



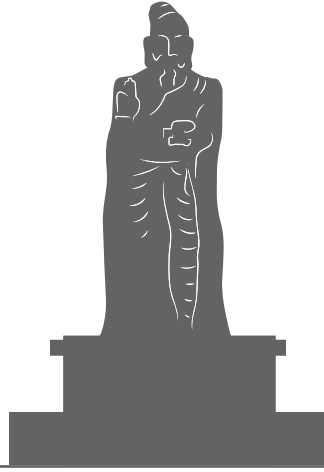
**GOVERNMENT OF TAMIL NADU**

# **CITIZEN'S GUIDE TO BUDGET 2025-2026**



GOVERNMENT OF TAMIL NADU

# **CITIZEN'S GUIDE TO BUDGET 2025-2026**



சமன்ஓசய்து சீர்தூக்குங் கோல்போல் அஹைந்ஓதாருபால்  
கோடாஹை சான்றோர்க்கு அஹை

[குறள் – 118]

*To stand, like a balance-rod that level hangs and rightly weighs,  
with calm, equity of soul, is sages' praise*

*(Kural – 118)*

# BUDGET 2025 - 2026

## TAMIL NADU ECONOMY



Area	1.3 lakh Sqkm
Population	7.22 Crore (2011 Census)
Economy	Rs.35.67 lakh Crore (2025-26 - BE)

### TOTAL SIZE OF THE BUDGET\*\*

**TOTAL RECEIPTS**  
Rs.3,32,330 Crore



**TOTAL DISBURSEMENTS**  
Rs.4,39,293 Crore



### TOTAL RECEIPTS AND DISBURSEMENTS

\*\*Excludes Public Debt

## THE STATE'S REVENUE

In 2025-26, the Government has projected its revenue receipts at Rs.3,31,569 crore. The State's own revenues constitute 75.3% of the total revenue receipts. The balance 24.7% comes from the share in Central taxes and grants-in-aid from the Union Government.



State's Own Tax Revenue

Rs.2,20,895 Cr



State's Own Non-Tax Revenue

Rs.28,818 Cr



Grants-in-Aid from Union Government

Rs.23,834 Cr

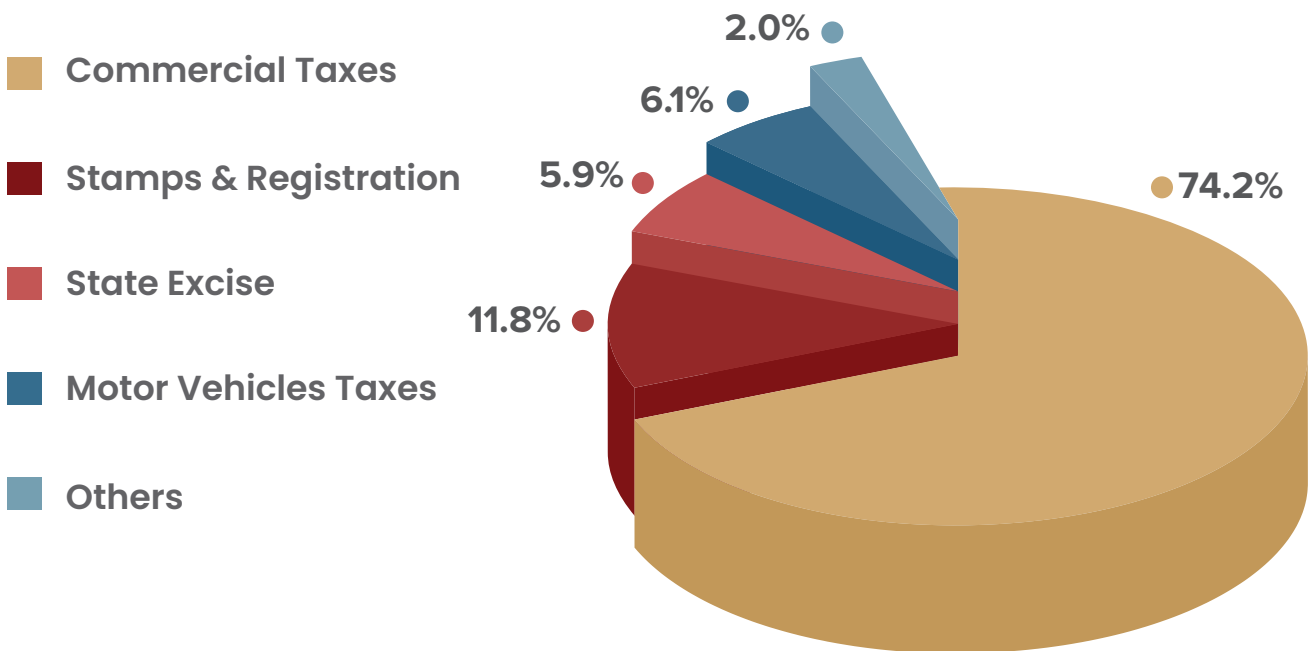


Share in Central Taxes

Rs.58,022 Cr

## STATE'S OWN TAX REVENUE

The Government's revenue from its own taxes are estimated to increase by 14.6% in 2025-26. The major components of the State's own tax revenue are as follows



## THE STATE'S EXPENDITURE

The total expenditure of the Government is projected to be Rs.4,39,293 crore in 2025-26, which is an increase of 9.95% over 2024-25 (RE).

## REVENUE EXPENDITURE

The major portion is spent on various welfare schemes for the people, especially the poor and vulnerable.

### TOTAL REVENUE EXPENDITURE

**Rs.3,73,204 Cr**



**Rs.90,464 Cr**

Salaries



**Rs.16,972 Cr**

Operation & Maintenance



**Rs.1,53,724 Cr**

Subsidies and Grants



**Rs.41,290 Cr**

Pension & Retirement Benefits



**Rs.70,754 Cr**

Interest Payments

## CAPITAL EXPENDITURE

The Government keeps on providing impetus to economic growth through spending for capital works. The Capital expenditure in 2025-26 is projected at Rs.57,231 crore, which is an increase of 22.4% over 2024-25 (RE)

### CAPITAL EXPENDITURE FOR KEY SECTORS



Roads and Bridges

**Rs.18,197 Cr**



Transport & Energy

**Rs.10,973 Cr**



Urban Development

**Rs.6,292 Cr**



Water Supply Schemes\*

**Rs.6,231 Cr**



Water Bodies

**Rs.4,465 Cr**



Education & Health

**Rs.3,851 Cr**

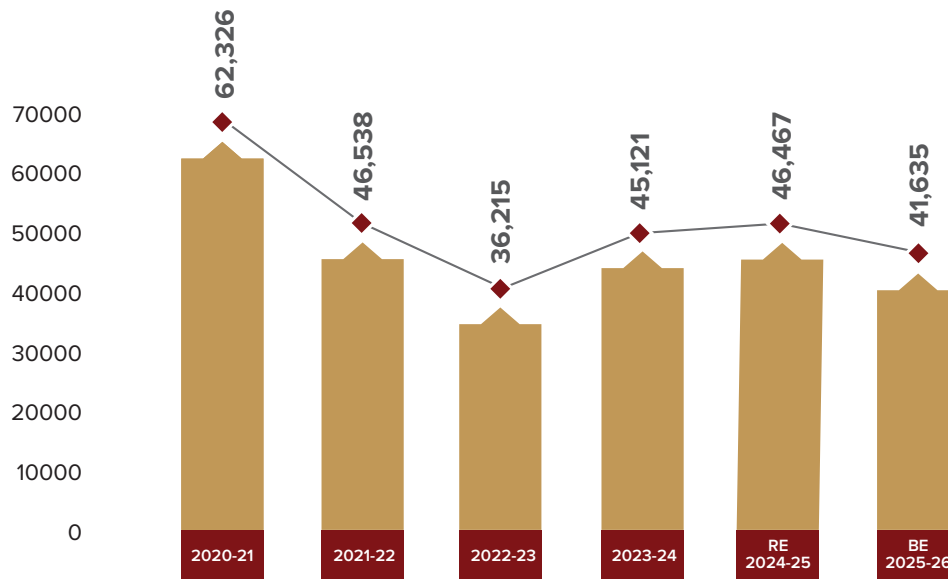
**TOTAL CAPITAL EXPENDITURE Rs.57,231 Cr**

\*Includes direct releases to Implementing Agencies

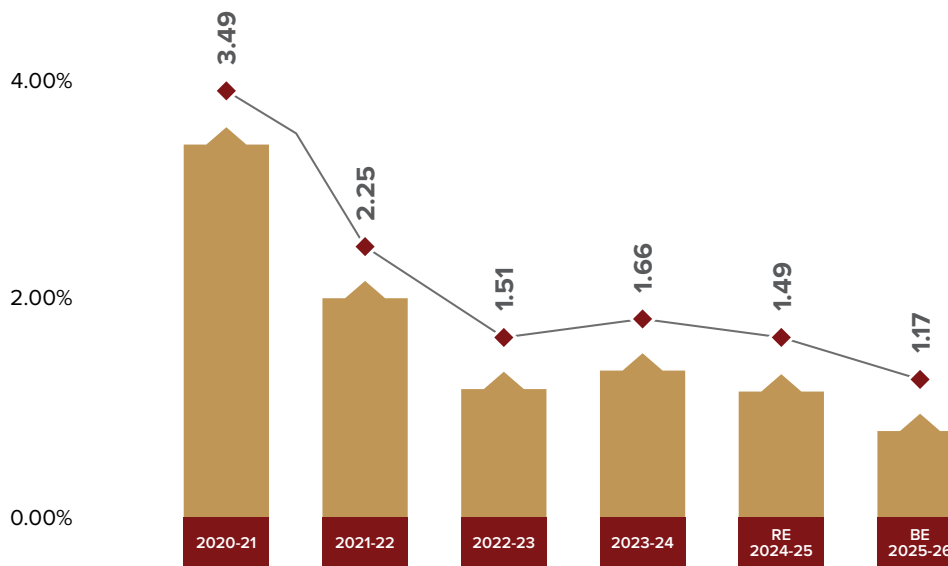
## REVENUE DEFICIT

The revenue deficit is estimated to be Rs.46,467 crore this year (RE 2024-25) and Rs.41,635 crore in the next year (BE 2025-26).

### TRENDS IN REVENUE DEFICIT RUPEES IN CRORE



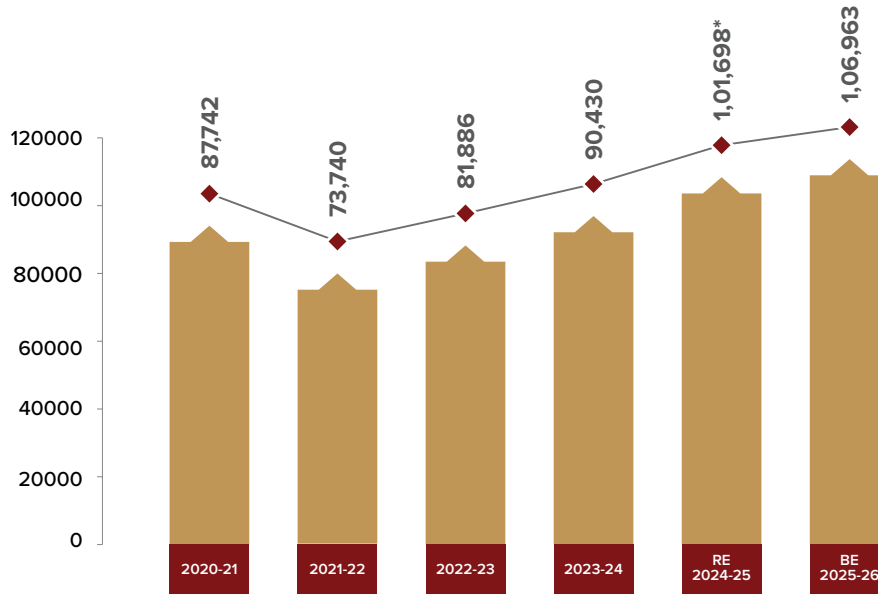
### TRENDS IN REVENUE DEFICIT AS % OF GSDP



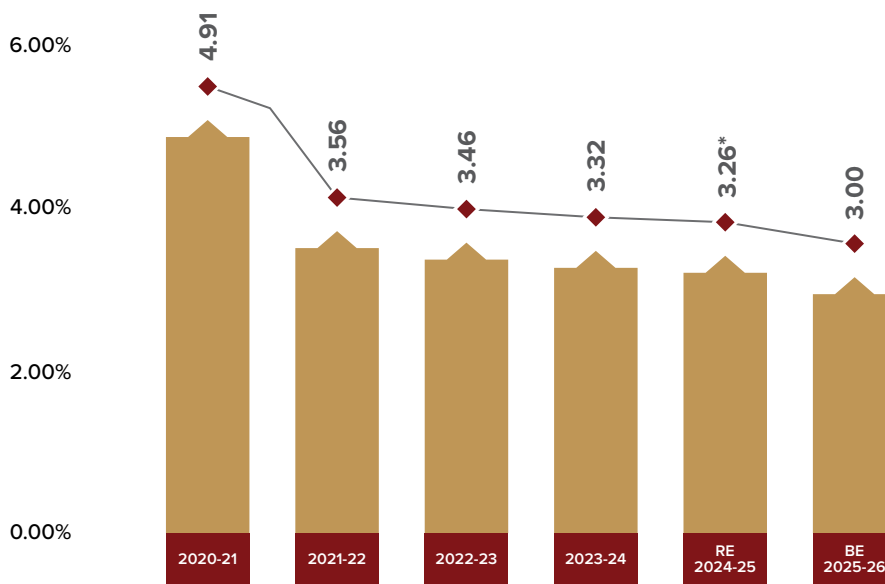
# FISCAL DEFICIT

The fiscal deficit as a percentage of GSDP is 3.26% this year (RE 2024-25). It will reduce to 3.00% next year (BE 2025-26).

## TRENDS IN FISCAL DEFICIT RUPEES IN CRORE



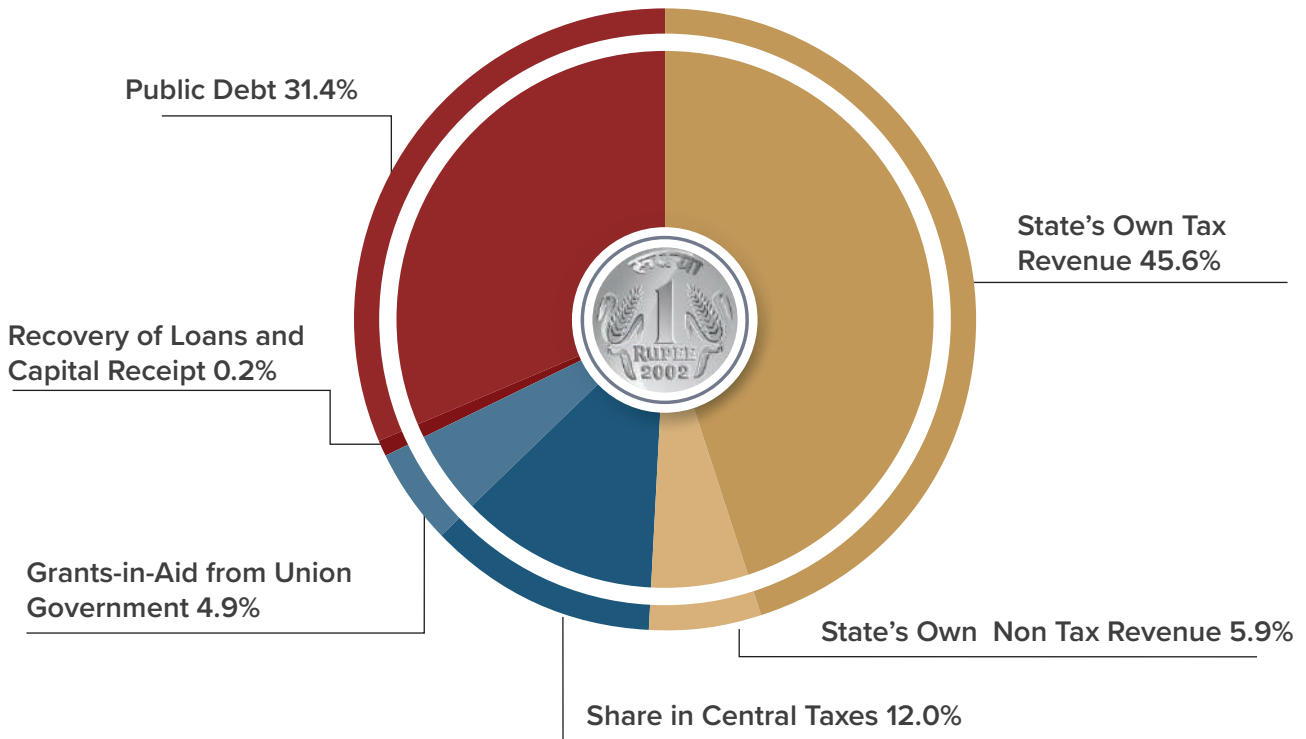
## TRENDS IN FISCAL DEFICIT AS % OF GSDP



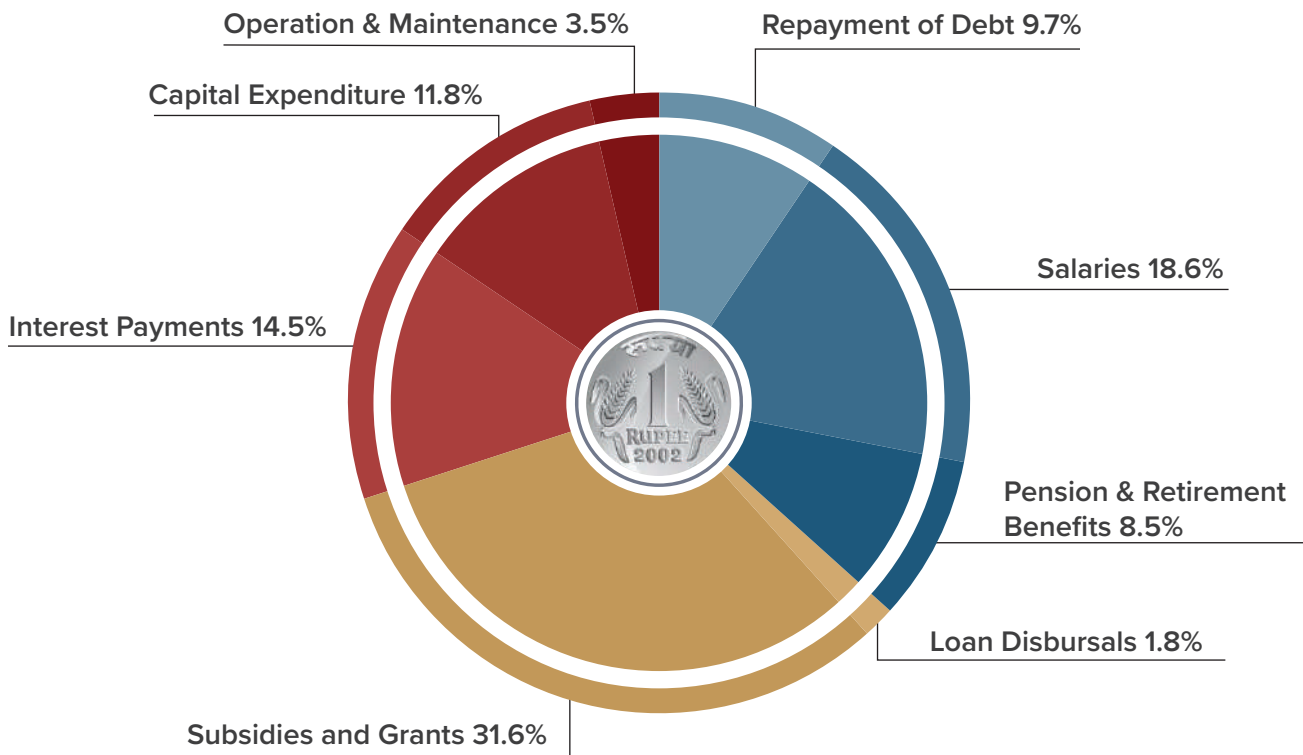
\*Includes transfer of Rs.350 Crore to Contingency Fund



## HOW ONE RUPEE IS MOBILISED



## HOW ONE RUPEE IS SPENT



## MAJOR SECTORAL ALLOCATIONS IN BUDGET 2025-2026



**EDUCATION**  
Rs.55,261 Crore



**URBAN DEVELOPMENT**  
Rs.34,396 Crore



**RURAL DEVELOPMENT**  
Rs.29,465 Crore



**HEALTH**  
Rs.21,906 Crore



**ENERGY**  
Rs.21,178 Crore



**HIGHWAYS**  
Rs.20,722 Crore

## MAJOR SECTORAL ALLOCATIONS IN BUDGET 2025-2026



**POLICE**  
**Rs.13,342 Crore**



**TRANSPORT**  
**Rs.12,965 Crore**



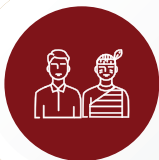
**WATER RESOURCES**  
**Rs.9,460 Crore**



**SOCIAL WELFARE**  
**Rs.8,597 Crore**



**INDUSTRIES AND MSME**  
**Rs.5,833 Crore**



**ADI-DRAVIDAR & TRIBAL WELFARE**  
**Rs.3,924 Crore**

Represents Revenue Expenditure, Capital Expenditure and disbursal of Loans

# MAJOR ANNOUNCEMENT - 2025-26

## WOMEN

### Reduction of registration fee by 1% for properties registered by women

(for all immovable assets, including houses, plots and agricultural lands, valued up to Rs.10 lakh)



### Women Entrepreneurs Development Scheme

**Rs.225 Crore**

(Skill development training and entrepreneurial guidance, with access to bank loans of up to Rs.10 lakh along with a 20 per cent subsidy for one lakh women)

### Providing high-tech devices to college students

**Rs.2000 Crore**

(for 20 lakh college students in 2 years)



## STUDENTS

## GOVERNMENT EMPLOYEES



### Restoration of Earned Leave Surrender system

(encash by surrendering upto 15 days EL)

# NEW ANNOUNCEMENT - 2025-26

## TAMIL DEVELOPMENT



## ARCHAEOLOGY, ART, CULTURE & MUSEUMS



# NEW ANNOUNCEMENT - 2025-26

## RURAL DEVELOPMENT

Construction of additional 1 lakh new houses in rural areas

**Rs.3,500 Crore**



Reconstruction of dilapidated houses in rural areas

**Rs.600 Crore**

(25,000 houses)

## URBAN DEVELOPMENT

Reconstruction of dilapidated tenements

**Rs.1,051 Crore**

(5,256 houses through TNUHDB)

Climate Resilient Sponge Parks

**Rs.88 Crore**

(7 places in Chennai metropolitan area)

Mudhalvar Padaippagam

**Rs.150 Crore**

(CM Spaces in all Corporations)



Riverside Development Works

**Rs.400 Crore**

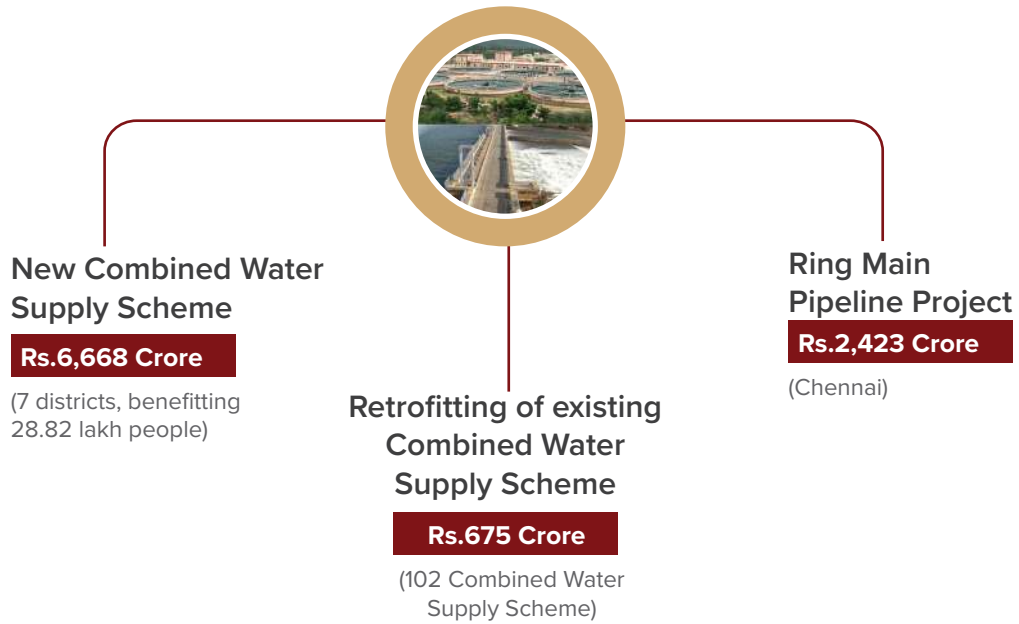
(Trichy, Madurai, Erode, Coimbatore and Tirunelveli corporations)

Global City

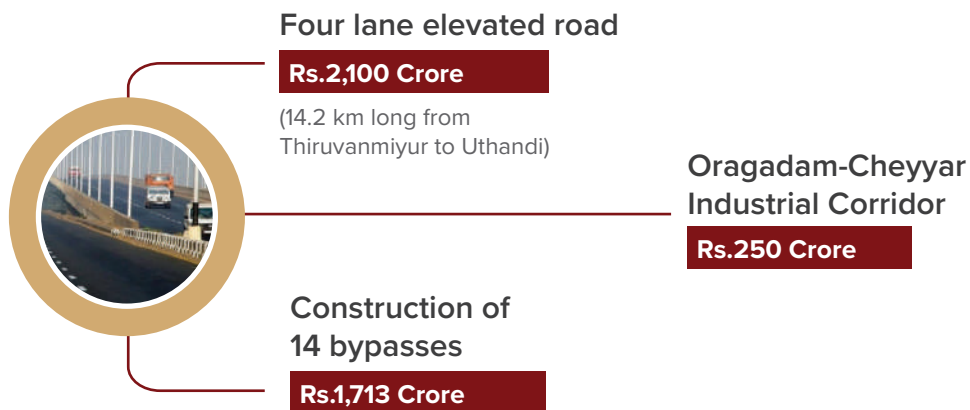
(Development of a new city near Chennai)

# NEW ANNOUNCEMENT - 2025-26

## WATER SUPPLY



## HIGHWAYS

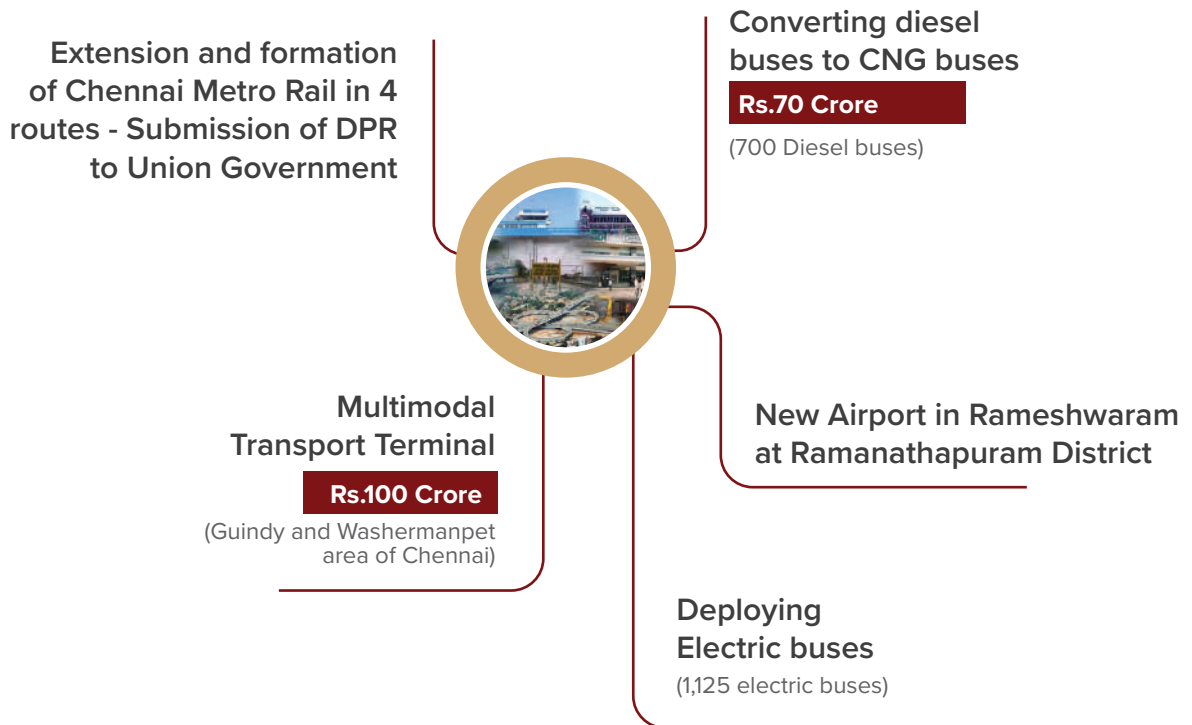


# NEW ANNOUNCEMENT - 2025-26

## WATER RESOURCES DEPARTMENT



## PUBLIC TRANSPORT





# NEW ANNOUNCEMENT - 2025-26

## ENVIRONMENT

Raptors Research  
Foundation  
**Rs.1 Crore**



Marine Resource Foundation  
**Rs.50 Crore**

Blue Flag Certification  
**Rs.24 Crore**  
(6 Beaches)

## ENERGY

4,000 MWhr  
Battery Energy  
Storage System



Pumped Storage Projects  
**Rs.11,721 Crore**  
(1,100 MWhr in the Vellimalai area  
and 1,800 MWhr in the Aliyar area)

## SOCIAL JUSTICE

Anbucholai  
**Rs.10 Crore**  
(Senior citizens day care  
centres in 25 locations)

Assistance to children who  
have lost both of their parents  
**Rs.120 Crore**

(Monthly Rs 2,000/- to 50,000 poorest of the  
poor families)

Thozhi working  
women hostels  
**Rs.77 Crore**  
(10 Hostels benefitting 800 women)



Girl-students hostels in Chennai,  
Coimbatore and Madurai

**Rs.275 Crore**  
(1,000 students each)

# NEW ANNOUNCEMENT - 2025-26

## SCHOOL EDUCATION

**Naan Mudhalvan -  
Kalloori Kanavu**

**Rs.50 Crore**

(Guidance on all India scholarship opportunities)



**Upgradation of School  
Infrastructure**

**Rs.281 Crore**

(Computer labs, hi-tech labs and smart classrooms)

**Chief Minister's Breakfast Scheme**

Expanded to Urban aided Schools to benefit 3 lakh students

## HIGHER EDUCATION

**Roadmap to make Anna  
University among the top 10  
institutions in the country and  
top 150 in global QS rankings**

**Rs.500 Crore**

**Enhancement of University  
Block grant**

**Rs.700 Crore**

**Basic Sciences  
and Mathematics  
Research Centres**

**Rs.100 Crore**

(Chennai and Coimbatore)



**Introduction of Modern  
Technological course**

**Rs.50 Crore**

(Establishment of Centre of Excellence in Government engineering colleges)

**Chennai Science Centre**

**Rs.100 Crore**

**Establishment of new  
Government Arts and  
Science Colleges**

(in 10 Districts)

# NEW ANNOUNCEMENT - 2025-26

## SPORTS DEVELOPMENT



Incorporation of Chess in School Curriculum

Upgradation of the Government Arignar Anna Memorial Cancer Hospital and Research Institute

Rs.120 Crore



## HEALTH AND FAMILY WELFARE

## ADI DRAVIDAR AND TRIBAL WELFARE

Tribal Livelihood Policy

Rs.10 Crore

(To preserve and leverage traditional tribal knowledge)



Social Harmony Panchayat Award

Rs.10 Crore

(Rs.1 crore incentive each for 10 Panchayats)

Annal Ambedkar Overseas Higher Education Assistance Scheme

Rs.65 Crore

# NEW ANNOUNCEMENT - 2025-26

## LABOUR WELFARE

### Subsidy for purchase of Electric Vehicle (e-Scooter)

(Rs 20,000/- subsidy each to 2,000 internet-based service workers)



Establishment of 17 New Government ITIs

## INDUSTRIAL DEVELOPMENT

### Common Facility Centres for MSME

**Rs.50 Crore**

Theni, Namakkal, Ramanathapuram, Thanjavur and Chennai

### Tamil Nadu Semiconductor Mission 2030

**Rs.500 Crore**



### New Tidel Park in Hosur

**Rs.400 Crore**

### Industrial Park for the Engineering and Fabrication Industry in Trichy

### Mini Tidel Park at Virudhunagar

### Two New Footwear Parks

**Rs.250 Crore**

(Madurai and Cuddalore)

# NEW ANNOUNCEMENT - 2025-26

## MSME DEVELOPMENT



9 New SIDCO  
Industrial Estates

Rs.366 Crore

## STARTUPS AND INFORMATION TECHNOLOGY

Space Tech Fund

Rs.10 Crore



Viyana AVGC-XR Hub

Rs.50 Crore

(Centre of Excellence in Chennai)

## TEXTILES



Power Loom  
Modernization Scheme

Rs.50 Crore

# NEW ANNOUNCEMENT - 2025-26

## TOURISM DEVELOPMENT

**Eco park**  
**Rs.70 Crore**  
(Race Course area in  
Udhagamandalam)



**Renovation of Heritage  
Structures in the State**  
**Rs.150 Crore**  
(17 structures)

## WOMEN

**10,000 new  
Self Help Groups**  
(Rs.37,000 Crore Bank Loan)



**A new project to ensure  
women's safety**  
**Rs.75 Crore**  
(Chennai and 4 other cities  
of Tamil Nadu)

## WELFARE OF GOVERNMENT EMPLOYEES

**190 Type C quarters for  
Government employees in  
Todhunter Nagar**  
**Rs.110 Crore**



**Filling up of  
vacant positions**  
**40,000 positions**

# ALLOCATIONS FOR MAJOR ON-GOING SCHEMES



**Kalaigal Magalir  
Urimai Thittam**

**Rs.13,807 Crore**



**Pudhumai Penn  
Thittam**

**Rs.420 Crore**

Girl students from Government schools (6-12) who pursue higher education



**Tamizh Pudhalvan**

**Rs.420 Crore**

Boy students from Government schools (6-12) who pursue higher education



**Chief Minister's  
Breakfast Scheme**

**Rs.600 Crore**



**Puratchi Thalaivar  
MGR Nutritious Meal**

**Rs.2,602 Crore**



**Integrated Child  
Development Services  
Scheme**

**Rs.3,676 Crore**



**Dr. Muthulakshmi  
Reddy Maternity  
Benefit Scheme**

**Rs.1,092 Crore**



**Social Security  
Pensions**

**Rs.5,156 Crore**

Old age pensions, Widow pensions, etc.



**Chennai Metro Rail  
Project - Phase II**

**Rs.4,807 Crore**



**Subsidies and  
Grants for Public  
Distribution System**

**Rs.14,000 Crore**

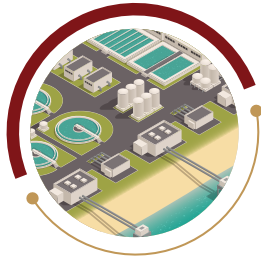
# ALLOCATIONS FOR MAJOR ON-GOING SCHEMES



**Kalaiginar Nagarpura  
Membattu Thittam**  
**Rs.2,000 Crore**



**Nagarpura Salai  
Membattu Thittam**  
**Rs.550 Crore**



**Desalination Plant at  
Perur (400 MLD)**  
**Rs.1,455 Crore**



**Kalaiginarin  
Kanavu Illam**  
**Rs.1,000 Crore**



**Mudalvarin Grama  
Salaigal Membattu  
Thittam and Rural  
Roads**  
**Rs.2,200 Crore**



**Kalaiginarin All Village  
Integrated Agricultural  
Development  
Programme**  
**Rs.202 Crore**



**Anaithu Grama  
Anna Marumalarchi  
Thittam-II**  
**Rs.500 Crore**



**Comprehensive  
Road Infrastructure  
Development  
Programme**  
**Rs.9,476 Crore**



**Chennai Peripheral  
Ring Road Project**  
**Rs.2,910 Crore**



**Singara Chennai 2.0**  
**Rs.850 Crore**



# ALLOCATIONS FOR MAJOR ON-GOING SCHEMES



## Assistance to Power Utilities

**Rs.30,434 Crore**

Subsidies towards agriculture, domestic consumers, Share Capital Assistance and Loans



## Investment Promotion Incentive for Industries

**Rs.2,420 Crore**



## Assistance to Transport Undertakings

**Rs.9,682 Crore**

Free bus passes to women; free and concessional bus passes to students; diesel subsidy, Viability Gap Funding, Share Capital Assistance and Loans



## Perasiriyar Anbazhaganar School Development Scheme

**Rs.1000 Crore**

Essential infrastructure, including additional classrooms, science laboratories and drinking water facilities



## Study Materials School Children

**Rs.1,696 Crore**

Study materials including text books and note books, uniforms, footwear, bicycles



## Fees for the students admitted under 7.5% preferential allotment

**Rs.550 Crore**



## Perunthalaivar Kamarasar College Development Scheme

**Rs.600 Crore**

Infrastructure facilities such as smart classrooms, modern laboratories, e-libraries and student hostels



## Grants to Universities

**Rs.1,678 Crore**



## Naan Mudhalvan

**Rs.150 Crore**



## National Health Mission

**Rs.2,754 Crore**

# ALLOCATIONS FOR MAJOR ON-GOING SCHEMES



Innuyir Kappom-Nammai Kakkum  
48 Thittam

Rs.100 Crore



Supply of medicine through TNMSC

Rs.559 Crore



Chief Minister's Comprehensive Health Insurance Scheme

Rs.1,461 Crore



Free distribtuion of Dhotis and Sarees

Rs.673 Crore



Welfare of Differently Aabled

Rs.616 Crore

Maintenance allowance to severely affected Differently Aabled Persons



Welfare of Fishermen

Rs.538 Crore



Tholkudi

Rs.255 Crore

Holistic development of Tribal Communities



Iyothee Thass Pandithar Habitation Development Scheme

Rs.280 Crore

Infrastructure facilities in Adi Dravidar habitations



Annal Ambedkar Business Champions Scheme (AABCS)

Rs.170 Crore

To promote economic development of SC/ST entrepreneurs



CM-ARISE

Rs.75 Crore

Entrepreneurship Development Scheme



Micro Cluster Development Programme

Rs.50 Crore

# BUDGET AT A GLANCE

Rs. in Crore

S.No.	Classification	2023-2024 Accounts	2024-2025 Revised Estimate	2025-2026 Budget Estimate
1.	Total Revenue Receipts	2,64,597	2,93,906	3,31,569
2.	Total Revenue Expenditure	3,09,718	3,40,374	3,73,204
3.	Revenue Deficit	45,121	46,467	41,635
4.	Capital Expenditure	40,500	46,766	57,231
5.	Net Loans & Advances	4,821	8,473*	8,102
6.	Fiscal Deficit (as a % of GSDP)	3.32	3.26*	3.00
7.	Outstanding Debt (as a % of GSDP)	26.63	26.43	26.07
8.	Gross State Domestic Product	27,21,571	31,15,998	35,67,818

\*Includes transfer of Rs.350 Crore to Contingency Fund

# **GLOSSARY**

## **a) Revenue Receipts**

This refers to the total receipts received on account of taxes, duties and fee, fines and penalties levied by the State and Central transfers from the Union Government

## **b) Revenue Expenditure**

This includes expenditure on account of salaries, pensions and other retirement benefits, operations and maintenance, interest on outstanding loans, and subsidies and grants for welfare schemes, among others.

## **c) Capital Expenditure**

This refers to expenditure towards creation of fixed assets such as roads and bridges, irrigation structures, schools, hospitals, along with investments made in Public Sector Undertakings.

## **d) Loans and Advances**

This refers to lending by the Government to entities such as the State Public Sector Undertakings, Co-operative societies, etc. The recovery of such loans and advances from such institutions are treated as loan receipts.

## **e) Revenue Surplus/ Deficit**

The excess of revenue receipts over the revenue expenditure is a revenue surplus. If revenue expenditure exceeds revenue receipts, it is called a revenue deficit.

## **f) Fiscal Deficit**

The difference between total receipts (i.e. revenue receipts and capital receipts) and total expenditure (i.e. revenue and capital expenditure including net loans and advances) is called Fiscal Deficit.

Note: The complete Budget Documents can be viewed / downloaded from <https://www.financedept.tn.gov.in>

**Finance Department,  
Government of Tamil Nadu,  
Fort Saint George,  
Chennai - 600 009.**



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**Website : <https://www.financedept.tn.gov.in>**