



KHYBER PAKHTUNKHWA

Published by Authority

PESHAWAR, MONDAY, 13th JULY, 2020.

PROVINCIAL ASSEMBLY SECRETARIAT KHYBER PAKHTUNKHWA

NOTIFICATION

Dated Peshawar, the 6th July, 2020.

No. PA/Khyber Pakhtunkhwa/Bills-102/2020/247.— The Khyber Pakhtunkhwa Finance Bill, 2020 having been passed by the Provincial Assembly of Khyber Pakhtunkhwa on 25th June, 2020 and assented to by the Governor of the Khyber Pakhtunkhwa on 30th June, 2020 is hereby published as an Act of the Provincial Legislature of the Khyber Pakhtunkhwa.

THE KHYBER PAKHTUNKHWA FINANCE ACT, 2020. (KHYBER PAKHTUNKHWA ACT NO. XXII OF 2020)

(First published after having received the assent of the Governor of the Khyber Pakhtunkhwa in the Gazette of the Khyber Pakhtunkhwa, (Extraordinary), dated the 6th July, 2020).

AN ACT

*to continue, revise and exempt certain taxes and fees
in the Province of Khyber Pakhtunkhwa.*

WHEREAS it is expedient to continue, revise and exempt certain taxes and fees in the Province of Khyber Pakhtunkhwa;

It is hereby enacted as follows:

1. **Short title, extent and commencement.**—(1) This Act may be called the Khyber Pakhtunkhwa Finance Act, 2020.
 - (2) It shall extend to whole of the Province of Khyber Pakhtunkhwa.
 - (3) It shall come into force on the 1st Day of July, 2020.

Provided also that arrears up to June 2020 in the subject head shall be collected by Excise, Taxation and Narcotics Control Department of Government with a rebate for all tax defaulters on all defaulted amount of tax at the following rates:

S.No	Defaulted amount (Rs.)	Rebate	validity
1.	Payment in three instalments	20% of the defaulted amount	30 th June. 2021
2.	Lump-sum payment	25% of the defaulted amount	30 th June. 2021.”.

8. **Amendment of the Khyber Pakhtunkhwa Ordinance No. XXIII 2002.**---In the Khyber Pakhtunkhwa Finance Ordinance, 2002 (Khyber Pakhtunkhwa Ordinance No. XXIII of 2002), in section 4, the full-stop, appearing at the end of proviso, shall be replaced by a colon and thereafter the following new provisos shall be added, namely:

“Provided also that no tax shall be leviable and payable under this section for the year 2020-21, if the hotel and management are registered and on the active taxpayer list of Khyber Pakhtunkhwa Revenue Authority for sales tax on services:

Provided also that arrears up to June 2020 in the subject head shall be collected by Excise, Taxation and Narcotics Control Department of Government with a rebate for all tax defaulters on all defaulted amount of tax on the following rates:

S.No	Defaulted amount (Rs.)	Rebate	validity
1.	Payment in three instalments	20% of the defaulted amount	30 th June. 2021
2.	Lump-sum payment	25% of the defaulted amount	30 th June. 2021.”.

9. **Amendment of Khyber Pakhtunkhwa Act No. VIII of 2010.**---In the Khyber Pakhtunkhwa Finance Act, 2010 (Khyber Pakhtunkhwa Act No. VIII of 2010), in section 2, in subsection (2).-

- (a) in clauses (a) and (b), in the table, against serial Nos. (i), (ii) and (iii), in column No. 3, under the heading “Rate of Tax”, for the existing entries, the following shall be substituted, namely:

Rate of Tax
“Exempted
Exempted
Exempted”; and

- (b) in clause (c), in the table, against serial Nos. (i) and (ii), in column No. 3, under the heading “Rate of Tax”, for the existing entries, the following shall be substituted, namely: