

MOST IMMEDIATE



**GOVERNMENT OF KHYBER PAKHTUNKHWA
FINANCE DEPARTMENT**

**NO. BO-I/FD/5-20/2016-17/RELEASE POLICY
Dated Peshawar the 1st July 2016**

To

1. The Additional Chief Secretary, Government of Khyber Pakhtunkhwa, Planning & Development Department.
2. The Senior Member, Revenue & Estate Department, Government of Khyber Pakhtunkhwa.
3. All Administrative Secretaries to Government of Khyber Pakhtunkhwa.
4. The Secretary, Provincial Assembly Khyber Pakhtunkhwa, Peshawar.
5. All Divisional Commissioners in Khyber Pakhtunkhwa.
6. The Registrar, Peshawar High Court, Peshawar.
7. All Deputy Commissioners in Khyber Pakhtunkhwa.

Subject: **RELEASE POLICY 2016-17**

Dear Sir,

I am directed to refer to the subject noted above and to convey Release Policy 2016-17, Provincial and Local Government as per details given below for information and necessary action:-

A) DEVELOPMENT EXPENDITURE

1. The overall size of the ADP (2016-17) is Rs 125 billion. 15% of this amount will be withheld till the realization of receipts and will be released subject to availability of financial resources. The balance allocations of ADP 2016-17 will be released as per following policy.
2. Release of development funds to various categories of schemes would be as under:

Sr. No	Type of schemes	Funds Release Methodology
1.	Ongoing approved schemes	<ol style="list-style-type: none">i) 25% funds allocated to ongoing schemes of a sector will be released at the start of the year.ii) Subsequent 25% releases to each sector will be made on provision of a list of schemes with proposed allocations before the start of the quarter by each Administrative Department.iii) These subsequent releases will be subject to utilization of at least 75% of already released amounts.iv) The Administrative Departments will be responsible to ensure that adequate re-appropriations are made for schemes due for completion and schemes in snow bound areas.
2.	New approved schemes	25% funds allocated to new schemes of each sector will be released on production of administrative approval. Remaining allocations for such schemes will be released as and when demanded by the Administrative Department on production of utilization report and on case to case basis.

3.	Schemes with 'R' status in ADP 2016-17	25% funds will be released in 1 st week of July 2016 to schemes with 'R' status in ADP 2016-17 subject to the condition that these do not exceed the current administrative approval amount. Remaining amount will be released only after issuance of revised Administrative Approval of the schemes, production of utilization report and on case to case basis.
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3. District wise complete breakup of the umbrella schemes shall be provided by the department within one week after release of funds to enable Finance Department to punch it in SAP system.
4. No release shall be made in the name of individuals with respect to Umbrella schemes.
5. 50% release will be made for procurement of medicines under schemes of Health Department on the request of the Department. Subsequent 50% release will also be made as and when required by the Health Department.
6. Development funds to schemes having designated accounts will be released subject to production of utilization report and bank statement of their accounts.
7. Intra sectoral re-appropriation approved by Administrative Departments to development schemes shall be punched in SAP system by Administrative Departments themselves and not by the Finance Department. This provision will be applicable with effect from 01-08-2016.

(B) CURRENT EXPENDITURE - PROVINCIAL

S#	OBJECTS	FUNDS TO BE RELEASED
1.	• Salary (except Medical charges and Honoraria which shall be released on case to case basis.	100%
2.	<ul style="list-style-type: none"> • Electricity • Sui Gas Charges • Advertisement Charges (Current side only) • Financial Assistance to the families of Government servants who die while in service 	100% (after 20% cut)
	Rest/Others	50% (after 20% cut)
3.	Purchase of Physical Assets	50% (after 20% cut)
4.	Maintenance & Repair *	50% (after 20% cut)
5.	Wheat Subsidy	Release on the request of Food Department
	Lump sum provision	Release on case to case basis through re-appropriation as per Guidelines contained in Finance Department's circular letter No. BO.1/FD/5-17/2014-15 dated 12/06/2015
7.	S.N.E (Fresh)	Authentication of Audit Copy by the Finance Department

* Except the funds allocated under Grant No.15/M&R of Roads and Buildings, to be released on the approval of competent forum and issuance of Administrative Approval.

C) DEVELOPMENT & CURRENT EXPENDITURE – LOCAL GOVERNMENTS

i. DEVELOPMENT EXPENDITURE (LOCAL GOVERNMENT)

Development share of District Development Funds shall be transferred to respective Local Government on quarterly installment basis after withholding of 15% amount of total budget allocation subject to availability of financial resource. The withheld 15% amount of development share will be transferred subject to actual materialization of resource in the fourth quarter.

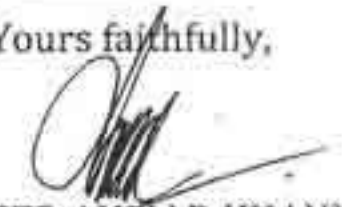
ii. CURRENT EXPENDITURE (LOCAL GOVERNMENT)

Sr.#	Grant	Funds to be transferred
1.	Salary	On monthly installment basis subject to adjustment of balance available from previous month.
2.	Non-Salary	On quarterly installment basis after withholding of 20% of the total budget allocation subject to availability of financial resource.

D. GRANT TO LOCAL COUNCILS

Sr.#	Description	Funds to be transferred
1.	TMA	On monthly installment basis after withholding of 20% of the total budget allocation subject to availability of financial resource.
2.	District Council/ Local Council	On need basis after withholding of 20% of the total budget allocation subject to availability of financial resource.
3.	Cantt: Board	On monthly installment basis after withholding of 20% of the total budget allocation subject to availability of financial resource.

Yours faithfully,


(SAEED AHMAD KHAN)
BUDGET OFFICER-I

Endst: No. and date even:

Copy forwarded for information and necessary action to the:

- 1) Principal Secretary to Governor, Khyber Pakhtunkhwa, Peshawar.
- 2) Principal Secretary to Chief Minister, Khyber Pakhtunkhwa, Peshawar.
- 3) Military Secretary to Governor, Khyber Pakhtunkhwa, Peshawar.
- 4) Accountant General, Khyber Pakhtunkhwa, Peshawar.
- 5) All District Controller of Accounts/Accounts Officers in Khyber Pakhtunkhwa
- 6) The Secretary, Khyber Pakhtunkhwa Public Service Commission.
- 7) Budget Officer II-XI/Coord/PAC, Fund & Loan, PFC I-III, Section Officer (Dev.I-IV), Finance Department.
- 8) PS to Finance Secretary
- 9) P.As to Addl: Finance Secretaries (Budget, Admn/PFC & Development).
- 10) P.A to Director, FMIU, Finance Department.
- 11) P.As to Deputy Secretaries (Budget/PAC/Development).


BUDGET OFFICER-I