

### **Fiscal Reforms Programme for States**

2.37 The main objective of fiscal reforms programme for States was to progressively improve the "Balance on Current Revenues" and reduce the revenue deficit in the medium term. Thirteen States evolved and undertook their own Fiscal Reform Programme and entered into an agreement with the Centre during 1999-2000. These are Punjab, Rajasthan, Himachal Pradesh, Manipur, Nagaland, Mizoram, Orissa, Sikkim, Uttar

Pradesh, Madhya Pradesh, Assam, Andhra Pradesh and Jammu & Kashmir.

2.38 The Fiscal Reform Programme and Fiscal Reform Facility was a one-time measure implemented in 1999-2000. Under this facility extended ways & means advance of Rs.2570 crore was provided to these States. Besides additional market borrowing of Rs.1920 crore was also allowed to seven States. Eleventh Finance Commission in its supplementary Report has also suggested a monitorable fiscal reforms programme for the States.