



GOVERNMENT OF KHYBER PAKHTUNKHWA  
FINANCE DEPARTMENT

NO.BO.I/FD/5-8/2016-17  
Dated Peshawar the 04.07.2016

To

- 1) The Senior Member, Board of Revenue, Khyber Pakhtunkhwa.
- 2) All Administrative Secretaries to Govt. of Khyber Pakhtunkhwa.
- 3) The Principal Secretary to Governor, Khyber Pakhtunkhwa.
- 4) The Principal Secretary to Chief Minister, Khyber Pakhtunkhwa.
- 5) All Divisional Commissioners in Khyber Pakhtunkhwa.
- 6) All Heads of Attached Departments in Khyber Pakhtunkhwa.
- 7) All Heads of Autonomous/Semi-Autonomous Bodies in Khyber Pakhtunkhwa.
- 8) All Deputy Commissioners in Khyber Pakhtunkhwa.
- 9) The Registrar, Peshawar High Court, Khyber Pakhtunkhwa.
- 10) The Secretary, Provincial Assembly, Khyber Pakhtunkhwa, Peshawar
- 11) The Registrar, Khyber Pakhtunkhwa Service Tribunal Peshawar.
- 12) The Secretary, Khyber Pakhtunkhwa Public Service Commission, Peshawar.

Subject: - **ECONOMY/AUSTERITY MEASURES FOR FINANCIAL YEAR 2016-17**

Dear Sir,

I am directed to refer to the subject noted above and to say that the Provincial Cabinet in its meeting held on 14.06.2016 while considering the Budget Estimates 2016-17, approved the following guiding principles to curtail the recurring expenditure, to be effective from 1<sup>st</sup> July, 2016:-

- 1) There shall be complete ban on creation of posts except posts required for completed Developmental Projects.
- 2) There shall be complete ban on treatment abroad on Provincial Government's expense.
- 3) There shall be complete ban on purchase of new vehicles.
- 4) Participation in workshops/seminars and training abroad involving provincial funds will be banned.
- 5) There shall be complete ban on holding Seminars and Workshops in Five Star Hotels involving Provincial funds.
- 6) All Administrative Secretaries and Heads of Autonomous/Semi-Autonomous Bodies, being Principal Accounting Officers, shall conduct meetings of Departmental Accounts Committee regularly under intimation to Finance Department so as to ensure INTERNAL AUDIT of their respective Departments /Organizations.
- 7) To achieve the budgeted Provincial Revenue targets, Finance Department shall convene monthly meetings to be attended by administrative Secretaries of the concerned Departments.
- 8) No appointment of contingent paid staff shall be made during the course of the financial year 2016-17.
- 9) No appointment shall be made against leave vacancies without prior approval of Finance Department.
- 10) No appointment will be made against vacant posts (except Class-IV) without obtaining NOC from the concerned Surplus Pool."

- 11) Principal Accounting Officers will make sure that no appointment is made against a vacant post of dying cadre and will also initiate disciplinary action if any such appointments have been made previously.
- 12) **20%** cut shall be imposed on the **non-salary budget**. Any relaxation of this cut will have to be approved by the Chief Minister.
- 13) Expenditure shall be restricted to the funds released and the Administrative Departments shall not incur expenditure in anticipation of additional grants or supplementary grant.
- 14) No developmental scheme involving creation of posts will be considered without prior clearance of Finance Department.
- 15) No department shall retain receipts in Bank Accounts. The Departments must remit all Receipts to Provincial Account forthwith except where Departments/ facilities have been specifically permitted under some Statute/Act.
- 16) No funds will be utilized on account of annual and special **repair** of such **Roads & Buildings** which have been repaired / rehabilitated during **last three years** except flood and earthquake affected Government infrastructure.
- 17) The advertisement charges allocated under Current Revenue Expenditure shall be utilized on Current Budget side only. As regards expenditure on Developmental Side, necessary provision will be made in the PC-I(s)/Costs Estimate(s) of the concerned scheme(s) whereas the devolved Department's expenditure on this account shall be met out of Account-IV of the District concerned.
- 18) The Autonomous Medical Teaching Institutions, other institutions and Authorities under Provincial Government should adopt the measures within their respective organizations with approval of their concerned boards.

2. The above Economy/Austerity Measures for the financial year 2016-17 may kindly be implemented in letter and spirit.

Yours faithfully,

  
(SAEED AHMAD KHAN)  
BUDGET OFFICER-I

**Endst: No. and date even:**

Copy forwarded for information and necessary action to:-

- 1) The Accountant General, Khyber Pakhtunkhwa, Peshawar.
- 2) All Additional Finance Secretaries, Finance Department.
- 3) The Director FMIU, Finance Department.
- 4) All Deputy Secretaries, Finance Department.
- 5) All the District Accounts Officers in Khyber Pakhtunkhwa.
- 6) All the Budget/Section Officers, Finance Department, Khyber Pakhtunkhwa.
- 7) Private Secretaries to all Provincial Ministers, Khyber Pakhtunkhwa.
- 8) Private Secretary to Chief Secretary, Khyber Pakhtunkhwa, Peshawar.
- 9) Private Secretaries to Finance Secretary

  
BUDGET OFFICER-I