

SENATE OF PAKISTAN

House of the Federation



REPORT NO. 01 OF 2023

REPORT OF THE SENATE STANDING COMMITTEE ON MARITIME AFFAIRS

**UNDER PROVISIO TO SUB-RULE (4) OF RULE 166 OF THE RULES OF
PROCEDURE AND CONDUCT OF BUSINESS IN THE SENATE, 2012**

PRESENTED BY

**SENATOR RUBINA KHALID
CHAIRPERSON (COMMITTEE)**

SENATE SECRETARIAT

REPORT OF THE SENATE STANDING COMMITTEE ON MARITIME AFFAIRS UNDER PROVISIO TO SUB-RULE (4) OF RULE 166 OF THE RULES OF PROCEDURE AND CONDUCT OF BUSINESS IN THE SENATE, 2012

I, Senator Rubina Khalid, Chairperson Senate Standing Committee on Maritime Affairs, have the honour to present the report, on behalf of the Committee, on the budgetary allocation and its utilization by the Ministry of Maritime Affairs and its attached departments during first six months of financial year 2022-23, under proviso to sub-rule (4) of Rule 166 of the Rules of Procedure and Conduct of Business in the Senate, 2012.

2. The Composition of the Standing Committee is as under:-

i)	Senator Rubina Khalid	Chairperson
ii)	Senator Syed Muhammad Ali Shah Jamot	Member
iii)	Senator Nuzhat Sadiq	Member
iv)	Senator Abida Muhammad Azeem	Member
v)	Senator Mohammad Abdul Qadir	Member
vi)	Senator Kauda Babar	Member
vii)	Senator Danesh Kumar	Member
viii)	Senator Moula Bux Chandio	Member
ix)	Senator Kamran Michael	Member
x)	Senator Dost Muhammad Khan	Member
xi)	Senator Muhammad Akram	Member
xii)	Senator Naseema Ehsan	Member
xiii)	Senator Saifullah Abro	Member

3. The Committee considered the budgetary allocation and its utilization during first six months of financial year 2022-23, in respect of the Ministry of Maritime Affairs and its attached departments, in its meeting held on 26th January, 2023. The meeting of the Committee was attended by the following members:-

1.	Senator Rubina Khalid	Chairperson
2.	Senator Abida Muhammad Azeem	Member
3.	Senator Naseema Ehsan	Member
4.	Senator Danesh Kumar	Member
5.	Senator Muhammad Akram	Member
6.	Senator Kauda Babar	Member
7.	Senator Saifullah Abro	Member

4. Mr. Masood Ahmad, CFO&AO informed the Committee that total budget allocation of the Ministry of Maritime Affairs for the financial year 2022-23 is Rs. 1,177.8 million and a Technical Supplementary Grant of Rs. 822.750 million has been disbursed directly to the Gwardar Port Authority for distribution among the poor fishermen of Balochistan for purchase of boat engines. He said that Finance Division released 10% less funds during first six months of financial year 2022-23 and the



Ministry was spending the budget with utmost care. He told that the budget allocated to different departments and expenditure made upto 31st December, 2022 was as under:-

Ministry/Department	Final Budget	Expenditure up to 31-12-2022	Percentage Expenditure
Maritime Affairs (Main Secretariat)	285,875,000	83,535,214	29.22%
Marine Fisheries Department, Karachi	123,851,000	47,897,930	38.67%
Ports & Shipping Wing, Karachi	106,433,000	38,005,654	35.71%
Mercantile Marine Department, Gwadar	14,789,000	5,166,982	34.94%
Mercantile Marine Department, Karachi	68,673,000	27,072,788	39.42%
Korangi Fish Harbour Authority, Karachi	73,075,000	29,116,398	39.84%
Gwadar Port Authority, Gwadar	296,720,000	124,386,160	41.92%
Pakistan Marine Academy, Karachi	166,574,000	63,335,701	38.02%
Government Shipping Office, Karachi	26,785,000	6,234,307	23.28%
Maritime Coordinator, London	15,000,000	0	0%
TOTAL:	1,177,775,000	424,751,134	36.06%

5. Syed Masood Abbas Rizvi, MD, Korangi Fisheries Harbour Authority (KoFHA) informed the Committee that following three development projects of KoFHA were conditionally approved by the CDWP in its meeting held on 15-04-2020:-

- i) Establishment of Business Park at Korangi Fish Harbour
- ii) Establishment of Cold Storage and Freezing Tunnels
- iii) Modification of Auction Hall

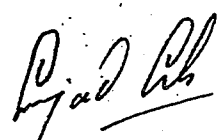
He said that the CDWP had approved the projects at the cost of 784.0 million, 170.1 million and 94.51 million respectively (all Japanese Grant in Aid) with the direction that before initiating works on the projects, the updated feasibility study and firmed-up cost estimates on the basis of detailed design will be submitted by the sponsors to the Planning Commission. He told that KoFHA has hired the services of M/S NESPAK for Planning, designing and resident supervision of the projects and the preparation of revised PC-I of above projects is in final stages. He added that revised PC-I and firmed-up cost estimates would soon be forwarded to the Ministry for further processing. The Committee was told that an amount of Rs.245.861 million was allocated in PSDP 2022-23 for "Establishment of Business Park at Korangi Fish Harbour", an amount of Rs.41.928 million was allocated in PSDP 2022-23 for "Establishment of Cold Storage and Freezing Tunnels" and an amount of Rs. 5.743 million was allocated in PSDP 2022-23 for "Modification of Auction Hall". The CFO&AO, Ministry of Maritime Affairs clarified that Finance Division has not disbursed the allocated funds for these projects so far and there is no physical and financial progress on these projects so far. The Committee was informed that the revised estimated cost of project "Establishment of Business Park at Korangi Fish Harbour" has been worked out by M/S NESPAK at Rs.4301.234 million, revised estimated cost of project "Establishment of Cold Storage & Freezing Tunnels" is Rs. 626.254 million and revised estimated cost of project "Modification of Auction Hall" is Rs. 643.288 million. The Committee recommended the Ministry and KoFHA to finalize the revised PC-Is of the three development projects at the earliest possible and forward these to the concerned ministries/divisions for immediate processing/approval.

P. Rizvi

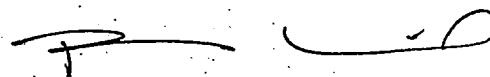
6. Mr. Passand Khan Buledi, Chairman, Gwadar Port Authority (GPA) briefed the Committee about the development projects of GPA for the year 2022-23. He said that the progress on the GPA development projects is satisfactory and as per desired schedule. He told the Committee about the utilization of development budget by GPA as under:-

S. No.	Name of Project	Total Cost (Millions)	Allocation for 2022-23	Releases	Utilization
1	1.2MGD Reverse Osmosis Desalination Plant at Gwadar Port	2213.986	84.000	16.800	6.277
2	Construction of Eastbay Expressway	17369.840	278.000	55.600	55.600
3	Establishment of CPEC Support Unit for projects and activities in GPA	95.697	22.732	4.540	1.200
4	Establishment of Port Control Tower, Gwadar	192.168	34.554	6.911	0
5	Feasibility Study of Capital Dredging of Berthing Areas and Channel for Additional Terminals	294.000	157.240	15.724	0.067
6	Pk-China Technical & Vocational Institute at Gwadar	2099.262	71.728	14.345	6.985
7	Studies on Making the Gwadar Port more competitive	295.000	147.000	29.400	0
8	Installation of Floating Jetty at Gwadar Fish Harbour	265.740	265.740	53.148	0
9	Perimetric Security System for Gwadar Port	252.350	252.350	50.470	0
10	Sewerage Treatment Plant for GPA Housing Complex Gwadar	103.790	51.895	10.379	0
11	Maintenance Dredging of Gwadar Port	1000.000	1000.000	200.000	0
12	Provision of 2000 engines to poor fishermen of Gwadar District	500.000	500.000	100.000	0
	Total:	24681.833	2865.239	557.317	70.129

7. The Committee expressed satisfaction on the budgetary allocation and its utilization by the Ministry and attached departments during first six months of financial year 2022-23 and decided to present a report to the House in this regard.



(AMJAD ALI)
Secretary Committee



(SENATOR RUBINA KHALID)
Chairperson (Committee)

Islamabad
The 1st February, 2023