



**AUDIT REPORT
ON THE ACCOUNTS OF
DISTRICT COUNCIL AND MUNICIPAL
COMMITTEES
LAKKI MARWAT
AUDIT YEAR 2014-2015**

AUDITOR GENERAL OF PAKISTAN

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ABBREVIATIONS AND ACRONYMS

AA	Administrative Approval
AP	Advance Para
ADP	Annual Development Plan
AOM&R	Annual Ordinary Maintenance and Repair
CCO	Chief Coordination Officer
CMO	Chief Municipal Officer
CPWA Code	Central Public Works Account Code
CPWD Code	Central Public Works Department Code
DAC	Departmental Accounts Committee
DCO	District Coordination Officer
DDO	Drawing & Disbursing Officer
DG	Director General
GFR	General Financial Rules
LCB	Local Council Board
LGO	Local Government Ordinance
MFDAC	Memorandum for Departmental Accounts Committee
PAO	Principal Accounting Officer
PAC	Public Accounts Committee
PHE	Public Health Engineering
PWP	People Works Program
RDA	Regional Directorate of Audit
TS	Technical Sanction
ZAC	Zilla Accounts Committee

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 168 of Local Government Act 2012, require the Auditor-General of Pakistan to conduct audit of the receipts and expenditure of Local Fund of District Council and Municipal Committees.

The report is based on audit of the accounts of District Council and Municipal Committees, District Lakki Marwat for the Financial Years 2012-13 and 2013-14. The Directorate General of Audit, District Governments, Khyber Pakhtunkhwa, Peshawar conducted audit on test check basis during 2014-15 with a view to reporting significant findings to the relevant stakeholders. The main body of the Audit Report includes only the systemic issues and audit findings carrying value of Rs 1 million or more. Relatively less significant issues are listed in the Annexure-1 of the Audit Report. The Audit Observations listed in the Annexure-1 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 Public 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 without written replies of the Departments. DAC meetings could not be convened despite repeated requests.

The Audit Report is submitted to the Governor of Khyber Pakhtunkhwa in pursuance of Article 171 of the Constitution of the Islamic Republic of Pakistan, 1973 read with Section 168 of Khyber Pakhtunkhwa Local Government Act 2012 to be laid before appropriate legislative forum.

Islamabad
Dated:

(Rana Assad Amin)
Auditor General of Pakistan

EXECUTIVE SUMMARY

The Directorate General Audit, District Governments, Khyber Pakhtunkhwa, Peshawar, is responsible to conduct the audit of all District Councils, Municipal Committees (MCs) and Union Councils (UCs). Its Regional Directorate of Audit Bannu has audit jurisdiction of District Councils, Municipal Committees and UCs of two Districts i.e. Bannu and Lakki Marwat.

The Regional Directorate has a human resource of 06 officers and staff, constituting 1818 man days and a budget of Rs 7.888 million was allocated during 2014-15. It has the mandate to conduct financial attest audit, audit of sanctions, audit of compliance with authority and audit of receipts as well as the performance audit of entities, projects and programs. Accordingly, Regional Director Audit Bannu carried out audit of the accounts of District Council and Municipal Committees for the Financial Years 2012-14 and the findings included in the Audit Report.

District Council and Municipal Committees District Lakki Marwat perform their functions under Khyber Pakhtunkhwa Local Government Act 2012. Administrative Secretary i.e Secretary Local Government and Rural Development Department, Khyber Pakhtunkhwa is the Principal Accounting Officer for these local bodies. According to financial provisions of the Act the Secretary Local Government and Rural Development Department, Khyber Pakhtunkhwa authorizes the Annual Budget Statement for these local bodies in the form of budgetary grants.

a. Scope of audit

Out of total expenditure of District Council and Municipal Committees, District Lakki Marwat, for the Financial Years 2012-14, the auditable expenditure under the jurisdiction of RDA was Rs 149.672 million. Out of this, RDA Bannu audited an expenditure of Rs 149.672 million which, in terms of percentage, was 100% of auditable expenditure.

The receipts of District Council and Municipal Committees, District Lakki Marwat for the Financial Years 2012-14, were Rs 251.761 million. Out of

this, RDA Bannu audited receipts of Rs 251.761 million which, in terms of percentage, was 100% of auditable receipts.

The total expenditure and receipts of District Council and Municipal Committees, District Lakki Marwat, for the Financial Years were Rs 401.433 million. Out of this, RDA Bannu audited the expenditure and receipts of Rs 401.433 million.

b. Recoveries at the instance of audit

Recovery of Rs 178.757 million was pointed out during the audit. However, no recovery was affected till the finalization of this report. Out of the total recoveries Rs 178.757 million was not in the notice of the executives before audit.

c. Audit Methodology

Audit was conducted after understanding the business processes of District Council and Municipal Committees, District Lakki Marwat, with respect to its functions, control structure, prioritization of risk areas by determining their significance and identification of key controls. This helped auditors in understanding the systems, procedures, environment, and the audited entity before starting field activity. Audit used desk audit techniques for analysis of compiled data and review of permanent files/record. Desk Audit greatly facilitated identification of high-risk areas for substantive testing in the field.

d. Audit Impact

Audit pointed out various irregularities of serious nature to the management. 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, ensure accuracy, timeliness and reliability of financial and accounting information for decision making.

One of the basic components of Internal Control System, as envisaged under Para 13 of GFR Volume-I, is internal audit which was not found prevalent in District Council and Municipal Committees, District Lakki Marwat. Neither rules for internal audit have been framed nor internal audit report as required was provided to audit.

f. Key audit findings of the report;

- i. Twenty seven cases of Irregularity / non-compliance of Rs 375.069 million were noted.¹

¹ 1.2.1.1 to 1.2.1.15, 1.3.1.1 to 1.3.1.4, 1.4.1.1 to 1.4.1.8

g. Recommendations;

- i. Disciplinary actions need to be taken to stop the practice of violation of the rules and regulations in spending the public money.
- ii. Concerted efforts need to be made to recover long outstanding dues.
- iii. All sectors of MCs/District Council need to strengthen internal controls i.e. financial, managerial, operational, administrative and accounting controls etc to ensure that reported lapses are preempted and fair value for money is obtained from public spending.
- iv. Deduction of taxes on supplies and contracts need to be ensured.
- v. Decisions taken in DAC meetings need to be implemented.

SUMMARY TABLES & CHARTS

Table 1: Audit Work Statistics

(Rs in million)

S. No	Description	No.	Budget
1	Total Entities in (PAO) Audit Jurisdiction	01	401.433
2	Total formations in audit jurisdiction	03	401.433
3	Total Entities in (PAO) Audited	01	401.433
4	Total formations Audited	03	401.433
5	Audit & Inspection Reports	03	401.433
6	Special Audit Reports	-	-
7	Performance Audit Reports	-	-
8	Other Reports	-	-

Table 2: Audit Observations Classified By Categories

(Rs in million)

S. No	Description	Amount Placed under Audit Observation
1	Unsound asset management	0
2	Weak financial management	0
3	Weak Internal controls relating to financial management	0
4	Others	375.069
Total		375.069

Table 3: Outcome Statistics**(Rs in million)**

S.No	Description	Expenditure on Acquiring Physical Assets (Procurement)	Civil Works	Receipts	Others	Total For the years 2012-14	Total for the year 2011-12
1	Outlays Audited	1.433	17.680	251.761	130.559	401.433	89.386
2	Amount Placed under Audit Observations /Irregularities of Audit	-	16.304	240.754	118.011	375.069	156.161
3	Recoveries Pointed Out at the instance of Audit	-	54.679	100.821	23.257	178.757	116.275
4	Recoveries Accepted /Established at the instance of Audit	-	-	-	-	-	-
5.	Recoveries Realized at the instance of Audit	-	-	-	-	-	-

Table 4: 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	250.309
2	Reported cases of fraud, embezzlement, thefts and misuse of public resources.	-
3	Accounting Errors (accounting policy departure from NAM, 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.	-
4	Quantification of weaknesses of internal control systems.	-
5	Recoveries and overpayment, representing cases of established overpayment or misappropriations of public monies	4.304
6	Non-production of record	-
7	Others, including cases of accidents, negligence etc.	120.456
Total		375.069

Table 5: Cost -Benefit

		(Rupees in million)
Sr. No.	Description	Amount
1	Outlays Audited	401.433
2	Expenditure on Audit	7.888
3	Recoveries realized at the instance of audit	0
4	Cost – Benefit Ratio	1:0

CHAPTER 1

1.1 District Council & Municipal Committees District Lakki Marwat

1.1.1 Introduction

District Lakki Marwat has two tehsils i.e. Lakki Marwat and Serai Nourang. There is a District Council and two Municipal Committees. District Council has a Chief Coordination Officer, District Officer (Finance), District Officer (Infrastructure) and District Officer (Regulation). Municipal Committees have Chief Municipal Officers, Municipal Officers (Finance), Municipal Officers (Infrastructure) and Municipal Officers (Regulation). District Council Lakki Marwat has one Drawing and Disbursing Officer (DDO) i.e. Chief Coordination Officer & Chief Municipal Officers are the DDOs of Municipal Committees. According to 1998 population census, the population of District Lakki Marwat is 776,874.

1.1.2 Comments on Budget and Accounts (Variance Analysis)

An amount of Rs 19.680 million was allocated as grant in aid by the Provincial Government to District Council and Municipal Committees of District Lakki Marwat. An amount of Rs 131.992 was realized as local receipts during the Financial Years 2012-14. Total resources at the disposal of local councils are Rs 251.761, against which an expenditure of Rs 149.672 million was incurred by the District Council and Municipal Committees Lakki Marwat with a saving of Rs 2.00 million during Financial Years 2012-14. Detail is given below:

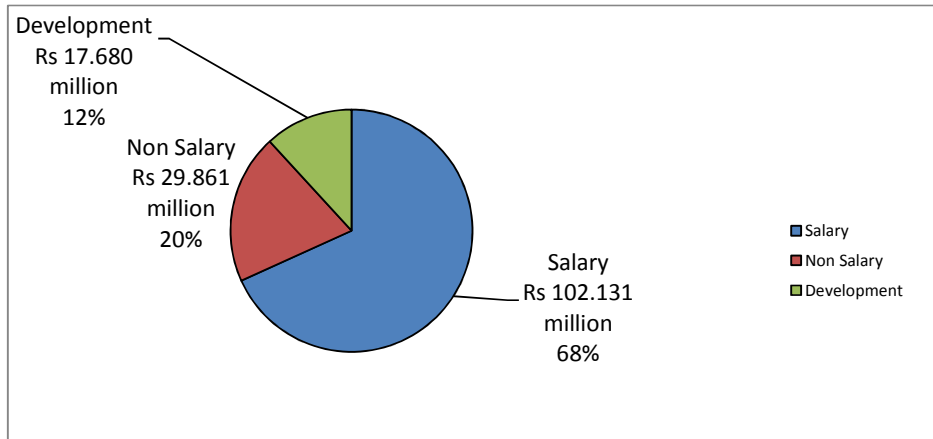
(Rs in million)

2012-14	Budget	Expenditure	Saving/Excess	%age Excess/Saving
Salary	102.131	102.131	0.000	0.000%
Non-Salary	29.861	29.861	0.000	0.000%
Developmental	19.680	17.680	-2.000	10.000%
Total	151.672	149.672	-2.000	10.00%
Receipts	251.761	251.761	-	-
Grand Total	403.433	401.433	-	-

The savings of Rs 2.00 million in developmental budget indicate weakness in the capacity of these local institutions to utilize the amounts allocated.

Expenditure 2012-14

(Rs in million)



1.1.3 Comments on the status of compliance with ZAC / PAC Directives

The audit reports on the accounts of newly formed District Council and Municipal Committees Lakki Marwat under the LGA 2012, have not yet been discussed in PAC.

MUNICIPAL COMMITTEE SERAI NOURANG

1.2 Audit Paras of Municipal Committee Serai Nourang

1.2.1 Irregularity & Non Compliance

1.2.1.1 Award of contracts to defaulters - Rs 67.180 million

Government of KPK LG & RDD Local Council Board letter No AO-II/LCB/6-11/2012 dated: 06.04.2012 vide Serial No XX, stated that Defaulter Firms, nominee, authority holders will not be allowed to participate in auction proceedings.

In violation of above, CMO, Municipal Committee Serai Nourang awarded following contracts valuing Rs 67.180 million to defaulter contractors during 2012-13 and 2013-14.

Name of Contractor	Name of contract	2012-13	2013-14	Defaulter
Abdul Hai	2% Property Tax	5,734,000	880,000	Building plan 2011-12 Property Tax 2011-12
	Building Plan	185,000	0	
	License Fee	92,500	0	
Abdul Hamid	Cattle Fair Serai Nourang	20,374,000	18,435,000	Cattle Fair Serai Nourang 2011-12 & 2012-13
	Load Un Load	2,164,116	19,315,000	
Total		28,549,616	38,630,000	
Grand Total			67,179,616	

Unauthorized award of contracts occurred due to non-compliance of rules.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 04 (2013-14)

1.2.1.2 Non reconciliation of cash book and bank accounts - Rs 61.866 million

According to section 69(1) of Local Government Accounts Manual, “the reconciliation shall be carried out at the originating stage between local account office and the concerned bank branch. The daily account (scrolls) sent by bank branch(s) shall be checked and scrutinized by the local account office. In case any error is found in the bank scrolls, the local account office shall get it rectified by the concerned bank branch.”

Accounts record of CMO, Municipal Committee Serai Nourang revealed that there is a difference of Rs 61,866,286 between the cash balances in bank and cash book. Detail is as under:

Bank Account No		001328-1	01764-001-1	00110-00-6	Total (Rs)
O/Balance	01.07.2012	805,464	00	4,598,901	5,404,365
Total Receipts	2012-14	56,424,219	44,649,767	44,127,130	145,201,116
Total Resources (A)		57,229,683	44,649,767	48,726,031	150,605,481
Total Expenditure 2012-14 (B)					86,527,602
Balance required as on 30-06-2014 (A-B)					64,077,879
C/Balance as on 30-06-2014		172,997	2,028,367	10,229	2,211,593
Difference					61,866,286

Variation of cash balances occurred due to non compliance of rules and weak financial controls.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

Audit recommends inquiry in to the matter besides regularization and action against the person(s) at fault.

AP 13 (2013-14)

1.2.1.3 Loss due to non-engaging Municipal Committee Staff - Rs 33.656 million

Government of Khyber Pakhtunkhwa Local Government and Rural Development Department Local Council Board letter No AO-II/LCB/6-11/2012 dated: 06.04.2012 vides Serial No XXVI to XXVII, stated that at the time of execution of contract with the contractor the contractor is bound to engage Municipal Committee staff and the contractor shall not be authorized to appoint private staff. Further the contract shall be bound to pay all dues i.e. pay and allowances, leave salary, pension contribution at 33% of the scale.

CMO, Municipal Committee Serai Nourang awarded contracts to various contractors who were bound to engage the available local staff during 2012-13 and 2013-14. The contractors did not engage the staff and Municipal Committee had to pay Rs 33.656 million on account of their pay and allowances (Detail at Annexure-3).

Loss occurred due to non- enforcement of provisions of model terms & conditions.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 07 (2013-14)

1.2.1.4 Loss due to non-award of contract to 2nd highest bidder - Rs 7.320 million

According to Serial No. 29(5) of Government of Khyber Pakhtunkhwa Procurement of Goods Works & Services Rules 2003, if the tenderer whose tender/auction has been accepted fails to sign the contract agreement or provide any required security for the performance of contract, the procurement entity

shall order the forfeiture of earnest money and shall give order of acceptance to second highest or in case of the second bidder to the third highest bidder and so on, on the same term of forfeiture of earnest money.

CMO, Municipal Committee Serai Nourang awarded contract of “2% property tax” to contractor for Rs 880,000 instead of awarding the contract to the 2nd highest bidder, who’s bid was Rs 8,200,000, after refusal of contract by 1st bidder during 2013-14. This resulted into loss of Rs 7.320 million.

Loss occurred due to extended undue favor to the contractor.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 08 (2013-14)

1.2.1.5 (i) Unauthorized award of contract - Rs 5.919 million

(ii) Loss due to non recovery of contract amount - Rs 0.329 million

Government of KPK LG & RDD Local Council Board letter No. AO-II/LCB/6-11/2012 dated: 06.04.2012 vides Serial No V(d) and XIX, stated that no possession to the contractor shall be given unless the contractor has signed the agreement and deposit the advance amount and security with the concerned council.

CMO, Municipal Committee Serai Nourang awarded contracts valuing Rs 5.919 million to contractors without execution of written agreement deed. Due to non- execution of contract agreement the contractor left the contract without payment of full contract amount. Non-compliance of rules resulted in loss of Rs 329,200 as detailed given below:

Sr. No	Name of Contract	Bid Amount	Outstanding Amount
1	2% Property Tax	5,734,000	324,200
2	Building Plan	185,000	5,000
	Total	5,919,000	329,200

Loss occurred due to non-execution of written contract agreement deed.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 09 (2013-14)

1.2.1.6 Payment of salaries in excess of sanctioned strength-Rs 5.657 million

Payment of Salaries to employees may be made according to the numbers of sanctioned posts of each category of each establishment each year.

CMO, Municipal Committee Serai Nourang paid Rs 5.657 million on account of salaries of 34 staff members in excess of sanctioned strength of various categories of posts during 2012-13 and 2013-14.

Unauthorized payment of salaries occurred due to payment in excess of sanctioned strength.

When reported in February 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 12 (2013-14)

1.2.1.7 Loss to Government due to non-recovery of receipts - Rs 5.284 million

According to Para 8 and 26 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.

CMO, Municipal Committee Serai Nourang failed to recover receipts outstanding against various contractors during 2012-13 and 2013-14 (Detail at Annexure-4).

Non recovery of receipts occurred due to lack of monitoring by the CMO.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 03 (2013-14)

1.2.1.8 Non-recovery of income tax - Rs 4.463 million

Government of Pakistan Federal Board of Revenue vide letter No C No 4 (36) ITP / 2013 dated 19.07.2013 states that the rate of collection of income tax under section 236 (A) has been increased from 5% to 10%.

CMO, Municipal Committee Serai Nourang did not recover income tax Rs 4,462,381 @ 5% and @ 10% from successful bidders during 2012-13 and 2013-14 (Detail at Annexure-5).

Non recovery of income tax occurred due to non-compliance of rules.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 01 (2013-14)

**1.2.1.9 Non deposit of income tax into government treasury-
Rs 4.120 million**

Para 8 and 26 of GFR Vol-I states that each administrative department to see that the dues of the government are correctly and promptly assessed collected and paid into government treasury.

CMO, Municipal Committee Serai Nourang paid Rs 66.971 million to different project leader / contractors on account of execution of development schemes during 2012-13 & 2013-14. Income Tax worth Rs 4,120,892 was deducted; however the amount was not deposited in to Government Treasury, which resulted into loss to Government of Rs 4.120 million.

Non-deposit of tax occurred due to weak financial control.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

Audit recommends deposit of income tax in to Government treasury and action against the person(s) at fault.

AP 17 (2013-14)

1.2.1.10 Payment for work already done - Rs 3.00 million

According to Para-23 of GFR Vol-I, every Government Officer should realize fully and clearly that he would be personally responsible for any loss sustained by Government to fraud or negligence on his part or on the part of his subordinate.

CMO, Municipal Committee Serai Nourang awarded different contracts for installation of pressure pumps to various contractors / project leaders during 2012-13. Works was started on 15.10.2012. The scrutiny of record revealed that the management made payment of Rs 3.00 million for the pumps those have been already installed and hander over to community on 04-02-2012 and 01-10-2012.

Payment occurred due to weak financial management.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 16 (2013-14)

1.2.1.11 Overpayment due to excess measurement - Rs 2.893 million

Under 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.

CMO, Municipal Committee Serai Nourang overpaid Rs 2,893,015 to contractors against item of work "Shrouding Material". Payment was made for the whole depth of bore instead of only the portion of filter, which resulted into overpayment of Rs 2,893,015.

Overpayment occurred due to excess measurements.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 27 (2013-14)

1.2.1.12 Loss due to non-recovery of penalty - Rs 2.573 million

Government of KPK LG & RDD Local Council Board letter No. AO-II/LCB/6-11/2012 dated: 06.04.2012 vide Serial No iv (b), stated that the contractor is bound to deposit the monthly installment up to end of each month.

If the contractor fails to deposit the monthly installments within stipulated period of time, then 1% per days will be charged as penalty on amount of installment.”

CMO, Municipal Committee Serai Nourang awarded different contracts for collection of different type of taxes to contractors during 2012-13 and 2013-14. The contractors failed to deposit the amount of monthly installments within stipulated time. Hence MC Serai Nourang was required to impose penalty on contractor @ 1% per day which was not done, resulting in loss of Rs 2,573,179 (detail at Annexure-6).

Non recovery of penalty occurred due to non-imposition of agreement conditions.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 05 (2013-14)

1.2.1.13 Irregular expenditure due to non observance of rules - Rs 2.150 million

Tendering in the most open and public manner and to execute work under proper agreement is required under Para 144 of GFR Vol.-I and para 89 CPWD Code and the KPK Procurement of goods, Works & Services Rules 2003.

According to Government of Khyber Pakhtunkhwa Finance Department letter No. BOI/2-7(2005-06)/FD dated: 23-06-2006 “All PC-I for M&R works for Rs. 0.500 million and above shall require the approval of DDC concerned.

CMO, Municipal Committee Serai Nourang spent Rs 2,149,680 on the M&R of water supply schemes (tube wells) during 2012-14 without:

- a) Preparing any PC-I.
- b) Inviting Tender through the press.
- c) Approval of District Development Committee.

Irregular expenditure occurred due to non-compliance of rules.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 10 (2013-14)

1.2.1.14 Non-credit of audit fee, pension contribution in to provincial government accounts - Rs 1.924 million

According to Para 8 and 26 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.

CMO, Municipal Committee Serai Nourang did not credit Rs 1.924 million to Provincial Government on account of Audit Fee, Pension Contribution of PUGF / Non PUGF Staff during 2013-14.

Non-credit of Government dues occurred due to non-compliance of rules.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

Audit recommends credit of dues into Government treasury and action against the person(s) at fault.

AP 25 (2012-13)

1.2.1.15 Overpayment due to rate difference - Rs 0.440 million

Under 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.

CMO, Municipal Committee Serai Nourang paid Rs 500,000 for 2 HP submersible pump along with all accessories during 2012-13, whereas the same job was completed through other contractors @ Rs 59,700, which clearly depicts that the contractor was illegally benefited and thus overpayment of Rs 440,300 was made to the contractors.

Overpayment occurred due to difference in rates.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 19 (2013-14)

MUNICIPAL COMMITTEE LAKKI MARWAT

1.3 Audit Paras of Municipal Committee Lakki Marwat

1.3.1 Irregularity & Non compliance

1.3.1.1 Non Credit of Audit Fee and dues into Government Accounts - Rs 4.660 million

According to Para 8 and 26 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.

CMO, Municipal Committee Lakki Marwat did not credit Rs 4.660 million to Provincial Government on account of Audit Fee and LCB dues of staff during 2013-14.

Non-credit of Government dues occurred due to non-compliance of rules.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

Audit recommends credit of dues into Government treasury and action against the person(s) at fault.

AP 44 (2013-14)

1.3.1.2 Non deposit of income tax into government treasury - Rs 2.283 million

According to Para 8 and 26 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.

CMO, Municipal Committee Lakki Marwat paid Rs 38,056,750 to different contractors on account of execution of development schemes during 2013-14. Income Tax worth Rs 2,283,405 was deducted; however the same amount was not deposited to Government Treasury, which resulted into loss to government of Rs 2.283 million.

Non-deposit of tax occurred due to weak financial control.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

Audit recommends deposit of income tax in to Government treasury and action against the person(s) at fault.

AP 46 (2013-14)

1.3.1.3 Non deduction of Sales Tax-Rs 0.996 million

Section 3 of Sales Tax Act 1990, read with the notifications issued by Government from time to time states that 17% sales tax on supply of taxable goods is to be made.

CMO, Municipal Committee Lakki Marwat paid Rs 5,856,900 to various contractors for the procurement of pumping machineries without deducting Sales Tax @ 17% Rs 995,673.

Non deduction of sales tax occurred due to non- compliance of rules.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 48 (2013-14)

1.3.1.4 Non-recovery of Income Tax from contractors - Rs 0.911 million

Government of Pakistan Federal Board of Revenue vide letter No C No 4 (36) ITP / 2013 dated 19.07.2013 states that the rate of collection of income tax under section 236 (A) has been increased from 5% to 10%.

CMO, Municipal Committee Lakki Marwat did not recover income tax amounting to Rs 395,800 @ 10% from successful bidders during 2013-14 (as per detail given below).

Sr. No.	Name of Contract	Bid Amount (Rs)	Income Tax @ 10% (Rs)
1	Sign Board	27,000	2,700
2	Entry Fees	1,650,000	165,000
3	Building Fees	75,000	7,500
4	Tah Bazari	175,000	17,500
5	Raksha Fees	116,000	11,600
6	Water rate Lakki City	915,000	91,500
7	Load unload	1,000,000	100,000
	Total	3,958,000	395,800

Similarly Rs 515,000 was less recovered from the contractors as per detail given below.

Sr. No.	Name of Contract	Bid Amount (Rs)	Income Tax Required @ 10% (Rs)	Income Tax recovered @ 05% (Rs)	Difference (Rs)
1	Cattle Fair Lakki Marwat	8,000,000	800,000	400,000	400,000
2	Bus Stand Lakki	2,300,000	230,000	115,000	115,000
	Total	10,300,000	1,030,000	515,000	515,000

Non recovery of income tax occurred due to non-compliance of rules.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 13.08.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 52 & 53 (2013-14)

DISTRICT COUNCIL LAKKI MARWAT

1.4 Audit Paras of District Council Lakki Marwat

1.4.1 Irregularity & Non compliance

1.4.1.1 Loss due to non-auction of contract of load-un-load tax – Rs 107.422 million

Government of KPK LG & RDD Local Council Board letter No. AO-II/LCB/6-11/2013 dated: 20.03.2013 vide Serial No I, stated that, “Every contract for collection of tax must be advertise through press.”

CCO, District Council Lakki Marwat failed to collect load un load tax during 2013-14, due to which District Council Lakki Marwat was put to loss of Rs 107.422 million as per detail given below.

Description	Amount (Rs)
Load un Load auctioned during 2012-13 (TMA Lakki Marwat & Serai Nourang)	93,410,125
15% increase in revenue collection as per standing orders of Provincial Government	14,011,519
Net amount to be realized during 2013-14	107,421,644
Amount realized during 2013-14	0
Loss	107,421,644

Loss occurred due to non-auction and non-realization of revenue.

When reported in September 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 12.09.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 34 (2013-14)

1.4.1.2 Award of contracts to defaulters - Rs 22.187 million

Government of KPK LG & RDD Local Council Board letter No. AO-II/LCB/6-11/2013 dated: 20.03.2013 vide Serial No XX, stated that Defaulter

Firms, nominee, authority holders will not be allowed to participate in any auction proceedings.

In violation of above, CCO, District Council Lakki Marwat awarded following contracts valuing Rs 67.180 million to defaulter contractors during 2013-14.

Sr. No.	Name of Contractor	Name of contract	Amount of Contract 2013-14 (Rs)	Defaulter
1.	Mutabar Khan	2% Property Tax	14,500,000	2% property tax 2011-12 & 2012-13 Income Tax
2.	Shahbaroz Khan	Cattle Fair Pezu	5,610,000	Cattle Fair Lakki & Pezu 2011-12
3.	Riaz Khan	Lorry Adda Pezu	2,077,000	Lorry Adda Pezu 2012-13
Total			22,187,000	

Unauthorized award of contracts was due to non-compliance of rules.

When reported in September 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 12.09.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 30 (2013-14)

1.4.1.3 Loss due to non-engaging of District Council Staff - Rs 14.868 million

According to Sr. No x of model term and conditions circulated vide Government of KPK LG & RDD Local Council Board letter No. AO-II/LCB/6-11/2013 dated: 20.03.2013, that at the time of execution of contract with the contractor the name and designation of the staff, be clearly mentioned. The contractor is bound to engage Municipal committee staff and the contractor shall not be authorized to appoint private staff. Further the contract shall be bound to pay all dues i.e. pay and allowances, leave salary, pension contribution at 33% etc.

CCO, District Council Lakki Marwat awarded contracts to various contractors who were bound to engage the available local staff during 2013-14. The contractors did not engage the staff and Municipal Committee had to pay Rs 14.868 million on account of their pay and allowances (Detail at Annexure-7).

Loss occurred due to non- enforcement of provisions of model terms & conditions.

When reported in September 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 12.09.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 32 (2012-14)

1.4.1.4 (i) Irregular award of work - Rs 6.00 million

(ii) Overpayment due to allowing higher rates—Rs 0.300 million

Para 144-145 GFR Vol-I and Para 89 CPWD Code read with Rule 7 of Government of Khyber Pakhtunkhwa, Procurement of Good, Works and Service rules 2003 requires the tendering in the most open and public manner and to execute work under proper agreement.

CCO, District Council Lakki Marwat award work “Installation of pressure pumps” to contractor who quoted rate of “AT PAR” instead of offering to contractor who quoted rate of 05% below of estimated cost of Rs 6.00 million during 2012-13, resulting overpayment of Rs 300,000.

Irregular award of contract occurred due to ignoring the lowest rates.

When reported in September 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 12.09.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

Audit recommends inquiry for ignoring lowest rates and action against the person(s) at fault besides recovery of overpaid amount.

AP 41 (212-13)

1.4.1.5 Loss due to non enhancing contract amount by 15% - Rs 4.007 million

According to Sr. No II of model term and conditions circulated vide Government of KPK LG & RDD Local Council Board letter No. AO-II/LCB/6-11/2013 dated: 20.03.2013 that the contract may be auctioned till 15% or more reasonable bid is achieved over the last year bid.

CCO, District Council Lakki Marwat awarded contract of 2% property Tax to contractor during 2013-14 for Rs 14,500,000. The contract was required to be auctioned till 15% or more reasonable bid is achieved over the last year bid, which action was not taken and thus District Council Lakki Marwat sustained loss of Rs 4,006,709 as per detail given below:

Sr. No.	Description	Amount (Rs)
1	Last year bid TMA Lakki + Serai Nourang	15,776,055
2	15% increase	2,366,408
3	Total Bid required	18,142,463
4	Bid Approved	14,500,000
5	Total (3-4)	3,642,463
6	Income Tax	364,246
	Total Loss (5+6)	4,006,709

Loss occurred due to non-compliance of rules.

When reported in September 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 12.09.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 33 (2013-14)

1.4.1.6 Less recovery of Income Tax - Rs 1.368 million

Government of Pakistan Federal Board of Revenue vide letter No C No 4 (36) ITP / 2013 dated 19.07.2013 states that the rate of collection of income tax under section 236 (A) has been increased from 5% to 10%.

CCO, District Council Lakki Marwat recovered income tax of Rs 1,367,900 @ 05% from successful bidders instead of 10% during 2013-14, which resulted in to loss of Rs 1,367,900 (Detail at Annexure-8).

Less recovery of income tax occurred due to non-compliance of rules.

When reported in September 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 12.09.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 28 (2013-14)

1.4.1.7 Overpayment due to excess quantity- Rs 0.971 million

According to Para 23 of GFR Vol-I, every government officer should realize fully and clearly that he would be held personally responsible for any loss sustained by government through fraud or negligence on his part or on the part of his subordinate staff.

CCO, District Council Lakki Marwat overpaid Rs 971,062 for item of work "lying of pipe line 2" dia, 3" dia and 4" dia to contractor in excess of actual quantity executed at site as evident from the application of the contractor during 2012-13.

Overpayment occurred due to allowing payment for excess quantity.

When reported in August 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 12.09.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 43 (2012-14)

1.4.1.8 Loss due to non-recovery of penalty - Rs 0.951 million

According to Sr. No iv (b) of model term and conditions circulated vide Government of KPK LG & RDD Local Council Board letter No. AO-II/LCB/6-11/2013 dated: 20.03.2013, the contractor is bound to deposit the monthly installment up to end of each month. If the contractor fails to deposit the monthly installments within stipulated period of time, then 1% per days will be charged as penalty on amount of installment.”

CCO, District Council Lakki Marwat awarded different contracts for collection of different type of taxes to contractors during 2013-14. The contractors failed to deposit the amount of monthly installments within stipulated time. Hence District Council Lakki Marwat was required to impose penalty on contractor @ 1% per day which was not done, resulting in loss of Rs 951,383 (Detail at Annexure-9).

Non recovery of penalty occurred due to non-imposition of agreement conditions.

When reported in September 2014, management stated that reply would be furnished after consulting the record. However, the reply was not received.

Request for the convening of DAC meeting was made on 12.09.2014, but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in March 2015.

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

AP 31 (2012-14)

ANNEXURES

Annex - 1

Detail of MFDAC Paras

(Rs in million)

S. No	AP No	Department	Caption	Amount
1.	02	MC Serai Nourang	Non forfeiture of call deposit	5.500
2.	06	-do-	Loss to Government	10.026
3.	14	do-	Variation in books of account	59.870
4.	15	-do-	Overpayment	1.350
5.	26	do-	Overpayment	3.442
6.	29	District Council, Lakki Marwat	Non forfeiture of call deposit	1.350
7.	37	-do-	Irregular payment	10.117
8.	42	do-	Unauthorized floating of NIT	100.000
9.	49	-do-	Fraudulent drawl	2.290
10	50	do-	Irregular expenditure	27.920
11	54	-do-	Loss to Government	2.820
12	55	do-	Non recovery of outstanding dues	2.480
13	58	-do-	Loss to Government	4.540
14	61	do-	Irregular award of contract	8.000
15	65	-do-	Irregular expenditure	1.747

Audit Impact Summary

Sr. No	Rules/System/Procedure	Audit Impact
1	According to GFR, all dues of the Government should be correctly and promptly assessed, collected and paid into Government Treasury.	DAC meeting could not be convened, therefore audit impact is not visible.
2	According to terms and conditions of the contracts; the contract for the present year must have 15% increase over the bid of last year.	-do-
3	Withholding tax collection under section 236A on sale of property was required at enhanced rate of 10%.	-do-
4	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.	-do-

Annex-3**Para # 1.2.1.3****Detail of Salaries & Pension Contribution**

Sr. No.	Name of Contract	Number Employees to be Engaged 2012-13	Number Employees to be Engaged 2013-14	Salaries (Rs)	Pension Contribution (BPS-07) (5800-320-15400) (Rs)
1.	Cattle Fair Seria Nourang	6	6	3,744,000	1,007,424
2.	Lorry Adda Nourang	4	4	2,496,000	671,616
3.	2% Property Tax	2	0	624,000	167,904
4.	Load un Load	9	0	2,808,000	755,568
5.	Water Rate	9	9	5,616,000	1,511,136
6.	Building Plan	2	0	624,000	167,904
7.	Tehbazari	2	2	1,248,000	335,808
8.	Larry Adda Gandi Chowk	3	3	1,872,000	503,712
9.	Larry adda Kot Kashmir	2	2	1,248,000	335,808
10.	Larry Adda Serai Gambila	2	2	1,248,000	335,808
11.	License Fee	3	3	1,872,000	503,712
12.	Sign Board	2	2	1,248,000	335,808
13.	Cattle Fair Gambila	3	3	1,872,000	503,712
			Total	26,520,000	7,135,920
			Grand Total		33,655,920

Detail of Outstanding Amount

Sr. No.	Description of Tax	Year	Outstanding amount (Rs)
1.	Water Rate	2006-07	1,152,765
2.	2% immovable property tax	2007-08	650,000
3.	Water Rate	2008-09	469,725
4.	Water Rate	2010-11	120,000
5.	2% Property Tax	2012-13	324,200
6.	Cattle Fair Serai Nourang	2012-13	1,164,000
7.	Larry Adda Serai Nourang	2012-13	52,000
8.	Water Rate	2012-13	374,000
9.	Larry Adda Gambilla	2012-13	163,000
10.	Building Plan	2012-13	5,000
11.	Tehbazari	2012-13	14,000
12.	Cattle Fair Gambilla	2012-13	17,000
13.	Cattle Fair Serai Nourang	2013-14	98,000
14.	Water Rate	2013-14	540,000
15.	Tehbazari	2013-14	140,000
Total			5,283,690

Detail of Income Tax

Sr. No.	Name of Contract	2012-13		2013-14	
		Bid Amount	Income Tax @ 5%	Bid Amount	Income Tax @ 10%
1.	Cattle Fair Serai Nourang	20,374,000	1,018,700	18,435,000	1,843,500
2.	Lorry Adda Serai Nourang	4,680,000	234,000	5,385,000	538,500
3.	2% Property Tax	5,734,000	286,700	0	0
4.	Load Un Load Tax	2,164,116	108,206	500,000	50,000
5.	Water Rate	1,530,000	76,500	1,850,000	185,000
6.	Building Plan	185,000	9,250	82,000	8,200
7.	Tehbazari Fee	128,000	6,400	220,000	22,000
8.	Lorry Adda Gandi Chowk	326,000	16,300	0	0
9.	Lorry Adda Kot Kashmir	175,000	8,750	0	0
10.	Lorry Adda Serai Gambila	213,000	10,650	0	0
11.	Cattle Fair Serai Gambila	67,000	3,350	0	0
12.	License Fee	92,500	4,625	107,000	10,700
13.	Sign Board	30,000	1,500	200,000	20,000
	Total	35,698,616	1,784,931	26,779,000	2,677,900
	Grand Total	4,462,831			

Annex – 6
Para # 1.2.1.12

Detail of salaries and Pension

Sr. No.	Name of Contract	Number Employees to be Engaged 2013-14	Salaries (Rs)	Pension Contribution (BPS-07) (5800-320- 15400) (Rs)
1.	Lorry Adda Gandhi Chowk	3	936,000	126,000
2.	2% Property Tax	3	936,000	126,000
3.	Lorry Adda Titter Khel	3	936,000	126,000
4.	Lorry Adda Shahbaz Khel	3	936,000	126,000
5.	Lorry Adda Landiwa	3	936,000	126,000
6.	Cattle Fair Pezu	3	936,000	126,000
7.	Lorry Adda Pezu	3	936,000	126,000
8.	Lorry Adda Tajori	3	936,000	126,000
9.	Lorry Adda Gambila	3	936,000	126,000
10.	Lorry Adda Tajazai	3	936,000	126,000
11.	Lorry Adda Ghazni Khel	3	936,000	126,000
12.	Cattle Fair Tajori	3	936,000	126,000
13.	Cattle Fair Gambila	3	936,000	126,000
14.	Lorry Adda Malang Adda	3	936,000	126,000
	Total		13,104,000	1,764,000
	Grand Total		14,868,000	

Detail of Penalty

Sr. No.	Name of Contract	Amount of Penalty
1.	Cattle Fair Serai Nourang 2012-13	1,260,860
2.	Lorry Adda Serai Nourang 2012-13	340,751
3.	2% Property Tax 2012-13	282,997
4.	Load Un Load Tax 2012-13	141,066
5.	Water Rate 2012-13	122,181
6.	Water Rate 2013-14	114,229
7.	Larry Adda Serai Nourang 2013-14	311,095
	Total	2,573,179

Detail of Income Tax

(Amount in Rupees)

Sr. No.	Name of Contract	2013-14			
		Bid Amount	Income Tax required @ 10%	Income Tax recovered @ 5%	Difference
1.	Lorry Adda Gandi Chowk	376,000	37,600	18,800	18,800
2.	2% Property Tax	14,500,000	1,450,000	725,000	725,000
3.	Lorry Adda Titter Khel	236,000	23,600	11,800	11,800
4.	Lorry Adda Shahbaz Khel	202,000	20,200	10,100	10,100
5.	Lorry Adda Landiwa	60,000	6,000	3,000	3,000
6.	Cattle Fair Pezu	5,610,000	561,000	280,500	280,500
7.	Lorry Adda Pezu	2,077,000	207,700	103,850	103,850
8.	Lorry Adda Tajori	328,000	32,800	16,400	16,400
9.	Lorry Adda Gambila	245,000	24,500	12,250	12,250
10.	Lorry Adda Tajazai	2,618,000	261,800	130,900	130,900
11.	Lorry Adda Ghazni Khel	398,000	39,800	19,900	19,900
12.	Cattle Fair Tajori	432,000	43,200	21,600	21,600
13.	Cattle Fair Gambila	66,000	6,600	3,300	3,300
14.	Lorry Adda Malang Adda	210,000	21,000	10,500	10,500
	Total	27,358,000	2,735,800	1,367,900	1,367,900

Annex – 9
Para # 1.4.1.8

Detail of Penalty

Sr. No.	Name of Contract	Amount of Penalty
1.	2% Property Tax 2013-14	485,572
2.	Larry Adda Tajazai 2013-14	105,200
3.	Larry Adda Pezu 2013-14	108,611
4.	Cattle Fair Pezu 2013-14	252,000
	Total	951,383