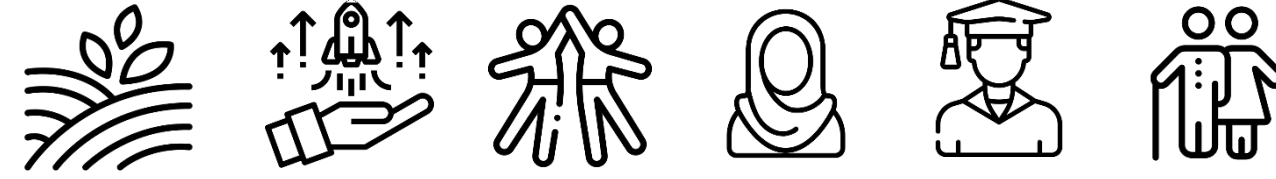


# خوشحال خیبر پختونخوا



KHUSHAL KHYBER PAKHTUNKHWA  
**CITIZENS'  
BUDGET**  
2026-27



## **A Budget for Prosperity, Opportunity & Public Well-Being.**

After restoring fiscal stability and strengthening public finances, the focus of Budget 2026-27 shifts towards improving the quality of life of citizens. The budget supports **farmers, business community, youth, women, students, & vulnerable households** through targeted investments that promote peace, economic growth, employment, and access to public services.

# PEOPLE | PROGRESS | PROSPERITY



## KHUSHAL KHYBER PAKHTUNKHWA

The provincial budget is not just a book of numbers; it is a blueprint of a vision for **Khushal Khyber Pakhtunkhwa** by our leader **Mr. Imran Khan** that puts its people first. Every rupee spent is meant to help everyday citizens, like the hard-working **laborers**, the dedicated **doctors** and **teachers**, and the **bright students** who are the **real future of the province**. By focusing public funds on better **schools**, reliable **healthcare**, and strong **social support programs**, the government is making sure that **no one is left behind** and that **everyone has the chance to build a better life**.

This care for the people naturally leads to massive **Progress** and true **Prosperity** for the entire region. Money is being turned into real, **visible changes**, like **free universal healthcare**, new **highways**, **modern public buses**, strong **power grids**, and a booming **farming sector**. These big projects **create jobs**, **connect cities**, and boost the **local economy**. In the end, this smart spending builds a **prosperous province** where every family can grow, feel secure, and enjoy a prosperous future.



خوشحال  
خیبر پختونخوا

## ABOUT THIS BOOKLET

The Government of Khyber Pakhtunkhwa, led by **Pakistan Tehreek-e-Insaf (PTI)**, is presenting its third budget since the 2024 elections.

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This booklet has been prepared to help the **people of Khyber Pakhtunkhwa** understand the budget in easy and simple words. It explains how the government plans to collect and spend money and how these decisions affect everyday life.

This **Citizen's Guide** shows the government's promise to stay open and honest about public money. It also highlights the government's focus on spending wisely and taking responsibility for every rupee spent.



## MESSAGE



**SOHAIL AFRIDI**  
**CHIEF  
MINISTER**  
KHYBER PAKHTUNKHWA

The confidence reposed by the people of Khyber Pakhtunkhwa in their elected representatives is a sacred trust, and it is our solemn duty to honor that mandate through transparency, accountability, good governance, and dedicated public service. Guided by the vision of our leader, Mr. Imran Khan, we continue our journey toward realizing the ideals of a modern Islamic welfare state.

The Citizen Budget Document for 2026-27 embodies this commitment. It translates complex financial data into clear, accessible language, enabling every citizen to understand how public resources are allocated for their welfare. This year's budget reflects both continuity and renewal: continuity in our resolve to uphold fiscal discipline, and renewal in our focus on inclusive development and social protection.

Over the past year, we have strengthened flagship initiatives such as the Sehat Card Plus, expanded Ehsaas programmes, and reinforced food security measures. Investments in education, healthcare, youth empowerment, women's financial inclusion, and digital governance remain at the heart of our agenda. Recognizing that peace and stability are the bedrock of development, we have committed unprecedented spending toward the capacity enhancement of our police personnel to guarantee the safety and security of the public. Furthermore, a substantial portion of this year's budget has been allocated to modernizing the police force, including major funding for the Counter Terrorism Department (CTD). At the same time, record allocations for the development budget, amounting to Rs. 524 billion, ensure that growth is balanced with equity, and that every rupee serves the people rather than a privileged few.

This year's budget emphasizes investments in people rather than projects alone - A Budget for Prosperity, Opportunity & Public Well-Being. After restoring fiscal stability and strengthening public finances, the focus of Budget 2026-27 shifts heavily towards improving the quality of life of our citizens. The budget supports farmers, the business community, youth, women, students, and vulnerable households through targeted investments that promote economic growth, employment, and seamless access to public services.

This Citizen Budget is a collective pledge to build a Khushal Khyber Pakhtunkhwa: a province where prosperity is shared, opportunities are expanded, and public well-being is safeguarded. Together, let us strengthen trust between government and citizens, ensuring that every rupee spent contributes to dignity, welfare, and inclusive progress for all.

We will continue to move forward with transparency, inclusivity, and accountability, ensuring that the triumph of the people translates into lasting progress for future generations. I firmly believe that the year 2026-27 will mark a new chapter of peace, prosperity, inclusive development, and sustained progress for our province and its people.



**MUZZAMMIL ASLAM**  
**ADVISOR TO CM**  
**ON FINANCE**

KHYBER PAKHTUNKHWA

## MESSAGE

The annual budget is not merely a financial document - it is a reflection of our government's philosophy of responsible governance and citizen centric development. For the fiscal year 2026-27, we are proud to present a budget that carefully aligns growth with austerity, and fiscal discipline with effective service delivery. This balanced approach ensures that while we continue to expand investments in priority sectors, we also safeguard financial stability and eliminate wasteful expenditure.

A Budget for Prosperity, Opportunity & Public Well Being. After restoring fiscal stability and strengthening public finances, the focus of Budget 2026-27 shifts towards improving the quality of life of citizens. The Annual Development Budget has been set at Rs. 524 billion, ensuring equitable development across all districts while generating employment and strengthening human capital. At the same time, revenue mobilization targets have been enhanced by 41.4 %, reflecting our resolve to build fiscal autonomy and reduce reliance on external transfers. The budget supports farmers, the business community, youth, women, students, and vulnerable households through targeted investments that promote economic growth, employment, and access to public services – all under the vision of a Khushal Khyber Pakhtunkhwa. 7

Our guiding principle remains clear: every rupee must serve the people of Khyber Pakhtunkhwa. By embedding strict financial discipline, prioritizing inclusive growth, and maintaining a balanced fiscal framework, this budget becomes a tool of empowerment for citizens rather than a mere accounting exercise. Under the leadership of the Chief Minister, and guided by the vision of Chairman Imran Khan, we remain committed to transforming Khyber Pakhtunkhwa into a modern Islamic welfare state - one that delivers prosperity, dignity, and opportunity to every citizen, and fulfills our collective pledge of Khushal Khyber Pakhtunkhwa.

## MESSAGE



**SHAHAB ALI SHAH**

**CHIEF  
SECRETARY**

KHYBER PAKHTUNKHWA

The Government of Khyber Pakhtunkhwa is committed to building a prosperous, inclusive, and citizen centric province through transparent governance, responsible fiscal management, and improved public service delivery. The Budget 2026–27 reflects this commitment by prioritizing investments that improve the lives of citizens while strengthening the institutions that serve them.

At the heart of this transformation is the Good Governance Reform Roadmap (GGRM), a flagship initiative designed to improve government performance, accountability, and service delivery. The Roadmap addresses longstanding challenges of fragmented planning, weak coordination, and limited monitoring of outcomes. By adopting a structured delivery approach supported by digital dashboards, measurable targets, and regular performance reviews, the Government has shifted its focus from planning activities to delivering results. Digitization has become a cornerstone of this reform - with e governance platforms, citizen facilitation centers, digital identity systems, and AI powered monitoring tools ensuring that services are faster, more transparent, and more accessible to all.

The impact of these reforms is already visible across the province. Social protection programs have expanded support for widows and orphans, healthcare facilities have improved access to essential medicines and maternal care, schools have benefited from infrastructure investments and teacher recruitment, and major urban, agricultural, and infrastructure initiatives have advanced through stronger implementation oversight. Building on these achievements, GGRM 2.0 has expanded the reform agenda to more departments and sectors, with a greater focus on service quality, utilization, and citizen outcomes. Multiple initiatives under GGRM 2.0, including digital payments, open budget dashboards, and AI based citizen feedback systems, are part of Budget FY2026–27. Through this continued commitment to good governance and digitization, the Government aims to ensure that every public rupee delivers maximum value and that citizens experience better, faster, and more responsive public services.

This Citizen Budget Report has been prepared to help citizens better understand the Government's priorities, reforms, and resource allocations, reinforcing our commitment to transparency, accountability, and public trust.

## MESSAGE



**CAPTAIN (RETD.)  
KAMRAN AHMAD AFRIDI**  
**SECRETARY  
FINANCE**  
KHYBER PAKHTUNKHWA

It gives me great pleasure to present the Citizen Budget 2026–27, a document designed to provide the people of Khyber Pakhtunkhwa with a clear, concise, and accessible understanding of how public resources are mobilized, allocated, and utilized to advance the welfare and prosperity of our province. This publication reflects the Government's unwavering commitment to transparency, accountability, and citizen engagement, ensuring that fiscal information is communicated in a manner that is both understandable and meaningful to the public.

Guided by the vision of Khushal Khyber Pakhtunkhwa, the Budget for FY 2026–27 places strategic emphasis on investments in education, healthcare, social protection, infrastructure development, agriculture, and employment generation. These priorities are aimed at fostering inclusive economic growth, strengthening social resilience, and improving the quality of life for all citizens. At the same time, the Government remains steadfast in its commitment to fiscal prudence, efficient service delivery, and responsible stewardship of public resources.

The Government is also advancing a comprehensive agenda of reforms in public financial management, budgeting, and governance. Initiatives to strengthen revenue mobilization, improve expenditure efficiency, enhance budget transparency, and promote evidence-based decision-making are being institutionalized to ensure that every public rupee delivers maximum value and impact. Through this Citizen Budget, we seek to deepen public understanding of government finances, encourage informed participation, and reinforce the trust that forms the foundation of effective governance.

I would like to place on record my sincere appreciation for the dedicated efforts, professionalism, and commitment of the officers and staff of the Finance Department, Government of Khyber Pakhtunkhwa, whose hard work and expertise have been instrumental in the preparation of the Budget and this Citizen Budget publication. Their unwavering dedication to public service and sound financial management continues to play a pivotal role in strengthening the province's fiscal framework and advancing our development objectives.

Together, we remain committed to building a prosperous, inclusive, and resilient Khyber Pakhtunkhwa—one where economic progress, social development, and good governance converge to create lasting opportunities and a brighter future for present and future generations.

# 01 UNDERSTANDING BUDGET

2 | BUDGET AT A GLANCE

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3 | FLAGSHIP INITIATIVES

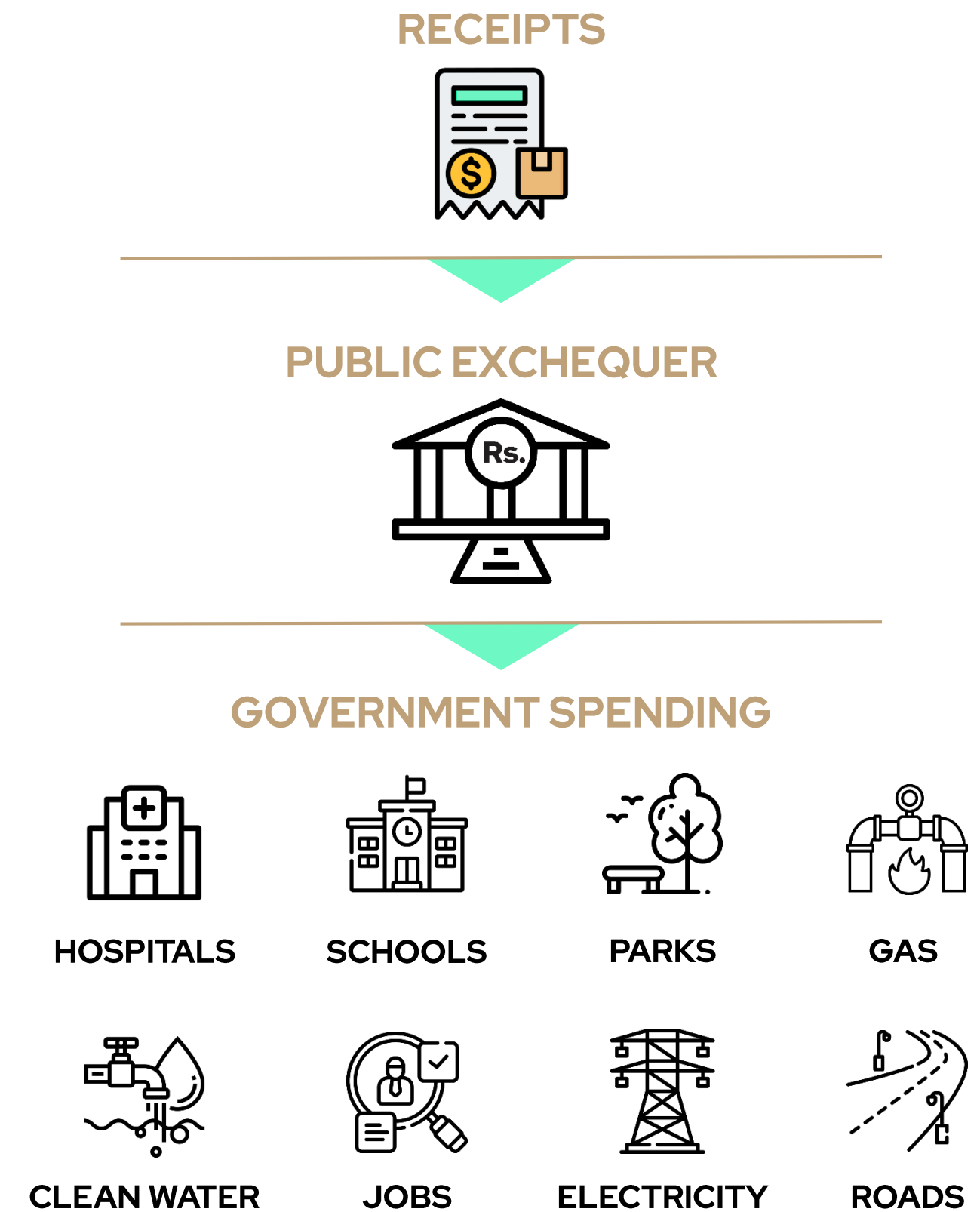
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4 | DEEP DIVE ON KEY ISSUES

The Government of Khyber Pakhtunkhwa gets money in two main ways. One part comes from taxes and fees collected by the provincial government. This is called own source revenue. The other part comes from the federal government, which collects bigger taxes across the country and then gives each province its share. This is called federal transfers from the divisible pool.

The money is used to provide **important services** to the people like **education, healthcare, roads, clean water, electricity, climate change initiatives, and ensure law and order**. These services help **improve daily life** and, in turn, **create jobs** for many people across the province. The money is also used to pay government employees who work to deliver these services.

The budget year starts in July and ends in June. Every year in June, the government makes a plan called the budget, which shows how much money it expects to receive (called revenues/ receipts) and how much it plans to spend (called expenditures) to improve people's lives.



# WHY PAYING TAXES IS IMPORTANT?

The government needs money to run schools, hospitals, water supply, electricity etc. This money mostly comes from the taxes and fees that people pay.

If the government collects more money, it can spend more on things that help you and your family.

But when people don't pay taxes, the government has only two options:

1. **Borrow more loans from banks, or**
2. **Spend less on important things like health, education etc.**

When you pay your taxes honestly, you help the government do more for you. The money comes back to you through better services and a better life.

So **always pay your taxes** and help Khyber Pakhtunkhwa and Pakistan grow.

HELP  
KHYBER  
PAKHTUNKHWA  
& PAKISTAN  
GROW





**December**

Issuance of  
Integrated  
Budget Call  
Circular



**December –  
May**

Formulation of Budget  
Estimates 2026-27  
(Current Expenditure)  
including SNEs Fresh



**January –  
March**

Development of  
Integrated Budget  
Strategy Paper



**December –  
March**

Review and Finalize  
Revised Estimates  
2025-26 (Estimates  
of Receipts)



**December –  
March**

Review and Finalize  
Revised Estimates  
2025-26 (Current  
Expenditure)



**January –  
April**

Development Budget  
– Finalization and  
submission of Annual  
Development  
Programme



**April –  
June**

Development  
of Fiscal Risk  
Statement



**May–  
June**

Approval of  
Budget 2026-27



## FEDERAL TRANSFERS

**1390 B**  
(65.5 %)

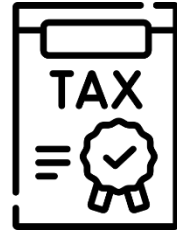
Transfers from the divisible pool of the taxes collected by FBR



## FEDERAL GRANTS

**229 B**  
(10.8 %)

Grants from the federal government, including funds for the merged districts



## OWN SOURCE RECEIPTS

**182 B**  
(8.6 %)

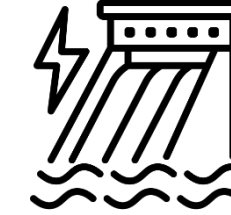
Provincial Tax collected on services, immovable property and other revenue generated by different departments



## FOREIGN PROJECT ASSISTANCE

**150 B**  
(7.1 %)

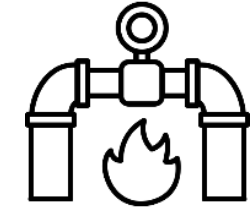
The amount committed by the donors for developmental works across the province in various sectors



## NET HYDEL PROFIT

**117 B**  
(5.5 %)

Profits from the hydroelectricity generated in the province throughout the year



## STRAIGHT TRANSFERS

**54 B**  
(2.5 %)

Money collected from oil and gas royalties and surcharges





## SALARY

**754 B**  
(34.7 %)



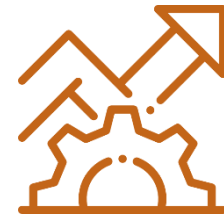
## PENSION

**207 B**  
(9.5 %)



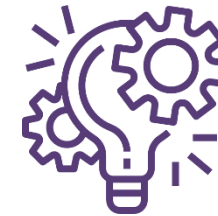
## NON-SALARY

**685 B**  
(31.6 %)



## ANNUAL DEVELOPMENT PROGRAMME

**369 B**  
(17 %)



## FOREIGN PROJECTS

**150 B**  
(6.9 %)



## PUBLIC SECTOR DEVELOPMENT PROGRAMME

**5.2 B**  
(0.2 %)

1 | UNDERSTANDING BUDGET

# 02 BUDGET AT A GLANCE

3 | FLAGSHIP INITIATIVES

4 | DEEP DIVE ON KEY ISSUES

TOTAL RECEIPTS

**2,122 B PKR**

**1,241 B PKR**

Federal Tax Assignment

**199 B PKR**

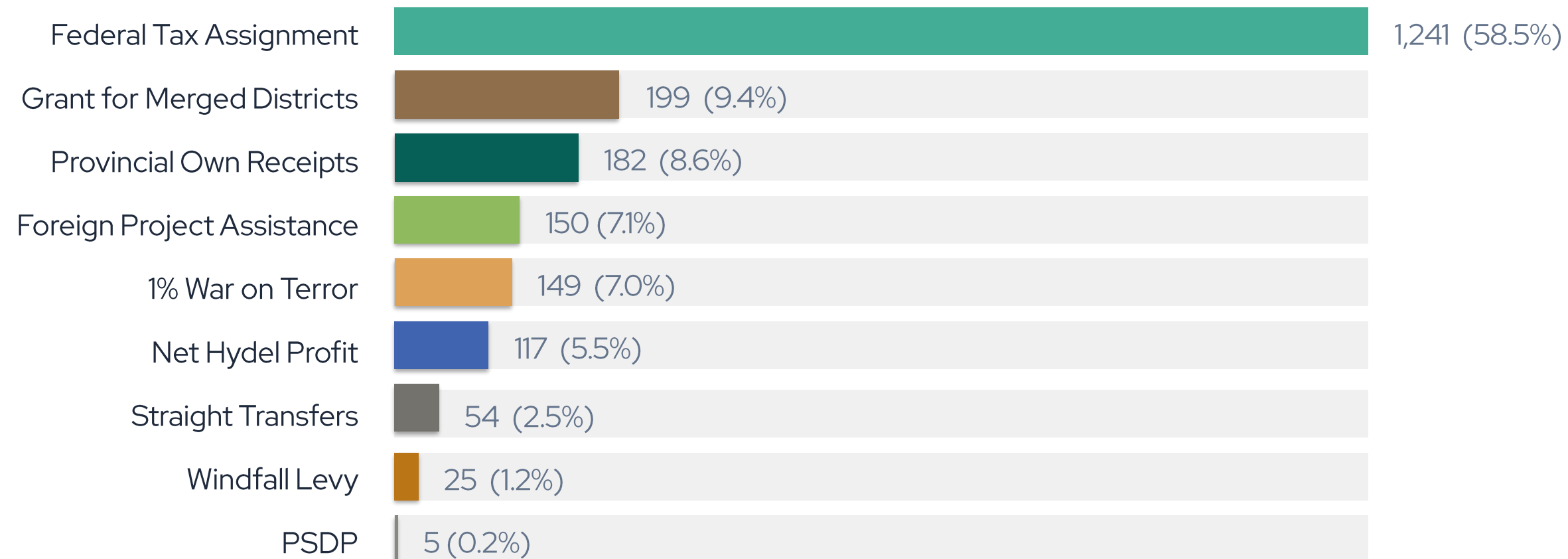
Grant for Merged Districts

**182 B PKR**

Provincial Own Receipts

**150 B PKR**

Foreign Project Assistance



## PKR BILLIONS

**TOTAL  
BUDGETED  
EXPENDITURE**  
**2,170.0**

Settled districts	1,897.1
Merged districts	272.9

**CURRENT  
BUDGET**  
**1,645.7**

Settled districts	1,465.7
Merged districts	180.0

**DEVELOPMENT  
BUDGET**  
**524.3**

Settled districts	431.4
Merged districts	92.9

**DEFICIT**  
**48.0**



## PKR BILLIONS

HEAD	SETTLED	MDs	TOTAL
Salary	639.3	114.4	753.7
Pension	201.5	5.6	207.1
Non-Salary	624.9	60.0	684.9
Provincial ADP (Plus, AIP and MAs ADP)	235.0	81.3	316.3
Devolved ADP (Including MAs District ADP)	47.0	5.8	52.8
Foreign Project Assistance	145.2	4.8	150.0
PSDP	4.2	1.0	5.2
<b>Total Expenditure:</b>	<b>1,897.1</b>	<b>272.9</b>	<b>2,170.0</b>

1 | UNDERSTANDING BUDGET

2 | BUDGET AT A GLANCE

# 03 FLAGSHIP INITIATIVES

4 | DEEP DIVE ON KEY ISSUES



## YOUTH EMPOWERMENT

Skills, Education & Opportunity



## EHSAAS AWAM KA

(Good Governance, Service  
Delivery & Social Safety Net)



## SAFE & PEACEFUL KP

Enhanced safety across  
communities to enable growth,  
peace & progress





## REDUCING REGIONAL DISPARITIES

Equitable development across districts  
to end sense of deprivation &  
asymmetrical growth across different  
regions / districts



## ECONOMIC GROWTH & JOB CREATION

Advancing investment,  
enterprise, and employment to  
drive economic prosperity



## WATER CONSERVATION (RURAL - URBAN)

Water Conservation +  
Water Storage Reservoir





## CLIMATE RESILIENCE, GREEN GROWTH & IMPROVING BIO- DIVERSITY

Resilience, environmental protection  
& response to disasters



## CLEAN DRINKING WATER FOR ALL

Safe access across the province



Khyber Pakhtunkhwa  
**Digital  
Workspace**  
Reframe to Reform

## DIGITAL KP

Tech-enabled services &  
economy



KEY THEMATIC AREAS IN FY 2026-27



# YOUTH EMPOWERMENT



# YOUTH EMPOWERMENT



**11.9 B PKR**

**(Flagship Initiative)**

Financial Assistance for Public Sector Universities



**8.7 B PKR**

Khyber Pakhtunkhwa Human Capital Investment Project (KPHCIP) - Education Component



**8.5 B PKR**

**(Flagship Initiative)**

Grant for ESEF & Free Text Books



**6.1 B PKR**

**(GGRM\* initiative)**

Parent Teacher Council (PTC) Funds



**5.0 B PKR**

**(Special Initiative)**

Chief Minister's Initiative for Out of School Children



**3.3 B PKR**

**(GGRM initiative)**

Outsourcing of Low-Performing Schools



**2.0 B PKR**

**(Flagship Initiative)**

Interest-free loans for university students



**1.9 B PKR**

**(Special Initiative)**

Second Shift Schools Stipend



**1.7 B PKR**

**(GGRM initiative)**

Hiring of Teachers in Schools through PTC



**1.5 B PKR**

**(Special Initiative)**

Conditional Grant (Education)



**1.5 B PKR**

**(Flagship Initiative)**

Flexible Hiring of Lecturers in Higher Education Department



**1.5 B PKR**

**(Flagship Initiative)**

Ehsaas Internship Program



\* GGRM – Good Governance Roadmap



# YOUTH EMPOWERMENT



## 822.0 M PKR

(Special Initiative)

Grant for Autonomy to Higher Secondary Schools



## 400.0 M PKR

(GGRM initiative)

Grant for District Administration for GG Initiatives



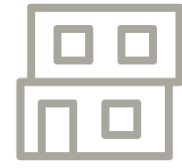
## 301.0 M PKR

Construction grant for Girls Cadet College at Mardan



## 709.0 M PKR

Standardization of Sports Complexes/Playground and Sports Facilities in Khyber Pakhtunkhwa



## 375.0 M PKR

Establishment of 50 Primary schools with pre-fabricated structure in Khyber Pakhtunkhwa



## 300.0 M PKR

(Special Initiative)

Scholarship under Stoori da Pakhtunkhwa for top 20 Position holders



## 700.0 M PKR

Chief Minister Model Schools in Khyber Pakhtunkhwa (Phase-I)



## 358.0 M PKR

Cricket Stadium with Allied Facilities in Kalam District Swat



## 300.0 M PKR

Chief Minister Model Schools in Khyber Pakhtunkhwa in Merged Areas (Phase-I)



## 500.0 M PKR

(Flagship Initiative)

Technical Training for Merged Districts Students



## 350.0 M PKR

(Special Initiative)

Rehmatullil Alameen Scholarship



## 487.0 M PKR

Reconstruction of Fully Damaged Schools in District Khyber



## 417.0 M PKR

Establishment of 67 Primary Schools in Khyber Pakhtunkhwa





## 300.0 M PKR

Stipends for Primary & Secondary Schools Students (Boys & Girls) in Merged Districts



## 300.0 M PKR

Ehsaas Naujawan Programme



## 300.0 M PKR

Playgrounds in Khyber Pakhtunkhwa on need basis



## 300.0 M PKR

Khushal Hazara Programme - Establishment of Sports Complex at District Battagram (KHP)



## 212.0 M PKR

Ehsaas Education Internship Program



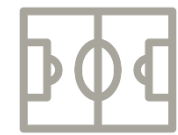
## 204.0 M PKR

Graduate & Postgraduate Scholarship (National & International) for Top Position Holders of Khyber Pakhtunkhwa



## 200.0 M PKR

(Flagship Initiative)  
Student Attendance System



## 200.0 M PKR

Futsal grounds in Khyber Pakhtunkhwa



## 200.0 M PKR

Educational Scholarships and Internships in the field of Agriculture Sciences in Merged Districts



## 173.0 M PKR

Strengthening of Cadet Colleges in Merged Areas



## 154.0 M PKR

(Special Initiative)  
Incentive for best Performing School Teachers, Head Masters and Principals



## 150.0 M PKR

Free Text books and School Bags in Merged Districts



## 150.0 M PKR

(GGRM initiative)  
Establishment of a monitoring squad using EMAs to improve accountability



## 145.0 M PKR

Rehmatul-lil-Alameen Scholarships to Deeni Madaris Students





# YOUTH EMPOWERMENT



**110.0 M PKR**

(GGRM)

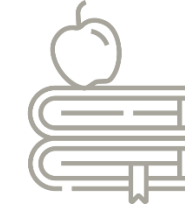
Strengthening Sports Talent Development



**100.0 M PKR**

(GGRM initiative)

Assisting graduates in ensuring employability



**15.0 M PKR**

(GGRM)

Curriculum Rationalization for Early Grade Learning Improvement



**107.0 M PKR**

Sports Complex at District Lakki Marwat



**50.0 M PKR**

(GGRM initiative)

Co-curricular Excellence through Inter School Competition



**10.0 M PKR**

(GGRM)

Strengthening Juvenile Rehabilitation and Skills Development Programs



**100.0 M PKR**

Talent Grooming of Players in Khyber Pakhtunkhwa



**30.0 M PKR**

(Special Initiative)

Financial Support for Lady Supervisors



**10.0 M PKR**

(Special Initiative)

Strengthening of SDEO's Office E&SE Education Sector



**100.0 M PKR**

Transport Facilities to Higher Educational Institutes (AIP)



**28.0 M PKR**

(Special Initiative)

Grant for Enrolment Campaign



**100.0 M PKR**

(GGRM initiative)

Procurement of School Furniture



**20.0 M PKR**

(Special Initiative)

District Performance Incentive



**100.0 M PKR**

(GGRM initiative)

Provincial Level School Sports Competition



KEY THEMATIC AREAS IN FY 2026-27



# EHSAAS AWAAM KA



**80.0 B PKR**

(Flagship Initiative)

Health Medical Teaching Institutes



**50.4 B PKR**

(Flagship Initiative)

Sehat Sahulat Services for  
Universal Health Care



**15.0 B PKR**

(Flagship Initiative)

Ehsaas Mustehkeen Ka



**14.3 B PKR**

(Flagship Initiative)

Purchase of Medicines



**14.3 B PKR**

(Flagship Initiative)

Outsourcing of Hospitals



**12.1 B PKR**

(Flagship Initiative)

Food Security Net (Wheat + Sugar)



**8.7 B PKR**

Revamping of Non-Teaching  
DHQ Hospital



**5.8 B PKR**

Khyber Pakhtunkhwa Human  
Capital Investment Project – Health  
Component



**4.4 B PKR**

National Health Support  
Programme



**3.0 B PKR**

(Flagship Initiative)

KP Takaful Insurance Companies



**2,820**

Appointment of doctors and  
allied medical professionals



**2.0 B PKR**

(Flagship Initiative)

Ehsaas Initiatives



**1.8 B PKR**

Revamping of Secondary Health  
Facilities including Improvement  
of Accident and Emergency Units  
in Newly Merged Districts



**1.2 B PKR**

(GGRM initiative)

Strengthening of LHW Program





## 1.0 B PKR

Up-gradation of IRNUM  
PET-CT/ Cyclotrom Project



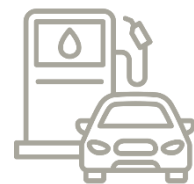
## 1.0 B PKR

(Flagship Initiative)  
Ehsaas Maa – Nayi Zindagi,  
Nayi Umeed, Behtr sehat



## 800.0 M PKR

Establishment of Cath Labs  
at different hospitals of the  
Province on need basis



## 460.0 M PKR

(GGRM initiative)  
POL For EPI Vaccinators



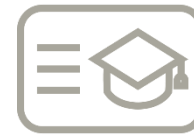
## 423.0 M PKR

Provision of Express Lines to  
Cat-D Hospitals in Merged  
Areas



## 400.0 M PKR

(GGRM initiative)  
PCMC funds (Facility  
Management Committees)



## 400.0 M PKR

(Flagship Initiative)  
Insaf Female & Orphan Education Card



## 391.0 M PKR

Ehsaas Apna Ghar Scheme



## 360.0 M PKR

(GGRM initiative)  
Taleem Card Program



## 300.0 M PKR

(GGRM initiative)  
Outsourcing of Urban  
Health Facilities



## 250.0 M PKR

(GGRM initiative)  
Strengthening Milk and Meat Testing



## 230.0 M PKR

Provision of Nurses &  
Paramedics for Health Facilities  
in Merged Districts



## 215.0 M PKR

Provision of Dialysis  
Services in DHQ Hospitals,  
Merged Districts



## 200.0 M PKR

Revamping of functional BHUs  
& RHCs at Southern Districts  
of Khyber Pakhtunkhwa





**200.0 M PKR**

Extension of Treatment of Poor Cancer Patients in Khyber Pakhtunkhwa



**150.0 M PKR**

Ehsas Rozgar Program



**100.0 M PKR**

(Flagship Initiative)

Women Economic Empowerment Endowment Fund



**100.0 M PKR**

(Flagship Initiative)

Endowment Fund for Rehabilitation of Minorities Victims of Terrorism



**100.0 M PKR**

Deworming Initiative of School-aged Children in Khyber Pakhtunkhwa



**100.0 M PKR**

(GGRM initiative)

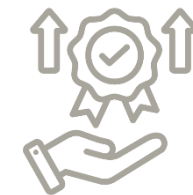
Establishment of Legal Aid Systems



**100.0 M PKR**

(GGRM initiative)

Strengthening Gender and Transgender Inclusion and Welfare Initiatives



**70.0 M PKR**

Improvement & Standardization of the Existing Infrastructure of Dar ul Amans in Khyber Pakhtunkhwa



**50.0 M PKR**

Construction of Eid Gahs & Janazgahs in Merged Areas



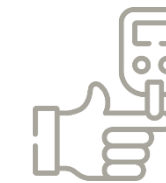
**40.0 M PKR**

Establishment of Paraplegic Center in Merged Areas



**31.0 M PKR**

E-Islamic Learning Academy and Religious Events



**30.0 M PKR**

Juvenile diabetes control program



KEY THEMATIC AREAS IN FY 2026-27



# SAFE & PEACEFUL KP



## 18.0 B PKR

- Strengthening of Police, CTD and District Administration in Security Challenged Districts **(12 B)**
- Capacity Building and Development of Police and CTD Infrastructure in Merged Districts Phase-I **(2 B)**
- Capacity Building and Development of Police and CTD Infrastructure in Merged Districts Phase-II **(2 B)**
- Establishment of District Setup of Counter Terrorism Department at Khyber Pakhtunkhwa including construction of Peshawar Regional CTD Headquarters **(1 B)**
- Strengthening CTD's Mobility, Arms, Equipment and overall Modern Response Architecture **(969 M)**
- Strengthening of Police, CTD and District Administration in Security Challenged Districts **(20 M)**



## 14.5 B PKR

**(Flagship Initiative)**  
Police Procurement Plan



## 7.9 B PKR

**(Flagship Initiative)**  
Police Monthly Operational Support



## 5.3 B PKR

- Safe Cities Project Merged Districts Phase-I (S.W Upper & Lower, N.W, Orakzai ,Khurram) **(1.8 B)**
- Safe Cities Project Merged Districts Phase-II (Khyber, Mohmand, Bajaur) **(1.6 B)**
- Safe City Peshawar Project **(700.0 M)**
- Safe Cities at Divisional Headquarters (Kohat, Mardan & Swat) **(500.0 M)**
- Khyber Pakhtunkhwa Safe Cities Project (Karak & Tank) **(350.0 M)**
- Command & Control Center for Safe City Project Peshawar Adjacent to CPO office **(350.0 M)**
- Safe City for Mansehra City District Mansehra (KHP) **(20.0 M)**





**1.0 B PKR**

Forensic Science Laboratory  
(FSL) at Peshawar



**200.0 M PKR**

Construction of 25 Tehsil Judicial  
Complexes in merged districts



**200.0 M PKR**

Strengthening Mining  
Rescue Services



**669.0 M PKR**

Construction of Parking  
Plaza near PHC



**200.0 M PKR**

**(GGRM initiative)**  
Procure Fire Safety and  
Emergency Equipment Systems



**198.0 M PKR**

Construction of Judicial  
Academy Peshawar



**300.0 M PKR**

Construction of 07 District Judicial  
Complexes in merged districts



**200.0 M PKR**

**(GGRM initiative)**  
Strengthening Mining Rescue  
Services



**150.0 M PKR**

Feasibility Study, Planning,  
Designing & Construction of  
District Jail Khyber





**100.0 M PKR**

(GGRM initiative)

Traffic Monitoring and  
Enforcement Systems



**50.0 M PKR**

(GGRM initiative)

Provision of Rescue 1122  
Ambulance Services



**15.0 M PKR**

(GGRM initiative)

Strengthening Prison Visitor  
Management Systems



**93.0 M PKR**

Da Sar Sourey- Protection,  
Dignity and Justice for women



**20.0 M PKR**

(GGRM initiative)

School Zone Safety  
Improvement Initiatives



KEY THEMATIC AREAS IN FY 2026-27



# REDUCING REGIONAL DISPARITIES



# REDUCING REGIONAL DISPARITIES



**23.3 B PKR**

Khyber Pakhtunkhwa Roads Accessibility Projects (KP RAP)



**7.0 B PKR**

Level-2 Flyover at Ring Road-GT Road Intersection, Peshawar Revitalization Plan (PRP)



**3.4 B PKR**

Uplifting Major Arterial Roads/Routes of Peshawar City, Phase-I (PRP)



**18.1 B PKR**

Khyber Pakhtunkhwa Cities Improvement Project



**4.8 B PKR**

Underpasses at Various Traffic Hotspots on Ring Road, Peshawar (PRP)



**3.0 B PKR**

Uplifting Major Arterial Roads/Routes of Peshawar City, Phase-III (PRP)



**17.5 B PKR**

Khyber Pakhtunkhwa Rural Roads Development Project (KP-RRDP)



**4.5 B PKR**

Khyber Pakhtunkhwa Rural Investment & Institutional Support Project (RIISP)



**3.0 B PKR**

Uplifting Major Arterial Roads/Routes of Peshawar City, Phase-IV (PRP)



**17.0 B PKR**

**(Flagship Initiative)**  
Caring for Temporary Displaced People



**3.9 B PKR**

Rural Economic Transformation Project (RETP)





# REDUCING REGIONAL DISPARITIES



**1.7 B PKR**

Karak Area Development Project



**1.0 B PKR**

Reforms Initiatives in Merged Areas



**591.0 M PKR**

Hangu Area Development Project



**1.4 B PKR**

Uplifting Activities in Northern Districts of KP (Chitral Lower, Chitral Upper, Swat, Dir Upper, Dir Lower, Malakand, Buner, Shangla, Kohistan Upper, Kohistan Lower, Battagram, Mansehra, Torghar, Abbottabad, Kolai Pallas and Haripur)



**1.0 B PKR**

Haripur Area Development Project



**552.0 M PKR**

Kohat Area Development Project



**1.2 B PKR**

Uplifting Activities in Central Districts of KP (Swabi, Mardan, Charsadda, Peshawar and Nowshera)



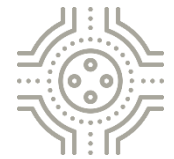
**887.0 M PKR**

Districts Uplift & Beautification Scheme



**545.0 M PKR**

Swabi Area Development Project



**800.0 M PKR**

Circular Bypass Road, Bannu (64.90 Km)



**421.0 M PKR**

Haripur Area Development Project



**1.0 B PKR**

Integrated Development Package for Khyber Pakhtunkhwa



**750.0 M PKR**

Hi-tech Children Park (PRP)



**1.0 B PKR**

Implementation of water policy





# REDUCING REGIONAL DISPARITIES



**400.0 M PKR**

Integrated Area Development Package for Tirah Valley, District Khyber



**200.0 M PKR**

Special Integrated Area Development Package for North Waziristan District



**200.0 M PKR**

Mawakhat-e-Pakhtunkhwa for Marginalized segments of the society



**350.0 M PKR**

Integrated Area Development Package for Bara (Phase-II)



**200.0 M PKR**

Special Integrated Area Development Package for South Waziristan District



**184.0 M PKR**

Public Park at Swabi



**254.0 M PKR**

Public Parks in Khyber Pakhtunkhwa



**150.0 M PKR**

Centralized GIS Facilities



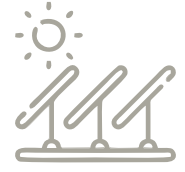
KEY THEMATIC AREAS IN FY 2026-27



# ECONOMIC GROWTH & JOB CREATION



# ECONOMIC GROWTH & JOB CREATION



**13.3 B PKR**

Solarization of Newly Merged Districts Households



**2.0 B PKR**

(Flagship Initiative)  
DAP Fertilizer Subsidy



**728.0 M PKR**

Construction of Access roads to Tourist areas destination in Hazara Division



**6.0 B PKR**

(Flagship Initiative)  
Bus Rapid Transport



**1.6 B PKR**

(Flagship Initiative)  
Purchase of BRT Buses



**500.0 M PKR**

(GGRM initiative)  
Transport Monetization Initiatives



**3.0 B PKR**

Khyber Pakhtunkhwa Integrated Tourism Development Project (KITE)



**1.5 B PKR**

(Flagship Initiative)  
Agricultural Financing Support Scheme (Markup)



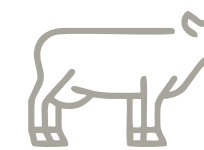
**383.0 M PKR**

Ehsas Hunar Programme



**1.5 B PKR**

Khyber Pakhtunkhwa Food Security Support Project



**358.0 M PKR**

Integrated livestock development in Merged Areas



**2.0 B PKR**

(Flagship Initiative)  
Public Sector Transport Initiatives



**1.0 B PKR**

Khyber Pakhtunkhwa Solarization of Houses Initiatives, Phase I (100% Subsidized)



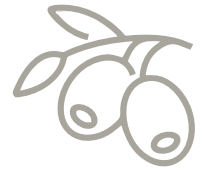
**300.0 M PKR**

Profitability Enhancement Through Agricultural Interventions in Merged Districts



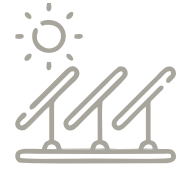


# ECONOMIC GROWTH & JOB CREATION



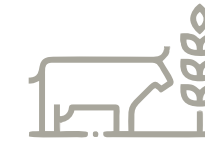
**300.0 M PKR**

Promotion of Olive Cultivation in Merged Areas



**237.0 M PKR**

Solarization of Masajid & Worship Places of Khyber Pakhtunkhwa



**200.0 M PKR**

**(GGRM initiative)**

Livestock Productivity and Vaccination Coverage



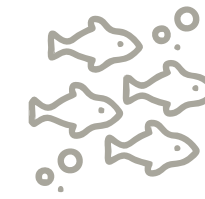
**300.0 M PKR**

Settlement and Digitization of Land Record in Merged Districts



**212.0 M PKR**

Expansion of Veterinary Health Services Through Provision of Mobility (Motor Bikes) to Unemployed Veterinary Graduates (DVM) in Khyber Pakhtunkhwa



**191.0 M PKR**

Development of Fisheries and Aquaculture in Merged Districts



**300.0 M PKR**

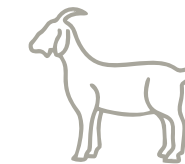
Dryland Farming Practices in Southern Districts of Khyber Pakhtunkhwa



**200 M PKR**

**((Flagship Initiative)**

Subsidized loans to more than 350 Small Industrial units (Mark-up)



**173.0 M PKR**

Research Trials on adaptation and further propagation of high yielding Saanen Goat Breed in cold areas of Merged Districts



**290.0 M PKR**

Agriculture Productivity Enhancement for Livelihood & Food Security in Merged Areas



**200.0 M PKR**

**(GGRM initiative)**

Strategic Planning, Design and Supervision Unit (SDP)



**150.0 M PKR**

Promotion of sunflower for productivity enhancement in Khyber Pakhtunkhwa



**277.0 M PKR**

Development of Tourist facilitation Areas in Khyber Pakhtunkhwa (including Kalam and Kumrat)



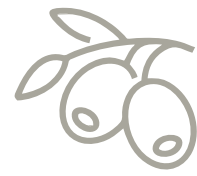


# ECONOMIC GROWTH & JOB CREATION



**124.0 M PKR**

Feasibility Study and Control of Foot and Mouth Disease in Khyber Pakhtunkhwa (Pilot Basis)



**40.0 M PKR**

Promotion of Olive Farming in Potential Districts of Khyber Pakhtunkhwa (Phase-II)



**25.0 M PKR**

(Flagship Initiative)  
Subsidy on SBP Loan Scheme for Women Entrepreneurs



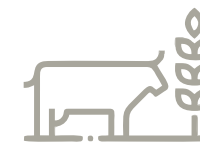
**100.0 M PKR**

(GGRM initiative)  
Strengthening Service Delivery Systems in Minerals Development Sector Facilities



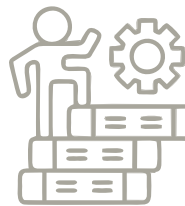
**50.0 M PKR**

(GGRM initiative)  
Registration New Crop Varieties



**20.0 M PKR**

(GGRM initiative)  
Modernization of Dairy & Livestock Value Chains



**100.0 M PKR**

(GGRM initiative)  
International Academic & Employment Linkages



**35.0 M PKR**

(GGRM initiative)  
International Certification of Technical and Vocational Training Institutes



**20.0 M PKR**

(GGRM initiative)  
Transport Lifecycle Management Systems



**100.0 M PKR**

(Flagship Initiative)  
Women Economic Empowerment Endowment Fund



**35.0 M PKR**

(GGRM initiative)  
Strengthening and Accreditation of Technical Education Institutions



**5.0 M PKR**

(Flagship Initiative)  
Office Furnishing for Women Chamber of Commerce



**50.0 M PKR**

Development of Tourist Facilities in Southern Districts



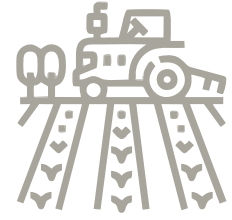
KEY THEMATIC AREAS IN FY 2026-27



# WATER CONSERVATION (RURAL - URBAN)

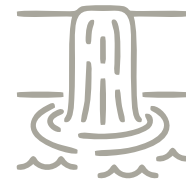


# WATER CONSERVATION (RURAL - URBAN)



**4.0 B PKR**

Khyber Pakhtunkhwa Irrigated  
Agriculture Improvement Project



**650.0 M PKR**

Construction of Siran Right Bank  
Canal, District Mansehra



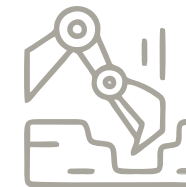
**350.0 M PKR**

Improvement of canal Petrol road and  
allied works along both sides of Hazar  
Khani Branch Canal in District Peshawar



**2.0 B PKR**

Construction of Chashma Right Bank  
Canal (Lift Cum Gravity) Project D.I Khan



**500.0 M PKR**

Dredging / Desilting of only Urban  
Critical Waterways in Khyber  
Pakhtunkhwa



**301.0 M PKR**

Productive Agriculture through  
Improved Soil & Water Conservation  
Practices in Khyber Pakhtunkhwa



**1.1 B PKR**

Reconstruction and Rehabilitation of  
irrigation and drainage system and flood  
protection works in Khyber Pakhtunkhwa  
(Emergency Flood Assistance Project)



**396.0 M PKR**

Construction of Pehur High Level  
Canal Extension District Swabi



**1.0 B PKR**

Construction of Jabba Dam,  
district Khyber



**695.0 M PKR**

Remodeling of Warsak Canal System  
in Peshawar and Nowshera districts





# WATER CONSERVATION (RURAL - URBAN)



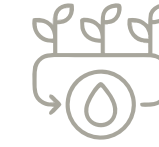
**300.0 M PKR**

Improvement of Chora and Moro Khwars near DHA Peshawar



**150.0 M PKR**

Rehabilitation of irrigation channels / Civil katahas in Southern District of Khyber Pakhtunkhwa



**100.0 M PKR**

Irrigation schemes in District Chitral (Upper & Lower)



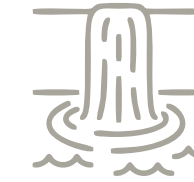
**300.0 M PKR**

Construction of Baz Ali Small Dam Kurram)



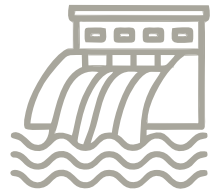
**150.0 M PKR**

Solar lift Irrigation schemes in Khyber Pakhtunkhwa



**100.0 M PKR**

Rehabilitation of Irrigation and flood Damaged infrastructure in District Buner



**300.0 M PKR**

Construction of Panjtar Dam Project District Buner



**100.0 M PKR**

Khyber Pakhtunkhwa flood resilience Program (KPFRRP),



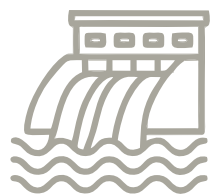
**300.0 M PKR**

Canal patrol roads in **southern region** of Khyber Pakhtunkhwa



**300.0 M PKR**

Canal patrol roads in **northern region** of Khyber Pakhtunkhwa



**300.0 M PKR**

Construction of Sumari Payan Dam District Kohat



KEY THEMATIC AREAS IN FY 2026-27



# CLIMATE RESILIENCE, GREEN GROWTH & IMPROVING BIO-DIVERSITY



# CLIMATE RESILIENCE, GREEN GROWTH & IMPROVING BIO-DIVERSITY



**12.0 B PKR**

**(Flagship Initiative)**

Disaster Risk Management Fund



**475.0 M PKR**

Billion Tree Afforestation  
Support Project



**332.0 M PKR**

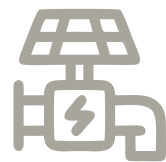
Establishment of Special  
Game Reserve in D.I Khan



**2.5 B PKR**

**(Flagship Initiative)**

Incentivize Electric Vehicle (EV)  
Adoption



**429.0 M PKR**

Solarization of Tubewells in  
Khyber Pakhtunkhwa



**318.0 M PKR**

Climate Smart Agriculture  
Practices in Khyber Pakhtunkhwa



**1.0 B PKR**

Up-Scaling Green Pakistan Program  
in Khyber Pakhtunkhwa



**350.0 M PKR**

Reclamation of Culturable  
Waste Land and Solarization of  
Agriculture Tube Wells



**200.0 M PKR**

**(GGRM initiative)**

Strengthening Solid Waste  
Management Systems and  
Service Delivery



**500.0 M PKR**

Billion Tree PLUS





# CLIMATE RESILIENCE, GREEN GROWTH & IMPROVING BIO-DIVERSITY



**200.0 M PKR**

Afforestation in dry/ arid zone for combating desertification and enhancing forest cover



**180.0 M PKR**

Solarization of Government Colleges in Merged Districts



**75.0 M PKR**

Demarcation of National Park, Wildlife Sanctuaries Biosphere Reserve and Conservancies in Khyber Pakhtunkhwa



**192.0 M PKR**

Urban and Peri-Urban Ecosystem Restoration and Plantation Interventions under Peshawar City Revitalization Plan



**112.0 M PKR**

Wildlife Adventure Park at Dhap Chabak, DI Khan



**60.0 M PKR**

Integrated Scientific Forest Management and Commercial Revival of Khyber Pakhtunkhwa Forest Development Corporation



**80.0 M PKR**

CPEC's Western Route Motorway Plantation Project



**60.0 M PKR**

Revitalization of Industrial Units and Asset Management of the Forest Development Corporation in Hazara division



**184.0 M PKR**

Value Chain Development of High Values Chilghoza Pine Forests in Khyber Pakhtunkhwa



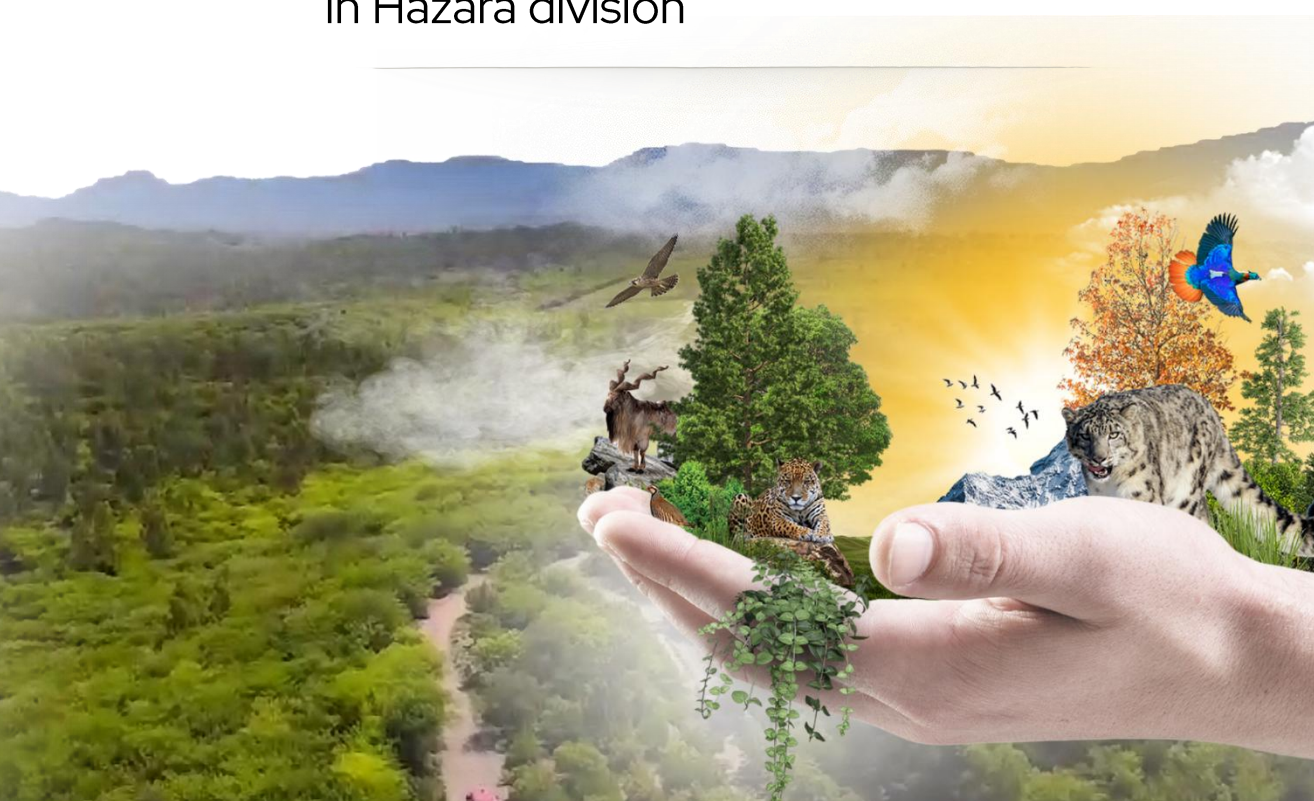
**80.0 M PKR**

Culturable Waste Land Development & Solarization of Existing Agriculture Tube/ Open Wells in newly Merged Districts of Khyber Pakhtunkhwa



**182.0 M PKR**

Climate Smart and Efficient Mechanized Farming Practices in Khyber Pakhtunkhwa





# CLIMATE RESILIENCE, GREEN GROWTH & IMPROVING BIO-DIVERSITY



**58.0 M PKR**

Strengthening Community-managed Protected Areas for Conserving Biodiversity and Improving Local Livelihoods in Pakistan



**57.0 M PKR**

Non-Timber Forest Product (NTFP) activities in Khyber Pakhtunkhwa



**50.0 M PKR**

Saif ul Malook National Park



**50.0 M PKR**

Development of designated forests carbon stock assessment for REDD + in Khyber Pakhtunkhwa



**50.0 M PKR**

(GGRM initiative)

Digital Monitoring of Urban Flooding and Ponding Points



**40.0 M PKR**

Fish and Biodiversity Center in Khyber Pakhtunkhwa



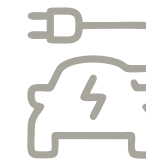
**30.0 M PKR**

Management Plan of Sheikh Badin National Park



**23.0 M PKR**

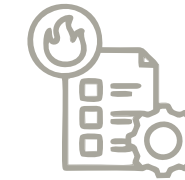
Survey and mapping of wildlife in Khyber Pakhtunkhwa



**20.0 M PKR**

(GGRM initiative)

New Energy Vehicles Policy



**10.0 M PKR**

(GGRM initiative)

Digitalization of Disaster Contingency Systems



**10.0 M PKR**

(GGRM initiative)

Urban Beautification and Infrastructure Upgradation Initiatives



KEY THEMATIC AREAS IN FY 2026-27



# CLEAN DRINKING WATER FOR ALL



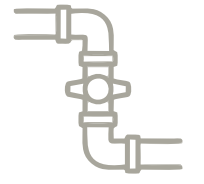
# CLEAN DRINKING WATER FOR ALL



**5.9 B PKR**

**(Flagship Initiative)**

Water and Sanitation Companies



**2.5 B PKR**

Gravity Flow Water Supply Scheme in District Mansehra



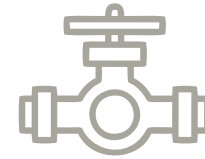
**2.0 B PKR**

Water Supply Schemes in PHE Division Peshawar-I & Peshawar-II



**716.0 M PKR**

Gravity Flow Water Supply Scheme Havelian Town District Abbottabad



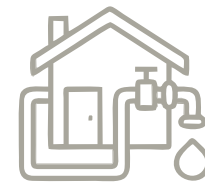
**700.0 M PKR**

Rehabilitation of Drinking Water Supply and Sanitation Schemes in Newly Merged Districts



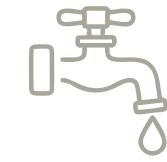
**400.0 M PKR**

Drinking Water Supply and Sanitation Schemes in Southern Districts (Kohat, Hangu, Karak, Bannu, Lakki Marwat, Tank and D.I. Khan)



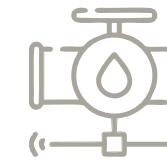
**400.0 M PKR**

Drinking Water Supply and Sanitation Schemes in Northern Districts of KP (Chitral Lower, Chitral Upper, Swat, Dir Upper, Dir Lower, Malakand, Buner, Shangla, Kohistan Upper, Kohistan Lower, Battagram, Mansehra, Torghar, Abbottabad, Kolai Pallas and Haripur)



**400.0 M PKR**

Drinking Water Supply and Sanitation Schemes in Central Districts of KP (Swabi, Mardan, Charsadda, Peshawar and Nowshera).



**300.0 M PKR**

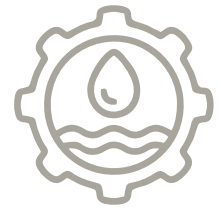
Water Supply and Sanitation schemes in Khyber Pakhtunkhwa



**250.0 M PKR**

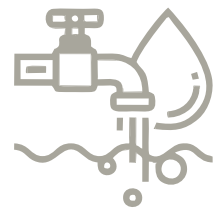
Gravity Water Supply Scheme from Lawaghar and Chan Ghuz Dams to various UCs of Karak





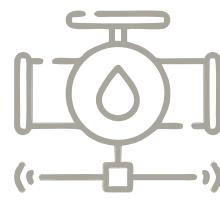
## 202.0 M PKR

Construction of Gravity based WSS and Rehabilitation of existing Infrastructure for Tehsil Matta to Kuza Bandai and Tehsil Khwazakhela to Charbagh District Swat



## 201.0 M PKR

Water Supply and Sanitation at Tehsil Gagra & Tehsil Chagharzai District Buner



## 200.0 M PKR

Water Supply & Sanitation Schemes in Khyber Pakhtunkhwa (Phase-III)



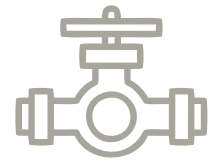
## 200.0 M PKR

Augmentation of Drinking Water Supply Distribution Network in Urban Areas of NMDs



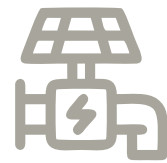
## 200.0 M PKR

Drinking Water Supply Schemes in Newly Merged Districts (AIP)



## 200.0 M PKR

Improvement of Sanitation and Drainage Infrastructure in Lakki city, District Lakki Marwat



## 200.0 M PKR

Rehabilitation & Solarization of Drinking Water Supply Schemes in Newly Merged Districts



## 181.0 M PKR

Augmentation of PHE existing water supply schemes in Khyber Pakhtunkhwa



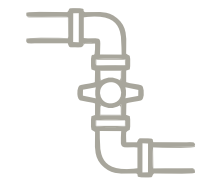
## 181.0 M PKR

Drinking Water Supply & Sanitation Schemes on need basis



## 180.0 M PKR

Water Supply & Sanitation Schemes in Khyber Pakhtunkhwa (Phase-II)



## 178.0 M PKR

Water Supply Schemes in different Union Councils (Thana Khas, Thana Bandajat, Malakand khas, Allandand, Dherai, Palai, Dheri Julagram, Totakan, Pirkhel, Agra, Upper Batkhela, Middle Batkhela, Lower Batkhela, and Tehsil Dargai District Malakand)





# CLEAN DRINKING WATER FOR ALL



**151.0 M PKR**

Water Supply and Sanitation Schemes in District Bannu



**137.0 M PKR**

Mega Drinking Water Supply & Sanitation Schemes for Naurang City, District Lakki Marwat



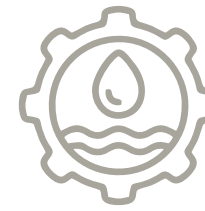
**52.0 M PKR**

(GGRM initiative)  
Digital Monitoring of Clean Drinking Water Supply



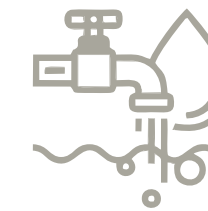
**150.0 M PKR**

Revitalization of Existing Drinking Water Supply Schemes in Newly Merged Districts



**120.0 M PKR**

Mega Drinking Water Supply Scheme for Tank City, District Tank



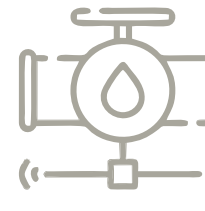
**35.0 M PKR**

(GGRM initiative)  
Upgrading Labs to Ensure Pure Drinking Water



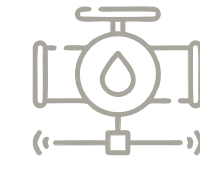
**150.0 M PKR**

Drinking Water Supply and Sanitation Schemes in D.I. Khan Division



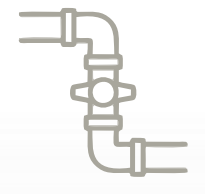
**100.0 M PKR**

Water Supply Scheme in District Abbottabad



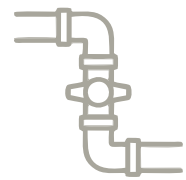
**30.0 M PKR**

Khushal Hazara Programme - Water Supply and Sanitation Schemes in District Torghar (KHP)



**100.0 M PKR**

Gravity flow water supply scheme from Lawaghar Dam to Karak City



**146.0 M PKR**

Gravity Based Drinking Water Supply and Sanitation Schemes in South FATA



**140.0 M PKR**

Overhead Reservoirs and distribution network in Existing Drinking Water Supply Schemes in KP (Phase-I)



KEY THEMATIC AREAS IN FY 2026-27



# DIGITAL KP



**1.0 B PKR**  
(Flagship Initiative)  
Establishment of AI Authority



**1.0 B PKR**  
(Flagship Initiative)  
Grant for KPITB



**500.0 M PKR**  
(Flagship Initiative)  
Free Public WiFi for Peshawar



**440.0 M PKR**  
Digitization (e-Governance)  
of Khyber Pakhtunkhwa



**375.0 M PKR**  
(GGRM initiative)  
Modernization of Land Revenue  
and Valuation Systems through  
Digital Systems



**221.0 M PKR**  
Establishment of Digital  
City Haripur



**195.0 M PKR**  
Employable Digital Skills  
Initiatives for Youth of  
Khyber Pakhtunkhwa



**178.0 M PKR**  
Technology incubation  
center in Merged Districts



**140.0 M PKR**  
Merged Areas Digital Connect



**80.0 M PKR**  
KP- Cyber Security Operation  
Centre



**79.0 M PKR**  
Community Driven Digital  
Access (Open WiFi) in  
Universities/Colleges, Public  
Places & Tourist Spots



**78.0 M PKR**  
Digital Economy and Skill  
Center (DESC) Shankar  
Campus Mardan



**77.0 M PKR**  
Establishment of IT Parks in  
Divisional HQs KP (Estate  
Buildings/ Rental Basis)



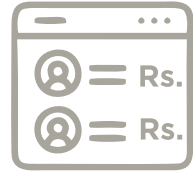
**64.0 M PKR**  
Tele-Farming and Digital  
Services Platform



**50.0 M PKR**  
Center of Excellence in Drone  
Technology



**50.0 M PKR**  
(GGRM initiative)  
Geospatial Survey and  
Boundary Infrastructure  
Systems



**50.0 M PKR**

(GGRM initiative)

Digital Pension and Payroll Management System



**43.0 M PKR**

(GGRM initiative)

Mining Cadastral System at the disposal of AD



**35.0 M PKR**

Commercialization of Indigenously Developed Products & Prototypes



**34.0 M PKR**

Merged Areas Digital Connect (Phase-II)



**30.0 M PKR**

Khushal Hazara Programme - Establishment of IT Park and Center for Training in Emerging Technologies in an Existing Government Building at Abbottabad



**30.0 M PKR**

(GGRM initiative)

Telemedicine Services



**25.0 M PKR**

(GGRM initiative)

ERP System for Training Institutes



**20.0 M PKR**

(GGRM initiative)

E-Procurement Systems



**20.0 M PKR**

(GGRM initiative)

Digital Platform for Public Sector Coordination



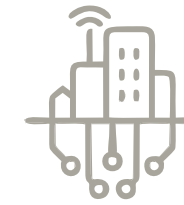
**13.0 M PKR**

Digital Internship Program for youth of MDs



**10.0 M PKR**

High-Performance AI-Compute, Big Data and Cloud Infrastructure for Khyber Pakhtunkhwa



**10.0 M PKR**

Tribal Digital City (TDC)





**10.0 M PKR**

(GGRM initiative)

Integrated Digital Governance  
Platforms



**5.0 M PKR**

(GGRM initiative)

Digital Case Management Systems



**10.0 M PKR**

(GGRM initiative)

Operationalization of Athlete MIS



**5.0 M PKR**

(GGRM initiative)

Digitalization of Driver  
Licensing Systems



**7.0 M PKR**

Tribal Technology Incubation  
Center (TTIC)



**5.0 M PKR**

(GGRM initiative)

Digitalization of Transport  
Permit and Licensing Systems



1 | UNDERSTANDING BUDGET

2 | BUDGET AT A GLANCE

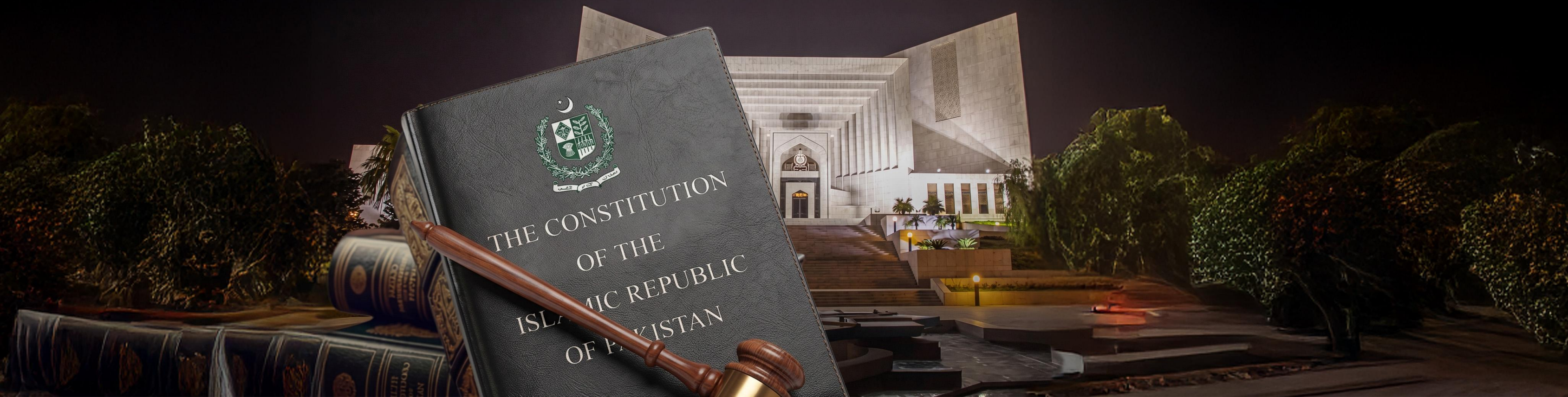
3 | FLAGSHIP INITIATIVES

# 04 DEEP DIVE ON KEY ISSUES

## Part IV-Chapter 1

of the Constitution of Pakistan governs the distribution of revenues while the National Finance Commission is formed under Article 160

NFC award is the framework for distribution of revenue between the federation and the provinces



## 7<sup>th</sup> NFC Award is in vogue since 2010

### Vertical Distribution, Federal vs Provinces



### Indicators for distribution among provinces

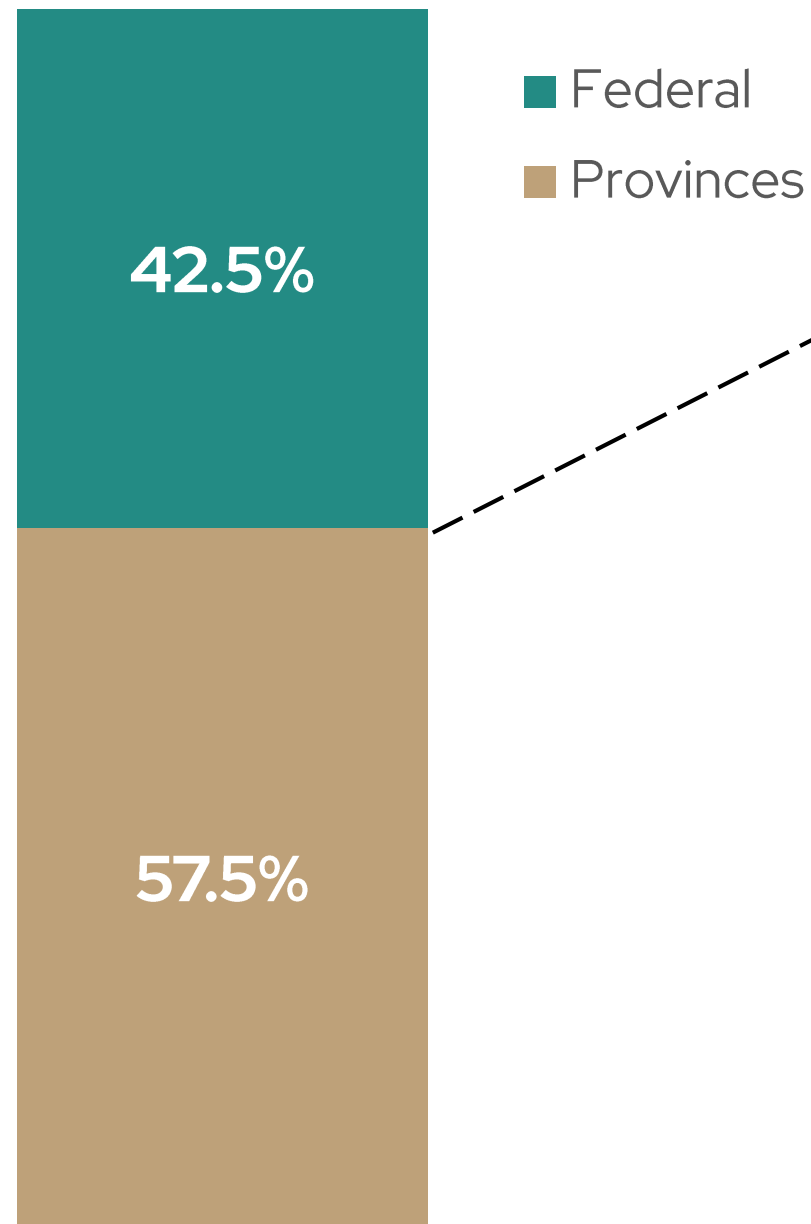
%

#	Indicator	Weightage
1	Population	82.0%
2	Poverty / backwardness	10.3%
3	Revenue collection / generation	5.0%
4	Inverse population density	2.7%
<b>Total</b>		<b>100.0%</b>

## Khyber Pakhtunkhwa's share in provincial distribution is 14.62%

### Vertical Distribution, Federal vs Provinces

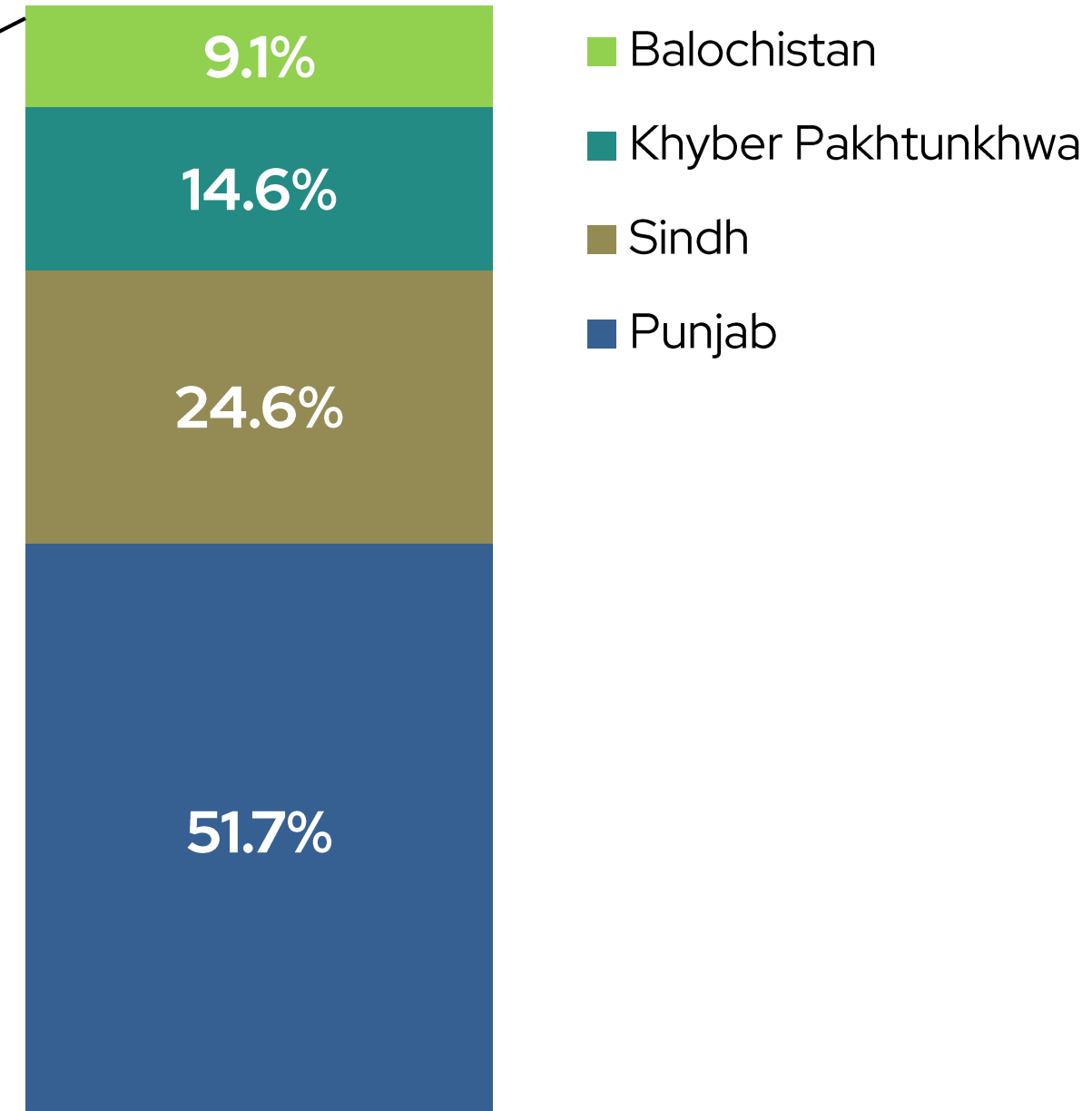
%



Vertical distribution

### Horizontal Distribution among provinces

%



Horizontal distribution

**Khyber Pakhtunkhwa projected to spend Rs 63 Bn out of its own kitty on current expenditure of merged districts by the end of FY 2025-26**

“As merged districts have remained critically underfunded for more than three years, the only way forward is an urgent re-evaluation of resource distribution via the NFC Award, which in its current state ultra vires the Constitution of Pakistan 1973 following the passage of the 25th Amendment on May 31, 2018”



With a true financial merger of the merged districts, KP's NFC share in horizontal distribution increases from 14.62% to 16.79%

NFC Indicators	Pre - Merger Share (%)	Post - Merger Share (%)	Post - Merger (KP + Ex-FATA) Net Change (%)
Population	11.33	13.04	1.71
Poverty & Backwardness	2.87	3.26	0.39
Inverse Population Density	0.17	0.2	0.03
Revenue Collection	0.25	0.29	0.04
<b>Net Impact</b>	<b>14.62</b>	<b>16.79</b>	<b>2.17</b>

Province	7 <sup>th</sup> NFC Horizontal Share	Updated 7 <sup>th</sup> NFC Share (%)	1% for War on terror (%)	Total % Share
<b>Punjab</b>	51.74	50.46		
<b>Sindh</b>	24.55	23.29		
<b>Khyber Pakhtunkhwa</b>	14.62	16.79	1.80	18.59
<b>Baluchistan</b>	9.09	8.83		

Merged Districts' share that was unconstitutionally distributed as non-shares to other provinces

Year	Punjab	Sindh	Balochistan	Khyber Pakhtunkhwa
2018-19	63.6	31.1	13.2	(107.9)
2019-20	59.1	28.9	12.3	(100.3)
2020-21	59.6	29.2	12.4	(101.2)
2021-22	69.8	34.2	14.5	(118.5)
2022-23	65.2	31.9	13.6	(110.7)
2023-24	65.7	32.2	13.7	(111.6)
2024-25	84.5	41.4	17.6	(143.5)
2025-26	100.4	49.1	20.9	(170.4)
<b>Total</b>	<b>568.0</b>	<b>278.1</b>	<b>118.1</b>	<b>(964.2)</b>

## KP issues to be solved as part of the NFC

---

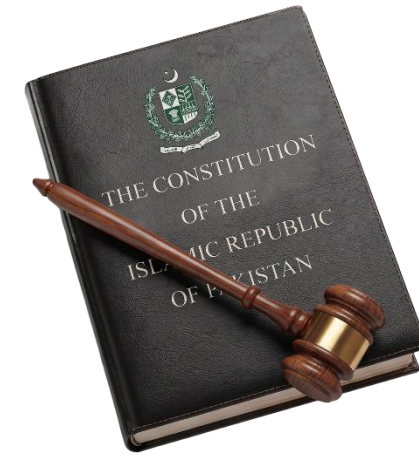
### Correction to the 7<sup>th</sup> NFC:

Urgently removing continued non-compliance of the 7<sup>th</sup> NFC with the constitution after the 25<sup>th</sup> amendment

### Key issues:

- a.** Formalizing national commitments to the development of the merged districts as part of the award
- b.** Resolving the issue of NHP through removing non-compliance to article 161(2) of the constitution
- c.** Ensuring the NFC award is based on the latest population census conducted in 2023
- d.** Considering other revenue sources part of national fiscal distribution (e.g. FED on crude oil) while designing the award
- e.** Ensuring an NFC award with fiscal equalization at its heart in the interests of the entire federation
- f.** Others: Federal Excise Duty on Tobacco Crop, Windfall Levy on Oil, etc.

**Net Hydel Profit (NHP)**  
is granted through  
the 1973 Constitution



## Article 161 (2) states

“The net profits earned by the Federal Government, or any undertaking established or administered by the Federal Government from the bulk generation of power at a **hydro-electric station shall be paid to the Province in which the hydro-electric station is situated.**”

**Annual payments have not been consistently in line with dues,**  
having dried up completely after the change in federal government

Fiscal Year	Budgeted (Rs. Billion)	Actual (Rs. Billion)
2017-18	35.8	41.5
2018-19	65.3	20.0
2019-20	55.7	16.0
2020-21	58.3	47.0
2021-22	74.7	21.0
2022-23	61.9	4.9
2023-24	87.9	7.0
2024-25	111.3	33.0
2025-26	105.98	36.0*

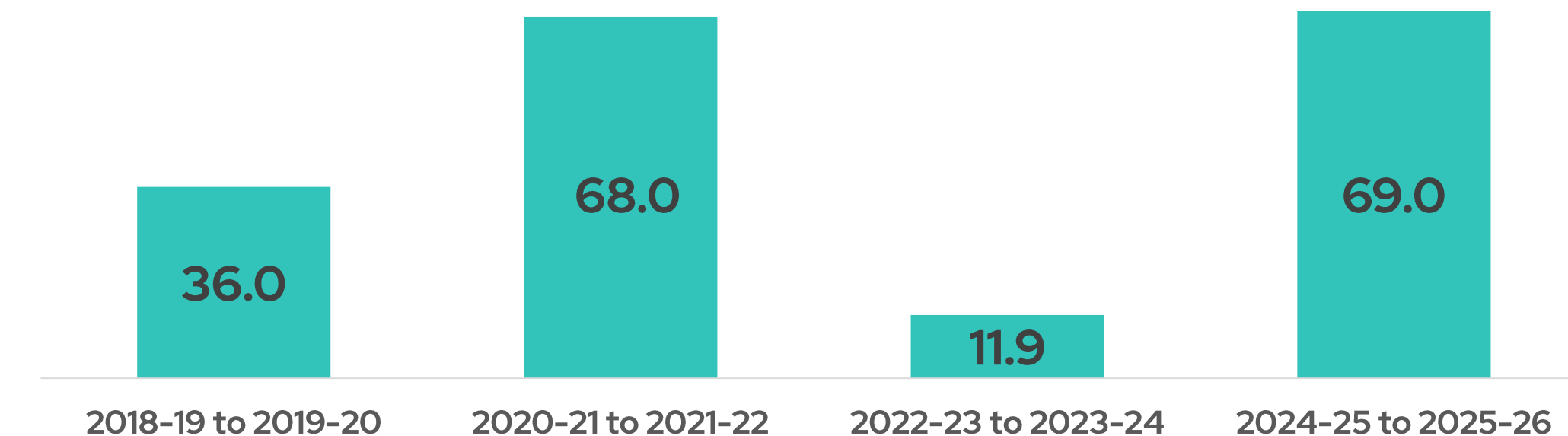
\* 36.0 B is projected till June 2026



## Annual payments have not been consistently in line with dues, having dried up completely after the change in federal government

- a) Out-of-the-box solution on how to pay NHP according to AGN Kazi formula
- b) For the interim period, implementation of 2016 MoU in letter and spirit including annual indexation of 5%
- c) Institutionalizing monthly NHP payments to Khyber Pakhtunkhwa by delinking it with WAPDA
- d) Approval of interim arrangement of NHP including indexation in next CCI meeting

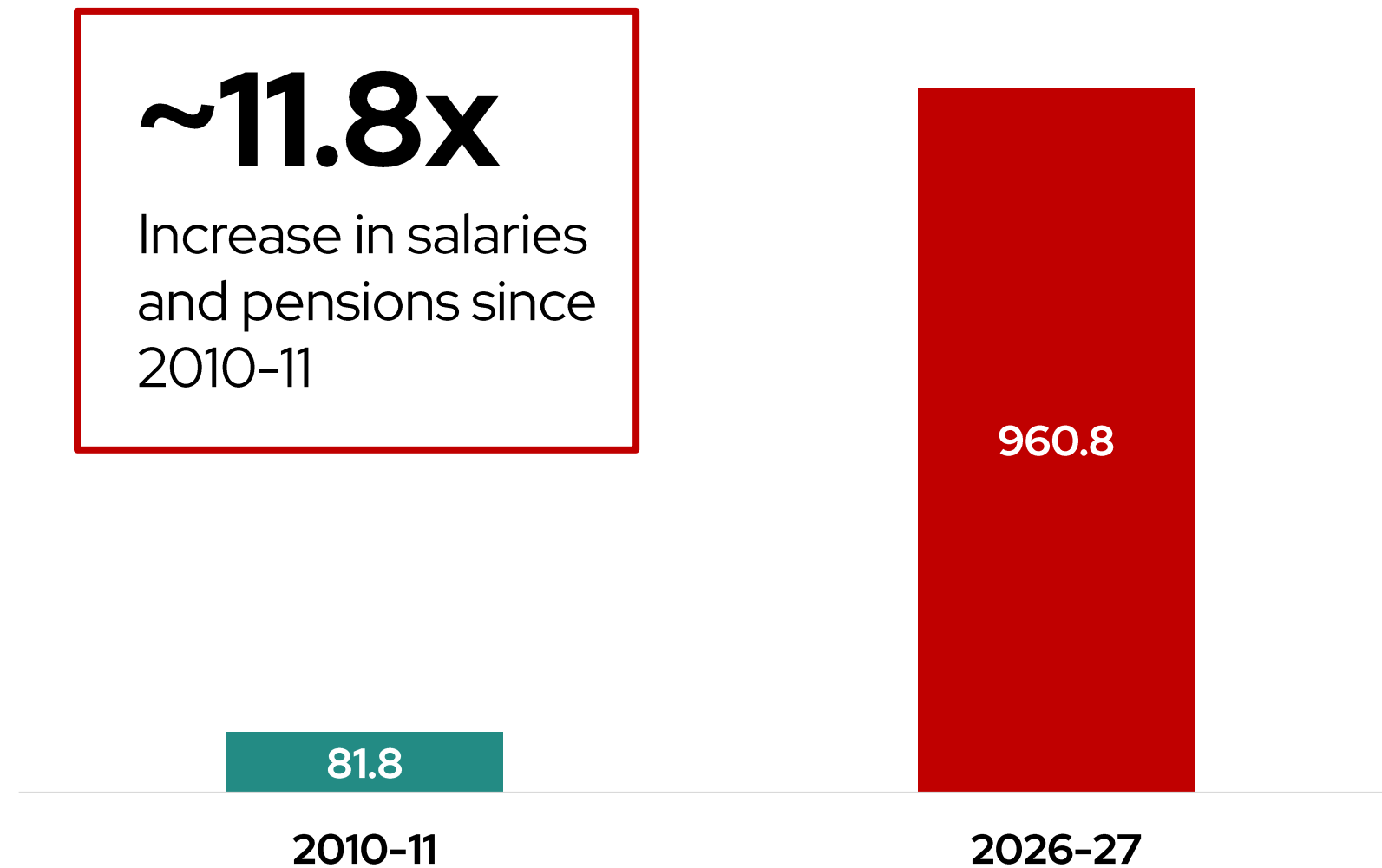
**NHP receipts in last 8 years**  
Rs. Billions



The government salary and pension bill has **increased by 1,075%** in the **last 16 years**

## Salary & Pensions bill comparison, 2010-11 to 2026-27

Rs. Billions - Settled Districts

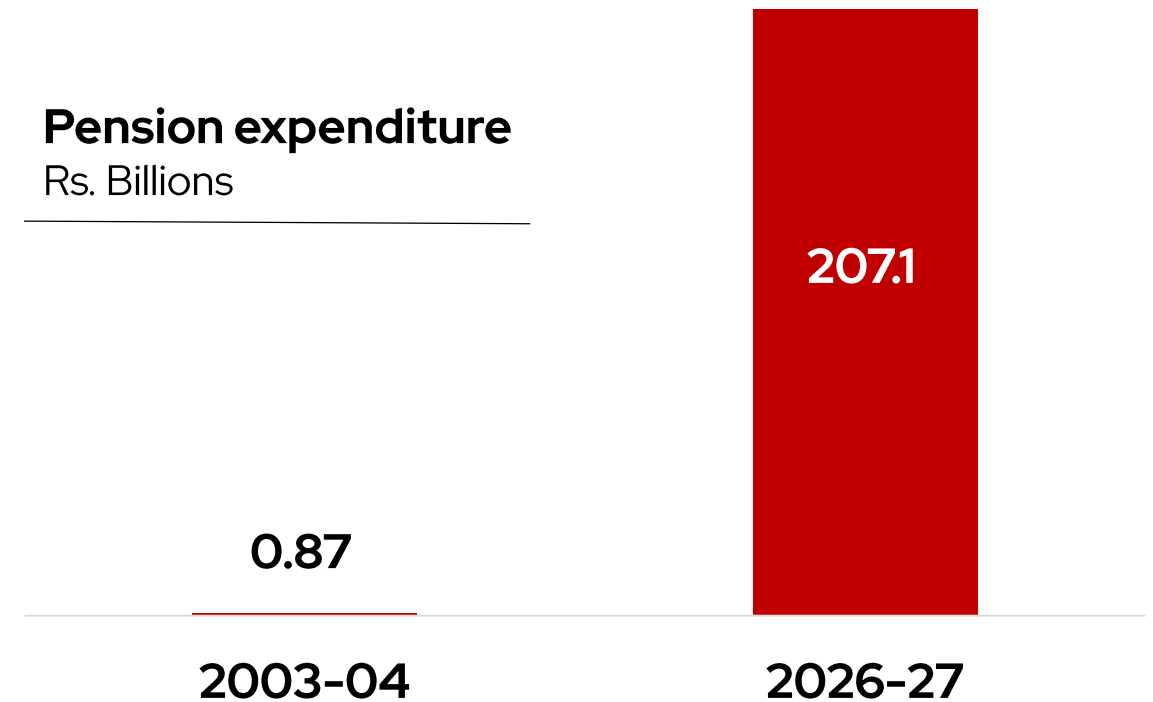


Pension expenditure has gone from **1% to more than 9.5%** of the budget in **last two Decades**

**~238x**

Increase in pensions since 2003-04

Pension expenditure  
Rs. Billions



## PKR BILLIONS

Department	Current	Development	Total
Agriculture, Livestock & Dairy Development Department	15.5	13.9	29.4
Auqaf, Religious, Minority & Hajj Department	3.0	1.6	4.6
Communication & Works department	19.8	96.3	116.1
Debt Servicing	99.3	0.0	99.3
Elementary & Secondary Education Department	376.0	21.9	397.9
Energy & Power Department	1.1	41.8	42.9
Environment & Forestry Department	10.8	5.5	16.2
Establishment & Administration Department	15.6	1.3	16.9
Excise and Taxation Department	2.4	0.3	2.7
Finance Department	20.2	8.1	28.3
Food Subsidy	12.1	0.6	12.7
Govt Investment & Committed Contribution	69.0	0.0	69.0
Grant to Local Councils	22.2	0.0	22.2
Health Department	286.4	48.5	334.9
Higher Education, Archives & Libraries Department	56.8	7.0	63.7
Home & Tribal Affairs Department	16.2	13.5	29.7
Housing Department	1.4	0.8	2.3
Industries, Commerce & Technical Education Department	2.1	1.4	3.5
Information & Public Relations Department	2.6	0.5	3.2
Law & Parliamentary Affairs Department	21.8	6.0	27.8
Livestock & Dairy Development Department	15.2	4.2	19.3
Loans and Advances	0.4	0.0	0.4



# DEPARTMENTAL AND SECTORAL ALLOCATIONS – ALL KP

PKR BILLIONS

Department	Current	Development	Total
Local Government, Elections & Rural Development Department	25.7	64.7	90.4
Mines & Mineral development department	2.5	0.3	2.8
Pension	2071	0.0	2071
Planning & Development Department	2.0	48.9	50.9
Police	173.8	17.6	191.4
Population Welfare Department	5.6	0.6	6.2
Provincial Assembly	4.4	0.0	4.4
Public Health Engineering Department	20.7	14.7	35.4
Relief Rehabilitation & Settlement Department	33.7	3.4	37.1
Revenue & Estate Department	31.3	1.5	32.8
Science Technology & Information Technology Department	3.3	2.2	5.5
Sports, Culture, Tourism & Museums Department	3.6	7.5	11.1
Tehsil ADP	0.0	52.8	52.8
Technical Education & Manpower	5.3	1.4	6.7
Tourism & Culture Department	2.4	7.2	9.6
Transport & Mass Transit Department	13.5	1.1	14.6
Zakat, Usher, Social Welfare, Special Education & Women Empowerment Department	25.9	2.3	28.3
3% NFC Other Provinces' Share Unfunded	0.0	0.0	0.0
<b>Total</b>	<b>1,645.7</b>	<b>524.3</b>	<b>2,170</b>



فنانس  
ڈیپارٹمنٹ  
حکومت خیبر پختونخوا



FINANCE  
DEPARTMENT  
GOVERNMENT OF  
KHYBER PAKHTUNKHWA

THANK YOU