

Zero-based budgeting

Zero-based budgeting (ZBB) is an approach to budget formation where in a government prepares a budget from the ground, starting from zero rather than making an incremental provisioning for projects over previous year.

As opposed to traditional budgeting, no item is automatically included in the next budget. Every program and expenditure is reviewed at the beginning of each budget cycle and must justify each line item in order to receive funding.

The Ministry of Finance

Five Departments	Department of Economic Affairs Department of Expenditure Department of Revenue Department of Investment and Public Asset Management (DIPAM) Department of Financial Services.
Budget is prepared by	Budget Division of Department of Economic Affairs
Economic Survey is prepared by	Economic Division of Department of Economic Affairs

IAS Prelims 2010

Which of the following is responsible for the preparation and presentation of Union Budget to the parliament ?

- (a) Department of Revenue (b) **Department of Economic Affairs**
(c) Department of Financial Services (d) Department of Expenditure

IAS Prelims 1998

Economic Survey in India is published officially, every year by the

- (a) Reserve Bank of India (b) Planning Commission of India
(c) **Ministry of Finance, Government of India** (d) Ministry of Industries, Government of India

Union Budget 2020-21 (February 01, 2020)**

KEY TO BUDGET DOCUMENTS

The list of Budget documents presented to the Parliament, besides the Finance Minister's Budget Speech, is given below:

- A. Annual Financial Statement (AFS)
- B. Demands for Grants (DG)
- C. Finance Bill
- D. **Statements mandated under Fiscal Responsibility and Budget Management Act, 2003:**
 - i. Macro-Economic Framework Statement
 - ii. Medium-Term Fiscal Policy cum Fiscal Policy Strategy Statement
- E. Expenditure Budget
- F. Receipt Budget
- G. Expenditure Profile
- H. Budget at a Glance
- I. Memorandum Explaining the Provisions in the Finance Bill
- J. Output Outcome Monitoring Framework
- K. Key Features of Budget 2020-21

The documents shown at Serial Nos. A, B, and C are mandated by Art. 112, 113 and 110 (a) of the Constitution of India respectively, while the documents at Serial No. D (i) and (ii) are presented as per the provisions of the Fiscal Responsibility and Budget Management Act, 2003.

Other documents at Serial Nos. E, F, G, H, I, J and K are in the nature of explanatory statements supporting the mandated documents with narrative in a user-friendly format suited for quick or contextual references.

The "Output Outcome Monitoring Framework" will have clearly defined outputs and outcomes for various Central Sector Schemes and Centrally Sponsored Schemes with measurable indicators against them and specific targets for FY 2020-21.