

**THE PUNJAB METROBUS AUTHORITY ACT 2012  
(LVI OF 2012)**

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**<sup>1</sup>THE PUNJAB METROBUS AUTHORITY ACT 2012  
(LVI of 2012)**

[14<sup>th</sup> November, 2012]

**An  
Act**

*to provide for the establishment of the Punjab Metrobus Authority.*

**Preamble.**— Whereas it is expedient to establish the Punjab Metrobus Authority for purposes of construction, operation and maintenance of mass transit system in the major cities of the Punjab; for providing safe, efficient and comfortable urban transportation system; and, for ancillary matters;

It is enacted as follows:-

**1. Short title, extent and commencement.**— (1) This Act may be cited as the Punjab Metrobus Authority Act 2012.

(2) Subject to sub-section (4), it shall extend to whole of the Punjab.

(3) It shall come into force at once.

(4) It shall apply to the city of Lahore but the Government may, by notification, extend its application to any other city of the Punjab.

**2. Definitions.**— In this Act—

(a) “AFC-BSS” means the automated fare collection and bus scheduling system;

(b) “ancillary facilities” means the facilities and equipment provisioned or developed by the Authority including bridges, fences, escalators, elevators, sliding doors, toilets turnstiles, AFC-BSS, passenger information system, surveillance system, control room, generators, lights, fans and other facilities;

(c) “assets” means the movable and immovable property owned or controlled by the Authority;

(d) “Authority” means the Punjab Metrobus Authority established under the Act;

(e) “bus depot” means the space or area provided for parking, repair, maintenance, fuelling, servicing and cleaning of Metrobuses;

(f) “Chairman” means Chairman of the Authority;

(g) “city” means the city of Lahore and includes any other city of the Punjab notified by the Government under sub-section (4) of section 1;

(h) “corridor” means the road or a portion of the road which has been modified or is planned to be modified for the purpose of enabling smooth operation of MBS;

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<sup>1</sup>This Act was passed by the Punjab Assembly on 8 November 2012; assented to by the Governor of the Punjab on 13 November 2012; and published in the Punjab Gazette (Extraordinary), dated 14 November 2012, pages 1565-1570.

- (i) "fare" includes all sums received or receivable and all sums charged or chargeable for the transportation of passengers;
- (j) "Fund" means the Metrobus Authority Fund established under the Act;
- (k) "Government" means Government of the Punjab;
- (l) "license" means a license granted by the Authority to various service providers of the Authority;
- (m) "MBS" means Metrobus System established and operated by the Authority for operation of the Metrobuses;
- (n) "member" means a member of the Authority;
- (o) "Metrobus" means a bus operated by the Authority on the corridor;
- (p) "regulations" means the regulations framed by the Authority under the Act;
- (q) "rules" means the rules made by the Government under the Act;
- (r) "service provider" means a service provider of the Authority like a bus operator, AFC-BSS operator, security, janitorial and housekeeping services provider; and
- (s) "station" means a place earmarked on the corridor where buses travelling in either direction stop for a specified duration allowing passengers to board on or alight from Metrobuses.

**3. Punjab Metrobus Authority.**— (1) The Government shall, by notification, establish the Punjab Metrobus Authority for carrying out the purposes of this Act.

(2) The Authority shall be a body corporate, with perpetual succession and a common seal, with powers, subject to the provisions of this Act, to acquire, hold and dispose of property, and may by the said name, sue and be sued.

(3) The Government may, by notification, transfer the ownership of a corridor, station, bus depot and other ancillary facilities constructed for the MBS to the Authority.

(4) The Authority shall not dispose of any immovable property without prior permission in writing of the Government.

(5) A person shall not enter upon or in any way use the assets without written approval of the Authority.

(6) The Authority shall consist of—

- (a) Chief Minister of Punjab; (Chairman)
- (b) Vice Chairman to be appointed by the  
Chairman on such terms and conditions as the  
Chairman may determine;
- (c) Minister for Transport of the Government;

- (d) two members <sup>2</sup>[including at least one female member] of Provincial Assembly of the Punjab and two members of National Assembly of Pakistan nominated by the Government;
  - (e) three eminent persons <sup>3</sup>[including at least one woman] from the corporate sector nominated by the Government;
  - (f) Chairman, Lahore Transport Company;
  - (g) Chairman Planning and Development Board of the Government;
  - (h) Secretary Finance of the Government;
  - (i) Secretary Transport of the Government;
  - (j) Managing Director of the Authority;
  - (k) Secretary of the Authority (Member/Secretary)
- (7) A member, other than an *ex officio* member, shall hold office for a term of three years and may be re-nominated by the Government.
- (8) An act or proceedings of the Authority shall not be invalid merely for reason of any vacancy or defect in the constitution of the Authority.
- (9) The Authority shall meet at such time and place and shall observe such procedure in regard to transaction of business at its meetings as may be prescribed and until so prescribed as may be directed by the Chairman.
- (10) The meetings of the Authority shall be presided over by–
- (a) the Chairman; or
  - (b) in the absence of the Chairman, by the Vice Chairman; or
  - (c) in the absence of the Chairman and the Vice Chairman, by such other member of the Authority as the Chairman may nominate.

**4. Qualifications of the members.**– No person shall be nominated or appointed, or shall continue to be a member, if he–

- (a) is or, at any time, has been convicted of an offence involving moral turpitude; or
- (b) is or, at any time, has been declared insolvent; or
- (c) is found to be a lunatic or of unsound mind; or
- (d) is a minor; or
- (e) has a financial interest in any aspect of the MBS, or has a conflict of interest, directly or indirectly, with the Authority.

**5. Powers and functions.**– (1) Subject to the provisions of this Act and rules, the Authority may exercise such powers and perform such functions as may be necessary for carrying out the purposes of the Act.

<sup>2</sup>Inserted by the Punjab Fair Representation of Women Act 2014 (IV of 2014), w.e.f. 12.3.2014, s.2 and the Schedule; and published in the Punjab Gazette (Extraordinary), pages 2733-2744.

<sup>3</sup>Inserted by the Punjab Fair Representation of Women Act 2014 (IV of 2014), w.e.f. 12.3.2014, s.2 and the Schedule; and published in the Punjab Gazette (Extraordinary), pages 2733-2744.

(2) In particular and without prejudice to the generality of the provision of sub-section (1), the Authority shall perform the following functions:-

- (a) to own, control, maintain and develop a corridor, station, bus depot and other ancillary facilities which are transferred to it by the Government;
- (b) to plan, construct, operate and maintain the corridors for future expansion;
- (c) to enter into contracts including concession agreements, grant licenses, leases, make other arrangements and to perform all tasks necessary for efficient functioning of the MBS;
- (d) to collect fares as determined by the Government;
- (e) to grant licenses to bus operators and all other service providers;
- (f) to incur all necessary expenditure for planning, construction, operation and maintenance of the MBS including administrative expenses;
- (g) to collect and use fees, fines and all other revenues generated from the MBS infrastructure;
- (h) to acquire, hold and dispose of property;
- (i) to ensure safe, efficient and comfortable bus operations on a corridor;
- (j) to establish, operate and maintain AFC-BSS;
- (k) to make adequate arrangements for effective security of a corridor, station, bus depot and other ancillary facilities;
- (l) to establish and maintain an effective third party oversight mechanism for collection of revenues;
- (m) to establish and maintain an effective system of janitorial and housekeeping services to keep a corridor and its entire ancillary facilities clean;
- (n) to give directions to any other person or agency for establishing and operating feeder transport services for a corridor;
- (o) to give directions to any agency to desist from issuing competing transportation route permits along a corridor;
- (p) to give directions to any person to desist from operating any competing transportation system along a corridor;
- (q) to give directions to any person or agency for not interfering in any way with a corridor, its ancillary facilities and their smooth functioning; and
- (r) to monitor and enforce contracts, agreements including concession agreements, licenses or leases entered into or granted by the Authority.

**6. Managing Director.**— (1) The Managing Director of the Authority shall be appointed by the Government on such terms and conditions as may be determined by the Government.

(2) The Managing Director shall be the chief executive of the Authority and shall—

- (a) be a whole-time officer of the Authority;
- (b) perform such duties as may be assigned to him and exercise such powers as may be delegated to him by the Authority; and
- (c) hold office for a term of three years and shall remain in office for three months thereafter or until a successor in that office is appointed, whichever is earlier.

(3) Nothing in this section shall preclude the Government from extending the term of office of the Managing Director for such period as the Government may determine.

**7. Resignation or removal of Managing Director.**— The Managing Director may, at any time before the expiry of his term and upon three months prior notice, resign his office, or upon similar notice, or payment of three months' salary and allowances in lieu of the notice, be removed by Government without assigning any reason.

**8. Secretary of the Authority.**— (1) The Government shall appoint a Secretary of the Authority for a term of three years on such terms and conditions as the Government may determine.

(2) The Secretary shall be a whole-time officer of the Authority and shall perform such functions as may be assigned to him by the Authority or the Managing Director.

(3) The Government may extend the term of the Secretary beyond three years.

**9. Committees.**— The Authority may constitute such committees as it may deem necessary for carrying out the purposes of this Act.

**10. Establishment of the Fund.**— (1) There shall be established a fund known as the Metrobus Authority Fund, which shall vest in the Authority and shall be utilized by the Authority to meet all its expenses and charges in connection with its functions and powers under this Act, including the payment of salaries and remuneration to its employees.

(2) The Authority shall establish an escrow account in a scheduled bank approved by the Government and the account shall be collectively operated by the authorized representatives of the Authority and such service provider, as notified by the Authority.

(3) All monies credited in the Fund shall be deposited with the bank approved by the Government.

(4) The Fund shall be financed by—

- (a) fees, fines and other amounts received by the Authority;
- (b) grants from the Government or any other body or organization;
- (c) foreign aid and foreign loans obtained or raised by the Authority with the sanction of and on such terms and conditions as may be approved by the Government;
- (d) proceeds of all charges and income from sale of assets, and any recovery made under this Act; and

(e) such other sum as may be received by the Authority.

**11. Delegation.**— The Authority may, subject to such conditions as it deems appropriate, delegate to the Managing Director or an officer of the Authority any of its powers or functions under this Act, rules or regulations.

**12. Appointment of officers and employees.**—The Authority may appoint such officers, experts, consultants and employees as it considers necessary for the efficient performance of its functions in such manner and on such terms and conditions as may be prescribed by regulations.

**13. Accounts.**—The Authority shall maintain proper accounts and other relevant records and prepare annual statements of accounts in such form as may be prescribed.

**14. Budget.**— (1) The Authority shall prepare, every year, in such form and at such time as may be prescribed a budget in respect of the next financial year showing the estimated receipts and expenditures of the Authority and shall submit the same to the Government for approval.

(2) If the Government fails to approve or modify the budget within thirty days of its receipt, the budget as prepared by the Authority shall be deemed to have been approved.

**15. Audit.**— (1) The Auditor General of Pakistan shall audit the annual accounts of the Authority.

(2) In addition to the audit in terms of sub-section (1), the Authority shall appoint or hire services of a chartered accountant or a firm of chartered accountants for purposes of annual audit of its accounts.

(3) The Managing Director shall, within six months of the close of a financial year, submit the annual statement of accounts along with the report of the auditor to the Authority.

**16. Causing damage to property and disobedience of orders.**— (1) If a person willfully causes damage or allows damage to be caused to any property which vests in the Authority, or which is intended to be acquired by the Authority, or unlawfully converts it to his own or any other person's use, he shall be punishable with imprisonment for a term which may extend to three years, or with fine, or with both.

(2) If a person, without lawful excuse, fails or refuses to comply with any direction or order issued by the Authority under this Act, he shall be guilty of an offense punishable under this section.

**17. Penalty for contravention.**— If a person contravenes any provision of this Act or any rule or regulation, he shall, if no other penalty is provided under the Act, be punishable with imprisonment for a term which may extend to three years, or with fine, or with both.

**18. Administrative penalties.**—(1) Notwithstanding anything contained in this Act or any other law, if a person, without permission of the Authority, enters into a corridor or in any manner interferes or obstructs any corridor, Metrobus or ancillary

facilities, or travels or attempts to travel on a Metrobus without payment of fare, he shall be liable to the punishment of such fine as may be prescribed by the rules.

(2) If a person commits an offence under sub-section (1), an officer or agent of the Authority authorized in this behalf may, at the spot, impose the prescribed fine on such person.

(3) If the person fails to pay or deposit the fine at the spot or in the prescribed manner, the officer authorized by the Authority may submit a complaint against such person in the Court and such person shall be deemed to have committed an offence under section 17 of the Act.

**19. Procedure relating to offences.**—(1) An offence under this Act shall be non-cognizable and a Court shall not assume jurisdiction for the offence unless an officer authorized by the Authority submits a complaint to the Court.

(2) No Court other than the Magistrate of first class shall try an offence under this Act.

(3) The Court shall try an offence under this Act in a summary manner in terms of Chapter XXII of the Code of Criminal Procedure, 1898 (V of 1898) but notwithstanding anything contained in the said Code, the Court may impose a punishment of imprisonment for a term not exceeding six months or fine not exceeding one hundred thousand rupees or both.

(4) The Authority or an officer authorized by the Authority may compound of an offence under this Act subject to the payment of the prescribed compensation.

(5) The fine or compensation recovered from a person under this Act shall form part of the Fund.

**20. Recovery of amounts due.**— Any fine, compensation or other amount payable to the Authority may be recovered by an officer authorized by the Authority as arrears of land revenue and such officer shall be deemed to be a Collector for purposes of recovery of fine, compensation or other amount.

**21. Members, officers and employees to be public servants.**— The Chairman, Vice Chairman, members, Managing Director, Secretary, officers, servants, experts and consultants of the Authority shall, when acting or purporting to act in pursuance of any of the provisions of this Act, be deemed to be public servants within the meaning of section 21 of the Pakistan Penal Code, 1860 (XLV of 1860).

**22. Immunity of the Authority and its employees.**— No suit, prosecution or any other legal proceedings shall lie against the Authority, the Chairman, Vice Chairman, the Managing Director, any member, officer, servant, expert or consultant of the Authority, in respect of anything done or intended to be done in good faith under this Act.

**23. Act to prevail over other laws.**— In the event of any conflict or inconsistency between a provision of this Act and a provision of any other law, the provisions of this Act shall, to the extent of such conflict or inconsistency, prevail.

**24. Restriction on execution against property.**— No property of the Government, the Authority or any service provider which is deployed in the MBS shall be liable to be taken in execution of any decree or order of any court or of any

local authority or person having by law the power to attach or otherwise to cause the property to be taken in execution, without the previous sanction of the Authority.

**25. Rules.**— The Government may, by notification, make rules to carry out the purposes of this Act.

**26. Regulations.**— (1) Subject to this Act and the rules, the Authority may frame regulations for giving effect to the provisions of the Act.

(2) Without prejudice to the foregoing powers, such regulations may provide for appointment of its officers, staff, employees and other persons, terms and conditions of their service and performance of functions by the Authority.

**27. Power to remove difficulties.**— If any difficulty arises in giving effect to the provisions of this Act, the Government may, by notification, not inconsistent with the provisions of this Act, remove the difficulty.