

Exercise No5.1
(Time allowed: 10 minutes)

Note: Learners may solve this exercise individually within 4 minute and note down the answers in their notebooks. After 4 minutes, the learners will discuss their individual answers in their sub-groups and come to agreed final answers within the sub-group. They may take another 4 minutes for this. A reporter from the sub-group will then state the answer to the entire learning community on behalf of sub-group. This exercise may take another 2 minutes.

Question: What is meant by Budget Phasing?

Suggested solution to exercise No. 5.1

Question: What is meant by Budget Phasing?

Suggested solution:

The Government expenditure (except salaries and other periodical payments like rent etc.) as also the Government receipts are not evenly spread over the entire year. This may result into periods when there may be fewer receipts as compared to the expenditure or alternatively less expenditure and comparatively more receipts. This uneven spread therefore calls for detailed planning, which may involve arranging short term loans (like ways and means advances) to avoid payment crisis, and /or investment of surplus cash, which is known as Budget Phasing.

Exercise No5.2
(Time allowed: 10 minutes)

Note: Learners may solve this exercise individually within 4 minute and note down the answers in their notebooks. After 4 minutes, the learners will discuss their individual answers in their sub-groups and come to agreed final answers within the sub-group. They may take another 4 minutes for this. A reporter from the sub-group will then state the answer to the entire learning community on behalf of sub-group. This exercise may take another 2minutes.

Question: What is budgetary Control?

Suggested solution to exercise No. 5.2

Question: What is budgetary Control?

Suggested solution:

It is the process of financial administration to control, both qualitatively and quantitatively, the expenditure vis-à-vis the sanctioned provision.

Exercise No: 5.3
(Time allowed: 10 minutes)

Note: Learners may solve this exercise individually within 4 minute and note down the answers in their notebooks. After 4 minutes, the learners will discuss their individual answers in their sub-groups and come to agreed final answers within the sub-group. They may take another 4minutes for this. A reporter from the sub-group will then state the answer to the entire learning community on behalf of sub-group. This exercise may take another 2 minutes.

Question: Write “True” or “False” against each statement according as you find it right or wrong.

Sl.No.	Statement	True/False
1	Review of budget implementation is broadly conducted in two phases.	
2	Resources Operations have nothing to do with Budgetary control.	
3	Phasing of expenditure of approved allocations in view of estimated collection of receipts is of critical importance in regulating the fiscal/budget imbalance.	
4	The Estimates Committee of Parliament examines in detail the budget estimates and their outcome.	
5	The inadequate budgetary provision for a particular item of expenditure can be met through Reappropriation and/or by obtaining approval of the Parliament for additional funds through Supplementary Grants.	
6	In India Exchequer Control is based on UK model.	
7	Public Accounts Committee and Committee on Public Undertakings review the appropriateness of expenditure on services for which they are made.	
8	The Parliamentary Committees constituted for review of Budgetary Operations of Government review the efficacy of the Government expenditure vis-a- vis the targets and objectives.	

Suggested solution to exercise No. 5.3

Question: Write “True” or “False” against each statement according as you find it right or wrong.

Suggested solution:

Serial No.	Suggested solution
1.	True
2.	False
3.	True
4.	True
5.	True
6.	False
7.	True
8.	True

Exercise No: 5.4
(Time allowed: 10 minutes)

Note: Learners may solve this exercise individually within 4 minute and note down the answers in their notebooks. After 4 minutes, the learners will discuss their individual answers in their sub-groups and come to agreed final answers within the sub-group. They may take another 4minutes for this. A reporter from the sub-group will then state the answer to the entire learning community on behalf of sub-group. This exercise may take another 2 minutes.

Question: Complete the statements in A with matching statements in B

S.No.	Statement A	S.No.	Statement. B
1	The implementation process of budget after approval is called.	1.1	Paragraphs 11.12 to 11.15 of the Comptroller and Auditor General's Manual of Standing Orders Administrative volume I.
2	The setting up of sound organisation for issue of financial sanctions with suitable checks and balances to ensure avoidance of waste and extravagance is a.	2.1	The Chief Accounting Authority who discharges his responsibility with the assistance of the Integrated Financial Advisor of each Ministry/Department.
3	For review of budget implementation, a monthly summary of the disbursements and the receipts are prepared by	3.1	Budgetary Control
4	The Instructions relating to control of expenditure in IA&AD are laid down in	4.1	That he would control the Exchequer issues.
5	The prefix 'Comptroller' to the Auditor General of India implies	5.1	The expenditure figures furnished by the Director General, Central Revenues.
6	Under the departmentalization of the accounts at the Centre the Secretary of the Ministry/Department acts as	6.1	The targets and objectives set for the budget allocations.
7	The Parliamentary Committees review the efficacy of the Government expenditure keeping in view	7.1	The Chief Controller of Accounts
8	The Office of the Comptroller and Auditor General reconciles the expenditure figures consolidated from statements of expenditure received from different field offices with	8.1	System of Financial Control

Suggested solution to exercise No. 5.4

Question: Complete the statements in A with matching statements in B

Suggested solution:

1.	3.1
2.	8.1
3.	7.1
4.	1.1
5.	4.1
6.	2.1
7.	61
8.	5.1.

Exercise No: 5.5
(Time allowed: 10 minutes)

Note: Learners may solve this exercise individually within 4 minute and note down the answers in their notebooks. After 4 minutes, the learners will discuss their individual answers in their sub-groups and come to agreed final answers within the sub-group. They may take another 4minutes for this. A reporter from the sub-group will then state the answer to the entire learning community on behalf of sub-group. This exercise may take another 2 minutes.

Question: Fill in the following blanks with the terms given below.

Review and Rectification, Expenditure Management, Ways and Means Operations, Budget Control, Central Accounts Office, Reserve Bank of India, Currency Officers, System of Exchequer Control, Head of the Department ,Ministry of Finance..

1. The control system which ensures that no money is withdrawn by any Government Department in excess of the budget allocations approved for it by the Legislature is called-----.
2. The Budgetary Control has four components, namely Budget Phasing, -----, Budget Control, and-----.
3. The Budgetary Control involves Exchequer Control, -----, Resources Operations, Financial Control, -----, and Expenditure management.
4. The Ways and Means Advances are obtained by the Union Government in the form of Treasury Bills from the -----, when the cash balances fall below the minimum.
5. The Resource Operations are conducted by -----, of the Reserve Bank of India to ensure availability of sufficient coins, and bank notes at payment centers.
6. The Regional Pay and Accounts Offices compile their regional accounts and render them to the -----at the headquarters.
7. The control of expenditure against grant/appropriation is the ultimate responsibility of the -----.
8. Detailed guidelines for effective expenditure management are issued regularly by the -----.

Suggested solution to exercise No. 5.5

Question: Fill in the following blanks with the terms given below

Suggested solution:

Serial No.	Suggested Solution
1	System of Exchequer Control
2	Review and Rectification, Expenditure Management
3	Ways and Means Operations, Budget Control
4	Reserve Bank of India
5	Currency Officers
6	Central Accounts Office
7	Head of the Department
8.	Ministry of Finance