



# Analysis of Funds Collected and Expenditure Incurred by Political Parties during Maharashtra & Haryana Assembly Elections, 2019

A Report by

Association for Democratic Reforms (ADR)

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# **Executive Summary**

- Political parties are required to submit a statement of election expenditure to the Election Commission of India (ECI) within <u>75 days of completion of Assembly Elections</u>.
- The expenditure statement contains details of the total amount received as funds in the form of cash, cheques and demand drafts and the total amount spent under various heads.
- The expenditure statement contains information on the amount spent on the following heads at the central and state levels by the party:
  - o Publicity
  - Travel expenses
  - Other expenses
  - Expenditure towards candidates
  - Publication of criminal antecedents of candidates
- Political parties submit these statements providing information of **funds collected and spent between announcement and completion of elections.** This period could be between **3 weeks to 3 months** based on the notification issued by the Election Commission.
- This report analyses the funds received and expenditure incurred by recognized political parties, **during the state Assembly elections to Maharashtra and Haryana**, held in the months of September (elections announced on 21-09-2019) and October (elections completed on 27-10-2019), 2019.
- 6 National Parties and 9 Regional Parties have been considered in this report.
- Election expenditure statements of **INC**, **NCP** and **SHS** for Maharashtra and Haryana Assembly elections are unavailable on the website of the ECI. Election expenditure reports of **IUML** and **JDS** for Maharashtra and **INLD** for Haryana Assembly elections are not available on the ECI website.

Party	Date of submission	Central Headquarter	Maharashtra State Unit	Haryana State Unit	No. of days by which submissior delayed	
AIFB	27 November, 2019	Submitted	Submitted	Submitted	0 Day	
CPI	17 December, 2019	Submitted	Submitted	Submitted	0 Day	
SAD	28 December, 2019	Submitted	Did not contest	Submitted	0 Day	
BJP	06 January, 2020	Submitted	Submitted	Submitted	0 Day	
СРМ	06 January, 2020	Submitted	Submitted	Submitted	0 Day	
AIMIM	14 January, 2020	Submitted	Submitted	Did not contest	3 Days	
MNS	17 January, 2020	Submitted	Submitted	Did not contest	6 Days	
BSP	04 February, 2020	Submitted	Submitted	Submitted	24 Days	
JDU	21 February, 2020	Submitted	Did not contest	Submitted	41 Days	
SP	26 May, 2020	Submitted	Submitted	Submitted	136 Days	
AAP	21 September, 2020	Submitted	Submitted	Did not submit	254 Days	
INC		Unavailable on we	ebsite of ECI		308 Days	
NCP		Unavailable on we	ebsite of ECI		308 Days	
IUML	Ur	Unavailable on website of ECI Did not contest				
JDS	Ur	Unavailable on website of ECI Did not contest				
SHS		308 Days				
INLD	Unavailable on v	Unavailable on website of ECI Did not contest				

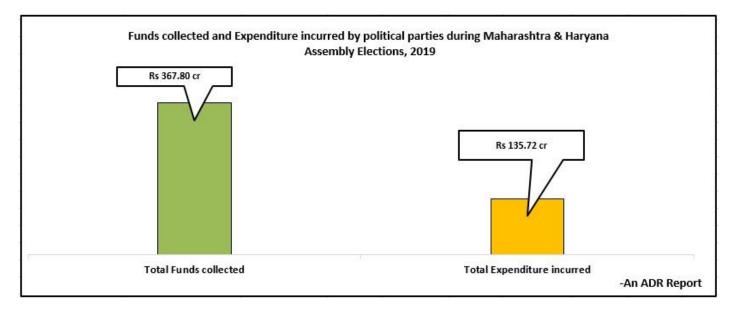


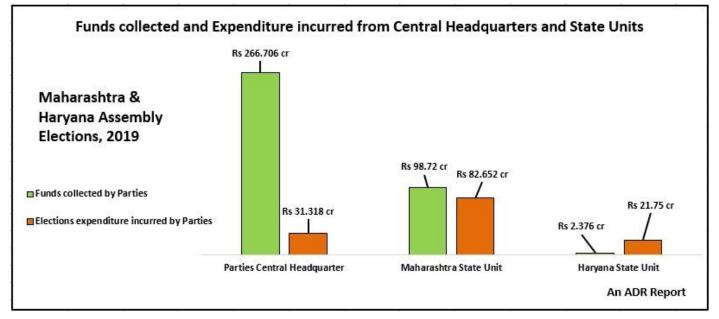


### **Details provided in the Election Expenditure Statement**

#### Funds Collected and Expenditure incurred by political parties

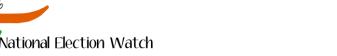
- Total funds collected by **11** political parties during Maharashtra & Haryana Assembly Elections held in 2019 was **Rs 367.80 cr** and total expenditure incurred was **Rs 135.72 cr**.
- Funds collected by the parties at the Central Headquarters was Rs 266.706 cr and expenditure was Rs 31.318 cr. Maharashtra State Units spent Rs 82.652 cr while the Haryana state units spent Rs 21.75 cr.
- **AIFB** is the only party that declared **no funds collected** either at the central or at the state unit level despite contesting elections.
- AIFB and JDU are the only parties that have incurred **no expenditure** either at the central or at the state unit level despite contesting elections.





Expenditure incurred by political parties under various heads

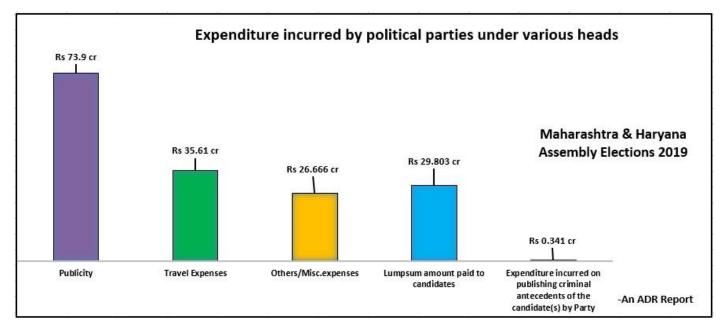
- Political parties declare their expenditure under the heads of Publicity, Travel Expenses, Other/ Miscellaneous expenses, Lumpsum amount paid to their contesting candidates and Publication of criminal antecedents of candidates.
- Political Parties that contested in Maharashtra & Haryana Assembly Elections, 2019, spent the highest,





Rs 73.90 cr on Publicity, followed by Rs 35.61 cr on travel expenses, Rs 29.803 cr on Lumpsum amount paid to candidates, Rs 26.666 cr on Other/Miscellaneous expenses and Rs 0.341 cr on Expenditure incurred on publishing criminal antecedents of the candidate(s) by Party.

- Expenditure on publicity is **44.43%** of the overall expenditure declared under various heads.
- Expenditure on other/miscellaneous is 16.03% of the overall expenditure declared under various heads.



#### Expenditure on Publicity by political parties

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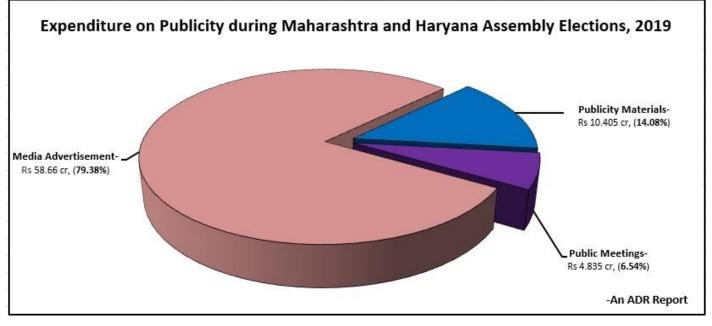
- Political Parties are required to segregate their publicity expenses under three heads: Media Advertisement, Publicity Materials and Public Meetings.
- During Maharashtra & Haryana Assembly elections, political parties spent the maximum on **Media** Advertisement (Rs 58.66 cr), followed by expenditure on Publicity Materials (Rs 10.405 cr) and Public Meetings (Rs 4.835 cr).
- Publicity expenditure from Maharashtra State Units are the highest, Rs 60.804 cr or 82.28% of the total expenditure on publicity, followed by Rs 8.086 cr or 10.94% from Haryana State Units and Rs 5.01 cr or 6.78% from Central Headquarters.

Table and the set Dable its	Expenses on Publicity during Maharashtra and Haryana Assembly Elections, 2019 (in Rs cr)				
Total expenditure on Publicity	Central State Units		Units	Total	
	Headquarters	Maharashtra	Haryana	Total	
Media Advertisement (Print & Electronic, Bulk SMS, Cable, Website, TV channels, etc.)	2.79	50.15	5.72	Rs 58.66 cr	
Publicity Materials (Poster, Banners, Badges, stickers, Arches, Gates, Cut outs, Hoardings, flags, etc.)	1.99	7.295	1.12	Rs 10.405 cr	
Public Meetings	0.23	3.359	1.246	Rs 4.835 cr	
Total	Rs 5.01 cr	Rs 60.804 cr	Rs 8.086 cr	Rs 73.90 cr	

Table: Expenditure incurred by political parties on publicity during Maharashtra and Haryana Assembly Elections, 2019





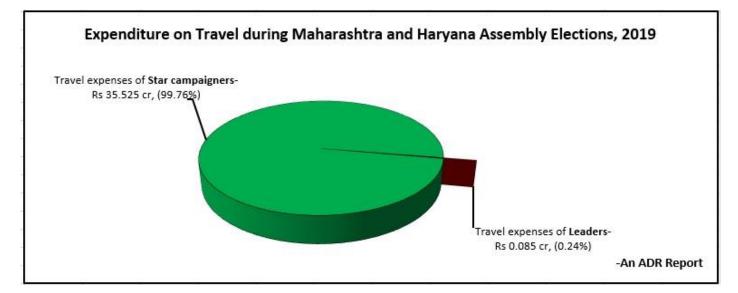


#### **Expenditure on Travel by political parties**

- The 'Travel' head is segregated into travel expenses incurred specifically on star campaigners and that of the party leaders.
- Political parties spent **99.76%** of their total travel expenses or **Rs 35.525 cr** on their star campaigners and the remaining **0.24%** or **Rs 8.50 lakhs** on travel of their party leaders.
- Travel expenses from Maharashtra State Unit by itself was Rs 20.915 cr or 58.73%, which was higher than Rs 10.815 cr or 30.37% spent from Haryana state units and Rs 3.88 cr spent from Central Headquarters.

	Expenses on Travel (Maharashtra and Haryana Assembly Elections 2019) (in Rs cr)					
Total expenditure on Travel		State L	Tatal			
	Central Headquarters	Maharashtra	Haryana	Total		
Travel expenses of Star campaigners	3.88	20.855	10.79	Rs 35.525 cr		
Travel expenses of Leaders	0	0.06	0.025	Rs 0.085 cr		
Total	Rs 3.88 cr	Rs 20.915 cr	Rs 10.815 cr	Rs 35.61 cr		

Table: Expenditure incurred on Travel by political parties during Maharashtra and Haryana Assembly Elections, 2019







# **Observations of ADR**

- The election expenditure statements of INC, NCP, IUML, JDS, SHS and RLD are not available in the public domain despite contesting elections, with a total delay of more than 300 Days. This is in violation of the Supreme Court judgment dated 4th April, '96 (Common Cause vs. Union of India), directing the Election Commission to create a format for the recognized parties to submit their statements.
- 3 Regional Parties JDU, SP and AAP delayed the submission of their election expenditure statements for Maharashtra and Haryana State Assembly Elections, 2019 by 41 days, 136 days and 254 days respectively.

## **Recommendations of ADR**

- This year, nine working groups (comprising of Chief Electoral Officers of states and other ECI officials) presented their draft recommendations to the ECI, among which it was suggested that there needs to be a **cap on the expenditure to be incurred for an election by political parties**. In 2015, ECI also recommended to the Ministry of Law, a proposal to cap maximum expenditure of political parties to a multiple of half of maximum prescribed limit for individual candidates with the number of candidates fielded. ADR recommends that steps must be taken in this regard and the modalities must be worked out in a time bound manner.
- It must be made mandatory for all political parties to submit their statements of expenditure in the format given by the ECI, within the prescribed time limit. Political parties not submitting on time or in the prescribed format should be heavily penalized.
- The **details of all donors** who contribute to National and Regional parties exclusively for their election campaigns must be declared in the public domain irrespective of the amount donated.
- A format similar to the donations report along with the date of donations, submitted to the ECI on an annual basis, has to be prescribed for the expenditure statement so as to bring in more transparency in the finances of the political parties especially during elections when it is said that black money plays a major role.
- Where possible, **expenditure must be limited to transactions via cheque/DD/RTGS** so as to reduce use of black money in elections, as per the transparency guidelines issued by the ECI.
- Similar to the shadow observers of the ECI for monitoring expenditure of candidates, there must also be **observers** for monitoring the expenditure of political parties.





# **Detailed Report**

#### State-wise total funds collected

- The election expenditure reports of political parties contain information on the funds collected at the Central Headquarter of the party as well as at its state unit.
- Political parties collected a total of Rs 266.706 cr at the Central level, through cash, cheque/DD and in kind/bank interest. This constituted 72.51% of the total funds collected by political parties during Maharashtra & Haryana Assembly elections, 2019.
- Among the state units, the political parties collected the maximum amount of Rs 98.72 cr from Maharashtra, which formed 26.84% of the total funds, collected at the state levels.
- The most preferred mode of collection was by **cheque/DD** where the parties collected **Rs 366.226 cr**, which formed **99.57%** of the total funds collected both at the state and central levels.
- Rs 1.576 cr is collected by Cash at the central headquarters and state units by political parties.

Mode of funds	Funds collected by politic	Total Funds				
collection	State Units		State Units			
	Central Headquarter	Maharashtra	Haryana			
By cash	0.184	0.546	0.846	Rs 1.576 cr		
By cheque/DD	266.522	98.174	1.53	Rs 366.226 cr		
In kind/Bank Interest	0	0	0	Rs 0		
Total	Rs 266.706 cr	Rs 98.72 cr	Rs 2.376 cr	Rs 367.80 cr		

State-wise total funds collected in cash, cheque and in kind by political parties during Maharashtra & Haryana Assembly Elections, 2019

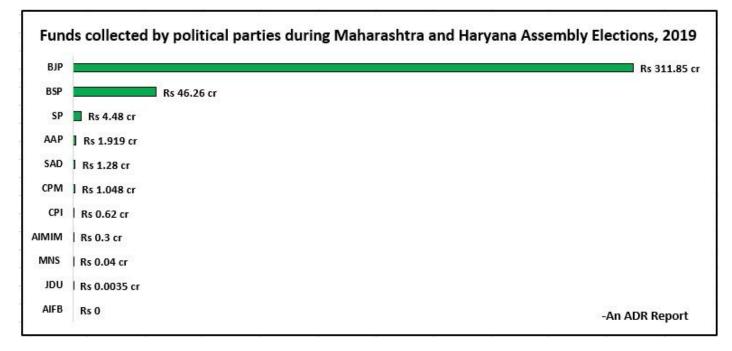
#### Party-wise total funds collected

- Among political parties, **BJP** collected the maximum funds of **Rs 311.85 cr**, **68.38%** or Rs 213.23 cr of which was collected at the party's Central Headquarter level.
- **BSP**-Rs 46.26 cr, **SP**-Rs 4.48 cr and **AAP**-Rs 1.919 cr have collected funds from their Central Headquarters, and had not declared any amounts from state units.
- In case of MNS and JDU also, parties have collected funds from their Central Headquarters only.
- **AIFB** has declared no funds at its Central Headquarter and state units.

Funds collected by political parties during Maharashtra & Haryana Assembly Elections 2019 (in Rs cr)						
Political Party	Control Handresster	State Units				
Faity	Central Headquarter	Maharashtra	Haryana			
BJP	213.23	97.8	0.82	Rs 311.85 cr		
BSP	46.26	0	0	Rs 46.26 cr		
SP	4.48	0	0	Rs 4.48 cr		
AAP	1.919	0	Not Available on ECI website	Rs 1.919 cr		
SAD	0	Did not contest	1.28	Rs 1.28 cr		
CPM	0.13	0.656	0.262	Rs 1.048 cr		
CPI	0.534	0.075	0.014	Rs 0.62 cr		
AIMIM	0.11	0.19	Did not contest	Rs 0.30 cr		
MNS	0.04	0	Did not contest	Rs 0.04 cr		
JDU	0.0035	Did not contest	0	Rs 0.0035 cr		
AIFB	0	0	0	Rs 0		
Total	Rs 266.706 cr	Rs 98.72 cr	Rs 2.376 cr	Rs 367.80 cr		

Table: Funds collected by political parties during Maharashtra & Haryana Assembly Elections, 2019





#### State-wise expenditure incurred

- The Maharashtra State Units of the political parties spent the maximum worth Rs 82.652 cr, followed by Central Headquarters which spent Rs 31.318 cr, and Haryana State Unit, which reported incurring an expenditure of Rs 21.75 cr.
- Out of total expenditure of **Rs 135.72 cr**, **96.79%** or **Rs 131.364 cr** was spent by cheque/DD by political parties, together.
- Rs 3.975 cr is 'remaining unpaid' which formed 2.93% of the total expenditure reported by political parties.
- Expenditure in cash was **least preferred** by the political parties, as only **0.28%** or **Rs 0.381 cr** of the total expenditure was incurred in this mode.

Mode of expenditure	Total Expenditure incur A	Total		
incurred	Central Headquarter	Stat	e Units	Expenditure
		Maharashtra	Haryana	
By cash	0.191	0.142	0.048	Rs 0.381 cr
By cheque/DD	30.12	82.362	18.882	Rs 131.364 cr
Remaining unpaid	1.007	0.148	2.82	Rs 3.975 cr
Total	Rs 31.318 cr	Rs 82.652 cr	Rs 21.75 cr	Rs 135.72 cr

State-wise expenditure incurred by political parties during Maharashtra & Haryana Assembly Elections, 2019

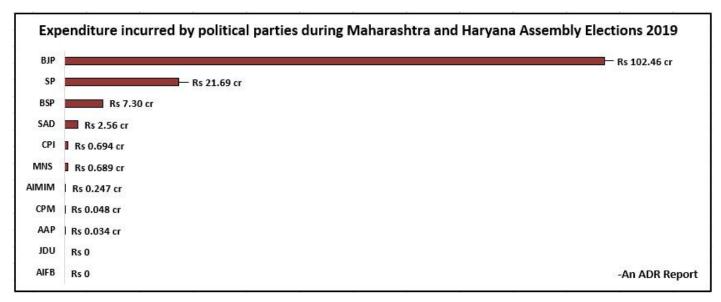
#### Party-wise expenditure incurred

- Out of total expenditure of **Rs 135.72 cr, BJP** incurred the maximum expenditure of **Rs 102.46 cr**, which forms **75.49%** of total expenditure.
- At the state level, Maharashtra State Unit of parties (Rs 82.652 cr) incurred 280% higher expenditure than Haryana Pradesh state unit (Rs 21.75 cr).
- AIFB & JDU are the only parties that have incurred **no expenditure** either at the central or at the state unit level despite contesting elections.



	Expenditure incurred by po	Total expenses			
Political Parties	Control Hoodsworter	State	State Units		
	Central Headquarter	Maharashtra	Haryana		
BJP	0.92	82.4	19.14	Rs 102.46 cr	
SP	21.69	0	0	Rs 21.69 cr	
BSP	7.30	0	0	Rs 7.30 cr	
SAD	0	Did not contest	2.56	Rs 2.56 cr	
CPI	0.68	0.0048	0.0095	Rs 0.694 cr	
MNS	0.689	0	Did not contest	Rs 0.689 cr	
AIMIM	0	0.247	Did not contest	Rs 0.247 cr	
СРМ	0.0049	0.001	0.042	Rs 0.048 cr	
AAP	0.034	0	Not Available on ECI website	Rs 0.034 cr	
AIFB	0	0	0	Rs 0	
JDU	0	Did not contest	0	Rs 0	
Total	Rs 31.318 cr	Rs 82.652 cr	Rs 21.75 cr	Rs 135.72 cr	

Table: Expenditure incurred by political parties during Maharashtra & Haryana Assembly Elections, 2019



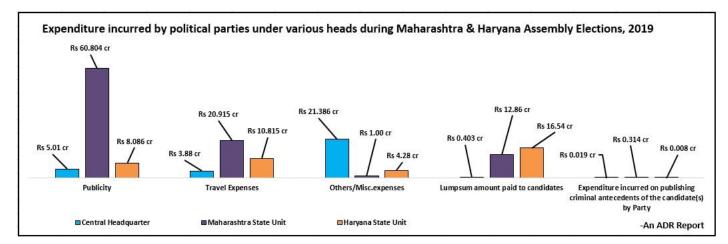
#### State-wise expenditure under various heads

- Political parties declare their expenditure under the heads of **Publicity, Travel Expenses, Other/ Miscellaneous expenses** and **Lumpsum amount** paid to their contesting candidates.
- Out of a total expenditure of **Rs 166.32 cr** under various heads, political parties spent the maximum amount of **Rs 73.90 cr** on **Publicity** followed by **Travel Expenses** worth **Rs 35.61 cr**.
- Maharashtra, Haryana state units and Central Headquarter have spent the maximum amount of Rs 95.89 cr, Rs 39.73 cr and Rs 30.70 cr respectively on Publicity.



Election Expenditure of Political Parties under various heads during Maharashtra & Haryana Assembly Elections (in Rs crores)							
Expenditure under various heads	Control Lloodeworter	Stat	Total				
Expenditure under various neads	Central Headquarter	Maharashtra	Haryana	Total			
Publicity	5.01	60.804	8.086	Rs 73.90 cr			
Travel Expenses	3.88	20.915	10.815	Rs 35.61 cr			
Others/Misc. expenses	21.386	1.00	4.28	Rs 26.666 cr			
Lumpsum amount paid to candidates	0.403	12.86	16.54	Rs 29.803 cr			
Expenditure incurred on publishing criminal antecedents of the candidate(s) by Party	0.019	0.314	0.008	Rs 0.341 cr			
Total	Rs 30.70 cr	Rs 95.89 cr	Rs 39.73 cr	Rs 166.32 cr			

Table: State-wise expenditure incurred under various heads by Political Parties during Maharashtra & Haryana Assembly Elections, 2019



#### Party-wise expenditure under various heads

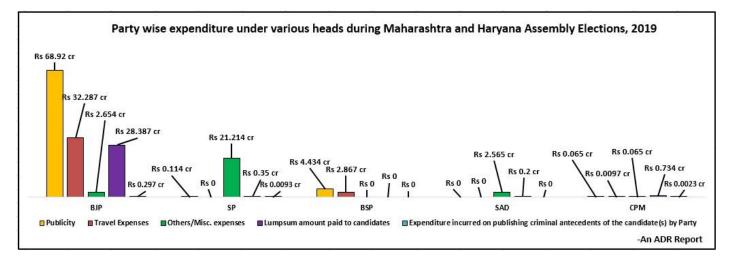
- The political parties spent a total of **Rs 166.32 cr** on publicity, travel, miscellaneous expenses, lumpsum amount to candidates and expenditure incurred on publishing criminal antecedents of the candidate(s) by Party.
- The parties spent the highest on **Publicity, Rs 73.90 cr** or 44.43% of the total followed by **Rs 35.61 cr** or 21.41% of total on **Travel expenses** and **Rs 29.803 cr** or 17.92% of total expenditure on **lumpsum amount to** candidates.
- The top 3 Parties which spent the highest are: **BJP** (Rs 132.545 cr) followed by **SP** (Rs 21.69 cr) and **BSP** (Rs 7.30 cr).
- **BJP** has incurred the maximum, **Rs 68.92 cr** under **Publicity**, which forms **93.26%** of the total expenditure incurred by all political parties on **Publicity**.

Pa	Party wise expenditure under various heads (in Rs cr): Maharashtra & Haryana Assembly Elections 2019							
Party	Publicity	Travel Expenses	Others/Misc. expenses	Lumpsum amount paid to candidates	Expenditure incurred on publishing criminal antecedents of the candidate(s) by Party	Total		
BJP	68.92	32.287	2.654	28.387	0.297	Rs 132.545 cr		
SP	0.114	0	21.214	0.35	0.0093	Rs 21,69 cr		
BSP	4.434	2.867	0	0	0	Rs 7.30 cr		
SAD	0	0	2.565	0.2	0	Rs 2.765 cr		
СРМ	0.065	0.0097	0.065	0.734	0.0023	Rs 0.876 cr		
MNS	0.335	0.193	0.16	0	0	Rs 0.688 cr		
AIMIM	0	0.247	0	0	0.023	Rs 0.27 cr		
AAP	0.026	0.005	0.003	0.054	0.01	Rs 0.098 cr		



Pa	Party wise expenditure under various heads (in Rs cr): Maharashtra & Haryana Assembly Elections 2019						
Party	Publicity	Travel Expenses	Others/Misc. expenses	Lumpsum amount paid to candidates	Expenditure incurred on publishing criminal antecedents of the candidate(s) by Party	Total	
CPI	0.0088	0.002	0.005	0.0786	0	Rs 0.09 cr	
JDU	0	0	0	0	0	Rs 0	
AIFB	0	0	0	0	0	Rs O	
Total	Rs 73.90 cr	Rs 35.61 cr	Rs 26.666 cr	Rs 29.803 cr	Rs 0.341 cr	Rs 166.32 cr	

Table: Expenditure incurred under various heads by Political Parties during Maharashtra & Haryana Assembly Elections, 2019



### **Disclaimer**

Source for the data used in this report are the Election Expenditure Statements submitted by the political parties to the Election Commission of India.

These can be accessed from: https://eci.gov.in/candidate-political-parties/expenditure-reports/expenditure-reports/

While all effort has been made to ensure that the information is in keeping with what is mentioned in the statements submitted by the political parties, in case of discrepancy between information in this report and that given in their statements, the information reported by the political parties should be treated as correct. Association for Democratic Reforms and their volunteers are not responsible or liable for any damage arising directly or indirectly from the publication of this report.





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