

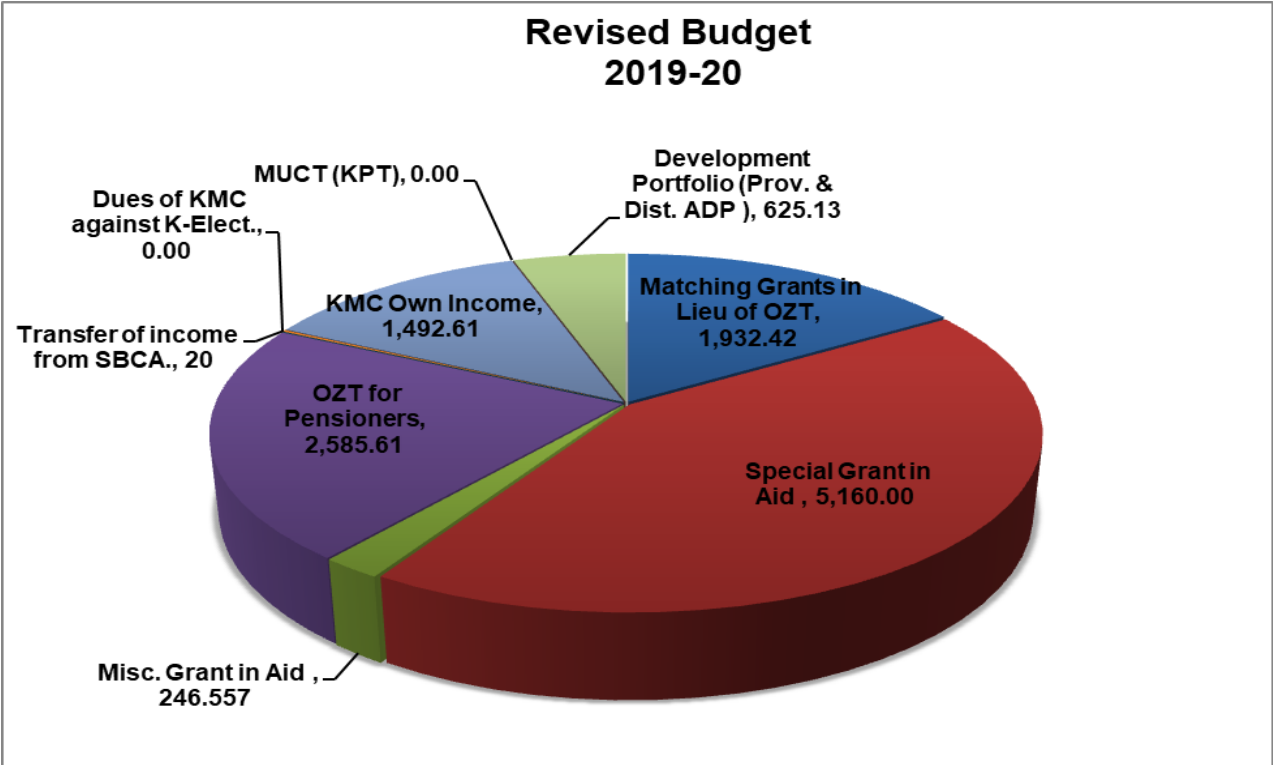
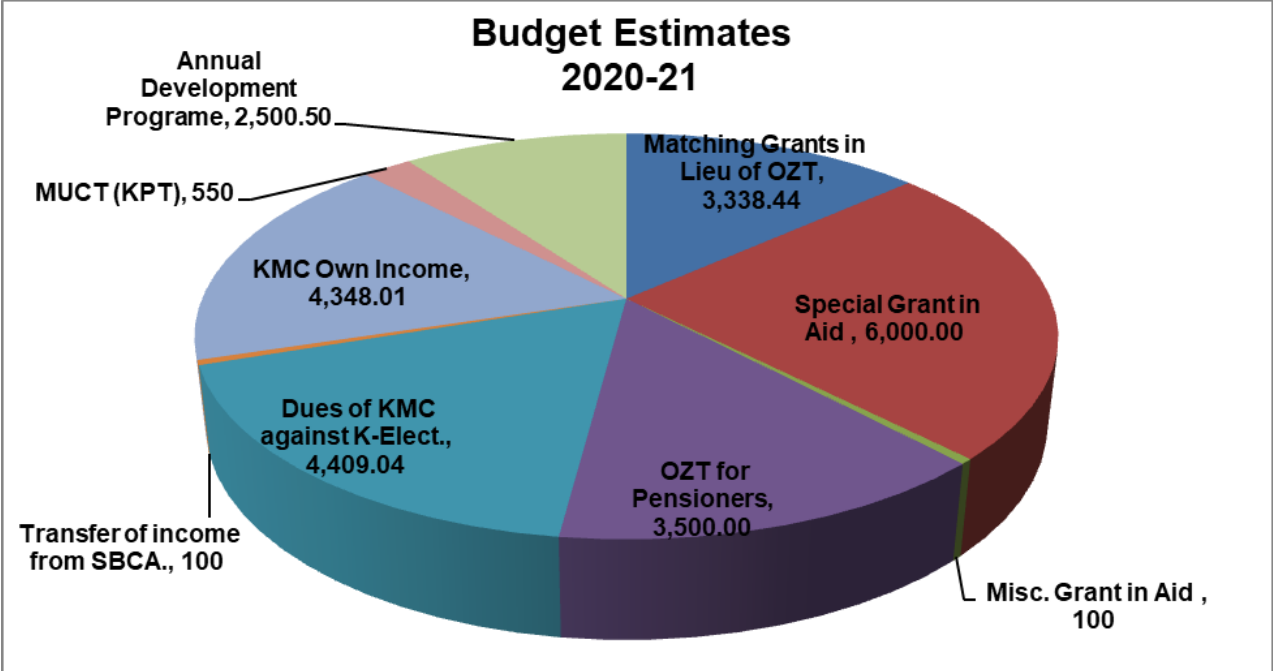
**Estimates of Receipts  
2020-2021**

## **Estimates of Receipts 2020-2021**

### **Revenue Budget 2020-2021**

<b>Nomenclature</b>	<b>Budget Estimates 2020-2021</b>	<b>%</b>	<b>Revised Budget 2019-2020</b>	<b>%</b>	<b>Budget 2019-2020</b>
<b>Matching Grants in Lieu of OZT</b>	<b>3,338.44</b>	<b>13.44%</b>	<b>1,932.42</b>	<b>16.02%</b>	<b>3,338.43</b>
<b>Special Grant in Aid</b>	<b>6,000.00</b>	<b>24.15%</b>	<b>5,160.00</b>	<b>42.78%</b>	<b>6,000.00</b>
<b>Misc. Grant in Aid</b>	<b>100.00</b>	<b>0.40%</b>	<b>246.557</b>	<b>2.04%</b>	<b>100.00</b>
<b>OZT for Pensioners</b>	<b>3,500.00</b>	<b>14.09%</b>	<b>2,585.69</b>	<b>21.44%</b>	<b>3,500.00</b>
<b>Dues of KMC against <u>K-Elect.</u></b>	<b>4,409.04</b>	<b>17.75%</b>	<b>-</b>	<b>0.00</b>	<b>4,409.04</b>
<b>Transfer of income from <u>SBCA.</u></b>	<b>100.00</b>	<b>0.40%</b>	<b>20.00</b>	<b>0.17%</b>	<b>100.00</b>
<b>KMC Own Income</b>	<b>4,348.01</b>	<b>17.50%</b>	<b>1,492.61</b>	<b>12.37%</b>	<b>5,068.35</b>
<b>MUCT (KPT)</b>	<b>550.00</b>	<b>2.21%</b>	<b>-</b>	<b>0.00%</b>	<b>600.00</b>
<b>District ADP</b>	<b>2,500.50</b>	<b>10.06%</b>	<b>625.13</b>	<b>5.18%</b>	<b>3,334.00</b>
<b>Total Receipts</b>	<b>24,845.99</b>	<b>100%</b>	<b>12,062.40</b>	<b>100.00%</b>	<b>26,449.82</b>

# Estimates of Receipts 2020-2021



## **Estimates of Receipts 2020-2021**

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According to the census 2017, the population of Metropolis City of Karachi was declared 14.90 million, whereas the unofficial sources claiming population over 30 million. Karachi is one of the world's fastest growing cities and has communities representing almost every national group in Pakistan. Karachi is the most populous city in Pakistan and sixth-most-populous city in the world and situated on the Arabian Sea, Karachi serves as a transport hub, and have Pakistan's two largest seaports.

Karachi city is Pakistan's premier industrial and economic centre and is considered as the cultural, economic, philanthropic, educational, and political hub of the Pakistan. Karachi is also Pakistan's most cosmopolitan city. Approximately 90% of the multinational corporations operating in Pakistan are headquartered in Karachi.

Keeping in view of facts and as per ground realities, the Budget of Karachi Metropolitan Corporation principally intend to provide the civic services to the citizens of Karachi specially remote areas, as envisaged in the Sindh Local Government Act 2013. The emphasis has been made on good governance, effective delivery of services and transparent through institutionalized participation of people. The development and extension of environmental conditions and improvement in the quality of life is to be ensured. The deteriorating infrastructure of civic services, rapid growth of population and increase in the non-developmental activities beside persistent escalation in prices and constant decline in the income from the revenue resources which are static and inelastic in nature are the factors which has made the task of budgeting more complex.

The span of the responsibilities of Karachi Metropolitan Corporation is widening constantly with rapid metropolitan growth in urbanization. In order to achieve requirement of utmost continuous services (both Development and Maintenance of Infrastructure) to the citizens of Karachi city, all efforts should be made to mobilize and tabbed all possible own revenue resource as provided in the Sindh Local Government Act 2013. The Budget of Karachi Metropolitan Corporation basically aims for the improvement of basic municipal services to the declared Katachi Abadies especially to the less privileged people. The emphasis

## **Estimates of Receipts 2020-2021**

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has been made on good governance, effective delivery of services and transparent decision making through institutionalized participation of people. The expansion of environmental conditions and improvement of basic municipal infrastructure is to be ensured.

The elected members of KMC's Council presents the budget estimates of Karachi Metropolitan Corporation for the financial year 2020-2021, the total outlay of budget comes to **Rs.24,845.99** million as under:

(Rs.in Million)

Sr. No.	Nomenclature	Budget Estimates 2020-2021	Budget Revised 2019-2020	Budget Estimates 2019-2020
1	Current Receipts	20,676.06	11,185.93	20,374.59
2	Capital Receipts	4,169.93	876.48	6,075.74
	<b>Total.</b>	<b>24,845.99</b>	<b>12,062.40</b>	<b>26,449.83</b>

### **Current Receipts.**

The main components of the current receipts are briefly described in the following manners:

- Matching Grant (in lieu of Octroi / Zila Tax) from the Government of Sindh out of the share of General Sales Tax received from Federal Government.
- Special Grant in Aid (for salary & pension) from the Government of Sindh.
- Income is derived from recovery of Fees, Charges, Tax, Rent, Toll & other Recoveries etc. collected by the different departments of KMC as allowed in the prevailing law i.e. SLGA-2013.
- Releases of fund from Government of Sindh towards District Annual Development Program.

# **Estimates of Receipts 2020-2021**

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## **Capital Receipts**

The main components of the capital receipts are briefly described in the following manners:

- Income from sale of municipal land and lease proceeds.
- Auction of shops, offices & etc at Parking Plaza Lines Area.
- Commercial / Parking Plaza at Shahbuddin Market.
- Zulfiqarabad Oil Tanker Terminal.

The above table reflects that an amount of **Rs.24,845.986** million is earmarked for the next financial year's budget 2020-2021 as against the budget estimates of **Rs.26,449.825** million for the year 2019-2020 and revised estimates are reduced to **Rs.12,062.402** million, this drastic curtailment is mostly arise after effects of lockdown as well as outbreak of the spread of pandemic COVID-19. The entire world has distressed the political, social, religious, economy and financial structures of the whole world. The world economic tycoon such as USA, China, Japan, almost all the European countries and many others are at the verge of collapse. The same situation is being faced by Pakistan including port city Karachi especially in the last four months of the current financial year. Resultantly, the revenue collection of all local government institutions including KMC has been hampered badly due to spread of COVID-19 as well as lockdown situation. During the lockdown for more than three months no income whatsoever realized therefore the exchequer of the KMC shows almost nil balances in all accounts. Further due to non finalization of issues / disputes between KMC and other departments / GoS, important revenue recoveries heads i.e Land Commercialization Fee on KMC's Major Roads, Fee on BTS Towers, KMC's Dues against K-Electric, License Fee on Mulching Animals, Toll Tax from Link Road b/w National Highway to Super Highway, Lines Area Parking Plaza, MUCT Dues against on KPT have been curtailed, which are stuck-up and not realized.

## Estimates of Receipts 2020-2021

The following table shall further reveal the department-wise revenue income of KMC for the next financial year 2020-2021 and revised budget estimates for the financial year 2019-2020 and budget estimates of the same year:

(Rs.in million)

Sr. No.	Department	Budget Estimates 2020-2021	Revised Estimates 2019-2020	Budget Estimates 2019-2020
<b>1</b>	<b>Grants/Releases/ Share from Government</b>			
	Matching Grants in Lieu of Octroi from GoS.	3,338.437	1,920.564	3,338.437
	Special Grant in Aid.	6,000.000	5,160.000	6,000.000
	Misc. Grant in Aid.	100.000	246.557	100.000
	OZT share of DMCs for Pensioners	3,500.000	2,585.868	3,500.000
	<b>Total</b>	<b>12,938.437</b>	<b>9,924.845</b>	<b>12,938.437</b>
<b>2.</b>	<b>Revenue Department.</b>			
	Land	1013.000	244.400	1,092.200
	P.D.Orangi	187.426	79.000	177.426
	Katchi Abadis	90.000	85.000	85.000
	Estate	146.100	57.910	171.100
	Charged Parking / Toll Tax.	70.600	66.010	65.600
	Enforcement/ Anti-Encroachment.	16.000	12.000	47.385
	<b>Total</b>	<b>1,523.126</b>	<b>544.320</b>	<b>1,591.326</b>
<b>3.</b>	<b>Recreation, Culture &amp; Sports.</b>			
	Culture & Sports & Sports Complex	22.200	18.150	20.800
	ZOO.	95.300	55.206	87.365
	Safari Park.	34.350	21.855	30.675
	Alladin Park.	44.000	36.010	38.527
	<b>Total</b>	<b>195.850</b>	<b>131.221</b>	<b>177.367</b>
<b>4.</b>	<b>Engineering</b>	81.500	45.000	71.000
	<b>Total</b>	<b>81.500</b>	<b>45.000</b>	<b>71.000</b>

# Estimates of Receipts 2020-2021

(Rs. in millions)

Sr. No.	Department	Budget Estimates 2020-2021	Revised Estimates 2019-2020	Budget Estimates 2019-2020
<b>5.</b>	<b>Finance &amp; Accounts..</b>			
	Financial Resources & MUCT.	1,232.560	628.074	1,152.960
	<b>Total</b>	<b>1,232.560</b>	628.074	<b>1,152.960</b>
<b>6.</b>	<b>Secretariat</b>			
	Misc. Income from different departments.	1.085	0.416	1.090
	Parks & Horticultural.	37.900	14.300	34.360
	Veterinary.	205.763	23.555	193.323
	<b>Total</b>	<b>244.748</b>	<b>38.271</b>	<b>228.773</b>
<b>7</b>	<b>E &amp; I Promotion</b>	15.625	15.005	16.075
<b>8</b>	<b>Medical &amp; Health Department.</b>	72.500	40.690	71.035
<b>9</b>	<b>Transport &amp; Communication</b>	661.500	11.500	663.800
<b>10</b>	<b>Municipal Services</b>	70.500	38.350	89.000
<b>11</b>	<b>Information Technology</b>	0.100	0.001	0.100
	<b>Total.(1 to 11)</b>	<b>17,036.946</b>	<b>11,417.277</b>	<b>16,999.843</b>
<b>12.</b>	<b>Other Revenues</b>			
	Provincial <b>ADP.</b>	-	-	1,007.312
	District <b>ADP.</b>	2,500.000	625.125	3,334.000
	KMC dues against <b><u>K-Electric.</u></b>	4,409.040	-	4,409.040
	Transfer of income on account of Entertainment Tax (Current & Arrears) from GoS	250.000	-	-
	Transfer of income from <b><u>SBCA.</u></b>	100.000	20.000	100.000
	KMC dues against KPT.	550.000	-	600.000
	<b>Grand Total.KMC (1 to 12)</b>	<b>24,845.986</b>	<b>12,062.402</b>	<b>26,449.825</b>



# Estimates of Receipts 2020-2021

The major sources of revenue income of various Departments shown in the above table are detailed and discussed as under:

## Matching Grants / OZT.

### ✓ Matching Grants from Government in Lieu of Octroi & Zila Tax

<u>(Rs.in Million)</u>		
Nomenclature	Year	Amount
• Budget Estimates	2020-2021	Rs.3,338.437
• Revised Estimates	2019-2020	Rs.1,920.564
• Budget Estimates	2019-2020	Rs.3,338.437

An amount of **Rs.3,338.437** million was estimated in the current FY 2019-20 on account of matching grants from provincial government in lieu of OZT, which has to revise by Rs.1,932.420 million due to short releases. Thus the same amount of **Rs.3,338.437** million has again earmarked for next year's budget for the year 2020-2021 with the hope that the GoS may revised the legitimate OZT share of KMC to a reasonable level.

In order to safe guards the interest of the importers as well as assumption that the prices of the goods may go down, the Federal Government had abolished Octroi & Zila Tax in the year 1999-2000 which was the main stay of the councils (80% of total collection) and was used to be the back bone of the local council's finances. To compensate the revenue loss on account of collection of Octroi & Zila Tax of local councils, the Federal Government has increased 2.50% General Sales Taxes (GST) from 12.50% to 15.00%. This additional collection of GST i.e 2.50% was allocated exclusively to the local councils in lieu of Octroi & Zila Tax.

Unfortunately, the income from the additional 2.5% GST has not been able to make up for the foregone Octroi / Zila Tax which used to cover entire non-development expenditure including salaries which have now swelled-up enormously due to annual normal increase and time to time increases in salary and pension permitted by the Government.

## **Estimates of Receipts 2020-2021**

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It is pertinent to worth mentioning that in the current fiscal year 1999-20, the GoS has continued to paralyze the KMC elected council has done on devolution of Education, Health & Local Taxes departments to the respective DMCs in the year 2016-2017. The Finance Department, GoS has distributed the OZT share without considering the sharing formula between KMC and DMCs (33% and 67%) and protected the gross salary of DMCs employees without adhering to the grievances of KMC employees. An amount of Rs.141.690 million per month only was released on account of OZT share to KMC. The GoS released OZT share to KMC by increasing 15% on last year OZT share of Rs.140.040 million i.e. Rs.21.006 per month, which comes to Rs.252.072 million per annum. Similarly the DMCs share have been increased by 15% of Rs.252.320 million p.m. i.e. Rs.37.848 million p.m.

Similarly in the financial year 2017-2018, the GoS has enhanced 15% OZT share of all the local councils in Sindh except Karachi Metropolitan Corporation to meet the shortfall in salaries and ignored KMC for additional grant of 15% increase due to unknown reasons.

In the year 2018-19, the Government of Sindh has enhanced 10% Salary & Pension to the entire Government employees working in Sindh and released funds for disbursement of salary & pension to provincial employees. However, no additional fund / grants were released to KMC for payment of salary & pension with 10% increase and deprived of KMC for the same benefit which was availing employees / pensioners in all over the province, which was quite injustice. The financial repercussion caused on adoption of the aforesaid government increase / directives from the own resources, which ultimately affected the other essential following expenditure of the corporation:-

1. POL to Service Vehicles i/c Fire Tenders & City Warden Vehicles and Ambulances.
2. Repair & Maintenance of Fire Vehicles, Ambulances , heavy machineries etc.
3. Payment of K-electic bills.
4. Supply of Oxygen for KMC Hospitals

## Estimates of Receipts 2020-2021

5. Janitorial Services at Abbasi Shaheed Hospital, Women Sports Complex & Parks.
6. Hiring of Heavy Machinery (Removal of Encroachment & Cleaning of Nallahas).

Again in the year 2019-20, the Government of Sindh increased 15% salary and pension to government employees but due to non availability of sufficient funds in the exchequer of KMC, the KMC's employees and retired pensioners are deprived of the same benefit is quite injustice as the same benefit is availing throughout Sindh Province since July 2019. The monthly financial implication of 15% salary increase is Rs.40.02 million while the increase in monthly Pension comes to Rs.33.53 million, making monthly increase of Rs.73.55 Million in total

### ✓ Special Grant in Aid.

Nomenclature	Year	(Rs.in Million)
		Amount
• Budget Estimates	2020-2021	Rs. 6,000.000
• Revised Estimates	2019-2020	Rs.5,160.000
• Budget Estimates	2019-2020	Rs.6,000.000

As per past practice an amount of Rs.6,000.000 million (@Rs.500 million p.m.) has again been repeated and earmarked for the next fiscal year's budget estimates 2020-2021 as against Revised Estimates of Rs.5,160.00 million, as the government has released Rs.430 million per month as against the demand of Rs.500 million per month.

The back ground of the Grant- in Aid is given hereunder:

- Since 2011-2012 the Government of Sindh had been releasing Rs.500.00 million per month to KMC as Grant in Aid to meet out the shortfall in payments of salary to the employees of the KMC.
- The Special Grant-in Aid of Rs.500.00 per month was continued to release by the Government of Sindh upto August 2016.

## **Estimates of Receipts 2020-2021**

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- On revival of KDA in May 2016, the Government of Sindh had reduced the Grant-in Aid of KMC from Rs.500.00 million p.m. to Rs.300.00 million p.m. and rest Rs.200.00 million p.m were released to KDA to protect the salaries of KDA employees from the Grant-in-Aid of KMC while the actual requirement of salaries for employees of KMC was ignored.
- The Mayor Karachi was taken up the matter with Chief Minister Sindh for release of reduced amount of Rs.200.00 million p.m from the Grant-in Aid of KMC, for protection of salary & pension of KMC employees & pensioners.
- On approaching of Mayor, Karachi to the Chief Minister Sindh, the Secretary Local Government Department, GoS moved a Summary to Chief Minister Sindh in October 2017 for release of curtailed amount of Rs.200 million p.m. and recommended to increase the Grant of KMC to Rs.500 million p.m for payment of salary of KMC employees.
- From November 2017 the Finance Department, GoS has increased the Special Grant-in Aid by Rs.130.00 million p.m instead of agreed amount of Rs.200 million per month (Total Rs.430 million). The Secretary Finance, GoS has refused to pay the salary of KM&DC, Stipend to House Job Doctors/ PGs/ Nurses and Fire Risk Allowance to Fire Brigade Staff.
- Since then the Mayor Karachi continuously approaching the Government of Sindh to release balance Grant-in Aid of Rs.70.00 million p.m to fill up the gap of actual releases and disbursement of monthly salaries of KMC employees.

## **Estimates of Receipts 2020-2021**

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✓ **Entertainment Tax.**

As provided in the Schedule-V (Part-I) of Sindh Local Government Act 2013, wherein it is clearly mentioned that the collection of **ENTERTAINMENT TAX** is required to be collected by the Karachi Metropolitan Corporation but as per previous practice the same is being collected by the Excise & Taxation Department, Government of Sindh. In anticipation of, therefore a new head of income has also been reflected in the budget for the year 2020-21.

The GoS has been regularly requested to remit the entire amount already collected on account of **ENTERTAINMENT TAX** since promulgation of SLGA 2013 to KMC.

✓ **Revenue Departments KMC.**

**(Rs.in Million)**

Revenue Department.	Budget Estimates 2020-2021	Revised Estimates 2019-2020	Budget Estimates 2019-2020
<b>Land</b>	1,013.000	244.400	1,092.200
<b>P.D.Orangi</b>	187.426	79.000	177.426
<b>Katchi Abadis</b>	90.000	85.000	85.000
<b>Estate</b>	146.100	57.910	171.100
<b>Charged Parking / Toll Tax.</b>	70.600	66.010	65.600
<b>Enforcement/ Anti-Encroachment.</b>	16.000	12.000	-
<b>Total</b>	<b>1,523.126</b>	<b>544.320</b>	<b>1,591.326</b>

On going through to evaluate the budgetary figures reflects in aforementioned table that an amount of **Rs.1,523.126** million is anticipated to be collected by the above major Revenue Earning Departments of KMC as mentioned against each in the next fiscal year, whereas revised budget estimates for 2019-2020 is calculated for Rs.544.320 million in absolute terms. The above budget targets 2019-2020 are curtailed / revised due to reasons discussed earlier.

## **Estimates of Receipts 2020-2021**

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- **Land Department KMC.**

<b>(Rs.in Million)</b>			
<b>S.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.1,013.000</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.244.400</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs. 1,092.200</b>

The income of Land Department, KMC realizes through Renewal of Leases, Land Rent, Mutation Charges, Fee on BTS Tower & etc. an amount of Rs.1,013.000 million has been reflected in the next year's budget 2020-2021 as against the current year's targets of Rs.1,092.200 million. Due to after effects of lockdown as well as outbreak of the spread of pandemic COVID-19 and partially ban on Lease by the GoS, as the auction of land was also banned almost full financial year and the policy for collection on account of Fee for Commercialization of KMC Land no decision whatsoever is taken by the GoS as yet. Due to disputes between KMC and KDA, the Land Department, KMC did not fetch the estimated income and budget target reduced to Rs.244.400 million in the revised budget 2019-20.

- **PD Orangi Town.**

<b>(Rs.in Million)</b>			
<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.187.426</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.79.000</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.177.426</b>

The income from PD Orangi is mainly to be derived through Renewal of Leases, Land Rent, Mutation Charges etc. An amount of Rs.187.426 million has reflected in next year's budget estimates for the year 2020-2021 as against the budget estimates of Rs.177.426 which has now further reduced to Rs.79.000 million in the revised budget estimates for the year 2019-2020.

## **Estimates of Receipts 2020-2021**

The following outstanding dues / claims against PTCL and Police department Government of Sindh have again incorporated in the budget estimates for the year 2020-21 as mentioned against each:-

- PTCL Rs.48.326 million
  - Police Department, GoS Rs.54.100 million
- Total. Rs.102.426 million**

The Project Director Orangi, KMC has also filed a recovery sue against both the government departments, which are pending before Sindh High Court.

- **Katchi Abadies.**

<b>(Rs.in Million)</b>			
<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.90.000</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.85.000</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.85.000</b>

An amount of Rs.90.000 million has earmarked in the budget estimates for the year 2020-2021 which reflects an increase of Rs.5.00 million in absolute terms over the budget estimates of Rs.80.00 million for the year 2019-2020. The aforesaid income of Katchi Abadies is anticipated on account of recovery against the major heads of income i.e. Renewal of Leases, Land Rent, Mutation Charges & etc.

- **Estate Department.**

<b>(Rs. in Million)</b>			
<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.146.100</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.57.910</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs. 171.100</b>

After implementation of orders of Honourable Supreme Court, the KMC authorities were demolished thousands of shops and offices in different Markets of KMC throughout Karachi. The income of the Estate department, KMC has now estimated in the budget for the year 2020-2021 Rs.146.100 million as against the revised estimates for the year 2019-2020i.e Rs.57.910 million.

# Estimates of Receipts 2020-2021

## Charged Parking

<u>(Rs.in Million)</u>			
Sr.No.	Nomenclature	Year	Amount
1.	Budget Estimates	2020-2021	Rs.70.600
2.	Revised Estimates	2019-2020	Rs.66.010
3.	Budget Estimates	2019-2020	Rs.65.600

An amount of Rs.70.600 million has been estimated in the budget estimates for the ensuing year 2020-2021 against the current year's budget estimates of Rs.65.60 million which increased to Rs.10.00 million.

As the facts are always keep on record that as per notification issued by the Local Government Department, GoS, six DMCs were also authorized to collect the Parking Fee on DMCs roads and KMC is restricted to collect Charged Parking Fee only on main roads belongs to KMC, whereas as the Schedule-V Part-I item 09 of Sindh Local Government Act 2013, KMC is empowered KMC to collect / recover Charged Parking Fee.

### • Enforcement / Anti Encroachment.

<u>(Rs.in Million)</u>			
Sr.No.	Nomenclature	Year	Amount
1.	Budget Estimates	2020-2021	Rs.16.000
2.	Revised Estimates	2019-2020	Rs.12.000
3.	Budget Estimates	2019-2020	Rs.NIL

As the Anti Encroachment is a Municipal Function and which is not a revenue earning department and as per orders of the Honorable Supreme Court the income of the Enforcement Department were stopped in the month of October 2018, therefore no income was estimated in the budget estimates for the year 2019-2020. In anticipation of directives of Mayor Karachi the Enforcement Departments, KMC has now started to collect fines/penalty on building materials, therefore an amount of Rs.16.00 million remarked against budget estimates for the year 2020-2021.



## **Estimates of Receipts 2020-2021**

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### ✓ **Engineering Department.**

			<b>(Rs.in Million)</b>
<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.81.500</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.45.000</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.71.000</b>

An amount of Rs.85.500 million has again been reflected in the budget estimates for the year 2020-2021 and anticipated to be realized during the next financial year 2020-2021. The regular income of Engineering Department, KMC is required to be realized from the major heads i.e. Road Cutting Charges, Asphalt Plants, Sale of Tenders Forms & 16% share of KMC against amount recovered from the various departments/ organizations on account of Road Cutting Charges, Trenches & etc.

### ✓ **Culture & Sports.**

			<b>(Rs.in Million)</b>
<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.22.200</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.18.150</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.20.800</b>

An amount of Rs.22.200 million has reflected in the budget estimates for the year 2020-2021 and expected to be realized. The reflected income of Culture & Sports department, KMC is anticipated to be derived from Culture, Sports & different Complexes of KMC, against various fees are collecting by the different sections of Culture & Sports Department, KMC.

## **Estimates of Receipts 2020-2021**

### ✓ **Recreation Department.**

<b>(Rs.in Million)</b>			
<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.173.650</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.113.071</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.156.560</b>

An amount of Rs.173.650 million has been earmarked in the next year's 2020-2021 has projected to be realized by the Recreation Department, KMC as against the revised budget estimates 2019-2020 of Rs.113.071 million. The main income of Recreation Department, KMC is mainly derived of from Entrance fee of Zoo, Safari Park & Allahdin Park including income of Landhi Korangi Zoo, KMC due to novel Corona virus and lockdown.

### ✓ **Finance & Accounts Department.**

<b>(Rs.in Million)</b>			
<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.226.560</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.442.244</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.146.560</b>

The budget estimates for ensuring year 2020-2021 an amount of Rs.226.560 million has earmarked to be fetched from accrued profits. The profit can be earned through better management of funds by the Finance & Accounts Department, KMC, further an amount of Rs.442.244 million is anticipated to be realized in the current financial year 2019-2020 and reflected in the revised budget.

# **Estimates of Receipts 2020-2021**

## **Municipal Utility Charges.**

			<b>(Rs.in Million)</b>
<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.1,000.000</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.185.000</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.1,000.000</b>

The Municipal Utility Charges Department, KMC came into being in January 2009 through a Council Resolution (CR) No. 364, dated 02<sup>nd</sup> June 2008 under section 39 (b) in the repealed SLGO 2001. An amount of Rs.1,000.00 million has again provided in the next year's budget 2020-2021. The drastic measures may be required to taken to optimize the collection on account of MUCT Charges which can be covered up the revenue losses of KMC. In order to accelerate the budgeted income a "Recovery Schedule" should be formulated for all revenue generated departments of KMC including MUCT Department, KMC.

## **✓ Municipal Commissioner, Secretariat, KMC.**

			<b>(Rs.in Million)</b>
<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.38.985</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.14.716</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.35.450</b>

The mainly income of Municipal Commissioner, Secretariat, KMC is derived from Veterinary Department, KMC and P&H Department, KMC including small revenues heads of various department worked under Municipal Commissioner, KMC.

# Estimates of Receipts 2020-2021

## • Veterinary Department, KMC.

<u>(Rs.in Million)</u>			
Sr.No.	Nomenclature	Year	Amount
1.	Budget Estimates	2020-2021	Rs.205.763
2.	Revised Estimates	2019-2020	Rs.23.555
3.	Budget Estimates	2019-2020	Rs. 193.323

An amount of Rs.205.763 million is estimated to be realized by the Veterinary Department during next year 2020-2021. The target for current FY 2019-20 has reduced to Rs.23.555 million in the revised estimates against the earmarked targets of Rs.193.323 million. In this regard it is recalled that in view of CRs No.28 & 29 dated 9<sup>th</sup> May 2017 passed by the council regarding Milching animals and Cattle Piri, the Veterinary department, KMC was required to be taken over the charge of both sites but unfortunately the same is not done in the current financial year 2019-2020. Therefore, recovery target is reduced and revised to Rs.23.555 million.

## ✓ Municipal Services KMC.

<u>(Rs.in Million)</u>			
Sr.No.	Nomenclature	Year	Amount
1.	Budget Estimates	2020-2021	Rs.70.500
2.	Revised Estimates	2019-2020	Rs.38.350
3.	Budget Estimates	2019-2020	Rs.89.000

An amount of Rs.70.500 million has reflected against the budget estimates for the year 2020-2021 as compare to Rs.89.00 million of budget estimates for the year 2019-2020. The income is mainly to be realized from different departments KMC run under the MC Secretariat (Food Laboratory, Fire Brigade, Solid Waste Management, Incineration Plant) & Etc.

## **Estimates of Receipts 2020-2021**

### **✓ Enterprise & Investment Promotion Department.**

<b>(Rs. in Million)</b>			
<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.15.625</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.15.005</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.16.075</b>

An amount of Rs.15.625 million has earmarked in the next year's budget estimates 2020-2021 as against of budget estimates 2018-19 of Rs.16.075 million Income in E&IP Department derived from "Establishment of Buchat Bazar in the City" and "Income from Ready Mix Batching Plant"& Etc. On enhancement of rent of stalls in Bachat Bazars, the Association of Bachat Bazar Organization filed a CP against the enhancement of rent the same is pending before Honorable Court of law.

### **✓ Medical & Health Department.**

<b>(Rs.in Million)</b>			
<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.72.500</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.40.690</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.71.035</b>

An amount of Rs.72.580 has reflected in the next year's budget estimates 2020-2021of against recover of all Medical Institutions of KMC. As the Medical & Health Department KMC is not a revue generating department therefore no major change in the budget estimates as the same depends upon the services provided through paying wards, OPD, X-Ray Services, Operation Theaters, Ultra Sound Machines and colleting nominal fees for services provided by the Hospitals and Maternity Homes of KMC.

# **Estimates of Receipts 2020-2021**

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## **✓ Transport & Communication.**

**(Rs.in Million)**

<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
<b>1.</b>	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.661.500</b>
<b>2.</b>	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.11.500</b>
<b>3.</b>	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs. 663.800</b>

An amount of Rs.661.500 million is reflected in the next year's budget 2020-2021 is expected to be realized. The main income is comprised of "Occupancy value of Shahabuuddin Market" & "Income from Zulfaqarabad Oil Terminals (ZOT). The reasons of shortfall against the current year's budget estimates are given here under:-

- I. The Commercial Parking Plaza is under construction.
- II. The operation of ZOT has not been started.
- III. The KDA has taken over the charge of Baradari Parking Sites near PC Hotel illegally.

# **Estimates of Receipts 2020-2021**

✓ **Other Revenues.**

• **Recovery of Dues of KMC from K-Electric.**

**(Rs.in Million)**

Sr.No.	Nomenclature	Year	Amount
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.4,409.040</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Nil.</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.4,409.040</b>

As per directives of Honorable Supreme Court of Pakistan an exercise is being to reconcile the K-electric dues of electric supply to the installations of KMC and outstanding dues of different departments of KMC is not yet finalized.

**(Rs.in Million)**

Sr. No.	Department	Amount	Detail
1.	Land	Rs.4,186.597	<ul style="list-style-type: none"> <li>• Sub Stations Established in Parks/ Play Ground of transferred Schemes from KDA.</li> <li>• Electric Poles and Cables installed in KMC's jurisdiction.</li> <li>• Land Rent &amp; Occupancy Value and Cost of Land on the following:-                             <ul style="list-style-type: none"> <li>➤ Kalari Grid Station.</li> <li>➤ Elender road land measuring 852 SQ. Yards.</li> <li>➤ Elender Road Complex Land measuring 4290SQ Yards.</li> </ul> </li> </ul>
2.	PD Orangi	Rs.51.840	12 Sub Stations Established in KMC' Land in Orangi Town(Occupancy Value & Land Rent).
3.	Municipal Utility Charges	Rs.170.603	Municipal Utility Charges on offices and other installations of K-electric.
<b>Total</b>		<b>Rs.4,409.040</b>	

Although the KMC is basically service rendering agency yet the K-electric previously known as KESC has been billing on commercial charges with other levies like additional surcharges, energy charges, fixed charges, fuel adjustment charges, electricity duty, sales tax as well as late payment charges. It should have a separate tariff distinct from industrial / commercial organization at par with other WASA's charges in Lahore. An Amount of Rs.4,409.040 million has again reflected in the budget 2020-201

## **Estimates of Receipts 2020-2021**

- **Transfer of Betterment Charges from SBCA.**

**(Rs.in Million)**

<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.100.000</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.20.000</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.100.000</b>

The income of SBCA is mainly derived from the Regularization, Commercialization and Betterment Charges of buildings within the limit of Karachi. As per the determined sharing formula the KMC share @10% is being released by the SBCA. An amount of Rs.100.00 million has again been rearmarked in the next year budget 2020-2021.

- **Claim of Municipal/ Conservancy Tax from KPT.**

**(Rs.in Million)**

<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
1.	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs.550.000</b>
2.	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs.NIL</b>
3.	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.600.000</b>

The Karachi Port Trust collecting municipal/ conservancy tax from the residents of its limits and as per the procedure realized amount was regularly remitted to the KMC through KW&SB. Since the introduction/ imposition of Municipal Utility Charges and suspension of Conservancy and Fire Tax by the defunct City District Government Karachi in 2008, the KPT has been stopped the remittance of collected municipal/ conservancy tax to KW&SB or other organization. Only an amount of Rs.49.3 million has been received from the KPT on account of MUCT claim. The remaining claim of KMC an amount of Rs.550.00 million has again been earmarked in the budget estimates for the year 2020-2021 on account of "Recovery of arrears/ current Municipal/ Conservancy Tax from KPT".



## **Estimates of Receipts 2020-2021**

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- **District A.D.P.**

**(Rs.in Million)**

<b>Sr.No.</b>	<b>Nomenclature</b>	<b>Year</b>	<b>Amount</b>
<b>1.</b>	<b>Budget Estimates</b>	<b>2020-2021</b>	<b>Rs. 2,500.000</b>
<b>2.</b>	<b>Revised Estimates</b>	<b>2019-2020</b>	<b>Rs. 625.125</b>
<b>3.</b>	<b>Budget Estimates</b>	<b>2019-2020</b>	<b>Rs.3,334.000</b>

The above figures reflect that an amount of Rs.625.125 million has been released by the Finance Department, Government of Sindh under District ADP to KMC. Thus an amount of Rs.625.125 has been reflected in the revised budget 2019-20 under District ADP.

Further, the Provincial Government of Sindh in the Budget 2020-2021 has allocated Rs.15,000.00 million under District ADP for all District Governments in Sindh for on-going schemes. The share of Karachi District @16.67% comes to Rs.2,500.50 million which has been reflected in the budget of KMC under District ADP for the year 2020-2021 for on-going schemes.

Similarly, the Government of Sindh due to pandemic (COVID-19) and lockdown, no funds have allocated for new development schemes under District ADP. Resultantly, KMC has also not earmarked funds for new schemes in Block Allocation under District ADP for the year 2020-21. The provisions for on-going schemes which are near to completion have allocated at maximum level.