

**GOVERNMENT OF THE PUNJAB
FINANCE DEPARTMENT**

Summary for the Cabinet



Budget Estimates 1989 - 90

Revised Estimates 1988 - 89

SECRET

SECRET

GOVERNMENT OF THE PUNJAB
FINANCE DEPARTMENT

May 26, 1989.

SUMMARY FOR THE CABINET

IN THE NAME OF ALLAH, THE MOST MERCIFUL, THE MOST BENEFICIENT

REVISED ESTIMATES 1988-89 AND BUDGET ESTIMATES 1989-90

Minister Incharge	:	Finance Minister
Secretary Incharge	:	Finance Secretary

This Summary contains Revised Estimates for 1988-89 and Budget Estimates for 1989-90.

**REVISED ESTIMATES 1988-89
(NON-DEVELOPMENT)**

2. By the grace of Allah, our strategy of vigorous fiscal restraint has been quite successful. The fiscal deficit on non-development account is estimated to have declined from Rs. 93.88 crore to Rs. 56.17 crore during 1988-89 (a decrease of 39.70%) despite the supplementary grants of Rs. 145.45 crore made during the course of the year.

493.35
582.81
+10.44

SECRET

RESOURCES:

3. In the Budget Estimates 1988-89, Rs. 2301.54 crore were anticipated as total receipts, including net capital receipts. The main components of this were Provincial receipts projected at Rs. 529.45 crore, Central tax assignments, at Rs. 963.86 crore and deficit grant from the Federal Government of Rs. 807.45 crore. In the Revised Estimates, the resource position has improved by Rs. 74.35 crore, with the receipts going up to a total of Rs. 2375.89 crore. This increase is mainly due to a rise in the Provincial receipts of Rs. 31.58 crore and net capital receipts of Rs. 37.37 crore. The increase of Rs. 331.47 crore in Central tax assignments was almost wholly neutralized by a reduction in the deficit grant. (Detailed information is available at Annex A-I to this Summary.)

EXPENDITURE:

4. In the Budget Estimates of 1988-89, expenditure of the Provincial Government was projected at Rs. 2395.42 crore. In the Revised Estimates, taking account of all adjustments during the year, the net effect is anticipated as an increase in expenditure of Rs. 37.08 crore raising the total to Rs. 2432.50 crore. (Head-wise information is at Annex A-II to this Summary.) The increase in expenditure is due to an aggregate of supplementary grants of essential nature of Rs.145.45 crore. (Details of major supplementary grants are at Annex A-III.)

DEFICIT:

5. Since the projected resource availability was lower than the anticipated expenditure, the deficit in the Budget Estimates of 1988-89 was expected to be Rs. 901.33 crore. This gap was to be partly met by a Deficit Grant of Rs. 807.45 crore from the Federal Government while the remaining deficit of Rs. 93.88 crore was planned to be filled through economy measures and additional resource mobilization within the province. In this connection, two important

SECRET

-3-

steps were taken. Firstly, an average economy cut of 2.5% was imposed on the Non-Development expenditure and the saving thus effected was Rs. 11.25 crore. Secondly, sustained efforts were made to improve the collection of provincial receipts. This yielded additional revenue of Rs. 31.58 crore.

6. The deficit grant so far received from the Federal Government has not been equivalent to our expenditure on agreed items which the Federal Government is committed to reimburse. For example, increased expenditure on debt servicing, wheat subsidy, enhanced pay, allowances and pension were to be picked up in entirety by the Federal Government. So far, this has not been done to the full extent. Expenditure incurred on elections and labour colonies has also not been reimbursed by the Federal Government.

7. Notwithstanding the above, Finance Department has still been able to reduce the gap from Rs. 93.88 crore to Rs. ^{56.17}~~56.61~~ crore in the Revised Budget. There is a strong possibility that some of the amount due from the Federal Government would be reimbursed before the close of the financial year and thus, the projected gap might be eliminated or even be converted into a nominal surplus.

**REVISED ESTIMATES 1988-89
(DEVELOPMENT)**

8. The original size of A.D.P. 1988-89 was fixed at Rs. 900.00 crore which included a federal allocation of Rs. 784.64 crore, provincial contribution of Rs. 8.00 crore and an operational shortfall of 12%. The originally expected resource availability was however subjected to a severe cut by the Federal Government and was scaled down to Rs. 662.22 crore. Including the operational shortfall, the revised size of A.D.P. 1988-89 stands at Rs. 745.00 crore. (The revised sector-wise allocation for 1988-89 may be seen at Annex. C-I.)

SECRET

-4-

9. Approval of the Cabinet is solicited for the Revised Estimates 1988-89 as reflected in Annex A-I, A-II and C-I and described here in paragraphs 2, 3, 4 and 8 ante.

**BUDGET ESTIMATES 1989-90
(NON-DEVELOPMENT)**

10. The budget making exercise this year was undertaken in the shadow of severe resource constraint expected in the next financial year. Another discouraging factor is the inevitable annual increase in expenditure due to transfer of completed development schemes to non-development budget, rise in pay and allowances and inflationary pressures. In a series of detailed meetings with the Departments an attempt was made to keep this upward trend to a minimum. These efforts have borne fruit and the increase in expenditure of Rs. 243.13 crore reflects an overall increase of 10.00 per cent only over the Revised Estimates 1988-89. This rise in expenditure is, however, not matched by an equivalent increase in receipts which is anticipated to be only 5.17%. Thus, we will continue to have a deficit budget. The salient features of the Budget are outlined in the subsequent paragraphs.

RESOURCES:

11. In the Budget Estimates for 1989-90, the total resources available to the Punjab Government are anticipated to be Rs.2498.80 crore. The main components of our resource base continue to be Central Tax Assignments (Rs.1426.57 crore), Provincial receipts (Rs.578.12 crore) and Federal deficit grant (Rs. 459.81 crore).

12. The resource position may however change during the course of the year if the Award of the NFC is finalized and implemented. Then, our resource base would expand with the enlargement of the Divisible Pool. We would also get relief from our debt servicing liability to the Federal Government.

SECRET

-5-

EXPENDITURE

13. Provincial expenditure for the next financial year is projected to be Rs. 2675.63 crore. (Annex B-II) This shows a 10.00% increase over the Revised Estimates for 1988-89. Priorities of the Government reflected in the major sectors through budgetary provisions are briefly outlined below. (Allocation to each sector is shown in Annex B-II to this Summary). Some of these are as under:

- a: EDUCATION: With an allocation of Rs. 706.97 crore i.e. 26.42% of the total Provincial expenditure, Education retains the highest priority.
- b: HEALTH SERVICES: Provision of Health Services continues to be an important public sector activity with an allocation of Rs. 203.96 crore or 7.63% of the total. This also reflects an increase of 13.60% over the Revised Estimates 1988-89.
- c: LAW-AND ORDER: With an allocation of Rs. 174.92 crore (6.54% of the total provincial expenditure) for Police, maintenance of law and order remains an important priority of the Government.
- d: IRRIGATION AND LAND RECLAMATION: An allocation of Rs. 170.91 crore (6.39% of the total) to Irrigation and Land Reclamation sectors indicates commitment of the Government to these vital areas of the economy.
- e: GENERAL ADMINISTRATION: With an allocation of Rs. 94.96 crore the expenditure on general administration constitutes only 3.55% of the total provincial expenditure.

14. Debt servicing continues to constitute a major drain on our resources. In the Budget Estimates for 1989-90, Rs. 588.71 crore have been allocated to meet this liability which is 22.00% of the total budgeted expenditure. (Details of items of expenditure are at Annex B-II and B-III.)

SECRET

-6-

DEFICIT:

15. With total resources estimated at Rs. 2498.80 crore and expenditure at Rs. 2675.63 crore, the deficit in the 1989-90 Budget is estimated to be Rs. 636.64 crore. Deficit grant indicated by the Federal Government, for the next financial year, is Rs. 459.81 crore. Taking this into account the net deficit in the Budget would be Rs. 176.83 crore. There are three possible ways to eliminate/reduce this gap. The first is that as referred to earlier, NFC Award might be announced during the course of the next financial year, which could wipe out the deficit in the Budget. Secondly, in the absence of this Award, the Federal Government might increase the deficit grant. This appears to be unlikely as the Federal Government has not so far given any indication to this effect. The third and perhaps the only way out would be an increase in Provincial tax and non-tax receipts.

16. We have already submitted a Summary to the Chief Minister proposing, with the consent of the concerned Administrative Secretaries, certain upward adjustments in non-tax items of receipts. If approved in entirety, these proposals are expected to generate Rs. 40.32 crore. Similarly, the exercise about tax adjustments/increases, which has also been completed, has identified the potential of adding Rs. 83.68 crore to Provincial receipts. It is proposed that a Committee of the Cabinet headed by Finance Minister be constituted which may go through all the proposals expeditiously and make recommendations to the Chief Minister/Cabinet in July next. In the light of the decisions in this regard, the Finance Department will make necessary recommendations about measures to eliminate the remaining deficit.

SECRET

-7-

**BUDGET ESTIMATES 1989-90
(DEVELOPMENT)**

17. Against a gross revised A.D.P. of Rs. 745 crore for 1988-89, the size of A.D.P. for 1989-90 is proposed at Rs. 810 crore. This means an increase of 8.72%. The A.D.P. size has been determined keeping in view the resource availability indicated in the meeting of APCC on April 27, 1989. This comprises a federal allocation of Rs. 716.90 crore, and operational shortfall. Despite the financial constraints, an effort has been made to protect the on-going programmes and the important areas of priority.

659.50
in NEC
meeting

18. Sector-wise allocations proposed for 1989-90 may be seen in Annex C-II. The share of each sector in the A.D.P. is reflected in Annex C-III. It will be seen that Health (16.05%), Education (15.03%), Farm to Market Roads (11.73%), Roads & Bridges (8.02%), Rural Water Supplies (11.60%) and Special Development Programme for Education and Local Development (12.17%) continue to receive high priority.

19. Approval of the Cabinet is solicited of the ;

- a: Budget Estimates (Non-Development) for 1989-90 as proposed in paragraphs 10, 11, 13 and 14 and outlined at Annex B-I and B-II to this Summary.
- b: Budget Estimates (Development) for 1989-90 as proposed in paragraphs 17 and 18 and outlined at Annex C-II to this Summary.
- c: The proposals contained in para 16.

20. Finance Minister has authorized the submission of this Summary to the Cabinet. Since no fresh resource mobilization measure is proposed to be undertaken at the moment, a Finance Bill will not be presented with the Budget 1989-90.

SECRET

-8-

21. Chief Minister has approved the presentation of Supplementary Budget 1988-89 and Annual Budget 1989-90 in the Punjab Assembly on 4th June, 1989.

Dr. MUHAMMAD ARIF
FINANCE SECRETARY
MAY 26, 1989.

BUDGET ESTIMATES 1988-89

REVENUE RECEIPTS AND PERCENTAGE INCREASE/DECREASE
DURING 1988-89

(Rupees in crore)

Revenue Receipts	Budget Estimates 1988-89	Revised Estimates 1988-89	Percentage Increase/ Decrease
REVENUE RECEIPTS			
<u>I Federal Transfers</u>			
(a) Central Tax Assignment and Other Taxes collected by the Federal Government for the Provinces.	963.86	1295.33	34.39
(b) Grants from Federal Government	28.26	26.73	-5.41
(c) Revenue Deficit Grant	807.45	482.91	-40.19
Total Federal Transfers	1799.57	1804.97	0.30
<u>II Provincial Receipts:</u>			
(i) <u>Tax Receipts:</u>			
Agriculture Tax	0.05	0.04	-20.00
Land Revenue	31.76	34.96	10.08
Provincial Excise	3.95	3.26	-17.47
Stamps	99.25	120.59	21.50
Registration	12.29	11.25	-8.46
Receipts under Motor Vehicles Acts	47.96	47.83	-0.27
Other Taxes and Duties:	<u>68.81</u>	<u>69.57</u>	<u>1.10</u>
Entertainment Tax	16.22	16.31	0.55
Electricity Duty	21.17	21.72	2.60
Cotton Fee	17.60	17.60	0.00
Urban Immovable Property Tax	8.04	8.07	0.37
Other Items	5.78	5.87	1.56
Total Tax Receipts	264.07	287.50	8.87
(ii) <u>Non-Tax Receipts:</u>			
Opium	0.46	0.46	0.00
Forests	21.38	21.38	0.00
Irrigation	86.88	89.28	2.76
Interest	6.35	13.07	105.83

(Rupees in crore)

Revenue Receipts	Budget Estimates 1988-89	Revised Estimates 1988-89	Percentage Increase/ Decrease
Administration of Justice	5.67	6.70	18.17
Jails and Convict Settlements	2.16	2.16	0.00
Police	16.68	16.73	0.30
Education	21.24	21.30	0.28
Health	7.25	7.25	0.00
Public Health	2.14	2.14	0.00
Agriculture	18.37	18.37	0.00
Fisheries	1.64	1.75	6.71
Veterinary	5.91	6.40	8.29
Co-operation	0.14	0.14	0.00
Industries	2.13	2.21	3.76
Miscellaneous Departments	1.79	1.69	-5.59
Civil Works	2.81	3.00	6.76
Communications	8.08	8.14	0.74
Housing and Physical Planning	16.76	13.50	-19.45
Receipts-in-aid of Superannuation	5.25	6.91	31.62
Stationery and Printing	7.57	7.50	-0.92
Miscellaneous	24.68	23.43	-5.06
Civil Defence	0.04	0.02	-50.00
Total Non-Tax Receipts	265.38	273.53	3.07
Total Provincial Receipts	529.45	561.03	5.96
Total Federal Transfers	1799.57	1804.97	0.30
Total Revenue Receipts	2329.02	2366.00	1.59
Net Capital Receipts	- 27.48	+ 9.89	
Total Resources	2301.54	2375.89	3.23

REVISED ESTIMATES 1988-89

REVENUE EXPENDITURE AND PERCENTAGE INCREASE/DECREASE
DURING 1988-89

(Rupees in crore)

Non-Development Revenue Expenditure	Budget Estimates 1988-89	Revised Estimates 1988-89	Percentage Increase/ Decrease
1. Opium	0.05	0.04	- 20.00
2. Land Revenue	19.48	19.75	1.39
3. Provincial Excise	2.49	2.40	- 3.61
4. Stamps	1.09	1.00	- 8.26
5. Forests	18.94	21.31	12.51
6. Registration	0.45	0.45	0.00
7. Charges on Account of Motor Vehicles Acts	1.20	1.16	- 3.33
8. Other Taxes and Duties	3.77	3.83	1.59
9. Irrigation and Land Reclamation	164.09	164.28	0.12
.. Interest on Debt and other Obligations	537.03	554.40	3.23
10. General Administration	86.46	63.69	- 26.33
11. Administration of Justice	19.01	19.64	3.31
12. Jails and Convict Settlements	19.22	20.20	5.10
13. Police	169.45	179.19	5.75
14. Museums	0.40	0.40	0.00
15. Education	691.93	629.91	- 8.96
16. Health Services	183.19	179.55	- 1.99
17. Public Health	8.55	8.34	- 2.46
18. Agriculture	61.11	61.13	0.03
19. Fisheries	3.22	3.27	1.55
20. Veterinary	30.97	31.22	0.81
21. Co-operation	7.22	7.14	- 1.11
22. Industries	9.61	9.47	- 1.46
23. Miscellaneous Departments	22.08	21.55	- 2.40
24. Civil Works	51.14	48.17	- 5.81
25. Communications	55.15	50.14	- 9.08
26. Housing and Physical Planning	14.47	6.65	- 54.04
27. Relief	4.00	5.54	38.50
28. Superannuation and Pensions	148.38	194.82	31.30
29. Stationery and Printing	8.15	7.97	- 2.21
30. Subsidies	100.99	137.15	35.81
31. Miscellaneous	51.65	78.34	51.67
32. Civil Defence	1.47	1.39	- 5.44
Total Non-Development Revenue Expenditure	2395.42	2432.50	1.55

MAJOR SUPPLEMENTARY GRANTS DURING 1988-89

(Rupees in crore)

5-Forests

- | | | |
|----|---|------|
| 1. | Clearance of back logs of thinning, felling and re-generation of forests. | 0.23 |
| 2. | Forestry Planning and Development Project to organize, establish and expand energy plantation on private lands. | 1.34 |

10-General Administration

- | | | |
|----|---|------|
| 3. | Discretionary grant by the Chief Minister | 1.00 |
| 4. | Purchase of two staff-cars, 14 air-conditioners for staff cars and furniture in the S&GAD | 0.21 |
| 5. | Provision of funds for Hajj for low-paid Government Servants. | 0.38 |
| 6. | Creation of 100 posts of E.A.Cs in the Punjab. | 0.10 |
| 7. | Creation of 60 posts of Tehsildars and 60 posts of Naib Tehsildars in the Punjab. | 0.09 |

11-Administration of Justice

- | | | |
|----|--|------|
| 8. | Creation of six posts of Additional Judges with ancillary staff for the Lahore High Court. | 0.53 |
| 9. | Purchase of 4 cars for the Judges of Lahore High Court, Lahore. | 0.14 |

12-Jails and Convict Settlements

- | | | |
|-----|---|------|
| 10. | Additional appropriation required to meet the anticipated excess expenditure mainly on commodities and services like dietary charges etc. | 1.50 |
|-----|---|------|

13-Police

- | | | |
|-----|--|-------|
| 11. | Additional funds for the maintenance of law and order during the General Elections and By-Elections. | 3.50 |
| 12. | Creation of posts for special branch in the new Divisions and Districts. | 0.19 |
| 13. | Additional funds for the repair of Police Buildings. | 0.72 |
| 14. | Additional appropriation required to meet the anticipated excess expenditure for the maintenance of law and order in the Province. | 10.20 |

15-Education

- | | | |
|-----|---|------|
| 15. | Grant-in-aid to the Government College, Lahore. | 0.90 |
| 16. | Opening/upgradation of primary, primary to middle and middle to high schools. | 2.33 |
| 17. | Opening of 1462 Mosque Primary Schools in the Punjab. | 0.31 |
| 18. | Provision for meeting expenditure on printing charges for conducting middle standard examination. | 0.20 |
| 19. | Special grant for the purchase of furniture, science equipment, library books, sports material, fans, coolers, etc. | 4.00 |

(Rupees in crore)

16-Health Services

- | | |
|--|------|
| 20. Purchase of equipment for the Rawalpindi General Hospital. | 0.48 |
| 21. Purchase of spare parts for Cardiac Catheterization and Angio-graphy equipment for Mayo Hospital, Lahore | 0.11 |

26-Housing & Physical Planning

- | | |
|---|------|
| 22. Development of 3 marla housing schemes in the Punjab. | 2.00 |
|---|------|

27-Relief

- | | |
|---|------|
| 23. Additional appropriation for relief measures in the Punjab due to floods. | 1.54 |
|---|------|

28-Superannuation and Pensions

- | | |
|---|-------|
| 24. Additional appropriation required due to increase in pension. | 46.44 |
|---|-------|

29-Stationery and Printing

- | | |
|---|------|
| 25. Payment of special allowance at the rate of 150 per month admissible to the workers of Government Presses at Lahore and Bahawalpur. | 0.29 |
|---|------|

30-Subsidies

- | | |
|--|-------|
| 26. Additional appropriation required to meet the anticipated excess expenditure on account of subsidy on wheat due to increase in the off-take targets of wheat from 25.00 lac M. Tons to 29.60 lac-M.Tons. | 36.16 |
|--|-------|

31-Miscellaneous

- | | |
|---|-------|
| 27. Cost of 50,000 tons of wheat donated for the drought effected population of Sind. | 14.55 |
| 28. Rehabilitation/maintenance of destitutes/dis-advantaged groups | 10.00 |
| 29. Donation of clothes for the Pakistanis stranded in Bangladesh. | 0.76 |
| 30. Grants for Mosque at Chitral, Chitral Scouts and Chitral Polo Club. | 0.20 |
| 31. Library grant to the High Court Bar Association, Multan. | 0.10 |
| 32. Grant to High Court Bar Association, Lahore for welfare of Lawyers. | 0.25 |
| 33. Grant to District Bar Lahore for welfare of Lawyers and their families. | 0.15 |
| Others Items | 4.55 |

Total Supplementary Grants
during the year 1988-89

145.45

BUDGET ESTIMATES 1989-90

REVENUE RECEIPTS AND PERCENTAGE INCREASE/DECREASE
DURING 1989-90

(Rupees in crore)

Revenue Receipts	Revised Estimates 1988-89	Budget Estimates 1989-90	Percentage Increase/ Decrease
REVENUE RECEIPTS			
<u>I Federal Transfers</u>			
(a) Central Tax Assignment and Other Taxes collected by the Federal Government for the Provinces.	1295.33	1426.57	10.13
(b) Grants from Federal Government	26.73	7.61	-71.53
(c) Revenue Deficit Grant	482.91	459.81	-4.78
Total Federal Transfers	1804.97	1893.99	4.93
<u>II Provincial Receipts:</u>			
(i) <u>Tax Receipts</u>			
Agriculture Tax	0.04	0.04	0.00
Land Revenue	34.96	35.95	2.83
Provincial Excise	3.26	3.53	8.28
Stamps	120.59	120.63	0.03
Registration	11.25	12.22	8.62
Receipts under Motor Vehicles Acts	47.83	50.18	4.91
Other Taxes and Duties:	69.57	74.90	7.66
Entertainment Tax	16.31	18.32	12.32
Electricity Duty	21.72	24.32	11.97
Cotton Fee	17.60	18.05	2.56
Urban Immovable Property Tax	8.07	8.07	0.00
Other Items	5.87	6.14	4.60
Total Tax Receipts	287.50	297.45	3.46
(ii) <u>Non-Tax Receipts</u>			
Opium	0.46	0.46	0.00
Forests	21.38	20.69	-3.23

(Rupees in crore)

Revenue Receipts	Revised Estimates 1988-89	Budget Estimates 1989-90	Percentage Increase/ Decrease
Irrigation	89.28	98.52	10.35
Interest	13.07	6.38	-51.19
Administration of Justice	6.70	6.81	1.64
Jails and Convict Settlements	2.16	2.20	1.85
Police	16.73	17.50	4.60
Education	21.30	21.83	2.49
Health	7.25	8.00	10.34
Public Health	2.14	2.25	5.14
Agriculture	18.37	19.64	6.91
Fisheries	1.75	1.85	5.71
Veterinary	6.40	6.75	5.47
Co-operation	0.14	0.15	7.14
Industries	2.21	2.27	2.71
Miscellaneous Departments	1.69	1.82	7.69
Civil Works	3.00	3.25	8.33
Communications	8.14	8.34	2.46
Housing and Physical Planning	13.50	13.50	0.00
Receipts-in-aid of Superannuation	6.91	6.91	0.00
Stationery and Printing	7.50	7.86	4.80
Miscellaneous	23.43	23.66	0.98
Civil Defence	0.02	0.03	50.00
Total Non-Tax Receipts	273.53	280.67	2.61
Total Provincial Receipts	561.03	578.12	3.05
Total Federal Transfers	1804.97	1893.99	4.93
Total Revenue Receipts	2366.00	2472.11	4.48
Net Capital Receipts	+ 9.89	+ 26.69	
Total Resources	2375.89	2498.80	5.17

BUDGET ESTIMATES 1989-90

REVENUE EXPENDITURE AND PERCENTAGE INCREASE/DECREASE
DURING 1989-90

(Rupees in crore)

Non-Development Revenue Expenditure	Revised Estimates 1988-89	Budget Estimates 1989-90	Percentage Increase/ Decrease
1. Opium	0.04	0.04	0.00
2. Land Revenue	19.75	18.75	- 5.06
3. Provincial Excise	2.40	2.40	0.00
4. Stamps	1.00	1.04	4.00
5. Forests	21.31	19.38	- 9.06
6. Registration	0.45	0.46	2.22
7. Charges on Account of Motor Vehicles Acts	1.16	1.17	0.86
8. Other Taxes and Duties	3.83	3.72	- 2.87
9. Irrigation and Land Reclamation	164.28	170.91	4.04
.. Interest on Debt and other Obligations	554.40	588.71	6.19
10. General Administration	63.69	94.96	49.10
11. Administration of Justice	19.64	20.20	2.85
12. Jails and Convict Settlements	20.20	19.50	- 3.47
13. Police	179.19	174.92	- 2.71
14. Museums	0.40	0.43	7.50
15. Education	629.91	706.97	12.23
16. Health Services	179.55	203.96	13.60
17. Public Health	8.34	8.38	0.48
18. Agriculture	61.13	61.61	0.79
19. Fisheries	3.27	3.27	0.00
20. Veterinary	31.22	31.64	1.35
21. Co-operation	7.14	6.93	- 2.94
22. Industries	9.47	8.92	- 5.81
23. Miscellaneous Departments	21.55	22.97	6.59
24. Civil Works	48.17	53.75	11.58
25. Communications	50.14	53.38	6.46
26. Housing and Physical Planning	6.65	4.10	- 38.35
27. Relief	5.54	0.71	- 87.18
28. Superannuation and Pensions	194.82	207.33	6.42
29. Stationery and Printing	7.97	8.20	2.89
30. Subsidies	137.15	135.02	-1.55
31. Miscellaneous	78.34	40.45	-48.37
32. Civil Defence	1.39	1.44	3.60
Total Non-Development Revenue Expenditure	2432.50	2675.63	10.00

IMPORTANT PROVISION IN THE BUDGET ESTIMATES 1989-90

(Rupees in crore)

REVENUE ACCOUNTS:

9-Irrigation and Land Reclamation

- | | |
|---|-------|
| 1. Lump sum provision for O&M of tubewells. | 22.00 |
|---|-------|

10-General Administration

- | | |
|---|-------|
| 1. Lumpsum provision for purchase/replacement of vehicles in Government Departments. | 6.00 |
| 2. Lumpsum provision for transfer of completed development schemes to non-development Account | 2.50 |
| 3. Lumpsum provision for enhanced cost of utilities | 6.00 |
| 4. Lumpsum provision for meeting expenditure on creation of posts of essential nature in the Punjab | 5.00 |
| 5. Lumpsum provision for purchase of a Helicopter for the Punjab Government. | 13.00 |

13-Police

- | | |
|--|------|
| 1. Increase in the strength of Punjab Constabulary in the Punjab Police. | 2.93 |
|--|------|

15-Education

- | | |
|---|------|
| 1. Upgradation of 4 Inter Colleges to Degree level | 0.19 |
| 2. Introduction of M.Sc.Classes in the subjects of Zoology in colleges at Multan and Faisalabad, Botany at Bahawalpur, Chemistry at Sargodha and Physics at Rawalpindi. | 0.22 |

16-Health Services

- | | |
|--|------|
| 1. Lumpsum provision for replacement of equipment in various hospitals and health Institutions | 5.00 |
| 2. Creation of additional posts for the Punjab Institute of Cardiology, Lahore. | 0.91 |
| 3. Creation of staff for Rehmat-ul-lil-Aalameen Block, District Headquarters Hospitals, Sahiwal. | 0.12 |
| 4. Creation of additional posts for the District Headquarters Hospital, Bhakkar | 0.17 |
| 5. Creation of posts for 251 Basic Health Units in the Punjab. | 3.68 |
| 6. Creation of 60 Training posts for doctors | 0.24 |

23-Miscellaneous Departments:

- | | |
|---|------|
| 1. Grants-in-Aid for 14 Dchi Mazdoor Training Centres (Transferred from development to non-development account) | 0.52 |
| 2. Provision for funds for new activities of Mines Labour Welfare Organization | 0.19 |

31-Miscellaneous:

- | | |
|-------------------------------------|-------|
| 1. Lumpsum provision for Jahez Fund | 10.00 |
|-------------------------------------|-------|

CAPITAL ACCOUNT:

- | | |
|---------------------------------|-------|
| 1. Loans to Government Servants | 5.00 |
| 2. Loans to PRTC | 24.00 |

BUDGET ESTIMATES 1989-90

PERCENTAGE SHARE IN THE TOTAL REVENUE RECEIPTS
DURING 1989-90

(Rupees in crore)

Revenue Receipts	Budget Estimates 1989-90	Percentage of Total
REVENUE RECEIPTS		
I Federal Transfers		
(a) Central Tax Assignment and Other Taxes collected by the Federal Government for the Provinces.	1426.57	57.09
(b) Grants from the Federal Government	7.61	0.31
(c) Revenue Deficit Grant	459.81	18.40
Total Federal Transfers	1893.99	75.80
II Provincial Receipts:		
(i) Tax Receipts		
Agriculture Tax	0.04	0.00
Land Revenue	35.95	1.44
Provincial Excise	3.53	0.14
Stamps	120.63	4.83
Registration	12.22	0.49
Receipts under Motor Vehicles Acts	50.18	2.01
Other Taxes and Duties:	74.90	2.99
Entertainment Tax	18.32	0.73
Electricity Duty	24.32	0.97
Cotton Fee	18.05	0.72
Urban Immoveable Property Tax	8.07	0.32
Other Items	6.14	0.25
Total Tax Receipts	297.45	11.90
(ii) Non-Tax Receipts		
Opium	0.46	0.02
Forests	20.69	0.83
Irrigation	98.52	3.94
Interest	6.38	0.26

(Rupees in crore)

Revenue Receipts	Budget Estimates 1989-90	Percentage of Total
Administration of Justice,	6.81	0.27
Jails and Convict Settlements	2.20	0.09
Police	17.50	0.70
Education	21.83	0.87
Health	8.00	0.32
Public Health	2.25	0.09
Agriculture	19.64	0.79
Fisheries	1.85	0.07
Veterinary	6.75	0.27
Co-operation	0.15	0.00
Industries	2.27	0.09
Miscellaneous Departments	1.82	0.07
Civil Works	3.25	0.13
Communications	8.34	0.33
Housing and Physical Planning	13.50	0.54
Receipts-in-aid of Superannuation	6.91	0.28
Stationery and Printing	7.86	0.31
Miscellaneous	23.66	0.95
Civil Defence	0.03	0.00
Total Non-Tax Receipts	280.67	11.23
Total Provincial Receipts	578.12	23.13
Total Federal Transfers	1893.99	75.80
Total Revenue Receipts.	2472.11	98.93
Net Capital Receipts	+ 26.69	1.07
Total Resources	2498.80	100.00

BUDGET ESTIMATES 1989-90

PERCENTAGE SHARE IN THE TOTAL REVENUE EXPENDITURE
DURING 1989-90

(Rupees in crore)

Non-Development Revenue Expenditure	Budget Estimates 1989-90	Percentage of Total
1. Opium	0.04	0.00
2. Land Revenue	18.75	0.70
3. Provincial Excise	2.40	0.09
4. Stamps	1.04	0.04
5. Forests	19.38	0.72
6. Registration	0.46	0.02
7. Charges on Account of Motor Vehicles Acts	1.17	0.04
8. Other Taxes and Duties	3.72	0.14
9. Irrigation and Land Reclamation	170.91	6.39
.. Interest on Debt and other Obligations	588.71	22.00
10. General Administration	94.96	3.55
11. Administration of Justice	20.20	0.75
12. Jails and Convict Settlements	19.50	0.73
13. Police	174.92	6.54
14. Museums	0.43	0.02
15. Education	706.97	26.42
16. Health Services	203.96	7.63
17. Public Health	8.38	0.31
18. Agriculture	61.61	2.30
19. Fisheries	3.27	0.12
20. Veterinary	31.64	1.18
21. Co-operation	6.93	0.26
22. Industries	8.92	0.33
23. Miscellaneous Departments	22.97	0.86
24. Civil Works	53.75	2.01
25. Communications	53.38	2.00
26. Housing and Physical Planning	4.10	0.15
27. Relief	0.71	0.03
28. Superannuation and Pensions	207.33	7.75
29. Stationery and Printing	8.20	0.31
30. Subsidies	135.02	5.05
31. Miscellaneous	40.45	1.51
32. Civil Defence	1.44	0.05
Total Non-Development Revenue Expenditure	2675.63	100.00

ANNUAL DEVELOPMENT PROGRAMME 1988-89

(Rupees in crore)

Sr.No.	Sector/Sub-Sector	Budget Estimates 1988-89	Percentage of Total.
1.	<u>Agriculture and Agricultural Credit</u>	<u>111.74</u>	<u>15.00</u>
	i) Farm to Market Roads Programme	21.50	2.89
	ii) Farm to Market Roads Programme	90.24	12.11
2.	Livestock	5.19	0.70
3.	Forestry & Wildlife	10.30	1.38
4.	Fisheries	1.13	0.15
5.	Cooperative	0.16	0.02
6.	Food Storage	1.04	0.14
7.	Rural Development	3.59	0.43
8.	Industries	2.03	0.27
9.	<u>Water & Power</u>	<u>19.55</u>	<u>2.62</u>
	i) Water	17.66	2.37
	ii) Power (Electrification of Leftover abadis)	1.89	0.25
10.	Roads and Bridges	65.00	8.73
11.	Low Income Housing	5.04	0.68
12.	Rural Water Supplies	112.59	15.11
13.	Urban Water Supplies	5.33	0.72
14.	Government Servants Housing	9.83	1.32
15.	Government Offices & Buildings	10.80	1.45
16.	<u>Urban Development</u>	<u>30.64</u>	<u>4.11</u>
	i) L.D.A.	7.19	0.97
	ii) F.D.A.	12.33	1.65
	iii) M.D.A.	7.12	0.96
	iv) Urban Development Project Punjab	4.00	0.53
17.	<u>Education and Training</u>	<u>119.50</u>	<u>16.04</u>
	i) Rural Education	89.40	12.00
	ii) Other Programme	30.10	4.04
18.	Information and Culture	1.32	0.18
19.	<u>Health</u>	<u>126.82</u>	<u>17.02</u>
	i) Rural Health Programme	85.70	11.50
	ii) Other Programme	41.12	5.52
20.	Tourism	1.57	0.21
21.	Social Welfare	0.63	0.09
22.	Manpower Training	2.79	0.37
23.	Planning and Development	0.48	0.06

(Rupees in crore)

Sr.No.	Sector/Sub-Sector	Budget Estimates 1988-89	Percentage of Total.
<u>Block Allocation</u>			
24.	Murree Kahuta Development Authority	2.00	0.27
25.	Cholistan Development Authority	0.63	0.09
26.	Transport	0.63	0.09
27.	Chief Minister's Directives	15.00	2.01
28.	Special Development Programme for Education & Local Development.	64.67	8.68
29.	Priority Programmes	15.00	2.01
Total (Gross)		745.00	100.00

PROPOSED A.D.P. ALLOCATION 1989-90

Annexure C-II

(Rupees in crore)

Sr. No.	Name of Sector/Sub-Sector	A.D.P. 1988-89 allocation	Proposed A.D.P. 1989-90 allocation	% acceleration/ deceleration over 1988-89
1.	2	3	4	5
1.	<u>Agriculture & Agricultural Credit</u>	<u>111.74</u>	<u>125.27</u>	<u>12.11</u>
	i) Agriculture	21.50	30.27	40.79
	ii) Farm to Market Roads (PMP)	90.24	95.00	5.28
2.	Livestock	5.19	5.00	- 3.66
3.	Forestry and Wildlife	10.30	9.77	- 5.15
4.	Fisheries	1.13	1.41	2.47
5.	Cooperative	0.16	0.25	56.25
6.	Food Storage	1.04	0.29	- 72.12
7.	Rural Development	3.59	20.50	471.03
8.	Industries	2.03	3.54	74.38
9.	Water and Power	19.55	36.50	86.70
10.	Roads and Bridges	65.00	65.00	0.00
11.	Low Income Housing	5.04	8.00	58.73
12.	Rural Water Supplies	112.59	94.00	- 16.51
13.	Urban Water Supplies	5.33	4.00	- 24.95
14.	Government Servants Housing	9.83	9.50	- 3.36
15.	Government Offices & Buildings	10.80	9.00	- 16.67
16.	<u>Urban Development</u>	<u>30.64</u>	<u>30.63</u>	<u>- 0.03</u>
	i) Lahore Development Authority	7.19	8.43	17.25
	ii) Faisalabad Development Authority	12.33	13.50	9.49
	iii) Multan Development Authority	7.12	8.70	22.19
	iv) Urban Development Project Punjab	4.00	0.00	0.00
17.	Education and Training	119.50	121.78	1.91
18.	Information and Culture	1.32	1.26	- 4.55
19.	Health	126.82	130.00	2.51
20.	Tourism	1.57	1.50	- 4.46
21.	Social Welfare	0.63	0.50	- 20.63
22.	Manpower and Training	2.79	2.74	- 1.79
23.	Planning & Development	0.48	0.76	58.33
24.	Murree Kahuta Development Authority	2.00	2.50	25.00
25.	Cholistan Development Authority	0.63	0.72	14.29
26.	Transport	0.63	0.00	0.00
27.	Chief Minister's Directives	15.00	0.00	0.00
28.	Special Development Programme for Education and Local Development	64.67	98.58	52.40
29.	Priority Programmes	15.00	27.00	80.00
	Total (Gross)	745.00	810.00	8.72

PROPOSED A.D.P. ALLOCATION 1989-90

(Rupees in crore)

Sr. No.	Name of Sector/Sub-Sector	Proposed ADP 1989-90	Percentage Share
1.	<u>Agriculture & Agricultural Credit</u>	<u>125.27</u>	<u>15.47</u>
	i) Agriculture	30.27	3.74
	ii) Farm to Market Roads (PMP)	95.00	11.73
2.	Livestock	5.00	0.62
3.	Forestry and Wildlife	9.77	1.21
4.	Fisheries	1.41	0.17
5.	Cooperative	0.25	0.03
6.	Food Storage	0.29	0.04
7.	Rural Development	20.50	2.53
8.	Industries	3.54	0.44
9.	Water and Power	36.50	4.51
10.	Roads and Bridges	65.00	8.02
11.	Low Income Housing	8.00	0.98
12.	Rural Water Supplies	94.00	11.60
13.	Urban Water Supplies	4.00	0.49
14.	Government Servants Housing	9.50	1.17
15.	Government Offices & Buildings	9.00	1.11
16.	<u>Urban Development</u>	<u>30.63</u>	<u>3.78</u>
	i) Lahore Development Authority	8.43	1.04
	ii) Faisalabad Development Authority	13.50	1.67
	iii) Multan Development Authority	8.70	1.07
17.	Education and Training	121.78	15.03
18.	Information and Culture	1.26	0.16
19.	Health	130.00	16.05
20.	Tourism	1.50	0.19
21.	Social Welfare	0.50	0.06
22.	Manpower and Training	2.74	0.34
23.	Planning & Development	0.76	0.09
24.	Murree Kahuta Development Authority	2.50	0.31
25.	Cholistan Development Authority	0.72	0.09
26.	Special Development Programme for Education and Local Development	98.58	12.17
27.	Priority Programmes	27.00	3.34
	Total (Gross)	810.00	100.00