

# Sources of Finance

**M.Ed. III Semester  
Paper - Financial Management  
Unit - 2**

Mrs. Neela Chaudhary  
IASE Bilaspur

# What is Finance – Meaning & Definition

- Educational Finance
- Educational Finance in Indian Constitution – List 1,2,3 in concurrent list after 1976
- Nature of Education Finance – Movable & non-movable, cash, endowment, grant, donation etc
- Types of Educational Finance planned / non-planned, recurring/ nonrecurring

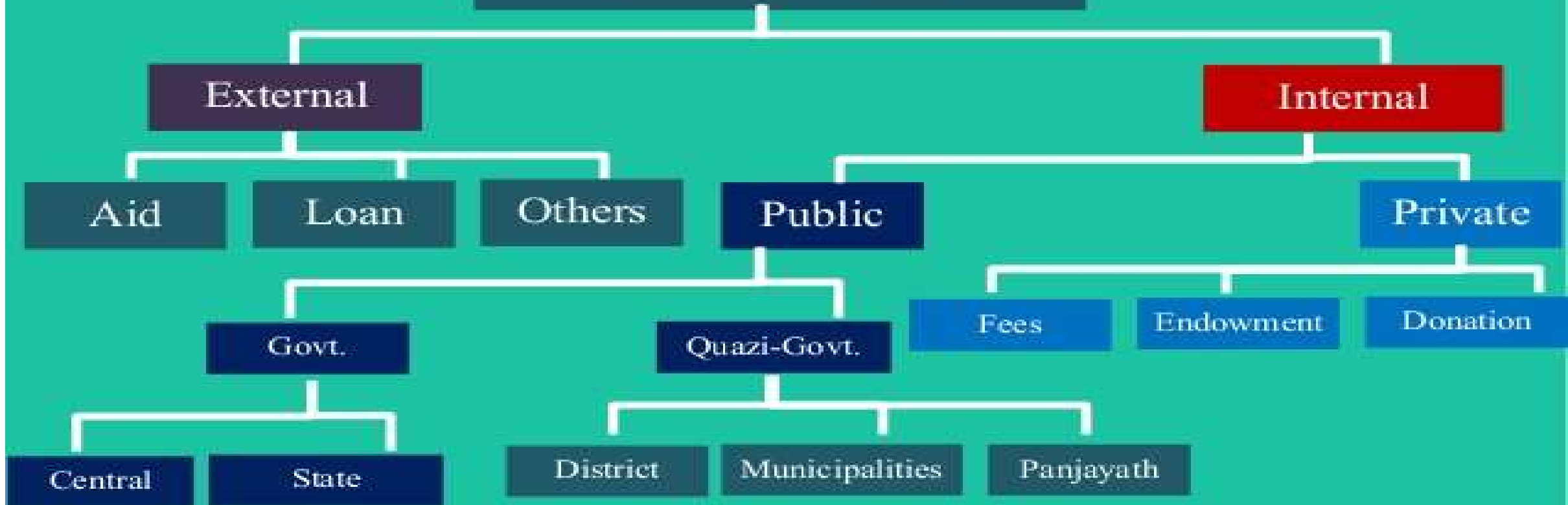
# Sources of Education Finance

- External Source – international Institutions, Foreign Govt., International NGO,
- Internal Sources – Government – Central, State, Local bodies  
Grant-in-add – recurring & non-recurring  
Private – Compulsory & Voluntary  
Plan & non-plan Finance (Developmental & Maintenance Finance)

# Sources of Educational funding in India

Meager  
Huge

## Sources of Fund for Education in India



# Structure of Educational Expenditure in India

India

Expenditure in Education

The Plan Expenditure

The Non- Plan Expenditure

Developmental Purpose

Maintenance Purpose

Building a New School

Introducing a New Programme

Repairing The Building

Purchasing New Furniture



## THE PLANNING COMMISSION

- ❖ Established during 1950s when the Five-Year Planning Process was launched
- ❖ All Plans are discussed and Finalized by it
- ❖ The Level of plan expenditure by state and central govt. is determined by it.
- ❖ The Programmes and their goals to be realized during each five year plans also is decided by it.

## Contribution of State Govt. and Central Govt. during Different Five Year Plans





## **THE FINANCE COMMISSION**

**The Finance Commission takes care of the transfer of non-plan resources between the centre and states. The Finance Commission in India is a statutory body appointed by the President of India once every five years. It makes its recommendation on the distribution of resources based on the provisions of the Constitution.**



Thanks