



**AUDIT REPORT
ON
THE ACCOUNTS OF
DISTRICT GOVERNMENT
SHANGLA**

AUDIT YEAR 2017-18

AUDITOR GENERAL OF PAKISTAN

TABLE OF CONTENTS

| | |
|--|------|
| ABBREVIATIONS AND ACRONYMS | i |
| Preface | iii |
| EXECUTIVE SUMMARY | iv |
| SUMMARY TABLES & CHARTS | vii |
| I: Audit Work Statistics | vii |
| II: Audit Observations classified by Categories..... | vii |
| III : Outcome Statistics | viii |
| IV: Irregularities pointed out..... | ix |
| V : Cost benefit..... | ix |
| CHAPTER-1 | 1 |
| 1.1 District Government Shangla | 1 |
| 1.1.1 Introduction | 1 |
| 1.1.2 Comments on Budget and Accounts (Variance Analysis)..... | 1 |
| 1.2 AUDIT PARAS..... | 3 |
| 1.2.1 Misappropriation & Fraud..... | 3 |
| 1.2.2 Irregularity and Non compliance..... | 6 |
| 1.2.3 Internal Control Weaknesses | 30 |
| ANNEXURES..... | 42 |
| Annexure-1 Detail of MFDAC Paras..... | 42 |
| Annexure-2 Detail of Fraudulent drawl on account of Medicines not received | 43 |
| Annexure-3 Detail of payment on “Repair of Kaga Dab Bridge” under M&R Fund | 44 |
| Annexure-4 Detail of expenditure without Technical Sanction..... | 45 |
| Annexure-5 Detail of Penalty for Incomplete Schemes..... | 48 |
| Annexure-6 Detail of Expenditure without Technical Sanction | 49 |
| Annexure-7 Detail of Income Tax not deducted..... | 50 |
| Annexure-8 Detail of overpayment due to allowing excess quantity than BOQ | 51 |
| Annexure-9 Detail of non credit of lapsed deposits | 52 |
| Annexure-10 Detail of penalty not imposed on late completion of Schemes | 54 |
| Annexure-11 Detail of payment on fake measurement in Play Ground Alpurai | 57 |
| Annexure-12 Detail of Lapsed Deposits not credited to Government Revenue | 58 |
| Annexure-13 Detail of Overpayment due to incorrect record entry in MB | 59 |
| Annexure-14 Detail of DPR fund and Professional Tax not deducted | 60 |
| Annexure-15 Detail of overpayment of HPA and CA | 63 |
| Annexure-16 Detail of Overpayment of HPA to EPI Technicians during 2016-17 .. | 65 |

ABBREVIATIONS AND ACRONYMS

| | |
|-----------|--|
| AIR | Audit and Inspection Report |
| AOM&R | Annual Ordinary Maintenance and Repair |
| APRs | Actual Payee Receipts |
| BHU | Basic Health Unit |
| BOQ | Bill of Quantity |
| B&R | Building & Road |
| CA | Conveyance Allowance |
| CDR | Call Deposit Receipt |
| CPWA Code | Central Public Works Account Code |
| CPWD Code | Central Public Works Department Code |
| CTR | Central Treasury Rules |
| C&W | Communication and Works |
| DAC | Departmental Accounts Committee |
| DAC | District Accounts Committee |
| DC | Deputy Commissioner |
| DD | Dairy Development |
| DDC | District Development Committee |
| DHO | District Health Officer |
| DO | District Officer |
| DSM | District Support Manager |
| GFR | General Financial Rules |
| HPA | Health Professional Allowance |
| HRA | House Rent Allowance |
| IPC | Interim Payment Certificate |
| IPSAS | International Public Sector Accounting Standards |
| KM | Kilometer |
| KPPRA | Khyber Pakhtunkhwa Public Procurement Regulatory Authority |
| LGA | Local Government Act |
| MB | Measurement Book |
| MCC | Medicine Coordination Council |
| MFDAC | Memorandum for Departmental Accounts Committee |
| MRS | Market Rate System |

| | |
|-------|--|
| NIT | Notice Inviting Tender |
| PAC | Public Accounts Committee |
| PAO | Principal Accounting Officer |
| PATA | Provincially Administered Tribal Areas |
| PC-I | Planning Commission One |
| PC-IV | Planning Commission Four |
| PCC | Plain Cement Concrete |
| PHE | Public Health Engineering |
| RCC | Reinforced Concrete Cement |
| RDA | Regional Directorate of Audit |
| RHC | Rural Health Center |
| TS | Technical Sanction |
| WSS | Water Supply Scheme |
| XEN | Executive Engineer |

Preface

Articles 169 and 170 of the Constitution of the Islamic Republic of Pakistan, 1973 read with Sections-8 and 12 of the Auditor General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001 and Section-37 of Khyber Pakhtunkhwa Local Government Act 2013 require the Auditor General of Pakistan to conduct audit of the receipts and expenditure of District Fund and Public Account of District Governments.

The report is based on audit of the accounts of various offices of District Government, Shangla for the financial year 2016-17. The Director General of Audit, District Governments, Khyber Pakhtunkhwa conducted audit during 2017 on test check basis with a view to report significant findings to the relevant stakeholders. The main body of the audit report includes the systemic issues and significant audit findings. Relatively less significant issues are listed in the Annexure-1 of the Audit Report. The audit observations shall be pursued with the Principal Accounting Officer at the DAC level. In all cases where the PAO does not initiate appropriate action, the audit observations will be brought to the notice of District Accounts Committee through the next year's Audit Report.

Audit findings indicate the need for adherence to the regularity framework besides instituting and strengthening internal controls to avoid recurrence of similar violations and irregularities.

The observations included in this Report have been finalized in the light of written replies of the departments, however in some observations department did not submit written replies. DAC meetings were not convened despite repeated requests.

The Audit Report is submitted to the Governor, Khyber Pakhtunkhwa in pursuance of Article 171 of the Constitution of the Islamic Republic of Pakistan, 1973 read with Section 37 of Khyber Pakhtunkhwa Local Government Act, 2013, for laying before the appropriate legislative forum.

Dated:
Islamabad

(Javaid Jehangir)
Auditor General of Pakistan

EXECUTIVE SUMMARY

The Director General District Governments Audit, Khyber Pakhtunkhwa carries out the audit of twenty five District Governments. Regional Directorate of Audit (RDA) Swat, on behalf of the DG Audit District Governments, Khyber Pakhtunkhwa carried out the audit of five District Governments namely Swat, Shangla, Dir Lower, Dir Upper and Chitral.

The Regional Directorate has a human resource of six officers and staff with a total of 1,518 man-days. The annual budget amounting to Rs 11.447 million was allocated to the office during financial year 2017-18. The office is mandated to conduct regularity (financial attest audit and compliance with authority audit) and performance audits of programs/ projects.

District Government, Shangla conducts its operations under Khyber Pakhtunkhwa Local Government Act 2013. It comprises one Principal Accounting Officer (PAO) covering eighteen groups of offices as mentioned in Chapter – 1 of this report. Financial provisions of the Act describe the Government fund as District Local Fund and District Public Account for which Annual Budget Statement is authorized by the District Council in the form of budgetary grants.

a. Scope of audit

There are eighteen departments in District Shangla out of which the accounts of four departments were examined in detail. These departments were selected for detailed audit keeping in view the available man days.

The total expenditure of District Government Shangla for the Financial Year 2016-17 was Rs 3562.913 million. Out of this, RDA Swat audited an expenditure of Rs 1,424.003 million which, in terms of percentage, was 40% of auditable expenditure.

The receipts of District Government Shangla, for the Financial Year 2016-17, were Rs 14.302 million. Out of this, RDA Swat audited receipts of Rs 9.838 million which, in terms of percentage, was 69% of auditable receipts.

b. Recoveries at the instance of audit

Recovery of Rs 105.890 million was pointed out during the audit. Out of the total recoveries pointed out, Rs 49.791 million was not in the notice of the executives before audit. However no recovery was made till finalization of this report.

c. Audit Methodology

Audit was conducted after understanding the business processes of District Government Shangla with respect to their functions, control structure and key controls. This helped auditors in understanding the systems, procedures, environment of the audited entity before starting the audit. Audit used desk audit techniques for analysis of compiled data and review of actual vouchers called for scrutiny and substantive testing.

d. Audit Impact

Audit pointed out various irregularities of serious nature. Cases related to weak internal controls were also pointed out to which management has been sensitized. In certain cases management has taken action which may further be verified. In cases of recovery management has issued orders for recovery. However, no impact was visible as the management failed to reply and the irregularities could not come to the light in the proper forum i.e. DAC.

e. Comments on Internal Control and Internal Audit department

The purpose of internal control system is to ensure effective operation of an organization. It consists of measures employed by the management to achieve objectives, safeguard assets, accuracy, timeliness and reliability of financial and accounting information for decision making.

Another basic component of internal control, as envisaged under section 37(4) of LGA 2013, is internal audit which was not found in place in the domain of District Government.

f. Key audit findings of the report;

- i. Fraud / Misappropriation of Rs 6.479 million was noted in three cases ¹
- ii. Irregularities & non-compliance of Rs 655.477 million were noted in twenty four cases.²
- iii. Weak internal control of Rs 365.072 million were noted in twelve cases.³

g. Recommendations

- i. Inquiries need to be held to fix responsibility for losses, over and irregular payments.
- ii. Corrective actions need to be taken to stop the practice of violation of the rules and regulations in spending the public money.
- iii. Strenuous efforts need to be made by the departments to recover penalties and taxes.
- iv. Departments need to strengthen internal controls mechanisms to ensure that lapses of the kind reported in this audit report are preempted and fair value for money is obtained from public spending.

¹ 1.2.1.1 to 1.2.1.3

² 1.2.2.1 to 1.2.2.24

³ 1.2.3.1 to 1.2.3.12

SUMMARY TABLES & CHARTS

I: Audit Work Statistics

(Rs in million)

| S.No | Description | No. | Budget | | |
|------|---|-----|-------------|----------|----------|
| | | | Expenditure | Receipts | Total |
| 1 | Total Entities (PAOs) in Audit Jurisdiction | 1 | 3562.913 | 14.302 | 3578.215 |
| 2 | Total formations in audit jurisdiction | 18 | 3562.913 | 14.302 | 3578.215 |
| 3 | Total Entities(PAOs) Audited | 1 | 1423.693 | 9.838 | 1433.531 |
| 4 | Total formations Audited | 4 | 1423.693 | 9.838 | 1433.531 |
| 5 | Audit & Inspection Reports | 4 | 1423.693 | 9.838 | 1433.531 |

II: Audit Observations classified by Categories

(Rs in million)

| Sr. No. | Description | Amount Placed under Audit Observation |
|---------|---------------------------|---------------------------------------|
| 1. | Unsound asset management | 0 |
| 2. | Weak financial management | 270.591 |
| 3. | Weak Internal controls | 365.072 |
| 4. | Others | 391.365 |
| | Total | 1027.028 |

III : Outcome Statistics

(Rs in million)

| S. No | Description | Expenditure on Acquiring Physical Assets Procurement | Civil Works | Receipts | Others | Total For the year 2016-17 | Total for the year 2015-16 |
|-------|--|--|-------------|----------|---------|----------------------------|----------------------------|
| 1. | Outlays Audited | 0.701 | 852.545 | 9.838 | 570.447 | 1433.531 | 891.722 |
| 2. | Amount Placed under Audit Observation /Irregularities of Audit | - | 627.767 | 7.896 | 391.365 | 1027.028 | 292.339 |
| 3. | Recoveries Pointed Out at the instance of Audit | - | 82.183 | 7.896 | 15.807 | 105.886 | 38.127 |
| 4. | Recoveries Accepted /Established at the instance of Audit | - | 7.825 | 3.647 | 14.061 | 25.533 | 0 |
| 5. | Recoveries Realized at the instance of Audit | - | - | - | - | - | - |

IV: Irregularities pointed out

(Rs in million)

| S. No | Description | Amount Placed under Audit Observation |
|-------|--|---------------------------------------|
| 1 | Violation of Rules and regulations, principle of propriety and probity in public operation | 238.579 |
| 2 | Reported cases of fraud, embezzlement, thefts and misuse of public resources. | 6.479 |
| 3 | Accounting Errors (accounting policy departure from NAM ⁴ , misclassification, over or understatement of account balances) that are significant but are not material enough to result in the qualification of audit opinions on the financial statements. | 0 |
| 4 | Quantification of weaknesses of internal control systems. | 365.072 |
| 5 | Recoveries and overpayment, representing cases of establishment overpayment or misappropriations of public monies | 25.533 |
| 6 | Non-production of record | 0 |
| 7 | Others, including cases of accidents, negligence etc. | 391.365 |
| | Total | 1027.028 |

V : Cost benefit

(Rs in million)

| S # | Description | Amount |
|-----|--|-----------|
| 1 | Outlays Audited (item 1 of Table 3) | 1,433.531 |
| 2 | Expenditure on audit | 0.740 |
| 3 | Recoveries realized at the instance of audit | 0 |
| | Cost-Benefit Ratio | 1:0 |

⁵The Accounting Policies and Procedures prescribed by the Auditor General of Pakistan which are IPSAS(Cash).

CHAPTER-1

1.1 District Government Shangla

1.1.1 Introduction

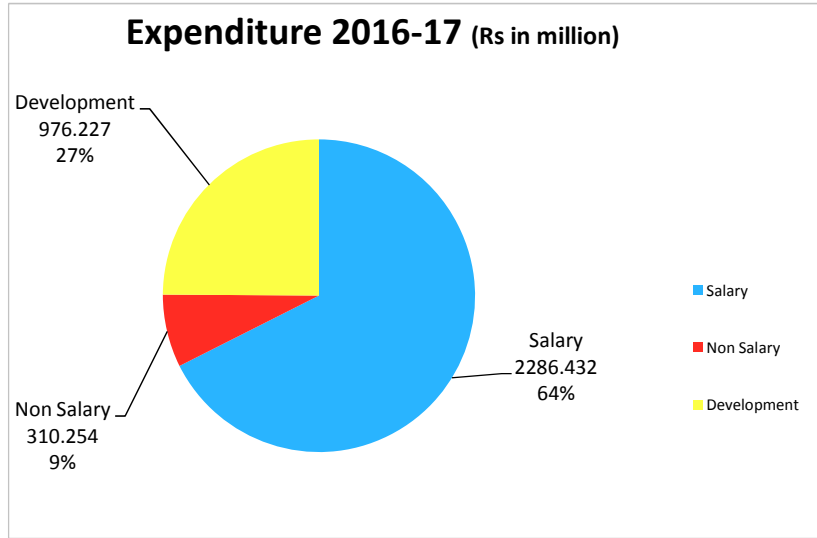
Activities of District Government are managed through offices of Deputy Commissioner and District Officers under Khyber Pakhtunkhwa Local Government Act 2013 (LGA 2013). Each group of District Offices is headed by District Officer (DO). The DO according to Rules of Business of District Government, 2015 distributes the work among the officers, branches, and/or sections of each district office. The offices which manage the activities of District Government are Deputy Commissioner (DC), XEN C&W, XEN Public Health Engineering, District Officers Agriculture, Education, Health, Water Management, Fisheries, Population Welfare, ADLG & RDD, Sports, Live Stock & DD, Soil Conservation, Cooperation, Social Welfare, Public Transport and Municipal Services.

1.1.2 Comments on Budget and Accounts (Variance Analysis)

(Rs in millions)

| 2016-17 | Budget | Actual Expenditure/ Receipts | (Saving)/ Excess | %age Excess/ Saving |
|--------------------------|----------------|------------------------------|------------------|---------------------|
| Salary | 2349.721 | 2286.432 | (63.289) | 3% |
| Non-salary | 409.91 | 310.254 | (99.656) | 24% |
| Developmental Account-IV | 341.732 | 183.431 | (158.301) | 46% |
| Developmental Account-I | 782.797 | 782.796 | (0.001) | 0% |
| Total | 3884.16 | 3562.913 | (321.247) | |
| Receipts | 14.302 | 14.302 | 0 | 0 |

The savings of Rs 321.247 million indicate inefficiency in the capacity of the District Government Departments to utilize the amount allocated.



1.1.3 Brief comments on the status of compliance with DAC / PAC Directives

The audit reports pertaining to following years have been submitted to the Governor of Khyber Pakhtunkhwa. Detail of PAC/DAC meetings are given below:

| Sr. No. | Audit Year | PAC/DAC meeting |
|---------|------------|-----------------|
| 1. | 2002-03 | Not Convened |
| 2. | 2003-04 | Not Convened |
| 3. | 2005-06 | Not Convened |
| 4. | 2006-07 | Not Convened |
| 5. | 2007-08 | Not Convened |
| 6. | 2008-09 | Not Convened |
| 7. | 2009-10 | Not Convened |
| 8. | 2010-11 | Not Convened |
| 9 | 2011-12 | Not Convened |
| 10 | 2012-13 | Not convened |
| 11 | 2013-14 | Not Convened |
| 12 | 2016-17 | Not Convened |

1.2 AUDIT PARAS

1.2.1 Misappropriation & Fraud

- 1.2.1.1**
- i. Fraudulent drawl of money on account of medicines and equipment of Rs 2.447 million**
 - ii. non-imposition of penalty Rs 432,169**

According to GFR-23 every Government officer shall be held personally responsible for any loss sustained to Government through negligence or fraud on his part or on the part of his subordinate staff.

According to Para No H of the MCC letter No. 191-200/ MCC dated 17-02-2016, and Para No.18 of the Contract Agreement the supply shall be completed within (30) days, in case of delay in supply from (31 to 45) days, a lump sum penalty of 3% of the total amount shall be levied and delay in supply from (46 to 60) days, a lump sum penalty of 7% of the total amount shall be levied through deducting the total amount of penalty from the billed amount, irrespective of the number of items supplied late and after expiry of the extended periods, the supply order shall stand cancelled along with forfeiting earnest money/performance guarantee and legal action against the supplier.

District Health Officer, Shangla paid Rs. 2,446,985 against supply orders to various suppliers for the supply of medicines and medical equipments during 2016-17. The medicines and equipments were not supplied within stipulated period. Neither the supply orders were cancelled nor other corrective actions which included forfeiture of earnest money, encashment of performance guarantee and imposition of penalty of Rs 432,169 against the suppliers was taken. Detail is given at annexure-2.

Fraudulent drawl of money on account of unsupplied medicines/equipments and non imposition of penalty was occurred due to weak managerial control and violation of government standing order/rules which resulted in loss to government.

The irregularity was pointed out to the management in August 2017. Management stated that record will be checked and penalty as per time period

would be recovered from the concerned firms. Reply was not satisfactory as no documentary proof was provided.

Request for convening DAC meeting was made in September 2017, however meeting of DAC could not convened till finalization of this report.

Audit suggests legal action against the suppliers as per MCC Rules along with penalty and action against the person(s) at fault besides recovery of principal amount.

AIR Para No 14 (2016-17)

1.2.1.2 Misappropriation of health receipts- Rs 1.994 million

According to Para 8 of the General Financial Rules Volume I, each administrative department to see that the dues of the government are correctly and promptly assessed, collected and paid into Government Treasury.

District Health Officer Shangla received Rs 2,727,779 on account of health receipts from various health units of District Shangla during financial year 2016-17 out of which Rs 733,848 was deposited into government treasury as per reconciled receipts statement for June 2017 and the remaining amount of Rs 1,993,931 was misappropriated.

Misappropriation of government receipts was occurred due to weak internal control which resulted in loss to the Government.

The irregularity was pointed out to the management in August 2017. Management stated that record will be checked and the remaining amount would be deposited in to Government Treasury. Reply was not satisfactory as the amount was still lying with the dealing hands which needed immediate deposit into government treasury.

Request for convening DAC meeting was made in September 2017, however meeting of DAC could not convened till finalization of this report.

Audit stresses upon action against the person (s) at fault and recovery of the amount.

AIR Para No 11 (2016-17)

1.2.1.3 Fraudulent drawl on fake measurement without execution of work - Rs 1.606 million

According to GFR-23 every Government officer shall be held personally responsible for any loss sustained to Government through negligence or fraud on his part or on the part of his subordinate staff.

According to Para 209 (d) of CPWA Code, it is incumbent upon the person responsible for measurements in the measurement book (MB), to record the correct and actual figures.

XEN C&W Division, Shangla drawn Rs 1,606,525 on the repair of “Kaga Dab Bridge” under M&R Fund during 2016-17 vide Vr. No. 51-R, 53-R, 55-R & 56-R dated 21-06-2017 vide MB No.174-S pages 139 to 144. However, during joint visit of site along with SDO and Sub Engineer concerned it was noticed that the items of work executed at site was different from the items shown in MB. On query it was stated that due to political interruption the Bridge was repaired by another executing agency. Detail of fake measurement is given at Annexure-3 along with site pictures.

Fraudulent drawl on fake measurement was occurred due to weak financial control which resulted in loss to the Government

The irregularity was pointed out to the management in November 2017, no reply was furnished by the management.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests recovery and action against the person (s) at fault.

AIR Para No 20 A/C-I (2016-17)

1.2.2 Irregularity and Non compliance

1.2.2.1 Unauthorized expenditure without technical sanction – Rs 475.421million

According to Para-56 of CPWD Code that the work must not be started/ executed without technical sanction.

XEN C&W Division, Shangla incurred expenditure of Rs 475,421,000 on fifty seven developmental schemes during 2016-17 while technical sanctions were not accorded by the competent authority. Detail is given at Annexure-4.

Unauthorized payment was made due to weak internal control, which resulted in violation of rules regarding ascertaining the estimate of actual quantities to be executed during the work based on engineering specifications and schedule of rates.

The irregularity was pointed out to the management in November 2017. Management stated that the technical sanctions are under process and would be submitted after approval. Reply was not satisfactory as no evidence was provided in support of reply.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit recommends inquiry by the competent forum into the actual quantities required to be executed and action against the person (s) at fault.

AIR Para No 15 A/C-I (2016-17)

1.2.2.2 Non imposition of penalty for incomplete schemes- Rs 29.774 million

Clause 2 of the Contract Agreement requires that penalty of 1% per day and up to maximum of 10% of the tender cost may be imposed for delay in completion of work.

XEN C&W Division, Shangla failed to impose penalty of Rs 29,774,000 @ 10% of the estimated cost of Rs 297,742,000 of nine (09) schemes which were not completed in stipulated time period. Detail is given at Annexure-5.

Non imposition of penalty occurred due to violation of rules, which resulted in loss to Government.

The irregularity was pointed out to the management in November 2017. Management stated that the schemes as pointed out by audit were delayed due to some cogent reasons and time extension cases are under process, however penalties if required will be imposed after approval of the competent authority. Reply was not satisfactory as no evidence was provided in support of reply.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests recovery of penalty and action against the person(s) at fault.

AIR Para No 16 A/C-I (2016-17)

1.2.2.3 Unauthorized expenditure without technical sanction - Rs 23.734 million

According to Para-56 of CPWD Code that the work must not be started/ executed without technical sanction.

XEN PHE Division, Shangla incurred expenditure of Rs 23,734,000 on ten developmental schemes during 2016-17 while technical sanctions were not accorded by the competent authority. Detail is given at Annexure-6.

Unauthorized payment was made due to weak internal control, which resulted in violation of rules regarding ascertaining the estimate of actual quantities to be executed during the work based on engineering specifications and schedule of rates.

The irregularity was pointed out to the management in August 2017. No reply was furnished by the management.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit stresses upon inquiry by the competent forum into the actual quantities required to be executed and action against the person (s) at fault.

AIR Para No 03 A/C-I (2016-17)

1.2.2.4 Loss due to non-reduction of 7.5% income tax included in MRS - Rs 19.520 million

According to Finance Department Khyber Pakhtunkhwa Notification No. SO(Dev-II) FD/12-6/14-5 dated 21.04.2015, all Provincial Works Departments, while preparing Cost Estimates of developmental projects which fall in the tax exempted areas such as PATA, shall frame the same on Market Rate System (MRS) but with 7.5% less cost to defray the amount added in the rate analysis of all works/construction/supply items to meet withholding tax.

XEN C&W Division, Shangla executed 14 schemes of Rs 260,271,263 during the financial year 2016-17. However, the department neither deducted 7.5% income tax amounting to Rs 19,520,344 from the bid value nor deducted it from contractor's bills. Detail is given at Annexure-7.

Non reduction from the bid value or non-deduction of income tax occurred due to weak internal control, which resulted in loss to Government.

The irregularity was pointed out to the management in November 2017. Management stated that the Income tax was excluded in estimates. Reply was not satisfactory as the instructions of Finance Department are clear.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests recovery and action against the person(s) at fault.

AIR Para No 13 A/C-I (2016-17)

1.2.2.5 Non recovery of Government funds and medicines from PPHI -Rs 12.162 million

According to Health Department letter No. PA(DS-A)HD/1-1/2016 dated 22nd September, 2016 Para-2(B&C) that due to closure of PPHI Operations by SRSP, proper handing taking over of medicines etc be ensured and funds remaining with the District Office of PPHI at the end of September, 2016 shall be deposited back into Government Treasury in the respective head.

District Health Officer, Shangla did not recovered Rs 9,142,243 as unspent balance of government funds and medicines stock costing Rs.3,020,822 from DSM PPHI Shangla at the closure of PPHI operations on 30.09.2016 as detailed below:

| S.No | Particulars | Amount (Rs) |
|------|---|-------------------|
| 1 | Un spent balance lying in PPHI bank Accounts | 9,142,143 |
| 2 | Total cost of Medicines Stock (closing balance) | 3,020,822 |
| | Total | 12,162,965 |

Non recovery of government funds and medicines stock occurred due to weak internal managerial control which resulted in loss to government.

The irregularity was pointed out to the management in August 2017. Management stated that the matter will be taken up with the higher ups for

immediate action. Reply was not satisfactory as no documentary proof was provided.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests recovery of the government funds and medicines stock and action against the person(s) at fault.

AIR Para No 13 (2016-17)

1.2.2.6 Unauthorized approval of rates due to avoiding open competitive bidding –Rs 11.537 million

1. According to Rule 1 of Chapter-III of Khyber Pakhtunkhwa Public Procurement of Goods, Works and Services Rules, 2014, the procuring entity shall use open competitive bidding as the principal method of procurement for the procurement of goods over the value of Rs 100,000/ rupees one hundred thousand.

2. As per NIT of Firewood and Charcoal condition No.1 that all contractors/suppliers will deposit Rs. 500,000/- as Call deposit in the name of Deputy Commissioner Shangla and condition No.3 that the successful bidder/supplier will deposit 5% as Security and condition No.17 that in case of non supply, sub standard supply or incomplete supply the call deposit and security deposit will be forfeited along with cancellation of contract of the failed contractor and awarding to 2nd lowest bidder.

Deputy Commissioner, Shangla incurred expenditure of Rs.11,537,486 under the head hot and cold during the financial year 2016-17. The department constituted a committee for finalization of tender process for purchase of firewood and charcoal for winter season 2016-17. As per Comparative statement, 24 suppliers took part in the competition in which supplier at S.No.15 was found the lowest as Rs.181 per 40Kg firewood and Rs.899 per 40Kg Charcoal. However, instead of issuing supply order to the lowest bidder, the Tender Committee cancelled the tender on the plea that the rates are far below and the

quality of the firewood/charcoal will be adverse for usage in government offices and fixed the rates as Rs.334 and 1576 respectively for purchase of firewood and charcoal from open market for the whole district.

The tender committee instead of following the NIT conditions and PPRA Rules, for open and transparent competition, cancel the tender and fixed rates very high which was unauthorized.

Unauthorized expenditure occurred due to weak internal control which resulted in violation of rules and loss to Government.

The irregularity was pointed out to the management in July 2017, no reply was furnished by the Management.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit recommends recovery of loss besides fixing responsibility on the person(s) at fault under intimation to audit.

AIR Para No 01 (2016-17)

1.2.2.7 Overpayment due to allowing excess quantity than approved BOQ Rs 9.809 million

According to GFR-23 every Government officer shall be held personally responsible for any loss sustained to Government through negligence or fraud on his part or on the part of his subordinate staff.

According Para 220 and 221 of CPWA Code, the Sub Divisional Officer, before making payments to the contractors is required to compare the quantities in the bills and see that all the rates are correctly entered and that all the calculations have been checked arithmetically.

XEN C&W Division, Shangla overpaid Rs 9,809,190 during 2016-17 due to allowing excess quantities than approved in BOQ in three works. Detail is given at annexure-8.

Overpayment occurred due to weak internal controls, which resulted in loss to Government.

The irregularity was pointed out to the management in November 2017. Management stated that the quantities have been paid as per site requirement. Reply was not satisfactory as approved BOQs were violated.

Request for convening DAC meeting was made in December 2017. However, meeting of DAC could not be convened till finalization of this report.

Audit suggests recovery and action against the person (s) at fault.

AIR Para No 22 A/C-I (2016-17)

1.2.2.8 Non-credit of lapsed deposit into government revenue – Rs 9.651 million

According to Para 399(iii) of CPWD Code Balances unclaimed for more than three complete accounting years shall be credit to government as lapsed deposits.

XEN C&W Division Shangla did not credit lapsed securities amounting to Rs 9,651,296 of 28 contractors, lying unclaimed for more than three accounting years. Detail at Annexure-9.

Non credit of lapsed deposit occurred due to weak internal control which resulted in violation of rules.

The irregularity was pointed out to the management in November 2017. Management replied that the lapsed deposits would be credited to Government

revenue. Reply was not satisfactory as no evidence was provided in support of reply.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests immediate deposit into Government Treasury and action against the person(s) at fault.

AIR Para No 14 A/C-I (2016-17)

1.2.2.9 Non Imposition of Penalty for Incomplete Schemes- Rs 7.973 million

According to Clause 2 of the Contract Agreement, penalty of 1% per day and up to maximum of 10% of the tender cost may be imposed for delay in completion of work.

According to Chief Engineer letter No. 02/28-M (13) dated 02.04.2007, there is no provision of time extension in shape of Ex- Post Facto and fine shall be imposed.

XEN PHE Division, Shangla failed to impose penalty of Rs 7,972,880 @ 10% of the estimated cost of Rs 79,866,802 in nineteen schemes which were not completed in time i.e. up to 30th June, 2017. Detail is given at Annexure-10.

Non imposition of penalty occurred due to violation of rules, which resulted in loss to Government.

The irregularity was pointed out to the management in August 2017, no reply was furnished by the management.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit stresses upon recovery of penalty and action against the person(s) at fault.

AIR Para No 04 A/C-I (2016-17)

1.2.2.10 Variation in the closing balances of deposits- Rs 6.899 million

According to Para 401 of CPWA Code, record of the transactions, relating to public work deposits should be maintained in the divisional office. This deposit should show the total receipts and adjustments and closing balance of each separate items for submission to the Accountant General.

During scrutiny of deposits record of the office of the XEN PHE Shangla for the financial year 2016-17, a variation of Rs 6,899,156 in the closing balances between the figures of Deposits register and CPWA Form 79 was found. Detail is given under:

| S. No. | Deposit | Closing balance as per Form-79 (Rs) | Closing balance as per Deposit register (Rs) | Variation (Rs) |
|--------|--------------|-------------------------------------|--|------------------|
| 01 | Deposit-II | 42,646,057 | 40,646,057 | 2,000,000 |
| 02 | Deposit-III | 12,537,711 | 7,638,555 | 4,899,156 |
| | Total | 55,183,768 | 48,284,612 | 6,899,156 |

Variation of closing balances occurred due to weak financial control which resulted in un-authentic deposits figures.

The irregularity was pointed out to the management in August 2017, no reply was furnished by the management.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit stresses upon rectification of errors and action against the persons (s) at fault.

AIR Para No 02 A/C-I (2016-17)

- 1.2.2.11**
- i. Unauthorized advance payment on fake measurement and substandard work - Rs 6.120 million**
 - ii. Overpayment due to wrong calculation in MB Rs 335,009**

According to Para 209 (d) of CPWA Code, it is incumbent upon the person responsible for measurements in the measurement book (MB), to record the correct and actual figures.

XEN C&W Division, Shangla paid Rs 1,655,800 vide Vr.No.70-B(i) dated 19.06.2017 in advance for various items of work on fake measurement vide MB No.244-S pages 116 to 147 in the work “Construction of Play Ground Alpurai” which were not executed as per site verification of the scheme. Detail is given at Annexure-11.

Moreover in the said scheme item of work “PCC 1:3:6) 50%” was shown executed with payment of Rs 4,463,531. However, during physical verification it was observed that more than 80% boulder were used in the said item of work as clear from pictures of the site.

Furthermore due to wrong calculation an overpayment of Rs 335,009 was made vide Vr. No.70-B(i) dated 19.06.2017 as per MB No.244-S Page130 item No.32 as detailed below:

| Item of work | Calculation as per MB | Correct Calculation | Diff | Rate paid | Overpayment (Rs) |
|--------------------------|------------------------------|----------------------------|-------------------------------|------------------------|-------------------------|
| PCC 1:3:6 (50% boulders) | 1x480x2x3 =6720Cft | 1x480x2x3 =2880Cft | 3840Cft =108.72M ³ | 3545.89/M ³ | 385,510 |
| Add CF 1.1 | | | | | 424,061 |
| Deduction of 21% below | | | | | 89,052 |
| Net Overpayment | | | | | 335,009 |

Advance payment on fake measurement and overpayment on wrong calculation was occurred due to weak financial and internal control which resulted in loss to the Government and undue favour to the contractor.

The irregularity was pointed out to the management in November 2017. No reply was furnished by the management.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests investigation besides recovery and action against the person (s) at fault.

AIR Para No 26 A/C-I (2016-17)

1.2.2.12 Non credit of lapsed deposits – Rs 6.301 million

According to Rule 635 of the Treasury Rules Volume-I, all balances unclaimed for more than three complete accounting years shall, at the close of June in each year, be credited to the Government.

XEN PHE Division, Shangla did not credit Rs 6,301,626 in favour of Government which was lying in PW Deposit-II on 30.06.2017 as unclaimed balances of securities of the contractors since 2011. The amount unclaimed for more than three complete financial years was required to be credited to government revenue as lapsed deposits. Detail is given at Annexure-12.

Non credit of lapsed deposit occurred due to weak internal control, which resulted in loss to the Government.

The irregularity was pointed out to the management in August 2017. No reply was furnished by the management.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit recommends immediate crediting of lapsed deposit into Government Revenue and action against the person (s) at fault.

AIR Para No 01/C-I (2016-17)

1.2.2.13 Non deposit of Additional Security and non forfeiture of 2% earnest money – Rs 7.072 million

According to NIT condition No.5 that the bidders who quote rate more than 10% below shall submit additional security equal to 8% of the bid cost, failing which 2% earnest money will be forfeited.

XEN C&W Division, Shangla awarded the work “Constt. Of GGPS Shabawara” to the lowest bidder M/S Faizur Rehman during financial year 2016-17 with the direction to deposit additional security of Rs. 6,661,248. However, the contractor failed to deposit additional security till date of audit. Therefore his 2% earnest money amounting to Rs 411,400 was required to be forfeited to Government revenue along with blacklisting the firm which was not done.

Irregular award of works and non forfeiture of earnest money was occurred due to weak financial control which resulted in loss to Government.

The irregularity was pointed out to the management in November 2017. No reply was furnished by the management.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit stresses upon forfeiture of earnest money and action against the person(s) at fault.

AIR Para No 21 A/C-I (2016-17)

1.2.2.14 Loss due to manipulation in rate in tender form/BOQ - Rs 4.152 million

According to GFR-23 every Government officer shall be held personally responsible for any loss sustained to Government through negligence or fraud on his part or on the part of his subordinate staff.

XEN C&W Division, Shangla awarded the following two works on high rates and the lowest rates offered were manipulated which resulted in loss of Rs 4,152,385 during 2016-17 as detailed below:

| S.No | Name of work | Awarded rate | Lowest Rate | Difference | E.Cost | Loss (Rs) |
|--------------|-------------------------------|--------------|-------------|------------|------------|------------------|
| 1 | Reconstruction of BHU Damorai | 22.10% below | 26% below | 3.90% | 58,262,000 | 2,272,218 |
| 2 | GPS Tolaik No.1 | 14,539,834 | 12,659,667 | 1,880,167 | 14,915,000 | 1,880,167 |
| Total | | | | | | 4,152,385 |

Non acceptance of lowest rates was occurred due to violation of rules, which resulted in loss to Government.

The irregularity was pointed out to the management in November 2017. Management stated that tender for the work BHU Damorai was opened by the bid opening committee in presence of contractors and rate 22.10% below quoted by M/S RSK was announced as lowest which was approved. Similarly lowest rate after evaluation of all the bids was Rs 14,539,834 which was approved. Reply was not satisfactory as in the first case 26% below was changed to 20% below as clear from tender form and BOQ whereas in the second case rates of contractor quoted in BOQ were changed as clear from BOQ.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit stresses upon recovery of loss and action against the person(s) at fault.

AIR Para No 17 A/C-I (2016-17)

1.2.2.15 Excess payment than BOQ and execution of work below specification Rs 2.889 million

According to Para 220 and 221 of CPWA Code, the Sub Divisional Officer, before making payments to the contractors is required to compare the quantities in the bills and see that all the rates are correctly entered and that all the calculations have been checked arithmetically.

According to GFR-23 every Government officer shall be held personally responsible for any loss sustained to Government through negligence or fraud on his part or on the part of his subordinate staff.

XEN C&W Division, Shangla paid Rs1,463,350 for excess quantities than approved BOQ/PC-I in the work “Up-gradation of GGPS Katkor” vide Vr. No.15-B(ii) dated 17.05.2017 as detailed below:

| S.No | Item of work | Paid Qty | Approved BOQ Qty | Diff | Rate | Excess payment (Rs) |
|--------------|--------------------------|---------------------|------------------|------|-------|---------------------|
| 1 | PCC (1:3:6) 50% boulders | 808 M ³ | 508 | 300 | 4,000 | 1,200,000 |
| 2 | GI Pipe ¾ " dia | 920 RM | 793 | 127 | 400 | 50,800 |
| 3 | PGI Sheet | 126 RM | 47 | 79 | 1,700 | 134,300 |
| 4 | PC plaster (1:4) | 1304 M ² | 991 | 313 | 250 | 78,250 |
| Total | | | | | | 1,463,350 |

Moreover the “Top beam” of the building laid was of inferior quality/below specification as evident from notice to the contractor vide XEN C&W Shangla letter No.592/2-M dated 16.11.2016 for which an amount of Rs 1,425,550 was paid.

Execution of works below specification and excess payment than BOQ occurred due to weak internal control, which resulted in loss to Government.

The irregularity was pointed out to the management in November 2017. Management stated that all quantities have been paid as per site requirement and the notice to the contractor was issued for rectification of work which was rectified. Reply was not satisfactory as approved BOQ was violated and no evidence regarding rectification of below specification work was provided.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests investigation besides recovery and action against the person (s) at fault.

AIR Para No 23 A/C-I (2016-17)

1.2.2.16 Non recovery of rent of road machinery -Rs 2.400 million

According to GFR-23 every Government officer shall be held personally responsible for any loss sustained to Government through negligence or fraud on his part or on the part of his subordinate staff.

XEN C&W Division, Shangla handed over (02) Nos Road Chain Dozer to Pak Army (Engg). However rent of the said machinery for 2016-17 amounting to Rs 2,400,000@ Rs.100,000 per month per machine was not recovered.

Audit observed that non recovery of rent was occurred due to weak financial control which resulted in loss to Government.

The irregularity was pointed out to the management in November 2017. Management stated that the above machinery was handed over to Pak Army in light of Deputy Commissioner Shangla letter No.685/AC(A) dated 23.5.2015 by Assistant Commissioner/SDM Alpuri Shangla. Reply was not satisfactory as no evidence provided.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests recovery and action against the person (s) at fault.

AIR Para No 28 A/C-I (2016-17)

1.2.2.17 Overpayment due to incorrect record entry in MB –Rs 2.096 million

According to GFR-23 every Government officer shall be held personally responsible for any loss sustained to Government through negligence or fraud on his part or on the part of his subordinate staff.

According to Para 220 and 221 of CPWA Code, the Sub Divisional Officer, before making payments to the contractors is required to compare the quantities in the bills and see that all the rates are correctly entered and that all the calculations have been checked arithmetically.

XEN C&W Division, Shangla overpaid Rs 2,096,109 due to incorrect record entry in MB in the work “Standardization of GHSS Sandovi Puran” during 2016-17. The work was executed through consultants. As per consultant report/IPC No.4, quantities of various items of works were deducted due to non execution, however 4th Running bill vide MB No.230-S pages 167 to 176 shows that instead of deducting, minus quantities were added with previous quantities which resulted in overpayment. Detail at Annexure-13.

Overpayment was occurred due to weak internal control, which resulted in loss to Government.

The irregularity was pointed out to the management in November 2017. Management stated that scheme is in running condition and all quantities will be adjusted after detail joined re-measurement. Reply was not satisfactory as no proof of adjustment was provided.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests recovery and action against the person (s) at fault.

AIR Para No 18 A/C-I (2016-17)

**1.2.2.18 Non deduction of sales tax and less deduction of income tax
Rs 1.849 million**

According to S.No.29 of Government of Khyber Pakhtunkhwa Finance Act 2013, 15% Sales tax is chargeable on services provided by Technical, Scientific and Engineering Consultants.

According to Office of the Inland Revenue Officer Unit-18, Mardan letter No. 848 dated 18.05.2016, to ensure proper deduction/ collection of Income tax & sales tax while making payments on account of execution of contracts at the rates given below:

| Nature of transaction | Payee | Withholding Tax rates w.e.f 1.7.2015 | |
|-----------------------|--------------------|--------------------------------------|-----------|
| | | Filer | Non Filer |
| Contracts U/S 153(1)C | Company | 7% | 10% |
| | Other then company | 7.5% | 10% |
| Services U/S 153(1)B | Company | 8% | 12% |
| | Other then company | 10% | 15% |

XEN C&W Division Shangla did not deduct Provincial Sales tax @15% amounting to Rs 1,057,603 from payment to Consultants hired for development Projects during 2016-17 as detailed below. Further Income tax was deducted @ 7% instead of 15% which resulted in less deduction of Rs 791,843as detailed below.

| S.No | Name of Firm | Vr. No. & date | Payment (Rs) | 15% Sales Tax (Rs) |
|------|---|-----------------------|------------------|--------------------|
| 1 | Associated Consulting Engineers (ACE) Pvt. Ltd. | 7-R dt. 16.3.17 | 474,420 | 71,163 |
| | | 8-R dt. 16.3.17 | 628,887 | 94,333 |
| 2 | National Engineering Services (NESPAK) | 60-B (i) dt. 19.06.17 | 5,947,380 | 892,107 |
| | | Total | 7,050,687 | 1,057,603 |

Detail of less deduction of Income tax

| S# | Name of Firm | Vr. & date | Payment | 15% I.Tax | I.Tax deducted | Less Deduction |
|----|---|----------------------|------------------|------------------|----------------|----------------|
| 1 | Associated Consulting Engineers (ACE) Pvt. Ltd. | 7-R dt. 16.3.17 | 474,420 | 71,163 | 33,309 | 37,854 |
| | | 8-R dt. 16.3.17 | 628,887 | 94,333 | 44,022 | 50,311 |
| 2 | National Engineering Services (NESPAK) | 60-B(i) dt. 19.06.17 | 5,947,380 | 892,107 | 188,429 | 703,678 |
| | | Total | 7,050,687 | 1,057,603 | 265,760 | 791,843 |

Non/less deduction of Sales/Income tax was occurred due to weak internal control which resulted in loss to Government.

The irregularity was pointed out to the management in November 2017. Management stated that detail reply would be submitted after verification of record. No reply furnished.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests recovery and action against the person(s) at fault.

AIR Para No 27 A/C-I (2016-17)

1.2.2.19 Overpayment due to non-acceptance of lowest rates Rs.1.745 million

GFR-23 requires that every government officer will be held personally responsible for any loss sustained to government through negligence or fraud on his part or on the part of his subordinate staff.

Deputy Commissioner Shangla advertised the contract for supply of firewood and charcoal for winter season 2016-17. In response (24) suppliers took part in the tender process as per comparative statement wherein lowest rate offered by “Muqarab Kheel Construction Company Lilownai” at S.No.15 as Rs.181/- per 40 Kg firewood and Rs.899/- per 40 Kg for charcoal was rejected

with the observation that the rates are far below than the previous year's rates and the whole tender was cancelled. The Tender Committee fixed the rates as Rs 334 and 1576 respectively which resulted overpayment of Rs 1,745,643 as detailed below:

| S.No | Particulars | Paid Rate (Rs) | Lowest Rate as per Comparative Statement (Rs) | Difference (Rs) | Qty | Overpayment (Rs) |
|------|-------------|----------------|---|-----------------|--------------|------------------|
| 1 | Charcoal | 1567/40Kg | 899/40Kg | 677/40Kg | 58,275 Kg | 986,304 |
| 2 | Firewood | 334/40Kg | 181/40Kg | 153/40Kg | 4963 Mund | 759,339 |
| | | | | | Total | 1,745,643 |

Overpayment was occurred due to weak internal control which resulted in loss to Government.

The irregularity was pointed out to the management in July 2017. No reply was furnished by the Management.

Request for convening DAC meeting was made in August 2017. However meeting of DAC could not be convened till finalization of this report.

Audit recommends recovery and action against the person (s) at fault.

AIR Para No 02 (2016-17)

1.2.2.20 Overpayment due to non-deduction of DPR fund and Professional Tax- Rs 1.653 million

1. According to Section-11 of the "Disabled Persons (Employment & Rehabilitation) Ordinance 1981 and the Government of Khyber Pakhtunkhwa Disabled Persons (Employment & Rehabilitation) Rules,1991 read with the Establishment and Administration Department Khyber Pakhtunkhwa letter NO.SORV(E&AD)11-26/96 Vol-III dated 25th July 2002 followed by several reminders and Federal Cabinet Decision and Directorate of Social Welfare

Special Education & Women Empowerment Department Khyber Pakhtunkhwa Circular letter No.DPR/Pub/PCRDP/15374-403 dated 23.01.2012 deduction of DPR fund @ Rs 2,000 each per million may be made in the bills of the contractors/firms who have completed business of one million or above in a financial year.

2. According to Appendix-II Section III of Finance Account-IV of 2004 reproduced in the estimates of receipts for 2008-09 Vol-II Government of Khyber Pakhtunkhwa, Finance Department, Professional Tax from suppliers/contractors & firms should be deducted from their work at the following rates:

A. Payment exceeding Rs.100,000 but not exceeding Rs1 million: Rs.2000 for 01 year.

B. Payment exceeding Rs.1 million but not exceeding Rs 2.5 million: Rs.3000 for 01 year.

C. Payment exceeding Rs.2.5 million Rs.10,000 for 01 year.

XEN C&W Division, Shangla did not deduct Rs 1,013,500 on account of DPR fund for Rehabilitation of Disabled Persons and Rs 640,000 as Professional Tax from the contractors/firms, during financial year 2016-17. Detail is given at Annexure-14.

Non deduction of DPR fund and Professional Tax occurred due to weak internal control which resulted in loss to the Government.

The irregularity was pointed out to the management in November 2017. Management stated that DPR fund and Professional tax will be recovered from the contractors. Reply was not satisfactory as no proof of recovery was provided.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests recovery and action against the person (s) at fault.

AIR Para No 30 A/C-I (2016-17)

1.2.2.21 Overpayment of HPA & Conveyance allowance during the period of leave –Rs 1.20 Million

According to condition No. (iii) of the Government of Khyber Pakhtunkhwa Finance Department letter No. NO. FD(SOSR-II)8-18/2016 dated 7.1.2016, Health Professional Allowance is not admissible during earned leave, study leave and extra ordinary leave except casual leave.

District Health Officer Shangla overpaid Rs 1,193,339 on account of Health Professional Allowance and Conveyance Allowance to twenty three (23) officers/officials during the period of their leave which resulted in loss to the Government. Detail is given at Annexure-15.

Overpayment occurred due to lack of financial control, which resulted in loss to the Government.

The irregularity was pointed out to the management in August 2017. Management stated that overpayment will be recovered from the concerned staff. Reply was not tenable as no recovery proof was provided.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit stresses upon recovery and action against the persons at fault under intimation to audit.

AIR Para No 17 (2016-17)

1.2.2.22 Overpayment due to allowing incorrect rates -Rs 1.047 million

According Para 220 and 221 of CPWA Code, the Sub Divisional Officer, before making payments to the contractors is required to compare the quantities in the bills and see that all the rates are correctly entered and that all the calculations have been checked arithmetically.

XEN PHE Division Shangla overpaid Rs 1,046,776 due to allowing incorrect rates in the following works during 2016-17 as detailed below:

| S.No | Name of work | Vr.No. & Date | Item of work | Rate paid | MRS rate | Diff | Qty (Meters) | Overpayment | |
|-----------------|------------------------------------|------------------|---------------------|-----------|----------|--------|--------------|------------------------|----------------|
| 1 | Rehabilitation of WSS Besham Bazar | 4/A dt. 1.3.2017 | HDPE Pipe 50 mm dia | 367.07 | 218.98 | 148.09 | 5,952.14 | 881,452 | |
| | | | | | | | | Add cost factor 10% | 88145 |
| | | | | | | | | Total | 969,597 |
| | | | | | | | | Less 1.2% below | 11,635 |
| | | | | | | | | Net Overpayment | 957,962 |
| 2 | WSS Nawab Abad Maira | 3/A dt. 1.3.2017 | GI Pipe 1.5" | 728.31 | 638.51 | 89.8 | 899.11 | 80,740 | |
| | | | | | | | | Add C.F 10% | 8,074 |
| | | | | | | | | Total | 88,814 |
| G. Total | | | | | | | | 1,046,776 | |

Overpayment was occurred due to weak internal control which resulted in loss to Government.

The irregularity was pointed out to the management in August 2017. Management stated that recovery would be made. Reply was not satisfactory as no evidence in support of reply was provided.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests recovery and action against the person (s) at fault.

AIR Para No 05 A/C-I (2016-17)

1.2.2.23 i. Unauthorized advance payment on fake measurement - Rs 8.547million
ii. Less deduction of Income tax Rs 891,566

According to Para 209 (d) of CPWA Code, it is incumbent upon the person responsible for measurements in the measurement book (MB), to record the correct and actual figures.

XEN C&W Division, Shangla paid Rs.8,547,320 vide Vr.No.23-B(ii) dated 15.06.2017 in advance for various items of works on fake measurement vide MB No.237-S pages 129 to 137 which were not executed as per consultant report vide IPC No.4 in the work “Standardization of GHSS Chowga Puran” as detailed below:

| S.No | Item of Work | Qty | Rate | Amount (Rs) |
|---------------------|---------------------------------|--------------|-------------|------------------|
| 1 | Small Iron work | 2.43 ton | 154,563.330 | 375,589 |
| 2 | Fabrication of heavy steel work | 25.92 ton | 139,213.330 | 3,608,409 |
| 3 | Add extra for brick work | 3103.50 Sft | 241.60 | 749,805 |
| 4 | Cement Plaster 1:4 | 17033.52 Sft | 26.92 | 458,542 |
| 5 | Cement Plaster 3/8” thick | 10087.12 Sft | 23.52 | 237,249 |
| 6 | S/F Steel wire 18gauge | 1062 Sft | 765.06 | 812,494 |
| 7 | MS grill in window | 1062 Sft | 285.62 | 303,328 |
| 8 | Steel Door | 666.75 Sft | 495.59 | 330,435 |
| 9 | S/F CGI sheet 22 guage | 6409 Cft | 139.560 | 894,440 |
| Total | | | | 7,770,291 |
| Add cost factor 10% | | | | 777,029 |
| G.Total | | | | 8,547,320 |

Moreover Income tax @7.5% amounting to Rs 2,635,133 was required to be deducted. However, income tax was deducted Rs 1,743,567 till 4th R/Bill which resulted in less deduction of Rs 891,566.

Advance payment on fake measurement and less deduction of income tax was occurred due to weak internal control which resulted in loss to the Government and undue favour to the contractor.

The irregularity was pointed out to the management in November 2017. Management stated that payment to the contractor has been made as per work done on site, although comments recorded on the consultants IPC in

remarks Column may be print mistake, however detail will be taken from the consultants. Reply was not satisfactory as advance payment was clear from consultant report.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests recovery and action against the person (s) at fault.

AIR Para No 19 A/C-I (2016-17)

1.2.2.24 Overpayment of Health Professional Allowance to EPI Technicians – Rs 700,000

According to Finance Department Khyber Pakhtunkhwa Peshawar letter No. FD (SOSR-II)8-18/2016-17 dated 28.08.2017 that Health Professional Allowance @ 10,000 is not admissible to EPI Technicians in BPS-06.

District Health Officer Shangla overpaid Rs 700,000 as health professional allowance @ Rs.10,000 per month to ten (10) Nos EPI Technicians during 2016-17 which was not admissible to them. Detail is given at Annexure-16.

Overpayment was occurred due to lack of weak internal control, which resulted in loss to Government.

The irregularity was pointed out to the management in August 2017. Management stated that recovery will be made. Reply was not satisfactory as no documentary proof was provided.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit stresses upon recovery and action against the person(s) at fault under intimation to audit.

AIR Para No 16 (2016-17)

1.2.3 Internal Control Weaknesses

1.2.3.1 Blockage of developmental fund - Rs 281.155 million

1. According to Para 12 of GFR Vol-II, a controlling officer must see not only that the total expenditure is kept within the limits of the authorized appropriation but also that the funds allotted to spending units are expended in the public interest and upon objects for which the money was provided.
2. According to District Government KPK Rules of Business 2015, Rule-8(j) that Deputy Commissioner will prepare reports on implementation of developmental plans, segregated by gender, for submission to the government and presentation in the Council.
3. According to District Government KPK Rules of Business 2015, Second Schedule Section-1(d) (i) that Planning and Development Section of Deputy Commissioner will be responsible for preparation, implementation, monitoring and evaluation of District Annual Development Program in co-ordination with District Offices.

Deputy Commissioner Shangla received Rs 281.155 million on account of developmental fund from Provincial Finance Department Khyber Pakhtunkhwa Peshawar for execution of developmental schemes in the District during 2016-17. However, the local office did not release the said fund to the executing agencies for utilization/execution of developmental schemes till date of audit which resulted in blockage of government funds and deprived the area from development.

Blockage of developmental fund was due to weak internal control which resulted in violation of government rules.

The irregularity was pointed out to the management in July 2017. Management stated that detail reply will be submitted after scrutiny of record.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests investigation besides fixing responsibility on the person(s) at fault.

AIR Para No 09 (2016-17)

1.2.3.2 Unauthentic payment on account of land compensation- Rs 31.398million

According to Para 290 of CTR, no money shall be drawn from the treasury unless it is required for immediate disbursement. It is not permissible to draw money from the treasury in anticipation of demands or to prevent the lapse of budget grants.

According to Rule 283 (I) of the CTR Vol- I, acquittance roll on Form TR 28 be maintained in support of payments.

Deputy Commissioner Shangla paid Rs 31,398,020 to Assistant Commissioner Alpurai on account of land compensation for onward disbursement to the land owners, however actual payee receipts/acquittance rolls of the land owners were not available to verify the payment as detailed below:

| S.No | Description | Payment (Rs) |
|-------------|--|---------------------|
| 01 | Karora Hydro Power Project District Shangla | 5,474,020 |
| 02 | Land for Play Ground for GHS Alpurai No.2 District Shangla | 25,924,000 |
| | Total | 31,398,020 |

Unauthentic payment was occurred due to weak financial control which resulted in violation of treasury rules.

The irregularity was pointed out to the management in July 2017. Management stated that Actual Payee Receipts will be collected from Assistant Commissioner concerned and will be shown to audit. Reply was not satisfactory as no evidence was provided.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit recommends investigation and action against the persons at fault.

AIR Para No 07 (2016-17)

**1.2.3.3 Unauthentic payment on account of land compensation-
Rs 11.708million**

According to Para 290 of CTR, no money shall be drawn from the treasury unless it is required for immediate disbursement. It is not permissible to draw money from the treasury in anticipation of demands or to prevent the lapse of budget grants.

According to Rule 283 (I) of the CTR Vol- I, acquittance roll on Form TR 28 be maintained in support of payments.

XEN C & W Division paid Rs 11,707,993 to Deputy Commissioner Shangla vide Vr.No.5-B(i) dated 19.04.2017 and Vr. No.27-R dated 30.05.2017 on account of land compensation of BHU Damorai and Steel Bridge Gandawo Alpuri for onward disbursement to the land owners, however actual payee receipts/acquittance rolls of the land owners were not available to verify the payment.

Unauthentic payment was occurred due to weak financial control which resulted in violation of rules.

The irregularity was pointed out to the management in November 2017. Management stated that the amount of land compensation has been paid to DC Shangla for further payment to the land owners. Reply was not satisfactory as actual payee receipts in support of payment were not shown to audit.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit stresses upon investigation and action against the persons at fault.

AIR Para No 32 A/C-I (2016-17)

1.2.3.4 Unauthorized purchase of medical equipments and lab chemicals – Rs 10.572 million

According to District Governments Rules of Business 2015 Second Schedule II (viii) that the procurement of equipments and medicines will be done at District Level based on the provincial rate contract finalized by DGHS Office.

Contrary to the above District Health Officer Shangla purchased medical equipments and laboratory chemicals costing Rs.10,571,682 from open market without following the provincial rate contract during 2016-17 which was unauthorized. Detail is given below:

| S.No | Name of Firm | Particulars | Difference (Rs) |
|------|---|--------------------------------------|-------------------|
| 1 | National Supplier Company Besham District Shangla | Medical Equipments and Lab Chemicals | 8,694,356 |
| 2 | Mukhtiar Sanitary Suppliers Besham District Shangla | --do-- | 1,028,376 |
| 3 | ASR Enterprizes Mingora Swat | --do-- | 537,289 |
| 4 | Niaz Enterprizes Peshawar | --do-- | 240,855 |
| 5 | Naeem Traders Mingora Swat | --do-- | 70,806 |
| | | Total | 10,571,682 |

Unauthorized purchase was occurred due to lack of internal control, which resulted in violation of rules.

The irregularity was pointed out to the management in August 2017. Management stated that Ex-post facto approval would be obtained from the competent authority. Reply was not satisfactory as no documentary proof was provided.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit stresses upon investigation and action against the person(s) at fault.

AIR Para No 12 (2016-17)

1.2.3.5 Irregular expenditure on account of feeding charges Rs 8.275 million

1. According to Rule-1 Chapter-II of PPR 2014, the procuring entity shall use open competitive bidding as the principal method of procurement for the procurement of goods over the value of Rs. 100,000 (rupees one hundred thousand).

2. According to Para 10 (i) of GFR Volume-I, every public officer is expected to exercise the same vigilance in respect of expenditure incurred from public moneys, as a person of ordinary prudence would exercise in respect of expenditure of his own money.

Deputy Commissioner Shangla paid Rs 8,274,861 to District Police Officer Shangla on account of feeding charges for the security personnel's during Census duty 2017. However, the District Police Officer shown paid the amount to local hotels whose rates were selected on quotation basis instead of adopting open competitive bidding as the principal method of procurement.

Irregular expenditure was occurred due to weak internal control which resulted in violation of rules.

The irregularity was pointed out to the management in July 2017. Management stated that detail reply would be submitted after due consultation with the concerned Department i.e. Police Department Shangla. However no reply was furnished.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit recommends investigation and action against the person (s) at fault.

AIR Para No 05 (2016-17)

1.2.3.6 Unauthentic payment to C&W Shangla -Rs 7.417 million

According to Para-56 of CPWD Code that the work must not be started/ executed without technical sanction.

According to Rule 130 of CTR, money may not be withdrawn from the public exchequer without presentation of bills. Para 296 of CTR requires that the controlling officer shall be responsible for seeing that the expenditure included in the bills, are of obvious necessity and are at fair and reasonable rates. Sanction and the requisite vouchers are all received and in order. The calculation is correct and the grants have not been exceeded over allotment.

District Health Officer Shangla drawn Rs 7,417,000 vide cheque No.1212970 dated 10.02.2017 and paid to XEN (C&W) Shangla vide cheque No.28292559 dated 22/02/2017 on account of repair of building in various health units in District Shangla during the financial year 2016-17. The following shortcomings were noticed:

1. PC-I showing detail of items with their rates was not available on the record.
2. Completion period of the schemes was not mentioned.
3. Technical Sanction of the competent authority was not shown to audit.
4. Progress report regarding physical work done was not shown to audit.
5. Completion report as per rules was not provided.

Unauthentic payment occurred due to weak financial control which resulted in violation of rules.

The irregularity was pointed out to the management in August 2017. Management stated that the concerned department would be approached for early completion of repair work and the outcome will be intimated to audit. Reply was not satisfactory as no proof work done was provided.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests investigation and action taken against the person(s) at fault.

AIR Para No 21 (2016-17)

1.2.3.7 Unauthorized and unauthentic expenditure on account of hot & cold weather charges - Rs 3.063 million

According to Rule 1 of Chapter-III of Khyber Pakhtunkhwa Public Procurement of Goods, Works and Services Rules, 2014, the procuring entity shall use open competitive bidding as the principal method of procurement for the procurement of goods over the value of Rs 100,000/ rupees one hundred thousand.

District Health Officer Shangla incurred an expenditure of Rs 3,062,947 during 2016-17 on hot and cold weather charges (purchase of fire wood and charcoal) without adopting open tender system to achieve economical rates. Further the delivery challans, stock register of fire wood/charcoal, actual payee receipts, Govt. Notification regarding scale of utilization/consumption of firewood/charcoal was not produce to verify the expenditure.

Unauthorized/unauthentic expenditure was occurred due to weak internal controls, which resulted in violation of rules.

The irregularity was pointed out to the management in August 2017. Management stated that record will be checked and the outcome will be intimated to audit. Reply was not satisfactory as no documentary proof was provided.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit stresses upon investigation and action against the person (s) at fault.

AIR Para No 15 (2016-17)

1.2.3.8 Unauthentic payment to PESCO -Rs 3.00 million

According to Para-56 of CPWD Code that the work must not be started/ executed without technical sanction.

According to Rule 130 of CTR, money may not be withdrawn from the public exchequer without presentation of bills. Para 296 of CTR requires that the controlling officer shall be responsible for seeing that the expenditure included in the bills, are of obvious necessity and are at fair and reasonable rates. Sanction and the requisite vouchers are all received and in order. The calculation is correct and the grants have not been exceeded over allotment.

Deputy Commissioner Shangla paid Rs 3,000,000 to PESCO on account of three numbers electrification schemes in District Shangla during the financial year 2016-17. The following shortcomings were noticed:

1. PC-I showing detail of items with their rates was not available on the record.
2. Completion period of the schemes was not mentioned.
3. Technical Sanction of the competent authority was not shown to audit.
4. Progress report regarding physical work done was not shown to audit.
5. Completion report as per rules was also not provided as these schemes were required to be completed during the financial year 2016-17.

Unauthentic payment occurred due to weak financial control which resulted in violation of rules.

The irregularity was pointed out to the management in July 2017. Management stated that progress report will be obtained from PESCO Authorities and will be shown to audit.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests probe into the matter and action taken against the person(s) at fault.

AIR Para No 08 (2016-17)

1.2.3.9 Non surrender of savings lying in III-Deposit Rs 2.989 million

Para 95 of General Financial Rules volume I provides that all anticipated savings should be surrendered to Government well before close of financial year. No savings should be held in reserve for possible future excesses.

XEN PHE Division, Shangla did not surrender savings of Rs 2,989,803 lying in III-Deposit since 2011 as detailed below:

| S.No | Item No | Month of Transaction | Amount (Rs) |
|------|---------|----------------------|------------------|
| 1 | 1/1 | 04/2010 | 46,734 |
| 2 | 2/2 | 2/2011 | 2,943,149 |
| | | Total | 2,989,883 |

Non surrender of savings was occurred due to weak internal control which resulted in violation of rules.

The irregularity was pointed out to the management in August 2017. No reply was furnished by the management.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit suggests surrender of savings lying in III-Deposit and action against the person(s) at fault.

AIR Para No 11A/C-I (2016-17)

1.2.3.10 Un-authentic expenditure on POL and repair of vehicle - Rs 2.154 million

According to delegation of powers 2001, second schedule S.No. 12 that log book, history sheet and petrol account register shall be maintained for each motor vehicle.

According to Finance Department Govt. of Khyber Pakhtunkhwa, Peshawar letter No. SO(A/Cs)FD/2-1/97 dated 26-4-1997 that NOC from Committee consisting of Technical Officer of S&GAD and M.V.E. shall be obtained in case of expenditure on engine overhaul, replacement of tyres and batteries.

Deputy Commissioner Shangla incurred an expenditure of Rs 2,154,453 on POL and repair of vehicles during 2016-17. However, expenditure incurred on repair of vehicles was not recorded in log books. Moreover, NOC from MVE for major overhauling/major repair of the vehicle was not obtained. Further expenditure of Rs.816,900 was shown on POL , however, log books were not available to verify the expenditure. Detail as below:

| S.No | Particulars | Amount (Rs) | Remarks |
|--------------|--------------------|------------------|--|
| 1 | Repair of Vehicles | 1,337,553 | No entry in log books to verify the expenditure |
| 2 | POL | 816,900 | Log books were not available to verify the expenditure |
| Total | | 2,154,453 | |

Unauthentic payment was occurred due to weak internal control which resulted in violation of rules.

The irregularity was pointed out to the management in July 2017. Management stated that the requisite log books of official vehicles will be presented soon. Reply was not satisfactory as the expenditure shown on repair was not entered in logbooks and expenditure on POL shown but log books were not provided during audit.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit stresses upon investigation and action against the person (s) at fault.

AIR Para No 04 (2016-17)

1.2.3.11 Irregular refund of testing charges to the contractor - Rs 1.700 million

According to clause 17(A) of contract agreement the amount retained as security deposit shall not be refunded to the contractor before the expiry of three months in case of original works valuing up to 5 million and twelve months or even more, as may be determine by the engineer in-charge with the prior approval of Chief Engineer in case of works valuing above Rs 5 million after the issue of the certificate of completion of work.

Contrary to above XEN PHE Shangla refunded testing charges of Rs 1,700,000 during 2016-17 to the contractor without considering the completion of schemes and maintenance period. The refund of security deposit without considering maintenance period by the department is irregular and against the clause as noted above. Detail below:

| S.No | Vr.No. & Date | Name of Scheme | Amount | Remarks |
|------|-------------------|-------------------|-----------|--|
| 1 | 01/A dt. 1-3-2017 | WSS Butyal Besham | 1,000,000 | PC-IV not available to verify completion |
| 2 | 02/A dt. 1.3.2017 | WSS Kunshi Besham | 700,000 | -do- |
| | | Total | 1,700,000 | |

Audit is of the view that due to weak internal controls, testing charges was refunded without lapse of maintenance period which resulted in violation of rules.

The irregularity was pointed out to the management in August 2017. No reply was furnished by the management.

Request for convening DAC meeting was made in September 2017. However meeting of DAC could not be convened till finalization of this report.

Audit recommends investigation and action against the person(s) at fault.

1.2.3.12 Unauthorized release of lapsed securities –Rs 1.641 million

According to Para 399(iii) of CPWD Code Balances unclaimed for more than three complete accounting years shall be credit to government as lapsed deposits.

XEN C&W Division Shangla released lapsed security amounting to Rs 1,641,382 to contractor instead of crediting to government revenue as it was lying unclaimed for more than three years as detailed below:

| S# | Item No | Month of Transaction | Name of Contractor | Name of Work | Released vide Vr. No & date | Amount (Rs) |
|----|---------|----------------------|--------------------|-----------------------|-----------------------------|-------------|
| 2 | 1/1 | 05/2010 | Sohrab & Sons | Maina Maira Road KM-2 | 1-R 2/2017 | 1,641,382 |

Unauthorized release of lapsed security was occurred due to weak internal control which resulted in loss to Government.

The irregularity was pointed out to the management in November 2017. Management stated that the Scheme was completed in 2013 but was retained due to some cogent reasons. Reply was not satisfactory as no documentary proof in support of reply was provided.

Request for convening DAC meeting was made in December 2017. However meeting of DAC could not be convened till finalization of this report.

Audit stresses upon investigation and action against the person(s) at fault.

Annexures

Annexure-1

Annexure-1 Detail of MFDAC Paras

| S# | AIR No | Department | Caption | Rs in million |
|--------------|-----------|---------------------|--|---------------|
| 1 | 3 | Deputy Commissioner | Irregular expenditure on purchase of IT equipments, machinery & equipments and furniture & fixture | 0.550 |
| 2 | 6 | -do- | Unauthorized payment on account of transportation charges | 0.270 |
| 3 | 18 | DHO | Overpayment of pay & allowances during the period of willful absence | 0.719 |
| 4 | 19 | -do- | Loss due to less deduction of Income tax | 0.494 |
| 5 | 20 | -do- | Loss due to non-deduction of stamp duty | 0.476 |
| 6 | 22 | -do- | Overpayment due to double drawl on account of medicines | 0.278 |
| 7 | 23 | -do- | Overpayment due to allowing high rate of medicines | 0.262 |
| 8 | 24 | -do- | Overpayment due to wrong calculation | 0.153 |
| 9 | 27 | -do- | Doubtful expenditure on account of advertisement charges | 0.363 |
| 10 | 30 | PHE | Overpayment due to non exclusion of income tax | 0.211 |
| 11 | 31 | -do- | Irregular expenditure on purchase of IT equipments, M&E, F&F and Firewood & Charcoal | 0.137 |
| 12 | 32 | -do- | Unauthentic expenditure repair of vehicle | 0.210 |
| 13 | 33 | C&W | Unauthorized drawl of pay and allowances | 0.321 |
| 14 | 34 | -do- | Unauthentic expenditure on POL and repair of vehicle | 0.699 |
| 15 | 35 | -do- | Unauthentic expenditure on account of Hot & Cold Weather charges | 0.100 |
| 16 | 6(A/C-I) | PHE | Loss due to manipulation in quoted rate | 0.387 |
| 17 | 7(A/C-I) | -do- | Excess payment of Contractor's Securities | 0.384 |
| 18 | 8(A/C-I) | -do- | Loss to Government due to non deduction of DPR fund and Professional Tax | 0.226 |
| 19 | 12(A/C-I) | -do- | Non deposit of Sales tax/Income tax | 0.072 |
| 20 | 24(A/C-I) | C&W | Overpayment due to allowing high rates | 0.669 |
| 21 | 25(A/C-I) | C&W | Overpayment due to non deduction of steel quantity | 0.834 |
| 22 | 29(A/C-I) | C&W | Loss due to non credit of forfeited security to Government revenue | 0.256 |
| 23 | 33(A/C-I) | C&W | Unauthorized expenditure on dismantling of old building and non auction of dismantled material | 0.475 |
| Total | | | | 8.546 |

**Annexure-2
Para No.1.2.1.1**

Detail of Fraudulent drawl on account of Medicines not received

| S# | Name of Firm | Name of Medicine/equipments | Supply Order date | Qty | Rate(Rs) | Amount (Rs) | Remarks |
|---|-------------------------|-----------------------------------|-------------------|------|-----------|------------------|-----------------------------|
| 1 | Saffron Pharm | Inj. Imikicin Sulphate 250mg | 16.12.2016 | 2500 | 37.95 | 94,875 | Not received till 16.8.2016 |
| 2 | Hashir Surgical | IV-Cannula-24G | 28.11.2016 | 1948 | 68 | 132,464 | --do-- |
| 3 | Bio Labs | Cream Permetherin 5% 30gm | --do-- | 850 | 29 | 24,650 | --do-- |
| 4 | Glaxo Smithkline | Various medicines for RHCs & BHUs | 09.06.2017 | -- | -- | 387,500 | --do-- |
| 5 | -do- | Various medicines | 28.11.2016 | -- | -- | 330,842 | --do-- |
| 6 | -do- | Various medicines for RHCs & BHUs | 16.12.2016 | -- | -- | 547,454 | --do-- |
| Total Non Supply Medicines | | | | | | 1,517,785 | |
| Total Penalty @ 7% | | | | | | 106,245 | |
| Detail of equipments not supplied/late supplied | | | | | | | |
| 1 | Advance System | Dental X-ray | 28.12.2016 | 01 | 525,000 | 525,000 | --do-- |
| 2 | Strongman | Bed with side table/ Locker | -do- | 05 | 64,900 | 324,500 | --do-- |
| 3 | -do- | Bed side Steel Stair | -d- | 05 | 4,900 | 24,500 | --do-- |
| 4 | -do- | Revolving Steel Stool | -do- | 16 | 3,450 | 55,200 | --do-- |
| Total Non supply Equipments | | | | | | 929,200 | |
| Penalty @ 7% | | | | | | 65,044 | |
| Detail of equipments late supplied | | | | | | | |
| 1 | Med Express | ICU Ventilators | 14.3.2017 | 04 | 2,174,000 | 8,696,000 | |
| 2 | Niaz Enterprises | Various equipments | 19.4.2017 | -- | -- | 240,855 | 8.6.17 and 24.8.17 |
| 3 | ASR Enterprises | -do- | -do- | -- | -- | 537,289 | 25.5.17 |
| 4 | Mukhtiar Sanatory Sotre | -do- | -do- | -- | -- | 1,028,376 | -do- |
| 5 | NDS Besham | -do- | -do- | | | 8,694,356 | -do- |
| 6 | Naeem Traders | -do- | -do- | -- | -- | 70,806 | -do- |
| Total late supply | | | | | | 19,267,682 | |
| Total Penalty @ 3% for late supply | | | | | | 578,030 | |
| Total Non-Supply | | | | | | 2,446,985 | |
| Total Penalty 7% +3% | | | | | | 749,319 | |

Annexure-3
Para No.1.2.1.3

Detail of payment on “Repair of Kaga Dab Bridge” under M&R Fund

| S.No | Vr. No & date | Item of work | Qty | Rate (Rs) | Amount (Rs) |
|---------------------------|-----------------|---|---------------------|------------|------------------|
| 1 | 51-R dt;21.6.17 | S/F of Soft Wood | 9.11 M ³ | 78,425 | 714,452 |
| 2 | 53-R dt;21.6.17 | Fabrication of Mild Steel reinforcement | 2.41 Ton | 103,521.94 | 249,488 |
| | | RCC (1:2:4) as in lintel beam etc | 44.4 M ³ | 9074.66 | 402,915 |
| 3 | 55-R dt;21.6.17 | Excavation as in foundation | 21.6 M ³ | 183.75 | 3,969 |
| | | PCC (1:4:8) as in F/P | 0.4 M ³ | 5090.88 | 2036 |
| | | Small Iron Work Clips, nut and bolts etc | 0.741Ton | 154,563.3 | 114,531 |
| | | S/F of Soft Wood as in position | 7.25 M ³ | 78425 | 568,581 |
| 4 | 56-R dt;21.6.17 | Fab; of heavy steel work with angle tees sheet Iron etc | 2.04 Ton | 139,231.3 | 283,995 |
| | | S/F of Suspension Cables 1” dia | 520 M ³ | 800 | 416,000 |
| Total | | | | | 2,755,967 |
| Add 10% Cost Factor paid | | | | | 275,597 |
| G. Total | | | | | 3,031,564 |
| Deduction of 7.5% I. Tax | | | | | 227,367 |
| | | | | | 2,804,197 |
| Deduction of 42.71% below | | | | | 1,197,672 |
| Net Payment | | | | | 1,606,525 |

Annexure-4**Para No. 1.2.2.1****Detail of expenditure without Technical Sanction**

| S# | ADP No | Name of work | E. Cost | Total Expenditure | Expr; during CFY |
|----|--------|--|---------|-------------------|------------------|
| 1 | 84 | Construction of Tehsil Complex Besham | 94.812 | 24.818 | 24.818 |
| 2 | 89 | Constt; of XEN/SDO PHE Offices Alpurai/Puran | 28.814 | 13.20 | 13.20 |
| 3 | 246 | Play Ground GHS No.2 Alpurai | 20.00 | 11.160 | 11.1160 |
| 4 | 260 | GPS Dabona | 15.40 | 2.246 | 2.246 |
| 5 | 260 | GPS Kadoona Barkana | 15.40 | 1.085 | 1.085 |
| 6 | 260 | GPS Kuz Kaley Dandai | 15.40 | 1.773 | 1.773 |
| 7 | -do- | GPS Lelai Dandai | 15.4 | 2.012 | 2.012 |
| 8 | -do- | GPS Amlook Banai | 15.4 | 1.998 | 1.998 |
| 9 | -do- | GPS Kaho Mayar | 15.4 | 2.793 | 2.793 |
| 10 | -do- | GPS Tapla | 15.4 | 1.580 | 1.580 |
| 11 | -do- | GPS Pyaz Maira | 15.4 | 2.053 | 2.053 |
| 12 | -do- | GPS Faiza Dehrai | 15.4 | 2.318 | 2.318 |
| 13 | -do- | GGPS Shagai Kana | 15.4 | 2.0 | 2.0 |
| 14 | -do- | GGPS Mian Kaley | 15.4 | 2.074 | 2.074 |
| 15 | -do- | GGPS Mati Waney Samsty | 15.4 | 2.152 | 2.152 |
| 16 | -do- | GGPS Naridely Bilkanai | 22.299 | 8.593 | 8.593 |
| 17 | -do- | GGPS Manz Chorbat | 22.299 | 5.188 | 5.188 |
| 18 | -do- | GGPS Butyal | 34.883 | 8.941 | 8.941 |
| 19 | -do- | GGMS/GGHS Butyal | 49.050 | 15.798 | 12.069 |
| 20 | -do- | GGPS Managy | 22.299 | 3.064 | 3.064 |
| 21 | -do- | GPS Manai Sar | 22.299 | 2.435 | 2.435 |
| 22 | -do- | GPS Ragishoom | 15.40 | 2.428 | 2.428 |
| 23 | -do- | GPS Saraka | 15.40 | 7.671 | 7.671 |

| | | | | | |
|----|------|--|--------|--------|--------|
| 24 | -do- | GPS Baina Puran | 15.40 | 3.773 | 3.773 |
| 25 | -do- | GPS Bala Makhozai | 15.40 | 2.025 | 2.025 |
| 26 | -do- | GPS Bagyar | 15.40 | 3.447 | 3.447 |
| 27 | -do- | GGPS Chagam | 15.40 | 6.964 | 6.964 |
| 28 | -do- | GMS Karin Dara | 10.850 | 1.487 | 1.487 |
| 29 | -do- | GGPS Katkor Pargana | 22.299 | 1.215 | 1.215 |
| 30 | -do- | GGCMS Cheedam | 22.299 | 9.018 | 9.018 |
| 31 | -do- | GHS Faiza Puran | 48.650 | 26.428 | 19.866 |
| 32 | -do- | GPS Faiza Puran | 22.399 | 10.677 | 5.969 |
| 33 | -do- | GPS Alouch No.1 | 34.480 | 1.368 | 1.368 |
| 34 | 264 | GPS No.1 Alpurai | 12.90 | 7.163 | 5.063 |
| 35 | 267 | Standardization of GHSS Chowga | 55.339 | 33.391 | 33.391 |
| 36 | -do- | Standardization of GHSS Alouch | 14.189 | 12.351 | 12.351 |
| 37 | -do- | Standardization of GHSS Sondovi | 49.610 | 21.181 | 21.181 |
| 38 | -do- | Standardization of GHSS Olandar | 74.895 | 46.445 | 46.445 |
| 39 | -do- | Standardization of GHSS Butyal | 37.973 | 8.625 | 8.625 |
| 40 | -do- | Standardization of GGHS Lilownai | 32.807 | 16.938 | 16.938 |
| 41 | 752 | Constt; of Road Spini Oba to Gujar Kaley | 19.944 | 8.463 | 4.463 |
| 42 | -do- | Constt; of Road Main Alpurai Besham Road to Zara Mora Road | 19.456 | 18.188 | 8.968 |
| 43 | -do- | Constt; of Road from Shapur Darul-u-loom to Karhar Sar | 24.366 | 21.786 | 13.802 |
| 44 | 986 | Constt; of 4 KM Road from Kirai to Mole Ser | 91.144 | 17.962 | 10.462 |
| 45 | 989 | Impt, Widening & B/T of Ranyal Chichloo Road | 120.00 | 25.534 | 15.212 |
| 46 | 990 | Constt; of Shahtoot Road Besham | 80.00 | 14.462 | 14.462 |
| 47 | 991 | Rehabilitation of Faiza Alagram Road 1-KM | 15.664 | 6.254 | 3.254 |
| 48 | 991 | Rehabilitation of Awarai to Kadona Road 2-KM | 34.383 | 10.647 | 7.647 |
| 49 | -do- | Rehabilitation of Shikolai to Anawar 3-KM | 45.10 | 11.623 | 8.623 |
| 50 | -do- | Rehab; of Martung to Dedal Road 6-KM | 94.49 | 16.177 | 13.177 |
| 51 | 994 | Const; and Rehab; of Peshlor Road 2-KM | 41.673 | 16.649 | 11.750 |

| | | | | | |
|----|------|--|--------|--------------|----------------|
| 52 | -do- | Const; of Gear Chgharzi Road 2.85KM | 44.882 | 10.475 | 10.475 |
| 53 | -do- | Const; of Mandoria Road 7.25-KM | 20.172 | 2.955 | 2.955 |
| 54 | 1162 | Constt;of DFID Steel Bridge Bilkanai Larai | 58.220 | 16.446 | 12.738 |
| 55 | 1163 | Impt./Rehab; of Dherai Chakisar road | 10.00 | 9.981 | 7.938 |
| 56 | -do- | --do---Chowga Machkandai road | 10.00 | 3.485 | 1.762 |
| 57 | -do- | --do—KKH to Dandai & Losar Road | 10.00 | 7.280 | 5.00 |
| | | | | Total | 475.421 |

Annexure-5

Para No. 1.2.2.2

Detail of Penalty for Incomplete Schemes

(Rs in millions)

| S.No | Name of Scheme | Work Order date | Completion date | Actual completion | Delay | E.Cost (Rs) | 10% Penalty (Rs) |
|--------------|---|-----------------|-----------------|-------------------------------|-----------|----------------|------------------|
| 01 | Standardization of GHSS Olandar | 1.11.2016 | 30.5.2017 | Still incomplete i.e. 11/2017 | 6 months | 60.532 | 6.053 |
| 02 | Standardization of GHSS Butyal | 30.9.16 | 30.5.17 | -do- | -do- | 50.089 | 5.009 |
| 03 | Standardization of GHSS Sandovi Puran | 30.9.16 | 30.5.17 | -do- | -do- | 44.425 | 4.442 |
| 04 | Standardization of GHSS Alouch Puran | 30.9.16 | 30.5.17 | -do- | -do- | 11.254 | 1.125 |
| 05 | Standardization of GGHSS Lilownai | 30.9.16 | 30.5.17 | -do- | -do- | 28.045 | 2.805 |
| 06 | Standardization of GHSS Chowga | 30.9.16 | 30.5.17 | -do- | -do- | 52.372 | 5.237 |
| 07 | Constt. Of Play Ground GHS Alpurai No.2 | 6.1.2017 | 30.6.2017 | -do- | -do- | 11.158 | 1.116 |
| 08 | Constt; of Larai Bilkanai Bridge | 21.3.2014 | 20.12.2014 | -do- | 35 months | 29.867 | 2.986 |
| 09 | Rehab; of Chowga Machkandai Road 1-KM | 06.10.2014 | 05.10.2015 | -do- | 30 months | 10.00 | 1.000 |
| Total | | | | | | 297.742 | 29.774 |

Annexure-6**Para No. 1.2.2.3****Detail of Expenditure without Technical Sanction****(Rs in million)**

| S.No | Name of work | E.Cost | Progressive expenditure | Status as per progress report |
|--------------|---|---------------|--------------------------------|--------------------------------------|
| 01 | WSS Kaho Mayar | 3.008 | 1.801 | Incomplete |
| 02 | WSS Piza Shang | 3.440 | 1.576 | Incomplete |
| 03 | WSS Besham Village Balance Work | 2.827 | 2.363 | Incomplete |
| 04 | WSS Zaga, Machkandai, Gumyar, Shinkoprai, Marakzai, Khonan, Jabago & Kuz Dunkacha | 5.700 | 2.328 | Incomplete |
| 05 | WSS Tangai, Kandi, Saro Mohalla Langbar, Shawao Kuz & Bar Kaley, Kator & Khwar Patay | 5.229 | 2.749 | Incomplete |
| 06 | WSS Bagyar, Baglela, Khonagay, Shedan & Nimkaley | 4.016 | 2.251 | Incomplete |
| 07 | WSS Chakesar | 11.617 | 3.00 | Work not started |
| 08 | WSS Dob Asharay Mandoraya | 6.566 | 1.00 | Incomplete |
| 09 | WSS Bengalai | 2.959 | 1.049 | Incomplete |
| 10 | Instt. of Hand Pumps, Pressure Pumps, Dug/Open Well in UC Aloch, Bar Puran & Bengalai | 7.957 | 5.617 | Incomplete |
| Total | | 53.319 | 23.734 | |

Annexure-7**Para No. 1.2.2.4****Detail of Income Tax not deducted**

| S.No | Name of work | Vr. No & date | Expr; during CFY | 7.5% Income Tax |
|--------------|--|--------------------------|-------------------------|------------------------|
| 1 | Standardization of GHSS Olandar | 67-B(i) dt. 19.6.17 | 47,060,173 | 3,529,514 |
| 2 | -do- GHSS Sundovi Puran | 27-B(ii) dt. 20.6.17 | 21,182,163 | 1,588,662 |
| 3 | -do- GGHSS Lilownai | 69-B(i) dt. 19.6.17 | 16,938,966 | 1,270,422 |
| 4 | -do- GGHSS Alouch Puran | 10-B(ii) dt. 15.6.17 | 12,352,146 | 926,411 |
| 5 | GHSS Butyal | 23 (B-i) dt. 19.6.17 | 7,377,611 | 553,321 |
| 6 | Contt. Of Special Education Center Alpuri | 30-B(i) dt. 19.6.17 | 11,293,420 | 847,006 |
| 7 | GPS Ragishon | 17-B(ii) dt. 15.6.17 | 2,735,285 | 205,146 |
| 8 | GGPS Chagam | 19-B(ii) dt. 15.6.17 | 7,334,009 | 550,051 |
| 9 | DFID Steel Bridge Bilkanai Larai | 45-R dt. 21.6.17 | 17,126,995 | 1,284,525 |
| 10 | Main Alpurai Besham Road to Zaramora Road | 36-R dt. 21.6.17 | 18,188,213 | 1,364,116 |
| 11 | Kirai to Moleser Road 6KM | 6-R dt. 12.4.17 | 18,226,028 | 1,366,952 |
| 12 | Impvt. Of Ranyal Chichloo Road | 4-B(ii) dt. 14.6.17 | 24,303,277 | 1,822,745 |
| 13 | Conversion of GMPS to GPS Meragai | 9-B(ii) dt.15.6.17 | 14,060,406 | 1,054,530 |
| 14 | Upgradation of Puran Hospital from Category-C to B | 26-B9ii) dt; 19.6.17 | 42,092,571 | 3,156,943 |
| Total | | | 260,271,263 | 19,520,344 |

Annexure-8**Para No. 1.2.2.7****Detail of overpayment due to allowing excess quantity than BOQ**

| S# | Name of Work | Item of work | Paid Qty | BOQ/PC-I Qty | Excess | Rate (Rs) | Overpayment (Rs) |
|----|----------------------------------|-------------------------------|----------|--------------|---------|-----------------|------------------|
| 1 | Rehab; of Awarai Kadoona Road | Excavation in common material | 19,047 | 13,674 | 5,373 | 140 | 752,220 |
| | | Excavation in Medium Rock | 14,948 | 3332 | 11,616 | 350 | 4,065,600 |
| | | | | | | Total | 4,817,820 |
| 2 | Constt. Of Play Ground Alpurai | PCC 1:3:6 with 50% boulders | 1258.79 | 601.81 | 657 | 3545.89 | 2,329,579 |
| | | Tarace Railing | 348.69 | 59.48 | 289.21 | 2832.60 | 819,216 |
| | | PC Plaster 1:4 on wall | 1935.58 | 898.51 | 1037.07 | 178.98 | 185,615 |
| | | | | | | Total | 3,334,410 |
| 3 | Constt: of Tehsil Complex Besham | GI Pipe 1.5" dia | 3151.47 | 2700 | 451.47 | 600 | 270,882 |
| | | RCC 1:2:4 in Raft Foundation | 462.88 | 353.40 | 109.48 | 7,000 | 766,360 |
| | | Stone Filling | 1286.55 | 0 | 1286.55 | 481.69 | 619,718 |
| | | | | | | Total | 1,656,960 |
| | | | | | | G. Total | 9,809,190 |

Annexure-9

Para No. 1.2.2.8

Detail of noncredit of lapsed deposits

| S# | Item No | Month of Transaction | Name of Contractor | Name of Work | Amount (Rs) |
|-----------|----------------|-----------------------------|---------------------------|---|--------------------|
| 1 | 1/1 | 12/2013 | Mohammad Ghamosh | AOM&R Building 2013-14 | 6,001 |
| 2 | 2/2 | 4/2012 | Umar Rehman | Constt. Of Steel Bridge Chowga | 279,009 |
| 3 | 1/1 | 2/2011 | Mohammadi Mulk | Constt; of Water Sheed Building | 149,640 |
| 4 | 1/2 | 6/2012 | Rahmat Munir & Co | Upgrad; of S/T GHS Malakkhel Kotkay | 100,000 |
| 5 | 2/3 | 12/2012 | --do-- | Const; of addl; Room in GPS Banr 1-Room | 143,075 |
| 6 | 1/2 | 3/2013 | Shaukat Ali | Cont; of addl; Room GPS Sarkool | 21,168 |
| 7 | 1/1 | 12/2010 | Wazir Zaman | Estt; of GPS Karawshan Koparai | 100,000 |
| 8 | 1/1 | 1/2011 | Taj Biland | Constt; of Reproductive Health Service "A" Center THQ Alpurai | 377,820 |
| 9 | 2/2 | 11/2012 | -do- | Constt; of addl C/R GPS Koo Puran | 10,000 |
| 10 | 2/2 | 3/2012 | Shangla Constt; Co | Reh; of GGPS Sanam | 172,363 |
| 11 | 3/3 | 4/2012 | -do- | Constt; of Abbott;Approach Steel Bridge Kikor | 183,252 |
| 12 | 1/1 | 12/2010 | Zahoor Elahi | Costt; of addl; C/R GPS Ajmir | 139,179 |
| 13 | 1/1 | 1/2007 | Javid Ali | Estt; of GPS Serai Martung B/Work | 107,470 |
| 14 | 1/1 | 9/2008 | Fazali Akbar | Contt; of B/T Maina Maira Road KM-2 | 500,000 |
| 15 | 2/2 | 4/2013 | -do- | AOM&R Building 2012-13 | 330,556 |
| 16 | 1/1 | 6/2006 | Sahib Rehman | Estt; of Polytechnic Institute Cat-II Residences | 69,521 |
| 17 | 1/1 | 10/2010 | Shangla Hills | Costt; of 2-Room GHS Alpurai | 186,206 |
| 18 | 1/1 | 4/2012 | Hamid Alam | R&R of GGPS Barborai | 255,156 |
| 19 | 1/2 | 2/2011 | Fida Mohammad | R& R of GGHS Chowga | 136,750 |
| 20 | 1/1 | 10/2010 | Wattan Construction | Upgrd; of GMS Alami Banda Martung | 27,492 |
| 21 | 3/3 | 2/2012 | -do- | Constt; of Union Council Office Bahlol Khel | 112,227 |
| 22 | 2/2 | 4/2012 | Iqbal Ahmad | R&R of Sandovi Faiza Alagram Road | 858,740 |
| 23 | 1/1 | 5/2010 | C.E. Pak Contt. Co | Constt; of B/T Road Chakisar Dandai KM 19,20 | 880,203 |
| 24 | 1/1 | 5/2010 | Maira Construction Co | Contt; of Maina Maira Road KM No.1 | 150,000 |
| 25 | 1/1 | 5/2011 | Bakht Zada | Rehab; of Road Karora to Ajmir | 3,583,008 |

| | | | | | |
|--------------|-----|--------|-----------------------|--|------------------|
| | | | | KM 16-29 | |
| 26 | 1/1 | 8/2011 | Taif Construction Co. | CH Puran to Cat-C OT Block | 168,000 |
| 27 | 1/1 | 2/2012 | Sardar Mohammad | PWP-II Bushra Gohar MNA Fund for UC Lilownai | 461,535 |
| 28 | 1/1 | 4/2012 | Rahamzada | --do---UC Shang | 142,925 |
| Total | | | | | 9,651,296 |

Annexure-10
Para No. 1.2.2.9

Detail of penalty not imposed on late completion of Schemes

| S.No | Name of scheme | Work order date | Completion date | Status of actual completion | Delay | Estimated cost (Rs) | Penalty @ 10% (Rs) |
|------|--|-----------------|-----------------|--------------------------------|-----------|---------------------|--------------------|
| 01 | Construction of WSS Jabago Toka, Cheer Venalai | 30.06.2015 | 30.06.2017 | Incomplete till September 2017 | 3 months | 13,318,000 | 1,318,000 |
| 02 | Rehabilitation of WSS Chichlow & Donai | 15.05.2015 | 15.11.2015 | -do- | 22 months | 1,625,000 | 162,500 |
| 03 | WSS Kuz Kalay | 24.03.2016 | 14.03.2017 | -do- | 6 months | 393,000 | 39,300 |
| 04 | WSS Chinar to Kuz Kalay | 24.03.2016 | 23.03.2017 | -do- | 6 months | 463,000 | 46,300 |
| 05 | WSS Dandai Colony | 24.03.2016 | 23.03.2017 | -do- | 6 months | 428,000 | 42,800 |
| 06 | WSS Lilai to Sawkai | 24.03.2016 | 23.03.2017 | -do- | 6 months | 685,000 | 68,500 |
| 07 | WSS Karora Bar Kaley & Joining Areas | 29.04.2016 | 28.04.2017 | -do- | 5 months | 6,288,000 | 628,800 |
| 08 | WSS Lain Suk, Punyal & Sargandai Area | 30.03.2016 | 29.03.2017 | -do- | 6 months | 2,608,000 | 260,800 |
| 09 | WSS Bugra, Karwar, Logar Karoari | 29.04.2016 | 28.04.2017 | -do- | 5 months | 6,363,000 | 636,300 |
| 10 | WSS Zaga, Machkandai, Gumyar, Shinkoprai, Marakzai, Khonan, Jabago & Kuza Dunkacha | 29.04.2016 | 28.04.2017 | -do- | 5 months | 5,700,000 | 570,000 |
| 11 | WSS Loyasargay, Kilarari, | 24.03.2016 | 25.03.2017 | -do- | 6 months | 4,090,000 | 409,000 |

| | | | | | | | |
|----|--|------------|------------|------|-------------|-----------|---------|
| | Khwar, Arakh, Laray, Bakro & Shawai Martung | | | | | | |
| 12 | WSS Ganorai, Berar, Tango, Bani & Extention of Kuza Dherai Scheme | 30.03.2016 | 29.03.2017 | -do- | 6 months | 2,029,000 | 202,900 |
| 13 | WSS Drad Juma Khan Mama Koroona, Rajisham Sanila, Kuz Drad, Rajisham | 21.03.2016 | 20.03.2017 | -do- | 6 months | 2,000,000 | 200,000 |
| 14 | WSS Manga, Totash, Qwanj Area, Kohay Matore Chakesar | 21.03.2016 | 20.03.2017 | -do- | 6 months | 2,000,000 | 200,000 |
| 15 | WSS Tangai, Kandai, Mohallah Langbar, Shawao Kuz & Bar Kalay, Kator & Khwar Patay | 08.05.2016 | 07.05.2017 | -do- | 4 months | 5,229,000 | 522,900 |
| 16 | WSS Bagyar, Baglela, Khongay, Shedan & Nimkalay | 08.05.2016 | 07.05.2017 | -do- | 4 months | 4,016,000 | 401,600 |
| 17 | Distribution System Installation, Repair & Extension of PHED WSS in PK-88 District Shangla | 08.05.2016 | 07.05.2017 | -do- | 4 months | 8,509,000 | 850,900 |

| | | | | | | | |
|----|-------------------------|------------|------------|------|--------------|-------------------|------------------|
| 18 | Various WSS in PK-87 | 08.05.2016 | 07.05.2017 | -do- | 4 months | 6,772,497 | 677,250 |
| 19 | Various WSS in PK-87 | 06.05.2016 | 05.05.2017 | -do- | 4 months | 7,350,305 | 735,030 |
| | | | | | Total | 79,866,802 | 7,972,880 |

Annexure-11
Para No. 1.2.2.11

Detail of payment on fake measurement in Play Ground Alpurai

| S.No | Item of Work | Qty | Rate (Rs) | Amount(Rs) |
|------|------------------------------------|------------------------|------------------------|------------------|
| 1 | PCC 1:4:8 under Floor | 6.48 M ³ | 4860.62 | 31497 |
| 2 | PCC 1:2:4 in Floor Topping | 67.75 M ³ | 290.56 | 19,685 |
| 3 | S/F of Steel Doors | 10.31 M ² | 7484.25 | 77,162 |
| 4 | S/F of Steel Windows | 7.80 M ² | 5898.17 | 46006 |
| 5 | S/F of Terrace Railing | 348.69 M ² | 2832.60 | 987,699 |
| 6 | PC Plaster on wall 1:4 | 1935.58 M ² | 178.98 | 346430 |
| 7 | Painting 02 Coats | 339.53 M ² | 121.90 | 41,389 |
| 8 | Distermping 03 Coats | 713.28 M ² | 57.66 | 41,127 |
| 9 | S/F of Steel Gate | 10.40 M ² | 6509 | 67,693 |
| 10 | Internal Water Supply all items | - | - | 148,643 |
| 11 | Internal Electrification all items | - | - | 98,074 |
| | | | Total | 1,905,405 |
| | | | Add CF 1.1 | 2,095,945 |
| | | | Deduction of 21% below | 440,148 |
| | | | Net Payment | 1,655,797 |

Annexure-12
Para No. 1.2.2.12

Detail of Lapsed Deposits not credited to Government Revenue

| S.No | Item No | Month of Transaction | Name of Contractor | Name of Scheme | Amount (Rs) |
|-------------|----------------|-----------------------------|---------------------------|--------------------------------------|--------------------|
| 1 | 2/2 | 6/2011 | National Construction | Bushra Gohar Fund for WSS in Shangla | 3,107,000 |
| 2 | 3/3 | 6/2011 | Amir Muqam & Co | WSS Butyal Besham | 2,299,812 |
| 3 | 4/4 | 6/2012 | R.S.K | Special Repair WSS PK-88 | 152,601 |
| 4 | 5/5 | 6/2012 | Mohammad Rashad | WSS Gunshi, Gulibagh | 74,181 |
| 5 | 6/6 | 6/2012 | National Constt. Co. | WSS Lother | 80,589 |
| 6 | 7/7 | 6/2012 | --do-- | WSS Toka Mira | 422,829 |
| 7 | 8/8 | 6/2013 | Sardar Hussain | WSS in Distt. Shangla | 38,000 |
| 8 | 9/9 | 6/2013 | Shah Saud | DWSS Alpuri | 38,210 |
| 9 | 10/11 | 6/2013 | Sajjad Ali | WSS Patoe | 25,444 |
| 10 | 11/12 | 6/2013 | Shamsur Rehman | DWSS Kuz Kana | 31,062 |
| 11 | 13/17 | 12/2013 | Fazal Karam | WSS Sandovi | 1,370 |
| 12 | 14/16 | 5/2014 | Tajun | WSS Deran Sar Nimat Killi | 30,528 |
| | | | | Total | 6,301,626 |

Annexure-13
Para No. 1.2.2.17

Detail of Overpayment due to incorrect record entry in MB

| S# | Item of work | Qty as IPC#04 | Qty Paid as per 4 th R/B | Diff | Rate (Rs) | Overpayment (Rs) |
|---------------------|--|---------------|-------------------------------------|---------|----------------|------------------|
| 1 | Excavation in Ordinary Soil | 14,490.75 Cft | 14,741.25 | 250.5 | 6.75/Cft | 1,691 |
| 2 | Structure backfilling material available at site | 7950.81 Cft | 15,664.11 | 7713.3 | 13.98/Cft | 107,832 |
| 3 | RCC in Raft Foundation (1:2:4) | 2495.11 Cft | 3,880.89 | 1385.78 | 231.89/Cft | 321,348 |
| 4 | S/F MS reinforcement Hot Rolled Grade-60 | 22 Ton | 27.32 | 5.32 | 129,968.32/Ton | 691,431 |
| 5 | Pacca brick Masonry in foundation in 1:5 | 1208.58 Cft | 4800.16 | 3591.58 | 218.08/Cft | 783,252 |
| Total | | | | | | 1,905,554 |
| Add 10% Cost Factor | | | | | | 190,555 |
| G. Total | | | | | | 2,096,109 |

Annexure-14
Para No. 1.2.2.20

Detail of DPR fund and Professional Tax not deducted

| S# | ADP No | Name of work | Amount Paid (Rs) | DPR Fund (Rs) | Professional Tax (Rs) |
|----|--------|--|------------------|---------------|-----------------------|
| 1 | 84 | Construction of Tehsil Complex Besham | 24.818 | 48,000 | 10,000 |
| 2 | 89 | Constt; of XEN/SDO PHE Offices Alpurai/Puran | 13.20 | 26,000 | 10,000 |
| 3 | 246 | Play Ground GHS No.2 Alpurai | 11.1160 | 22,000 | 10,000 |
| 4 | 260 | GPS Dabona | 2.246 | 4,000 | 10,000 |
| 5 | 260 | GPS Kadoona Barkana | 1.085 | 2,000 | 10,000 |
| 6 | 260 | GPS Kuz Kaley Dandai | 1.773 | 2,500 | 10,000 |
| 7 | -do- | GPS Lelai Dandai | 2.012 | 4,000 | 10,000 |
| 8 | -do- | GPS Amlook Banai | 1.998 | 4,000 | 10,000 |
| 9 | -do- | GPS Kaho Mayar | 2.793 | 4,500 | 10,000 |
| 10 | -do- | GPS Tapla | 1.580 | 2,000 | 10,000 |
| 11 | -do- | GPS Pyaz Maira | 2.053 | 4,000 | 10,000 |
| 12 | -do- | GPS Faiza Dehrai | 2.318 | 4,000 | 10,000 |
| 13 | -do- | GGPS Shagai Kana | 2.0 | 4,000 | 10,000 |
| 14 | -do- | GGPS Mian Kaley | 2.074 | 4,000 | 10,000 |
| 15 | -do- | GGPS Mati Waney Samsty | 2.152 | 4,000 | 10,000 |
| 16 | -do- | GGPS Naridely Bilkanai | 8.593 | 16,000 | 10,000 |
| 17 | -do- | GGPS Manz Chorbhat | 5.188 | 10,000 | 10,000 |
| 18 | -do- | GGPS Butyal | 8.941 | 16,000 | 10,000 |
| 19 | -do- | GGMS/GGHS Butyal | 12.069 | 24,000 | 10,000 |
| 20 | -do- | GGPS Managy | 3.064 | 6,000 | 10,000 |
| 21 | -do- | GPS Manai Sar | 2.435 | 4,000 | 10,000 |
| 22 | -do- | GPS Ragishoom | 2.428 | 4,000 | 10,000 |
| 23 | -do- | GPS Saraka | 7.671 | 14,500 | 10,000 |

| | | | | | |
|----|------|--|--------|--------|--------|
| 24 | -do- | GPS Baina Puran | 3.773 | 6,500 | 10,000 |
| 25 | -do- | GPS Bala Makhozai | 2.025 | 4,000 | 10,000 |
| 26 | -do- | GPS Bagyar | 3.447 | 6,000 | 10,000 |
| 27 | -do- | GGPS Chagam | 6.964 | 14,000 | 10,000 |
| 28 | -do- | GMS Karin Dara | 1.487 | 2,000 | 10,000 |
| 29 | -do- | GGPS Katkor Pargana | 1.215 | 2,000 | 10,000 |
| 30 | -do- | GGCMS Cheedam | 9.018 | 18,000 | 10,000 |
| 31 | -do- | GHS Faiza Puran | 19.866 | 39,000 | 10,000 |
| 32 | -do- | GPS Faiza Puran | 5.969 | 12,000 | 10,000 |
| 33 | -do- | GPS Alouch No.1 | 1.368 | 2,000 | 10,000 |
| 34 | 264 | GPS No.1 Alpurai | 5.063 | 10,000 | 10,000 |
| 35 | 267 | Standardization of GHSS Chowga | 33.391 | 66,000 | 10,000 |
| 36 | -do- | Standardization of GHSS Alouch | 12.351 | 24,000 | 10,000 |
| 37 | -do- | Standardization of GHSS Sondovi | 21.181 | 42,000 | 10,000 |
| 38 | -do- | Standardization of GHSS Olandar | 46.445 | 92,000 | 10,000 |
| 39 | -do- | Standardization of GHSS Butyal | 8.625 | 17,000 | 10,000 |
| 40 | -do- | Standardization of GGHS Lilownai | 16.938 | 33,000 | 10,000 |
| 41 | 457 | Upgradation of CH Puran to Category-C | 12.430 | 24,000 | 10,000 |
| 42 | 752 | Constt;of Road Spini Oba to Gujar Kaley | 4.463 | 8,000 | 10,000 |
| 43 | -do- | Constt; of Road Main Alpurai Besham Road to Zara Mora Road | 8.968 | 18,000 | 10,000 |
| 44 | -do- | Constt; of Road from Shapur Darul-u-loom to Karhar Sar | 13.802 | 27,000 | 10,000 |
| 45 | 986 | Constt; of 4 KM Road from Kirai to Mole Ser | 10.462 | 20,000 | 10,000 |
| 46 | 988 | Constt;/B/T of Lilownai Road 5KM | 15.443 | 30,000 | 10,000 |
| 47 | 989 | Impt, Widening & B/T of Ranyal Chichloo Road | 15.212 | 30,000 | 10,000 |
| 48 | 990 | Constt; of Shahtoot Road Besham | 14.462 | 28,000 | 10,000 |
| 49 | 991 | Rehabilitation of Faiza Alagram Road 1-KM | 3.254 | 6,000 | 10,000 |
| 50 | 991 | Rehabilitation of Awarai to Kadona Road 2-KM | 7.647 | 15,000 | 10,000 |

| | | | | | |
|----|------|---|----------------|------------------|----------------|
| 51 | -do- | Rehabilitation of Shikolai to Anawar 3-KM | 8.623 | 17,000 | 10,000 |
| 52 | -do- | Rehab; of Martung to Dedal Road 6-KM | 13.177 | 26,000 | 10,000 |
| 53 | 992 | Widening/B.T of Road from Shapur to Logay Phase-I KM-1.850) | 3.121 | 6,000 | 10,000 |
| 54 | -do- | Banr Khwargai Bazar to Banr Kalay Phase-I (KM-1) | 3.651 | 7,000 | 10,000 |
| 55 | 993 | Const; of Butyal to Khatak Sar Road Ph-I KM-1 | 1.250 | 2,000 | 10,000 |
| 56 | -do- | Const; of Kuzkana to Uchlass Road Ph-I KM-1 | 7.985 | 16,000 | 10,000 |
| 57 | 994 | Const; and Rehab; of Peshlor Road 2-KM | 11.750 | 23,000 | 10,000 |
| 58 | -do- | Const; of Gear Chgharzi Road 2.85KM | 10.475 | 20,000 | 10,000 |
| 59 | -do- | Const; of Mandoria Road 7.25-KM | 2.955 | 6,000 | 10,000 |
| 60 | -do- | Const; of Baina Road 2-KM | 4.23 | 8,000 | 10,000 |
| 61 | 1162 | Constt;of DFID Steel Bridge Bilkanai Larai | 12.738 | 25,000 | 10,000 |
| 62 | 1163 | Impt./Rehab; of Dherai Chakisar road | 7.938 | 16,000 | 10,000 |
| 63 | -do- | --do---Chowga Machkandai road | 1.762 | 2,500 | 10,000 |
| 64 | -do- | --do—KKH to Dandai & Losar Road | 5.00 | 10,000 | 10,000 |
| | | | 523.531 | 1,013,500 | 640,000 |

Annexure-15
Para No. 1.2.2.21

Detail of overpayment of HPA and CA

| S# | Name | Period of leave | HPA | | | Conveyance (Rs) | | | Total Overpayment (Rs) |
|----|-------------------------|----------------------|------------|--------|-------------|-----------------|-------|-------------|------------------------|
| | | | Period | Rate | Amount (Rs) | Period | Rate | Amount (Rs) | |
| 1 | Dr. Saima WMO | 2.11.16 to 31.1.17 | 3 months | 92,000 | 276,000 | 3 months | 5,000 | 15,000 | 291,000 |
| 2 | Dr. Bahri Karam SMO | 16.2.17 to 10.3.17 | 25 days | 92,000 | 76,667 | - | - | - | 76,667 |
| 3 | Dr. Mohammad Sohail SMO | 5.9.16 to 5.12.16 | 3 months | 92,000 | 276,000 | - | - | - | 276,000 |
| 4 | Dr. Munawar MO | 24.11.16 to 19.12.16 | 25 days | 92,000 | 76,667 | - | - | - | 76,667 |
| 5 | Walayat C/N | 1.7.16 to 16.9.16 | 2.5 months | 10,000 | 25,000 | - | - | - | 25,000 |
| 6 | Jamila C/N | 1.10.16 to 20.10.16 | 20 days | 10,000 | 6,452 | - | - | - | 6,452 |
| 7 | Naz Gul C/N | 1.11.16 to 31.1.17 | 3 months | 10,000 | 30,000 | - | - | - | 30,000 |
| 8 | Andaleeb C/N | 1.11.16 to 31.1.17 | 3 months | 10,000 | 30,000 | 3 months | 5,000 | 15,000 | 45,000 |
| 9 | Abdulwahab JCT P | 25.3.17 to 24.4.17 | One month | 10,000 | 10,000 | One month | 2856 | 2856 | 12,856 |
| 10 | Bacha Jehan FMT | 1.9.16 to 30.9.16 | One month | 10,000 | 10,000 | One month | 2856 | 2856 | 12,856 |
| 11 | Mohammad Kamil EPI Tech | 2.11.16 to 31.1.17 | 3 months | 10,000 | 30,000 | 3 months | 2856 | 8,568 | 38,568 |
| 12 | Nainagul LHV | 1/2017 to 2/2017 | 2 months | 10,000 | 20,000 | - | - | - | 20,000 |
| 13 | Nihayatbegum LHV | 16.4.17 to 25.5.17 | 40 days | 10,000 | 13,000 | - | - | - | 13,000 |
| 14 | Gulzada JPT | 6.2.17 to 22.3.17 | 45 days | 10,000 | 15,000 | - | - | - | 15,000 |
| 15 | Sardarhussain JPT | 18.6.17 to 13.7.17 | 25 days | 10,000 | 8,333 | 25 days | 2856 | 2380 | 10,713 |
| 16 | Miss Zamarud EPI Tech | 8.6.16 to 23.7.16 | 45 days | 10,000 | 15,000 | - | - | - | 15,000 |
| 17 | Abdur Rehman EPI Tech | 3.1.17 to 14.2.17 | 45 days | 10,000 | 15,000 | - | - | - | 15,000 |
| 18 | Arshad Habib | 29.7.16 to | One | 10,000 | 10,000 | - | - | - | 10,000 |

| | | | | | | | | | |
|----|-------------------------|------------------------|-------------|--------|--------|-----|------|--------------|------------------|
| | JPT | 29.8.16 | month | | | | | | |
| 19 | Fazal Jamil JCT | 10.8.16 to 10.10.16 | 2 months | 10,000 | 20,000 | 2 m | 2856 | 5712 | 25,712 |
| 20 | Said Mohammad JPT | 15.8.16 to 15.12.16 | 4 months | 10,000 | 40,000 | 4 m | 2856 | 11424 | 51,424 |
| 21 | Manzoor Ahmad JPT | 1.11.6 to 28.2.17 | 4 months | 10,000 | 40,000 | 4 m | 2856 | 11424 | 51,424 |
| 22 | Refat Begum C/N | 21.1.17 to 20.4.17 | 3 months | 10,000 | 30,000 | - | - | - | 30,000 |
| 23 | Shama Bibi LHV | 28.7.16 to 12.9.16 | 45 days | 10,000 | 15,000 | - | - | - | 15,000 |
| 24 | Falak Naz LHV | 13.4.17 to 12.7.17 | 3 months | 10,000 | 30,000 | - | - | - | 30,000 |
| | | | | | | | | Total | 1,193,339 |

Annexure-16
Para No. 1.2.2.24

Detail of Overpayment of HPA to EPI Technicians during 2016-17

| S# | Name & Designation | BPS | Date of Regularization | HPA per month | Period (Months) | Overpayment (Rs) |
|--------------|-----------------------------------|-----|------------------------|---------------|-----------------|------------------|
| 1 | Mr. Barkat Ali EPI Technician | 6 | --do-- | 10,000 | 7 | 70,000 |
| 2 | Mr. Amjad Ali Khan EPI Technician | 6 | --do-- | 10,000 | 7 | 70,000 |
| 3 | Mr. Ali Muhammad EPI Technician | 6 | --do-- | 10,000 | 7 | 70,000 |
| 4 | Mr. Latifullah EPI Technician | 6 | --do-- | 10,000 | 7 | 70,000 |
| 5 | Mr. Taj Muhammad EPI Technician | 6 | --do-- | 10,000 | 7 | 70,000 |
| 6 | Mr. Fazal Hakeem EPI Technician | 6 | --do-- | 10,000 | 7 | 70,000 |
| 7 | Mr. Nasar Ali EPI Technician | 6 | --do-- | 10,000 | 7 | 70,000 |
| 8 | Mr. Saeedullah EPI Technician | 6 | --do-- | 10,000 | 7 | 70,000 |
| 9 | Miss: Sheema Gul EPI Technician | 6 | --do-- | 10,000 | 7 | 70,000 |
| 10 | Mr. Ahmad Zada EPI Technician | 6 | --do-- | 10,000 | 7 | 70,000 |
| Total | | | | | | 700,000 |