

City Services Budget: 2010-11

The proposed 2010-11 budget has been reviewed by the FAMC. Although the budget was provisionally accepted, Auroville's tax exempt status is now in question as a result of the 2010 Finance Bill¹. If Auroville loses its tax exempt status, our commercial units will have to pay about 30% of their net profits to the Government of India. Table 1 shows that in this situation City Services will lose about Rs. 139 lakhs of income. This estimate assumes that commercial units will increase their overall tax load from 33% to 50% and that income from Guests and Financial Services are not taxed. These assumptions may not hold true, in which case our loss could be

Table 1: Effect of Tax Exemption Loss on Income

	Projected Income (in Rs. Lakhs)
No Income Tax Exemption*	681
Income Tax Exemption	820
Projected Loss of Income	-139

even greater. Table 2 shows that if our income tax exemption is lost, we hope to be able to maintain our recurrent disbursements at the same level as 2009-10 (i.e., we will not have any funds available for a budget increase this year, and the capital grants distribution will be reduced).

Table 2: Effect of Tax Exemption Loss on Budget

	Rs. Lakhs
Income if No Income Tax Exemption	681
2009-10 Recurrent Budget Distribution	651
Difference	30

As a result of our uncertainty, the FAMC has requested that we continue with last year's budget until we have greater clarity. We have, however, had to increase our expenditure for the lunch scheme by about 3.5 lakhs to cover the new cost of a lunch at the Solar Kitchen.

We do not know when a decision will be made regarding our tax exempt status.

Proposed Budget if Auroville's Income Tax Exemption is Maintained

Table 3: Proposed Change in Full-Time Maintenances

	Current	Proposed	Change
Full-Time Maintenance	5500	5800	300
Lunch Scheme	780	860	80
PT Scheme	500	1000	500
Health Fund	280	280	0
Total Maintenance	7060	7940	880
No. of Maintenances	379	435	56

Table 3 presents the current full-time maintenance and the proposed increase for Aurovillians working in a City Services activity. Tables 4 and 5 present the current and proposed changes, respectively, in Children's Maintenances. Tables 6 and 7, below, present last year's City Services budget and this year's proposed budget. Table 8 presents the proposed budget by activity.

Proposed Change in Children's Maintenance

Table 4: Present Children's Maintenance Scheme

AGE	Cash RS	KIND RS	Combined RS	ELIGIBLE FOR ADDITIONAL IN-KIND	
				Health Fund RS	Nandini RS
0-1	100	600	700	130	0
2-5	100	600	700	130	200
6-11	300	900	1200	130	250
12-17	400	1100	1500	130	300

¹ The 2010 Finance Bill changes the criteria to maintain a tax exempt status for all Non-Governmental Organizations that also have income generate activities.

Table 5: Proposed Children's Maintenance Scheme

AGE	Cash RS	KIND RS	Combined RS	ELIGIBLE FOR ADDITIONAL IN-KIND	
				Health Fund RS	Nandini RS
0-1	100	800	900	140	0
2-5	100	800	900	140	250
6-11	300	1100	1400	140	300
12-17	400	1400	1800	140	300

Table 6: Budget Summary (in Rs. Lakhs)

	Projected	Actual	Difference	% difference
2009/10				
Income	640	730	90	14%
Expenses	746	716	-30	-4%
2010/11				
Income	820			
Expenses	820			

Table 7: City Services Payments Budget by Heading, 2010-11

Heading	Previous Year		Current Year	
	2009-10 Budget	% of Budget	2010-11 Budget	% of Budget
Education	15,679,526	21%	17,614,595	21%
Children & Youth	8,384,808	11%	10,315,976	13%
Organization	8,969,955	12%	7,576,607	9%
Farms & Forests	6,552,551	9%	7,347,046	9%
Village Educ. & Development	6,725,499	9%	7,029,189	9%
Health	3,964,295	5%	5,603,395	7%
Prosperity Services	4,381,087	6%	3,884,716	5%
Social Services	3,834,484	5%	3,439,036	4%
Security	3,146,563	4%	3,398,101	4%
Culture & Sport	2,302,084	3%	3,315,895	4%
Land	1,707,195	2%	2,143,440	3%
Outreach	1,221,520	2%	1,970,719	2%
Housing	1,812,435	2%	1,857,480	2%
Matrimandir	1,837,172	2%	1,470,720	2%
City Planning	1,037,192	1%	900,912	1%
Roads & Transport Services	867,840	1%	876,840	1%
Projects	249,678	0%	185,700	0%
Utilities	175,640	0%	180,771	0%
Gratuity, Contingency & Unallocated Maint.	1,705,400	2%	2,924,799	4%
Total	74,554,924	100%	82,035,938	100%

Table 8: City Services Budget by Activity, 2010-11

Activity	No. of FTE* Maintenances	Total Maintenances	In Rs. per year		
			Non-Recurring Regular	Recurring Regular	Total Payments
Apprenticeships	2.2	206,285			206,285
Children's Maintenance		5,610,000			5,610,000
Children's Nutrition		4,224,088			4,224,088
Kailash	0.8	77,436			77,436
Youth Center	1.7	159,467		38,700	198,167
Children & Youth Total	4.7	10,277,276	-	38,700	10,315,976
L'Avenir	3.6	330,912		570,000	900,912
City Planning Total	3.6	330,912	-	570,000	900,912
Archeology	-	-			-
Aurofilm	2.0	183,840		145,000	328,840
Auroville Artists	3.6	330,076		285,000	615,076
Auroville Radio	0.5	50,138			50,138
Bharat Nivas Auditorium	2.2	200,274		465,000	665,274
Celebrations	-	-	108,000		108,000
Center for Indian Culture	-	-		57,684	57,684
Certitude Sports Ground	-	-		161,700	161,700
CRIPA	0.5	45,960		105,000	150,960
International Zone	-	-			-
La Piscine	-	-		92,400	92,400
Multimedia Center	0.5	41,782		57,480	99,262
Music Library	1.6	150,415		18,000	168,415
New Creation Sports	1.0	91,920		125,400	217,320
Pitanga	3.6	334,255		54,000	388,255
Pony Farm	-	-			-
SAWCHU	-	-		20,040	20,040
Sports Resource Center	-	-		24,000	24,000
Unity Pavilion	1.0	91,920		36,000	127,920
Visiting Artists	-	-	90,750		90,750
Culture & Sports Total	16.5	1,520,580	198,750	1,646,704	3,366,034
Administration (SAIIR)	3.2	288,415			288,415
Auroville Language Lab	1.3	121,724		101,220	222,944
AV School Board	0.2	26,665			26,665
CRCP	-	-		16,788	16,788
Deepanam	10.8	992,736		420,000	1,412,736
Dehashakthi Sports	7.5	687,729		325,552	1,013,281
Future School	11.0	1,013,209		450,120	1,463,329
House of Mother's Agenda	2.6	241,499		18,000	259,499
Kindergarten	13.6	1,250,112		356,645	1,606,757
Laboratory of Evolution	3.3	300,829		46,860	347,689
Last School	6.7	614,471		301,724	916,195
Learning Community	3.0	275,760		84,000	359,760
Library	2.0	183,840		192,600	376,440
Lilamayi Creche	5.2	477,984		151,853	629,837
Nandanam Creche	12.1	1,112,232		413,700	1,525,932
Research	5.0	459,600			459,600
Savitri Bhavan	5.3	487,176			487,176
Transition School	41.6	3,823,872		924,000	4,747,872
Transport Service	4.0	367,680		1,086,000	1,453,680
Education Total	138.4	12,725,533	-	4,889,062	17,614,595
Farms	19.2	1,764,864		84,000	1,848,864
Foodlink	1.0	91,920			91,920
Forest Care	32.0	2,937,262		2,469,000	5,406,262

Activity	No. of FTE* Mainte-nances	Total Mainte-nances	In Rs. per year		
			Non-Recurring Regular	Recurring Regular	Total Payments
Farms & Forests Total	52.2	4,794,046	-	2,553,000	7,347,046
Auroville Health Services	2.0	183,840		156,000	339,840
Dental Center	4.2	384,393	588,000		972,393
Health Care, Misc.	6.0	551,520		44,400	595,920
Health Center	2.3	208,909		24,000	232,909
Health Fund	-	-		2,258,617	2,258,617
Integrated Animal Care	1.0	91,920		180,000	271,920
Kailash Clinic	7.1	651,796		280,000	931,796
Health Total	22.5	2,072,378	588,000	2,943,017	5,603,395
House Repair	6.5	597,480	1,080,000	180,000	1,857,480
Housing Total	6.5	597,480	1,080,000	180,000	1,857,480
Land Fund	1.0	91,920			91,920
Land Resource Management	6.0	551,520		1,500,000	2,051,520
Land & Land Management Total	7.0	643,440	-	1,500,000	2,143,440
Matrimandir	16.0	1,470,720			1,470,720
Matrimandir Total	16.0	1,470,720	-	-	1,470,720
Archives	3.0	275,760		174,000	449,760
Aurotraduction	2.5	229,800		42,000	271,800
AV Council	2.0	183,840		100,000	283,840
Blue Light	3.5	321,720		78,000	399,720
Board of Services	1.0	91,920		24,000	115,920
Budget Coordination Committee	-	-	50,000	203,204	253,204
Entry Service	3.2	292,473		122,400	414,873
FAMC	0.6	55,152		84,000	139,152
Financial Service	15.0	1,378,800		1,740,000	3,118,800
Human Resource Team	2.5	229,800	5,000	52,000	286,800
News & Notes	2.5	229,800		351,000	580,800
Post Office	-	-		30,000	30,000
Residents Assembly Services	0.5	45,960	20,000	12,000	77,960
Residents Service	2.0	183,840		115,200	299,040
Working Committee	3.0	279,938	200,000	300,000	779,938
Organization Total	41.3	3,798,803	275,000	3,427,804	7,501,607
Auroville International	0.9	82,728		24,000	106,728
AV Volunteer Internships Services	-	-	-	75,000	75,000
AV Guest Service	2.1	192,196		48,000	240,196
AV Today	-	-		36,000	36,000
Guest Facilities Coordination Group	2.5	229,800		25,900	255,700
Outreach Media	2.5	229,800			229,800
Visitor Center Parking	-	-		851,604	851,604
Visitors & Information Center	2.2	200,553			200,553
Outreach Total	10.2	935,077	-	1,060,504	1,995,581
Abundance/PCG	1.0	91,920		93,780	185,700
Projects Total	1.0	91,920	-	93,780	185,700
Electrical Subsidy	-	-		1,920,000	1,920,000
Free Store	1.0	91,920	-	72,000	163,920
Nandini	3.0	275,760	-	195,000	470,760
PTDC	7.1	651,796		384,000	1,035,796
Puncture Service	2.0	183,840		110,400	294,240
Prosperity Services Total	13.1	1,203,316	-	2,681,400	3,884,716
Roads & Cycle Paths	1.0	91,920	33,000	660,000	784,920
Vehicle Registration	1.0	91,920			91,920
Roads, Cycle Paths, & Transport Total	2.0	183,840	33,000	660,000	876,840
Security	5.3	484,669		2,913,432	3,398,101

Activity	No. of FTE*	Total Mainte-nances	In Rs. per year		
			Non-Recurring Regular	Recurring Regular	Total Payments
Security Total	5.3	484,669	-	2,913,432	3,398,101
Bridging & Maternity Fund	6.1	557,091			557,091
Farewell Fund	-	-		100,000	100,000
Other Activities	5.5	506,396			506,396
Personal & Social Support	19.3	1,771,549		504,000	2,275,549
Social Services Total	30.8	2,835,036	-	604,000	3,439,036
Eco-Service	1.7	158,771		22,000	180,771
Utilities Total	1.7	158,771	-	22,000	180,771
ADCERRA (Dental Outreach)	2.9	267,404	-	-	267,404
Aikiyam School	19.5	1,791,110	-	607,128	2,398,238
Arulvazhi School	4.0	367,680		225,540	593,220
Bommaipalayam	0.2	16,713		143,022	159,735
Deepam	2.0	183,840	-	-	183,840
Evening School	-	-		168,696	168,696
Health Center (Outreach)	3.2	292,473	-	-	292,473
Ilaignarkal School	2.0	183,840	-	250,021	433,861
Isaimabalam	6.0	551,520		511,988	1,063,508
Kuilapalyam School	1.0	91,920	-	-	91,920
New Era School	3.5	317,542		576,000	893,542
Udavi School	5.3	482,753	-	-	482,753
Village Education & Development Total	50	4,546,794	-	2,482,396	7,029,189
Gratuity, Contingency & Unallocated Maint.	13.0	1,194,960	500,000	1,229,839	2,924,799
Grand Total	435	49,865,551	2,674,750	29,495,637	82,035,938

*FTE - Full-Time Equivalent Maintenances. Activities may choose to allocate a FTE maintenance among two or more individuals (e.g., two half-time maintenances = 1 FTE)