



## Gender Budget Statement 2024-25

**For Prelims:** [Gender Budget, 2024-25 Budget, Gross Domestic Product \(GDP\), total budget expenditure, PM Kisan scheme, MGNREGS, PM Employment Generation Programme \(PMEGP\), Sustainable Development Goal 5, Mission Shakti](#)

**For Mains:** Gender Budget, Issues and Challenges Involved in Gender Budgeting in India

[Source: TH](#)

### Why in News?

The [2024-25 Budget](#) emphasises women-led development, with [Gender Budget Statement \(GBS\)](#) allocations reaching **1% of Gross Domestic Product (GDP)** for the first time and pro-women funding exceeding **₹3 lakh crore**.

### What are the Key Highlights of the GBS 2024-25?

- **Rise in Pro-Women Allocations:** The share of allocations to pro-women schemes has risen to **approximately 6.8% of total budget expenditure** for 2024-25, up from the historical average of around 5%.
- **New Reporting Structure - Inclusion of Part C:** A new section, **Part C**, now includes pro-women schemes with **up to 30% allocation** for women, such as the [PM Kisan scheme](#).
  - Earlier the GBS comprised two parts – **Part A** reflecting Women Specific Schemes, such as those with **100% allocation for women such as, SAMARTHYA**, which now account for nearly **40% of GBS allocations**, partly due to the full inclusion of the [Pradhan Mantri Awas Yojana \(PMAY\)](#).
  - Part B reflects the schemes with 30% to 99% expenditure on women-related components, such as, PM AJAY - Adarsh Gram Yojana

### What is Gender Budgeting?

- **Definition:** Gender budgeting is a **strategic tool used by governments** to ensure the **efficient collection and allocation of public resources** according to the diverse needs and priorities of different genders.
  - Gender budgeting **does not involve creating a separate budget exclusively for women** but focuses on addressing **women's specific needs** through existing budgetary frameworks.
- **Background:** India ratified the [Convention on the Elimination of All Forms of Discrimination Against Women \(CEDAW\) \(1979\)](#) in **1993**, signalling its commitment to gender equality.
  - This commitment led to the introduction of the **first Gender Budget Statement in the Indian Budget of 2005-2006**. Since then, the government has consistently released the Gender Budget Statement alongside the Union Budget.
- **Nodal Agency:** The **Ministry of Women and Child Development (MWCD)** acts as the

**central nodal agency** for gender budgeting, and the Ministry of Finance has mandated the establishment of **Gender Budget Cells** in all central ministries and departments to support this process.

- Gender budgeting falls under the **Samarthya sub-scheme of Mission Shakti**, an initiative by the MWCD aimed at empowering women.
- **Framework for Gender Budgeting:** It involves five steps such as:
  - **Situation Analysis:** Assess the status of different gender groups in a sector.
  - **Policy Assessment:** Evaluate if policies address identified gender issues.
  - **Budget Evaluation:** Check if budget allocations are adequate for gender-sensitive measures.
  - **Expenditure Monitoring:** Verify if funds were used as intended and assess results.
  - **Impact Assessment:** Measure the impact of policies on the conditions initially analysed.
- **Significance:**
  - **Optimises Resource Allocation:** Directs funds to areas where gender gaps are significant, addressing critical needs.
  - **Supports SDGs:** Aligns with **Sustainable Development Goal 5**, contributing to global efforts for gender equality.
  - **Enhances Accountability:** Provides transparency in fund allocation and usage, ensuring commitments to **gender equality** are met.
  - **Strengthens Governance:** Integrates gender perspectives into public financial management, leading to more inclusive and effective governance.

The infographic is divided into two columns. The left column, titled 'What gender budgeting IS' in green, lists five points with green checkmarks: 'Use of fiscal policy to promote gender equality', 'Outcome oriented expenditure allocation', 'Tax based incentives for women and girls', 'Dissection of govt. budgets to establish gender differential impacts', and 'Ensure that gender commitments are translated in to budgetary commitments through monitorable targets'. The right column, titled 'What gender budgeting ISNT' in red, lists two points with red X marks: 'not a separate budget for women' and 'not about spending the same on men and women'.

What gender budgeting IS	What gender budgeting ISNT
✓ Use of fiscal policy to promote gender equality	✗ not a separate budget for women
✓ Outcome oriented expenditure allocation	✗ not about spending the same on men and women
✓ Tax based incentives for women and girls	
✓ Dissection of govt. budgets to establish gender differential impacts	
✓ Ensure that gender commitments are translated in to budgetary commitments through monitorable targets	

## What are the Challenges Related to Gender Budgeting in India?

- **Over-Reporting:** Programs like the **PM Employment Generation Programme (PMEGP)** show inflated allocations in the Gender Budget Statement (GBS).
  - For example, **₹920 crore (40% of the total allocation)** is reported without sufficient justification, and more such inflated allocations is a key challenge to the gender budgeting.
- **Under-Reporting and Missing Allocations:** Critical allocations for women's needs are often understated.
  - For instance, the **National Rural Livelihoods Mission (NRLM)** is now correctly reported as fully dedicated to women and girls, but this accuracy should have been reflected earlier.
  - In another instance, **MGNREGS**, which benefits women significantly, is reported under **Part B with only 33.6% of its total budget**. This is inconsistent with the fact that women account for **59.3% of all person days worked** under the scheme, and they should have received a larger share of the total MGNREGS budget.
  - Additionally, schemes for women entrepreneurs such as **PM Vishwakarma**, **SVANidhi** and Stand-Up India are not fully reported.
- **Neglect of Key Sectors:** Important areas like **transportation, water collection, and water security**, which have a significant impact on women, are often neglected in gender budgeting.

## Way Forward

- **Enhance Reporting Transparency and Accuracy:** To enhance **gender audits** and ensure

**accurate accounting**, provide detailed explanations for all entries in the Gender Budget Statement (GBS).

- Ensure accurate reporting of allocations, reflecting true expenditure on women's needs. Address discrepancies in reporting, such as those seen in schemes **like MGNREGS and PMEGP**.

- **Expand Scope and Coverage:** Include **more comprehensive coverage of programs** affecting women, especially in neglected areas like transportation and water security.
- **Regular Reviews and Updates:** Continuously update the GBS methodology to reflect the latest data and insights. This should include **periodic reviews** to assess the effectiveness of gender-responsive budgeting.
- **Integrate Gender Sensitivity in Planning:** Setting **clear gender equality targets and allocating resources accordingly** to ensure that government programs are designed with gender considerations from the outset.

#### **Drishti Mains Answer:**

**Q.** Examine the state of gender budgeting in India, identify the factors obstructing its progress, and propose effective policy measures to foster inclusive development.

### **UPSC Civil Services Examination Previous Year Question (PYQ)**

#### **Prelims**

Q. Which of the following gives 'Global Gender Gap Index' ranking to the countries of the world? (2017)

- (a) World Economic Forum
- (b) UN Human Rights Council
- (c) UN Women
- (d) World Health Organization

Ans: (a)

#### **Mains**

Q.1 "Empowering women is the key to control population growth". Discuss. **(2019)**

Q.2 Discuss the positive and negative effects of globalisation on women in India? **(2015)**

Q.3 Male membership needs to be encouraged in order to make women's organization free from gender bias. Comment. **(2013)**