

| Section | Subsection | Clause | Amendment of Public Finance Act, 2019 NEW / inserted Omitted and deleted substituted Gazette Finance Act 2023 |
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| | | | In the Public Finance Management Act, 2019 |

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| 3 | | | Budget strategy paper.— |
| | (1) | | The Federal Government shall approve the budget strategy paper containing quantified macroeconomic and fiscal projections for the medium-term by fifteenth of April <u>tenth of May</u> of each year. It shall be published as well as placed on the Finance Division's official website. The paper shall indicate strategic priorities of the Government revenue and spending policies and specify indicative levels of spending in various Ministries and Divisions. Upon approval of the paper, the Finance Division shall issue indicative budget ceilings to Ministries and Divisions. |
| 28 | | | Chief finance and accounts officer.— |
| | | | To assist principal accounting officers in financial management, there shall be chief finance and accounts officer posted in Ministries and Divisions as recommended by Finance Division to perform functions as notified and financial advisers' organization shall stand disbanded. |
| 29 | | | Chief internal auditor.— |
| | (1) | | Within a period not exceeding eighteen months from the date of commencement of this Act, the position of chief internal auditor shall be created who shall work under the direct supervision of principal accounting officer. The appointment and functions of chief internal auditor shall be as determined by the Finance Division, from time to time. |
| 32 | | | Special purpose funds.— |
| | (4) | | The legal framework of pay, allowances and retirement benefits may be promulgated through an Act of Parliament within a period not exceeding twenty-four months. |
| | (5) | | The Finance Division, with the approval of the Government, shall establish pension fund by the end of the financial year 2023-24 to help discharge liabilities of the existing defined benefits pension scheme and new contributory pension scheme. |
| | (6) | | The Finance Division, with the approval of the Government, may introduce a contributory pension scheme for new employees entering the Government service from a date approved by the Federal Government. |
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CHAPTER VIII A
NON TAX REVENUE

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| 40A | | | Policy and administration. - |
| | (1) | | The administrative ministries and divisions shall be responsible for policy formulation and administration of nontax revenue as per the distribution of business approved by the Government. |
| | (2) | | The Finance Division shall advise ministries and divisions in policy formulation as per the strategic priorities of Government's revenue policies. |
| 40B | | | Levy and collection. - |
| | (1) | | Non tax revenue shall be levied and charged in accordance with the provisions of relevant laws and such other applicable instruments. |
| | (2) | | Notwithstanding anything to the contrary contained in any other law for the time being in force, public entities as defined under section 36 shall pay non tax revenue representing- |
| | | (a) | mark up on loans lent by the Government, as per the amortization schedule attached with the financing agreement; |
| | | (b) | dividend against the Government's equity investments as declared by the respective board of directors out of accrued profits of the entity: Provided that if public entity is wholly or substantially owned by the Government, proposals with regard to declaration of dividend and allocation for reserve fund, capital requirements etc shall be examined by the controlling Division in consultation with the Finance Division before deliberations and decision in the board of directors. |
| | | (c) | surplus profits as per the provisions of relevant laws; and |
| | | (d) | any other amount owed to the Government as accrued: Provided that the public entities shall pay accrued amounts of non tax revenue as per clauses (a) to (d) being the first charge on their gross revenues or profits, as the case may be. |
| | (4) | | Non tax revenue representing foreign grants and payments, receipts from provision of services, rents, recovery of overpayments, sale of property etc shall accrue on completion of the prescribed process. |
| | (5) | | The revenue collection offices shall be responsible for collection of all the accrued amounts of nontax revenue from liable public entities, individuals, firms, companies etc as per the time specified in the relevant laws and rules. Finance Division shall prescribe procedures for monitoring and reporting of nontax revenue by the revenue collection offices. |
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| 40C | | | Deposit in Federal Consolidated Fund. - |
| | (1) | | Subject to section 40B, the revenue collection offices shall deposit the collected amounts in Federal Consolidated Fund promptly without delay in prescribed manner under the head of account specified by the Finance Division in consultation with the Controller General of Accounts. |
| | (2) | | The revenue collection offices shall not retain or appropriate the collected amounts to meet departmental expenditures except through budgetary mechanism as provided under Articles 80 to 83 of the Constitution. |
| 40D | | | Late payment surcharge. - |
| | (1) | | Notwithstanding anything to the contrary contained in any other law for the time being in force, an amount equal to monthly weighted financing cost of Government's domestic borrowings shall be payable during the period of default, in addition to the amount due under section 40B if not paid within the stipulated time. |
| | (2) | | Finance Division may prescribe procedure for levy and collection of the surcharge under sub-section (1). |
| 40E | | | Recovery of nontax revenue by Commissioner (Inland Revenue). - |
| | (1) | | If the amounts as per sections 40B and 40D are not paid within ninety days of having been due, the Finance Division, in consultation with the concerned Division may refer any defaulter's case to the Commissioner (Inland Revenue) concerned for recovery as it were an arrear of income tax. |
| | (2) | | The Commissioner (Inland Revenue) shall recover the arrear in accordance with the provisions of the Income Tax Ordinance, 2001(XLIX of 2001) and deposit the receipt in the Federal Consolidated Fund as per section 40C."; and |
| 42 | | | Power to make rules.— |
| | (2) | | All existing instruments shall continue in force until altered, amended or repealed by such authority competent to alter, amend or repeal the same. Provided that existing instruments, contrary to the provisions of this Act and the rules made thereunder, shall have no legal effect. |
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