

CHAPTER-III

ANALYSIS THE INCOME

SOURCES OF

ERANDOLI AND ARAG

VILLAGE PANCHAYAT

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ANALYSIS THE INCOME SOURCES OF ERANDOLI AND ARAG VILLAGE PANCHAYAT

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CHAPTER III

ANALYSIS THE INCOME SOURCES OF ERANDOLI AND ARAG VILLAGE PANCHAYAT

3.1 Introduction

Village Panchayat is the primary unit of local self-government. Its main task is to meet the regional needs of the population. Its functions include social and community services and economic services and their list can be so lengthy one. Community and social services contains the provision of guards, registration of birth and death, provision of education and health services. Similarly, economic service includes street lighting, provision of drinking water, drainage, local roads etc. The responsibility of the village panchayat has been growing with the passage of time, especially in the area of rural development and administration. However, unfortunately it faces a problem of inadequate funds. Therefore, local government needs funding to finance its activities such funds are raised from various sources¹.

The present study is related to the financial status of Erandoli and Arag village panchayat for the year 2009-10 to 2011-12.

3.2 Analysis the source of finance /income of Erandoli and Arag Village Panchayat

The financial sources of revenue of the Village Panchayat may be classified into two categories

1. Tax revenue
2. Non-tax revenue

3.2.1 Tax revenue:

The present study is concerned with Erandoli and Arag Village Panchayat in Miraj Taluka of Sangli District; hence, here we discuss the sources of finance of Erandoli and Arag Village Panchayat during the period of 2009-2010 to 2011-2012. Tax revenue is the main source of Village Panchayat. Receipts from taxation are the main source of revenue it is called as Tax Revenue.

“A tax is defined as a compulsory payment to the government authority without any direct benefit.”²

According to Bastable “Tax is a compulsory contribution of the wealth of a person or body of persons for the service of the powers.”³

“Tax means a tax, cess rate or other impost leviable under this Act, but does not include a fee.”⁴

The Erandoli and Arag Village Panchayat levy various taxes on the people and collect its revenue through the tax. In general, the Village Panchayat imposes following taxes.

- i. Taxes on land and building
- ii. Light tax
- iii. Market tax
- iv. Fair tax
- v. Water tax
- vi. Health tax
- vii. Taxes on vehicle
- viii. Taxes on Professions

3.2.2. Non-tax revenue

Non-tax revenues of local bodies look uniformity, as does the tax revenue. This category includes grants from the State Government, earnings from public undertakings like leasing of lands, buildings and plots, etc. It also includes fees, fines, payment services, and loans and advances, etc.⁵

The Non-tax revenues of Erandoli and Arag Village Panchayat are as follows:

- i. State Government grants-in-aid for various schemes like
- ii. Stamp duty
- iii. Grants on collected land revenue
- iv. Fees for registration of marriage, birth, and death
- v. Late fees and fines, etc

3.3 Distribution of Total Revenue of Erandoli Village Panchayat

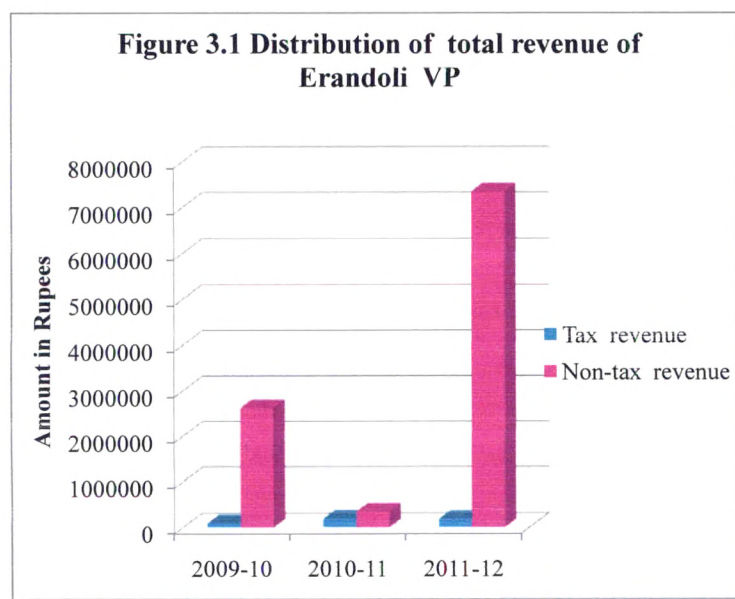
Total revenue of Erandoli Village Panchayat mainly consists of the Tax revenue and Non-tax revenue. The present study is concerned with Erandoli Village Panchayat and attempts to find out the distribution of the total revenue in to the Tax revenue and Non-tax revenue.

Table 3.1 and figure 3.1 shows that the distribution of Tax revenue and Non-tax revenue into the Total revenue and their percentage shows into the total revenue during the period under the study.

Table no. 3.1 Distribution of Total Revenue of Erandoli Village Panchayat
(Amount in Rupees)

Year	Tax revenue	Non-tax revenue	Total revenue
2009-10	97106 (3.56%)	2633946 (96.44%)	2731052 (100%)
2010-11	193504 (35.66%)	349112 (64.34%)	542616 (100%)
2011-12	183965 (2.44%)	7344957 (97.56%)	7528922 (100%)
CGR	37.63	66.99	66.03

Source: Official Records of Erandoli Village Panchayat



In table 3.1 and figure 3.1 the data shows that the total revenue of Erandoli Village Panchayat was Rs.27,31,052 in the year 2009-2010 and in the same year tax revenue was Rs.97,106 and its percentage share in the total revenue were 3.56%. Non- tax revenue was Rs.26,33,946 and its percentage share in total revenue was 96.44%. In the year, 2010-2011 total revenue was decreased by Rs.5,42,616 and tax revenue was Rs. 1,93,504, its percentage share in total revenue was 35.66% and non-tax revenue was Rs. 3,49,112 its percentage share in total revenue was 64.34%. Lastly in the year 2011-12 total revenue was highly increased compared to previous year, it was Rs. 75,28,922 and in the same year tax revenue was Rs. 183965 and its percentage share in total revenue were 2.44%. At the same time non-tax revenue was Rs. 73,44,957 and its percentage share in total revenue were 97.56%.

Thus, it implies that Erandoli village Panchayat mostly depends on non-tax revenue income sources.

In Erandoli Village Panchayat, of the total study period tax revenue was lower than the non-tax revenue because in the year 2009-10 there was a big amount of Rs.23,56,783 grants received from central government for the Bharat Nirman Scheme. In the year, 2010-11 grants received from central, state, and local board of Rs. 2, 92,963 this was like wise higher. In the year 2011-12 there was also a big amount grant received from the central government of Rs.68,88,993 for National Rural Drinking water. In the study period there, low revenue received from house and land, light etc. therefore the tax revenue was lower than the non-tax revenue.

Under the study, the Compound Growth Rate of Total Revenue was 66.03%, Tax Revenue 37.63% and Non-tax Revenue 66.99%. Be compare to tax revenue the non-tax revenues CGR was greater.

We clearly understand from table 3.2 and figure 3.2 that, Erandoli Village Panchayat under the study shows fluctuating trends in their total revenue,

and in tax and non-tax revenue from the above data, we can conclude that:

- 1) Total Revenue of Erandoli Village Panchayat was fluctuating during the period 2009-2010 to 2011-2012.
- 2) The tax revenue of Erandoli V P was also fluctuating during the period.
- 3) Non-tax revenue of the Erandoli Village Panchayat gradually also fluctuating during the period under the study.
- 4) The overall compound growth rate of the total revenue was 66.03 during the period under study.
- 5) The compound growth rate of the tax revenue was 37.63 and the non-tax revenue was 66.99 during the period 2009-10 to 2010-11.

3.4 Distribution of Total Revenue of Arag Village Panchayat

Total revenue of Arag Village Panchayat mainly consists of the Tax revenue and Non-tax revenue.

The present study is concerned with Arag Village Panchayat and attempts to find out the division of the total revenue into the Tax revenue and Non-tax revenue.

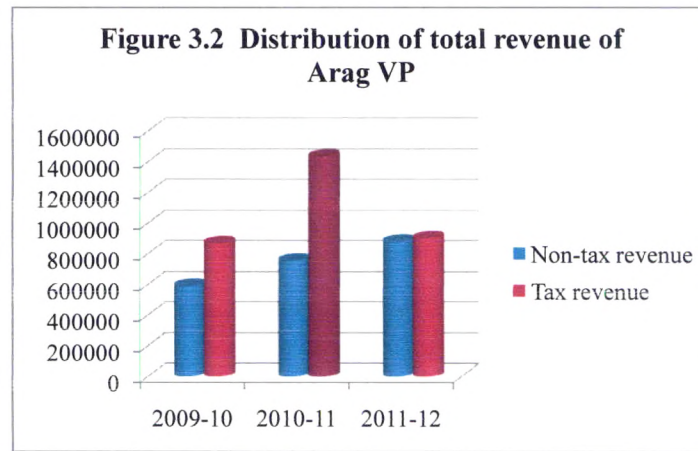
Table 3.2 and figure 3.2 shows that the division of tax revenue and non-tax revenue into the total revenue and their percentage shows into the total revenue during the period under the study.

Table no. 3.2 Distribution of Total Revenue of Arag Village Panchayat

(Amount in Rupees)

Year	Tax revenue	Non-tax revenue	Total revenue
2009-10	870080 (59.45%)	593583 (40.55%)	1463663 (100%)
2010-11	1435802 (65.42%)	759020 (34.58%)	2194822 (100%)
2011-12	904954 (50.63%)	882485 (49.37%)	1787439 (100%)
C.G.R.	1.98	21.93	10.50

Source: Official Records of Arag Village Panchayat



In table 3.2 and figure 3.2 the data indicates that the total revenue of Arag Village Panchayat was Rs.14,63,663 in the year 2009-2010 and in the same year tax revenue was Rs.8,70,080 and its percentage share in total revenue was 59.45%. Non-tax revenue was Rs. 5, 93,583 and its percentage share in total revenue was 40.55%. In the year 2010-2011 total revenue was increased by Rs.21,94,822 and tax revenue were Rs.

14,35,802, its percentage share in total revenue was 65.42% and Non-tax revenue was Rs.7,59,020 its percentage share in total revenue was 34.58%. Lastly, in the year 2011-12 total revenue was decrease by the previous year, it was Rs. 17, 87,439 and in the same year tax revenue was Rs. 904952 and its percentage share in total revenue was 50.63%. At the same time, non-tax revenue was Rs. 882485 and its percentage share in total revenue was 49.37%.

Under the study, the Compound Growth Rate of total revenue was 10.50%, Tax revenue was 1.98% and non-tax revenue was 19.45%. Be compared to tax revenue the non-tax revenues CGR was greater.

We clearly understand from table 3.2 that Arag Village Panchayat under the study shows fluctuating trends in their total revenue and in tax and non-tax revenue from the above data, we can conclude that:

- 1) Total Revenue of Arag Village Panchayat was fluctuating during the period 2009-2010 to 2011-2012.
- 2) The tax revenue of Arag Village Panchayat was also fluctuating during the period.
- 3) Non-tax revenue of the Arag Village Panchayat gradually increased during the period under the study.
- 4) Overall, compound growth rate of the total revenue was 10.50 during the period under study.
- 5) The compound growth rate of the tax revenue was 1.98% and the non-tax revenue was 21.93% during the period 2009-10 to 2010-11.

3.5 Composition of Total Revenues of Erandoli Village Panchayat

Erandoli Village Panchayat, total revenue is distributed in to two categories such as tax revenue and non-tax revenue. Tax is the source of

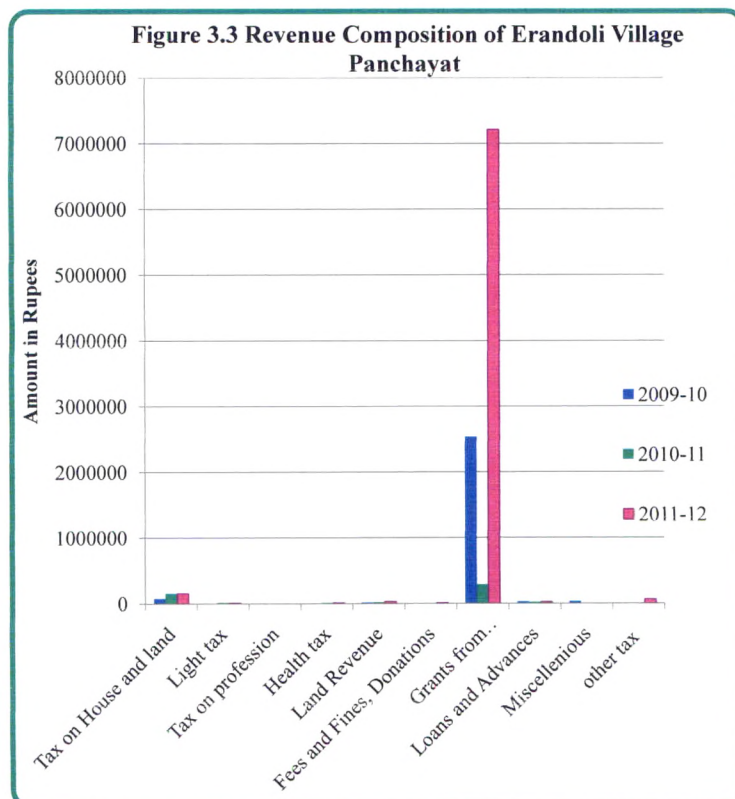
own revenue for the Village Panchayat. Tax revenue includes tax on house, a tax on lightning, fair tax, health tax, Tax on profession etc. Similarly, non-tax revenue includes grants from the State Government, fees, fines, earnings from public undertakings, land revenues, etc.

The present study is to an analysis of composition of the total revenue of Erandoli Village Panchayat from Sangli district of the Maharashtra State.

Table no. 3.3 Revenue Composition of Erandoli Village Panchayat
(Amount in Rs.)

Particulars	2009-10	2010-11	2011-12	CGR %
Tax on House and land	80531 (2.94%)	159105 (29.32%)	159775 (2.12%)	40.85
Light tax	8,220 (0.30%)	17,524 (3.22%)	12,341 (0.16%)	22.52
Tax on profession	380 (0.01%)	200 (0.03%)	215 (0.28%)	-24.78
Health tax	7,975 (0.29%)	16,675 (3.07%)	11,63 (0.15%)	20.78
Land Revenue	19055 (0.69%)	22480 (4.14%)	30415 (0.40%)	26.33
Fees, Fines, Donations	2,300 (0.08%)	3,500 (0.64%)	12,363 (0.16%)	131.84
Grants,-Central, State Govt. Local Board	2536811 (92.88%)	292963 (53.99)	7213729 (95.81%)	68.63
Loans and Advances	31910 (1.17%)	21,629 (3.98%)	24200 (0.32%)	-13.00
Miscellaneous	35,400 (1.29%)	70 (0.01%)	0	-99.80
other tax	8,470 (0.31%)	8,470 (1.56%)	64,250 (0.85%)	17.54
Total revenue	2731052 (100%)	542616 (100%)	7528922 (100%)	66.03

Source: Official Records of Erandoli Village Panchayat



1) Tax on House and Land

Table 3.3 and Figure 3.3 shows the revenue received from the house and land tax of Erandoli Village Panchayat. The revenue from house tax was Rs.80,531 in the year 2009-10 and its percentage of total revenue was just 2.94%. It increased to Rs. 1,59,105 and its percentage to total revenue also increased to 29.32% in the year 2010-11. Lastly it rose to Rs.1, 59,775 but it percentage share of total revenue was decreased by 2.12% in the year 2011-12. Under the study period, Compound Growth

Rate of Revenue on house and building was 40.85%. Compare to other CGR of house, building tax was higher.

2) Light Tax

Table 3.3 and Figure 3.3 shows that the revenue on light tax on the Erandoli Village Panchayat during the period under the study. In the year 2009-10, it was 80,531 and its percentage share of total revenue was 2.94%. In the next year 2010-11, it was raised to Rs.1, 59,105, and its percentage share of total revenue was raised to previous 29.32%. Last year, by 2011-12, it was increased to Rs.159, 775, but its percentage share of total revenue was reduced compare to previously, only 2.12%. Under the study period, Compound Growth Rate of revenue on light tax was 22.52% and it was higher than health tax.

3) Tax on Profession

Table 3.3 and Figure 3.3 indicates that the revenue on profession tax of the Erandoli Village Panchayat during the period under the study. In the year 2009-10, it was 380 and its percentage share of total revenue was 0.01%. In the next year 2010-11, it was reduced to Rs.200, and its percentage share of total revenue was raised to previous 0.03%. Last year, by 2011-12, it was increased to Rs.215 and its percentage share to total revenue was increased previously be only 0.28%. Compound Growth Rate of tax on profession was negative -24.78%, because the tax on profession was decreasing in the study period.

4) Health Tax

Table 3.3 and Figure 3.3 indicates that the revenue on health tax on the Erandoli Village Panchayat during the period under the study. In the year 2009-10, it was 7,975 and its percentage share of total revenue was

0.29%. In the next year 2010-11, it was raised to Rs.16, 675, and its percentage share of total revenue was increased to previous 3.07%. In final year 2011-12, it was reduced to Rs.11, 634, and its percentage share of total revenue was decreased previously be only 0.15%. Compound Growth Rate of health tax was 20.78% in study period and it was higher than other taxes.

5) Land Revenue

Table 3.3 and Figure 3.3 indicates that the revenue on land of the Erandoli Village Panchayat during the period under the study. In the year 2009-10, it was 19,055 and its percentage share of total revenue was 0.69%. In the next year 2010-11, it was rose to Rs.22, 480, and its percentage share of total revenue was increases to previously 4.14%. In last year, 2011-12, the land revenue was also increases to Rs.30, 415, but its percentage share of total revenue was decreases to previous only 0.40%. Under the study period, the Compound Growth rate of land revenue was 26.33% and it was higher than the health tax.

6) Fees, Fines and Donations

Table 3.3 and Figure 3.3 show that, the Non-tax revenue on fees, fines, and donations during the study period of Erandoli Village Panchayat. In the year 2009-10, it was Rs.23, 000 and its percentage share of total revenue was 0.08%. In the next year 2010-11, it was raised to Rs.3,500, and its percentage share of total revenue was increased to previous 0.64%. Last year, by 2011-12 on the revenue was also raised to Rs.12, 363, but its percentage share to total revenue was decreased previously be only 0.16%. Under the period of the study, Compound Growth Rate of Non tax revenue on fees, fines, and donations was 131.84%. CGR of fees, fines, and donation was greater than all other revenues.

7) Grants from Central, State Government and Local Board

Table 3.3 and Figure 3.3 shows that the Grants from State Government and Local Board of the Erandoli Village Panchayat during the period under the study. In the year 2009-10, it was Rs.25,36,811 and its percentage share of total revenue was 92.88%. In the next year 2010-11, it was decreased to Rs.2,92,963 and its percentage share to total revenue was decreased to previous 53.99%. In last year, by 2011-12 the revenue was increased highly to Rs.72,13,729 but its percentage share to total revenue was increased to the previous year was 95.81%. The Compound Growth Rate of Grants from State Government and Local Board was 34.3%. In study period, and it was greater than health tax, land revenue, light tax etc.

8) Loans and Advances

Table 3.3 and Figure 3.3 is shown that the income from loans and advances of the Erandoli Village Panchayat during the period under the study. In the year 2009-10, it was Rs.31, 910 and its percentage share of total revenue was only 1.17%. In the next year 2010-11, it was just Rs.21,629, but its percentage share of total revenue was raised to previous 3.98%. Last year, by 2011-12 the revenue was increased to Rs.24,200 and its percentage share of total revenue was decreased to previous was only 0.32%. Under the study period, Compound Growth Rate of Loans and advances was 20.12%.

9) Miscellaneous

Table 3.3 and Figure 3.3 shows that the income from miscellaneous items of the Erandoli Village Panchayat during the period under the study. In the year 2009-10 it was Rs.35, 400 and its percentage share of total revenue were 1.29%. In the next year 2010-11, it was just Rs.70, and its

percentage share of total revenue was reduced to previous 0.001%. Last year, in 2011-12 there was not any income from miscellaneous. Under the period of the study of Compound Growth Rate of miscellaneous was -99.80%.

10) Other tax

Table 3.3 and Figure 3.3 indicates that the income from other tax of the Erandoli Village Panchayat during the period under the study. In the year 2009-10, it was Rs.8, 470 and its percentage share of total revenue was 0.69%. In the next year 2010-11, it was equally the same amount Rs.8, 470, and its percentage share of total revenue was raised to previous 1.56%. Last year, by 2011-12 revenue was highly increased to Rs.64, 250 and its percentage share of total revenue was decreased to the previous year was 0.40%. Under the period of the study of the Compound Growth Rate of other tax was 17.54%.

In the above analysis, we conclude that the performance of Erandoli Village Panchayat was very well in the period of under study from the year 2009-10 to 2011-12. The Erandoli Village Panchayats own income was low, compare to house tax the light tax, and health tax etc. is very low. The grants from state government and local bodies are in compliance. In the year 2009-10, Panchayat received large amount for subsidy from Bharat Nirman Yojana. Therefore, that year the income source of Gram Panchayat was increased highly. In the year, 2011-12 also received a large amount from on subsidy for National Rural Drinking water, so this year also income source was increased highly.

Analysis of the total revenue and its composition of Erandoli Village Panchayat show that, the non-tax revenue was very high compare to tax revenue. It shows that the raising of revenue from non-tax sources

increases the total revenue and it will help in the overall development of the Erandoli village.

3.6 Composition of Total Revenues of Arag Village -Panchayat

Arag Village Panchayats, total revenue is distributed into two categories such as tax revenue and non-tax revenue. Tax is the source of own revenue for the Village Panchayat. Tax revenue includes tax on house, a tax on lightning, market tax, fair tax, sanitary tax, health tax, etc. Similarly, non-tax revenue includes grants from the State Government, fees, fines, earnings from public undertakings, etc.

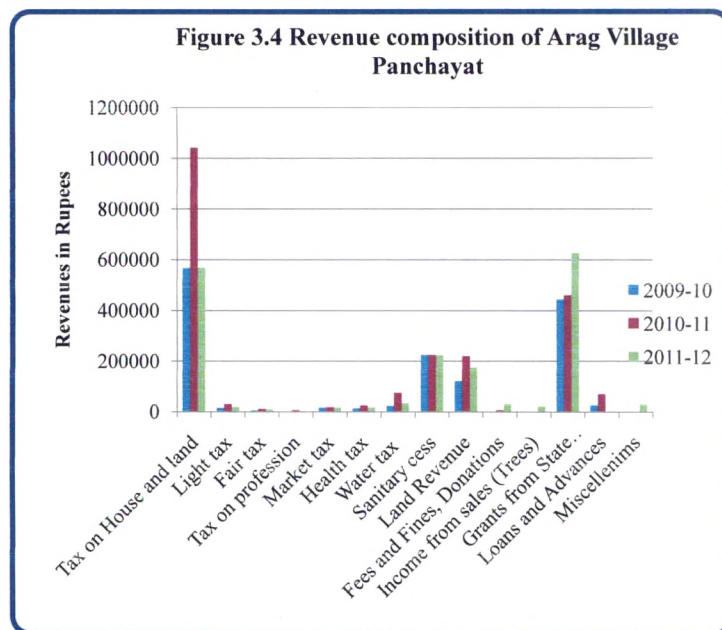
The present study is to an analysis of composition of the total revenue of Arag Village Panchayat from Sangli district of the Maharashtra State.

Table no. 3.4 Revenue Composition of Arag Village Panchayat

(Amount in Rs.)

Revenues	2009-10	2010-11	2011-12	CGR %
Tax on House and Building	565880 (38.66%)	1041700 (47.46%)	568482 (31.80%)	0.22
Light tax	15,303 (1.05%)	30,778 (1.40%)	19,517 (1.09%)	0.12
Fair tax	6,039 (0.41%)	11,932 (0.54%)	10108 (0.56%)	0.29
Tax on profession	2,070 (0.14%)	6,545 (0.30%)	3,160 (0.17%)	0.23
Market tax	17,460 (1.19%)	18,660 (0.85%)	18,495 (1.03%)	0.02
Health tax	14,299 (0.98%)	25,138 (1.14%)	18,011 (1.00%)	12.23
Water tax	24,029 (1.64%)	76,049 (3.46%)	35,433 (1.98%)	0.21
Sanitary cess	225000 (15.37%)	225000 (10.25%)	225000 (12.58%)	0
Land Revenue	121474 (8.30%)	219227 (9.99%)	175950 (9.84%)	20.35
Fees and Fines, Donations	1,535 (0.10%)	6,940 (0.32%)	31,385 (1.75%)	352.17
Income from sales (Trees)	-	-	22,590 (1.26%)	-
Grants from Central, State government and local board	443174 (30.28%)	461063 (21.01%)	627338 (35.09%)	18.97
Loans and Advances	26,400 (1.80%)	69,770 (3.18%)	2,300 (0.13%)	29.51
Miscellaneous	1,000 (0.7%)	2,000 (0.09%)	29,670 (0.66%)	144.70
Total Revenue	1463663 (100%)	2194822 (100%)	1787439 (100%)	10.50

Source: Official records of Arag Village Panchayat



1) Tax on House and Land

Table 3.4 and Figure 3.4 reveal that the revenue received from the house and land tax of Arag Village Panchayat. The revenue from house tax was Rs.5,65,880 in the year 2009-10 and its percentage share of total revenue were 38.66%. It increased to Rs. 10, 41,700 and its percentage to total revenue also increased to 47.46% in the year 2010-11. Lastly, it reduced to Rs.5, 68,482, its percentage share of total revenue was also decreased by 31.80% in the year, 2011-12. Under the study period, Compound Growth Rate of Revenue on a house, and building was 0.22%. Compared with light and market tax the CGR of house and building tax was higher.

2) Light Tax

Table 3.3 and Figure 3.3 shows that the revenue on light tax of the Arag Village Panchayat during the period under the study. In the year 2009-10 it was Rs.15, 303 and its percentage share of total revenue were only 1.05%. In the next year 2010-11, it was raised to Rs.30, 778, and its percentage share of total revenue was increased to previous 1.40%. Last year, by 2011-12 it was decreased to Rs.19, 517, and its percentage share to total revenue was decreased to previous was 1.09% under the study period the Compound Growth Rate of revenue on light tax was 0.12% and it was higher than the market tax.

3) Fair Tax

Table 3.3 and Figure 3.3 show that the revenue received from Fair tax of the Arag Village Panchayat during the period under the study. In the year 2009-10, it was Rs.6, 039 and its percentage share of total revenue was only 0.41%. In the next year 2010-11, it was increased to Rs.11, 932, and its percentage share of total revenue was increased previously be 0.54%. Last year, by 2011-12 it was decreased to Rs.10, 108, and its percentage share of total revenue was increased to previous was 0.56%. Under the study period, Compound Growth Rate of revenue on fair tax was 0.29% and it was higher than market tax, light, market tax etc

4) Tax on Profession

Table 3.3 and Figure 3.3 indicates that the revenue on profession tax of the Arag Village Panchayat during the period under the study. In the year 2009-10 it was Rs.2, 070 and its percentage share of total revenue were 0.14%. In the next year 2010-11, it was raised to Rs.6, 545, and its percentage share of total revenue was raised to previous 0.30%. Last year, by 2011-12 it was decreased to Rs.3, 160, and its percentage share of total revenue was decreased to previous was 0.17%. Under the study

period, Compound Growth Rate of revenue on Profession, tax was 0.23%.

5) Market tax

Table 3.3 and Figure 3.3 indicates that the revenue on market tax of the Arag Village Panchayat during the period under the study. In the year 2009-10 it was Rs.17, 460 and its percentage share of total revenue were 1.19%. In the next year 2010-11, it was raised to Rs.18, 660, and its percentage share of total revenue was decreased to previous 0.85%. Last year, by 2011-12, it was decreased to Rs.18, 495, and its percentage share to total revenue was increased previously be 1.03%. Under the period of the study Compound Growth Rate of revenue on market, tax was 0.02%.

6) Health Tax

Table 3.3 and Figure 3.3 indicates that the revenue on health tax of the Arag Village Panchayat during the period under the study. In the year 2009-10, it was 14,299 and its percentage share of total revenue was 0.98%. In the next year 2010-11, it was increased to Rs.25138, and its percentage share of total revenue was increased to previous 1.14%. Last year, by 2011-12 it was decreased to Rs.18, 011, and its percentage share to total revenue were reduced to previous was only 1%. Under the period of the study, Compound Growth Rate of revenue on health tax was 12.23%.

7) Water Tax

Table 3.3 and Figure 3.3 indicates that the revenue on water tax of the Arag Village Panchayat during the period under the study. In the year 2009-10, it was Rs.24, 029 and its percentage share to total revenue was only 1.64%. In the next year 2010-11, it was raised to Rs.76, 049, and its percentage share of total revenue was increased to previous 3.46%. In

last year, by 2011-12 it was decreased to Rs.35, 433, and its percentage share of total revenue was decreased previously be 1.98%. Under the period of the study of the Compound Growth Rate of revenue on water, tax was 0.21%.

8) Sanitary cess

Table 3.3 and Figure 3.3 shows that the revenue on sanitary cess of the Arag Village Panchayat during the period under the study. In the year 2009-10, it was Rs.2, 25,000 and its percentage share of total revenue was only 15.37%. In the next year 2010-11, it was the same amount and its percentage share to total revenue was decreased to previous 10.25%. In last year 2011-12 it was same amount, and its percentage share to total revenue was increased to previous was 12058%. Under the period of the study, Compound Growth Rate of revenue on sanitary cess was 0.21%.

9) Land Revenue

Table 3.3 and Figure 3.3 shows that the revenue on land of the Arag Village Panchayat during the period under the study. In the year 2009-10, it was Rupees 1, 21,474, and its percentage share of total revenue was 8.30%. In the next year 2010-11, it was raised to Rs.2, 19,227, and its percentage share of total revenue was increased to previously 9.99%. In last year 2011-12 the land revenue was reduced to Rs.1, 75,950, and its percentage share of total revenue was decreased to previous was 9.84%. Under the period of the study, Compound Growth Rate of revenue on land was 20.35%.

10) Fees and Fines, Donations

Table 3.3 and Figure 3.3 indicates that the non-tax revenue on fees, fines and donations of the Arag Village Panchayat during the period under the

study. In the year, 2009-10 it was Rs.1535 and its percentage share of total revenue was 0.10%. In the next year 2010-11 it was increased to Rs.6940 and its percentage share of total revenue was increased to previous 0.10%. In last year, by 2011-12 the revenue was also increased to Rs.31, 385, and its percentage share of total revenue was increased to previously 1.75%. Under the period of the study, Compound Growth Rate of Non tax revenue on fees, fines, and donations was 352.174%.

11) Grants from State Government and Local Board

Table 3.3 and Figure 3.3 shows that the Grants from State Government and Local Board of the Arag Village Panchayat during the period under the study. In the year 2009-10, it was Rs.4, 43,174 and its percentage share of total revenue was 30.28%. In the next year 2010-11, it was raised to Rs.4, 61,063, and its percentage share of total revenue was reduced to previous 21.01%. Last year, by 2011-12 on the revenue was also increased to Rs.6, 27,338, and its percentage share of total revenue was extended to previously 35.09%. Under the period of the study, Compound Growth Rate of Grants from State Government and Local Board was 18.97%.

12) Loans and Advances

Table 3.3 and Figure 3.3 indicates that the income from loans and advances of the Arag Village Panchayat during the period under the study. In the year 2009-10, it was Rs.26,400 and its percentage share of total revenue was 1.80%. In the next year 2010-11, it was raised to Rs.69,770, and its percentage share of total revenue was raised to previous 3.18%. In last year 2011-12, the revenue was decreased to Rs.2300, and its percentage share of total revenue was reduced previously

be only 0.13%. Under the period of the study, Compound Growth Rate of loans and advances was 29.51%.

13) Miscellaneous

Table 3.3 and Figure 3.3 indicates that the income from miscellaneous items of the Arag Village Panchayat during the period under the study. In the year 2009-10, it was Rs.1, 000 and its percentage share of total revenue was 0.7%. In the next year 2010-11, it was only Rs.2000 and its percentage share of total revenue was increased to previous 0.09%. Last year, 2011-12 there was increased in miscellaneous to Rs. 29670 and its percentage was 0.66%. Under the period of the study, Compound Growth Rate of miscellaneous was 144.70%.

In the above analysis, we conclude that the total revenue was fluctuating trend in the period under the study of Arag Village Panchayat. In tax revenue, the house tax was high compare to light tax, fair tax, market tax, profession tax, health tax, water tax etc. The grants from state government and local government are satisfactory as well as raising trend.

The analyses of the total revenue and its composition shows that the tax revenue was very high compare to non-tax revenue. It shows that raising revenue from tax revenue increases the total revenue and it will help in the overall development of Arag village.

3.7 References

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