

TABLE OF CONTENTS

		<i>Page No.</i>
	<i>Preface</i>	v
	<i>Acknowledgments</i>	viii
Ch.		
1.	Introduction	1
2.	Conceptual and Statistical Problems	7
3.	Growth of Government Expenditure	17
4.	The Structure of Government Expenditure	31
5.	Income Elasticities of Government Expenditure by Major Categories	70
6.	Impact of Government Purchases on Sectoral Outputs	75
7.	Composition and Impact of State Government Purchases—A Case Study of Gujarat	98
8.	Summary of Findings	120
	<i>Appendix A</i> Methodology on Aggregation of Input-Output Matrix	127
	<i>Appendix B</i> Background Note on Central Stores Purchase Organisation	131
	<i>Appendix C</i> Sources of Date	134
	<i>Statistical Appendix</i>	137
	<i>References</i>	166
	<i>Index</i>	173

Tables in the Text

3.1	Central Government Expenditure at Current and Constant 1970-71 Prices (1950-51 to 1977-78)	20
3.2	Compound Growth Rate of Central Government Expenditure at Current and Constant Prices for Selected Periods (1950-51 to 1977-78)	22
3.3	Central Government Expenditure—Decomposition of Growth into Price and Real Components: 1950-51 to 1965-66 and 1966-67 to 1977-78	28
3.4	Increases in Wages and Salaries, Employment, Price and Nominal Wages (1960-61 to 1977-78)	29
4.1	Central Government Expenditure by Economic Categories at Current Prices (1950-51 to 1977-78)	34
4.2	Composition of Final Outlays at 1970-71 Prices (1950-51 to 1977-78)	36
4.3	Growth Rates of Components of Final Outlays at Current and 1970-71 Prices	38
4.4	Consumption Expenditure as Percentage of GNP at 1970-71 Prices (1950-51 to 1977-78)	40
4.5	Percentage Distribution of Gross Capital Formation in Total Central Government Expenditure at Current and 1970-71 Prices (1950-51 to 1977-78)	42
4.6	Composition of Gross Capital Formation by the Central Government as Percentage of GNP at 1970-71 Prices (1950-51 to 1977-78)	44
4.7	Gross Capital Formation out of Budgetary Resources as Percentage of GNP at 1970-71 Prices (1950-51 to 1977-78)	48
4.8	Interest, Subsidies and Pensions at Current and 1970-71 Prices (1950-51 to 1977-78)	50
4.9	Interest, Subsidies and Pensions as Percentage of GNP at 1970-71 Prices (1950-51 to 1977-78)	53
4.10	Distribution of Subsidies by Purpose at Current Prices (1965-66 to 1977-78) (Per cent of total subsidies)	54
4.11	Distribution of Subsidies by Purpose at Current Prices (1965-66 to 1977-78) (Rs. crore)	56

4.12	Subsidies by Type at Current Prices (1965-66 to 1977-78)	58
4.13	Financial Investments and Loans to the Rest of the Economy at Current Prices (1950-51 to 1977-78)	60
4.14	Government Expenditure by Function at Current Prices (1957-58 to 1977-78)	62
4.15	Expenditure by Function as Percentage of GNP at 1970-71 Prices (1957-58 to 1977-78)	66
4.16	Important Components of Social Services and Economic Services and Their Percentage Share in GNP at 1970-71 Prices (1957-58 to 1977-78)	68
5.1	Income Elasticities of Central Government Expenditure on Major Categories at Current and 1970-71 Prices (1950-51 to 1965-66)	73
5.2	Income Elasticities of Central Government Expenditure on Major Categories at Current and 1970-71 Prices (1965-66 to 1977-78)	73
6.1	Estimation of Total Central Government Expenditure on Goods and Services from the Economic and -Functional Classification (1977-78)	82
6.2	Sector-wise Purchases of Central Government Expenditure Derived from Different Sources	83
6.3	Commodity Composition of Central Government Expenditure on Goods and Services (1977-78)	85
6.4	Sector-wise Purchases of Central Government (1977-78)	91
6.5	Sector-wise Direct and Indirect Impact of Central Government Purchases (1977-78)	92
6.6	Sector-wise Direct and Indirect Impact Per Rs. 100 of Central Government Purchases (1977-78)	93
6.7	Proportion of Output in the Total Output Attributable to the Impact of Central Government Expenditure (1977-78)	95
6.8	Direct and Indirect Import Requirements of Central Government Commodity Expenditure (1977-78)	96
7.1	Demands for Grants of Gujarat Government (1977-78)	101
7.2	Expenditure of Gujarat Government by Economic Categories (1973-74 to 1977-78)	102

7.3	Data on the State Government Purchases Obtained from Various Sources (1977-78)	104
7.4	Gujarat Government Vector at Market Prices (1973-74 to 1977-78)	108
7.5	Gujarat Government Vector at Producer Prices (1973-74 to 1977-78)	110
7.6	Sectoral Multipliers of Government Commodity Expenditure in Gujarat (1973-74 to 1977-78)	112
7.7	Direct and Indirect Demands of Government Purchases in Gujarat (1973-74 to 1977-78)	114

Tables in the Appendix Notes and in the Statistical Appendix

Tables in the Appendix Note

- A.I** Details of Aggregation of Input-Output Matrix
- B.I** Departmental Purchase Committees on March 31, 1978

Tables in the Statistical Appendix

- A.1** Combined Government Expenditure of Centre, States and Union Territories at Current Prices (1950-51 to 1977-78)
- A.2** Price Deflators: 1950-51 to 1977-78 (1970-71 = 100)
- A.3** Central Government Expenditure by Economic Categories at Current Prices (1951 to 1978)
- A.4** Central Government Expenditure by Economic categories at 1970-71 Prices (1951 to 1978)
- A.5** Per Capita Central Government Expenditure by Economic Categories at Current Prices (1951-1978)
- A.6** Per Capita Central Government Expenditure by Economic Categories at 1970-71 Prices (1951 to 1978)
- A.7** Central Government Expenditure by Economic Categories as Percentage of GNP at Current Prices (1951 to 1978)
- A.8** Central Government Expenditure by Economic Categories as Percentage of GNP at 1970-71 Prices (1951 to 1978)
- A.9** Percentage Distribution of Central Government Expenditure by Economic Categories at Current Prices (1951 to 1978)
- A.10** Percentage Distribution of Central Government Expenditure by Economic Categories at 1970-71 Prices (1951 to 1978)
- A.11** Central Government Expenditure by Functional Categories at Current Prices (1966 to 1978)
- A.12** Central Government Expenditure by Functional Categories at 1970-71 Prices (1966 to 1978)

- A.13** Percentage Distribution of Central Government Expenditure by Functional Categories at Current Prices (1966 to 1978)
- A.14** Central Government Expenditure by Functional Categories as Per cent of GNP at Current Prices (1966 to 1978)