



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

AUDIT YEAR 2017-18

AUDITOR GENERAL OF PAKISTAN

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ABBREVIATIONS & ACRONYMS

ACL	Audit Command Language
AIR	Audit & Inspection Report
DAC	Departmental Accounts Committee
DDO	Drawing & Disbursing Officer
DCO	District Coordination Officer
DO	District Officer
DHQ	District Headquarter
DTL	Drug Testing Laboratory
EDO	Executive District Officer
FCR	Final Completion Report
F&P	Finance and Planning
HSRP	Health Sector Reforms Programme
LP	Local Purchase
MFDAC	Memorandum for Departmental Accounts Committee
MRS	Market Rate System
MS	Medical Superintendent
SMO	Senior Medical Officer
TST	Triple Surface Treatment
NAM	New Accounting Model
OFWM	On Farm Water Management
PAC	Public Accounts Committee
PAO	Principal Accounting Officer
PCC	Pakka Cement Concert
PFR	Punjab Financial Rules
PLGO	Punjab Local Governments Ordinance
POL	Petroleum Oil & Lubricants
PPRA	Punjab Procurement Regulatory Authority
RHC	Rural Health Centre
SDA	Special Deposit Account
THQ	Tehsil Headquarter
WUA	Water User Association

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 (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001 and Section 115 of the Punjab Local Government Ordinance, 2001 require the Auditor General of Pakistan to audit the accounts of the Provincial Governments and the accounts of any authority or body established by, or under the control of, the Provincial Government. Accordingly, the Audit of all Receipts and Expenditures of the District Government Fund and Public Account of District Government is the responsibility of the Auditor General of Pakistan.

The report is based on audit of the accounts of various offices of the District Government, Khushab for the Financial Year 2016-17. The Directorate General of Audit District Governments, Punjab (North), Lahore, conducted audit during 2017-18 on test check basis with a view to reporting significant findings to the relevant stakeholders. The main body of the Audit Report includes only the systemic issues and significant audit findings. Relatively less significant issues are listed in the Annexure-A of the Audit Report. The Audit observations listed in the Annexure-A shall be pursued with the Principal Accounting Officer at the DAC level and in all cases where the PAO does not initiate appropriate action, the Audit observation will be brought to the notice of the Public Accounts Committee through the next year's Audit Report.

The audit results indicate the need for adherence to the regularity framework besides instituting and strengthening internal controls to prevent recurrence of such violations and irregularities.

The observations included in this Report have been finalized after discussion of Audit paras with the management. However, no Departmental Accounts Committee meeting by PAO was convened despite repeated requests.

The Audit Report is submitted to the Governor of the Punjab in pursuance of Article 171 of the Constitution of the Islamic Republic of Pakistan, 1973 to cause it to be laid before the Provincial Assembly of Punjab.

Islamabad
Dated:

(Javaid Jehangir)
Auditor General of Pakistan

EXECUTIVE SUMMARY

The Directorate General Audit, District Governments, Punjab (North), Lahore, is responsible to carry out the Audit of District Governments, Tehsil / Town Municipal Administrations and Union Administrations of three City District Governments and sixteen District Governments. Its Regional Directorate of Audit, Sargodha has audit jurisdiction of District Governments, TMAs and UAs of four District Governments i.e. Sargodha, Khushab, Mianwali and Bhakkar.

The Regional Directorate has a human resource of 11 officers and staff, total 2,739 man days and the annual budget of Rs 14.220 million for the Financial Year 2017-18. It has mandate to conduct Financial Attest Audit, Regularity Audit and Compliance with Authority & Performance Audit of entire expenditure including programmes / projects & receipts. Accordingly, RDA Sargodha carried out Audit of accounts of District Government Sargodha for the Financial Year 2016-17.

The District Government, Khushab conducts its operations under Punjab Local Government Ordinance, 2001. It comprises one Principal Accounting Officer (PAO) i.e. the District Coordination Officer (DCO) covering six groups of offices i.e. Agriculture, Community Development, Education, Finance & Planning, Health and Works & Services. The financial provisions of the Punjab Local Government Ordinance, 2001 require the establishment of District Government Fund comprising Local Government Fund and Public Account for which Annual Budget Statement is authorized by the Nazim / Council / Administrator in the form of budgetary grants.

Audit of District Government, Khushab was carried out with a view to ascertaining whether the expenditure was incurred with proper authorization, in conformity with laws / rules / regulations for economical procurement of assets and hiring of services etc.

Audit of receipts / revenues was also conducted to verify whether the assessment, collection, reconciliation and allocation of revenues were made in accordance with laws / rules, resulting in no leakage of revenue.

a. Scope of Audit

Out of total auditable expenditure of Rs 2,699.591 million of the District Government, Khushab for the Financial Year 2016-17 covering one PAO and 134 formations, the Regional Directorate of Audit, audited an expenditure of Rs 755.885 million which, in terms of percentage, was 28% of auditable expenditure. The RDA planned and executed audit of 35 formations i.e. 100% achievement against the planned audit activities.

Total receipts of the District Government, Khushab for the Financial Year 2016-17, were Rs 4.351 million, whereas, RDA audited receipts of Rs 1.697 million which was 37% of total receipts.

b. Recoveries at the Instance of Audit

Recovery of Rs 62.055 million was pointed out, which was not in the notice of executive before audit. However, no recovery was affected till compilation of this report.

c. Audit Methodology

The audit year 2017-18 witnessed intensive application of desk audit techniques in this directorate. This was facilitated by access to live SAP/R3 data, internet facility, and availability of permanent files. Desk review helped auditors in understanding the systems, procedures, and environment, and the audited entity before starting field activity. This greatly facilitated in the identification of high risk areas for substantive testing in the field.

d. Audit Impact

A number of improvements have been initiated by the concerned department, as suggested by audit, maintenance of record and procedures have been initiated by the concerned departments, however, audit impact in shape of change in rules has been less materialized due to non-convening of regular PAC meetings. Had PAC meetings been regularly convened, audit impact would have been manifold.

e. Comments on Internal Control and Internal Audit Department

Internal control mechanism of District Government, Khushab was not found satisfactory during audit. Many instances of weak Internal Controls have been highlighted during the course of audit which includes some serious lapses like withdrawal of public funds against the entitlement of employees. Negligence on the part of District Government authorities may be captioned as one of important reasons for weak Internal Controls.

Section 115-A (1) of PLGO, 2001 empowers Nazim of each District Government to appoint an Internal Auditor but the same was not appointed in District Government, Khushab.

f. The Key Audit Findings of the Report

- i. Non-production of record of Rs 5.500 million was noted in one case¹
- ii. Irregularity and Non-compliance of rules and regulations amounting to Rs 96.074 million was noted in six cases².
- iii. Weaknesses in internal controls have been noted in three cases involving an amount of Rs 16.709 million³.
- iv. Recoveries of Rs 62.055 million were pointed out in thirteen cases⁴.
- v. Non recovery of Rs 1.507 million due to poor performance was noted in one case⁵

¹ Para : 1.2.1.1

² Para: 1.2.2.1-1.2.2.2, 1.2.2.5-1.2.2.8

³ Para: 1.2.2.3, 1.2.2.4, 1.2.2.9

⁴ Para: 1.2.3.1-1.2.3.8, 1.2.3.10-1.2.3.14

⁵ Para: 1.2.4.1

g. Recommendations

Head of the District Government needs:

- i. To take appropriate action for non-production of record.
- ii. To adhere Public Procurement Rules for economical and rational purchases of goods and services in transparent manner.
- iii. To hold inquiries to fix responsibility for non-recovery of overpayment, misappropriation of public funds, unauthorized and irregular expenditure.
- iv. To conduct physical stock taking of fixed and current assets on regular basis.

SUMMARY TABLES AND CHARTS

Table 1: Audit Work Statistics

Rs in million

Sr. No.	Description	No.	Budget
1	Total Entities (PAOs) in Audit Jurisdiction	01	5,082.209
2	Total Formations in Audit Jurisdiction	134	5,082.209
3	Total Entities (PAOs) Audited	01	5,082.209
4	Total Formations Audited	35	824.614
5	Audit & Inspection Reports	35	824.614
6	Special Audit Reports	-	-
7	Performance Audit Reports	-	-
8	Other Reports	-	-

Table 2: Audit observation regarding Financial Management

Rs in million

Sr. No.	Description	Amount Placed under Audit Observation
1	Unsound asset management	-
2	Weak financial management	62.055
3	Weak internal controls relating to financial management	16.709
4	Violation of rules	96.074
5	Others	7.004
TOTAL		181.842

Table 3: Outcome Statistics

Rs in million

Sr. No	Description	Expenditure on Acquiring of Physical Assets (Procurement)	Civil Works	Receipts	Others	Total current year	Total last year
1	Outlays audited	-	176.276	4.351	2520.661	2,701.288*	1,454.964
2	Amount placed under audit observation / irregularities	-	137.162	-	44.680	181.842	523.838
3	Recoveries pointed out at the instance of audit	-	36.007	-	26.048	62.055	43.390

Sr. No	Description	Expenditure on Acquiring of Physical Assets (Procurement)	Civil Works	Receipts	Others	Total current year	Total last year
4	Recoveries accepted / established at the instance of audit	-	-	-	-	-	-
5	Recoveries realized at the instance of audit	-	-	-	-	-	-

*The amount in serial No.1 column of "Total Current Year" is the sum of Expenditure and Receipts whereas the total expenditure for the current year was Rs 2,699.591 million.

Table 4: Irregularities Pointed Out

Rs in million

Sr. No.	Description	Amount Placed under Audit Observations
1	Violation of rules and regulations and principles of propriety and probity in public operations.	96.074
2	Reported cases of fraud, embezzlement, theft, and misuse of public resources.	0
3	Accounting Errors (accounting policy departure from NAM ⁶ , 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 system.	16.709
5	Recoveries and overpayment, representing cases of establishment overpayment or misappropriation of public money.	62.055
6	Non-production of record	5.500
7	Others, including cases of accidents, negligence etc.	1.504
TOTAL		181.842

Table 5: Cost-Benefit

Rs in million

Sr. No	Description	Amount
1	Outlays Audited (Item 1 of Table 3)	2,701.288
2	Expenditure on Audit	1.777
3	Recoveries realized at the instance of Audit	-
4	Cost Benefit Ratio	-

⁶ The Accounting Policies and Procedures Prescribed by the Auditor General.

CHAPTER-1

1.1 District Government, Khushab

1.1.1 Introduction of Departments

As per Punjab Local Government Ordinance 2001, the activities of District Government are managed under the administrative control of a DCO who acts as a PAO assisted by EDOs distributing the work among the officers, branches and / or sections of each District Office. Following is the list of Departments, which manage the activities of District Government:

1. District Coordination Officer
2. Executive District Officer (Agriculture)
3. Executive District Officer (Community Development)
4. Executive District Officer (Education)
5. Executive District Officer (Finance & Planning)
6. Executive District Officer (Health)
7. Executive District Officer (Works & Services)

Under Section 29(k) of the PLGO 2001, Executive District Officer (EDO) acts as Departmental Accounting Officer for his respective group of offices.

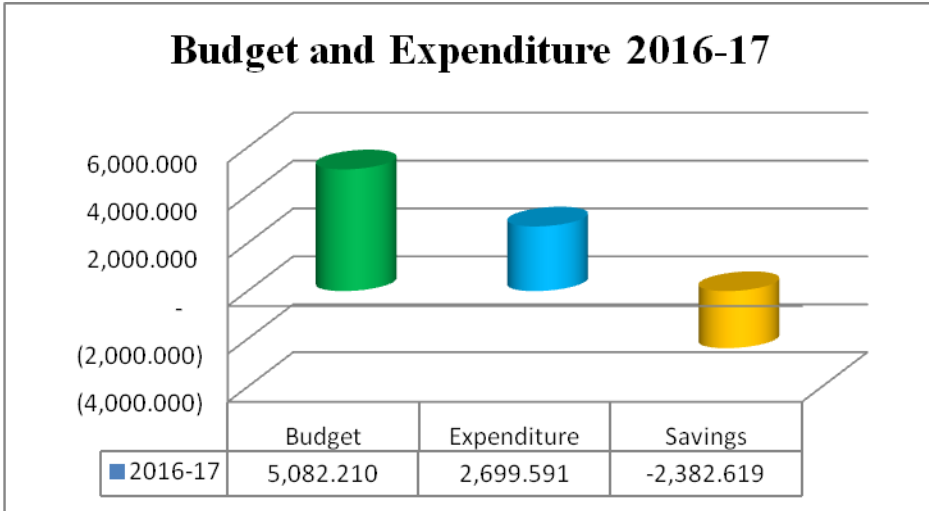
1.1.2 Comments on Budget and Accounts (Variance Analysis)

During Financial Year 2016-17 budgetary allocation (inclusive salary, non-salary and development) for District Government Khushab was Rs 5,082.210 million whereas the expenditure incurred (inclusive salary, non-salary and development) during Financial Year was Rs 2,699.591 million, showing a saving of Rs 2,382.619 million for the Financial Year 2016-17, which in terms of percentage was 47% of final budget as detailed below:

Rs in million

FY: 2015-16	Budget	Expenditure	(-) Saving	%age of Saving
Salary	4430.628	2,403.476	(-)2027.152	46
Non Salary	385.698	119.839	(-)265.859	69
Development	265.884	176.276	(-)89.608	34
Total	5,082.210	2,699.591	2,382.619	47

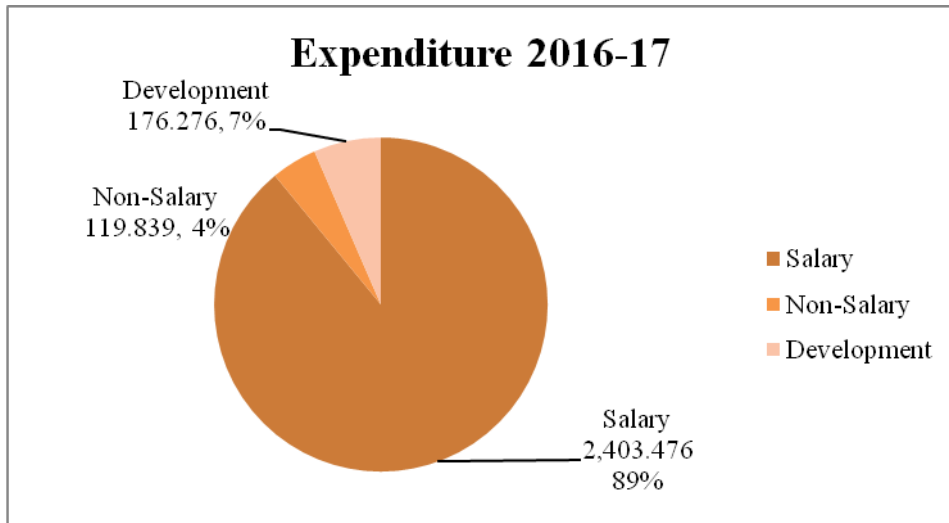
Rs in million



As per Appropriation Accounts 2016-17 of District Khushab, the original budget was Rs 5,057.085 million, Supplementary Grant was Rs 25.125 million and final budget was Rs 5,082.210 million. Against the final budget, District Government, Khushab incurred total expenditures of Rs 2,699.591 million during 2016-17.

The Salary, Non-salary and Development Expenditure comprised 89%, 4% and 7% of the total expenditure, respectively.

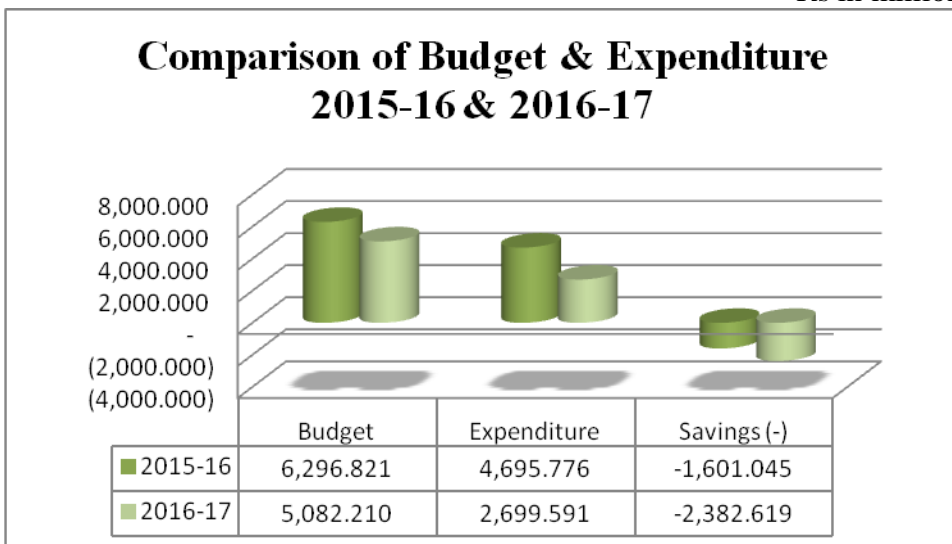
Rs in million



The comparative analysis of the budget and expenditure of current and previous Financial Years showed that there was 24% decrease in

Budget Allocation and 74% decrease in expenditure respectively as compared to previous Financial Year.

Rs in million



1.1.3 Brief comments on the status of MFDAC Audit Paras of Audit Report 2016-17

Audit paras reported in MFDAC of last year audit report which have not been attended in accordance with the directives of DAC have been reported in Part-II of Annexure-A.

1.1.4 Brief comments on the status of compliance with PAC Directives

The audit reports pertaining to following years were submitted to the Governor of the Punjab:

Status of Previous Audit Reports

Sr. No.	Audit Year	No. of Paras	Status of PAC Meetings
1	2002-03	25	Not convened
2	2003-04	28	Not convened
3	2004-05	20	Not convened
4	2005-08 F.Y (Special Audit)	155	Not convened
5	2009-10	32	Not convened
6	2010-11	20	Not convened
7	2011-12	24	Not convened
8	2012-13	17	Not convened

Sr. No.	Audit Year	No. of Paras	Status of PAC Meetings
9	2013-14	16	Not convened
10	2014-15	24	Not convened
11	2015-16	18	Not convened
12	2016-17	26	Not convened

1.2 AUDIT PARAS

1.2.1 Non Production of Record

1.2.1.1 Non production of record – Rs 5.500 million

According to Section 14(1,2 & 3) of Auditor General's Functions, Powers and Terms and Conditions of Service, Ordinance, 2001, the Auditor-General shall conduct audit of the departments under of the control of the of Federation and of a Province and all authorities established there under. The officer in-charge of any office or department shall afford all facilities and provide record for audit inspection. Further, any person or authority hindering the auditorial functions of the Auditor General regarding inspection of accounts shall personally be responsible and dealt with under relevant Efficiency and Discipline Rules.

Medical Superintendent DHQ Hospital Khushab did not produce record pertaining to the Financial Year 2016-17, for audit verification. In the absence of record, authenticity, validity, accuracy and genuineness of expenditure of Rs 5.500 million could not be verified. Detail is as under:

1. Cash book 2015-16
2. Budget registers
3. Details of income of parking stands and canteen
4. Log books of the vehicles from 1-07-2016 to 31-12-2016
5. Consumable stock registers
6. Reconciled expenditure statements
7. Leave records
8. Details of the deposit challans
9. Recruitment procedure of daily wages employees

Audit held that due to weak financial discipline and internal controls, relevant record was not produced to audit in violation of criteria *ibid*.

This resulted in unauthentic expenditure of Rs 5.500 million.

The matter was reported PAO/DC in September 2017 but neither reply was submitted nor DAC meeting was convened till finalization of this report.

Audit recommends fixing responsibility for non-production besides production of record to audit for the fulfillment of statutory provisions.

[PDP No.46]

1.2.2 Irregularities / Non-compliance

1.2.2.1 Irregular payment without compulsory tests reports – Rs 73.314 million

According to additional clause 9 of contract agreement, the contractor is bound to set up field control laboratory at site of work along with necessary equipments and logistics to carry out compaction tests for earthwork, sub base and base course and other tests like gradation control tests for sub base and surfacing.

DO Roads executed development schemes under SDA Account of the DCO, during the Financial Year 2016-17. The department paid a huge amount of Rs 73.314 million on account of sub-base course and base course without compulsory tests reports. Besides, following irregularities were also noticed:

- a) Entry regarding compaction of base sub base as well as on berms was not available in the MB.
- b) Compaction test of sub base & base course was not available.
- c) Gradation of material for sub base, base course and TST was also not available.
- d) Quality of bituminous course / TST was not carried out.
- e) Sample of bajri (stone) used as sub base course and base course was not got approved from the concerned authority as required under contract agreement.
- f) Strength test report of the stone was also not available
- g) Quality test of PCC was not done.

Name of work	Bill #	Contractors Name	Description	Qty Cft/Sft	Rate	Amount (Rs)
Rehabilitation of road from Naushehra to Uchali road	C.C 9 th & Running bill	M/s Shadab Construction Company	P/L Base Course	474300	5306.77	25,170,010
			T.S.T	775928	4700	36,468,616
			T.S.T	142000	4700	6,674,000
			D.S.T	65600	2363.11	1,550,200
			P.C.C	19498	17700	3,451,146
Total						73,313,972

Audit held that due to weak internal controls the expenditure was incurred without mandatory tests.

This resulted in an irregular expenditure of Rs 73.314 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends probe into the matter for fixing responsibility against the persons at fault.

[PDP No. 3]

1.2.2.2 Irregular payment to water user's association without obtaining FCR – Rs 17.137 million

According to D.G. Agriculture, Water Management Punjab, Lahore letter No.35480 dated 13-10-2005, the funds will be released to WUA in three installments as prescribed and every installment will be released after certification the completion of the works by the PWMC.

DO (OFWM) made payment of Rs 17.137 million to the water user associations, on account of 12 water courses, during Financial Year 2016-17 without obtaining certification regarding complete of work, of Punjab Water Management Consultants as detailed below:

Sr. No.	Water Course No.	Total area in meters	Material Cost (Rs)
1	16880/L	934	1,771,390
2	14400/L	721	1,357,417
3	11985/R	1,233	2,023,910
4	13485/R	907	1,649,386
5	48200/R	915	1,553,942
6	11000/R	636	1,087,912
7	77300/L	1,091	1,717,850
8	30500/L	485	793,106
9	500/L	812	1,645,590
10	88319/L	925	1,378,315
11	74950/R	589	955,346
12	12208/L	564	1,203,255
Total			17,137,419

Audit is of the view that due to weak internal controls, the payments were made without assurance regarding completion of work.

This resulted in an irregular payment of Rs 17.137 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends certification of the schemes involved in the para besides fixing responsibility for making payment without mandatory FCR.

[PDP No.05]

1.2.2.3 Doubtful expenditure on account of dismantling and reconstruction of foundation of wall – Rs 10.709 million

According to rule 2.33 of PFR Vol-I, every government servant should fully realize that he will be held personally responsible for any loss sustained by government through fraud or negligence.

District Officer (Buildings) incurred an expenditure of Rs 10.709 million for the dismantling of foundation of boundary walls of various premises and reconstruction without any cogent justification, as dismantling of foundation of boundary walls was not found during physical verification by Audit. Annexure-B

Audit is of the view that due to weak administrative controls and financial indiscipline cost of dismantling and reconstruction of foundation under boundary wall was charged.

This resulted in an irregular expenditure of Rs 10.709 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated reminders, DAC meeting was not convened till the finalization of this Report.

Audit recommends probe into the matter, action against the persons at fault besides effecting of consequent recovery.

[PDP No.8]

1.2.2.4 Loss to government due to irregular auction of kanhatti garden - Rs 5 millions

According to rule 2.10(a) of PFR Vol-I, same vigilance should be exercised in respect of expenditure incurred from government revenues as a person of ordinary prudence would exercise in respect of the expenditure from his own money.

District Officer (Agriculture) Extension auctioned the Kanhatti Garden comprising upon 20 acre cultivated area and 8 acre garden @ Rs 530,000 per annum without proper assessment of yield of land and production of the garden. Further, as per report of Agriculture Officer, besides garden, the tenant is also cultivating 57 acres area beyond the permissible limit of 20 acres. On the other hand the management incurred an expenditure of Rs 809,240 on account of fertilizer, plants & pesticides beside POL charges / repair of tractors of Rs 231,083. Following irregularities were also noticed:

- i. Neither auctioned was uploaded on PPRA website nor in the newspapers.
- ii. Prescribed procedure of auction was not followed.
- iii. Garden was auctioned without the approval of the competent authority i.e. EDO (Agriculture).
- iv. No proper record of fruit trees and yields per year of the garden was found in record.
- v. Assessment committee did not consider the crops production of cultivated area of 28 acre of two seasons for assessment of reserve price.

It is important to mention here that a local farmer named Mr. Allah Bukhsh S/O Muhammad Yar got first prize of 85-HP tractor by producing 98.78 maunds per acre wheat production in District Khushab during 2016-17. On the other hand, agriculture department Khushab auctioned 28 acres, including garden at 8 acres, cultivated land merely in Rs 530,000 without considering the production of local farmer.

Audit held that due to weak managerial controls and financial indiscipline Kanhatti garden was leased out at lesser rates. Further, neither the department took appropriate action against the tenant who is cultivating over and above the permissible area / land nor imposed and effect any penalty from him.

This resulted in a loss of Rs 5 million to the government.

Audit recommends investigation at appropriate level besides fixing of reasonability against the person (s) at fault and recovery consequential loss.

[PDP No.01]

1.2.2.5 Irregular expenditure on procurements – Rs 2.216 million

According to rule 12 of PPRA rules 2014, a procuring agency shall advertise procurement of more than one hundred thousand rupees and up to the limit of two million rupees on the website of the Authority in the manner and format specified by regulations but if deemed in public interest, the procuring agency may also advertise the procurement in at least one national daily newspaper.

DDOs of the following formations incurred an expenditure of Rs 2.216 million for the procurement of store items during the Financial

Year 2016-17. The formations neither advertise the procurement on website nor in any National Daily Newspaper.

(Rs in million)

Sr. No.	Formation	PDP No.	Description	Amount
1	MS THQ Hospital Noshera	37	Medical Equipment	1.182
2	MS THQ Hospital Khushab	27	Cost of other store	0.225
3	DO (Agri) Ext. Khushab	02	Fertilizer, pesticide and seed	0.809
Total				2.216

Audit held that due to weak financial discipline the expenditure was incurred without fulfilling legal formalities.

This resulted in an irregular expenditure of Rs 2.216 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends regularization of the expenditure.

1.2.2.6 Irregular purchase of LP medicines – Rs 1.315 million

As per letter No.AAC/HD/1-42/94 (P) dated 14-4-1998 of Health Deptt. Govt. of Punjab, para No.09, LP medicines shall be purchased on day to day basis on the rate contract through PPRA with the local medical store/supplier on discount ranging from 8 to 12%.

District Officer Health incurred an expenditure of Rs 1.315 million for the purchase of LP medicines during 2016-17. Neither purchases were made on daily basis nor the open tender procedure adopted. Further, the department did not avail permissible discount as per criteria ibid. Detail is as under:

Cheque No	Date	LP Item	Supplier	Amount (Rs)
6653	19.09.16	Tab. Ibuprofen	MS Hassan Pharma	200,000
6652	22.09.16	Syp. Kotri 50ML	MS Hassan Pharma	125,000
6654	22.09.16	Amoxicillin 500Mg	MS Hassan Pharma	175,000
3114425	26.09.16	LP Medicines	Arslan Medical	240,000
3114425	26.10.16	LP Medicines	Arslan Medical	260,000
3114428	10.10.16	LP Medicines	Hassan Pharma	158,600
6658	22.09.16	Inj. Magnesium Sulphate	MS Hassan Pharma	5,000
6659	22.09.16	Inj. Pheneramin	MS Hassan Pharma	50,000
6655	22.09.16	Inj. Transamin	MS Hassan Pharma	35,000
6657	22.09.16	Inj. Hydrocortisone 250mg	MS Hassan Pharma	66,000
Total				1,314,600

Audit held that due to weak financial controls, expenditure was incurred in violation to the government instructions.

This resulted in an irregular expenditure of Rs 1.315 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends regularization of the expenditure and recovery of un-availed discount from the persons at fault.

[PDP No.30]

1.2.2.7 Irregular drawl of pay & allowances – Rs 1.128 million

As per government of the Punjab Finance Department No.FD.SR 4-8-1/76 (Prov.) dated 16-03-1988, shifting of head quarter of a government servant for the period exceeding three months is a financial irregularity.

Senior Medical Officer RHC Mitha Tiwana made payment of Rs 1.128 million of pay & allowances to Dr. Wifa WMO, performing duties at other office instead of actual place of posting for three years.

Audit is of the view that due to weak managerial controls salaries were disbursed in violation of government instructions.

This resulted in an irregular payment of pay & allowances of Rs 1.128 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends inquiry besides fixing of responsibility against the person (s) at fault.

[PDP No.14]

1.2.2.8 Irregular expenditure due to misclassification – Rs 0.964 million

According to Rule 64(1)(ii) & (2)(i)(ii) of PDG & TMA (Budget) Rules 2003, each Local Government shall ensure that authorized budget allocations are expended in conformity with the Schedule of Authorized Expenditure and that there must be an appropriation of funds for the purpose.

District Officer (Forest) incurred an expenditure of Rs 0.964 million for purchase of peter engine, plants and daily wages employees

from the object head “others A-03970” instead of relevant objects mentioned in the table below:

Date	Description	Account Charged	Account to be Charged	Amount (Rs)
09.09.16	Daily Labour Charges	A-03970	A-01277	70,560
24.12.16	Carriage of Silt D-Chowk	A-03970	A-03807	54,230
24.12.16	Carriage of Silt D-Chowk	A-03970	A-03807	54,230
24.12.16	Carriage of Silt D-Chowk	A-03970	A-03807	54,230
24.12.16	Carriage of Silt D-Chowk	A-03970	A-03807	44,306
28.12.16	Carriage of Silt D-Chowk Near Food Godam	A-03970	A-03807	32,537
28.12.16	Carriage of Silt D-Chowk	A-03970	A-03807	73,135
28.12.16	Purchase of Peter Engine 6HP	A-03970	A-09106	46,520
28.12.16	Carriage of silt	A-03970	A-03807	57,063
28.12.16	Carriage of silt	A-03970	A-03807	44,625
28.12.16	Carriage of silt	A-03970	A-03807	21,916
28.12.16	Carriage of silt	A-03970	A-03807	12,202
28.12.16	Purchase of plants for D.Chowk	A-03970	A-03942	398,895
Total				964,449

Audit held that due to weak internal controls and financial indiscipline the expenditure was charged to the irrelevant head of account.

This resulted in an irregular expenditure of Rs 0.964 million.

The matter was reported to the PAO / DC in September, 2017. The authority neither furnished the reply nor was DAC meeting convened till the finalization of this Report.

Audit recommends regularization of the expenditure.

[PDP No.2]

1.2.3 Internal Control Weaknesses

1.2.3.1 Non imposition of penalty - Rs 26.399 million

According to clause 39 of Contract, a penalty @ 1% to 10% is required to be imposed for delayed completion of work.

DDOs of following formations awarded various work of construction and supplies to different contractors during the Financial Year 2016-17. The contractors / firms could not complete their work / supplies within stipulated period. The department neither imposed nor recovered amount of penalty from the defaulter contractors.

(Rs in million)

Sr. No.	Name of formation	PDP No.	Amount of work	10% penalty
1	DCO executed by DO (Roads)	2	15.75	1.575
2	DO (Buildings)	2	106.020	10.602
3	DO (Buildings)	25	140.696	14.069
4	EDO (Health)	02	1.530	0.153
Total				26.399

Audit held that due to weak internal controls penalty was neither imposed nor recovered from the defaulter contractors.

This resulted in non imposition and recovery of penalty of Rs 26.399 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery of stated amount from contractor.

1.2.3.2 Less deduction of PST – Rs 18 million

As per Punjab Revenue Authority Finance Department instruction issued vide No. PRA/22477 dated 25.04.2014 and in the light of Notification No. SO(TAX) 1-2/97 (PT VIII), sales tax @ Rs16% is required to be deducted from the payment made for services rendered w.e.f. July, 2013.

District Officer (Buildings) Khushab awarded work of development schemes / repair to different contractors during 2016-17 and made payments of Rs 120 million accordingly. The department deducted provincial sales tax @1% instead of prescribed rates for non-register/non-filers contractors i.e. @16% despite the fact that most of the contractors were not registered with Punjab Revenue Authority.

(Rs in million)

Total Payment made to contractor	PST was to be deducted @ 16% from non-filer	Amount of Income Tax @ 1%	Difference/ Less recovery
120	19.2	1.2	18

Audit is of the view that due to weak financial controls the PST at prescribed rates was not deducted.

This resulted in a loss of revenue of Rs 18 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery of PST from the contractors.

[PDP No.04]

1.2.3.3 Less deduction of income tax – Rs 3.502 million

According to Section 153 (1)(c) of Income Tax Ordinance 2001, every prescribed person making a payment in full or part including a payment by way of advance to a resident person on the execution of a contract shall deduct tax @ 7.5% of the gross amount payable, if the person is a filer and 10% if the person is a non-filer.

DO Building Khushab made payment of Rs 120 million to contractors for the execution of development schemes / repair works during 2016-17 and deducted income tax @7.5% instead of 10% from the non-filer contractors as detailed below:

(Rs in million)

Total Payment made to contractor	I Tax was to be deducted @ 10% from non-filer	Amount of Income Tax recovered @ 7.5 %	Difference/ Less recovery
120	12	9	3

Similarly, DO OFWM made payment of Rs 5.024 million to the contractors for different works during 2016-17 without deduction of income tax of Rs 0.502 million from the contractors.

Audit is of the view that due to weak financial controls the income tax was either not or less deducted.

This resulted in a loss of revenue of Rs 3.502 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery of stated amount.

[PDP No.03]

1.2.3.4 Non deduction on account of price variation – Rs 3.009 million

According to clause 55(I) of contract agreement where any price variation (increase or decrease) to the extent of 5% or more in the price of any of the item takes place after the acceptance of tender and before the completion of contract the amount payable/recoverable shall be adjusted to the actual variation in the cost of item concerned.

Drawing and Disbursing Officers of some formations made payment of Rs 3.009 million without watching downward variation in prices of diesel, steel and bitumen at the time of payment to contractor despite the prices of diesel, steel and bitumen were decreased more than 5% during the execution period. Annexure-C

(Rs in million)

Sr. No.	Name of Formation	Account/Items	PDP No.	Amount
1	DCO	Bitumen	01	1.270
		Diesel	06	0.058
2	DO (Buildings)	Diesel	21	0.579
3	DO (Roads)	Diesel	01	0.136
		Steel		0.007
		Diesel	02	0.066
		Bitumen		0.753
		Diesel	03	0.065
		Steel		0.075
Total				3.009

Audit held that due to weak internal controls and financial indiscipline, overpayment was made to contractors.

This resulted in an overpayment of Rs 3.009 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery of the stated amount.

1.2.3.5 Unauthorized drawl of HRA, CA and HSRA – Rs 2.638 million

As per clarification issued by government of the Punjab, Finance Department letter No.FD(M-1)1-15/82-P-I dated 15.1.2000 in case a designated residence is available to the government servant for whom it is meant, cannot draw HRA even if he does not reside in it. Moreover,

conveyance allowance is also not admissible during earned leave. As per clarification of government of the Punjab Health Department vide letter No S.O. (A.III-MCW) 9-17/84 12-01-1987, dress/ uniform allowance and mess allowance is not admissible during leave. According to government of Punjab Health Department Letter No.PMU/PHSRP/G.1 -06/61/270-340 dated 16th March 2007, PHSRP allowance is payable only when the doctors, para-medic & other staff perform their duties under the PHSRP at RHCs and BHUs.

Drawing and Disbursing Officers of various formations of District Khushab made unauthorized payment of Rs 2.638 million on account of house rent, conveyance allowance, HSRA etc. Annexure-D

Audit is of the view that due to weak internal controls and financial indiscipline undue payment of allowances was made.

This resulted in an unauthorized drawl of allowances for Rs 2.638 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery of stated amount.

1.2.3.6 Excess payment due to application of incorrect rates – Rs 1.556 million

As per Finance Department's Notification No.RO (TECH) FD 2-3/2004 dated 02.08.2004, Chief Engineers shall, on the basis of input rates fixed/notified by Finance Department on its website, fix the rate of each item of work for rough cost estimates/administrative approval and detail estimate for technical sanction. Further, as per para 4.5 (5) of B&R Code, every officer making or ordering payment on behalf of government should satisfy himself that work has been actually done in accordance with the bill submitted. He should inspect personally all the important works before authorizing final payment, and should check the measurement made by his subordinates as per scale laid down.

DO (Buildings) made overpayment of Rs 1.556 million on account of incorrect rates of work of razor wire fencing. The department changed the specification and approved rate analysis with inclusion of rate of razor wire over and above the input rates of relevant MRS. Further in this specific case the razor wire was fixed on the MS grill already laid on the top of the wall but rate approved were inclusive of angle iron, concrete

and steel bars. Hence the department made excess payment to the contractor. Annexure-E

Audit held that due to weak internal controls and financial indiscipline incorrect rates were charged.

This resulted in an overpayment of Rs 1.556 million.

The matter was reported to the PAO /DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery of stated amount from contractor.

[PDP No.9, 11 &12]

1.2.3.7 Less recovery of old material – Rs 2.624 million

As per contract agreement clause 22, the cost of old material dismantled will be recovered from the contractor at market rate. Further, according to Rule 2.33 of PFR Vol-I, every government servant should realize fully and clearly that he will be held personally responsible for any loss sustained by government though fraud or negligence on his part, and that he will also be held personally responsible for any loss arising from fraud or negligence on the part of any other government servant to the extent to which it may be shown that he contributed to the loss by his own action or negligence.

Scrutiny of record of District Officer (Buildings) for the Financial Year 2016-17, revealed that during execution of various development works, contractors were paid for the items dismantling of walls / rooms and structures etc. But the cost of old material was less recovered as compared to the prevailing market rates or not recovered from the contractors amounting to Rs 2.624 million. Annexure-F

Audit is of the view that due to weak financial controls and financial indiscipline, recovery at prescribed rates / prevailing rates was not realized.

This resulted in non / less recovery of Rs 2.624 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery of stated amount.

[PDP 10, 16 & 17]

1.2.3.8 Loss to government due to purchases of equipments through contractor by paying 20% profit – Rs 1.113 million

According to Letter No RO (Tech)FD-18-29/2004 Government of Punjab Finance Department dated 03-03-2005, plant & machinery and other store items like generators, lifts, AC, electric motors and street lights, etc., were required to be purchased from original manufacturer or the authorized dealer instead of through the contractors to avoid 20% profit & overhead charges of contractors.

District Officer (Buildings) procured various items of electric appliances, furniture & fixture from the different contractors / suppliers and made payment of Rs 6.677 million during the Financial Year 2016-17. The department made payment of 20% contractor profit to the supplier in violation of instructions *ibid.* Annexure-G

Audit is of the view that due to weak internal and financial control 20% contractor profit was paid.

This resulted in a loss of Rs 1.113 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery of the stated amount.

[PDP No.22]

1.2.3.9 Doubtful drawl of advance - Rs 1.0 million

According to rule 2.33 of PFR Vol-I, every government servant should fully realize that he will be held personally responsible for any loss sustained by government through fraud or negligence.

MS DHQ Hospital Khushab drew Rs 1.0 million in advance in pursuance of approval of Finance Department, government of the Punjab in order to meet the emergent requirement of repair of machinery & equipment and vehicle of the hospital. Management withdrew the amount in cash from treasury and deposited it into DDO account. Thereafter department withdrew the cash from time to time from the DDO account. The department neither entered the financial transaction in the cash book nor prepared vouched account of the same. In the absence of vouched account, the misappropriation cannot be ruled out.

Audit is of the view that due to weak internal controls and financial indiscipline, amount was expended without vouched account.

This resulted in doubtful drawl of advance of Rs 1.0 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends probe into the matter besides fixing of responsibility against the person at fault.

[PDP No.45]

1.2.3.10 Non recovery of professional tax – Rs 0.750 million

According to section 5 of Punjab Finance Act-1977, every contractor, builder working under the district boundary is liable to pay professional tax at the prescribed rates i.e. Rs 3,000, Rs 5,000 and Rs 10,000 per annum for the work valuing upto Rs 10 million, Rs 50 million and more than Rs 50 million respectively.

Scrutiny of the record of the office of District Officer (Buildings) revealed that some contractors were working under building division during the Financial Year 2016-17. The department awarded work to the contractors despite they had not renewed their registration and paid professional tax for the year to the department. The department neither took any action nor recovered the professional tax amounting to Rs 0.750 million in violation of rule *ibid*. Detail is as under:

Type of Tax /Fee	Category	No. of Contractors	Rate (Rs)	Amount Recoverable (Rs)	Amount Recovered (Rs)	Less Recovered (Rs)
Professional Tax	Category-C	40	10,000	400,000	0	400,000
	Category-D	70	5,000	350,000	0	350,000
Total				750,000	0	750,000

Audit is of the view that due to weak internal controls and financial indiscipline, professional tax was not realized.

This resulted in non recovery of professional tax of Rs 750,000.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery of stated amount.

[PDP No.1]

1.2.3.11 Non recovery of social security benefit - Rs 0.724 million

According to clause 6 of terms and conditions of appointment letters of employees of education department, the appointees upon regularization shall not be entitled to the payment of 30% social security benefit in lieu of pension or any other pay package, being drawn by them, during the contract period.

Drawing & Disbursing Officer of the formations made payment of Rs 0.724 million on account of social security benefit @30% of basic pay to the staff of different scales / categories after regularization of their services w.e.f. 16.04.2016 in violation of rule ibid. Annexure-H

Audit held that due to weak internal controls and financial indiscipline social security benefit was not recovered after regularization.

This resulted in non recovery of Rs 0.724 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery of stated amount from concerned.

[PDP No.7, 23]

1.2.4.12 Overpayment for removal of malba – Rs 0.704 million

The clause 21 of additional condition of contract agreement read with instruction laid down in preface of each chapter of MRS that the removal of surplus debris, heaps and malba, after execution of work, is the entire responsibility of the contractor and nothing will be paid extra for it.

District Officer (Roads), in the execution of development schemes from the funds of SDA account of DCO, incorporate the provision for the payment of removal of malba in technical sanctioned estimate and made payment accordingly during the Financial Year 2016-17. The department made overpayment of Rs 0.704 million for the removal of malba in violation of the criteria ibid. Detail is as under:

Name of work	Bill #	Contractors Name	Description	Qty Sft	Rate (Rs)	Amount (Rs)
Rehabilitation of road from Naushehra to Uchali road	C.C 9 th & Running bill	M/s Shadab Const. Company	Dismantling and removing of existing road edging	15225	308.88	47,027
			Scarifying old road surface including removal of debris	434000	151.42	657,163
Total						704,190

Audit is of the view that due to weak internal controls and financial indiscipline overpayment was made for the removal of malba.

This resulted in overpayment of Rs 0.750 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery of stated amount.

[PDP No.5]

1.2.4.13 Overpayment due to excessive consumption of bricks – Rs 0.602 million

According to Sr. 1 of Chapter “Mortar” of Market Rate Schedule, a volume of 0.25 cubic meter of wet material (cement, sand) was required for construction of 1 cubic meter brick masonry.

Scrutiny of record of District Officer (OFWM) for the Financial Year 2016-17, it was observed that payment of Rs 0.602 million was made by using 500 bricks instead of 375 in one cubic meter of bricks masonry. Audit held that overpayment was made due to non deduction of 0.25 cubic meter of wet material (cement, sand). Annexure-I

Audit held that due to measuring of excess quantity of bricks overpayment was made.

This resulted in overpayment of Rs 0.602 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery besides fixing of responsibility against the persons at fault.

[PDP No.3]

1.2.4.14 Non recovery from the unauthorized occupants of government residences – Rs 0.434 million

As per Rule 30(IV) of the Allotment Policy Rule 2002, a government servant occupying a house in an unauthorized and illegal manner will be charged penal rent at 60% of the salary.

Principal General Nursing School failed to realize penal rent amounting to Rs 0.434 million from the illegal occupants of other

departments residing in premises of General Nursing School as detailed below:

Name & Designation	Present place of posting	Period	Basic pay	Per month recovery 60%	Month	Amount (Rs)
Dr. M. Saleem M.O	DHQ	07/16 to 6/17	43890	26434	12	316,008
Nazar Muhammod Senior Clerk	DHO	==	16340	98041	12	117,648
Total						433,656

Audit is of the view that due to weak managerial controls recovery of penal rent was not realized.

This resulted in non recovery of penal rent of Rs 433,656.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit recommends recovery besides fixing of responsibility against the officers / officials concerned.

[PDP No.18]

1.2.4 Performance

1.2.4.1 Non Recovery of Arrears of Gardens – Rs 1.507 million

According to Rule 76 of PDG and TMA (Budget) Rules, 2003 the collecting officers shall ensure that all revenue due is claimed, realized and credited immediately into the local government fund.

Assistant Director Seed Farms Khushab failed to realize the arrears of leases auctioned, in the previous years, from the contractors upto the date of current Audit - Rs 1.507 million. Detail is as under:

Name of Garden	Contractor Name	year	Auction Amount (Rs)	Remaining Amount (Rs)
25 MB Garden	Raja Gul	2014-15	910,000	502,476
		2015-16	850,000	635,000
Sultana Garden	Imtiaz Hussian	2016-17	560,000	17,759
		2015-16	750,000	352,000
Total			3,070,000	1,507,235

Audit is of the view that due to weak financial and internal controls recovery of arrears were not made within stipulated period.

This resulted in non recovery of arrears of Rs 1.507 million.

The matter was reported to the PAO / DC in September, 2017 but no reply was furnished. Despite repeated requests, DAC meeting was not convened till the finalization of this Report.

Audit stresses for recovery of arrears.

[PDP No.1]

ANNEXURES

PART-I
Memorandum for Departmental Accounts Committee Paras
Pertaining to Current Audit Year 2017-18

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount (Rs)
1	2	GGMHS Jauharabad	Unjustified payment of Personal Pay	Weak internal control	43,920
2	5	DEO (W-EE) Khushab	Overpayment of GST	Recovery	31,452
3	6		Doubtful consumption of POL and Repair of transport	Weak internal control	58,380
4	8	Dy. DEO (M-EE), Noorpur Thal Khushab	Overpayment of Pay and allowances	Recovery	254,487
5	9		Non Deduction of Income Tax at source	Recovery	135,996
6	10	Special Education School Khushab	Overpayment of GST	Recovery	87,751
7	11		Non verification of GST invoices	Weak internal control	92,349
8	12		Unauthorized purchase from Non-active tax payer firm	Irregularity	771,386
9	13		Recovery of GST	Recovery	92,349
10	14		Irregular clearance of pending liabilities	Irregularity	70,010
11	15		Doubtful Repair of vehicle	Weak internal control	350,734
12	16	Dy. DEO MEE	Recovery of Charge Allowance	Recovery	2,808,000
13	18		Overpayment of Charge Allowance	Recovery	17,500
14	20	EDO (Education)	Non-utilization of IT labs due to not appointing IT Teachers costing million of rupees	Weak internal control	
15	21		Loss due to non recovery of school inspection fee	Weak internal control	100,000
16	22		Non-auction/Non-disposal of 5 th Class Examination Stationary/Raddi Worth thousands of rupees	Weak internal control	
17	24	DEO (SE)	Non-auction/Non-disposal of 5 th Class Examination Stationary / Raddi Worth thousands of rupees	Weak internal control	
18	25		Excess Expenditure	Weak internal control	510,079
19	26		Non deposit lapse merit scholarship award	Irregularity	38,400
20	27		Irregular expenditure		50,000,000
21	28		Overpayment of GST	Recovery	25,500
22	29		Dy. DEO (W-EE)	Overpayment of Pay and allowances	Recovery

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount (Rs)
		Noor Pur Thal			
23	32	GGHSS Khushab	Non deposit lapse security	Irregularity	164,753
24	33		Unauthorized expenditure	Irregularity	50,000
25	34		Irregular expenditure involving overpayment of Rs30,254	Irregularity	140,720
26	03	EDO (Health)	Payment to Medicine Companies without deducting DTL Report Charges	Irregularity	35,500
27	04		Non Utilization of Funds	Weak internal control	13,217,655
28	5		Excessive expenditure Without deducting discount on local purchase of medicines	Weak internal control	133,200
29	6		Doubtful expenditure on repair of vehicle	Weak internal control	171,814
30	7		Doubtful Payment against expenditure incurred by RHC Padhrar	Weak internal control	333,449
31	8	SMO RHC Mitha Tiwana	Excessive expenditure Without deducting discount on local purchase of medicines Recovery	Irregularity	38,983
32	10		Non deduction of Income Tax on Doctor's Share	Recovery	5,710
33	12		Unlawful/ and irregular disbursement of salaries	Weak internal control	37,500
34	13		Non-recovery of RHC property Rent	Recovery	156,000
35	16	GNS	Doubtful expenditure on repair of vehicle	Weak internal control	138,504
36	17		Overpayment of pay & Allowances without sanction of leave	Recovery	21,248
37	19	RHC, Khabbeki	Non availing the discount of 15% on Purchase of L.P Medicine	Weak internal control	80,773
38			Wasteful expenditure on account of X-ray	Weak internal control	123,879
39	22	THQ Noor Pur	Irregular payment of previous year liability	Irregularity	96,000
40	23		Unauthorized drawl of Allowance- recovery thereof	Irregularity	289,690
41	24	THQ Hospital Quaidabad	Unjustified expenditure due to payment of pending liabilities	Weak internal control	698,380
42	26	THQ Hospital Quaidabad	Irregular and Doubtful Expenditure for Payment to Daily Wages	Irregularity	261,000

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount (Rs)
43	31	DO (Health)	Overpayment of General Sales Tax	Recovery	143,556
44	34		Irregular expenditure of printing of panaflex	Irregularity	73,423
45	38	THQ Hospital Noshera	Irregular purchase of medicines without obtaining of 5% performance Guarantee	Irregularity	386,317
46	40	RHC Hadali	Excess Expenditure	Recovery	1,729,000
47	42	RHC Roda	Excess Expenditure	Weak internal control	995,085
48	44	DHQ Hospital	Irregular payment to Daily Wages Staff	Irregularity	812,000
49	47		Unauthorized Expenditure	Weak internal control	5,000,000
50	04	DO (OFWM)	Loss to Government due to non auction of unserviceable vehicles	Weak internal control	200,000
51	06		Un-authorized payment for rent	Irregularity	247,508
52	07		Unauthorized Repair Of Government Vehicle	Irregularity	145,508
53	08		Overpayment on account area covered by nakkas in the brick work	Recovery	445,802
54	07	DCO	Non-recovery of secured advances	Recovery	4,812,000
55	8		Loss due to theft of LED 32”	Weak internal control	60,000
56	9		Unjustified expenditure on entertainment	Weak internal control	249,118
57	10		Doubtful expenditure on repair of Furniture and Fixtures	Weak internal control	110,700
58	11		Unjustified expenditure on repair of Machinery and Equipment	Weak internal control	174,793
59	12		Non maintenance of Pass book / reconciliation of statement of SDA	Weak internal control	-
60	13		Non-deduction of shrinkage on earth work	Recovery	237,132
61	14		Non Approval of Lead Chart by the Competent Authority for Earth work Rs 8.31 million	Weak internal control	8,310,000
62	15		Unauthorized and Doubtful expenditure on Contingency	Irregularity	854,959
63	16		Unjustified payment on account of consultancy fee	Weak internal control	569,973
64	17	Non deduction of Sales Tax from the Consultants	Recovery	91,196	
65	02	DO (Live	Overpayment on account of	Recovery	36,971

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount (Rs)
		Stock)	inadmissible allowances		
66	03		Un-authorized payment of GST on Printing Material	Irregularity	11,496
67	04		Un-Authorized addition of Sales Tax on un-registered firm's invoices	Irregularity	71,220
68	05		Unauthorized payment on account of Transportation of Goods	Irregularity	135,430
69	06		Non Surrendering of Savings	Weak internal control	4,040,000
70	01		Un-authorized expenditure on account of daily laborer	Irregularity	1,798,298
71	03		Irregular payment of POL	Irregularity	147,824
72	04	DO (Forest)	Un-economical purchase of plants	Weak internal control	398,895
73	05		Non verification of GST invoices	Recovery	34,789
74	01	DO Social Welfare	Blockage of Govt. money	Weak internal control	2,166,485
75	02		Irregular/doubtful repair of vehicle	Irregularity	88,360
76	02		Non realization of Income Tax on Auctioned Money	Recovery	198,090
77	03		Undue favour to defaulter auction holder	Weak internal control	
78	04		Loss to Govt. due to very low production of Fruit Gardens	Weak internal control	
79	05	Asstt. Director Seed Farm Jauharabad	Loss to Govt. due to very low production of Wheat, Guwara etc	Weak internal control	
80	06		Non recovery of cost of supplies	Recovery	543,276
81	07		Irregular auction of fruit gardens	Irregularity	
82	08		Non maintenance of Main stock/warehouse register of crop	Weak internal control	
83	04		Doubtful expenditure on repair of vehicles	Weak internal control	177,200
84	05	DO (Roads)	Non collection of Deduction of price variation in the next payment	Recovery	964,705
85	06		Irregular Payment of Bitumen	Irregularity	44,693,000
86	05		Non-forfeiture of Earnest Money	Recovery	43,540
87	06	DO (Buildings)	Overpayment Payment on account of earth work excavation	Recovery	281,534
88	07		Overpayment Payment on account of brick/stone blast	Recovery	584,375

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount (Rs)
89	10		Cost of Old Material less recovered	Weak internal control	602,734
90	13		Irregular payments of steel without mandatory quality test report		7,322,380
91	14		Overpayment due to Allowing Excessive Rate For RCC Work	Recovery	225,804
92	15		Irregular Expenditure on Raft Strip Foundation	Irregularity	646,971
93	18		Excess Payment on account of Gutka /Face bricks	Recovery	329,500
94	19		Irregular Payments of Steel on estimated quantities	Irregularity	3,214,000
95	20		Excess Payment without Provision in TS Estimate	Recovery	433,573
96	23		Non-deduction of Sales Tax from the Consultants	Recovery	91,196
97	24		Non-deduction of Shrinkage on Earth Work	Recovery	237,132

PART-II

[Para 1.1.3]

Memorandum for Departmental Accounts Committee Paras Pertaining to Last Audit Year 2016-17

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount
1	1	DO Buildings	Irregular Expenditure on Development Schemes	Irregularity	7.500
2	4		Non Production of Professional Tax Paid Record of Contractor	Internal control weakness	-
3	5		Overpayment to the contractor due to non deduction of shrinkage	Recovery	0.423
4	7		Overpayment Due to Excessive Use of Steel	Recovery	1.114
5	10		Overpayment for RCC	Recovery	0.151
6	11		Non-deduction of Sales Tax or non-obtaining of sales tax Invoices	Recovery	0.482
7	12		Non-deduction of Sales Tax or non-obtaining of sales tax Invoices	Recovery	0.197
8	13		Non recovery of 10% liquidation charges	Recovery	0.235
9	14		Irregular payment of consultancy charges	Irregularity	2.350
10	16		Unauthorized diversions of works contingencies	Irregularity	0.663
11	17		Unauthorized expenditure on account of weather shield paint	Irregularity	0.156
12	20		Non Production of Enlistment and renewal fee Paid Record of Contractor	Internal control weakness	0
13	27	Dy. DO (Seed Farm Khushab)	Non recovery of auction money	Recovery	0.352
14	28		Irregular auction process, Non observance of response time	Irregularity	0.750
15	29		Non Transparent auction process	Internal control weakness	0
16	30		Undue favour to contractor nor forfeit of security	Internal control weakness	0.100
17	31		Irregular auction of fruit gardens	Irregularity	0
18	32		Non auction of woods	Internal control weakness	0.100
19	34		Non adoption of recommended function	Internal control weakness	0
20	37		Doubtful drawl of allowance	Irregularity	0.023
21	38		Non maintenance of stock/warehouse register of	Internal control weakness	0

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount	
			crop			
22	39		Doubtful repair of vehicle	Internal control weakness	0.099	
23	41		Doubtful expenditure on account of repair of machinery	Internal control weakness	0.299	
24	43	EDO (W&S) Khushab	Loss to government due to approval of excessive rates	Internal control weakness	0.454	
25	44		Unauthorized Payment of Adhoc Allowances	Irregularity	0.011	
26	45		Misappropriation	Irregularity	0.006	
27	46		Irregular expenditure on account of POL	Irregularity	0.199	
28	47	RHC Haddali	Un-authorized payment of HRA, CA and 5% of Basic Pay	Recovery	0.220	
29	48		Un-authorized Drawl of NPA allowance	Recovery	0.126	
30	49		Unauthorized Payment of Adhoc Allowances	Recovery	0.029	
31	50		Loss to Govt. due to non-receipt of Performance Security	Internal control weakness	0.046	
32	51		Irregular purchase of medicines without DTL Reports	Irregularity	0.931	
33	52		Doubtful purchase of LP Medicines	Irregularity	0.375	
34	53		Overpayment of GST	Recovery	0.011	
35	54		Non-deduction of GST	Internal control weakness	0.014	
36	55		RHC Mitha Tiwana	Un-authorized payment of HRA, CA and 5% of Basic Pay	Recovery	0.205
37	56			Unauthorized Payment of Adhoc Allowance	Recovery	0.015
38	57	Irregular expenditure on account of repair of vehicle		Irregularity	0.282	
39	58	Loss to Govt. due non-receipt of Performance Security		Recovery	0.041	
40	59	Purchase of Medicines without DTL Reports		Irregularity	0.199	
41	60	Doubtful purchase of medicines		Irregularity	0.966	
42	62	Irregular and doubtful purchase of LP Medicines		Irregularity	0.275	
43	63	Unauthorized expenditure on account of Transportation of Goods		Irregularity	0.005	
44	64	RHC Roda	Overpayment on account of purchase of X-Ray items	Recovery	0.270	
45	65		Acceptance of Medicines	Internal control	0.692	

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount
			Without any delivery challan and inspection report	weakness	
46	66		Unauthorized Withdrawal and Disbursement of funds Prior to DTL Reports	Irregularity	0.692
47	67		Defective Purchase of Medicines Under 10% Budget	Internal control weakness	0.140
48	68		Doubtful Purchase of Medicines Under 15% Budget	Irregularity	0.210
49	69		Sanction of bills beyond competency	Internal control weakness	0.499
50	70		Irregular / Unjustified payment of share to doctors receiving NPA	Irregularity	0.085
51	71		Irregular Drawl of pay and allowances	Recovery	0.363
52	72		Irregular Drawl of TA/DA	Irregularity	0.300
53	73		Irregular expenditure on purchase of medicine	Irregularity	0.499
54	74		Doubtful expenditure on account of repair of Ambulance	Irregularity	0.060
55	75		Doubtful expenditure on account of POL	Irregularity	0.239
56	76		Irregular expenditure on transportation of goods	Irregularity	0.013
57	77		Non verification of Govt. Receipt	Internal control weakness	0.159
58	78		Non deposit of MLC fee	Internal control weakness	0.005
59	79		Doubtful expenditure on account of POL	Irregularity	0.588
60	80	Secretary RTA	Doubtful expenditure on account of Repair of vehicle	Irregularity	0.118
61	81		Irregular drawl of allowances	Recovery	0.063
62	82		Irregular drawl of Pay	Recovery	0.529
63	85		Non deduction of liquidity charges and forfeit of security	Recovery	0.169
64	86		Non deposit of receipt	Recovery	0.047
65	87		Irregular unjustified payment of House Rent and Conveyance allowance	Irregularity	0.106
66		MS THQ Hospital Noor Pur Thal	Irregular expenditure on account of Purchase of X-ray Films	Irregularity	0.599
67	90		Irregular payment of ad-hoc allowance 2010 & 2011	Irregularity	0.026
68	91		Overpayment on Account of HRA & Conveyance Allowance	Recovery	0.106
69	92		Irregular expenditure on	Irregularity	0.999

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount
			purchase of medicine		
70	93		Non-deduction of Allowances during leave	Recovery	0.023
71	94		Non forfeit of security deposit and black listing firms	Recovery	0.048
72	95	DO (Forest)	Irregular Expenditure on purchase of equipments	Irregularity	0.307
73	96		Embezzlement of funds through over invoicing	Internal control weakness	0.113
74	99	THQ Hospital Quaid Abad	Unauthorized drawl of Misc allowances.	Recovery	0.174
75	100		Excess payment on account of X-ray films	Irregularity	0.037
76	101		Unauthorized payment of Account of transportation of goods	Irregularity	0.028
77	102		Loss to Govt. due to non-imposition of Liquidated Damages	Recovery	0.089
78	103		Utilization of MSD Budget on Local Purchase of Medicines	Internal control weakness	0.380
79	104		Irregular expenditure on day to day local purchase of medicines	Irregularity	0.545
80	105		Non Deduction of Income Tax On Doctor's Share	Recovery	0.017
81	106	EDO (Health)	Non Forfeiting of Performance security	Recovery	0.055
82	108	DO (Roads)	Doubtful expenditure on repair of vehicles without maintenance of history sheet	Internal control weakness	0.270
83	120		Non-recovery of lease rent of petrol pumps	Recovery	0.300
84	122		Non Collection of Professional Tax from Contractor	Recovery	0.189
85	123		Doubtful expenditure on repair of vehicle	Irregularity	0.557
86	124		Irregular / un-authentic and doubtful expenditure on the purchase of POL	Irregularity	1.174
87	126		Non-recovery of the cost of empty drums of bitumen	Recovery	0.101
88	129		Non recovery of departmental charges		1.768
89	130		Unauthorized payment of development schemes without inspection of district monitoring committee	Irregularity	195.533
90	131	EDO (Education)	Non recovery of penalties	Recovery	0.094
91	132		Non surrender of savings	Internal control weakness	2.207

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount
92	133		Loss due to overpayment of TA on retirement	Recovery	0.023
93	135		Doubtful withdrawal of funds	Internal control weakness	0.800
94	137		Unnecessary expenditure on purchase of sewing machines without requirement just to lapse of budget	Internal control weakness	0.408
95	138		Unauthorized expenditure without requirement on purchase of Darree/Matts	Internal control weakness	0.273
96	139		Loss to the government due to Purchase of items at higher rates	Recovery	0.048
97	140		Difference between Bank Statement and Cash Book	Internal control weakness	0.979
98	141		DCO	Loss due to non recovery of House Rent Allowance and Conveyance Allowance	Recovery
99	142	Loss to the government due to blockage of scarce financial resources		Internal control weakness	1.791
100	143	Loss to the government due to payment of personal claims of officer by the office		Internal control weakness	0.539
101	145	Loss to the Government due Non recovery of Room Rent from Colony Assistant residing in Khushab House		Recovery	0.090
102	146	Loss to the government due to unauthorized Electric Connection utilized by Mr. Mushtaq Attendant of Khushab House		Irregularity	0.120
103	147	Irregular expenditure on unforeseen expenditures		Irregularity	1.313
104	148	Embezzlement of funds by reducing average of vehicles		Internal control weakness	0.158
105	150	DO Live Stock	Un-authorized drawl of amount for purchase of Sub-standard medicine	Irregularity	0.176
106	151		Un-Justified purchase of computer table	Internal control weakness	0.129
107	153		Irregular expenditure in violation of PC-I	Irregularity	0.881
108	154		Non maintenance of consumption account	Internal control weakness	0.044
109	156		Loss due to non-recovery of House Rent Allowance, 5% of Basic pay and Conveyance Allowance	Recovery	0.202

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount
110	157		Non-accountal of purchased items	Internal control weakness	0.025
111	158		Non verification of GST invoices	Internal control weakness	0.405
112	160		Overpayment on account of inadmissible allowances	Recovery	0.058
113	163		Overpayment on account of sand		0.434
114	164	DO OFWM	Irregular drawl of TA / DA	Irregularity	0.373
115	165		Irregular drawl of TA / DA	Irregularity	0.311
116	166		Irregular drawl of TA / DA	Irregularity	0.393
117	167		Loss to Government due to non auction of unserviceable vehicles	Internal control weakness	0.408
118	169		Non Recovery of Unspent Balance	Internal control weakness	0.028
119	171		Non completion of schemes within time limit		0.406
120	172		Loss to the Govt. due to non deduction of conveyance allowance	Internal control weakness	0.023
121	173		MS DHQ Hospital	Irregular Drawl of NPA allowance	Recovery
	174	Irregular purchase of stationary items		Irregularity	0.499
122	175	Irregular purchase of refrigerator		Irregularity	0.047
123	178	Overpayment of SSB allowance		Recovery	0.044
124	179	Overpayment of Mess and Uniform Allowance to Head Nurse		Recovery	0.030
125	180	Overpayment of NAB allowance		Recovery	0.060
126	181	Excess Payment of 50% Adhoc Relief Allowance		Recovery	0.814
127	183	Non maintenance of consumption account		Internal control weakness	0.756
128	187	Loss to the Govt. due to non imposition of penalty on defaulter contractors		Recovery	0.090
129	188	Loss to the Govt. due to non deduction of LD charges		Recovery	0.070
130	189	Overpayment on account of inadmissible allowances		Recovery	0.182
131	190	Loss due to non-recovery of House Rent Allowance, 5% of Basic pay and Conveyance Allowance		Recovery	0.174
132	193	MS THQ Hospital	Loss to the Govt. due to non deduction of LD charges	Recovery	0.276

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount
133	195	Khushab	Loss to the Govt. due to acceptance of below shelf life medicine	Internal control weakness	0.097
134	198		Non-obtaining of Performance Guarantee	Recovery	0.404
135	199		Un-economical purchase of furniture due to non-advertisement on PPRA website	Internal control weakness	0.199
136	200		Irregular expenditure on account of purchase of others and cost of others items	Irregularity	0.969
137	201		Loss to the Govt. due to non deduction of Conveyance and Health Sector Reform Allowances etc during earned leave	Internal control weakness	0.320
138	203		Acceptance of Medicines Without any delivery challan and inspection report	Internal control weakness	9.584
139	204		Over Payment of Adhoc Relief Allowance	Recovery	0.139
140	205		Non Surrendering of Savings		2.220
	206		Un-authorized payment of pay and allowances	Recovery	1.301
141	207		Irregular payment of NPA	Recovery	0.366
142	209	DO (Soil Conservation)	Non surrendering of savings in the budget	Internal control weakness	0.763
143	210		Excess expenditure	Recovery	0.290
144	213		Overpayment of annual increment	Recovery	0.047
145	214	DO (Sports)	Un-authorized expenditure	Irregularity	0.300
146	216		Irregular payment on account of cash award	Irregularity	2.707
147	218		Misclassification of Expenditure	Internal control weakness	0.585
148	219		Unauthorized expenditure	Irregularity	0.241
149	220		Doubtful payment	Irregularity	0.774
150	222		Doubtful expenditure	Irregularity	0.071
151	223		Doubtful expenditure	Irregularity	0.524
152	224		Doubtful expenditure	Irregularity	0.300
153	225	District Officer (Health)	Non-forfeiture of securities	Internal control weakness	0.103
154	226		Govt. receipts not verified	Internal control weakness	1.630
155	227		Non-deduction of Allowances during Leave	Recovery	0.137
156	230		Un-authorized payment of pay and allowances	Recovery	0.032
157	231		Non recovery of pay & allowances	Recovery	0.262

Sr. No.	PDP No.	Name of formation	Subject of the Para	Nature of Para	Amount
158	233		Un-justified expenditure	Internal control weakness	0.895
159	235		Less deduction of Income Tax	Recovery	0.010
160	236		Loss due to non auction of unserviceable stores	Internal control weakness	0.050
161	237	General Nursing School	Non-deduction of Conveyance Allowance	Internal control weakness	0.051
162	238		Unjustified payment of Mess Allowance	Internal control weakness	0.620
163	241	RHC Khabeki	Non-utilization of government Assets	Internal control weakness	2.000
164	242		Non reconciliation of receipt	Internal control weakness	0.022
165	243		Unauthorized payment of pay and allowances to the officials shifted at other then their headquarter	Recovery	0.025
166	244		Non deduction of Pay and Allowances during Leave	Recovery	0.097
167	245		Unjustified expenditure on transportation of goods	Internal control weakness	0.013
168	246		RHC Padhrar	Non supply of medicine	Internal control weakness
169	247	Non deposit of receipt		Recovery	0.055
170	248	Non deduction of Allowances during Leave		Recovery	0.036
171	249	Non imposition of Liquidated damages		Recovery	0.023
172	250	Unjustified expenditure on transportation of goods		Irregularity	0.080
173	251	Unjustified Charging of GST		Internal control weakness	0.084
174	252	THQ Hospital Noshera	Non supply of medicine	Internal control weakness	0.031
175	254		Non Reconciliation of receipts	Internal control weakness	0.499
176	255		Non deduction of Allowances during Leave	Recovery	0.018
177	256		Non imposition of Liquidated damages	Recovery	0.068
178	257		Unjustified expenditure on transportation of goods	Internal control weakness	0.130
179	258		Unjustified Charging of GST	Recovery	0.041
180	259		Misclassification	Internal control weakness	0.134
181	260		Unauthorized purchase of x-ray films	Irregularity	1.056

Annexure-B

Detail of expenditure on dismantling and reconstruction of foundation of wall

Sr. No	Name of Scheme	Vr. No.	Date	Qty of brick work dismantled in F & P paid	Amount paid (Rs)
1	Provision of Missing Infrastructure in DHQ Hospital at Jauharabad.	375	30.12.2016	8542	1,401,341
2	Provision of Missing Infrastructure in THQ Hospital at Khushab.	189	29.12.2016	8708	1,428,573
3	Provision of Missing Infrastructure in THQ Hospital at NoorpurThal.	137	28.11.2016	14998	2,452,173
4	Provision of Missing Infrastructure in THQ Hospital at Naushera.	18	7.12.2016	9116	1,546,899
5	Provision of Missing Infrastructure in THQ Hospital at Quaidabad.	11	8.9.2016	4719	774,166
6	Construction of Boundary Wall around DCO Office Complex at Jauharabad.	401	31.12.2016	8090	1,407,793
7	Re-Construction of B/Wall for Nursing Hostel and School at Jauharabad.	402	31.12.2016	3381	549,796
8	Re-construction of Boundary wall of Officers club District Sports Office Jauharabad			3843	643,970
Total				57554	10,204,711
Add Dismantling Cost of Foundation Approximate 25000Cft x2019.60/% Cft					504,900
Total Cost of Foundation Brick work and dismantling					10,709,611

Annexure-C

Detail of price variation on account of bitumen

(Rs in million)

Name of Scheme	Name of Contractor	Qty of Bitumen (M. Ton)	Rate at the time of Tender (05/2015)	Rate at the time of Abstract (05/2017)	Difference	Over payment
Rehabilitation of road from Naushehra to Uchali road	M/s Shadab Construction Company	329.02	216.99	178.39	38.60	1.270
Quantity of TST =		917,928 (775928+142000)				
Price Variation =		917928 /100x79/2204= 329.02 x 3860 = 1,270,017				

V. No. Date	Name of Scheme	Tender Date	Date of abstract	Price at the time of tender	Price at the time of Payment	Amount of bill	Price Variation (Rs)
C.C 9 th & Running Bill dt.12.05.17	Rehabilitation of road from Naushehra to Uchali road	05-2015	05-2017	82.55	79.90	15919582	57,875

Detail of price variation on account of diesel

Vr. No.	Name of work	Amount of bill	Payment Date	Diesel price at T.S date	Diesel price at measurement date	Difference	Price variation (Rs)
357	Missing infrastructure 125 Bedded DHQ Hosp: Jauharabad.	26,277,553	30.12.16	82.04	75.22	6.82	152,912
189	Missing infrastructure THQ Hosp: Khushab.	25,750,231	29.12.16	82.04	75.22	6.82	149,843
18	Missing infrastructure THQ Hosp: Naushehra	14,706,533	7.12.16	82.04	75.22	6.82	85,579
137	Missing infrastructure THQ Hosp: Noorpur thal	19,006,182	28.11.16	82.04	75.22	6.82	110,559
11	Missing infrastructure THQ Hosp: Qaidabad	8,760,881	08.09.16	82.04	75.22	6.82	50,981
16	Civil Dispensary Warisabad	5,085,002	5.12.16	82.04	75.22	6.82	29,590
Total							579,464

Detail of price variation on account of diesel

Calculation of Diesel								
Name of Scheme	No. of Running Bill	Amount of this Bill	Tender Date	Record Entry Date	Tendering date base rate of diesel	M.B rate of Diesel	Difference in rate	Recovery (Rs)
PCC labes in U.C Bjar	2 nd	527176	4-15	1-16	83.61	80.79	-	0
	3 rd	237402		1-16			-	0
	4 th	1580820		3-16		71.12	12.49	35422
	5 th	2775066		4-16		72.52	11.09	55212
	6 th	915980		5-16		72.52	11.09	18224
	7 th	883703		6-16		72.52	11.09	17582
	8 th	456054		9-16		72.52	11.09	9074
	Total							

Detail of price variation on account of steel

Calculation of Steel								
Name of Scheme	No. of Running Bill	Qty.	Tendering Date	Record Entry Date	Tendering date base rate of diesel	M.B rate of Diesel	Difference in rate	Recovery (Rs)
PCC slabs in U.C Bjar	4 th	116	4-15	3-16	84000	72.25	11.75	1363
	5 th	537		5-16		74.75	9.25	4967
	6 th	78		9-16		74.00	10.00	780
	7 th							
	8 th							
Total								7110

Detail of price variation on account of diesel

Calculation of Diesel								
Name of Scheme	No. of Running Bill	Amount of this Bill	Tender Date	Record Entry Date	Tendering date base rate of diesel	M.B rate of Diesel	Difference in rate	Recovery
Daullat Pull in Roda	8 th	4413899	3-15	8-16	80.61	72.52	8.09	66447

Detail of price variation on account of bitumen

Calculation of Bitumen 79 level									
Name of Scheme	No. of Running Bill	Qty.	Qty. of bitumen/ KG	Tendering Date	Record Entry Date	Tendering date base rate of diesel	M.B rate of Diesel	Difference	Recovery (Rs)
Daullat Pull in Roda	8 th	109000	33119	3-15	8-16	87.25	64.509	22.74	753,159

Detail of price variation on account of diesel

Calculation of Diesel								
Name of Scheme	No. of Running Bill	Amount of this Bill	Tender Date	Record Entry Date	Tendering date base rate of diesel	M.B rate of Diesel	Difference	Recovery (Rs)
PCC Slabes in UC Ukhli Mohla	3 rd	2500000	4-15	11-15	83.61	0	0	0
	5 th	37762077		12-15		83.69	0	0
	6 th	2135315		10-16		72.52	11.09	42,484
	7 th	1148720		11-16		72.52	11.09	22,855
Total								65,339

Detail of price variation on account of steel

Calculation of Steel								
Name of Scheme	No. of Running Bill	Qty.	Tender Date	Record Entry Date	Tendering date base rate of diesel	M.B rate of Diesel	Difference	Recovery (Rs)
PCC Slabes in UC Ukhli Mohla	5 th	3118	4-15	12-15	84.00	81.75	0	0
	6 th	3860		10-16		73.00	11	42,460
	7 th	3444		11-16		74.50	9.5	32,718
Total								75178
Grand Total								3,009,103

Annexure-D

Detail of overpayment of HRA, CA and HSRA

Sr. No.	Formation	Description	Nature of payment	Period	PDP No	Amount (Rs)
1	GGMHS Jauharabad	Teaching Staff	HRA during summer vacations	2014-17	1	143,844
2			CA on the eve of Army Public School		3	86,907
3			CA during winter vacations		4	66,356
4	Dy.DEO (M-EE) Khushab	Teaching Staff	CA during summer vacations	2014-17	17	43,092
5		Teaching Staff	CA during earned leave	Days	19	32,482
6	GGHSS Khushab	Teaching Staff	CA during leave	2014-17	31	102,135
7	RHC Mitha Tiwana	Employees	CA and HRSP allowances during leave	2016-17	09	135,344
8		Sumair Perveen	HRA having Govt. accommodation	2016-17	11	34,860
9	GNS	Employees	CA, Mess and Dress allowance during leave	2016-17	15	182,059
10	THQ Noor Pur	Doctors	5% maintenance charges	Months	21	383,460
11	THQ Hospital Khushab	Employees	5% maintenance charges	Months	23	138,411
12			CA and HSRA during leave	Days	24	187,575
13	THQ Hospital Qauitabad	Employees	CA and HSRA during leave	Days	29	189,900
14	DO Health	Employees	HSRA without entitlement	2016-17	32	174,930
15		Employees	CA having designated accommodation	2016-17	33	184,926
16		Para Medical Staff	CA during leave	2016-17	35	210,777
17	RHC Padhrar	Employees	HRA and CA having designated accommodation	2016-17	36	82,656
18	THQ Hospital Noshera	Officials	CA during leave	2016-17	39	76,183
19	DHQ Hospital	Dr. Khalida	CA and 5% Maintenance charges having designated residence	-	43	61,712
20	DO Live Stock	Employees	CA having Govt. accommodation within premises	2016-17	01	115,920
21	RHC Hadali	Employees	CA and HSRA during leave	2016-17	41	4,689
					Total	2,638,218

Annexure-E

Detail of Excess payment due to application of incorrect rates

Work description	Name of Scheme	Date	Qty of brick work dismantled in F&P paid	Rate Paid	Rate Admissible	Differ	Over payment (Rs)
Razor wire fencing	Provision of Missing Infrastructure in DHQ Hospital Jauharabad.	30.12.2016	1910	375	250	125	238,750
	Provision of Missing Infrastructure in THQ Hospital Khushab.	29.12.2016	1818	375	250	125	227,250
	Provision of Missing Infrastructure in THQ Hospital at Naushera	7.12.2016	2511	330.62	250	80.62	202,436
	Construction of Boundary Wall around DCO Office Complex Jauharabad	31.12.2016	1939	350	250	100	193,900
Change in specification	Provision of Missing Infrastructure in THQ Hospital at Quaidabad.	8.9.2016	5333	126.54	95	31.54	168,203
Non-schedule items p/f razor wire	Provision of Missing Infrastructure in THQ Hospital at Quaidabad	31.12.16	1910	375	100	275	525,250
Total							1,555,789

Annexure-F

Detail of less recovery of old material

Name of Scheme	Date	Bricks work dismantle Qty Cft	Flagged flooring dismantled Qty Sft	Roof tiles dismantled Qty Sft	RCC dismantled Qty Cft	Doors/ windows dismantled	Amount of old material already recovered
Re-Construction of 5-Class Rooms with Verandah in GBES, Lukoo. Mohammad Tayyab	21-11-16	6358	2850	0	548	0	208,963
Re-Construction of 5-Class Rooms with Verandah in GGHS, Rangpur. M/S Tiwana Brothers & Co	07-12-16	0	4367	0	1223	50	233,294
Re-construction of 3-Classrooms with Verandah in GES, Botala. Haji Allah Bakhsh	26-12-16	3115	0	1902	0	18	213,573
Re-Construction of 3-Class Rooms with Verandah in GGHS, Katha Saghral. /M. Ijaz Malik	06-10-16	2639	1701	0	0	15	133,400
Re-Construction of 3-Class Rooms with Verandah in GBHS, Gunjial. Malik Mushtaq Joyia	09-12-16	3359	1470	0	0	14	156,972
Re-Construction of 3-Class Rooms with Verandah in GGHS, Khabaki. Malik M. Irshad.	29-12-16	3337	1469	1078	0	15	244,865
Re-Construction of 3-Class Rooms with Verandah in GBPS, Chak No. 13/AMB. / Malik Ameer Nawaz	13-12-16	2019	406	557	0	11	60,385
Re-Construction of 3-Class Room with Verandah in GBPS, MC No.3, Khushab. Sh. M. Aamir	10-09-16	8019	0	0	221	22	269,600
Re-Construction of 3-Class Rooms with Verandah in GGPS, Railway Station, Quaidabad. /Mian M. Ishfaq	26-12-16	3031	0	0	318	12	111,866
Re-Construction of 3-Class Rooms with Verandah in GGPS, 49/MB. Malik Imran Awan	14-06-16	3496	0	0	0	15	162,400
Re-Construction of 2-Class Rooms with Verandah in	19-03-16	1785	0	708	21	8	45,638

GBES, NawanSagoo. /Atta Ullah								
Re-Construction of 2-Class Rooms with Verandah in GBES, Chusoo. M. IjazAsghar.	21-11-16	1868	0	0	22	12	17,544	
Re-Construction of 2-Class Rooms with Verandah in GBES, Jaswal. M. Ajmal	19-10-16	3914	1462	294	0	15	157,811	
Re-Construction of 2-Class Rooms with Verandah and Repair in GGPS, Eason Khail (Pelowaince). / M. FayyazAwan	19-12-16	660	40	40	8	0	10,168	
Re-Construction of 2-Class Rooms with Verandah in GBES, Dhak. Attiq-ur-Rehman	21-06-17	5316	0	2548	165	37	145,554	
Re-Construction of 2-Class Rooms with Verandah and Repair of GBPS, ThatiSandal. /Malik M. Younas	09-12-16	3105	0	0	283	0	110,309	
Re-Construction of 2-Class Rooms with Verandah and Repair in GPS, Sheikhu. / Hafiz Imran Hassan	19-12-16	1194	824	0	215	18	51,654	
Re-Construction of 2-Class Rooms with Verandah in GBPS, Wari Gujranwala. Ch. NazarHussain	06-10-16	74	44	44	0	0	3,163	
Re-Construction of 2-Class Rooms with Verandah in GGPS, Chak No. 29/MB. ImdadHussain	14-06-17	3133	1234	0	282	12	101,168	
Re-Construction of 2-Class Rooms with Verandah in GBPS, No.1, Jughian. / ImtiazSaleem	27-10-16	2118	0	0	0	6	72,700	
Re-Construction of 2-Class Room with Verandah in GGPS, MC No.2, Khushab. Abdul Rehman	20-04-16	686	0	0	0	7	9,693	
Re-Construction of 2-Class Rooms with Verandah in GGPS, Chussu. Z.H Construction	05-09-16	1405	0	594	27	5	60,366	
Re-Construction of 2-Class Rooms with Verandah and	06-10-16	1166	1147	0	0	12	129,909	

Repair in GGPS, 59/MB. /M/S Waqas Amin											
Re-Construction of 2-Class Rooms with Verandah in GGPS, 57/MB. Khan Mohammad Agral	28-06-16	3076	1245	0	0	13	130,900				
Re-Construction of 2-Class Rooms with Verandah in GGPS, Chak No. 12/MB. M. Naseem Mughal	28-09-16	1615	0	594	29	11	80,847				
Re-Construction of 2-Class Rooms with Verandah in GGPS, 62/MB. Jauhar Hussain	10-09-16	2469	0	377	118	10	111,092				
Re-Construction of 2-Class Rooms with Verandah in GBPS, Mangwal. Imran Khan	10-09-16	2166	0	1146	0	12	119,600				
Re-Construction of 2-Class Rooms with Verandah in GBPS, Kamraywala. / Rana Anwar Manj	14-06-17	694	0	0	67	4	21,925				
Re-Construction of 1-Class Room with Verandah in GBES, Chak No. 20/MB. /Ch. NazarHussain	23-09-16	78	0	433	38	9	41,927				
Re-Construction of 1-Class Room with Verandah in GGES, Jharkal. Sh. M. Shahid	18-11-16	1708	384	376	15	10	65,704				
Total		70244	18643	10691	3600	373	3,282,990				
Quantity of Bricks /Steel Doors		663805.8	66066.131	14967.4	11007.9						
Quantity of Brick bats		21073.2	2097.3375	534.55							
Amounts was to be recovered		2655223.2	264264.53	74837	440316	746000	4,180,640				
		252878.4	25168.05	6414.6	0	0	284,461				
								Amount less recovered			1,182,111

Detail of less recovery of old material

Name of Scheme	Vr. No. & date	Qty of bricks dismantled in Cft	Qty of 70% Bricks	Rate of old bricks	Amount was to be recovered	Qty of 30% brick bats	Rate of brick bats	Amount was to be recovered	Total Amount was to be recovered	Amount Recovered	Amount still Recoverable
Provision of Missing Infrastructure in DHQ Hospital at Jauharabad. /Sayyab Engineering	375 dt 30.1 2.16	7033	66462	4,000	265,847	2110	1,200	25,319	291,166	170,900	120,266
Provision of Missing Infrastructure in THQ Hospital at Khushab. / Sayyab Engineering	189 dt 29.1 2.16	7472	70610	4,000	282,442	2242	1,200	26,899	309,341	196,143	113,198
Provision of Missing Infrastructure in THQ Hospital	137 dt 28.1 1.16	10731	101408	4,000	405,632	3219	1,200	38,632	444,263	346,251	98,012

at Noorpur Thal. /Rana Abdul Qayyum												
Provision of Missing Infrastructure in THQ Hospital at Naushera. Ch. Nazar Hussain	18 dt 7.12. 16	6574	62124	4,000	248,497	1972	1,200	23,666	272,164	138,000	134,164	
Construction of Boundary Wall around DCO Office Complex at Jauharabad. /Imdad Hussain	401 dt 31.1 2.16	8537	80675	4,000	322,699	2561	1,200	30,733	353,432	262,260	91,172	
Re-Construction of B Wall for Nursing Hostel and School at Jauharabad. Imdad Hussain	402 dt 31.1 2.16	1583	14959	4,000	59,837	475	1,200	5,699	65,536	40,000	25,536	
Re-construction of Boundary wall of Officers club District Sports Office Jauharabad		1493	14109	4,000	56,435	448	1,200	5,375	61,810	41,424	20,386	
Total											602,734	

Detail of less recovery of old material

Name of Scheme	Vr. No.	Date	Qty of old grill of square bars approved design 2'-2.5' high	Similar new Grill rate charged /Sft	Rate of Old Grill @ 60% of new grill	Amount was to be Recovered on account of old grill	Amount Recovered	Amount Less recovered
Construction of Boundary Wall around DCO Office Complex at Jauharabad.	401	31.12. 2016	1903 Rft x 2.5' (4757 Sft)	Rs402/Sft	Rs241/Sft	1,147,388	307,800	839,588
Grand Total								2,624,433

Annexure-G

Detail of items purchased from civil work contractor

Vr. No.	Date	Name of work	Description	Qty	Rate	Amount (Rs)
189	12.1 6	Missing infrastructure THQ Hosp: Khushab.	S/E of 2500 Amp changeover	1	365,000	365,000
			Steel Benches 3 seater	28	18,500	518,000
			Steel Body Electric water Cooler	13	88,000	1,144,000
			1.5 Ton Split Air Conditioner (Repair)	10	15,900	159,000
			1.5 Ton Split Air Conditioner (Purchase)	6	70,000	420,000
18	12.1 6	Missing infrastructure THQ Hosp: Naushera	Steel Benches 3 seater	12	15,000	180,000
			Steel Body Electric water Cooler	2	80,000	160,000
			S/E of main panel board 250-Amp.	2	400,000	800,000
137	11.1 6	Missing infrastructure THQ Hosp: Noorpur thal	1.5 Ton Split Air Conditioner (Purchase)	15	58,000	870,000
			1.5 Ton Split Air Conditioner (Repair)	10	15,000	150,000
			Steel Benches 3 seater	22	25,000	550,000
			Steel Body water Cooler	2	65,000	130,000
11	9.16	Missing infrastructure THQ Hosp: Qaidabad	1.5 Ton Split Air Conditioner (Purchase)	18	68,415	1,231,479
Total Amount						6,677,479
Loss on account of 20% Contractor Profit paid(6,677,479 x 100/120)*20%						1,112,913

Annexure-H

Detail of overpayment of social security benefit

Sr. No.	Name of formation	Name of Teacher	Designation	Recovery (Rs)
1	Dy. DEO (M-EE) Noor Pur	Muhammad Hussain	PTC Teacher	41,496
2		KaleemUllah	PTC Teacher	41,496
3		HaseebRaza	PTC Teacher	41,496
4		Muhammad Iqbal	PTC Teacher	41,496
5		GhulamShabir	PTC Teacher	41,496
6		Muhammad Naseer	PTC Teacher	41,496
7		JamshaidIqbal	PTC Teacher	41,496
8		ZafarIqbal	PTC Teacher	41,496
9		Samar Sultan	PTC Teacher	41,496
10		SajarHussain	PTC Teacher	41,496
11		Muhammad Aamir	PTC Teacher	41,496
12		ArshadRaza	PTC Teacher	41,496
13	EDO Education	Fakhara Hayat	Store Keeper	30,924
14		Muhammad Imtiaz Akhter	Naib Qasid	32,868
15		Muhammad Hammaad Hassan	Junior Clerk	39,564
16		Faisel Abbas	Junior Clerk	45,252
17		Shehzad Aqdas	Driver	38,500
18		Muhammad Natiq	Driver	38,500
Total				723,560

Annexure-I**Detail of overpayment of bricks**

Bricks						
Sr. No.	Water Course No.	Mouza	Area in meter	Bricks	Amount (Rs)	Deduction of 25% (Rs)
1	16880/L	50 DB	934	4,600	27,370	6,843
2	14400/L	50 DB	721	3,000	17,850	4,463
3	11985/R	Okhli Mohla	1,233	30,000	177,000	44,250
4	13485/R	Hadali	907	38,000	238,260	59,565
5	48200/R	Mitha Tiwana	915	19,800	124,146.00	31,037
6	11000/R	Nalli	636	19,000	119,130	29,783
7	77300/L	Adhi Sargal	1,091	203,000	1,187,550	296,888
8	30500/L	40 DB	485	11,000	65,450	16,363
9	500/L	Rangpur	812	18,000	106,300	26,575
10	88319/L	Hadali	925	16,000	100,320	25,080
11	74950/R	Hadali	589	17,800	111,606	27,902
12	12208/L	Hamoka	564	21,300	133,551	33,388
					Total	602,137