

**PROVINCIAL ASSEMBLY OF SINDH  
NOTIFICATION  
KARACHI, THE 2<sup>ND</sup> JULY, 2011**

**NO.PAS/Legis-B-15/2011-** The Sindh Financial Management and Accountability Bill, 2011 having been passed by the Provincial Assembly of Sindh on 16<sup>th</sup> May, 2011 and assented to by the Governor of Sindh on 28<sup>th</sup> June, 2011 is hereby published as an Act of the Legislature of Sindh.

**THE SINDH FINANCIAL MANAGEMENT  
AND ACCOUNTABILITY ACT, 2011.**

**SINDH ACT NO. XVIII OF 2011.**

**AN  
ACT**

to provide for efficient and transparent management of the Provincial Consolidated Fund and Public Account of the Province and proper accountability of all transactions in relation thereto.

**WHEREAS** it is expedient to provide for efficient and transparent management of the Provincial Consolidated Fund and Public Account of the Province and proper accountability of all transactions in relation thereto and to make provisions for ancillary matters;

**Preamble.**

It is hereby enacted as follows:-

1. (1) This Act may be called the Sindh Financial Management and Accountability Act, 2011. **Short title and commencement.**
  - (2) It extends to the whole of the Province of Sindh.
  - (3) It shall come into force at once.
2. In this Act, unless there is anything repugnant in the subject or context- **Definitions.**
  - (i) "Constitution" means the Constitution of the Islamic Republic of Pakistan, 1973;
  - (ii) "existing instruments" means all rules made or adapted which are in force before the commencement of this Act;
  - (iii) "financial transaction" means any action in connection with –
    - (i) the custody of, the payment of moneys into and the withdrawal of moneys from the Provincial Consolidated Fund;
    - (ii) the custody of moneys (other than moneys forming part of the Provincial Consolidated Fund) received by or on behalf of Government, their payment into and withdrawal from the Public Account;

- (iv) “Government” means the Government of Sindh;
  - (v) “Provincial Consolidated Fund” means the Provincial Consolidated Fund of the Province of Sindh;
  - (vi) “Public Account” means the Public Account of the Province of Sindh;
  - (vii) “public interest” means the public interest to be determined with regard to, amongst other matters, the following:-
    - (i) fairness and justice;
    - (ii) social development; and
    - (iii) general social welfare;
  - (viii) “public servant” shall have the same meaning as assigned to it under section 21 of the Pakistan Penal Code; and
  - (ix) “rules” means rules made under this Act.
3. (1) A public servant who commits a breach of any provision of this Act or rules shall be guilty of an offence and shall on conviction by a court of competent jurisdiction be punished with imprisonment of either description for a term which may extend to three years or with fine which may extend to rupees one million or with both. **Offence, cognizance and jurisdiction.**
- (2) No court shall take cognizance of any offence punishable under this section which is alleged to have been committed by any person other than the Finance Secretary, except upon the complaint in writing by a person authorized in this behalf by the Finance Secretary.
- (3) No court shall take cognizance of any offence punishable under this section which is alleged to have been committed by the Finance Secretary, except upon the complaint in writing by a person authorized in this behalf by the Chief Minister.
- (4) No court inferior to that of the Sessions Judge shall have jurisdiction to try cases under this Act.
4. (1) Government may make rules as may be necessary for carrying out the purposes of this Act. **Power to make rules.**
- (2) The rules shall be consistent with the following principles:-
- (a) all financial transactions shall be duly authorized;
  - (b) all financial transactions shall be recorded promptly, clearly, accurately, logically and coherently;

- (c) all financial transactions shall be carried out in an efficient and effective manner;
  - (d) all financial transactions shall be carried out for a proper purpose. For the purpose of this clause, a purpose shall be considered as proper if it is -
    - (i) clearly identifiable;
    - (ii) in pursuance of an official policy;
    - (iii) adequately estimated as to its costs, consequences and effects;
    - (iv) sanctioned in compliance with all applicable procedures;
    - (v) within the ambit of law and not restricted by any law in force for the time being; and
    - (vi) in furtherance of the public interest; and
  - (e) the responsibility for every financial transaction should be traceable to the public official who is empowered or delegated to carry out that financial transaction.
5. (1) All existing instruments shall continue in force until adapted, altered, amended or repealed by rules made under this Act or until they lapse in accordance with their own terms. **Transitional provisions.**
- (2) The existing instruments shall include -
- (i) the Financial Rules;
  - (ii) the West Pakistan Delegation of Powers under Financial Rules and the Powers of Re-appropriation Rules, 1962; and
  - (iii) all amendments, schedules, manuals, notifications, forms, appendixes, orders, circulars, codes, instructions, directives, guidelines, clarifications and any other supplementary legal instruments relating to any of those rules,
- in each case as in force in the Province of Sindh before the commencement of this Act.

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**BY ORDER OF THE ACTING SPEAKER  
PROVINCIAL ASSEMBLY OF SINDH**

**HADI BUX BURIRO  
SECRETARY  
PROVINCIAL ASSEMBLY OF SINDH**