	6,560	
Recurrent	53,924	44,002	56,742	56,282	460	
Capital	8,600	12,821	25,527	19,427	6,100	
Ministry of Physical Infrastructure and Transport	986,137	890,259	1,342,944	654,184	30,196	658,564
Recurrent	71,223	77,825	103,661	103,661		
Capital	914,914	812,434	1,239,283	550,523	30,196	658,564
Ministry of Women, Children & Senior Citizen	4,097	5,404	8,589	8,548	41	
Recurrent	3,942	5,288	7,380	7,339	41	
Capital	155	116	1,209	1,209		
Ministry of Youth and Sports	35,171	40,925	18,395	18,395		
Recurrent	16,839	20,094	16,465	16,465		
Capital	18,332	20,831	1,930	1,930		
Ministry of Defense	502,857	482,437	502,586	502,586		
Recurrent	384,475	407,201	445,967	445,967		
Capital	118,382	75,236	56,619	56,619		
Ministry of Urban Development	260,896	223,931	322,061	236,314	1,952	83,795
Recurrent	70,219	40,813	72,364	53,473	1,804	17,087
Capital	190,677	183,118	249,697	182,841	148	66,708
Ministry of Education, Science and Technology	364,529	340,438	558,689	417,929	37,708	103,052
Recurrent	362,029	337,820	554,868	414,118	37,705	103,045
Capital	2,500	2,618	3,821	3,811	3	7
Ministry of Communications and Information Technology	51,416	52,364	71,342	71,342		
Recurrent	40,803	41,360	52,901	52,901		
Capital	10,613	11,004	18,441	18,441		
Ministry of Federal Affairs and General Administration	175,032	147,368	290,926	160,004	51,473	79,449
Recurrent	90,653	90,102	136,312	93,028	42,904	380
Capital	84,379	57,266	154,614	66,976	8,569	79,069
Ministry of Health and Population	244,856	237,901	606,788	223,637	73,581	309,570
Recurrent	186,250	189,808	454,107	210,921	28,386	214,800
Capital	58,606	48,093	152,681	12,716	45,195	94,770
Ministry of Labour, Employment and Social Security	27,796	21,305	83,940	18,104	3,141	62,695
Recurrent	27,262	19,692	83,317	17,517	3,105	62,695
Capital	534	1,613	623	587	36	
National Planning Commission	5,088	7,645	32,570	32,570		
Recurrent	4,744	7,142	31,676	31,676		
Capital	344	503	894	894		
National Reconstruction Authority	896,612	703,069	550,000	240,825	64,938	244,237

Heading	2018/19	2019/20	2020/21	Source		
	Actual	Revised	Estimate	GON	Grant	Loan
Recurrent	530,856	312,302	160,494	45,316	3,600	111,578
Capital	365,756	390,767	389,506	195,509	61,338	132,659
MOF Financing & Debt Service	1,731,915	1,621,442	2,045,930	1,313,822	59,831	672,277
MOF- Financing	981,249	687,524	1,044,347	312,239	59,831	672,277
Finance	981,249	687,524	1,044,347	312,239	59,831	672,277
MOF- Domestic Debt Service	505,225	623,456	723,592	723,592		
Recurrent	162,094	246,120	270,847	270,847		
Finance	343,131	377,336	452,745	452,745		
MOF- External Debt Service (Multilateral)	215,566	246,893	247,417	247,417		
Recurrent	38,702	38,337	42,172	42,172		
Finance	176,864	208,556	205,245	205,245		
MOF- External Debt Service (Bilateral)	29,875	63,569	30,574	30,574		
Recurrent	6,349	14,688	5,038	5,038		
Finance	23,526	48,881	25,536	25,536		
MOF - Miscellaneous	573,970	911,898	1,388,953	1,247,153		141,800
MOF Staff Benefits and Retirement Benefits	500,232	647,439	827,000	827,000		
Recurrent	500,232	647,439	827,000	827,000		
MOF Miscellaneous	73,738	264,459	561,953	420,153		141,800
Recurrent	8,187	121,765	281,854	181,854		100,000
Capital	65,551	142,694	280,099	238,299		41,800
State	1,104,671	943,195	998,737	947,031	37,477	14,229
State	1,104,671	943,195	998,737	947,031	37,477	14,229
Recurrent	1,104,671	943,195	998,737	947,031	37,477	14,229
Local level	2,107,155	1,884,258	2,627,576	2,420,616	57,014	149,946
Local Level	2,107,155	1,884,258	2,627,576	2,420,616	57,014	149,946
Recurrent	2,107,155	1,884,258	2,627,576	2,420,616	57,014	149,946
Total Expenditure	11,104,571	10,733,504	14,746,454	11,146,184	605,277	2,994,993

Gender Responsive Budget (Including Financing)
Fiscal Year - 2020/21

Annex - 8
(Rs. in '00000)

Heading	Directly Supportive	Indirectly Supportive	Neutral	Total
101 President	0	0	16,21	16,21
102 Deputy President	0	0	5,10	5,10
103 Chief of States	0	0	22,89	22,89
202 Federal Parliament	0	0	1,25,57	1,25,57
204 Courts	0	0	6,78,12	6,78,12
206 Commission for Investigation of Abuse of Authority	0	0	1,33,04	1,33,04
208 Office of the Auditor General	0	0	62,32	62,32
210 Public Service Commission	91,26	0	0	91,26
212 Election Commission	0	0	48,01	48,01
214 National Human Rights Commission	25,75	0	0	25,75
218 Council of Justice	0	0	4,69	4,69
220 National Natural Resources and Fiscal Commission	0	0	8,80	8,80
222 National Women Commission	12,14	0	0	12,14
224 National Dalit Commission	0	3,28	0	3,28
226 National Inclusion Commission	0	3,41	0	3,41
228 Indigenous Nationalities Commission	0	3,15	0	3,15
230 Madhesi Commission	0	3,46	0	3,46
232 Tharu Commission	0	4,47	0	4,47
234 Muslim Commission	0	4,44	0	4,44
301 Office of the Prime Minister and Council of Ministers	0	0	4,28,85	4,28,85
305 Ministry of Finance	2,01	26,92,45	7,61,24	34,55,70
307 Ministry of Industry, Commerce and Supplies	4,72,57	2,41,22	5,29,51	12,43,30
308 Ministry of Energy, Water Resources and Irrigation	26,00,03	18,82,52	3,20,50	48,03,05
311 Ministry of Law, Justice and Parliamentary Affairs	0	3,00	44,87	47,87
312 Ministry of Agriculture and Livestock Development	6,83,22	27,82,68	2,74,30	37,40,20
313 Ministry of Water Supply	13,56,22	14,78,69	4,13,38	32,48,29
314 Ministry of Home Affairs	67,50,00	43,38,79	27,73,88	1,38,62,67
325 Ministry of Culture, Tourism and Civil Aviation	3,70,84	12,02	2,34,11	6,16,97
326 Ministry of Foreign Affairs	0	1,09,45	5,19,53	6,28,98
329 Ministry of Forest and Environment	4,55,83	8,43,74	1,46,97	14,46,54
336 Ministry of Land Management, Cooperative and Poverty	50,09	1,47,86	6,71,06	8,68,81
337 Ministry of Physical Infrastructure and Transport	6,92,37	99,18,59	32,19,21	1,38,30,17
340 Ministry of Women, Children & Senior Citizen	73,44	40,56	0	1,14,00
343 Ministry of Youth and Sports	0	2,12,56	24,04	2,36,60
345 Ministry of Defense	0	48,59,60	1,66,26	50,25,86
347 Ministry of Urban Development	15,34,95	17,60,52	3,55,78	36,51,25
350 Ministry of Education, Science and Technology	1,16,63,05	54,67,06	41,11	1,71,71,22
358 Ministry of Communications and Information Technology	0	1,54,97	5,58,45	7,13,42
365 Ministry of Federal Affairs and General Administration	9,90,62	27,49,15	1,51,46	38,91,23
370 Ministry of Health and Population	62,73,13	27,95,88	0	90,69,01
371 Ministry of Labour, Employment and Social Security	1,00,46	1,58,19	11,62,09	14,20,74
391 National Planning Commission	2,52,40	25,62	47,68	3,25,70
392 National Reconstruction Authority	0	0	55,00,00	55,00,00
501 MOF- Financing	31,81,70	48,79,38	23,82,39	1,04,43,47
502 MOF- Domestic Debt Service	0	0	72,35,92	72,35,92
503 MOF- External Debt Service (Multilateral)	0	0	24,74,17	24,74,17
504 MOF- External Debt Service (Bilateral)	0	0	3,05,74	3,05,74

Heading		Directly Supportive	Indirectly Supportive	Neutral	Total
601	MOF Staff Benefits and Retirement Benefits	0	8,60,00	74,10,00	82,70,00
602	MOF Miscellaneous	21,18,00	33,57,99	1,43,54	56,19,53
701	Province (Fiscal Equalization, Special and Complementary Grant)	63,51,62	0	0	63,51,62
801	Local Level (Fiscal Equalization, Special and Complementary Grant)	1,01,67,55	0	0	1,01,67,55
Grand Total		5,62,69,25	5,17,94,50	3,94,00,79	14,74,64,54

Code	Gender Responsive	Amount	Percent
1	Directly	5,62,69,25	38.16
2	Indirectly	5,17,94,50	35.12
3	Neutral	3,94,00,79	26.72

Note: Gender Responsive Budget Classifications

Basis of classification for Gender Responsive Budget are as follows:

- 50 percent or more budget directly beneficial for women- Directly Responsive
- 20 or more and less than 50 percent pf budget directly beneficial for women - Indirect Responsive
- Less than 20 percent of budget directly beneficial for women - Neutral

Following indicators are used to assess the percentage above.

S.No.	Indicators	Percentage
1	Women Participation in formulation and implementation of Program	20
2	Women Capacity Development	20
3	Women's share in benefit	30
4	Support in employment and income generating to women	20
5	Quality reform in time consumption & minimization in of work to women	10
Total		100

**Climate Budget
Fiscal Year - 2020/21**

**Annex - 9
(Rs. in '00000)**

Heading	Highly Relevant	Relevant	Neutral	Total
101 President	0	0	16,21	16,21
102 Deputy President	0	0	5,10	5,10
103 Chief of States	0	0	22,89	22,89
202 Federal Parliament	0	0	1,25,57	1,25,57
204 Courts	0	0	6,78,12	6,78,12
206 Commission for Investigation of Abuse of Authority	0	0	1,33,04	1,33,04
208 Office of the Auditor General	0	0	62,32	62,32
210 Public Service Commission	0	0	91,26	91,26
212 Election Commission	0	0	48,01	48,01
214 National Human Rights Commission	0	0	25,75	25,75
218 Council of Justice	0	0	4,69	4,69
220 National Natural Resources and Fiscal Commission	0	0	8,80	8,80
222 National Women Commission	0	0	12,14	12,14
224 National Dalit Commission	0	0	3,28	3,28
226 National Inclusion Commission	0	0	3,41	3,41
228 Indigenous Nationalities Commission	0	0	3,15	3,15
230 Madhesi Commission	0	0	3,46	3,46
232 Tharu Commission	0	0	4,47	4,47
234 Muslim Commission	0	0	4,44	4,44
301 Office of the Prime Minister and Council of Ministers	0	0	4,28,85	4,28,85
305 Ministry of Finance	0	9,10,53	25,45,17	34,55,70
307 Ministry of Industry, Commerce and Supplies	0	81,08	11,62,22	12,43,30
308 Ministry of Energy, Water Resources and Irrigation	31,99,95	11,94,15	4,08,95	48,03,05
311 Ministry of Law, Justice and Parliamentary Affairs	0	0	47,87	47,87
312 Ministry of Agriculture and Livestock Development	1,75,03	25,98,11	9,67,06	37,40,20
313 Ministry of Water Supply	19,74,19	8,60,72	4,13,38	32,48,29
314 Ministry of Home Affairs	0	67,55,00	71,07,67	1,38,62,67
325 Ministry of Culture, Tourism and Civil Aviation	0	7,62	6,09,35	6,16,97
326 Ministry of Foreign Affairs	0	0	6,28,98	6,28,98
329 Ministry of Forest and Environment	6,37,65	2,53,45	5,55,44	14,46,54
336 Ministry of Land Management, Cooperative and Poverty	0	19,21	8,49,60	8,68,81
337 Ministry of Physical Infrastructure and Transport	66,40	29,75,31	1,07,88,46	1,38,30,17
340 Ministry of Women, Children & Senior Citizen	0	0	1,14,00	1,14,00
343 Ministry of Youth and Sports	0	0	2,36,60	2,36,60
345 Ministry of Defense	0	0	50,25,86	50,25,86
347 Ministry of Urban Development	2,32,96	11,94,48	22,23,81	36,51,25
350 Ministry of Education, Science and Technology	0	54,42	1,71,16,80	1,71,71,22
358 Ministry of Communications and Information Technology	0	0	7,13,42	7,13,42
365 Ministry of Federal Affairs and General Administration	1,27,70	6,15,62	31,47,91	38,91,23
370 Ministry of Health and Population	0	14,34,94	76,34,07	90,69,01
371 Ministry of Labour, Employment and Social Security	0	1,82	14,18,92	14,20,74
391 National Planning Commission	0	0	3,25,70	3,25,70
392 National Reconstruction Authority	0	0	55,00,00	55,00,00
501 MOF- Financing	8,64,90	37,79,17	57,99,40	1,04,43,47
502 MOF- Domestic Debt Service	0	0	72,35,92	72,35,92
503 MOF- External Debt Service (Multilateral)	0	0	24,74,17	24,74,17
504 MOF- External Debt Service (Bilateral)	0	0	3,05,74	3,05,74

Heading		Highly Relevant	Relevant	Neutral	Total
601	MOF Staff Benefits and Retirement Benefits	0	0	82,70,00	82,70,00
602	MOF Miscellaneous	3,50,00	10,00,00	42,69,53	56,19,53
701	Province (Fiscal Equalization, Special and Complementary Grant)	0	63,51,62	0	63,51,62
801	Local Level (Fiscal Equalization, Special and Complementary Grant)	2,80,54	98,87,01	0	1,01,67,55
Grand Total		79,09,32	3,99,74,26	9,95,80,96	14,74,64,54

Code	Climate Change Budget	Amount	Percent
1	Highly Relevant	79,09,32	5.36
2	Relevant	3,99,74,26	27.11
3	Neutral	9,95,80,96	67.53

Foreign Grant and Loan Summary

Annex - 10

Fiscal Year - 2020/21

(Rs. in '00000)

Donor Agencies	Total	Grant					Loan			
		Total	Cash	Direct	Reimb.	Kind	Total	Direct	Direct	Reimb.
Multilateral	2,631,871	187,529	21,871	457,173	816,747	3,115	2,444,342	1,170,422	50,485	112,058
Asian Development Bank	958,473	33,526		28,361	5,165		924,947	369,687	292,328	262,932
ADB - General	598,473	33,526		28,361	5,165		564,947	9,687	292,328	262,932
ADB/PBL	253,500						253,500	253,500		
ADB/PBL- FSACP	30,000						30,000	30,000		
ADB/PBL-CARES	76,500						76,500	76,500		
European Union	17,640	17,640	17,640							
European Union Budget Support	17,640	17,640	17,640							
International Development Association (World Bank)	1,147,518	50,468	1,277	12,630	36,561		1,097,050	543,935	128,103	425,012
IDA - General	577,824	25,310	1,277	8,930	15,103		552,514	3,935	123,567	425,012
WB - Trust Fund	29,694	25,158		3,700	21,458		4,536		4,536	
IDA/DPC	540,000						540,000	540,000		
International Monetary Fund	256,800						256,800	256,800		
IMF/RCF	256,800						256,800	256,800		
Organization of Petroleum Exporting Countries (OPEC) Fund	17,936						17,936		4,662	13,274
OFID	17,936						17,936		4,662	13,274
United Nations	14,111	14,111	2,954	7,576	466	3,115				
UNDP	460	460	460							
UNEP	50	50	50							
UNFPA	20	20	20							
UNICEF	1,257	1,257	513	734		10				
UN -GEF	2,062	2,062	580	1,482						
WHO	777	777		777						
WFP	3,571	3,571			466	3,105				
UNFCCC-Adaptation Fund Board	4,583	4,583		4,583						
GCF	1,331	1,331	1,331							
International Fund for Agricultural Development	52,694	15,022		168	14,854		37,672			37,672
IFAD	52,694	15,022		168	14,854		37,672			37,672
SDDP	132,869	55,012			55,012		77,857			77,857

Donor Agencies	Total	Grant					Loan			
		Total	Cash	Direct	Reimb.	Kind	Total	Direct	Direct	Reimb.
Multilateral	2,631,871	187,529					2,444,342			
SSDP	132,869	55,012				77,857				
SSDP	132,869	55,012			55,012	77,857			77,857	
Asian Infrastructure Investment Bank	33,830	1,750		1,750		32,080		32,080		
Asian Infrastructure Investment Bank	33,830	1,750		1,750		32,080		32,080		
Bilateral-Donors	819,537	318,456	27,278	397,111	103,970	501,081		185,400		105,778
China	150,996	37,996		37,996		113,000		113,000		
China - General	37,996	37,996		37,996						
China - Exim Bank	113,000					113,000		113,000		
Finland	7,101	7,101		7,101						
Finland - Pool Fund	7,101	7,101		7,101						
Germany	16,267	15,267		15,267		1,000		1,000		
Germany - KFW	16,267	15,267		15,267		1,000		1,000		
India	304,405	92,225	10,000	5,300	76,925	212,180		207,180		5,000
India - General	92,225	92,225	10,000	5,300	76,925					
India - Exim Bank	212,180					212,180		207,180		5,000
Japan	126,981	23,300	2,000	21,300		103,681		48,752		54,929
Japan - General	60,095					60,095		35,581		24,514
Japan - JICA	64,886	21,300		21,300		43,586		13,171		30,415
Japan -KR2	2,000	2,000	2,000							
Kuwait Development Fund	9,915					9,915				9,915
KFAED	9,915					9,915				9,915
Norway	9,500	9,500		9,500						
Norway - General	9,500	9,500		9,500						
Switzerland	23,366	23,366	1,954	21,412						
Switzerland - SDC	23,366	23,366	1,954	21,412						
Saudi Development Fund	34,126					34,126				34,126
Saudi Fund	34,126					34,126				34,126
United Kingdom	32,978	32,978		7,642	25,336					
UK - General	17,978	17,978		7,642	10,336					

Donor Agencies	Total	Grant					Loan			
		Total	Cash	Direct	Reimb.	Kind	Total	Direct	Direct	Reimb.
Bilateral-Donors	819,537	318,456					501,081			
United Kingdom	32,978	32,978								
UK - General	15,000	15,000				15,000				
United States of America	60,797	60,797		57,280	3,517					
USAID - General	3,525	3,525		8	3,517					
Millennium Challenge Corporation, USA	57,272	57,272		57,272						
European Union	43,105	15,926	13,324	2,602			27,179		27,179	
EU - General	15,926	15,926	13,324	2,602						
European Investment Bank	27,179						27,179		27,179	
Basket Funds	148,862	99,292	298		49,570	16,310	49,570			82,684
Pooled Funds	4,377	4,377	204			4,173				
GEFMAT- General	4,377	4,377	204			4,173				
Global Alliance for Vaccination and Immunization	12,227	12,227	90			12,137				
Gavi - General	12,227	12,227	90			12,137				
Donor - Pool Fund-Health	132,258	82,688	4		82,684		49,570			49,570
Donor - Pool Fund-Health	132,258	82,688	4		82,684		49,570			49,570
Grant Total	3,600,270	605,277	49,447	235,885	300,520	19,425	2,994,993	1,170,422	854,284	970,287

**Targeted Performance Indicators
Fiscal Year - 2020/21**

**Annex - 11
(Rs. In '00000)**

S.No.	Sectoral Programme	Sub-sectoral Programme	Unit	Estimated up-to FY 2019/20	At the end of FY 2020/21
1	Agriculture	Food grain production	M.Ton (thousand)	10390	10632
		Paddy	M.Ton (thousand)	5400	5500
		Maize	M.Ton (thousand)	2750	2832
		Wheat	M.Ton (thousand)	2240	2300
		Vegetables	M.Ton (thousand)	4198	4280
		Sugarcane	M.Ton (thousand)	3800	4000
		Fish	M.Ton	98	104.1
2	Livestock	Milk	M.Ton (thousand)	2286	2360
		Meat	M.Ton (thousand)	384	396
3	Irrigation/ river control	Additional irrigation facilities (Federal Only)	Hectare (thousand)	1478	1508
		Construction of embankment in the large and medium river	K.M.	1060	1110
4	Forest	Seedling production, procurement and Distribution	Nos. (thousand)	15000	25000
		Estimated revenue from forest sector	Rs (Billion)	1.6	4
		Wood production	Cubic ft. (hundred thousand)	102	225
		Water source, pond conservation and management of wetland	Nos.	150	250
		Pasture management	Hectare	1800	1800

S.No.	Sectoral Programme	Sub-sectoral Programme	Unit	Estimated up-to FY 2019/20	At the end of FY 2020/21
		Urban green garden construction and management	Nos.	14	30
		Georges/landslide control and prevention	Nos.	250	220
		Employment from forest sector	Thousand		30
5	Roads	Road connection upto district headquarters	Nos.	76	77
		District with blacktopped road connection	Nos.	72	73
		Blacktopped road	K.M.	15370	16670
		Graveled road	K.M.	8669	8369
		Muddy road	K.M.	9140	8440
		Routine and recurrent road maintenance	K.M.	8411	7187
		Periodic road maintenance	K.M.	300	729
		No. of bridge construction	Nos.	2615	2915
6	Local level roads and bridges	Blacktopped road	K.M.	3963	4093
		Graveled road	K.M.	13560	13710
		Muddy road	K.M.	43950	44050
		Rural road bridge construction	Meter	539	569
		Rural municipalities/municipality center connected with road	Nos.	719	725
		Suspension bridge	Nos.	8210	8810
7	Energy	Hydro-electricity production capacity	MW	1386.8	3000
		Transmission line construction (more than 66 KV)	K.M.	4252	5730
		Expansion of 33 KV transmission line	K.M.	5185	6000

S.No.	Sectoral Programme	Sub-sectoral Programme	Unit	Estimated up-to FY 2019/20	At the end of FY 2020/21
		The population receiving access to electricity from the national power system	Percentage	90.01	96 (fully electrification in Province 2, Bagmati & Gandaki and Province 5)
		Per capita electricity consumption	KWh	260	350
		Electricity leakage (transmission and distribution)	Percentage	14.07	13.5
8	Alternative Energy	Installation of domestic solar power system	Nos. (thousand)	921.8	990
		Construction of domestic bio-gas plant	Nos. (thousand)	427	477
		Improved iron stove	Nos. (thousand)	90.8	135
9	Communication and Information Technology	Density of internet users	Percentage	73	80
		Increase in national access to radio	Percentage	87	92
		Number of mobile telephone users	Nos. (hundred thousand)	423	430
		Online tracking system in postal service	District	77	77
		Broadband internet access into the centers of local level	Nos. (hundred thousand)	431	753
		Expansion of optical fiber	K.M.	9422	12620
		Expansion of fixed broadband service	Percentage	16.86	30
		Expansion of mobile broadband service	Percentage	55.3	70

S.No.	Sectoral Programme	Sub-sectoral Programme	Unit	Estimated up-to FY 2019/20	At the end of FY 2020/21
		Access too digital television	Household percentage	72	82
		Online government service	Entity	22	35
10	Education	Visible enrollment rate in pre-primary education	Percentage	86.2	89.5
		Class 1 enrollment with previous experience of child development	Percentage	68.6	73
		Net enrollment rate			
		a. Basic level (class 1-8)	Percentage	93.5	95
		b. Secondary level (class 9-12)	Percentage	47.6	53
		Basic grade class 1-8 completion rate	Percentage		
		Retention rate			
		a. Up-to grade 8	Percentage	79.3	92
		b. Up-to grade 9-12	Percentage	24	25
		Gender equality indicator (based on the basic level net enrollment rate)	Ratio	0.98	1
		Gender equality indicator (based on the secondary level net enrollment rate)	Ratio	1.03	1
		Literacy rate (above 5 years)	Percentage	85	88
		Literacy rate (age group 15-24 years)	Percentage	89	94
		Student receiving day meal	District	43	77
		Free distribution of sanitary pads to the girl student of community schools	Local level	753	753
		Community school with internet facility	Percentage	40	55

S.No.	Sectoral Programme	Sub-sectoral Programme	Unit	Estimated up-to FY 2019/20	At the end of FY 2020/21
		New classroom construction	Nos.	10342 5	10594 5
		Visible enrollment rate in higher education	Percentage	14	16
		Skill oriented training (short term)	Nos. (thousand)	451.7	499.7
		Technical education training	Nos. (thousand)	382.6	460.6
		Trainers' training for technical education and vocational training	Nos.	6200	8403
		Quality assurance and accredited campus	Nos.	49	90
		School having toilets with WASH facility	Percentage	65	72
11	Health	Delivery service from health institutions	Percentage	61.4	69
		Rate of modern contraceptive use	Percentage	42.9	52
		Pregnancy test upto fourth time	Percentage	56	72
		Maternity services from skilled health workers	Percentage	60	70
		Vitamin A recipient pregnant women	Percentage	75	76
		Children having complete vaccination	Percentage	90	93
		Children having measles vaccine	Percentage	91	92
		Child mortality rate (below 5 years)	Per thousand	32	31
		Infant mortality rate	Per thousand	20	17
		Patients having free heart treatment	Nos. (thousand)	4	4.3
		Free medicine availability	Type	70	70
१२	Drinking water and sanitation	Population benefited from basic drinking water facility	Percentage	91	94
		Population benefited from higher medium	Percentage	25	32

S.No.	Sectoral Programme	Sub-sectoral Programme	Unit	Estimated up-to FY 2019/20	At the end of FY 2020/21
		level drinking water facility			
		Population benefited from sanitation facility with processing system in urban area	Percentage	3	6
13	Urban Development	Population consuming urban facility	Percentage	60	60
		Construction of safe citizen residence	Thousand	34	100
		Government building construction (Including conference hall)	Nos.	0	10
14	Tourism	Tourists arrival	Nos. (hundred thousand)	11.97	8.5
		Period of tourists stay	Day	12.7	12.7
		Per tourist per day expense	USD	48	48
		Additional employment from tourism sector	Nos. (thousand)	42	6
		Tourism contribution in GDP	Percentage	3	2.5
		Number of all seasons airport	Nos.	34	39
		International airlines service to Nepal	Nos.	29	31
15	Social Security	Allowance for senior citizen (other)	Nos.	98939 7	12880 17
		Allowance for senior citizen (Dalit/Karnali)	Nos.	28825 2	29281 2
		Single women and widow	Nos.	71750 8	74116 0
		Full disability	Nos.	43266	46803
		Excessive disability	Nos.	73941	80941
		Tribble at the verge of extinction	Nos.	24204	24345
		Dalit children	Nos.	38498 3	45715 6

S.No.	Sectoral Programme	Sub-sectoral Programme	Unit	Estimated up-to FY 2019/20	At the end of FY 2020/21
		Grant for child protection	Nos.	446018	471969
16	Industry	Employment generation through establishment of micro, cottage, small, medium and large industries	Thousand	160	210
		Registration of large industry	Nos.	60	70
		Registration of medium industry	Nos.	130	140
		Registration of cottage and small industry	Nos. (thousand)	50	55
		Upgradation of micro entrepreneurs	Nos. (thousand)	59	33
		Employment creation through micro entrepreneurs and other programs	Nos. (thousand)	25.5	127
		Skill oriented training in collaboration with private sector	Nos. (thousand)		50
17	Supply	Transportation of food in specified remote districts	M. Ton (thousand)	163	164
		Food stock in national food safety storage	M. Ton (thousand)	25	92
		Food stock in SAARC food safety bank	M. Ton (thousand)	8	8
		Transportation of iodized salt in specified remote districts	M. Ton (thousand)	84	78
18	Commerce	Increase in export	Rs. Billion	19.4	7
		Export import ratio	Ratio	1:14	01:13.2
		Export to GDP ratio	Percentage	3.2	3.1
19	Cooperative	Increase in number of cooperatives	Nos.	34837	34900
		Number of cooperative members	Hundred thousand	65	66

S.No.	Sectoral Programme	Sub-sectoral Programme	Unit	Estimated up-to FY 2019/20	At the end of FY 2020/21	
		Share capital of cooperative societies	Rs. Billion	77	78	
		Increase in total savings of cooperatives	Rs. Billion	351	358	
		Increase in investment of cooperatives	Rs. Billion	342	350	
		Trained manpower in cooperative sector	Nos. (hundred thousand)	1150	1250	
		Direct employment through cooperative	Thousand	68.4	70.5	
		Employment generation through community institutions under Poverty Alleviation Fund	Thousand		150	
	20	Labor and Social Security	Child labor inspection in enterprises (per year)	Nos.	900	1000
			Employment oriented training (short term)	Thousand	10	50
			Business skill oriented training	Thousand	8	20
			Enterprise inspection (labor)	Nos.	900	1000
			Labor audit	Report Nos.	1300	3000
Employment generation (public, private and special programs)			Thousand	500	600	
Employment oriented training (in collaboration of all three levels of government))			Nos. (thousand)	10	50	
Number of beneficiaries in Social Security Fund			Nos. (thousand)	200	500	
Number of enterprises/employers involved in social security plan			Nos. (thousand)	25	50	

S.No.	Sectoral Programme	Sub-sectoral Programme	Unit	Estimated up-to FY 2019/20	At the end of FY 2020/21
		Number of labor affiliated in enterprises under contribution based social security scheme	Percentage	30	50
	Youth	Self-employment generation under Youth Self-employment Fund	Thousand		12
21	Finance	Number of employment generation from interest subsidy scheme	Thousand	10	50
		Employment generation from the investment into Small Farmers Development Microfinance Institution	Thousand		40