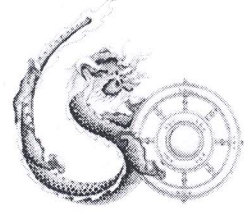




དཔལ་ལྷན་འབྲུག་གཞུང་། དངུལ་རྩིས་ལྷན་ཁག།

ROYAL GOVERNMENT OF BHUTAN
MINISTRY OF FINANCE
TASHICHHO DZONG



MoF/Budget Notification/2018-19/007
9th July, 2018

Budget Notification for the Financial Year 2018-19

This to notify that the Budget Appropriation Act for FY 2018-19 has been passed by the Parliament with total appropriation of Nu.36,317.924 million as detailed below:

<u>Expenditure Head</u>	<u>Amount in millions</u>	<u>Percentage</u>
Current Expenditure	Nu. 29,075.167	80.06%
Capital Expenditure	Nu. 5,386.149	14.83 %
Lending	Nu. 14.440	0.04%
Repayment	Nu. 1,842.168	5.07 %

The total estimated resources is Nu.38,082.670 million of which Nu.35,854.998 million is domestic revenue and Nu. 2,227.672 million is from external sources. The estimated fiscal balance is positive Nu.3,621.354 million which is about 1.76% of the GDP.

As per the Appropriation Act, the approved current expenditure shall be applied for the financial year 2018-19, while the *capital expenditure shall be applied from 1st July to 31st Dec 2018* for a period of six months only. Further, as the capital budget is exclusively provided for *spill over*, *critical regular* and *on-going donor* funded activities and loan re-payment, no budget is provided for new activities from the draft 12FYP.

As such, the budgetary agencies are required to prepare Budget Utilization Plan accordingly and refrain from implementing new activities from the draft 12FYP in anticipation of the budget approval.

In keeping with section 24 of the PFA 2007 (amendments 2012), the Ministry of Finance mandates all budgetary bodies to make necessary adjustment to make optimal use of the approved capital budget. Further, MoF would like to reiterate the following:

- 1. Expenditure limits:** The maximum expenditure limit authorized by the Budget Appropriation Act for FY 2018-19 is available at www.myrbpems.bt. It may be noted that the *Public Finance Act 2007 (amendments 2012)* and the *Financial Rules and Regulations 2016* prohibit agencies to carry

