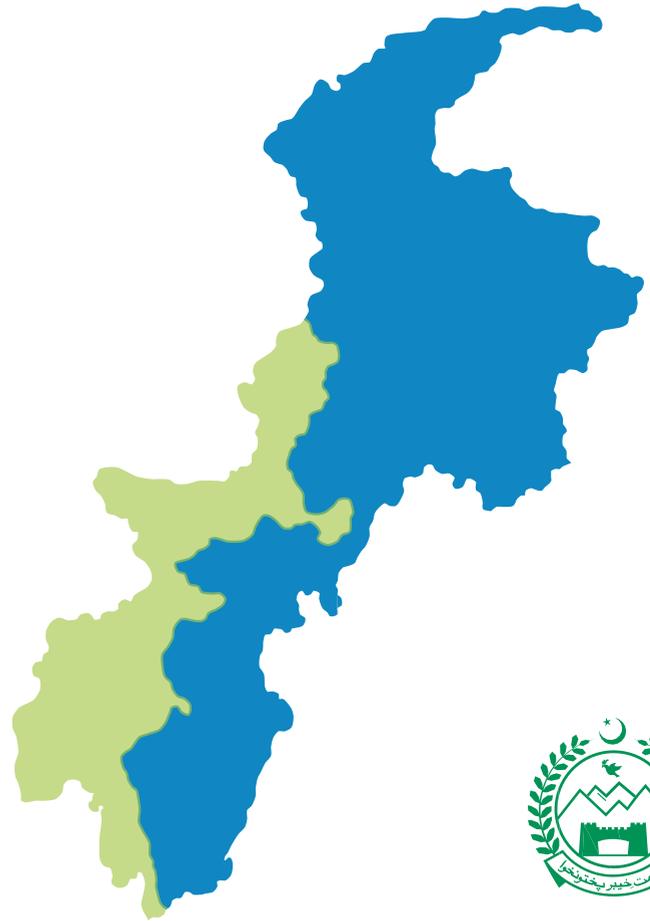


ONE

Khyber Pakhtunkhwa

Budget 2019-20
A citizen's guide



ABOUT THIS BOOKLET

Following the landmark merger of FATA with Khyber Pakhtunkhwa, the province is presenting its first combined budget for 2019-20.

This booklet explains the budget and financial health of the province in simple language, making it easy for the people of Khyber Pakhtunkhwa to understand its importance and impact on their lives. The Government of Khyber Pakhtunkhwa has been publishing a 'citizen's budget' annually since 2014-15. This reflects the Government's commitment to improving people's access to budgetary information, and will help promote accountable, credible and realistic management of public finances.

DISCLAIMER

This document provides actual and estimated revenues and expenditures for Khyber Pakhtunkhwa to promote better understanding about the Government's priorities. Estimated figures for 2019-20 are based on current forecasts and projections about the Budget and may, therefore, be subject to change as a result of new information, future events or other developments.

MESSAGE FROM THE CHIEF MINISTER

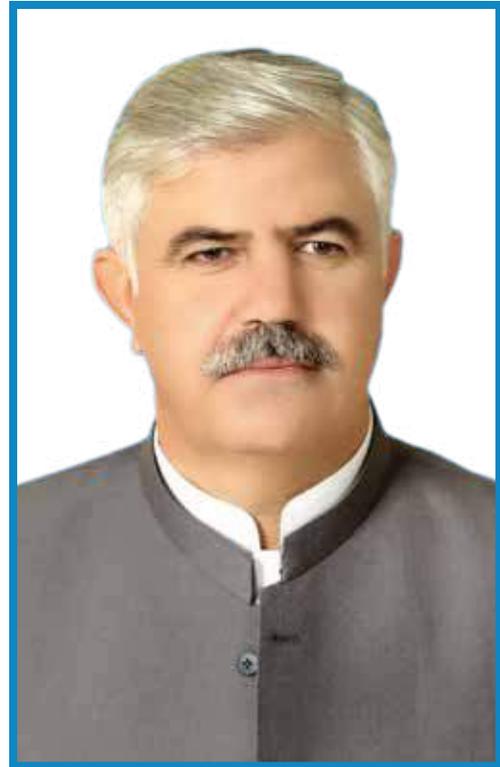
GOVERNMENT OF KHYBER PAKHTUNKHWA

I feel privileged to have the historic opportunity of presenting the first ever integrated budget of a unified Khyber Pakhtunkhwa.

The Government of Pakhtunkhwa is fully committed to bringing the Newly Merged Areas at par with the other districts of Khyber Pakhtunkhwa, regardless of the challenges it may pose. We consider it our prime responsibility to create an environment where every citizen of this province is treated fairly, treated equitably and treated well.

The Khyber Pakhtunkhwa Budget 2019-20 reflects our commitment towards a developed Pakhtunkhwa in general, and deserving districts in particular. I, and my team, will ensure that this promise is reflected through all our actions and decisions in the years to come.

Mahmood Khan
Chief Minister,
Khyber Pakhtunkhwa





MESSAGE FROM THE MINISTER FOR FINANCE

GOVERNMENT OF KHYBER PAKHTUNKHWA

It's an honour to have led the preparation of the first budget of a new, larger Khyber Pakhtunkhwa. This budget could have looked very different than what it is. But I believe that our work shows that if you put your heart and soul into it, the impossible can happen.

Here is a snapshot of what we've done. Current expenditure, in particular salaries and pensions, had been ballooning in this province since the 18th amendment. We've arrested that growth. The development budget shrunk last year, and the danger was that it could have shrunk further. We have completely turned that situation around. There were rigid processes and traditions that meant the space for decision making in the budget was limited. We have taken big, bold decisions such as changing the retirement age, curtailing our own salaries, and investing in the sectors that count. Tourism, Urban Development, Agriculture, Science, Technology and IT, Industries, Rescue and Relief, these are all some of the sectors that have seen significant shifts in their budgets, because they are sectors that will fuel the growth and development of Khyber Pakhtunkhwa. More so, there is a record, historic allocation for the people of the merged tribal districts, this is a promise that we are proud to have kept.

MESSAGE FROM THE MINISTER FOR FINANCE

GOVERNMENT OF KHYBER PAKHTUNKHWA

As a result, we have a record development budget, that almost matches the size of Punjab's, a province with an economy at least four times larger than ours. That is incredible when you think of it.

This did not happen by magic. This entire past year, we worked with each department to streamline their budget, identify savings, review strategies and development priorities, getting our hands dirty with the details that would actually create the fiscal space that we need. I am proud to say that we achieved more than we could have imagined.

One. That is what we call this year's Citizen's Budget, because if there is a number that describes the essence of this budget, it is the number "1".

"1" because it reflects a new beginning and the first budget for a larger and more ambitious province, a single new Pakhtunkhwa.

"1" because while October's budget reflected the need for continuity mid-year, this year's budget reflects what that new beginning needs; a bold new approach in financial and economic management and governance that should have happened ages ago; a change that only Imran Khan's Pakistan could be bold enough to execute; so that we can fix our problems once and for all.

"1" because this province, and Chief Minister Mahmood Khan's government, wants to be at the forefront of that change, leading it, being first, and Insha'Allah we hope that this budget will prove it.

I do hope that this is only the beginning. We will do more. Much more. Insha'Allah.



Taimur Saleem Khan Jhagra
Minister for Finance,
Khyber Pakhtunkhwa



MESSAGE FROM ADDITIONAL CHIEF SECRETARY

PLANNING AND DEVELOPMENT

Increasing demand from a growing population is the central challenge for the government. The historic merger of tribal districts with Khyber Pakhtunkhwa will contribute to lasting peace and stability, but will also compound this challenge. In order to accelerate development and transform the political and socio-economic conditions of the newly merged districts, the Government has approved the Tribal Decade Strategy. In view of the ambitious agenda of the PTI Government to turn around the socioeconomic landscape of the province, the Annual Development Plan (ADP 2019-20) has been made to reflect the aspirations of a unified Khyber Pakhtunkhwa's people.

The focus has been on maximizing socioeconomic returns and ensuring efficient service delivery to the citizens of the province. An unprecedented cut on wasteful investments has been made on instruction of the Chief Minister, and under the guidance of the Finance Minister, bringing throw forward

MESSAGE FROM ADDITIONAL CHIEF SECRETARY

PLANNING AND DEVELOPMENT

liabilities down by two and a half years. Economic growth has been prioritized, especially in areas of tourism, industry, and urban development, while appropriate investments have also been made in education, health, skills development, and sports, to catalyze human development.

The ADP 2019/20 will allow consolidation, reduce liabilities and enable the undertaking of several new projects in line with the Government's agenda. The Government is firmly resolved to maintaining transparency and accountability to maximize value for each rupee spent.

Shahzad Khan Bangash
Additional Chief Secretary,
Khyber Pakhtunkhwa



MESSAGE FROM THE SECRETARY FINANCE

GOVERNMENT OF KHYBER PAKHTUNKHWA

Bringing transparency into governments decision making processes is one of the pillars of good governance. Through the Citizen's Budget document, the Finance Department strives to improve public knowledge about budgetary allocations for the next financial year. It also provides a simple overview of the key fiscal decisions of the provincial government and the results of its efforts in terms of priorities and needs of citizens. In addition, the Department ensures easy access to all key budgetary documents on its website.

I believe our efforts in making financial information simple and easily accessible will allow citizens to develop a clear picture of how their government is raising and spending money, and also to hold it to account.

Shakeel Qadir Khan
Secretary Finance,
Khyber Pakhtunkhwa

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Sector-wise Budgets
Newly Merged Areas

Understanding the Budget

The image features a solid blue background at the top. A jagged, mountain-like shape is cut out from the bottom of the blue area, revealing a white background underneath. This shape is filled with a medium green color. The text 'Understanding the Budget' is centered in the blue area in a white, bold, sans-serif font.

WHAT IS A GOVERNMENT BUDGET?

Tax Receipts



Public Exchequer



State Service Provision



People pay taxes and fees to the government. The government in return is able to spend that money back on the people of the country: on education; health; infrastructure including energy, water and roads; on job creation; and on paying the people who work in government to help deliver all of the governments work to the citizens.

The budget year in Pakistan runs from July to June. Typically the budget is presented and approved in May or June. The Khyber Pakhtunkhwa annual budget represents both the financial situation of the government, as well as identifies what money the government thinks it will earn through these twelve months (revenue or receipts) and how it will spend that money (expenditure) for the public good.

THE BALANCING ACT

The core budgeting principle is that

'The RESOURCES SPENT depend on the RESOURCES GENERATED'

So if the government is able to collect more money, it will actually be able to spend more on

- paying government employees,
- hiring more employees, and
- development projects which benefit the general population

When resources are short, the government is forced to make compromises



HOW DOES KHYBER PAKHTUNKHWA GENERATE RESOURCES?

Every year, the Government of Khyber Pakhtunkhwa collects its revenues from several sources. These include:

Category	Details	Proportion
	FEDERAL TRANSFERS Transfers from the divisible pool of the taxes collected from FBR	
	STRAIGHT TRANSFERS Money collected oil and gas royalties and surcharges	
	NET HYDEL PROFIT Profits from the Hydro electricity generated in the province throughout the year	
	OWN SOURCE RECEIPTS Provincial Tax collected on services, immovable property and other revenue generated by the department itself	
	FOREIGN PROJECT ASSISTANCE The amount committed by the donors for developmental work across the province in various sectors	
	CAPITAL LOANS, OTHERS ETC Domestic loans taken by the government (if any), other expected savings etc	
	FEDERAL GRANT Domestic loans taken by the government (if any), other expected savings etc includes money for Tribal districts	

WHAT ARE THE DIFFERENT AREAS OF SPENDING?

CURRENT EXPENDITURE (~70%)



SALARY

Accounts for majority of government expenditure and is increasing every year



NON SALARY

Represents regular operational and maintenance expenses



PENSIONS

Third largest current expenditure. Key reforms are being undertaken to reduce it

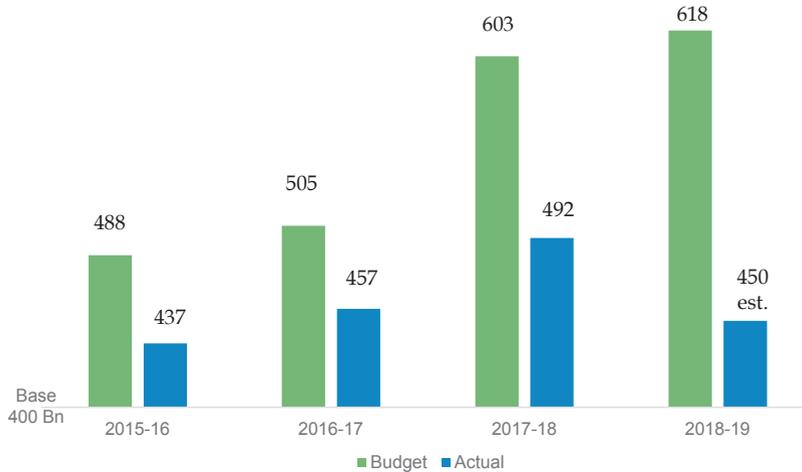
DEVELOPMENT EXPENDITURE (~30%)



- This is the money used for new projects and schemes across all departments
- It is spent at Provincial and District levels (30% of funds are earmarked for local bodies as District ADP in accordance with the Local Government Act)
- It is usually what remains of the total budget, once all current expenditures have been covered
- However, since it directly improves the lives of the average citizen, we need to make sure it is as high as possible

BUDGETED AMOUNTS VS. ACTUAL SPENDING

Yearly budget allocations and actual spending IN PKR (BILLIONS)



Traditionally, the narrative has focused on budgets, even though they are merely estimates based on forecasts and are limited by certain structural calculations. In reality, there may be differences between budgeted amounts and actual spending in the year. Good financial management involves not only reviewing the budget process, but also looking at actual expenditures. In the interest of greater transparency, the Government of Khyber Pakhtunkhwa will now show data on actual spending in all budgetary documentation.

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**What we achieved
in the last year**



THE GOVERNMENT OF KHYBER PAKHTUNKHWA HAS MADE PROGRESS ON SEVERAL MEGA PROJECTS ACROSS SECTORS...



MoU signed with Korean company KHNP for 496 MW Spat Gah HPP Kohistan in PPP mode with 26 % share of Government of KP and 74 % share of KHNP 280 community based micro hydropower projects completed



25 new industrial units established and 5 closed units revived



Rashakai Industrial Zone Agreement signed with Chinese/CPEC



Mohmand Special Economic Zone grid energized



Swat Motorway opened for light traffic



Phase 2 of developmental work on Jalozai Housing Scheme started



Over 600 km of road networks constructed and/or rehabilitated



22 bridges constructed and/or rehabilitated across Pakhtunkhwa



Gujar Ghari Canal Park Mardan constructed and radial roads leading to Ring Road Peshawar upgraded.



13 startup businesses incubated under Durshal Project



Rent, power and internet subsidies provided to 50 companies at IT parks



7000 acres of land irrigated in Nowshera and Swabi through construction of small Gul Dheri, Jalozai and Kundal dams



Baran Dam raising project started to benefit 170,000 Acres of Bannu and Lakki Marwat districts.



230,000 hectares of Billion Tree Afforestation Project maintained



1.12 million plants distributed in the Plant for Pakistan campaign

...AND ALSO SERVED THE NEEDS OF PAKHTUNKHWA'S CITIZENS



Over 17,000 new NTS qualified teachers inducted in schools



59.7 million free textbooks distributed for public school students



Over 9,000 basic facilities provided in public schools



Rs. 40 Million disbursed in performance-based grants to 40 colleges



Increased enrolment in 109 public colleges adding over 18,700 students in 2018-19



Increased access to healthcare by expanding Sehat Insaf Card to 800,000 families



Upgraded 85 facilities to 24/7 to improve mother and child health care



Hired 6,900 doctors, 3,000 LHWs, 2,000 nurses and 1,600 paramedical staff to ensure availability of basic HR at facilities



Drinking water supply schemes provided in 270 villages



27,501 students imparted technical and vocational training



400 young business leaders selected through KP Impact challenge



90% of Pakhtunkhwa's water storage reservoirs cleaned



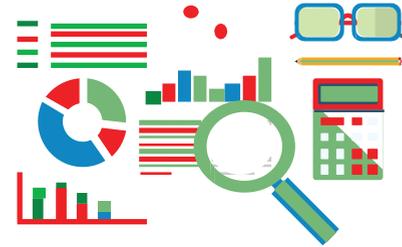
Reclamation and Probation Information System provided in 19 districts & computerization of arms licenses

The background features a solid blue upper section and a green lower section that meets at a jagged, white, mountain-like silhouette. The text is centered in the blue area.

The proposed budget 2019-20

ECONOMIC ASSUMPTIONS

The budget has been prepared on the basis of the following economic assumptions for FY 2019-20:



Economic Assumptions	Target 2018-19	Actual 2018-19	Target 2019-20
Economic Growth Rate	6.2%	3.3%	2.4%
Inflation	6%	7.2%	11-13%
FBR Taxes to GDP Ratio	11.6%	10.8%	12.6%
FBR Revenue Target	4,435 Billion	4,150 Billion*	5,555 Billion

Source: Budget in Brief 2019-20, Ministry of Finance

* Revised Estimates 2018-19 (Jul-Apr 2018-19 Collection is 2,976 Billion)

OVERVIEW OF PAKHTUNKHWA'S 2019-20 BUDGET

The historic first consolidated budget of Khyber Pakhtunkhwa...

▶ **RS. 900 BILLION**

The first budget of this new and larger province.

▶ **RS. 693 BILLION**

to be spent in the settled districts.

▶ **RS. 162 BILLION**

to be spent in the merged districts.

▶ **RS. 45 BILLION**

as a surplus at the request of the federal government

With a record development outlay

▶ **RS. 319 BILLION**

Pakhtunkhwa's largest development budget

▶ **RS. 236 BILLION**

For development in settled areas

▶ **RS. 83 BILLION**

For development in merged areas

THIS YEAR'S BUDGET HAS 5 KEY FEATURES



Raising province's revenues



Controlling government expenditure



Investing in areas KP has the competitive advantage



Reducing throw forward and increasing size of development budget

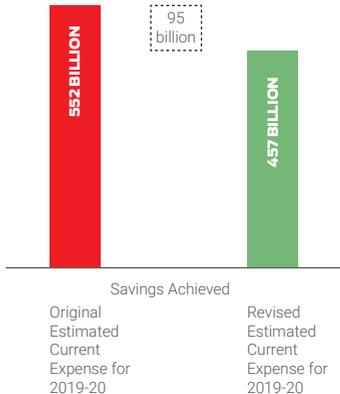


Keeping our promise of prosperity to citizens of the merged districts

Reducing Expenditure

WITH A COMPREHENSIVE EXPENDITURE REVIEW AND BOLD STEPS, WE HAVE MANAGED TO ARREST THE INCREASE IN CURRENT EXPENDITURE

Current side expenditure
Rs. Billions



We have done this by:

- Changing retirement age and reviewing early retirement rules
- Elimination of redundant posts
- Review of overall current expenditure

While ensuring record new recruitment during the next financial year:

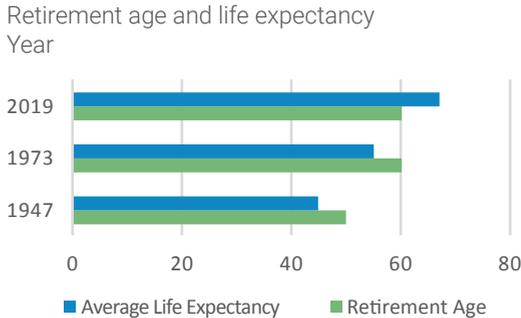
- 30,000 new jobs being created in settled districts across sectors
- 17,000 new jobs being created in merged areas

Reducing Expenditure

RETIREMENT AGE LAGGED LIFE EXPECTANCY UNTIL 1973

What is the rationale?

1 Retirement age has not been reviewed since 1973



WHAT DOES THIS ACHIEVE?

This results in an average saving of Rs. 20 Billion per year!

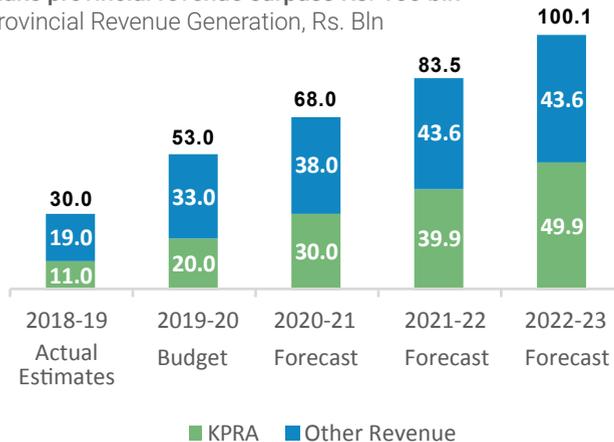
2 This affects only 0.1% of the province workforce

- Only 10,000 people retire on average out of an active workforce of 65 lakh
- Many posts lie vacant while new recruitment is done through creation of new posts
- Despite this, KP government will carry out recruitment against a record ~47,000 positions this year

Raising Revenues

WE HAVE SET AMBITIOUS REVENUE TARGETS FOR OURSELVES

This is part of a five year effort to
make provincial revenue surpass Rs. 100 bln
Provincial Revenue Generation, Rs. Bln



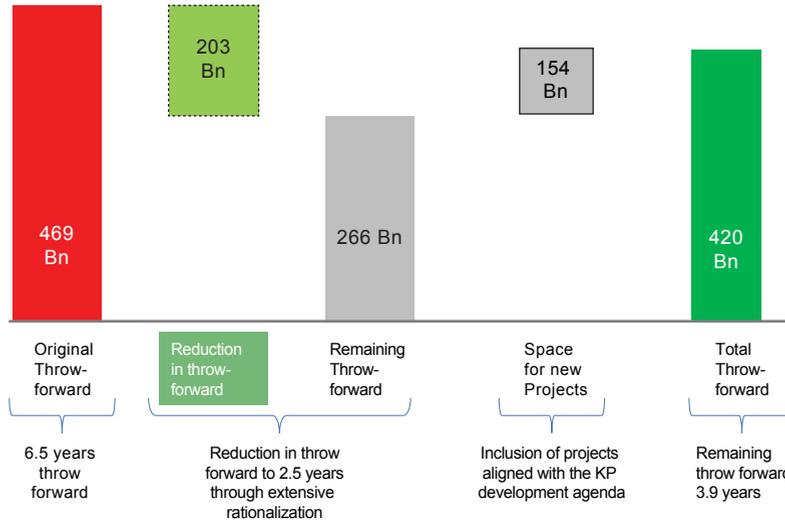
Following changes will help achieve our next year's targets

- For ensuring uniformity in assessments, comprehensive rules of interpretation have been issued.
- To boost voluntary compliance of sales tax, new slabs of reduced rates covering 10%, 8%, 5% and 2% have been introduced
- 2 new categories of services have been included in tax domain, i.e, digital economy services and organized sector (non-domestic) installation and commissioning services.
- 28 taxes have been reduced, and only 29 out of the previous 83 taxes at the standard rate of 15%

Reducing throw forward and increasing development budget

THROW FORWARD LIABILITY WAS CUT BY 43% CREATING SPACE FOR NEW PROJECTS

Throw forward calculations
Rs, Billions



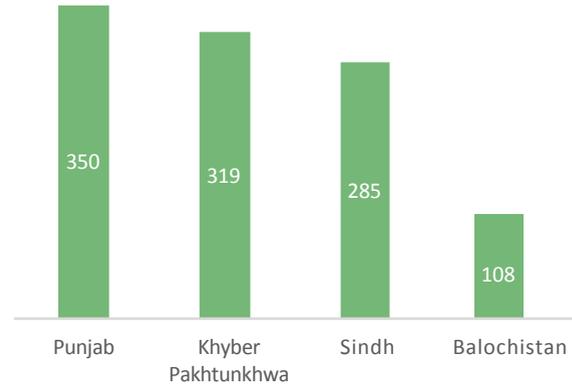
What is throw-forward?

The number of years it will take to meet the total cost of already announced/approved development projects, provided no new projects are added.

Reducing throw forward and increasing development budget

PAKHTUNKHWA HAS SET ASIDE THE GREATEST SHARE OF DEVELOPMENT BUDGET

Development Spend
Rs, Billions



Total Budget

2,300 Bn

900 Bn

1,217 Bn

419 Bn

Share of development expenditure

15%

35%

23%

25%

Numbers for Balochistan are indicative as the province has not presented its budget yet

Investing in Priority Sectors

KHYBER PAKHTUNKHWA'S 2019/20 BUDGET IS A DEVELOPMENT BUDGET



Tourism, youth and sports increased to Rs. 5.9 billion, a 100% increase.



Urban Development including the development of Peshawar; Rs. 6.7 billion, a 67% increase.



Agriculture; Rs. 4.2 billion, a 63% increase.



Science & Technology and IT; Rs. 0.64 billion, a 62% increase



Higher Education; Rs. 5.7 billion, a 40% increase



Industries; Rs. 1.5 billion, a 40% increase.



Forestry; Rs. 4.8 billion, a 43% increase.



Furthermore, for the first time ever, Rs. 1.1 billion has been earmarked as a special fund for the least developed districts programme. These districts include Kolai Palas, Battagram, Tank, Kohistan Upper, Shangla, Chitral Upper and Lower and Hangu.

Newly Merged Areas

INVESTMENT IN THE NEWLY MERGED AREAS IS AT THE HEART OF THIS BUDGET

Rs. 162 billion Rupees

to be spent in the merged districts.

Current expenditure:

Rs. 79.0 billion including

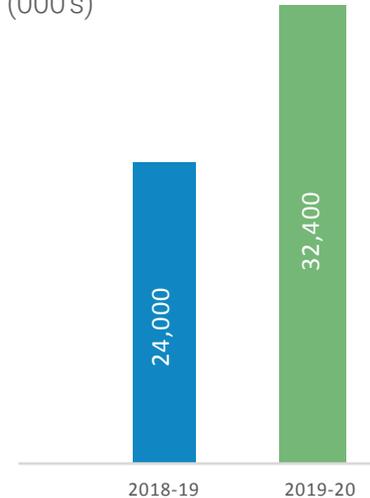
Rs. 24.0 billion from 10 Year Development Plan

Development expenditure:

Rs. 83.0 billion including Rs. 59.0 billion

from 10 Year Development Plan

Newly Merged Areas
Per capita Budget Comparison
PKR, (000's)



Source: Controller General of Accounts, Pakistan,



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Sector-wise highlights Settled Areas

DEPARTMENTAL ALLOCATIONS SETTLED DISTRICTS (1/2)

	2019-20	2019-20	2019-20	2019-20	YoY Budget Estimates	YoY Budget Estimates
Department	Current	Development	Total	FPA	% Change Development	%Change Total
Agriculture	7,900.2	4,200.0	12,100.2	5,309.7	63%	13%
Auqaf, Hajj	119.6	424.0	543.6	-	6%	4%
C&W	8,074.4	12,082.0	20,156.4	12,428.9	19%	17%
Districts ADP		46,000.0	46,000.0	-	57%	57%
DWSS	7,152.1	3,799.0	10,951.1	1,000.0	14%	21%
E&SE	119,707.3	9,698.0	129,405.3	7,682.2	7%	-7%
Energy & Power	153.0	812.0	965.0	8,204.4	178%	123%
Environment, Forest & Wildlife	3,518.5	4,126.0	7,644.5	-	42%	24%
E&T	764.1	185.0	949.1	-	-8%	-30%
Finance	2,250.5	229.0	2,479.5	5,000.0	-96%	-70%
Food	93,281.9	404.0	93,685.9	-	-14%	0%
Health	76,473.2	10,003.0	86,476.2	1,845.8	28%	17%
Higher Education	13,895.0	5,757.0	19,652.0	94.1	40%	9%

*FPA stands for Foreign Project Assistance

DEPARTMENTAL ALLOCATIONS SETTLED DISTRICTS (2/2)

Department	Current	Development	Total	FPA	% Change Development	%Change Total
Home	52,553.0	2,912.0	55,465.0	537.5	87%	4%
Housing	43.4	310.0	353.4	-	-11%	-10%
Industries	3,227.7	1,478.0	4,705.7	820.9	40%	11%
Information	553.3	156.0	709.3	-	8%	14%
Labour	492.5	58.0	550.5	39.2	5%	6%
Local Government	7,252.0	3,219.0	10,471.0	3,901.4	10%	59%
Mines & Minerals	994.4	378.0	1,372.4	-	-6%	2%
MSD	618.7	11,579.0	12,197.7	23,114.8	407%	323%
Population Welfare	2,127.0	242.0	2,369.0	585.0	62%	4%
R&R	8,027.3	2,282.0	10,309.3	700.0	60%	23%
Social Welfare	2,534.4	388.0	2,922.4	-	31%	14%
Sports, Tourism	1,109.0	5,907.0	7,016.0	3,000.0	136%	114%
ST&IT	111.8	638.0	749.8	356.0	62%	46%
Transport	347.7	1,972.0	2,319.7	12,318.1	-72%	-69%
Urban Development		6,719.0	6,719.0	-	67%	67%
Irrigation	4,599.5	9,538.0	14,137.5	3,723.1	69%	45%

*FPA stands for Foreign Project Assistance

SECTOR MAJOR PROGRAMMES

Education

- Focus on improving standards – not making more buildings.
- Recruitment of over 25,000 teachers to address multi grade teacher- total 65,000 required to make 4 teachers in every school.
- Recruit atleast 3,000 ASDOs, out of a required number of 7000, who will act as head teachers. This will help bring down the average from 45 schools to 3 schools per ASDO.
- Completion of 700 state of the art ECE nursery classrooms across settled districts.
- Construction of 6,000 new classrooms out of the 15,000 classrooms required to counter overcrowding.
- Provision of Rs.1.86 Billion for girls stipends
- Continuing our focus on innovative programme, Launch “Pakhtunkhwa da para” programme to put graduates from top universities into govt schools.
- Total support of Rs 2.5b to almost 20+ universities across the province.
- Rs. 1000m for Pak Austria Faccoushule institute, to be opened in Spring 2020.
- Rs. 35m for revamping of public libraries.

Health

- Universal expansion of Sehat Sahulat Card for all the citizens of Khyber Pakhtunkhwa.
- Rs.7b across current and development budget for flagship tertiary hospitals including Institute of cardiology, Institute of kidney diseases, KTH etc.
- State of the art medical insurance programme for govt servants
- Expand minimum health service delivery package for all BHUs, RHCs, and secondary hospitals.
- A big programme of tertiary, secondary and primary health facilities including both ongoing and new hospitals as reflected in the ADP.
- Rs.4.4b for health services delivery and immunization programmes.
- Rs. 820m for treatment of poor cancer patients across the settled districts
- Rs. 830m for establishment of fountain house in Peshawar to mentally challenged people.
- Double the budget for medicine in Secondary and primary hospitals through provincial finance commission.



SECTOR MAJOR PROGRAMMES



Roads and Energy

- Rs 8.6b for Provincial Roads Rehabilitation Project under PKHA Portfolio in collaboration with ADB.
- Rs 3.4b for dualization of Mardan-Swabi Road in collaboration with ADB.
- Rs 10.4b for construction of new roads throughout the settled districts.
- Rs 1.2b for solarization of 4000 Masajid, and multiple schools, BHUs throughout the settled districts.
- Rs 70m for Electrification of more than 100 unelectrified villages through Solar/ Alternate Energy.
- Construction of Spat-Gah HPP, 496MW (District Kohistan) with the KHNP on PPP Mode .
- Work to start on Balakot 310 MW, 188MW Naran and 57 MW Madian Hydro Power Project
- Completion of construction of 40.8 MW Koto HPP Dir (L), 11.8 MW Korara Shangla and 10.2 MW Jabori HPP Manshera.
- Updation of Feasibility studies under world bank financing for Gabral Kalam 88 MW Swat , Barikot Patrik 47 MW Dir (U) and Patrik Shringal HPP 22 MW Dir(U)
- Rs 200m for Electrification and Gasification work.

Agriculture, Irrigation and Drinking Water

- Rs 1b allocated for Water Conservation and enhancement of Command Area of Small & Mini Dams including Gomal Zam Dam and Barani Areas of Khyber Pakhtunkhwa as part of PM Agriculture emergency program.
- Rs 1b for National Program for Improvement & lining of Water Courses and Construction of Water Storage Tanks as part of PM Agriculture emergency program.
- Rs 600m for other PM Agricultural emergency programs including Save the Calf Program, Poverty Alleviation Through Development of Rural Poultry etc.
- Rs 9.5b for small dams, flood protection walls, water supply schemes and canal roads throughout the settled districts.
- Rs 642m for drinking water schemes for Karak to be funded from royalty fund.
- Rs 1b for Gravity Flow Water Supply Scheme in District Mansehra to be funded by SFD.
- Rs 3.7b for small and medium sized drinking water schemes throughout the settled districts.

SECTOR MAJOR PROGRAMMES



Economic Development, Youth, Women, Entrepreneurship and Skill Development

- Rs 200m for creation of a skill development fund in the province.
- Rs 500m to improve access to finance for young entrepreneurs and businessmen.
- Rs 2bn for innovation fund for entrepreneurs, youth and women.
- Rs 5bn for loans for youngsters and skilled workforce.
- Rs 100m for establishment of marble city Buner.
- Rs. 500m for various youth development packages,
- Improving access and attract economic activity in Rashakai Economic Zone.
- Enable public private partnership for atleast 10 TEVTA Institutes for training of skilled workforce.

Sports and Tourism

- Rs 100m for establishment of tourism police
- Rs 3.7b for tourism promotion and destinations development through World Bank assisted program.
- Rs. 1b for access roads to Malakand and Hazara division for promotion of unexplored tourist spots and Rs. 150m for access to sheikh badin tourist site.
- Rs.300m for various tourism activities across the province.
- Construction of recreational park at Hund Swabi.
- Rs 500m for Development of 1000 Playing facilities in Khyber Pakhtunkhwa .
- Rs 350m for establishment and upgradation of 7 sports complexes in Khyber Pakhtunkhwa.
- Rs. 70m for promotion of hockey and squash throughout the province.



SECTOR MAJOR PROGRAMMES



Local Government, Urban, Rural and Multi Sectoral Development

- Rs 46b as 30% Development budget for elected local bodies.
- Special development package for Peshawar including:
 - Rs 2b across current and development budget to WSSP to start 2nd shift, Sunday operations and expand to sub-urbans areas.
 - Rs 4.5b for development of Peshawar mainly improvement and construction of Ring road, New Bus Stand, Peshawar uplift Programs and Regi Model Town.
- Rs 1.1b for least developed districts uplift programme (Kolai Palas, Battagram, Tank, Kohistan Upper, Shangla, Buner, Chitral (Upper & Lower) and Hangu.
- Rs 300m for uplift and beautification of district HQs namely Hangu, Tank, Lakki Marwat, Swabi, Charssada, Malakand, Haripur and Mansehra.
- Rs 400m for special development package for Torghar
- Rs 500m for Khyber Pakhtunkhwa Cities Digital Transformation Centers.
- Rs 6.3b in terms of Tobacco Development Cess , NHP and Oil and Gas Royalty to specific districts for uplift, along with backlog payments.
- Rs 600m for Southern Area Development Project.
- Rs 3.4b for KP Districts Governance and Community Development Program in collaboration with EU.
- Rs 1500m for Municipal Services Delivery Project in collaboration with USAID.
- Rs 145m for Establishment of Public Parks.



Science, Technology and IT

- Rs 50m for CM office paperless gov Phase I
- Rs 100m for Citizen facilitation center in Peshawar
- Rs 256m for promotion and enhancement of digital Jobs in Khyber Pakhtunkhwa
- Rs 380m for Completion of land record digitization and establishment of service delivery centers.

SECTOR MAJOR PROGRAMMES



Minorities and Social Welfare

- Rs 60m for scholarships and grants for students in deeni madaris.
- Rs 10m for Skill Development scheme for minorities.
- Rs 5m for Construction of Community Based School for Sikh Community in Peshawar



Forestry and Environment

- Rs 2.8b for Billion tree and 10 billion tree tsunami project
- Rs 195m for Development and Management of National Parks in Khyber Pakhtunkhwa



Law and Justice

- Rs 30m for Computerization of Arms Licenses in the remaining Districts.
- Rs 52m for Reformation and Case Management System regarding rule of law roadmap



Sector-wise Budgets Merged Areas

DEPARTMENTAL ALLOCATIONS MERGED AREAS (1/2)

Department	Current	Development	Total
Agriculture	1,041.6	1,321.4	2,363.0
Auqaf, Hajj	-	19.7	19.7
Communications and Works	1,484.2	5,663.8	7,148.0
Elementary & Secondary Education	17,788.4	3,685.4	21,473.8
Energy & Power	-	534.3	534.3
Environment, Forest & Wildlife	338.8	875.0	1,213.8
Excise and Taxation	-	9.8	9.8
Finance	8,143.4	10.0	8,153.4
Food	17.4	19.9	37.3
Health	6,917.4	1,758.5	8,675.9
Higher Education	2,101.0	549.3	2,650.3
Home and Tribal Affairs, Police and Jails	16,957.1	98.2	17,055.3
Housing	-	-	-

DEPARTMENTAL ALLOCATIONS MERGED AREAS (2/2)

Department	Current	Development	Total
Industries	196.0	57.3	253.3
Information	-	9.9	9.9
Irrigation	149.2	1,301.2	1,450.4
Labour	-	4.9	4.9
Local Government	301.8	651.2	953.0
Mines & Minerals	57.3	19.7	77.0
Planning, Development and Bureau of Statistics	62.2	64,047.6	64,109.8
Population Welfare	-	4.9	4.9
DWSS	975.4	1,029.6	2,005.0
R&R	17,107.4	84.0	17,191.4
Revenue and Estate	3,091.5	10.0	3,101.5
ST&IT	-	19.7	19.7
Sports, Tourism	26.2	738.7	764.9
Transport	-	176.7	176.7
Zakat, Usher, Social Welfare and Special Education	131.5	262.7	394.2

PROVISION OF EDUCATION SERVICES AND FREE HEALTHCARE REMAINS THE GOVERNMENT'S KEY PRIORITY IN THE MERGED DISTRICTS

SECTOR

MAJOR SCHEMES



- Rs 850m for Upgradation of Educational Institutions from primary to middle, middle to high or high to higher secondary schools in all tribal districts and former FR regions.
- Rs 500m for Standardization of exiting 21 HSS under Quick impact program.
- Rs 280m for Provision of Furniture Equipment in Functional Schools throughout the Tribal Districts.
- Rs 46m for Introduction of Early Childhood Education in all Tribal Districts
- Rs 40m for Removal of Staff Deficiencies in Newly Opened Areas in Education, Tribal Districts.
- Rs 40m for Girls stipend program for KG & Class 1 in O2 District (To arrest drop outs & improve enrollment)
- Rs 20m for Provision of Facilities in Existing Primary Schools for Early Child Education (10 per Agency & 5 per FRs)
- Rs 95m for Award of In Land Scholarships to FATA Students (**Higher Education**)

- Rs 30m for Removal of Staff Deficiencies in Newly Opened Areas in Health Facilities
- Rs 85m for Strengthening of DHQ Hospitals of Merged Areas
- Rs 60m for mobile hospital programme in FATA
- Rs 80m for provision of medicines and diagnostic materials for health facilities
- Rs 200m for various vertical programs in tribal districts inc. EPI, Hepatitis etc.
- Rs 130m for stab. of Trauma Centers (level 2) and Accidents / Emergency Centers in all DHQ Hospitals of Merged Areas
- Rs 40 for provision of portable ultrasound facilities in existing health facilities in merged areas.
- Establishment of Medical College in Kurram

ALONG WITH INVESTMENTS IN OTHER IMPORTANT SECTORS

SECTOR

MAJOR SCHEMES



Local Government

- Rs 25m for establishment of General Public Parks in Khyber, to be spread across all tribal districts.
- Rs 20m for Fruit & Vegetable / Cattle Markets in All Merged Areas.
- Small developmental schemes inc. Roads, drinking water supply schemes carried out across all tribal districts by the LG .



Energy and Power

- Rs 300m for Rehabilitation, Maintenance & repair of existing power supply lines and installation of new main lines and transformers in all tribal districts.
- Solarization of mosques, schools and BHUs in all tribal districts.



Roads

- 54km Mirali-Shews and thall road, North Waziristan
- Significant allocation to construction of road and Blacktopping throughout all tribal districts.



Sports and Tourism

- Rs 59m for provision of Sports Facilities/Grounds at Districts / Sub-Divisions in all Tribal Districts
- Rs 42m for promotion of sports activities at Districts / Sub-Divisions in Tribal District.
- Rs 30m for economic Uplift of Youth Through Impact Challenge Program in tribal districts.
- Rs 45m for beautification and promotion of potential Tourist Areas in tribal districts



For more information and feedback:

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