



**AUDIT REPORT
ON THE ACCOUNTS OF
LOCAL GOVERNMENT & HOUSING
TOWN PLANNING DEPARTMENT
GOVERNMENT OF SINDH
AUDIT YEAR 2024-25**

AUDITOR-GENERAL OF PAKISTAN

**SERVING THE NATION BY PROMOTING ACCOUNTABILITY, TRANSPARENCY AND
GOOD GOVERNANCE IN THE MANAGEMENT AND USE OF PUBLIC RESOURCES
FOR THE CITIZENS OF PAKISTAN**

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 116 of the Sindh Local Government Act, 2013, require the Auditor-General of Pakistan to conduct audit of the accounts of receipts and expenditure of the Local Government & Housing Town Planning Department, Government of Sindh.

This report is based on audit of the accounts of various offices of the Local Government & Housing Town Planning Department, Government of Sindh for the financial year 2023-24 and accounts of some of the offices for previous financial years. The Directorate General Audit, Local Governments Sindh conducted audit during 2024-25 on a test check basis with a view to report significant findings to the relevant stakeholders. The main body of the audit report includes systemic issues and significant audit findings. Relatively less significant issues are listed in the Annex-1 of the Audit Report. The audit observations listed in Annex-1 shall be pursued with the Principal Accounting Officers at Departmental Accounts Committee level. In all cases where the Principal Accounting Officers do not initiate appropriate action, the audit observations will be brought to the notice of the Public Accounts Committee through the next year's Audit Report. Sectoral analysis has been added in this report covering strategic review and overall perspective of audit results.

Citizen Participatory Audit, Impact Audit, Thematic Audit and Foreign Aided Projects' Audit were also conducted and their observations have been incorporated in Chapter-9, Chapter-10, Chapter-11 and Chapter-12, respectively in this 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.

Some of the observations included in this report were finalized in the light of written replies of the departments, whereas in other cases the departments did not submit written replies till the finalization of this report. DAC meetings were also not convened by the PAOs despite repeated reminders.

There are certain audit paras which were also reported in last years' Audit Reports for the years 2023-24, 2022-23, 2021-22, 2020-21, and 2019-20. Recurrence of such irregularities is a matter of concern and needs to be addressed.

The Audit Report is submitted to the Governor of Sindh in pursuance of Article 171 of the Constitution of the Islamic Republic of Pakistan, 1973 read with Section 116 of the Sindh Local Government Act, 2013 for causing it to be laid before the Provincial Assembly of Sindh.

Islamabad
Dated: **18-02-2025**

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(Muhammad Ajmal Gondal)
Auditor-General of Pakistan

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ABBREVIATIONS AND ACRONYMS

AC	Air conditioner
ADLFA	Assistant Director Local Fund Audit
ADP	Annual Development Plan
A.G	Accountant General
AIIB	Asian Infrastructure Investment Bank
AIR	Audit and Inspection Report
ALS	Advance Life Support
BG	Bank Guarantee
BPS	Basic Pay Scale
BLS	Basic Life Support
BOQ	Bill of Quantity
CBA	Collective Bargaining Agent
CC	Cement Concrete
CLICK	Competitive and Liveable City of Karachi
C.P	Civil Petition
CPRs	Computerized Payment Receipts
CTC	Certified True Copy
DAC	Departmental Accounts Committee
DBFOT	Design, Built, Finance, Operate & Maintain and Transfer
DC	Deputy Commissioner
DDO	Drawing and Disbursing Officer
DDT	Dichlorodiphenyltrichloroethane
DHA	Defence Housing Authority
DG	Director General
DMC	District Municipal Corporation
DMD	Deputy Managing Director
ECP	Election Commission of Pakistan
E&IP	Enterprises & Investment Promotion
E&M	Electrical and Mechanical
ER	Emergency Room
FA	Financial Advisor
FAP	Foreign Aided Project
FBR	Federal Board of Revenue

FBS	Federal Bureau of Statistics
FD	Finance Department/Division
F.I.R	First Information Report
FTM	Federal Trunk Main
F.Y	Financial Year
GCC	General Condition of Contracts
GIS	Geographic Information System
GoS	Government of Sindh
GPF	General Provident Fund
GPS	Global Positioning System
GST	General Sales Tax
HAIs	Hospital Acquired Infections
HBL	Habib Bank Limited
HESCO	Hyderabad Electric Supply Company
HR	Human Resource
HRA	House Rent Allowance
HRD&A	Human Resource Development & Administration
HMC	Hyderabad Municipal Corporation
HRM	Human Resource Management
IBRD	International Bank for Reconstruction and Development
ICB	International Competitive Bidding
ICU	Intensive Care Unit
IPC	Interim Payment Certificate
IPF	Infrastructure Project Financing
IT/I.Tax	Income Tax
ITB	Invitation to Bid
IT	Information Technology
IUFD	Intrauterine Fetal Death
JV	Joint Venture
KATI	Korangi Association of Trade & Industry
KB&TPR	Karachi Building & Town Planning Regulations
KIHD	Karachi Institute of Heart Diseases
KICT	Karachi International Container Terminal
KMC	Karachi Metropolitan Corporation

KPT	Karachi Port Trust
KW&SB/C	Karachi Water & Sewerage Board/Corporation
KWSSIP	Karachi Water & Sewerage Services Improvement Project
LGD	Local Government Department
LG&HTP	Local Government & Housing Town Planning Department
LPC	Last Pay Certificate
LPR	Leave Preparatory to Retirement
MCB	Muslim Commercial Bank
MD	Managing Director
M&E	Mechanical & Electrical
MEC	Monitoring & Evaluation Cell
MfDAC	Memorandum for Departmental Accounts Committee
MGD	Million Gallon per Day
MoA	Memorandum of Agreement
MP&ECD	Master Plan & Environmental Control Department
MPK	Mirpurkhas
MS	Municipal Services/Medical Superintendent/Services
MUCT	Municipal Utility Charges and Taxes
NAB	National Accountability Bureau
NBP	National Bank of Pakistan
NGO	Non-Governmental Organization
NICVD	National Institute of Cardiovascular Disease
NIT	Notice Inviting Tender
NOC	No Objection Certificate
NRW	Non-Revenue Water
OM	Office Memorandum / Observation Memo
OT	Operation Theatre
OZT	Octroi Zila Tax
PAC	Public Accounts Committee
PAO	Principal Accounting Officer
PC-I/II	Planning Commission Proforma-1/II
PCR	Polymerase Chain Reaction
PD	Project Director
PEC	Pakistan Engineering Council

PECHS	Pakistan Employees Cooperative Housing Society
P&D	Planning & Development
P&H	Parks and Horticulture
PICT	Pakistan International Container Terminal
P.M	Per Month
PMU	Project Management Unit
P.Os	Payment Orders
POL	Petrol Oil Lubricant
PPP	Public Private Partnership
PRCC	Pressurized Reinforced Cement Concrete
PSDP	Public Sector Development Program
PTA	Pakistan Telecommunication Authority
PVC	Polyvinyl chloride
Pvt.	Private
PWD	Public Works Department
RA	Running Account (RA)
RCC	Reinforcement Cement Concrete
RE	Resident Engineer
RFB	Request for Bids
RFP	Request for Proposal
RRG	Revenue Resource Generation
SAPT	South Asia Pakistan Terminals
SBCA	Sindh Building Control Authority
SCUG	Sindh Council Unified Grade
SDA	Special Drawing Account
SDGs	Sustainable Development Goals
SEH.	Spencer Eye Hospital
S&GAD	Services & General Administration Department
SGA&CD	Service General Administration & Coordination Department
SHCC	Sindh Health Care Commission
SITE	Sindh Industrial Trading Estate
SLGA	Sindh Local Government Act
SMH	Sobhraj Maternity Home
SMPA	Sindh Master Plan Authority

SoE	Schedule of Establishment
SOP	Standard Operating Procedure
S&P	Store and Procurement
SPPRA	Sindh Public Procurement Regulatory Authority
SPSC	Sindh Public Service Commission
SRB	Sindh Revenue Board
SSC	Special Saving Certificates
SSDS	Sindh Service Delivery Standards
SSGC	Sui Southern Gas Company
SST	Sindh Sales Tax on Services
SWF	Single Window Facility
SSWMB	Sindh Solid Waste Management Board
TDRs	Terms Deposit Receipts
TMA	Town Municipal Administration
TMC	Town Municipal Corporation
TORs	Terms of References
TS	Technical Services/Technical Sanction
U.C/UC	Union Committee/Council
UHC	Universal Health Coverage
USD	United States Dollar
WASA	Water & Sanitation Agency
WHO	World Health Organization
WIP	Work in Progress/Process
WO	Work Order
XEN	Executive Engineer

EXECUTIVE SUMMARY

The Director General Audit, Local Governments, Sindh, Karachi is responsible to carry out the audit of formations of Local Councils, Karachi Metropolitan Corporation, Karachi Water & Sewerage Corporation, Sindh Solid Waste Management Board, Sindh Building Control Authority and Sindh Master Plan Authority under the administrative control of Secretary, Local Government & Housing Town Planning Department, Government of Sindh on behalf of the Auditor-General of Pakistan to fulfill statutory responsibility under Articles 169 and 171 of the Constitution of the Islamic Republic of Pakistan and in accordance with the provisions of the Auditor-General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001. This Directorate General has a human resource of 32 officers for the purpose of conducting audit, which comprises of 7,968 man days. The office has a mandate to conduct regularity audit (compliance with authority audit) on a test check basis with a view to report significant findings to the stakeholders. Citizen Participatory Audit on "Project Management Unit (PMU), Malir Expressway, Karachi", Impact Audit on "Single Window Facility for approval of building plans by Sindh Building Control Authority on the citizens of Karachi", Thematic Audit on "Quality of Emergency Care Services by the Hospitals under KMC" and Audit of Foreign Aided Projects conducted during audit year 2024-25, are part of this report.

This office also conducts performance audit of programs/projects, special studies and special audits. Reports of these audits are published separately.

The Province of Sindh consists of six Divisions namely Karachi, Hyderabad, Larkana, Sukkur, Mirpurkhas and Shaheed Benazirabad comprising districts listed below:

Sr. No.	Divisions	Name of Districts
1	Karachi	East, West, South, Central, Korangi, Malir and Keamari
2	Hyderabad	Hyderabad, Badin, Dadu, Thatta, Jamshoro, Sujawal, Matiari, Tando Allahyar and Tando Muhammad Khan
3	Larkana	Larkana, Shikarpur, Jacobabad, Kamber and Kashmore
4	Sukkur	Sukkur, Ghotki and Khairpur
5	Mirpurkhas	Mirpurkhas, Umerkot and Tharparkar
6	Shaheed Benazirabad	Shaheed Benazirabad, Sanghar and Naushahro Feroze

a) Scope of Audit

This office has mandate to conduct audit of 2,125 formations (including 1,618 Union Councils), working under administrative control of Secretary, Local Government & Housing Town Planning Department. Total expenditure and revenue receipts of these

formations were Rs 219,816.791 million and Rs 178,250.709 million respectively for the financial year 2023-24.

Audit of expenditure for the financial year 2023-24 amounting to Rs 159,175.776 million was conducted during audit year 2024-25, which comprised of 148 formations under administrative control of Secretary, Local Government & Housing Town Planning Department. In terms of percentage, the audit coverage for expenditure was 72%.

Audit of revenue receipts for the financial year 2023-24 amounting to Rs 126,641.514 million was conducted during audit year 2024-25 of the formations falling under administrative control of the above-mentioned department. In terms of percentage, the audit coverage of revenue was 71%.

This audit report also includes audit observations resulting from the audit of expenditure of Rs 29,082.037 million and receipts of Rs 11,602.200 million of 99 formations pertaining to financial years 2021-22 and 2022-23 (Audit Year 2023-24).

b) Recoveries at the Instance of Audit

As a result of audit, recovery of Rs 88,261.829 million was pointed out in this report. Recovery effected during 2024-25 was of Rs 1,845.004 million, which has been verified by Audit.

c) Audit Methodology

Audit was conducted to ensure completeness, accuracy, relevance and fairness of the expenditure incurred by the Local Government & Housing Town Planning Department, Government of Sindh. Before starting the field activity, desk review was undertaken to gain understanding of the system, procedures and control environment of planned entities. The permanent files of the entities maintained by Directorate General of Audit, Local Governments, Sindh were used for understanding the business and legal/institutional framework of the entities before undertaking field audit.

The evidence was primarily gathered by applying procedures like enquiries from the management, review of monitoring and progress reports and examination of payment vouchers.

Audit tests and analytical procedures were performed to evaluate that the expenditure was completely recorded and receipts were realized and timely deposited into government exchequer. The review of payments was made to ensure that these were validated by proper supporting documents and approval of competent authority as per applicable rules and regulations. Budget comparison with actual expenditure was made to

confirm that the expenditure was incurred in accordance with the approved budget, including the revisions made therein.

d) Audit Impact

Despite non-convening of DAC meetings, Audit has contributed towards adding value to the control mechanism of the organizations which complied with Audit recommendations. As a result of audit recommendations, the management has improved internal controls and overall financial discipline. Some of the major actions/initiatives taken by management are as under:

- i) Various offices have made recoveries of Rs 1,845.004 million.
- ii) KW&SC has installed electric meters at residential accommodations.
- iii) Most of the formations under KW&SC and KMC have stopped payment of excess House Rent Allowance.
- iv) Management of few Councils have started execution of contract agreements with the contractors to safeguard government interest.
- v) Management of few Councils have started maintenance of log books against POL expenditure.
- vi) Management of few Councils have opened separate accounts for pension and security deposit.
- vii) Management of few Councils have revised rent of properties.
- viii) Most of the formations have started constitution of procurement committees and complaint red-redressal committees as per Sindh Procurement Rules.

The critical issues highlighted during the course of finalization of AIRs have also been communicated to PAOs during October and November, 2024 through DO letters but, so far, no corrective measures have been reported to audit. DAC meeting is one of the major tools to improve internal controls and overall governance but the PAOs did not convene DAC meetings despite repeated requests. If the DAC meetings are conducted regularly, recurrence of irregularities would decrease and pointed out government dues can be recovered timely. Addressing the issues in DAC meetings may also be helpful in strengthening financial management and improving internal controls.

e) Comments on Internal Controls and Internal Audit Department

The audit observations included in the audit report indicate that the system of internal controls was weak. In all departments audited, the Internal Audit Department existed but it did not function effectively, whereas pre-audit of KMC, KW&SC and Local Councils was being conducted by Local Fund Audit, Finance Department, Government of Sindh. Internal control weaknesses were also reported by Audit previously, but the management did not take corrective steps as indicated in the audit observations included in the report. Recurrence of irregularities is a matter of concern and needs to be addressed by the management. The PAOs did not convene DAC meeting till finalization of the report despite pursuance by audit. PAOs also did not take any action against the person (s) at fault for non-provision of record.

f) The key audit findings of the report

There is a total of 278 audit paras related to compliance with authority (regularity audit), with a financial impact of Rs 204,967.968 million. Moreover, 59 audit paras/issues were highlighted in the Citizen Participatory Audit, Impact Audit, Thematic Audit, and Foreign Aided Projects Audit, with a financial impact of Rs 15,666.076 million. The key audit findings related to core issues, procurement, service delivery, recoveries, and human resource management are as follows:

- i. Inaction against illegal housing schemes.
- ii. Non-demolition of unauthorized / dangerous buildings.
- iii. Non-generating revenue through recycling of waste.
- iv. Issuance of NOCs without observing codal requirements and obtaining NOCs from utility agencies.
- v. Non-constitution of Board/Governing Body.
- vi. Splitting of work to avoid open competition.
- vii. Execution of the works without feasibility study.
- viii. Execution of work beyond permissible limit.
- ix. Technical sanction beyond delegated financial powers.
- x. Irregular payment of escalation to contractors.
- xi. Irregular award of tender without technical evaluation of bid.

- xii. Doubtful utilization of security deposit funds.
- xiii. Irregular expenditure beyond the sanctioned estimates.
- xiv. Execution of development works through quotations instead of NIT.
- xv. Unauthorized expenditure beyond domain.
- xvi. Non/Less deduction of income tax, GST and SST.
- xvii. Less realization of targeted receipts.
- xviii. Non-deposit of deducted taxes.
- xix. Unjustified deduction of tax on exempted income.
- xx. Payment of sales tax on behalf of the contractors.
- xxi. Encroachment of government land and properties.
- xxii. Irregular Issuance of bills to Bulk Consumers without meters.
- xxiii. Non-issuance of bills to commercial, industrial and bulk consumers.
- xxiv. Non-revision of rent of property at fair value.
- xxv. Irregular appointment of employees.
- xxvi. Non-production of auditable record by certain Organizations.
- xxvii. Impact Audit on “Single Window Facility for approval of building plans by Sindh Building Control Authority on the citizens of Karachi”, revealed that:
 - The management failed to meet its objectives of streamlining construction permit approvals and issuing building plan permits within 15 days.
 - The average processing time increased from 14 days in 2019 (manual system) to 50.82 days in 2023, thereby creating negative impact of 36.82 days.
- xxviii. Thematic Audit on “Quality of Emergency Care Services by the Hospitals under KMC” revealed serious deficiencies compromising patient safety and care quality. Detail is as under:
 - Critical shortages of life-saving equipment, diagnostic tools, and supplies hinder treatment.
 - shortage of medical staff leads to further delays and referrals to other hospitals.

- Non-utilization of funds for procurement of essential items related to emergency care services.

g) Recommendations

- i. Action be taken against illegal housing schemes.
- ii. Dangerous buildings may be got vacated and demolished on priority basis to safeguard precious lives.
- iii. Efforts be made for generation of revenue through recycling of waste.
- iv. SBCA and Sindh Master Plan Authority should strengthen the internal controls and ensure observance of prescribed rules/criteria in issuance of various NOCs.
- v. Board/Governing Body be constituted without any further delay.
- vi. The formations should comply with the SPPRA and all other relevant rules and instructions of government.
- vii. Adherence to delegated administrative and financial powers should be ensured.
- viii. The formations should avoid execution of works beyond domain.
- ix. Recovery of outstanding dues should be expedited without further delay. Further, recovery of taxes be ensured and recovered amount of taxes be deposited into Government exchequer.
- x. Realization of targeted receipts should be ensured and rent of properties be revised at fair value as per applicable laws.
- xi. All encroachments from government land and properties should be removed.
- xii. KW&SC should install water flow meters for all bulk consumers and ensure issuance of bills to all commercial, industrial and bulk consumers.
- xiii. Appointments/postings should be made as per sanctioned strength. Further, recruitment rules and other codal formalities be followed in appointment of employees.
- xiv. Responsibility should be fixed for non-production of record in the light of the Auditor-General's (Functions, Powers and Terms & Conditions of Service) Ordinance, 2001 and Chief Secretary Sindh directions dated 25-12-2013.

- xv. Pre-audit function by Directorate of Local Fund Audit, Finance Department, Government of Sindh should be strengthened in respect of Local Councils Sindh to exercise due checks before releasing payments.
- xvi. Departmental Accounts Committee meetings should be convened on a regular basis.
- xvii. The directives of the Public Accounts Committee (PAC) should be complied with.
- xviii. The management of Sindh Building Control Authority should review the system of Single Window Facility to ascertain the reasons causing delay in processing time for approval of building plans. Further, the management should look into the working of pre-screening of documents for building plan.
- xix. The management of hospitals under KMC should take immediate corrective actions including procurement of necessary life-saving equipment, diagnostic tools, supplies, equipment, restoration of ambulances. Further, posting of additional staff and implementation of staff training and emergency preparedness plans, so as the hospitals may effectively handle emergency cases.

SECTORAL ANALYSIS

Local Government & Housing Town Planning Department

Several issues relating to Local Government & Housing Town Planning Department, Government of Sindh were pointed out as a result of annual audit and subsequently have been incorporated in this Audit Report. Human Resource related issues include irregular inclusion of posts in schedule of establishment, payment of salaries without sanctioned posts, irregular appointment of employees including under-age employees, unauthorized payment of various allowances, inaction against employees performing dual job.

Moreover, observations relating to violation of procurement rules include execution of schemes without approval of competent forum, irregular expenditure without inviting open tenders, splitting up of expenditure to avoid tenders and publication of the same in print media, irregular utilization of sanitation funds through quotations, execution of development works through quotations despite ban, irregular expenditure without constituting valid procurement committee, irregular award of work without technical sanction, unauthorized technical sanction beyond delegated financial powers, irregular payment of escalation to the contractors, non-imposition of liquidated damages, non-deduction of security deposit, irregular expenditure on de-silting and disposal of garbage, execution of additional work beyond permissible limit, unauthorized expenditure beyond domain, non-obtaining of performance security, non-forfeiting of security deposit of defaulters and irregular award of auctions. Recoveries related matters including non/less deduction and non-deposit of different taxes, non-recovery of outstanding dues, and non-recovery of shrinkage charges have also been reported.

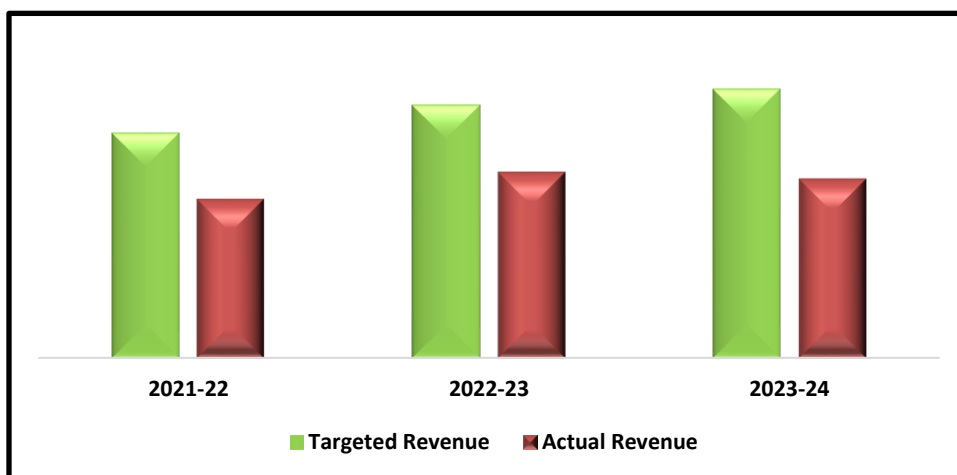
Other issues reported in this audit report include unauthorized operation of bank accounts with private banks, less realization of targeted receipts, unauthorized creation of liability, non-revision of rent of properties at fair value, non-maintenance of works and security deposit registers and unauthorized hiring of legal advisors.

Revenue Targets, LG&HTP Department

The table below shows the revenue targets and its achievement by various offices under administrative control of Local Government & Housing Town Planning Department for last three years, 2021-22 to 2023-24.

[Rs. in Million]			
Components	2021-22	2022-23	2023-24
Targeted Revenue	85,608.816	96,193.916	102,144.668
Actual Revenue	60,383.410	70,644.753	68,088.279
% of Actual Revenue realized	71%	73%	67%

Source: Budget & Revenue Statements



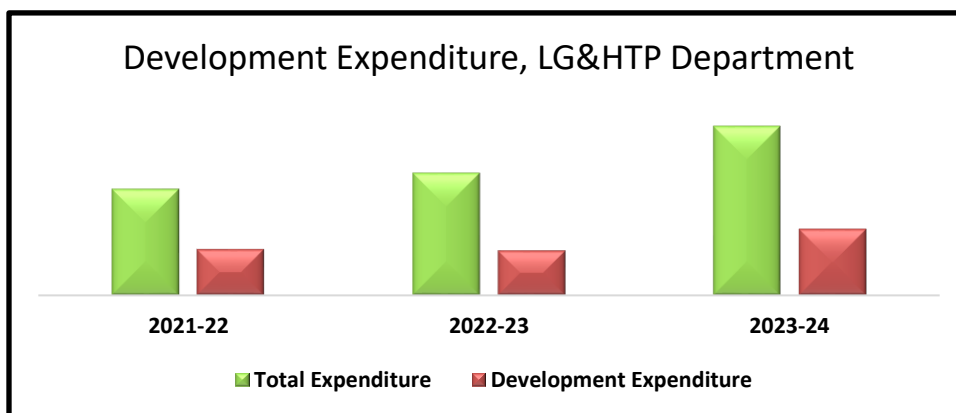
The data reveals fluctuating revenue performance of various offices under the administrative control of the Local Government & Housing Town Planning Department over the past three years. While actual revenue achievement improved slightly from 71% in 2021-22 to 73% in 2022-23, however, the same declined to 67% in 2023-24, despite the fact that revenue targets were set at higher side with respect to the previous years. It is important to mention that the main reason of non-achieving the targeted receipts by the local councils was their dependence on share of Octroi Zila Tax (OZT) disbursed by the provincial government. The above trend showed that the management of concerned offices have continuously failed in achieving the revenue targets. The decline in 2023-24, particularly achieving the revenue collection of Rs 68,088.279 million against the targeted receipts of Rs 102,144.668 million indicated either inefficiencies in revenue collection or setting the ambitious budget targets without proper working and ground realities. Addressing these issues could enhance fiscal performance and resource mobilization.

Development Expenditure, LG&HTP Department

Spending by Local Councils on development increased from 37% to 39%, as compared with previous Financial Year 2022-23 which is tabulated below:

[Rs. in Million]			
Components	2021-22	2022-23	2023-24
Total Expenditure	57,774.140	66,488.230	92,041.387
Development Expenditure	25,049.730	24,412.695	35,958.000
% of Dev. Exp to Total Exp.	43%	37%	39%

Source: Budget & Expenditure Statements



The data showed a slight increase in the proportion of development expenditure by Local Councils from 37% in 2022-23 to 39% in 2023-24, although the percentage remained lower than the 43% in 2021-22. The expenditure incurred on development works has significantly increased from Rs 24,412.695 million in 2022-23 to Rs 35,958.000 million in 2023-24, reflecting a prioritization of developmental activities by the government. Despite this rise, the relative percentage of development spending still falls below the expenditure incurred on development works during FY 2021-22, which reflected that the offices have diverted their priorities to other areas as well.

Provincial Finance Commission

According to Chapter-12 of Sindh Local Government Act, 2013, the Provincial Finance Commission shall make recommendations to the government on a formula for resource distribution. However, distribution of OZT share to the local councils is being made on provisional basis by obtaining approval from the Chief Minister, Sindh instead of recommendations of Provincial Finance Commission.

Karachi Metropolitan Corporation

The human resource issues of KMC reported in this Audit Report include expenditure on irregular payment of house rent allowance and various other allowances, non-posting of technical staff in hospitals, inaction against employees drawing dual salaries

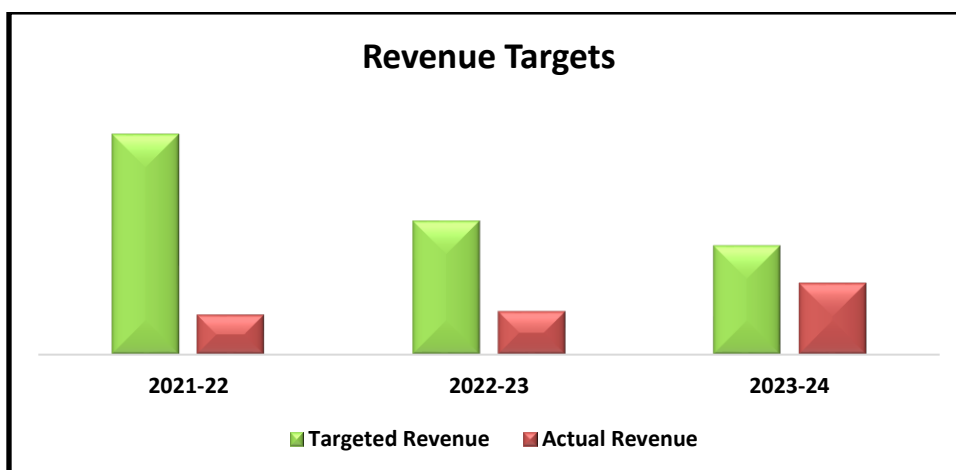
and irregular appointment of employees. Procurement related issues include expenditure without inviting open tenders and publication of the same in print media, irregular award of development works without obtaining technical sanction, non-imposition of liquidated damages, splitting up of expenditure to avoid tender, award of works without rate analysis, execution of scheme without approval of PC-1 from competent forum, execution of additional work beyond permissible limit, non-forfeiting of security deposit from the defaulting contractor and unauthorized expenditure beyond domain. Recoveries related issues include non-recovery of outstanding dues, non-deposit of taxes into public exchequer and non/less deduction of government taxes. Other issues pointed out in this report include non-revision of rent of property, less-realization of targeted receipts, non-evacuation of encroached land, unauthorized creation of liabilities, non-functioning of nursing school and hospital equipment.

Revenue Targets, KMC

The following table illustrates that the revenue targets set in the budget were not fully achieved. However, a positive trend in revenue collection relative to the targets was observed which is evident from the fact that the revenue collection increased from 16% of the budgeted revenue in FY 2021-22 to 32% in FY 2022-23, with a significant improvement to 66% in FY 2023-24, as detailed below:

[Rs. in Million]			
Components	2021-22	2022-23	2023-24
Targeted Revenue	7,205.662	4,377.743	3,565.394
Actual Revenue	1,298.441	1,414.460	2,340.582
% of Actual Revenue	16%	32%	66%

Source: Budget & Revenue Statements

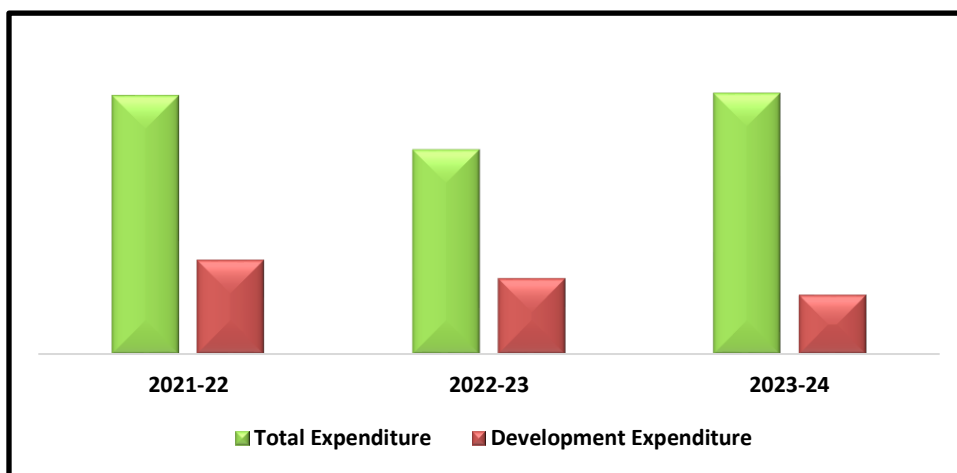


Development Expenditure, KMC

Spending on development by KMC remained 23% of the total expenditure in the year 2023-24. The data showing ratio of development expenditure with comparison to total expenditure for the last three years, 2021-22 to 2023-24 is tabulated as below:

[Rs. in Million]			
Components	2021-22	2022-23	2023-24
Total Expenditure	13,272.775	10,497.035	13,387.196
Development Expenditure	4,811.285	3,867.125	3,022.256
% of Dev. Exp. to Total Exp.	36%	37%	23%

Source: Budget & Expenditure Statements



The data highlights a significant decline in the proportion of development expenditure by KMC over the three years, i.e., from 2021-22 to 2023-24, dropping from 36% to just 23% of the total expenditure. This downward trend raises concerns about the prioritization of development initiatives, despite increase in total expenditure in 2023-24. It suggests a possible shift in focus or constraints in resource allocation, which could affect long-term infrastructure and service improvements.

Karachi Water & Sewerage Corporation

The human resource issues of KW&SC reported in this Audit Report include irregular payment of house rent allowance and leave encashment and unauthorized payment of various allowances. Procurement related issues include expenditure without inviting open tenders, splitting up of expenditure to avoid tenders, award of works in violation of rules, irregular award of development work without technical sanction, unauthorized technical sanction beyond powers, irregular payment of escalation to consultants, expenditure beyond sanctioned estimates, award of work by direct contracting,

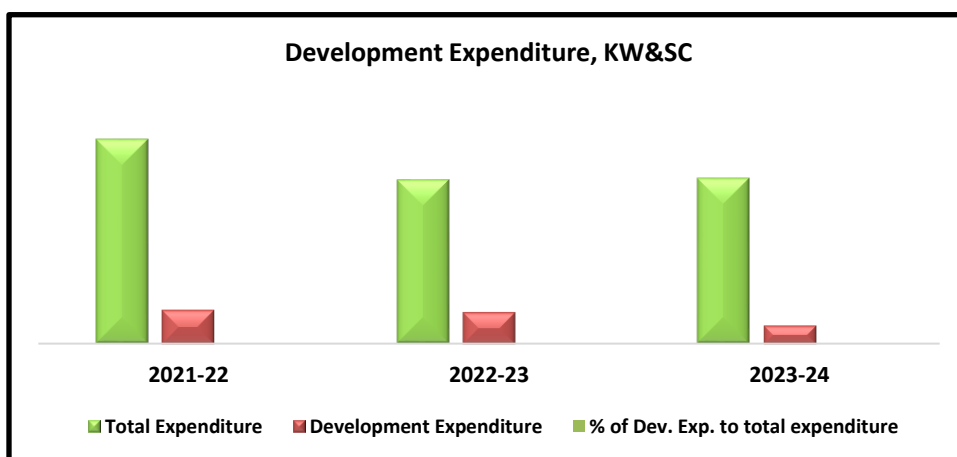
expenditure through invalid procurement committee, non-obtaining / non-revalidating of performance security. Recoveries related issues include non-recovery of outstanding dues, non-deposit of taxes into public exchequer and less/non-deduction of government taxes. Other issues pointed out in this report include, non-realization of targeted receipts, unauthorized creation of liabilities, unjustified billing of bulk consumers on flat rate, non-imposition of liquidated damages, operation of bank accounts with private banks.

Development Expenditure, KW&SC

Overall spending by KW&SC on development decreased from 19% to 11%, as compared with previous financial year, 2022-23.

[Rs. in Million]			
Components	2021-22	2022-23	2023-24
Total Expenditure	33,917.410	27,186.180	27,449.662
Development Expenditure	5,615.322	5,226.646	3,065.525
% of Dev. Exp. to total expenditure	16%	19%	11%

Source: Budget & Expenditure Statements



The data showed a noticeable decline in the share of development expenditure by KW&SC, dropping from 19% in 2022-23 to 11% in 2023-24, despite a marginal increase in total expenditure during the same period (from Rs 27,186.180 million to Rs 27,449.662 million). The trend indicates that the management of KW&SC has reduced its emphasis on development activities, which may affect infrastructure growth and service delivery. Further, the continuous decline in development expenditure over the years showed a shift of priorities by the management.

Sindh Solid Waste Management Board

Overall spending by Sindh Solid Waste Management increased by 42% in comparison with previous Financial Year 2022-23. The Budgetary Position of Sindh Solid Waste Management Board for the financial years 2021-22 to 2023-24 is as follows:

[Rs. in Million]

Head of Account	Financial Year 2021-22		Financial Year 2022-23		Financial Year 2023-24	
	Budget	Actual	Budget	Actual	Budget	Actual
Establishment	200.000	155.927	230.000	187.949	262.000	253.863
Non-salary	12,690.000	10,154.000	19,770.000	19,902.898	29,738.000	28,263.066
Total	12,890.000	10,310.169	20,000.000	20,090.847	30,000.000	28,516.929

Source: Budget & Expenditure Statements

The significant increase in spending by the management of Sindh Solid Waste Management Board indicates focus of the management on expansion of their operational or project-related activities/scope.

Procurement related issues include irregular award of GPS vehicle tracking services contract, non-supply and replacement of bins as per BOQ, irregular payment to the contractor after expiry of contract, non-monitoring of work of waste management, non-maintenance of measurement books, non-maintenance of works and security deposit register and non-generating of revenues from recycling of waste. Recovery related issues include non-deposit of taxes, less deduction of taxes and non-recovery of outstanding dues on account of garbage collection. Other issues include non-constitution of board, unauthorized operation of bank accounts with private banks and non-maintenance of stock registers.

Sindh Master Plan Authority

Recovery related issues include unjustified deduction of tax on exempted income, non-deduction of taxes. Other significant issues in Sindh Master Plan Authority as reported in this report include retention of KW&SC share, non-observance of prescribed criteria for issuance of NOCs, approval of layout plan without obtaining NOCs from utility agencies, conversion of residential/agricultural land into commercial land despite ban and non-constitution of board.

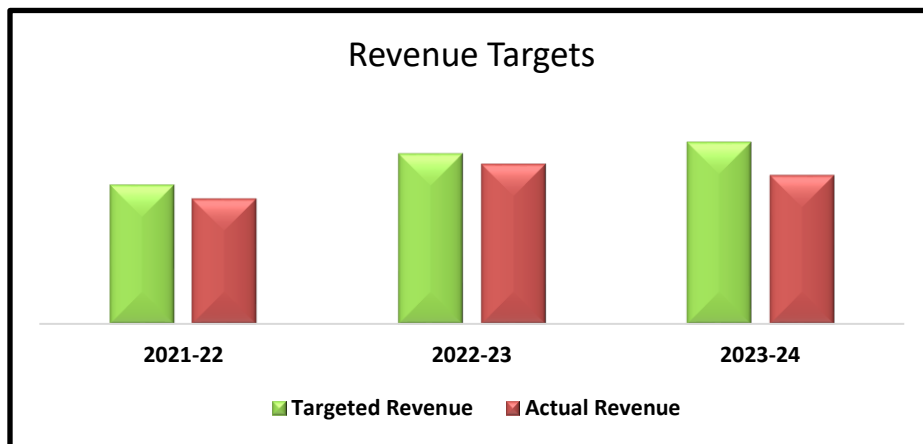
Sindh Building Control Authority

Revenue Targets

The table below shows the revenue targets and achievements of Sindh Building Control Authority for last three years, 2021-22 to 2023-24. Actual Revenue decreased from 94% to 82% in comparison with previous year 2022-23.

[Rs. in Million]			
Components	2021-22	2022-23	2023-24
Targeted Revenue	3,890.710	4,760.916	5,080.539
Actual Revenue	3,501.687	4,467.586	4,160.543
% of Actual Revenue	90%	94%	82%

Source: Budget & Revenue Statements

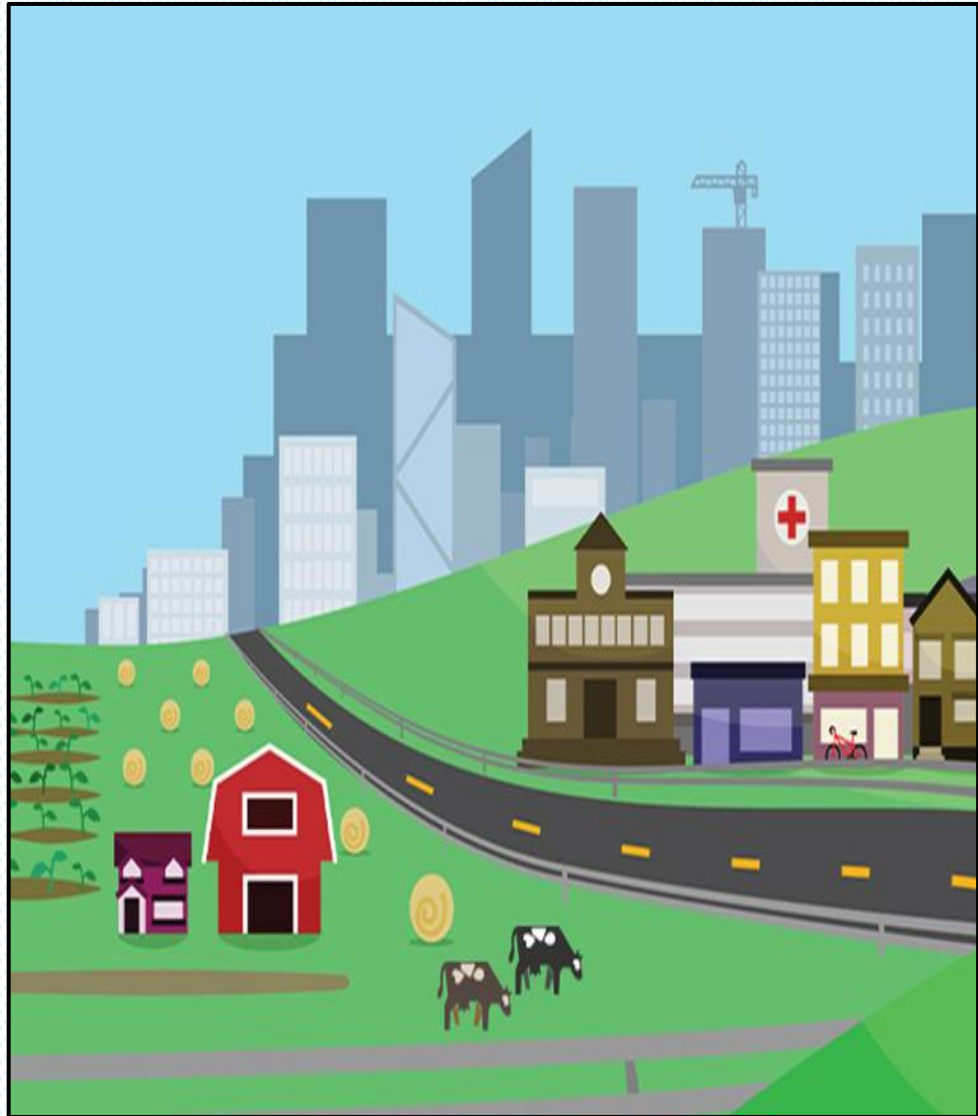


The data showed that there was increasing trend of revenue collection from 90% in FY 2021-22 to 94% in FY 2022-23. However, the management of Sindh Building Control Authority failed to sustain the improvement and the actual receipt dropped to 82% in FY 2023-24, for which the management of Sindh Building Control Authority is required to look into it.

Human Resource related issues incorporated in this Audit Report include unauthorized payment of various allowances and irregular appointment of employees on daily wages. Other significant issues in SBCA as reported in this audit report include failure to demolish dangerous buildings, non-observance of prescribed criteria for approval and issuance of NOCs, irregular conversion of residential/agricultural land into commercial land despite ban, non-completion of public sale projects within stipulated period, inaction against illegal housing schemes, unauthorized retention of betterment charges, doubtful utilization of security deposit funds and non-constitution of board.

Chapter-1

Local Government & Housing Town Planning Department



Chapter-1: Office of the Secretary, Local Government & Housing Town Planning Department, Sub-ordinate offices and Authorities

1.1 Introduction/Profile of the Entities

Secretary, Local Government & Housing Town Planning Department, Government of Sindh, being the PAO is the overall administrative head of regulatory authorities, KMC/Municipal Corporations, KW&SC, Municipal/Town Committees and Union Committees/Councils.

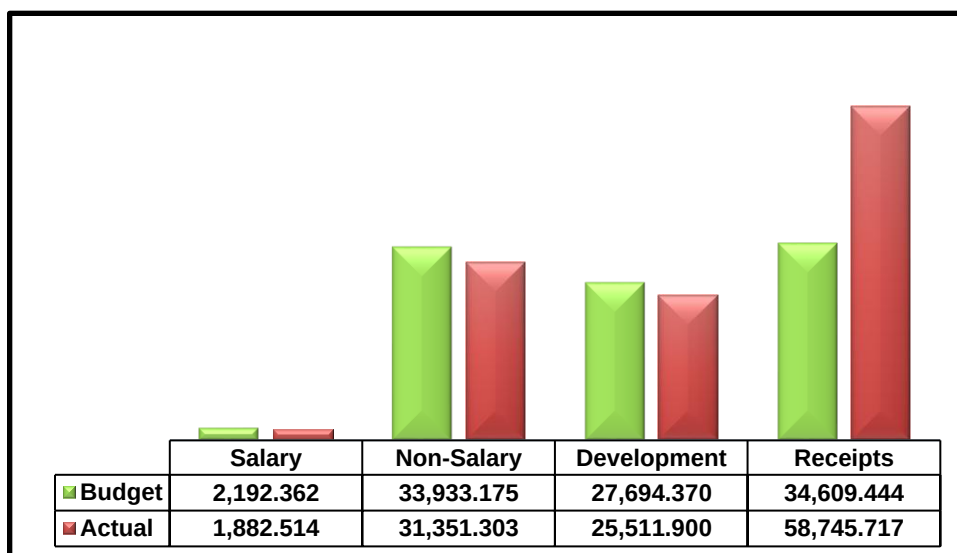
Sindh Local Government is governed by the Sindh Local Government Act, 2013 which is an initiative taken towards enhancing service delivery of Local Government in Sindh.

1.2 Comments on Budget and Accounts (Variance Analysis)

[Rs. in Million]

Local Government & Housing Town Planning Department	Head of Account	Budget	Actual	Excess (+) Savings (-)
	Salary	2,192.362	1,882.514	-309.848
	Non-Salary	33,933.175	31,351.303	-2,581.872
	Development	27,694.370	25,511.900	-2,182.470
	Total Expenditure	63,819.907	58,745.717	-5,074.190
	Receipts	34,609.444	33,701.620	-907.824

Source: Budget Book



The budgeted expenditure of Local Government & Housing Town Planning Department, sub-ordinate offices and authorities for the financial year 2023-24 was Rs 63,819.907 million, against which the actual expenditure was Rs 58,745.717 million, resulting in saving of Rs 5,074.190 million. The management was unable to realize the targeted receipts resulting in shortfall of Rs 907.824 million.

Table-: Audit Profile of Local Government & Housing Town Planning Department

[Rs. in Million]

Sr.	Description	Formations		Financial Year 2023-2024	
		Planned	Audited	Expenditure Audited	Revenue / Receipts Audited
1.	Formations	8	6	56,901.463	28,872.199
2.	Assignment Accounts, SDAs (excluding FAP)	-	-	-	-
3.	Authorities/Autonomous Bodies under the PAO	2	2	1,844.254	4,829.421
4.	Foreign Aided Projects (FAP)	-	-	-	-

1.3 Classified Summary of Audit Observations

Audit observations amounting to Rs 41,670.144 million were raised in this report during the current audit of Local Government & Housing Town Planning Department and authorities. The amount also includes recoveries of Rs 2,133.271 million as pointed out by Audit. Summary of the audit observations classified by nature is as under:

Table: Overview of Audit Observations:

[Rs. in Million]

Sr. No.	Classification	Amount
1	Critical / Core issues	-
2	Procurement related irregularities	37,581.524
3	Recoveries related irregularities	2,133.271
4	Management of Accounts with Commercial Bank related issues	-
5	Other issues - Payment of sales tax on behalf of the contractors - Rs 448.145 million - Unjustified deduction of tax on exempted income - Rs 165.720 million - Unauthorized retention of KW&SC share - Rs 97.089 million - Unauthorized retention of betterment charges - Rs 328.971 million	1,841.253

[Rs. in Million]

Sr. No.	Classification	Amount
	- Non-deduction of 1% share of total released budget for third party monitoring & evaluation Rs 257.016 million - Non-maintenance of stock registers - Rs 5.584 million - Non-maintenance of measurement books - Rs 538.728 million	
6	HR/Employees related irregularities	114.096
7	Non-Production of Record	-
Total		41,670.144

1.4 Brief comments on the status of compliance with PAC Directives

The audit reports pertaining to following years have been laid before the Provincial Assembly of Sindh under Section 116 of the Sindh Local Government Act, 2013. Detail of paras presented in PAC meetings is reflected hereunder:

Audit Year	No. of Paras	Status of Paras Discussed in PAC Meetings
2011-12	13	01 - Partial
2012-13	11	01 - Partial
2013-14	15	01 - Partial
2014-15	22	-Nil-
2015-16	31	-Nil-
2016-17	37	-Nil-
2017-18	26	-Nil-
2018-19	39	-Nil-
2019-20	43	15 - Partial
2020-21	13	04 - Partial
2021-22	24	-Nil-
2022-23	23	-Nil-
2023-24	50	-Nil-

1.5 Audit Paras

1.5.1 Critical / Core issues

1.5.1.1 Non-demolition of unauthorized / dangerous buildings

According to Section 14(1) of The Sindh Building Control Ordinance, 1979, “If it comes to the notice of the authority that a building is likely to collapse, the authority may, after such inquiry as it deems fit order for carrying out the specific repairs or demolition of the whole or part of the building”.

As per Clause 5-1 of Karachi Building and Town Planning Regulations 2002, “All buildings having more than three units (residential, commercial, amenities) to be constructed for onward transfer of title in piecemeal (in form of sub lease) are bound to obtain NOC for sale from the Authority in accordance with these regulations”

Further, as per Clause 3-2.8 of Karachi Building and Town Planning Regulations 2002, “If at any time after permission to carry out building works has been granted and the Authority is satisfied that such permission was granted in consequence of any defective title of the applicant, material misrepresentation, or fraudulent statement contained in the application made under these Regulations, or in any change in the approved drawings not consistent with these Regulations in respect of such building, such permission may be cancelled if the professional / owner fails to satisfy the Authority within 15 days”.

During the audit of Sindh Building Control Authority, Karachi, for the financial year 2023-24, it was observed that the management did not demolish 588 dangerous buildings declared by the Technical Committee, SBCA as hazardous for living. Moreover, the management also failed to demolish unauthorized constructions beyond permissible limits and without issuance of NOC from SBCA. Detail is at **Annex-LGD1**.

Audit was of the view that due to non-demolition of the unauthorized constructions / dangerous buildings investments/precious lives of the citizens were at high risk which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter and fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21 and 2019-20 vide para numbers 1.5.6.11, 1.5.6.5, 1.5.5.6, 1.5.5.4 and 1.2.2.90 respectively. Recurrence of same irregularity is a matter of serious concern.

[AIR Paras: 10, 17]

1.5.1.2 Issuance of NOCs without observing codal requirements

Section 3-3.11(1) of Karachi Building & Town Planning Regulations, 2002, stipulates that the owner shall apply to the concerned authority for special development permit for major sub-division and the concerned authority shall refer the case to Master Plan Group of offices for approval. (2c) the approval of civil aviation, defense authorities, or any other concerned authority, if required.

Further, Section 3.2(3)(III) *ibid*, states that structural engineer and relevant Engineering and Building Services (E&BS) consultant shall sign on respective drawings and architectural plan.

Furthermore, NOCs of water and sewerage, electricity, natural gas were required for every new project in compliance of Supreme Court of Pakistan orders in C.P. No. 38/2017, dated 05-03-2018 as circulated by Sindh Building Control Authority on 06-03-2018.

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management approved and issued No Objection Certificates for layout plans of various town/housing schemes and building plans without taking into account the requirements and ensuring the compliance of prescribed procedures i.e., attachment of applicant's ownership title, physical and topographical surveys of the site, approval from civil aviation etc. Detail is at **Annex-LGD2**.

Sr. No.	Name of Office	AIR Para
1	Sindh Master Plan Authority, Karachi	26
2	Sindh Building Control Authority, Karachi	18

Audit was of the view that issuance of NOCs without observing requirements was irregular which indicated weak internal control system.

The matter was reported to the management during October and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of

the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in Audit Report for Audit Year 2023-24 vide para number 1.5.6.17. Recurrence of same irregularity is a matter of serious concern.

1.5.1.3 Irregular issuance of layout plan to new housing schemes without observing prescribed criteria

According to Regulation No 20-4.1(1)(2) & (3) of Regional Interim Building & Town Planning Regulations-2018, allocations for various land uses for new residential schemes shall be as follows.

Sr. No.	Total Saleable Area	Percentage %	AIR Para
1	Residential area maximum	55	20
2	Commercial maximum	5	
	Total Non-saleable Area		
3	Roads/Streets, right of way minimum	25	
4	Parks and playground minimum	8	
5	Public uses minimum	4	
6	Education uses minimum	3	
	Total area	100	

During the audit of Sindh Master Plan Authority, Karachi, for the financial year 2023-24, it was observed that the management issued layout plan of new housing schemes for different districts of Sindh without observing prescribed standards ratio, i.e., applicable percentage of reserved area for residential and amenities. The violation could increase the commercial area of the housing schemes at the cost of facilities for residential units. Detail is at **Annex-LGD3**.

Audit was of the view that issuance of layout plan for new housing schemes without observing prescribed standard ratio indicated that undue favour was extended to the builders and developers.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24, 2021-22 and 2018-19 vide para numbers 1.5.6.18, 1.5.5.7 and 1.2.3.102 respectively. Recurrence of same irregularity is a matter of serious concern.

1.5.1.4 Approval of layout plans without obtaining NOCs from utility agencies

As per Regulation No.5-2.28 of Karachi Building & Town Planning Regulation 2002 as amended in 2019, “Developer seeking NOC for sale and advertisement for the housing scheme (open plots) outside planned schemes of KDA/MDA/LDA having no integrated utility infrastructure shall furnish NOC of utility agencies, the concerned agencies must assure the availability of the services before the completion date of the project”.

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management approved layout and building plans without obtaining NOCs from utility agencies for provision of basic utilities. Detail is at **Annex-LGD4**.

Sr. No.	Name of Office	AIR Para
1	Sindh Master Plan Authority, Karachi	25
2	Sindh Building Control Authority, Karachi	19

Audit was of the view that the management approved layout and building plans for housing schemes without obtaining NOCs from utility agencies which indicated weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24 and 2021-22 vide para numbers 1.5.6.16 and 1.5.6.5 respectively. Recurrence of same irregularity is a matter of serious concern.

1.5.1.5 Irregular issuance of NOCs for layout and site plans

Karachi Building and Town Planning Regulations 2002 requires to observe following rules for issuance of different type of NOCs:

Regulation No.	Particulars
3-3.12.1	The applicant submitting a sub-division plan shall arrange for at least one site inspection by a representative of the concerned Authority or Master Plan Authority & Environmental Control Department or both, as the case may be.
3-2.2.1	The owner shall submit two sets of all documents relating to the plot together including allotment order/ transfer order/mutation order/lease/extract as the case may be with a letter from the concerned Authority confirming the title/land use physically fresh demarcated/dimension of the plot along with the existence of any road widening/cut line reservation. In case of company or firm, the registered power of attorney in the name of builder shall be required in case of public sale project.
5-2.20	The Builder shall develop the area by providing water supply system, sewage disposal system, storm water drainage system, roads and walkways, refuse collection depots, and parks and play grounds. The Builder shall initiate the process for the arrangement of bulk supply of electricity and gas for the concerned development scheme / area
18-3.1.9	For built-up plots demolition permission will be produced before allowing sub-division

During the audit of Sindh Master Plan Authority, Karachi, for the financial year 2023-24, it was observed that the management issued No Objection Certificates for layout and site plans, in violation of above rules. Detail is as under:

Sr. No.	AIR Para	Description	Violation
1	2	Issuance of NOC for layout plan of Survey No.153 in District Korangi	Without verifying the ownership of the property from the revenue department & Power of attorney, and Google image of the site was not attached
2	4	Issuance of NOC of Sector No. 38-A, Deh Dozan, Scheme 33	without collecting outer development charges (Annex-LGD5)
3	5	Issuance of NOCs for the various layout and site plans	without getting requisite documents (Annex-LGD5)
4	21	Issuance of NOC for layout plan of public sale projects	without publishing of public notice (Annex-LGD5)
5	23	Issuance of NOCs for the various layout and site plans	without site inspection by representative of the Authority & Environmental Control Department (MP&ECD)

Audit was of the view that issuance of NOCs without observing the rules and regulations was irregular, which indicated poor management and weak internal controls.

The matter was reported to the management in October 2024. The management replied for NOC issued in respect of layout plan of Survey No. 153 that other formalities were fulfilled however, power attorney was not verified and google image was also not

taken before issuance of NOC. Moreover, NOC for scheme 33 was issued on the basis of letter issued by Deputy Commissioner, East Karachi however, outer development charges were not collected. As for as other NOCs for the various layout and site plans are concerned the same were issued on the basis of preliminary documentation and conditional requirements with understanding with the clients that missing documents would be provided in due course of time. The management agreed that this occurred due to procedural oversight, urgent development and high-priority urban areas. However, no reply was received from Director, Town Planning Sindh, Hyderabad. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

1.5.1.6 Conversion of residential/agricultural lands into commercial despite ban

Notification No. SBICA/PS-CE/2019/01 dated 10-12-2019 issued in compliance of the orders of Honourable Supreme Court of Pakistan dated 22-01-2019, stipulates that there was complete ban on conversion of residential Plots, amenity plots like that of parks, playgrounds and other amenities.

During the audit of Sindh Master Plan Authority, Karachi, for the financial year 2023-24, it was observed that the management issued various approvals for conversion of residential/agricultural land into commercial despite ban, as detailed below:

Sr. No.	Address	NOC No. & Date	Remarks
1	R.S No. 437, admeasuring area 68367.96 Sq. Ft: / 7596.44 Sq. Yds, situated at Deh 120, Taluka Hussain Bux Mari, District MPK	No. DTP/ MPS-A/ C-205/364 Hyderabad dt. 20-11-23	i) Application was submitted to the Director, Town Planning Sindh, Hyderabad instead of submitting the same to the concerned Deputy Commissioner. ii) Conversion of land despite of ban by honorable Supreme Court of Pakistan.
2	R.S No. 27/9 and 27/10-A, admeasuring area 16030 Sq. Ft: / 1781.11 Sq. Yds, / 14.72 Ghuntas situated at Deh Khuth, Tapo Panhwarki, Taluka and District MPK	No. DTP/MPS-A/-201/302 Hyderabad dt. 02-10-23	iii) Site Plan attested by Mukhtiarkar (Revenue), Taluka Hussain Bux Mari District Mirpurkhas was not found available. iv) No undertaking of owner was available in file v) NOC from HESCO & SSGC was not obtained. vi) Layout plan was not signed by Town planner. vii) Non-publication of advertisement in leading newspapers.

Audit was of the view that conversion of residential/agricultural lands into commercial despite ban indicated weak internal controls prevailing in the organization.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24 and 2018-19 vide para numbers 1.5.6.20 and 1.2.3.99 respectively. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 22]

1.5.1.7 Inaction against illegal housing schemes

As per Clause 5-1 of Karachi Building and Town Planning Regulations 2002, “All buildings having more than three units (residential, commercial, amenities) to be constructed for onward transfer of title in piecemeal (in form of sub lease) are bound to obtain NOC for sale from the Authority in accordance with these regulations”.

Further, as per Clause 3-2.8 of Karachi Building and Town Planning Regulations 2002, “If at any time after permission to carry out building works has been granted and the Authority is satisfied that such permission was granted in consequence of any defective title of the applicant, material misrepresentation, or fraudulent statement contained in the application made under these Regulations, or in any change in the approved drawings not consistent with these Regulations in respect of such building, such permission may be cancelled if the professional / owner fails to satisfy the Authority within 15 days”.

During the audit of Sindh Building Control Authority, Karachi, for the financial year 2023-24, it was observed that 58 housing schemes/societies in Karachi were found illegal on account of various inadequacies and shortcomings in terms of legal requirements. Further, housing schemes/societies did not obtain NOC for sale from Sindh Building Control Authority. However, SBCA failed to take any action against the illegal housing schemes/societies. Detail is at **Annex-LGD6**.

Audit was of the view that non-initiating of action against illegal housing schemes/societies was an undue favour extended to the builders and developers.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Para: 11]

1.5.1.8 Issuance of NOCs to construction projects without height clearance

According to Rule 25-1.10(1) of Karachi Building & Town Planning Regulations, 2002, "The restrict flying gap and safety zone as prescribed by the Civil Aviation Authority and Pakistan Air Force shall be taken into consideration while determining the height of the building".

During the audit of Sindh Building Control Authority, Karachi, for the financial year 2023-24, it was observed that the management issued construction NOCs for various projects upto 37th floor without getting height clearance NOC from Civil Aviation Authority and Pakistan Air Force, in violation of rules. Detail is at **Annex-LGD7**.

Audit was of the view that issuance of NOCs to the projects without obtaining height clearance from concerned authorities was irregular which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Para: 14]

1.5.1.9 Non-generating revenue through recycling of waste

As per section 8(2) of the Sindh Solid Waste Management Board Act, "The Board shall have the authority to grant permission to individuals, institutions, industries, factories, workshops, furnaces, compost making and power generation from the solid waste, for segregation of the recycle material from the waste, collection, treatment, sale and purchase, recycling or disposal of any kinds of waste."

During the audit of Sindh Solid Waste Management Board, Karachi, for the financial year 2023-24, it was observed that the management failed to avail the opportunity of generating revenue through recycling of waste in the light of above section.

Audit was of the view that non-arrangement of energy generation from solid waste showed lethargic attitude of management. Further, the public was also deprived of provision of low-cost energy.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in Audit Report for Audit Year 2023-24 vide para number 1.5.6.10. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 23]

1.5.1.10 Distribution of Octroi Zila Tax without recommendations of Provincial Finance Commission

According to Section 113 (a)(ii), Chapter 12 of Sindh Local Government Act, 2013, the Provincial Finance Commission shall make recommendations to the government on a formula for resource distribution including distribution of provincial allocable amount amongst the Councils as share of each council.

During the audit of Local Councils of Sindh, for the year 2023-24, it was observed that distribution of Octroi Zila Tax share to the local councils is being made on provisional basis by obtaining approval from the Chief Minister, Sindh instead of recommendations of Provincial Finance Commission, in violation of rules.

Audit was of the view that distribution of Octroi Zila Tax share without recommendation of Provincial Finance Commission was violation of Sindh Local Government Act, 2013. Further, non-transparency in distribution of resources to local councils could not be ruled out.

Audit recommends that distribution of Octroi Zila Tax should be made on the recommendation of Provincial Finance Commission.

1.5.2 Procurement related irregularities

1.5.2.1 Loss due to not awarding the work to the lowest bidder - Rs 50.470 million

According to Rule 49 of Sindh Public Procurement Rules, 2010 (amended 2013), Award of Contract -The bidder with the lowest evaluated cost, but not necessarily the lowest submitted price, shall be awarded the procurement contract, within the original or extended period of bid validity.

During the audit of Project Director, Local Government Projects, Karachi, for the financial year 2023-24, it was observed that the management awarded Work “Construction of dual carriageway road from Nasir Brohi Hotel towards Mubarak village up to Coast Guard picket (4.88 km) Karachi ADP # 3257/2023” to M/s Haji Syed Ameer & Brothers at the cost of Rs 338.080 million with 20.07% below the estimate instead of M/s ZBA Group who offered lowest bid of Rs 287.610 million which was 32.00% below of estimate. The management rejected the bid of M/s ZA Group with the remarks “Reject bid due to found abnormal” at serial No. 7. Resultantly, subject work was awarded at highest cost there by creating loss of Rs 50.470 million. Detail is at **Annex-LGD8**.

Audit was of the view that award of work to the contractor other than lowest bidder was un-justified which indicated that undue favor was extended to contractor.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

[AIR Para: 18]

1.5.2.2 Doubtful utilization of security deposit funds - Rs 776.602 million

Para 7.12.3 (i) of Guidelines / Regulations for Procurement of Works issued by SPPRA, stipulates that security deposit be released in either of following ways, but the same shall be mentioned in the contract data /special conditions of the contract:

- i. On completion of the works; half the total amount retained is refunded to the contractor and half when the defects liability period has passed and the engineer has certified that all defects notified to the contractor before the end of this period have been attended to his satisfaction;

- ii. full amount be released after completion of defect liability period.

During the audit of Sindh Building Control Authority, Karachi, for the financial year 2023-24, it was observed that total payments of Rs 776.602 million were made from the security deposit Account No. 0014-79000-44001 HBL Branch. However, the management did not provide details of refund of security deposits to various contractors. This showed that funds of Rs 776.602 million of security deposit were utilized without maintaining proper record which resulted in all the payments becoming doubtful, as detailed below:

[Rs. in Million]						
Bank Account No.	Name of Bank	AIR Para	Nature of Account	Opening Balance	Closing Balance	Amount Utilized
0014-79000-44001	HBL Bank	20	Security Deposit	852.385	75.783	776.602

Audit was of the view that utilization of security deposit without maintaining record created doubts that the funds were utilized for other heads other than its actual refund to the claimants.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

1.5.2.3 Execution of work beyond permissible limit - Rs 6,510.826 million

Rule 16(1)(e-i), Part-II of Sindh Public Procurement Rules, 2010, stipulates that repeat Orders means procurement of additional quantities of the item(s) from the original contractor or supplier, where, after the items originally envisaged for the project or scheme have been procured through open competitive bidding, and such additional quantities of the same item(s) of goods or works are needed to meet the requirements of the project or scheme; provided that the cost of additional quantities of item(s) shall not exceed 15% of the original contract amount.

During the audit of Project Director, Local Government Projects, Karachi, for the financial year 2023-24, it was observed that the management executed excess quantities of different items amounting to Rs 6,510.826 million beyond permissible limit of the

sanctioned quantities of the original estimates ranging from 55% to 536%. Detail is at **Annex-LGD9**.

Audit was of the view that execution of excess quantities from the original estimates beyond permissible limit was irregular which indicated that undue favour was extended to the contractors.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Paras: 3, 11]

1.5.2.4 Technical sanction beyond delegated financial powers - Rs 5,135.942 million

According to S.No.12(1)(a) of Sindh Delegation of Financial Powers and Financial Control Rules 2019, in case of original works following powers shall be exercised for technical sanctions:

Administrative Department	Full Powers
Administrative Department	Full Powers
Chief Engineer	Rs 100.00 million, beyond that concurrence of the administrative department is required
Superintending Engineer	Upto Rs 7.000 million in each case
Executive Engineer	Upto Rs 2.500 million in each case

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management awarded six contracts at sanctioned cost of Rs 5,135.942 million to various contractors with the technical sanction of Project Director (Chief Engineer) instead of administrative department, in violation of delegated financial powers. Detail is at **Annex-LGD10**.

[Rs. in Million]

Sr. No.	Name of Entity	No. of Contracts	AIR Para	Amount
1	PD, Local Government Projects Karachi	3	13	4,684.241
2	PD, Local Government Projects Hyderabad	3	1	451.701
Total				5,135.942

Audit was of the view that grant of technical sanction of schemes by the Project Directors beyond delegated powers was violation of the rules which indicated poor management and weak internal controls.

The matter was reported to the management during August and October, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24 and 2022-23 vide para numbers 1.5.3.6 and 1.5.3.2 with financial impact of Rs 1,135.378 million and Rs 246.088 million respectively. Recurrence of same irregularity is a matter of serious concern.

1.5.2.5 Irregular payment of escalation to contractors - Rs 1,260.037 million

As per Clause-5 of Standard Procedure and Formula for Price Adjustment – 2022 by Pakistan Engineering Council, the prices of elements subject to Price Adjustment shall be to the extent possible as given in the Statistical Bulletins published by Federal Bureau of Statistics (FBS), Statistical Division Government of Pakistan.

During the audit of Project Director, Local Government Projects, Karachi, for the financial year 2023-24, it was observed that the management paid an amount of Rs 1,260.037 million to contractors on account of difference of cost of material (escalation)/price adjustment without assessment of inflation through Statistical Bulletins published by Federal Bureau of Statistics (FBS), Statistical Division Government of Pakistan, as detailed below:

[Rs. in Million]					
Sr. No.	Name of Work	Contractor	Item of Escalation	IPC Reference	Escalation Paid Amount
1	Reconstruction of road from Sher Shah chowk to Mirza Adam Khan Road intersection (District West) including SWD system.	M/s J.N Construction Company	Bitumen, sub-base, aggregate base, wearing coat	Up to 12 th IPC	34.765
2	Construction of flyover and underpass at Johar chowrangi intersection	M/s Sherjan Mosakhail &	Steel	up to 13 th IPC	931.590

[Rs. in Million]

Sr. No.	Name of Work	Contractor	Item of Escalation	IPC Reference	Escalation Paid Amount
		Sons & SKC (Consortium/JV)			
3	Rehabilitation/Reconstruction of Shahra-e-Noor Jahan from Abdullah college to Qalandria Chowk	M/s Sherjan Musakhail & Sons	Stone metal/blast, bitumen, cement, hill sand, steel, sewerage pipes	up to 11 th R.A	293.682
Total					1,260.037

Audit was of the view that payment of escalation without assessment of rates through Statistical Bulletins published by Federal Bureau of Statistics (FBS), Statistical Division Government of Pakistan was irregular and showed that undue favour was extended to the contractors at the cost of public exchequer.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Para: 7]

1.5.2.6 Irregular payment to the contractor after expiry of contract Rs 200.908 million

According to Clause-V of Agreement, executed on 7th November-2016, Contract Period: Seven (7) years after issuance of work order/signing of the agreement extendable for further three years based on mutual written consent of contractor and client and on performance of the contractor and on same terms and conditions of RFP and addendum.

During the audit of Sindh Solid Waste Management Board, Karachi, for the financial year 2023-24, it was observed that the management continued engagement with M/s Changyi Kangjie Sanitation Engineering Company Ltd for Front End Collection Contract East Zone (DMC East area), Karachi beyond the contractual period which expired on March 24, 2024 and paid of Rs 200.908 million without executing new agreement or any extension of the previous agreement, as detailed below:

[Rs. in Million]						
Work Order No.	Date of Start of Work	Expiry Date of Contract	Contract Period	Time as of June 30, 2024	Time beyond Contractual Period	Payment for the Period beyond Contractual Period
SSWMB/ED(Ops-1)/NIT-15/LoA/2016-17	March 24, 2017	March 24, 2024	7 Years	7 years 3 months 6 days	3.6 months	200.908

Audit was of the view that continuing operations with the contractor without a formal extension or new agreement was violation of contractual obligations which indicated poor management.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks clarification in the matter.

[AIR Para: 2]

1.5.2.7 Irregular award of contract without international competitive bidding Rs 4,677.551 million

According to Rule 15 (2) (a) (ii), Sindh Public Procurement Rules, 2010, “International Competitive Bidding is open to all interested parties, firms or individuals, whether national or international, but subject to Rule 29; International Competitive Bidding shall be the default method of procurement for all procurements with an estimated cost equivalent to USD \$ 10 million or above.”

Further, according to Rule 15 (2) (b) (iii) *ibid*, “A procuring agency may opt for National Competitive Bidding for procurements with an estimated cost equivalent to USD \$ 10 million or above, where the procuring agency is convinced that it is the most economical and timely way of procuring goods, works or services which, by their nature or scope are unlikely to attract foreign competition; Provided that the Head of the Department of the procuring agency, while making decision to opt for the National Competitive Bidding shall record reasons and justifications for his decision.”

During the audit of Project Director, Local Government Projects, Karachi, for the financial year 2023-24, it was observed that the management locally advertised tender for the work “Construction of bridge Korangi Causeway” at the cost of Rs 4,677.551 million.

However, head of the department did not record reasons and justification while making decision to opt for the national competitive bidding and skipping the option of international competitive bidding as required under rules, as detailed below:

[Rs. in Million]			
AIR Para	Name of Work	Contractor	Contract / Revised Amount
9	Construction of bridge Korangi causeway	M/s J.N & Co –Habib Construction Services (HCS) Consortium/JV	4,677.551 / 6,499.986

Audit was of the view that inviting of National Bidding for the works falling within the purview of International Competitive Bidding (ICB) without recording reasons and justification was violation of rules which indicated that undue favour was extended to bidders. Moreover, chances of compromising the quality of work could not be ruled out.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

1.5.2.8 Irregular award of works on single bid without carrying rate analysis Rs 3,292.630 million

According to Rule-4 of Sindh Public Procurement Rules, 2010, “While procuring goods, works or services, procuring agencies shall ensure that procurements are conducted in a fair and transparent manner and the object of procurement brings value for money to the agency and the procurement process is efficient and economical.”

Further, as per Rule 48 ibid, “If single bidder participates for the bidding process, the rates will be compared with market rates or last awarded contract.”

During the audit of Project Director, Local Government Projects, Hyderabad, for the financial year 2023-24, it was observed that the management awarded various works amounting to Rs 3,292.630 million on single bid basis without carrying rate analysis of the offered rates with the market rates in violation of rule, as detailed below:

[Rs. in Million]				
Sr. No.	AIR Para	Name of Work	Name of Contractor	Sanctioned Cost
1	2	Construction of Road, retaining wall, Drain Nala i/c Pre-Stressed Bridge along Right Side of Old Phulleli Canal	Mr. Niaz Muhammad	1,399.200

[Rs. in Million]				
Sr. No.	AIR Para	Name of Work	Name of Contractor	Sanctioned Cost
		from Preetabad bridge to Darya Khan Pumping Station crossing Ghanghra Mori road Mile 0/0-2/6. (Construction of Road & Retaining Wall from Hyderabad Bypass Abdul Sattar Edhi Road to 0.0 RD of Old Phulelli Canal to Connect Hyderabad Jamshoro Road (24' Ft Asphalt Road) (2.50 Kms Taluka Qasimabad District Hyderabad)	Khan & Brothers	
2		Construction of bridge & re-designing of fly over (Hyderabad-Mirpurkhas Road)	M/s J.N & Co JV M/s H.C.S	1,893.430
Total				3,292.630

Audit was of the view that the award of works on single bid without rate analysis of the offered rates with the market rates was violation of rules and indicated poor financial management and weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

1.5.2.9 Irregular award of tender without technical evaluation of bid Rs 420.254 million

According to Rule 47 of Sindh Public Procurement Rules, 2010, “Conditions for Use of Various Procedures: (1) Single Stage One Envelope Bidding Procedure shall be used as the standard bidding procedure for procurement of goods, works and services of simple and routine nature and where no technical complexity or innovation is involved; (2) Single Stage Two Envelope Bidding Procedure shall be used where the bids are to be evaluated on technical and financial grounds and price is taken into account after technical evaluation”.

During the audit of Project Director, Local Government Projects, Karachi, for the financial year 2023-24, it was observed that the management awarded contract of Rs 420.254 million to M/s Syed Ameer Ali & Brothers for construction of dual carriageway road from Nasir Brohi Hotel towards Mubarak village up to coast guard picket and adjacent societies through single stage one envelope basis instead of single stage two envelope basis despite the fact that civil works required technical evaluation.

Audit was of the view that award of technical nature of work through single stage one envelope method indicated that technical aspects of the projects was ignored and undue favour was extended to the contractor which reflected poor management and weak internal controls. Moreover, the chances of inferior quality work could not be ruled out.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in Audit Report for Audit Year 2023-24 vide para number 1.5.3.7 with financial impact of Rs 695.897 million. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 4]

1.5.2.10 Irregular expenditure without provision in estimates - Rs 282.793 million

As per Para No. 2.86 of The West Pakistan Buildings & Roads Department Code, “The authority granted by a sanction to an estimate must on all occasions be looked upon as strictly limited by the precise objects for which the estimate was intended to provide. Accordingly, any anticipated or actual savings on a sanctioned estimate for a definite project should not, without special authority be applied to carry out additional work not contemplated in the original project or fairly contingent on its actual execution.”

During the audit of Project Director, Local Government Projects Karachi, for the financial year 2023-24, it was observed that the management awarded following works and paid an amount of Rs 282.793 million to the contractors on account of extra items which were not included in the original estimate, as detailed below:

[Rs. in Million]					
Item of Work	Qty. as per Revised Estimate	Qty. Executed	Rate in Rs	Amount	Remarks
Construction of flyover and underpass at Johar chowrangi intersection. M/s Sherjan Mosakhail & Sons JV SKC work order No. 2023/95 dated 04-08-2023					
Lean Concrete	Nil	731.02	9,500	6.945	Extra items
Earth work	Nil	12,258.43	350	4.29	
Cartage after 7 th mile	Nil	13,608.43	200	2.721	
Reinforced cement concrete 1:2:4 for A-1 concrete	Nil	4,220.95	12,500	52.762	

[Rs. in Million]

Item of Work	Qty. as per Revised Estimate	Qty. Executed	Rate in Rs	Amount	Remarks
Fabrication of steel (Drainage)	Nil	864.3	250,000	216.075	
Construction of dual carriageway road from Nasir Brohi Hotel towards Mubarak village up to coast guard picket and adjacent societies. M/s Haji Syed Ameer & Brothers work order No. 2024/240 dated 12-02-2024					
S/F of rubber masonry	Nil	7716.8	10,596	81.767	
P/L Rcc pipe 48" dia	Nil	558.47	56,922.07	31.789	-
Total				282.793	

Audit was of the view that incurrence of expenditure on extra items/works without provision in estimate was violation of the rules which indicated poor financial management and weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Para: 10]

1.5.2.11 Execution of the works without feasibility study - Rs 13,864.494 million

According to Para No. 2.08 of Chapter 2 of the Manual of Development Projects issued by Planning Commission of Pakistan, The PC-II approved by the relevant competent forum is required for the conduct of feasibility study, including technical investigations, market surveys and other studies. The requirement of the PC-II shall be mandatory for infrastructure projects, each costing Rs 500 million or above and all other projects where the infrastructure component is equal to or more than 30 percent of the total project cost. Projects falling in these categories shall require feasibility study undertaken through the PC-II, which must include, at least, TORs, technical and reference design duly justified on man-month basis on gantt chart etc.

During the audit of Project Director, Local Government Projects, Karachi, for the financial year 2023-24, it was observed that the management executed following works of Rs 13,864.494 million without conducting feasibility study (PC- II), as detailed below:

[Rs. in Million]

Sr. No.	Name of work	Contractor	AIR Para	Bill Paid	Contract Amount
1	Construction of bridge Korangi causeway	M/s J.N & Co –Habib Construction Services (HCS) Consortium/JV	05	Up to 2 nd IPC	6,499.986
2	Construction of flyover and underpass at Johar chowrangi intersection	M/s Sherjan Mosakhail & Sons & SKC (Consortium/JV)		Up to 14 th R.A	4,002.101
3	Rehabilitation/Reconstruction of Shahra-e-Noor Jahan from Abdullah college to Qalandria Chowk	M/s Sherjan Musakhail & Sons		Up to 11 th R.A	3,362.407
Total					13,864.494

Audit was of the view that execution of works without conducting feasibility study was violation of rule due to which the intended objectives of the projects could not be achieved in efficient, effective and economic manner.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

1.5.2.12 Non-imposition of liquidated damages - Rs 220.900 million

As per Para 10.3 of Sindh Public Procurement Regulatory Authority, Guidelines 2013, “If the contractor fails to comply with time for completion mentioned in bid data except the conditions mentioned above, then procuring agency can penalize the contractor by adopting any one of the prescribed courses provided under clause (c) The amount of the liquidated damages for each day of delay in completion of the whole of the works, or if applicable for any section thereof, shall be a sum equal to 5 to 10 % (it is to be mentioned in the agreement) of the estimated cost of the works divided by one-fourth of the number of days specified as completion time”.

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management awarded various works of Rs 4,418.002 million but the contractors failed to complete the works within stipulated period. However, the liquidated damages amounting to Rs 220.900 million @ 5% of contract value were not imposed. Detail is at **Annex-LGD11**.

[Rs. in Million]				
Sr. No.	Name of Entity	No. of Contracts	AIR Para	Amount
1	PD, Local Government Projects Karachi	1	2	211.280
2	PD, Local Government Projects Hyderabad	3	12	9.620
Total				220.900

Audit was of the view that due to non-imposition of liquidated damages undue favor was extended to the contractors which indicated weak financial management and internal controls.

The matter was reported to the management during August and October, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24, 2022-23, 2021-22 and 2018-19 vide para numbers 1.5.3.12, 1.5.6.6, 1.5.6.1 and 1.2.3.17 with financial impact of Rs 7.611 million, Rs 3.571 million, Rs 226.837 million and Rs 16.249 million respectively. Recurrence of same irregularity is a matter of serious concern.

1.5.2.13 Irregular award of GPS vehicle tracking services contract - Rs 43.414 million

Rule 17(1) of Sindh Public Procurement Rules 2010, stipulates that the procurements over three/five hundred thousand rupees and up to two/three million rupees shall be advertised by timely notifications on the Authority's website and may in print media in the manner and format prescribed in these rules.

During the audit of Sindh Solid Waste Management Board, Karachi, for the financial year 2023-24, it was observed that the management paid an amount of Rs 43.414 million to M/s Telogix (PVT) Limited on account of GPS Vehicle Tracking service without calling open tender for obtaining competitive rates, as detailed below:

[Rs. in Million]		
Sr. No.	Payment Period	Amount
1	June-23	5.348
2	July-23	3.808
3	August-23	4.074
4	September-23	3.795

[Rs. in Million]		
Sr. No.	Payment Period	Amount
5	October-23	3.831
6	November-23	3.815
7	December-23	3.779
8	January-24	3.752
9	February-24	3.752
10	March-24	3.732
11	April-24	3.730
Total		43.416

Audit was of the view that due to award of work without inviting open tender, competitive rates could not be achieved which indicated poor financial management and weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks clarification in the matter.

[AIR Para: 3]

1.5.2.14 Splitting up of expenditure to avoid open tender - Rs 3.394 million

As per Rule 12(1), Part-II of Sindh Public Procurement Rules, 2010, “Save as otherwise provided and subject to the regulations made by the Authority, a procuring agency shall prepare, in accordance with Rule 11 above, all proposed procurements for each financial year and shall proceed accordingly without any splitting or regrouping of the procurements already grouped, allocated and scheduled in the Procurement Plan”.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of Technical Wing, Local Government Department Sindh, Karachi, for the financial year 2023-24, it was observed that the management incurred an

expenditure of Rs 3.394 million through quotations/petty-purchase by splitting the procurements which resulted into non-achievement of competitive rates. Detail is at **Annex-LGD12**.

Audit was of the view that incurrence of expenditure through splitting the procurements was violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management in August 2024. The management replied that the objected expenditure was made at different dates throughout the financial year and each procurement was under the amount of Rs 100,000/- by using of alternative method of procurement as per SPPRA 2010. Reply was not tenable as management made procurements by way of splitting to avoid open tender in violation of rules. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks clarification in the matter.

[AIR Para: 4]

1.5.2.15 Award of works without execution of contract agreements Rs 841.309 million

Clause (iii) and (iv) of Para 7.12.3 of Sindh Public Procurement Authority Regulation for Procurement of Works, stipulates that within 28 days of receipt of the letter of acceptance, the procuring agency will send all copies of the contract to the bidder, with a covering letter or contractor shall attend the offices of the procurement agency for the purpose of signing the agreement duly stamped at the rate of 35 Paisa/100 rupees of the contract value (as amended and updated by the Government from time to time and which shall be borne by the contractor). Failure to sign the agreement shall lead to cancellation of the award and forfeiture of the bid security.

During the audit of Project Director, Local Government Projects, Hyderabad, for the financial year 2023-24, it was observed that the management awarded eight works of Rs 841.309 million to various contractors without executing contract agreements with the contractors. Further, government also sustained loss of Rs 2.945 million on account of stamp duty, as detailed below:

[Rs. in Million]

Sr. No.	Name of Work	Name of Contractor	W.O dated	Sanctioned Cost
1	Construction of road from Bhajro to village Dhari via Salani (ADP # 2366)	M/s AHA Construction Co	12.06.2023	174.172
2	Construction of road from Dhangam to Behanggm via paro dedh vero mile 0/0-4/6 (7.64 Kms)	M/s Canny Engineers	12.06.2023	131.200
3	Improvement of road from DEI to TE Lakhi Mori DE Tando Bago Road to Salo Khaskeli	M/s Blue Mind Enterprises	13.05.2024	86.026
4	Construction of road from (1) Kamal Khan Ibbupoto to village Moula Bux Ibbupoto via Pir Kamal Shah and Sikandarabad Saleh Pat (5 Kms) (2) Saleh pat Sikandarabad to GPS Kotsiraikot via Kotsiraikot RD 118 channel (3. Kms) (3) Construction of drain and laying of paver blcok in various streets of Saleh Pat	M/s Bhambro Construction & Co	09.01.2023	98.836
5	Improvement of road from Hyderabad Badin Road RIP stop to village Haji Bacho Lashari via RIP Shareef	M/s G.M Associate Builders & Developers	13.05-2023	106.877
6	Construction of road from indus highway to Adam camp Jamshoro i/c Masonry structure @ mile Taluka Kotri	M/s MN International (Pvt) Ltd	07.06.2023	97.869
7	Reconditioning of road from (1) Ayoub hotel to Phulkara road (2) Link Road from Government Technical college to village Nazarpur road	M/s AHA Construction Co	09.06.2023	146.329
Total				841.309
Stamp duty @ 0.35 paisa/100 rupees				2.945

Audit was of the view that non-execution of contract agreements was violation of the rules. The government also sustained loss of revenue in the shape of stamp duty which indicated poor financial management and weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks clarification in the matter.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24, 2019-20 and 2018-19 vide para numbers 1.5.3.4, 1.2.2.27, and 1.2.3.43 with financial impact of Rs 4,945.343 million, Rs 742.023 million and Rs 667.400 million respectively. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 5]

1.5.3 Recoveries related issues

1.5.3.1 Non-deposit of taxes into public exchequer - Rs 970.461 million

Section 160 of Income Tax Ordinance, 2001, as amended vide Finance Act 2002, stipulates that any tax that has been collected or purported shall be paid to the Commissioner by the person making the collection or deduction within the time and in the manner as may be prescribed.

Further, according to Rule 41(a), Chapter-3 of Sindh Financial Rules Volume-1, “The departmental controlling officers should see that all sums due to Government are regularly received and checked against demands and that they are paid into the treasury”.

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management deducted an amount of Rs 970.461 million on account of income tax, general sales tax and Sindh sales tax on services from the bills of contractors but failed to deposit the same into public exchequer, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	Description	Amount of Taxes Deducted but not Deposited
1.	PD Local Government Projects Hyderabad	3	Sindh Sales Tax on Services	2.555
			Income Tax	90.419
2.	Sindh Solid Waste Management Board, Karachi	9	Income Tax	643.936
			Sindh Sales Tax on Services	233.392
			General Sales Tax	0.159
Total				970.461

Audit was of the view that non-deposit of collected taxes into public exchequer indicated poor financial management and weak internal controls.

The matter was reported to the management through AIR during August 2024 and also reported as a critical issue in respect of Sindh Solid Waste Management Board vide DO letter to PAO in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends depositing of deducted taxes into public exchequer, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 1.5.4.1, 1.5.4.1 &

1.5.4.3, 1.5.4.3, 1.5.3.2, 1.5.3.5 & 1.5.3.6 and 1.2.3.3 with financial impact of Rs 593.864 million, Rs 67.272 million & Rs 2.422 million, Rs 8.943 million, Rs 248.162 million, Rs 3.241 million & Rs 1.455 million and Rs 837.166 million respectively. Recurrence of same irregularity is a matter of serious concern.

1.5.3.2 Non-recovery of outstanding dues - Rs 358.298 million

As per Rule-7(1)(v) of Sindh Solid Waste Management Act, 2021, “The Board shall collect and recover cess, rates and charge fee or impose fine for collection and disposal of solid waste as may be prescribed by rules”.

Further, as per Section 100 (2), Chapter-X of Sindh Local Government Act 2013, “All arrears of taxes, rates, tolls and fees and other moneys claimable by a Council under this Act shall be recoverable as arrears of land revenue through Government agency or by the Council authorized by Government for such recovery through such employees or class of employees of the Council as may be prescribed”.

During the audit of Sindh Solid Waste Management Board, Karachi, for the financial year 2023-24, it was observed that the management did not recover outstanding dues of Rs 358.298 million on account of garbage collection from various trade associations, cantonment boards and other agencies, as detailed below:

					[Rs. in Million]
Sr. No.	Name of Agency	AIR Para	Amount Due	Amount Received During the Year	Outstanding Due
1	Trade Associations	05	325.223	16.945	308.278
2	Cantonment Boards		222.591	173.387	49.205
3	Other Agencies		7.082	6.268	0.815
Total			554.896	196.600	358.298

Audit was of the view that non-recovery of outstanding dues indicated weak financial management.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends recovery of solid waste service charges from defaulters, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24, 2020-21, 2019-20 and 2018-19 vide para numbers 1.5.4.2, 1.5.3.1, 1.2.2.4, and 1.2.3.1 with

financial impact of Rs 238.468 million, Rs 4,228.191 million, Rs 1,481.577 million and Rs 66,930.450 million respectively. Recurrence of same irregularity is a matter of serious concern.

1.5.3.3 Revenue loss due to non-recovery on account of Solid Waste Services Rs 646.283 million

According to Memorandum of Agreement between Sindh Solid Waste Management Board and Pakistan Tanners Association Environmental Society. Article-II Sub section 1.15 each industrial unit shall pay service charges as per the following schedule/category of the industries per month to SSWMB for provision of waste collection and manual sweeping services.

Category	Type of the Industry	Agreed Rates Per Month in Rupees
A	Large	Rs. 5000/- per unit (In case of two or more units of same factory, multiple of agreed fee will be charged per month.
B	Small	Rs. 1000/- per unit (In case of two or more units of same factory, multiple of agreed fee will be charged per month.

Further, according to Memorandum of Agreement between Sindh Solid Waste Management Board and S.I.T.E Limited and S.I.T.E Association of Industry Article-I Sub section 1.15 each unit shall pay service charges as per the following schedule/category of the units per month to SSWMB for provision of aforementioned services.

Category	Type of the Industry	Rates Per Month in Rupees
A	Industries/Ware Houses	4,000
B	Banks/Commercial Establishments	1,000
C	Retail Shops	2,500

Furthermore, According to Memorandum of Agreement between Sindh Solid Waste Management Board and Korangi Association of Trade and Industries Article-II Sub section 1.15 each industrial unit shall pay service charges as per the following schedule/category of the industries per month to SSWMB for provision of waste collection and manual sweeping services.

Category	Type of the Industry	Rates Per Month in Rupees
A	Large Industries	10,000
B	Medium	6,000
C	Small	3,000

During the audit of Sindh Solid Waste Management Board, Karachi, for the financial year 2023-24, it was observed that the management failed to issue bills and there upon recover an amount of Rs 646.283 million from 8,491 industrial units within the territorial jurisdiction of Korangi Association of Trade and Industry (KATI), Pakistan Tanners Association (PTA), Sindh Industrial Trading Estate (S.I.T.E), and other individual industrial units for solid waste management services. The oversight occurred despite a Memorandum of Agreement (MoA) signed between these trade associations and the Sindh Solid Waste Management Board. Resultantly, Sindh Solid Waste Management Board incurred revenue loss amounting to Rs 646.283 million, as detail below:

[Rs. in Million]

Sr. No.	Name of Agency	Total No. of Industrial Units	Units in Record	Units Billed	Units not Billed	Average Rate per Month	Revenue Loss per Month	Revenue Loss per Annum
1	KATI	5,000	734	154	4,846	$(10000+6000+3000)/3 = 6,333$	30.690	368.277
2	PTA	150	98	86	64	$(5000+3000)/2 = 4,000$	0.405	4.864
3	S.I.T.E	3,500	1,586	195	3,305	$(4000+5000+2500)/3 = 3,833$	20.931	251.167
4	Other Ind.	NP	283	7	276	$(10000+6000+3000)/3 = 6,333$	1.748	20.975
Total		6,650	2,701	442	8,491	-	53.774	645.283

Audit was of the view that non-issuance of bills and recovery of service charges from industrial units resulted into revenue loss, which indicated poor financial management and weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends issuance of bills and recovery of solid waste service charges from industrial units, besides fixing responsibility on the person (s) at fault.

[AIR Para: 7]

1.5.3.4 Non-deduction of government taxes - Rs 10.582 million

Section 8(1) of Sindh Sales Tax on Services Act 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

Further, as per Section 153 of Income Tax Ordinance, 2001 read with Income Tax Rules, 2002, “Payment on account of supply of goods and rendering of services are subject to deduction of income tax at source @ 4.5% and 7.5% respectively”.

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management paid an amount of Rs 222.096 million to various contractors and suppliers, but did not deduct Rs 10.582 million on account of income tax and Sindh sales tax on services from contractors/suppliers, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	Description	Amount
1	PD Local Government Projects Hyderabad	7	Non-deduction of Sindh Sales Tax on Services	9.704
2	Sindh Solid Waste Management Board, Karachi	6		0.801
3	Senior Director, Sindh Master Plan Authority	29	Non-deduction of Income Tax	0.077
Total				10.582

Audit was of the view that non-deduction of taxes was loss to public exchequer which reflected weak financial and internal controls.

The matter was reported to the management during August and October, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends recovery of taxes, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20 and 2018-19 vide para numbers 1.5.4.3, 1.5.4.2, 1.5.4.2, 1.2.2.6, 1.2.2.12 & 1.2.2.16 and 1.2.3.5, 1.2.3.11, 1.2.3.12 & 1.2.3.20 with financial impact of Rs 10.063 million, Rs 82.498 million, Rs 409.965 million, Rs 28.710 million, Rs 33.899 million & Rs 3.442 million, Rs 215.159 million, Rs 77.174, Rs 52.606 million & Rs 6.088 million respectively. Recurrence of same irregularity is a matter of serious concern.

1.5.3.5 Less-deduction of Income Tax - Rs 130.159 million

As per Section 153 of Income Tax Ordinance, 2001 read with Income Tax Rules, 2002, “Payment on account of supply of goods and rendering of services are subject to deduction of income tax at source @ 4.5% and 7.5% respectively”.

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management paid an amount of Rs 24,537.653 million to various contractors and suppliers, but deducted less amount of Rs 130.157 million on account of income tax from contractors/suppliers, as detailed below:

[Rs. in Million]							
Sr. No.	Name of Office	AIR Para	Description	Expenditure Amount	Income Tax to be Deducted	Income Tax Deducted	Income Tax less Deducted
1	Sindh Solid Waste Management Board, Karachi	17	Less deduction of Income Tax	22,283.277	1,671.246	1,559.829	111.417
2	PD Local Government Projects Hyderabad	6		2,254.376	180.350	161.608	18.742
Total				24,537.653	1,851.596	1,721.437	130.159

Audit was of the view that less-deduction of income tax was loss to public exchequer which reflected weak financial and internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends recovery of remaining tax, besides fixing responsibility on the person (s) at fault.

1.5.3.6 Non-recovery of shrinkage charges - Rs 17.488 million

As Per Sr. No. 8, Para (2) of Introduction to the Schedule Rates (Composite) For finished items of works, 2012, “Deduction for shrinkage, from the bank measurements: - To unify the various formulae now being followed in different parts of the province and to standardize instructions on the subject, the following allowances should be provided for: - (b) Deduction for settlement from the bank measurement when the earth work is done by machine. (Tractor, Scrapers etc..... 5%)”.

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 349.790 million on account of earth work, but failed to deduct 5% shrinkage charges amounting to Rs 17.488 million from the bills of contractors, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	No. of Contracts	AIR Para	Amount
1	PD, Local Government Projects Karachi	2	14	15.248
2	PD, Local Government Projects Hyderabad	14	9	2.240
Total				17.488

Audit was of the view that non-recovery of shrinkage charges on earth work was an undue favour extended to contractors which indicated weak financial management and poor internal controls.

The matter was reported to the management during August and October, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in Audit Report for Audit Year 2023-24 vide para number 1.5.4.4 with financial impact of Rs 1.868 million. Recurrence of same irregularity is a matter of serious concern.

1.5.4 Management of accounts with commercial bank

1.5.4.1 Unauthorized operation of bank accounts with private banks

In pursuance of instructions of Chief Minister Sindh, the office of Secretary, Local Government & Housing Town Planning Department issued letter vide No.SOG (LG)/Misc/2013-2014 dated 03-05-2016, wherein all offices under Local Government Department were directed to open and operate official Bank Accounts/transactions with Sindh Bank.

During the audit of Sindh Building Control Authority, Karachi, for the financial year 2023-24, it was observed that the management was operating official bank accounts with private banks instead of Sindh Bank in violation of above instructions, as detailed below:

Sr. No.	AIR Para	Bank Account No.	Name of Bank	Purpose of account
1	09	0010013918260060	Allied Bank	SBCA expenditure
2		0010013918260126		Investments

Sr. No.	AIR Para	Bank Account No.	Name of Bank	Purpose of account
3		0010013918260155		E-scrutiny fee, additional floor charges
4		0010013918260161		E-payment Scrutiny Fee
5		0010013918260184		SBCA Fee
6		0010013918260178		E-payment additional floor charges
7		0014-012893-8403		Pension Commutation
8		0014-012894-6503	HBL Bank	Provident Fund
9		0014-79000-44001		Security Deposit

Audit was of the view that continuing operation of bank accounts with private banks in violation of Government instructions indicated weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends opening and operation of official bank accounts with Sindh Bank as per instructions of Government of Sindh.

Note: The issue was reported earlier also in Audit Reports for audit years 2023-24 and 2022-23, vide para numbers 1.5.5.1 and 1.5.5.1 respectively. Recurrence of same irregularity is a matter of serious concern.

1.5.5 Other issues

1.5.5.1 Payment of sales tax on behalf of the contractors - Rs 448.145 million

Section 9(1) of Sindh Sales Tax on Service Act 2011, stipulates that where a service is taxable by virtue of sub-section (1) of section 3, the liability to pay the tax shall be on the registered person providing the service.

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management awarded various works to the contractors. However, instead of deduction of Sindh Sales Tax on Services from their bills, the amount of SST @ 5% amounting to Rs 448.145 million was first included in the estimate to make it gross claim and then subsequently the same added amount in the bill was deducted as Sindh sales tax. Thus, the management extended undue favour to the

contractors by managing to make the payment of Sindh sales tax from public exchequer, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	No. of Contracts	AIR Para	SST Amount
1	PD Local Government Project Karachi	4	8	326.391
2	PD, Local Government Projects Hyderabad	77	11	121.754
Total				448.145

Audit was of the view that payment of sales tax on behalf of the contractors was an undue favour extended to the contractors by the management at the cost of public exchequer.

The matter was reported to the management through AIR during August-October, 2024 and also reported as a critical issue in respect of PD, Local Government Projects, Hyderabad vide DO letter to PAO in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter and fixing responsibility on the person (s) at fault.

1.5.5.2 Unjustified deduction of tax on exempted income - Rs 165.720 million

According to sub-section (2) of Section 49 of Income Tax Ordinance, 2001, the income of a Provincial Government or a Local Government in Pakistan shall be exempt from tax under this Ordinance, other than income chargeable under the head "Income from Business" derived by a Provincial Government or Local Government from a business carried on outside its jurisdictional area.

Further, sub-section (2)3 any payment received by the Federal Government, a Provincial Government or a [Local Government] shall not be liable to any collection or deduction of advance tax.

During the audit of Sindh Master Plan Authority, Karachi, for the financial year 2023-24, it was observed that the management invested an amount of Rs 2,842.000 million in Term Deposit Receipts (TDRs) in Sindh Bank, Civic Centre Branch, Karachi and Shahbaz building Branch, Hyderabad. The said banks credited an amount of Rs 552.399 million on account of profit of investment and deducted income tax amounting to Rs 165.720 million in violation of above rule provisions. The management did not make any efforts for recovery of wrongfully deducted income tax by the banks, as detailed below:

[Rs. in Million]

Rs. in Lakhs						
Sr. No.	Bank Name	Transaction Date	TDR Bank Account No.	Amount of Investment for F. Y 2022-23	Amount of Profit for F. Y 2023-24	Amount of Income Tax Deducted
Sr. Director, Sindh Master Plan Authority AIR Para # 12				-	-	-
1	Sindh Bank Civic Center	170788/06-01-24	3696215221000	2,372.000	13.695	4.109
2		170788/06-02-24			13.664	4.099
3		170788/06-03-24			12.782	3.835
4		170788/04-04-24			311.884	93.565
5		170787/04-04-24			12.782	3.835
Director, Town Planning Sindh, Hyderabad AIR Para # 28				-	-	-
1	Sindh Bank Shahbaz building Hyderabad	31-07-23	04275491756100	470.000	5.978	1.793
2		01-10-23			11.735	3.521
3		31-12-23			17.845	5.353
4		31-03-24			89.484	26.845
5		31-03-24			17.677	5.303
6		29-06-24			44.873	13.462
Total				2,842.000	552.399	165.720

Audit was of the view that deduction of income tax was in violation of provisions of Income Tax Ordinance 2001, which resulted into loss of profit to the organization.

The matter was reported to the management in October 2024. The management replied that a letter was issued to the bank authorities requesting a refund of income tax deductions made on exempted income. However, no reply was received from Director, Town Planning Sindh, Hyderabad. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24 and 2022-23 vide para numbers 1.5.6.4 and 1.5.6.8 with financial impact of Rs 92.867 million and Rs 7.522 million respectively. Recurrence of same irregularity is a matter of serious concern.

[AIR Paras: 12, 28]

1.5.5.3 Non-completion of public sale projects within stipulated period

As per Clause 5-1.21 of Karachi Building and Town Planning Regulations 2002, “The Builder/Developer shall complete the project and hand over physical possession of the unit complete in all respect to the allottee by the time specified by the Authority. In case of delay in handing over possession, the Developer shall pay mark-up to the allottee at the rate of prevailing banks rate on the total amount paid, for the period of delay calculated from the completion time specified by the Authority or extension made thereof”.

During the audit of Sindh Building Control Authority, Karachi, for the financial year 2023-24, it was observed that the management issued various NOCs for sale and advertisement of residential flats/shops/showrooms and other public sale projects to different builders. However, management failed to ensure completion of the public sale projects within stipulated time period or in case of default to ensure payment of markup to the allottees. Detail is at **Annex-LGD13**.

Audit was of the view that failure of management to ensure the completion of public sale projects within stipulated time period indicated poor monitoring and an undue favour to the builders and developers.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in Audit Report for Audit Year 2023-24 vide para number 1.5.6.7. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 13]

1.5.5.4 Non-monitoring & evaluation of ADP Schemes

As per objectives uploaded on official website of Local Government Department Sindh, the Technical Wing, Local Government Department Sindh, Karachi, was established to deals with the Development Activity being carried out by various field offices under Provincial Annual Development Plan (ADP) and Federal Public Sector Development Program (PSDP). The Technical Wing, deals with the process of projects (PC-I), issuance of Administrative Approvals, Release of Funds, compilation of progress report for transmission to P&D Department. In General, Technical Wing carries out

Monitoring & Evaluation of development schemes under Provincial Annual Development Plan (ADP).

During the audit of Technical Wing, Local Government Department Sindh, Karachi, for the financial year 2023-24, it was observed that 1,242 development schemes worth Rs 45,726.879 million related to Local Government Department, Government of Sindh were executed by different project directors, authorities, departments etc. but the monitoring & evaluation of respective development schemes was not carried out by the technical wing of Local Government Department Sindh, Karachi, in violation of above criteria. Detail is at **Annex-LGD14**.

Audit was of view that due to non-monitoring & evaluation of schemes by the management of Technical Wing of Local Government Department Sindh, the quality of work might have been compromised which indicated poor management and weak internal controls.

The matter was reported to the management in August 2024. The management replied that financial monitoring and evaluation of ADP schemes had been conducted, though not physically, due to the non-availability of technical staff. Reply was not tenable as management failed to carryout monitoring and evaluation of schemes. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Para: 1]

1.5.5.5 Non-deployment of third party for monitoring the work of waste management

As per Clause-xxi of contract agreement dated 06-10-2017 signed b/w SSWMB and M/s Hangzhou Jinjiang Group Sanitation Co. Ltd., “The procuring agency may hire the services of a consulting firm for third party Monitoring & Evaluation of the scheme. In addition to regular monitoring, evaluation and feedback, this third-party consulting firm shall also carry out verification of supplies made, works and services carried out as well as claims / bills submitted by the contractors. Payment to the contractor shall be made on verification of their claims/ bills by third party or the departmental scrutiny and verification committee, as the case may be.”

During the audit of Sindh Solid Waste Management Board, Karachi, for the financial year 2023-24, it was observed that the management failed to deploy third party

for monitoring the work performed by the solid waste collection companies according to the contract agreement.

Audit was of the view that non-deployment of third party for monitoring the performance of contractors was violation of the contract agreement.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in Audit Report for audit year 2023-24 vide para number 1.5.3.14. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 10]

1.5.5.6 Non-supply and replacement of bins as per BOQ

As per Clause viii of contract agreement between SSWMB and M/s Changyi Kangjie dated 24-03-2017, "The litterbins, metal buckets and metal containers shall be provided by the contractors. The litterbins, metal buckets and containers shall be replaced, as and when required on the basis of their service life. Bins, buckets and containers if damaged or stolen due to negligence/improper handling shall be replaced by the contractors at its own cost".

Further, as per Clause 7.23 of price list & BOQ for district South and East of item No. 6 and list provided by contractors of machinery & equipment.

During the audit of Sindh Solid Waste Management Board, Karachi, for the financial year 2023-24, it was observed that M/s Changyi Kangjie failed to replace/provide required number of bins as per agreements and BOQ during complete period of contract, i.e., 07 years. Detail is as under:

Sr. No.	AIR Para	District	Deployment of bins as per BOQ	Actual Deployment	Shortfall
1	22	South	8,887 Cubic meters	6,235.38 Cubic meters	2,651.38 Cubic meters
2		East	5,677 Cubic meters	3,675 Cubic meters	2,002 Cubic meters

Audit was of the view that due to non-compliance of various clauses of contract agreements, the actual objective of the SSWMB has not been achieved which indicated poor management and weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

1.5.5.7 Non-maintenance of works and security deposit register

Para 285, Chapter-X of the Central Public Works Accounts Code, states that register of works are posted monthly from work abstracts. The transactions relating to each work abstract should be posted separately and an abstract for the entire work should be prepared for comparing the cost of work and its sub-works with the provisions in the estimate.

Further, Para 401 *ibid*, stipulates that a record of the transactions relating to Public Works deposit should be maintained in the divisional office in a register. This deposit register should show, month by the month, the total receipts and adjustments and the closing balance of each separate deposit item.

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 13,688.696 million on execution of different works. However, management failed to maintain works and security deposit register, in violation of above rules, as detailed below:

[Rs. in Million]

Sr. No.	Name of Office	AIR Para	Description	Amount	Remarks
1	PD Local Government Projects Hyderabad	13	SC-12138(138) 10-Social Protection 108-Others 1081-108101-Social Welfare	12,597.113	Security Deposit and Work Register not maintained
			SC-12167-District ADP-Others-1081 Other-108101-Social Welfare Measures	767.869	
2	Sindh Solid Waste Management Board, Karachi	15	Front-end collection & disposal of municipal solid waste for District East for the period from March, 2023 to February-2024	192.540	Security Deposit Register not maintained
			Front-end collection & disposal of municipal solid waste for District South for the period from March, 2023 to February-2024	131.174	
Total				13,688.696	-

Audit was of the view that non-maintenance of relevant registers was violation of the rules which indicated weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends maintenance of relevant registers, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in Audit Report for audit year 2023-24 vide para number 1.5.6.2 with financial impact of Rs 2,844.592 million. Recurrence of same irregularity is a matter of serious concern.

1.5.5.8 Unauthorized retention of KW&SC share - Rs 97.089 million

Notification dated 19-11-2012 issued by KMC, stipulates that levy of 20% additional charge for changes of land use fee is to be collected by Master Plan Department, KMC and be remitted to Karachi Water & Sewerage Board with effect from 11-07-2012.

During the audit of Sindh Master Plan Authority, Karachi, for the financial year 2023-24, it was observed from Bank Statement of account No. 0010011062510291 titled as “Master Plan Department (KW&SB Share)” maintained at Allied Bank, Civic Centre Branch, Karachi that the management retained KW&SC share amounting to Rs 97.089 million, collected from different applicants but did not remit the same to KW&SC.

Audit was of the view that non-remitting of due share of KW&SC by the management indicated weak financial management.

The matter was reported to the management in October 2024. The management replied that a request has been made to the administrative department for the transfer of the retained amount of Rs 97.089 million from the KW&SC share. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends transfer of KW&SC share on priority basis.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023,24, 2022-23 and 2019-20 vide para numbers 1.5.6.6, 1.5.6.3 and 1.2.2.11 with financial impact

of Rs 41.201 million, Rs 6.976 million and Rs 94.382 million respectively. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 15]

1.5.5.9 Unauthorized retention of betterment charges - Rs 328.971 million

According to Notification of Local Government Housing Town Planning Department GoS vide No.SO/JITP/Gen/SBCA/4-161/2016 dated 9th August 2016, the Director General Sindh Building Control Authority may levy betterment charges for residential houses and enhancement of betterment for residential cum commercial and flat sites within Karachi to support improvement of infrastructure of the city by setting sharing formula at following percentage:

Sr. No.	Department	% of share
1	SBCA	25%
2	KW&SB	20%
3	KMC	10%
4	DMC	45%

During the audit of Sindh Building Control Authority, Karachi, for the financial year 2023-24, it was observed that the management collected and withheld betterment charges amounting to Rs 438.628 million, but failed to remit the 75% share amounting Rs 328.971 million to the concerned departments, i.e., KW&SC, WASA, DMCs in Karachi and district offices at Larkana, Shaheed Benazirabad, Sukkur and Mirpurkhas Region, as detailed below:

[Rs. in Million]				
Sr. No.	Regions	Betterment Charges During 2023-24	25% Share	75% Due Share of Councils / KW&SB/ WASA
1	Karachi (closing balance as per bank)	354.627	88.657	265.970
Betterment charges various regions during 2023-24				
1	Larkana Region	24.453	6.113	18.340
2	Shaheed Benazirabad Region	15.407	3.852	11.555
3	Sukkur Region	42.734	10.684	32.051
4	Mirpur Khas Region	1.407	0.352	1.055
Sub-total		84.001	21.001	63.001
Total				328.971

Audit was of view that non-remitting of betterment charges to the concerned departments was unjustified and indicated poor management.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Para: 16]

1.5.5.10 Non-deduction of 1% share of total released budget for third party monitoring & evaluation - Rs 257.016 million

Para 8.36 of Planning manual (April, 2023), Planning and Development Department, Government of Sindh, stipulates that in terms of the P&DD letter dated July 18, 2008, and subsequent letters of Finance Department dated 19 October 2009 and January 7, 2012, all Project Directors/Executing Agencies should deduct 1% amount as the 'Third Party Monitoring Charges' from their releases (capital and revenue) and place them at the disposal of the Monitoring & Evaluation Cell (MEC) through cheque in favor of Deputy Director (MEC) P&D Department (Annexure-36).

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management failed to deduct an amount of Rs 257.016 million (1% of total released budget) on account of "Third Party Monitoring Charges" from their releases (capital and revenue) and place them at the disposal of the Monitoring & Evaluation Cell (MEC) through cheque in favor of Deputy Director (MEC) P&D Department. Due to non-deduction of prescribed percentage of budget, due third-party monitoring was not carried and quality of work could not be ascertained, as detailed below:

					[Rs. in Million]
Sr. No.	Name of Entity	Description	AIR Para	Released Budget	1% of Budget
1	PD, Local Government Projects Hyderabad	Third Party Monitoring Charges 1% of Budget	10	13,554.710	135.547
2	PD, Local Government Projects Karachi		12	12,146.915	121.469
Total				25,701.625	257.016

Audit was of the view that due to non-deducting of due ratio of amount from released budget third party monitoring could not be performed which indicated poor management and weak internal controls.

The matter was reported to the management during August and October, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks clarification in the matter.

1.5.5.11 Non-maintenance of stock registers - Rs 5.584 million

According to Rule-25(1) of Sindh Local Councils (Accounts) Rules, 1983, “Every officer or servant of the Council in charge of stocks of articles or materials kept for issue other than stamps shall maintain a stock register (in Form No. 16) in which shall be entered every transaction effecting such stocks and separate pages of the register shall be assigned to different classes of stocks.”

During the audit of following offices of Local Government Department, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an expenditure of Rs 5.584 million on the purchase of stationery and miscellaneous items but did not maintain stock registers, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F. Y.	Amount
1	Municipal Training and Research Institute (MTRI), Karachi	6	2022-23	0.165
2	Secretary, Local Government Housing & Town Planning Department	6	2023-24	3.534
3	Sindh Solid Waste Management Board, Karachi	27		0.968
4	Sindh Master Plan Authority, Karachi	30		0.917
Total				5.584

Audit was of the view that non-maintenance of stock register indicated weak internal controls, besides misuse of funds as well as procured items could not be ruled out.

The matter was reported to the management from March to October, 2024. The management of Secretary, Local Government Housing & Town Planning Department, Karachi replied that the stock register on account of purchase of computer stationery was maintained. The reply was not tenable as stock registers were not maintained as per prescribed format, whereas no reply was received from other offices. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends that stock register should be maintained on the prescribed format.

Note: The issue was reported earlier also in Audit Report for Audit Year 2023-24 vide para number 1.5.6.8 with financial impact of Rs 4.474 million. Recurrence of same irregularity is a matter of serious concern.

1.5.5.12 Non-maintenance of measurement books - Rs 538.728 million

According to Rule 160 of Sindh Financial Rules Volume-I & II, “Works done otherwise than on a lump sum contract, and supplies made, by a contractor, should, unless impracticable, be measured (weighted or counted) before payment therefore is made. The details of measurements made should be systematically recorded in a book, called the measurement book. The pages of books should be machine numbered, and no page may be torn out, nor any entry erased or effaced so as to be illegible. All corrections must be duly attested by a responsible Government Servant”.

During the audit of Sindh Solid Waste Management Board, Karachi, for the financial year 2023-24, it was observed that the management paid an amount of Rs 538.728 million to M/s Hangzhou Jinjiang, District Malir on account of different operation & maintenance works performed by them without recording details of measurements of the works in prescribed measurement books and mentioning the same on running bills proceeded for the payment made to concerned contractor, as detailed below:

[Rs. in Million]				
Sr. No.	Bill No	Month	AIR Para	Amount
1	68 th Running bill	September-2023	16	187.089
2	73 rd Running bill	December-2023		184.126
3	74 th Running bill	January-2024		167.513
Total				538.728

Audit was of the view that payment of work without recording of detail measurements was irregular which indicated poor management and weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

1.5.5.13 Non-constitution of Board/ Governing Body

According to Section- 4(1) of Sindh Building Control Ordinance, 1979, “Government may by notification, appoint anybody corporate or council or any department of such body corporate or council, or any Government department or functionary or any organization to act as Authority for such area as may be specified in notification.

According to Section 3 (1) of Sindh Solid Waste Management Board Act, 2021, Government may, by notification in the official gazette, establish a Board called the Sindh Solid Waste Management Board at every Divisional Headquarters viz. Karachi, Hyderabad, Mirpurkhas, Sukkur, Shaheed Benazirabad and Larkana in accordance with the provisions of this Act.

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management failed to constitute Board/Governing Body despite lapse of considerable time in violation of above clauses. Due to non-constitution of board/governing body, the management could not make such decisions which required permission of the board/governing body, as detailed below:

Sr. No.	Name of Office	AIR Para	Description
1	Sindh Building Control Authority, Karachi	21	Board / Governing Body
2	Sindh Master Plan Authority, Karachi	11	
3	Sindh Solid Waste Management Board, Karachi	1	Divisional Board

Audit was of the view that due to non-constitution of board important decisions could not be made.

The matter was reported to the management from August to November, 2024. The management of the Sindh Master Plan Authority, Karachi, replied that the Board and Governing Body could only be constituted after the passage of the proposed Sindh Master Plan Act-2020, which is still pending. Reply provided by the management pointed a serious matter that despite lapse of considerable time the Authority has been working without any Act, which was a matter of serious concern, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

1.5.5.14 Unauthorized retention of Government vehicles

According to Rule 11 of Staff Car Rules, 1980 (amended up to 2001), duly adopted by GoS, “A staff car belonging to an attached department or a subordinate office of a division shall not be used by the administrative department except (as provided) under Rule 10 and every department of office shall be responsible for any mis-use or irregularity committed in this behalf”.

During the audit of following offices of Local Government Department, for the financial years 2022-23 and 2023-24, it was observed that the management did not recover official vehicles unauthorizedly retained by various transferred out officers/officials and KMC, as detailed below:

Sr. No.	Name of Office	AIR Para	F. Y	Description	Vehicle No. & Model/Make
1	Municipal Training and Research Institute, Karachi	5	2022-23	Ex-Principal	GP-6121, Suzuki Cultus – 2009
2	Sindh Solid Waste Management Board, Karachi	26	2023-24	Ex-Executive Director OPS	-----
3	Sindh Building Control Authority, Karachi	7		Ex-Minister Local Government Department	GS-5492, Toyota Hilux Vigo -2008 BH-0285, Toyota Fortuner
				Media Consultant, Local Government Department	GL-2244, Honda City – 2008
				Ex-Director General SBICA	GL-0270, Suzuki Khyber – 1992
				KMC	GL-7341, Suzuki Cultus – 2005
					GL-7140, Suzuki Mehran – 2003

Audit was of the view that unauthorized retention of official vehicles by transferred out officers/officials and KMC resulted into misuse of official vehicles at the cost of public exchequer.

The matter was reported to the management from March to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

1.5.5.15 Irregular Issuance of layout plan of 2 acres for commercial purpose

Rule 3-2.2.1 of Karachi Building & Town Planning Regulation-2002 Regulations, stipulates that the owner shall submit two sets of all documents relating to the plot together including allotment order/ transfer order/mutation order/lease/extract as the case may be with a letter from the concerned Authority confirming the title/land use physically fresh demarcated/dimension of the plot along with the existence of any road widening/cut line reservation. In case of company or firm, the registered power of attorney in the name of builder shall be required in case of public sale project.

During the audit of Sindh Master Plan Authority, Karachi, for the financial year 2023-24, it was observed that the management violated procedural rules by issuing a No Objection Certificate (NOC) for the layout plan of land in Sector 38-A, Scheme 33, District East, Karachi, without consulting the Karachi Water and Sewerage Corporation (KW&SC). Since the main conduit was in close proximity to the layout, the management was obligated to seek any reservations or input from KW&SC before proceeding with the NOC issuance. Failing to do so represents a breach of the established process, potentially leading to infrastructural or environmental issues if the conduit is impacted. The following irregularities were also observed:

- i. Original verified letters from Mukhtiarkar and Additional Commissioner-1, District East were not found with the record.
- ii. There was unverified power of attorney.
- iii. Undertaking was unsigned.

Audit was of the view that issuing the No Objection Certificate (NOC) without seeking input / reservation from Karachi Water and Sewerage Corporation (KW&SC) about the nearby main conduit could result in the water board's property being encroached upon which could lead to loss of government property and problems in smooth supply of water.

The matter was reported to the management in October 2024. The management replied that the NOC was issued after careful assessment of available documentation related to the property, including allotment and lease records. Additionally, the power of attorney submitted by the applicant was not formally verified prior to approval, and an undertaking required by regulatory guidelines was left unsigned. These lapses reflect administrative shortcomings in ensuring the completion and verification of mandatory documentation prior to the NOCs issuance which have not been attached for verification. Reply was not tenable as no documentary evidence in support of reply was provided. The

PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Para: 3]

1.5.6 HR/Employees related irregularities

1.5.6.1 Irregular appointment of employees on daily wages - Rs 4.955 million

In compliance of Honorable Supreme Court of Pakistan in Human Rights case No. 104/92, Local Government Department issued directives vide letter No.SO-V(LG) 5(69)/2009/29-06-2010 that even an appointment on adhoc basis cannot be made without publication and proper advertisement.

Further, Rule 8(2) of Sindh Local Councils Employees (Service) Rules 2017, stipulates that initial appointment to the posts in all basic scales not falling within the purview of SPSC, shall be made on the recommendations of the Selection Committee on the basis of interview or test to be held by the Selection Committee after the vacancies have been advertised in leading newspapers in Urdu, Sindhi and English Languages.

During the audit of Sindh Building Control Authority, Karachi, for the financial year 2023-24, it was observed that the management appointed 65 employees on daily wages without observing prescribed procedure and incurred an expenditure of Rs 4.955 million on the wages. Further, approval from administrative department was also not obtained. Detail is at **Annex-LGD15**.

Audit was of the view that appointment of employees on daily wages without following prescribed procedure was violation of the rules and Local Government orders which indicated weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on person (s) at fault.

[AIR Para: 2]

1.5.6.2 Unauthorized payment of various allowances - Rs 109.141 million

Finance Department, Government of Sindh vide O.M No.FD (SR-III)-5-145/2012, dated 02-03-2012, allowed grant of utility allowance w.e.f. 01-01-2012 to regular employees of Sindh Civil Secretariat and Provincial Assembly Sindh.

As per Government of Sindh S&GAD Notification No.PA-DS(G)/41133/76 dated 27-07-1977 and No. SO (INSP) S&GAD VI (3) /79 dated 20-07-1979, “The conveyance allowance is an allowance paid to employees to enable them to reach the office. The conveyance allowance is not required to be paid to those officers, who have been provided with government transport facilities and / or have gone on vacations.”

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 109.141 million on account of payment of various allowances to the employees without approval from competent authority/entitlement, as detailed below:

[Rs. in Million]					
Sr. No.	Name of Office	AIR Para	Detail of Allowance	Violation	Amount
1	Sindh Building Control Authority, Karachi	8	Utility allowance	Without entitlement	108.961
2	Secretary, Local Government Department & Housing Town Planning, Karachi	2	Conveyance allowance	Already availing the facility of government vehicles	0.180
Total					109.141

Audit was of the view that payment of various allowances to the employees without approval/entitlement was unauthorized which indicated poor financial management and weak internal controls.

The matter was reported to the management during October and November, 2024. The management of the Secretary, Local Government & Housing Town Planning Department, Sindh, Karachi replied that the conveyance allowance of two officers has been stopped, and an amount of Rs 0.075 million has been recovered. Reply was not tenable as the management failed to provide documentary evidence in support of reply, whereas no reply was received from Sindh Building Control Authority. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends that the internal controls be strengthened to control unauthorized payments of allowances and same may be discontinued and recovery be effected.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 1.5.2.1, 1.5.2.2, 1.5.2.1, 1.5.3.3, 1.2.2.5 and 1.2.3.6 & 1.2.3.14 with financial impact of Rs 222.882 million, Rs 108.061 million, Rs 118.260 million, Rs 165.411 million, Rs 437.552 million, and Rs 172.380 million & Rs 24.181 million respectively. Recurrence of same irregularity is a matter of serious concern.

1.5.7 Non-production of record

1.5.7.1 Non-production of record

Section 14 (2) and (3) of the Auditor-General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, provides as under:

- “(2) The officer in-charge of any office or department shall afford all facilities and provide record audit inspection and comply with requests for information in as complete a form as possible and with reasonable expedition.
- (3) Any person or authority hindering the auditorial functions of the Auditor-General regarding inspection of accounts shall be subject to disciplinary action under Efficiency and Discipline Rules”.

During the audit of following offices of Local Government Department, for the financial year 2023-24, it was observed that the management did not produce auditable record pertaining to establishment, development, contingency, revenue and various registers etc., involving minimum financial impact of Rs 156.772 million for audit scrutiny. Detail is at **Annex-LGD16**.

[Rs. in Million]			
Sr. No.	Name of Office	AIR Para	Amount
1	Special Secretary, Technical Wing, LGD	3	156.772
2	Sindh Master Plan Authority, Karachi	1	-
3	Sindh Building Control Authority, Karachi	1	-
Total			156.772

Audit was of view that non-production of record was a serious lapse on the part of management which caused hindrance in performance of the functions of audit, besides, authenticity of the related transactions could not be ascertained.

The matter was reported to the management from August to November, 2024. The management of the Technical Wing, Local Government Department Sindh, Karachi, replied that the office is only responsible for monitoring and evaluation of ADP schemes however, the requisite record is maintained by DDO of each Project Director. Reply was not tenable as the management failed to make efforts for getting the requisite record from concerned PDs for audit scrutiny and documentary evidence in support of reply. Management of Sindh Master Plan Authority, Karachi, replied that the requisitioned record could not be fully furnished during the audit, however, the same is ready and can be audited at any time. Reply was not tenable as the management failed to provide requisite record, whereas no reply was received from Sindh Building Control Authority, Karachi. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter and fixing responsibility on the person (s) at fault for non-provision of record.

Note: The issue was reported earlier also in Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 1.5.1.1, 1.5.1.1, 1.5.1.1, 1.5.2.1, 1.2.1.1, and 1.2.2.1 with financial impact of Rs 1,025.649 million, Rs 1,095.331 million, Rs 1,267.305 million, Rs 6,055.360 million, Rs 45.255 million, and Rs 44,774.942 million respectively. Recurrence of same irregularity is a matter of serious concern.

Chapter-2

Karachi Metropolitan Corporation



Karachi Water & Sewerage Corporation



Chapter-2: KMC and KW&SC

2.1 Introduction

i. Karachi Metropolitan Corporation

Karachi has three tiers of Local Government system comprising of Karachi Metropolitan Corporation, Town Municipal Corporations and Union Committees. Following are the functions to be performed exclusively by Karachi Metropolitan Corporation.

- i. Planning development and maintenance of Inter-district roads, bridges, street lights and storm water drains.
- ii. Special Development Programs.
- iii. Coordination, monitoring and supervision of all inter-district development / maintenance work.
- iv. Maintenance of Abattoirs and Cattle Colonies to be specified by Government.
- v. Medical College and Teaching/Specialized Hospitals, e.g., Karachi Medical and Dental College, Abbasi Shaheed Hospital, Sobhraj Maternity Home, Sarfraz Shaheed Hospital, Spencer's Eye Hospital and Leprosy Hospital.
- vi. Zoological Gardens, Safari Park, Aquarium, Sports Complex and Beaches.
- vii. Art Gallery, Museum and Metropolitan Library.
- viii. Municipal Watch and Ward.
- ix. Fire Fighting Service.
- x. Civil Defense.
- xi. Traffic Engineering.
- xii. Control of Land owned by Metropolitan Corporation and Removal of Encroachments from the properties owned
- xiii. Celebration of National Days.
- xiv. Reception of Foreign dignitaries/distinguished guests.
- xv. Providing protection against stray animals and animal trespass, and establishing cattle pounds; and
- xvi. Regulation or prohibition of the establishment of brick kilns, potteries and other kilns within the residential areas.

Activities of KMC are managed through offices of Mayor and Senior Directors under Sindh Local Government Act, 2013. Each group of offices consists of a Senior Director. The Senior Director, by means of a standing order, distributes the work amongst

the officers, branches, or sections of each office. Following is the list of departments which manage the activities of KMC.

1. Mayor	2. Senior Director (FA)
3. Senior Director (Law)	4. Senior Director (IT)
5. Senior Director (MUCT)	6. Senior Director (Veterinary)
7. Senior Director (E&IP)	8. Senior Director (MS)
9. Senior Director, Health Services	10. Senior Director (SP)
11. Director General (P&H)	12. Director General (TS)
13. Municipal Commissioner	14. Senior Director (HRM)

ii. Karachi Water & Sewerage Corporation

The Government enacted the Sindh Local Government (Amendment) Ordinance, 1983 leading to creation of the Karachi Water & Sewerage Board within KMC. In 1996, a new Act called the Karachi Water & Sewerage Board Act, 1996 was enforced. Under this Act, the Karachi Water & Sewerage Board was separated from KMC and the annual budget is approved by the Government. The Karachi Water Sewerage Board Act, 1996 has been repealed by Karachi Water & Sewerage Corporation Act, 2023.

The legal frame-work, functions, delegation of powers as well as financial guidelines are provided in the Karachi Water & Sewerage Corporation Act, 2023. The functions of Karachi Water & Sewerage Corporation are as follows:

- (i) sanction in the manner and on payment of fees as may be prescribed by regulations:
 - (a) water connection
 - (b) water supply to tankers and
 - (c) sewerage connection
- (ii) levy, collect or recover rates, charges of fees for water supply and sewerage service, including arrears thereof
- (iii) undertake construction improvement, maintenance and operation of:
 - (a) water works including wells and recharge facilities for collecting, purifying, pumping, storing and distributing water to all types of consumers.
 - (b) Sewerage works for collecting, pumping, treating and disposing of sewerage and industrial waste,
- (iv) produce and supply potable water
- (v) place, maintain aqueducts, conduits, sewers etc.

The office of Chief Operating Officer, Karachi Water & Sewerage Corporation, Karachi, comprises of five departments, i.e., Planning, Technical Services, Finance, Revenue Resources Generation and Human Resource Development and Administration headed by Deputy Managing Directors. There are Executive Engineers at each divisional level with the supervision of Superintending Engineer at each district under the control of Chief Engineer(s) of Water, Sewerage and Equipment and Machinery.

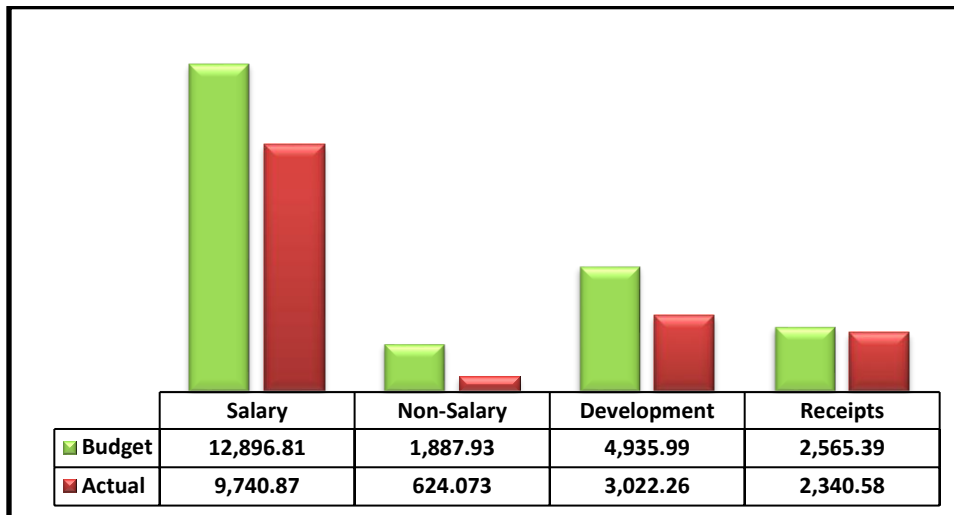
2.2 Comments on Budget and Accounts (Variance Analysis)

i. Budget of Karachi Metropolitan Corporation

[Rs. in Million]

Karachi Metropolitan Corporation	Particulars	Budget	Actual	Excess (+) Savings (-)
	Salary	12,896.810	9,740.866	-3,155.943
	Non-Salary	1,887.925	624.073	-1,263.852
	Development	4,935.994	3,022.257	-1,913.737
	Total Expenditure	19,720.728	13,387.196	-6,333.532
	Receipts	2,565.394	2,340.582	-224.812

Source: Budget Book



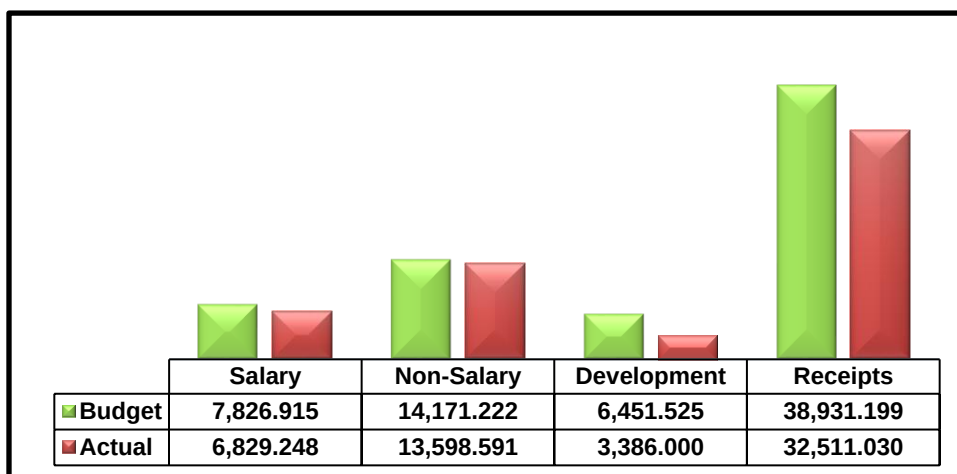
The budgeted expenditure of Karachi Metropolitan Corporation for the financial year 2023-24 was Rs 19,720.728 million, against which the actual expenditure was Rs 13,387.196 million, resulting in saving of Rs 6,333.532 million. The management of KMC was unable to realize the receipts' targets resulting in shortfall of Rs 224.812 million.

ii. Budget of Karachi Water & Sewerage Corporation

[Rs. in Million]

Karachi Water & Sewerage Corporation	Particulars	Budget	Actual	Excess (+) Savings (-)
	Salary	7,826.915	6,829.248	-997.668
	Non-Salary	14,171.222	13,598.591	-572.631
	Development	6,451.525	3,386.000	-3,065.525
	Total Expenditure	28,449.662	23,813.839	-4,635.823
	Receipts	38,931.199	32,511.030	-6,420.169

Source: Budget Book



The budgeted expenditure of Karachi Water & Sewerage Corporation for the financial year 2023-24 was Rs 28,449.662 million, against which the actual expenditure was Rs 23,813.839 million, resulting in savings of Rs 4,635.823 million. The management of KW&SC was unable to realize the receipts targets resulting in shortfall of Rs 6,420.169 million.

Table-: Audit Profile of KMC and KW&SC

[Rs. in Million]

Sr.	Description	Formations		Financial Year 2023-2024	
		Planned	Audited	Expenditure Audited	Revenue / Receipts Audited
1.	Formations	138	77	37,201.035	34,851.612
2.	Assignment Accounts, SDAs (excluding FAP)	-	-	-	-
3.	Authorities/Autonomous Bodies under the PAO	-	-	-	-
4.	Foreign Aided Projects (FAP)	-	03	3,918.107	-

2.3 Classified Summary of Audit Observations

Audit observations amounting to Rs 149,238.629 million were raised in this report during the current audit of KMC and KW&SC. The amount also includes recoveries of Rs 84,351.065 million as pointed out by Audit. Summary of the audit observations classified by nature is as under:

Table: Overview of Audit Observations:

[Rs. in Million]

Sr. No.	Classification	Amount
1	Critical / Core issues	206.784
2	Value of money and service delivery issues	-
3	Procurement related irregularities	13,606.692
4	Recoveries related irregularities	84,351.065
5	Management of Accounts with Commercial Bank related issues	-
6	Other issues - Inaction against the chronic defaulters - Rs 29,445.940 million - Less realization of targeted receipts - Rs 793.904 million - Unauthorized creation of liability - Rs 19,562.496 million - Less-transfer of pension contribution into relevant account - Rs 28.696 million - Non-maintenance of stock registers - Rs 266.538 million - Non-obtaining / deduction of security deposit - Rs 9.319 million	50,393.440
7	HR/Employees related irregularities	680.648
8	Non-Production of Record	-
Total		149,238.629

2.4 Brief comments on the status of compliance with PAC Directives

The audit reports pertaining to following years have been laid before the Provincial Assembly of Sindh under Section 116 of the Sindh Local Government Act, 2013. Detail of paras presented in PAC meetings is reflected hereunder:

Audit Year	No. of Paras	Status of Paras Discussed in PAC Meetings
2011-12	31	1 - Partial
2012-13	28	1 - Partial
2013-14	28	1 - Partial
2014-15	36	-Nil-
2015-16	28	-Nil-
2016-17	51	-Nil-
2017-18	69	-Nil-
2018-19	72	-Nil-

Audit Year	No. of Paras	Status of Paras Discussed in PAC Meetings
2019-20	69	14-Partial
2020-21	16	-Nil-
2021-22	23	-Nil-
2022-23	38	-Nil-
2023-24	53	-Nil-

2.5 Audit Paras

2.5.1 Critical / Core issues

2.5.1.1 Non-issuance of bills to commercial, industrial and bulk consumers

The Standard Operating Procedure No. 4 (IV) (b) of the KW&SB office order No. KW&SB/D.M.D/HRD&A/1020 dated 29th September 2016, states that monthly bills on commercial rates will be issued immediately after execution of water connection and installation of meter. The consumer will install the meter within 2 months of realization of payment in consultation with KW&SB on his own cost. In case, if meter is defective, it shall be replaced at the cost of the consumer under the supervision of KW&SB within one month and the billing for the intervening period will be made on metered average basis. But after two months if meter is not replaced the billing will be made on maximum flow basis as decided by the concerned Water Meter Division.

During the audit of Deputy Managing Director, Revenue Resource Generation, Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management did not issue bills to approximately 2,500 consumers out of 7,790 consumers in various months without recording any reasons. Subsequently, due amount of bills could not be received which resulted in loss of revenue to KW&SC, as detailed below:

Sr. No.	Month	No. of Consumers non-billing	Previous Reading	Present Reading	Remarks
1	Jul-23	2,561	20199728	20214548	No bill issued to commercial, industrial and bulk consumer.
2	Aug-23	2,553	23764549	23805200	
3	Sep-23	2,515	22926011	23019278	
4	Oct-23	2,492	21762736	21769179	
5	Nov-23	2,478	20019246	20025391	
6	Dec-23	2,486	20847491	20848055	
7	Jan-24	2,475	21520850	21534980	
8	Feb-24	2,520	78427601	78430026	
9	Mar-24	2,504	77489673	77327931	
10	Apr-24	2,475	75560169	75568402	
11	May-24	2,511	76680762	76682735	
12	Jun-24	2,556	78355257	78355606	

Audit was of the view that non-issuance of bills to consumers was loss of revenue to KW&SC which indicated poor financial management and weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite

issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends that inquiry may be conducted into the matter for fixing responsibility on the person (s) at fault.

[AIR Para: 12]

2.5.1.2 Payment of sales tax on behalf of the contractors - Rs 7.141 million

Section 9(1) of Sindh Sales Tax on Service Act 2011, stipulates that where a service is taxable by virtue of sub-section (1) of section 3, the liability to pay the tax shall be on the registered person providing the service.

During the audit of Director General, Technical Services, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management awarded various works to the contractors and paid of Rs 134.209 million. However, instead of deduction of Sindh sales tax on services from their bills, the amount of SST @ 5% amounting to Rs 7.141 million was first included in the estimate to make it gross claim and then subsequently the same added amount in the bill was deducted as Sindh sales tax. Thus, the management extended undue favour to the contractors by managing to make the payment of Sindh sales tax from public exchequer.

Audit was of the view that the payment of sales tax on behalf of the contractors was an undue favour extended to the contractors by the management at the cost of public exchequer.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter and fixing responsibility on the person (s) at fault.

[AIR Para: 11]

2.5.1.3 Non-conducting the physical survey of Katchi Abadies

Section 4 (vii-a) of Chapter-III, Notification for declaration of Katchi Abadi, stipulates that the Sindh Katchi Abadies Authority (Regularization, Improvement and

Development) Regulation, 1993, “Physical survey of area” means Physical survey plan showing exact area and boundaries of Katchi Abadies, and to ascertain:

- i. Total number of plots with numbering and their sizes;
- ii. Type and level of services available;
- iii. An occupancy survey of dwelling or housing units in the Katchi Abadi with complete list of occupants residing on or before 23rd March, 1985, and issuance an occupancy survey card to the occupants to freeze further encroachment.

During the audit of Senior Director, Katchi Abadies, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management neither conducted physical survey of areas nor provided approved layout plan for 191 number of Katchi Abadies to ascertain total number of plots with numbering and their sizes; type and level of services available; an occupancy survey of dwelling or plots in the Katchi Abadi with complete list of occupants residing on or before 23rd March, 1985. Detail is as under:

Sr. No.	Name of Town	No. of Abadies
1	Baldia Town	28
2	Site Town	31
3	Liaquatabad Town	37
4	Jamshed Town	07
5	North Nazimabad Town	16
6	Saddar Town	13
7	Gulshan & Jamshed-II Town	21
8	Landhi Town	11
9	Korangi Town	04
10	Gulberg Town	07
11	Shah Faisal Town	03
12	Bin Qasim Town	03
13	North Karachi Town	01
14	Malir Town	05
15	Keamari Town	03
16	Gadap Town	01
Total No. of Abadies		191

Audit was of the view that due to non-conducting of physical survey of Katchi Abadies total number of occupants could not be verified which indicated poor management and weak internal controls.

The matter was reported to the management in September 2024. The management relied that physical survey of Katchi Abadies has been conducted which contains Number

of Plots and Size of each Plot. Reply was not tenable as management failed to mention the remaining required details in the report as per Katchi Abadies regulation like Type and level of services available, list of occupants residing on or before 23rd March, 1985, and issuance of occupancy survey cards to the occupants. Further, approved layout plan for 191 number of Katchi Abadies was also not provided. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends that physical survey of katchi abadies be conducted and report containing all the required information be submitted, besides fixing responsibility on person(s) at fault.

[AIR Para: 2]

2.5.1.4 Supply of water without using membrane the essential item of water purification - Rs 188.802 million

According to the Article (6) of an agreement made between Contractor and Karachi Water & Sewerage Board, “Payment shall be made on monthly basis subject to the production of product water as per WHO standards. The payments viz supply and installation of Major spares, i.e., Multimedia Filter, Membranes, High Pressure Pumps, Feed Pump and construction of New Tube well and Rehabilitation of Existing Tube Wells are subject to production of 50% portable water of that amount”.

During the audit of Project Director, Reverse Osmosis & Desalination Plants, Lyari & Keamari, Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was noted that Rs 188.802 million was paid to M/s Watsun Engineering Solution for water supply. However, the water was supplied without the use of membranes, a critical component of the Reverse Osmosis (RO) filtration process. This omission compromised water quality and posed a potential risk to public health. Detail is as under:

[Rs. in Million]

[RS. in Million]					
Sr. No.	Name of Work	Name of Contractor	AIR Para	R.A Bill No	Gross Amount of Bill for Supply of Water without using Membranes
1	Operation & maintenance/ improvement 1 MGD RO Plant of Zone B in Lyari Town	M/s Watsun Engineering Solutions	03	12	60.529
2				13	59.429
3				14	68.844
Total					188.802

Audit was of the view that payment to the contractor for supply of water without using membrane the essential item of water purification was unjustified which indicated poor management and weak internal controls.

The matter was reported to the management in September 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault, besides taking remedial measures.

2.5.1.5 Irregular sanction of new water connections - Rs 10.841 million

The Standard Operating Procedure No. 6 (b) of the KW&SB Office Order No. KW&SB/D.M.D/HRD&A/1020 dated 29th September 2016, states that two connections will not be allowed from one source at a time to one premises since these attempts are made to save the water charges for double the size of connection, which are higher than the cost of two connection of lower size.

During the audit of Deputy Managing Director, Revenue Resource Generation, Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management sanctioned water connections amounting to Rs 10.841 million to one premises already having three water connections, in violation of departmental instructions, as detailed below:

[Rs. in Million]						
Sr. No.	Size of Water Connection Sanctioned & Source	Project Name	Sanction Order	Payment Date	Already Existing Water Connections at the same Address	Water Amount Rate
1	Name of Applicant: Mr. Adnan Kalani					
	Address: Plot No. L-15/1 Block-21 F.B. Industrial Area Karachi					
	02.00" dia from 08" Dia	Adnan Apparel	R-713 Dir. No. 834 15/11/2023	06/11/2023	1" - 2" & 3"	3.219
2	Name of Applicant: MR. Abdul Bari Khan					
	Address: Plot No. 76 Sector-31/5 opposite Dar-u-salam Society Korangi Crossing Karachi					
	03.00" dia from 33" Dia	M/S INDUS HOSPITAL	B-264 Dir. No. 1082 08/03/2024	03/03/2024	1" - 1.5" & 3"	7.621
Total						10.841

Audit was of the view that sanctioning of four connections for single premises was irregular which indicated weak internal controls.

The matter was reported to the management in August 2024. The management replied that connection was issued for drinking purpose and sewerage charges has also been recovered. Reply was not tenable as management issued connection in violation of rules. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

[AIR Para: 5]

2.5.1.6 Decline in Development Expenditure

As per Rule 72 of Chapter-VI of Sindh Local Government Act, 2013, “A Council shall, subject to rules and direction given by Government and within the limits of funds and its disposal, undertake all or any of the functions, i.e., Planning Development and maintenance of roads, bridges, street lights, storm water drains and special development program, given in Part-I of Schedule-II, in the case of a Corporation.

During the audit of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, it was observed that there was a significant decrease in the development expenditure in the KMC and KW&SC over the past fiscal years. The total development expenditure for the year 2023-24 was only 23% and 11% of the total expenditure as compared to the 37% and 19% in year 2022-23 respectively, impacting ongoing and planned development projects. Detail is as under:

[Rs. in Million]		
Components	2022-23	2023-24
Karachi Metropolitan Corporation		
Total Expenditure	10,497.035	13,387.196
Development Expenditure	3,867.125	3,022.256
% of Dev. Exp. to Total Exp.	37%	23%
Karachi Water & Sewerage Corporation		
Total Expenditure	27,186.180	27,449.662
Development Expenditure	5,226.646	3,065.525
% of Dev. Exp. to total expenditure	19%	11%

Audit was of the view that decline of development expenditure showed lack of interest of the management for development projects due to which general public was deprived of various facilities.

Audit seeks justification in the matter.

2.5.2 Value for money and service delivery issues

2.5.2.1 Non-functioning of X-ray department and hospital equipment

Para 13.1 of Sindh Service Delivery Standards for Hospitals established by Sindh Health Care Commission, Karachi stipulates that radiology services are managed and organized to provide safe and efficient care for patients and support to clinical specialties.

Para 21.14 of Sindh Service Delivery Standards for Hospitals established by Sindh Health Care Commission, Karachi, stipulates that the regular and routine checks of equipment (equipment audit) are carried out in accordance with the operational manual, maintenance contract and/or a history sheet of the equipment by the store in-charge.

During the audit of following hospitals of Karachi Metropolitan Corporation, for the financial years 2022-23 and 2023-24, it was observed that X-ray department and essential hospital machinery and equipment (X-Ray, Laboratory, ECG, ultrasound machines, etc.) were lying non-functional. Resultantly, the general public was deprived of basic medical services. Detail at **Annex-KHI1**.

Sr. No.	Name of Entity	F. Y	AIR Para	Detail
1	Medical Superintendent, Sobhraj Maternity Hospital	2022-23	7	Machine and equipment
			9	X-ray department
2	Medical Superintendent, Spencer Eye Hospital	2023-24	7	Machine and equipment
3	MS Landhi Medical Complex		7	Non-functioning of equipment
4	MS Sobhraj Maternity Hospital		9	Non-repairing of hospital equipment

Audit was of the view that non-functioning of X-ray department and hospital equipment since long indicated lethargic attitude of management towards service delivery.

The matter was reported to the management during May and September, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends that the management should take steps to make the X-Ray Department and hospital equipment functional on priority basis.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2018-19 vide para numbers 2.5.6.2 and 1.2.3.97 respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.2.2 Non-functioning of School of Nursing in Hospital

Para 21.14 of Sindh Service Delivery Standards for Hospitals established by Sindh Health Care Commission, Karachi, stipulates that the regular and routine checks of equipment (equipment audit) are carried out in accordance with the operational manual, maintenance contract and/or a history sheet of the equipment by the store in-charge.

During the audit of Medical Superintendent, Abbasi Shaheed Hospital, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the hospital had a nursing school which had been established for providing nursing education. But the management failed to offer new admissions in the nursing program after 2018 despite incurrance of huge expenditure on the establishment of nursing school. Resultantly, a number of prospective students were deprived of nursing education.

Audit was of the view that due to non-function of the nursing school, new admissions of medical professionals could not be offered which deprived the prospective students from availing nursing education.

The matter was reported to the management in October 2024. The management replied that general nursing diploma was stopped and no batch is inducted after 2018 because it required infrastructure for the school. Reply was not tenable as management failed to make serious efforts for making the nursing school functional. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends the nursing school be made functional on priority basis.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2018-19 vide para numbers 2.5.6.2 and 1.2.3.97 respectively. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 20]

2.5.3 Procurement related irregularities

2.5.3.1 Irregular award of works to the contractors who offered higher bids Rs 376.187 million

As per Rule 46(2)(j) of Sindh Public Procurement Rules 2010, save as otherwise provided in these rules, the following procedure shall be permissible for open competitive bidding, bid found to be the lowest evaluated or best evaluated bid shall be accepted.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management awarded works of Rs 376.187 million to different contractors who quoted higher bid rather than awarding the same to who quoted lowest bids of Rs 331.011 million. This showed that undue favor was extended to the contractors which resulted into loss of Rs 45.176 million to Government exchequer, in violation of above rules. Detail is at **Annex-KHI2**.

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	Managing Director, ADP Schemes (Chief Engineer, Water, ADP Schemes)	23	232.943
2	Managing Director, ADP Schemes (Chief Engineer, Sewerage, ADP Schemes)	44	123.268
3	Senior Director, Municipal Services, KMC	12	19.976
Total			376.187

Audit was of the view that undue favor was extended to the contractors by awarding works to those contractors who quoted higher bids, which reflected poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2022-23 and 2019-20 vide para numbers 2.5.3.9 and 1.2.2.46 having financial impact of Rs 30.378 million and Rs 56.020 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.2 Unauthorized technical sanction beyond powers - Rs 877.390 million

The Karachi Water & Sewerage Board in exercise of its powers set out limits of power of Technical Sanction vide Resolution No.02 dated 03-06-1991 for original/repairs/maintenance (works) for different authorities as follows:

To Whom Delegated	Extent of Power
DMD (Tech. Services):	Upto Rs. 2.0 million
Dir. BT/WD/Sew/E&M:	Upto Rs. 1.0 million

To Whom Delegated	Extent of Power
Dy. Chief Engineer:	Upto Rs. 0.05 million
Supt. Engineer:	Upto Rs. 0.20 million
Executive Engineer:	Upto Rs. 0.05 million

Further, Karachi Water & Sewerage Board Act, 1996 APPENDIX “A”, stipulates that the MD of the Board shall have full powers in terms of Technical Sanction of works.

During the audit of following offices of Karachi Water & Sewerage Corporation, for the financial years 2018-19 to 2023-24, it was observed that the technical sanctions of various development/ repair and maintenance works amounting to Rs 877.390 million were granted by the Superintending Engineer/XEN and Chief Engineer beyond delegated powers, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	F.Y.	Amount
1	Executive Engineer Haleji Division	1	2018-23	25.901
2	Executive Engineer Water Scheme – 33	3		24.166
3	Chief Engineer Bulk Transmission and Distribution	5	2021-23	29.034
4	Resident Engineer North East Karachi (NEK) Old	1	2022-23	5.023
5	Executive Engineer Water Baldia Town	1		7.572
6	Executive Engineer Sewerage Baldia Town	1		9.007
7	Executive Engineer Water Bin Qasim Town	2		7.855
8	Executive Engineer Water Korangi Town/ Model Zone	7		5.071
9	Executive Engineer Sewerage Korangi Town/ Model Zone	5		22.903
10	Executive Engineer Sewerage Korangi Town/ Model Zone	14		17.413
11	Executive Engineer Water Landhi Town	1		6.888
12	Resident Engineer, Hub Filter Plant	1		7.083
13	Managing Director, ADP Schemes	12	2023-24	106.133
14	Managing Director, ADP Schemes	33		332.976
15	Managing Director, ADP Schemes	43		168.992
16	Resident Engineer, Dhabeji Division (Pumping)	1		30.804
17	EE Water Gulshan e Iqbal Town	8		19.324
18	EE Sewerage Gulshan e Iqbal Town	8		29.033
19	Executive Engineer Water Saddar Town	6		22.212
Total				877.390

Audit was of the view that grant of technical sanctions by the Superintending Engineer and Chief Engineer beyond delegated powers indicated poor management and weak internal controls.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2019-20, vide para numbers 2.5.3.14, 2.5.3.6 and 1.2.2.77 having financial impact of Rs 55.890 million, Rs 183.334 million, Rs 2.762 million and Rs 48.085 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.3 Irregular release of performance security before completion of scheme Rs 126.445 million

Rule (3), Part-II of Sindh Public Procurement Rules 2010 (Amended 2019), stipulates that validity of performance security shall extend at least ninety days beyond the date of completion of contract to cover defects liability period or maintenance period subject to final acceptance by the procuring agency.

During the audit of Project Director, 65 MGD, ADP Schemes, Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management granted undue favor to a contractor by releasing a bank guarantee amounting to Rs 126.445 million vide letter No. DAO/65(MGD)/KW&SC/2024/141 dated 12-02-2024, despite the fact that the work was still in the progress at that time. Detail is as under:

[Rs. in Million]						
Name of Scheme	Contractor Name	AIR Para	W.O. No & Date	Cost of Scheme	Bank Guarantee @ 5%	Status as on 30.6.2024
Laying of 72" dia Mild steel pipe rising main from Gharo Pumping Station to High point (Forebay) under Additional 65 MGD, Water Supply Scheme from Haleji to Pipri Karachi (Package-3)	Haji Sirajuddin Soomro	01	1410/08-06-2018	2,528.894	126.445	Work in progress 16.50% completion (work executed Rs 395.322 million)

Audit was of the view that release of bank guarantee, for the ongoing scheme was the violation of rules and tantamount to putting the government interest on risk.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite

issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

2.5.3.4 Irregular award of works to the contractors without rate analysis Rs 595.201 million

Rule 48 of Sindh Public Procurement Rules, 2010, stipulates that in case of submission of only one bid, the bidding process may be considered valid, if the bid was advertised in accordance with rules, and prices are comparable to PC-I cost or financial estimates or the prices or rates of the last awarded contract or the market prices.

During the audit of following offices of Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management awarded 12 different contracts amounting to Rs 595.201 million to various contractors for desilting and winching of nallas of all districts of Karachi city and improvement of lighting system at different areas. In these all 12 contracts the management has shown to have submitted only single bid. Subsequently, the works were awarded to the contractors without carrying the rate analysis of submitted bids with estimated costs/last awarded contract amount or the market price, in violation of rule. Detail is at **Annex-KHI3**.

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	Senior Director, Municipal Services, KMC	4	568.121
2	Director General, Technical Services, KMC	4	27.080
Total			595.201

Audit was of the view that award of contracts on single bids without carrying the market analysis was violation of rule. Further, collusion of the management and the contractors could not be ruled out.

The matter was reported to the management during October and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2019-20 vide para number 1.2.2.42 having financial impact of Rs 103.046 million. Recurrence of same irregularity is a matter of serious concern.

2.5.3.5 Execution of schemes without approval of PC-I from competent forum Rs 1,064.626 million

Guideline No. 2.22 of Sindh Public Procurement Regulatory Authority Guidelines 2013, stipulates that PC-I & PC-II of the schemes/projects prepared by the administrative department is required to be placed before the Development Working Party /committee according to the cost /competency of the forum as enumerated below:

Sr. No.	Competent Forum	Cost of Scheme Up to
1	District Development Working Committee (DDWC)	20 million
2	Departmental Development Working Party (DDWP)	40 million
3	Provincial Development Working Party (PDWP)	50 million
4	Central Development Working Party (CDWP)	One Billion
5	Executive Committee of the National Economic Council (ECNEC) after Clearance from CDWP	Above One Billion

During the audit of following offices of Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management awarded various works amounting to Rs 1,064.626 million regarding desilting and winching of nalla of all District of Karachi City without approval of competent forum in violation of SPPRA regulations, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	Senior Director, Municipal Services	2	716.446
2	Director General Technical Services (TS)	2	328.180
3	Director General Parks & Horticulture	8	20.000
Total			1,064.626

Audit was of the view that execution of schemes without obtaining approval from the competent forum was violation of SPPRA regulations which indicated weak internal controls.

The matter was reported to the management during October and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2019-20 vide para number 1.2.2.20 having financial impact of Rs 7,127.500 million. Recurrence of same irregularity is a matter of serious concern.

2.5.3.6 Irregular expenditure beyond the sanctioned estimates - Rs 20.066 million

According to Delegation of Powers of Karachi Water & Sewerage Board issued in 1991, “For sanction of the amount in excess of the sanctioned estimate (Works): Upto 3%, DMD (Tech. Services) is authorized. In addition, Karachi Water & Sewerage Board Act, 1996 “Appendix “A”, Managing Director of the Board is authorized for sanction of the amount in excess of the sanctioned estimate in respect of all works upto 5% and Chairman upto 10%”.

Further, Section 7 (v) Chapter-V of Karachi Water & Sewerage Board Act, 1996, stipulates that the Board shall have full financial powers within the budget grant.

During the audit of following offices of Karachi Water & Sewerage Corporation, for the financial years 2018-19 to 2023-24, it was observed that the management awarded contracts of Rs 135.396 million with the approval of Managing Director, KW&SB against sanctioned estimates of Rs 115.433 million. Thus, approval of amount in excess of the sanctioned estimate by Managing Director beyond his powers ranging from 6.31% to 20% resulted into irregular expenditure of Rs 20.066 million, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	F. Y.	Amount
1	Executive Engineer Haleji Division	4	2018-23	2.545
2	Executive Engineer Water Baldia Town	4	2022-23	0.869
3	Executive Engineer Sewerage Baldia Town	3		1.035
4	Executive Engineer Sewerage Korangi Town/ Model Zone	13		3.692
5	Resident Engineer, Hub Filter Plant	3		0.212
6	EE Water Lyari Town	4	2023-24	2.623
7	EE Sewerage Lyari Town	4		5.275
8	EE Water Gulshan e Iqbal Town	5		1.235
9	EE Sewerage Gulshan e Iqbal Town	4		2.580
Total				20.066

Audit was of the view that expenditure in excess of sanctioned estimates without approval of the competent forum was irregular which indicated poor financial management and weak internal controls.

The matter was reported to the management from March to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2021-22 vide para numbers 2.5.3.3, 2.5.3.5 and 2.5.3.1 having financial impact of Rs 95.910 million, Rs 81.911 million and Rs 229.640 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.7 Irregular award of works beyond delegated powers - Rs 359.275 million

According to Delegation of Powers of Karachi Water & Sewerage Board issued in 1991, for “Sanction and acceptance of tenders for works by contract” is as follows:

Nature of Power	Extent of Power
Sanction and acceptance of Tenders for works by contract	Upto Rs 25.00 Lacs by Managing Director Upto Rs 50.00 Lacs by Chairman

Further, Section 7 (v) Chapter-V of Karachi Water & Sewerage Board Act, 1996, stipulates that the Board shall have full financial powers within the budget grant.

During the audit of following offices of Karachi Water and Sewerage Corporation, for the financial years 2022-23 and 2023-24, it was observed that the management awarded works of Rs 359.275 million to contractors with the approval of Managing Director instead of Board in violation of delegated powers, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	F.Y.	Amount
1	Chief Engineer (E&M)	7	2022-23	200.000
2	EE Water Lyari Town	3	2023-24	26.103
3	EE Sewerage Lyari Town	3		36.833
4	EE Water Gulshan e Iqbal Town	4		19.080
5	EE Sewerage Gulshan e Iqbal Town	3		56.478
6	Executive Engineer Water Saddar Town	3		20.781
Total				359.275

Audit was of the view that award of the works by Managing Director beyond delegated powers indicated weak internal controls.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the

report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2022-23 vide para numbers 2.5.3.1 and 2.5.3.7 having financial impact of Rs 1,152.733 million and Rs 154.633 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.8 Irregular award of works to various contractors - Rs 383.480 million

Rule 17(1), Part-II of Sindh Public Procurement Rules 2010, stipulates that the procurements over three/five hundred thousand rupees and up to two/three million rupees shall be advertised by timely notifications on the Authority's website and may in print media in the manner and format prescribed in these rules.

Further, Rule 2(1)(r), Part-I *ibid*, as amended in 2021, states that emergency means natural calamities, disasters, accidents, war and breakdown of operational equipment, plant, machinery or engineering infrastructure, which may give rise to abnormal situation requiring prompt and immediate action to limit or avoid damage to person(s), property or the environment.

Furthermore, as per Rule 16(1)(b)(viii) Part-II *ibid*, "In cases of emergency - Provided that the Head of the Department or any other officer not below BPS-20 to whom such powers have been delegated by the Head of the Department, declares that a situation of emergency has arisen and reasons for making such a declaration shall be recorded in writing".

During the audit of following offices of Karachi Water & Sewerage Corporation, for the financial years 2017-18 to 2023-24, it was observed that the management awarded various works amounting to Rs 383.480 million to the contractors by way of direct contracting in violation of rules by invoking emergency clause without meeting the conditions of emergency laid down in SPP Rules, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	F. Y.	Amount
1	E&M Gulberg Town	3	2017-23	2.233
2	Executive Engineer Sewerage Gulberg Town	5		9.675
3	Executive Engineer Water Gulberg Town	5		11.238

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	F. Y.	Amount
4	Executive Engineer Sewerage Gadap Town	5	2018-23	17.191
5	Executive Engineer Water Gadap Town	4		14.735
6	Executive Engineer Haleji Division	2		15.427
7	Executive Engineer Water Scheme – 33	2		6.562
8	Executive Engineer Water Site Town	3		104.030
9	Executive Engineer Sewerage Site Town	3		21.189
10	Executive Engineer Water New Karachi	5	2022-23	12.708
11	Executive Engineer Sewerage New Karachi	4		11.441
12	Executive Engineer Water North Nazimabad Town	5		10.579
13	Executive Engineer Sewerage North Nazimabad Town	4		9.932
14	Executive Engineer Water Korangi Town/ Model Zone	4		4.680
15	EE Sewerage Korangi Town/ Model Zone	4	2023-24	19.406
16	Resident Engineer, Dhabaji Division (Pumping)	2		11.848
17	EE Water Lyari Town	5		27.924
18	EE Sewerage Lyari Town	5		22.392
19	EE Water Gulshan e Iqbal Town	6		6.406
20	EE Sewerage Gulshan e Iqbal Town	5		28.529
21	EE Federal Trunk Main Division (FTM)	1		1.499
22	Executive Engineer Water Jamshed Town	4		13.856
Total				383.480

Audit was of the view that invoking of emergency clause of Sindh Public Procurement Rules by the management without declaring emergency by competent forum reflected poor oversight mechanism and weak financial management.

The matter was reported to the management from March to December, 2024. The management of XENs (water and sewerage) Site Town, KW&SC replied that approval for work on emergent basis has already been accorded by competent authority. Reply of management was not tenable as management executed works of routine nature by declaring the same as emergency works in violation of rules, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks clarification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2019-20 and 2018-19 vide para numbers 2.5.3.6, 2.5.3.8, 1.2.2.53 and 1.2.3.65 having financial impact of Rs 286.571 million, Rs 1,034.976 million, Rs 43.310

million and Rs 33.408 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.9 Irregular award of works to contractors without electrical license Rs 3.971 million

Section 2.20 of Sindh Public Procurement Regulatory Authority (SPPRA) Procurement Regulations (Works) 2013, stipulates that Sindh Public Procurement (SPP) Rules does not permit departments to Enlist/Register the Firms/Contractors in any category/class Contractors/Firms are allowed to participate in the bids even without registration of PEC when cost is not more than Rs 2.5 million. Registration with PEC and other professional bodies is mandatory if required by law. In case of electrical works, the license from Electrical Inspector of Sindh is mandatory.

During the audit of Executive Engineer, Gulberg Town (E&M), Karachi Water & Sewerage Corporation, for the financial years 2017-18 to 2022-23, it was observed that the management awarded electrical works amounting to Rs 3.971 million to the contractors without having electrical license. Detail is as under:

[Rs. in Million]					
Sr. No.	Detail of Works	Name of Contractor	W.O. No. & Date	AIR Para	Amount
1	Rewinding of electric motor No.2, 125 H.P at C road pumping station and electric motor No.1, 125 H.P at Azizabad pumping station, replacement of defective electric accessories at both stations, Gulberg Town (F.Y 2021-22)	Rohan Construction	22 25-4-2022	9	1.738
2	Very urgent rewinding of electric motor No.2& 3, 200 H.P and replacement of defective parts of pump No 2 & 3 and replacement of electric accessories at Board office pump house (F.Y 2021-22)	Samu Associates	18 25-04-2022		2.233
Total					3.971

Audit was of the view that award of electrical works to contractors without license was irregular and indicated weak internal controls.

The matter was reported to the management in May 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-06-2024, followed by reminders dated 02-07-2024, 25-07-2024 and 27-09-2024.

Audit recommends fixing responsibility on person(s) at fault, besides taking remedial measures.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2021-22 vide para number 2.5.3.4 having financial impact of Rs 32.829 million. Recurrence of same irregularity is a matter of serious concern.

2.5.3.10 Splitting up of expenditure to avoid open tender - Rs 28.889 million

As per Rule 12(1), Part-II of Sindh Public Procurement Rules, 2010, “Save as otherwise provided and subject to the regulations made by the Authority, a procuring agency shall prepare, in accordance with Rule 11 above, all proposed procurements for each financial year and shall proceed accordingly without any splitting or regrouping of the procurements already grouped, allocated and scheduled in the Procurement Plan”.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II ibid, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial years 2017-18 to 2023-24, it was observed that the management incurred an expenditure of Rs 28.889 million through quotations by splitting the procurements which resulted into non-achievement of competitive rates, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	F. Y.	Amount
1	Executive Engineer Sewerage Gulberg Town	4	2017-23	3.857
2	Executive Engineer Water Gulberg Town	4		2.312
3	Executive Engineer Sewerage Gadap Town	3		1.674
4	Executive Engineer E&M Gadap Town	2		2.879
5	Executive Engineer Haleji Division	3	2018-23	2.395
6	Mayor/ Administrator Secretariat	2	2022-23	0.991
7	Principal, Karachi Medical and Dental College (KMDC)	7		2.804
8	Executive Engineer Sewerage North Nazimabad Town	5		2.584
9	MS Abbasi Shaheed Hospital	9	2023-24	3.358
10	EE Sewerage Lyari Town	6		1.467

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	F. Y.	Amount
11	EE Sewerage Gulshan e Iqbal Town	7		4.568
Total				28.889

Audit was of the view that incurrence of expenditure by splitting the procurements was violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management during March and November, 2024. The management of Mayor Secretariat, KMC replied that expenditure was incurred through quotations in light of SPPRA rules. The reply was not tenable as management carried procurement of various goods and services by way of splitting. The management of Abbasi Shaheed Hospital replied that due to short shelf life of regents management could not procure the same in bulk same were done as per requirement. The reply was not tenable as management could execute agreement with the contractors for whole year regarding supply of the requisite material as per requirement throughout the year by following the tendering process, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19, vide para numbers 2.5.3.12, 2.5.3.4, 2.5.3.2, 2.5.3.5, 1.2.2.49 and 1.2.3.60 having financial impact of Rs 33.513 million, Rs 167.513 million, Rs 1.204 million, Rs 1.822 million, Rs 54.386 million and Rs 112.285 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.11 Non-publication of tenders in print media - Rs 17.826 million

As per Rule 12(1), Part-II of Sindh Public Procurement Rules 2010, “Save as otherwise provided and subject to the regulations made by the Authority, a procuring agency shall prepare, in accordance with Rule 11 above, all proposed procurements for each financial year and shall proceed accordingly without any splitting or regrouping of the procurements already grouped, allocated and scheduled in the Procurement Plan”.

Further, Rule 17(1A), Part-II *ibid*, states that all procurement over three/five hundred thousand and over two/three million rupees shall be advertised on the Authority's website as well as in the newspapers as prescribed (2) The advertisement in the newspapers

shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial years 2022-23 and 2023-24, it was observed that the management awarded various works of Rs 17.826 million to different contractors by splitting up the procurements to avoid publication in print media, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	F. Y.	Amount
1	Executive Engineer Water Bin Qasim Town	1	2022-23	3.497
2	Executive Engineer Sewerage Korangi Town/ Model Zone	10		3.497
3	Executive Engineer Water Landhi Town	2		3.839
4	Director, Safari Park, KMC	6	2023-24	6.993
Total				17.826

Audit was of the view that due to splitting up the works the competitive rates could not be achieved which indicated poor financial management and weak internal controls.

The matter was reported to the management during March and September, 2024. The management of Director, Safari Park replied that nature of work was different and the respective civil engineer had given estimate separately considering its scope and nature. Moreover, cost so involved was within the ambit of 2 million in each case. Therefore, same was uploaded on SPPRA, website instead of publishing in print media. Reply was not tenable as the management split the works to avoid publication in print media, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 2.5.3.15 having financial impact of Rs 48.010 million. Recurrence of same irregularity is a matter of serious concern.

2.5.3.12 Award of works without execution of agreements - Rs 199.015 million

Clause (iii) and (iv) of Para 7.12.3 of Sindh Public Procurement Authority Regulation for Procurement of Works, stipulates that within 28 days of receipt of the letter of acceptance, the procuring agency will send all copies of the contract to the bidder, with a covering letter or contractor shall attend the offices of the procurement agency for the purpose of signing the agreement duly stamped at the rate of 35 Paisa/100 rupees of the contract value (as amended and updated by the Government from time to time and which shall be borne by the contractor). Failure to sign the agreement shall lead to cancellation of the award and forfeiture of the bid security.

During the audit of following offices of Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management awarded contracts of Rs 199.015 million without executing contract agreements with the contractors. Further, government also sustained loss of Rs 0.695 million on account of stamp duty, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	PD Reverse Osmosis & Desalination Plants, Lyari & Keamari	2	194.055
2	EE City Trunk Main Division (CTM)	6	0.991
3	Executive Engineer Hub Division Civil	6	3.969
Total			199.015

Audit was of the view that non-execution of contract agreements was violation of the rules. The government also sustained loss of revenue in the shape of stamp duty which indicated poor financial management and weak internal controls.

The matter was reported to the management during September and December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22 and 2019-20 vide para numbers 2.5.3.4, 2.5.3.10, 2.5.3.3 and 1.2.2.27 having financial impact of Rs 4.672 million, Rs 0.996 million, Rs 36.399 million and Rs 742.023 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.13 Irregular payment of escalation to consultant - Rs 34.400 million

As per Clause-5 of Standard Procedure and Formula for Price Adjustment – 2022 by Pakistan engineering council, the prices of elements subject to Price Adjustment shall be to the extent possible as given in the Statistical Bulletins published by Federal Bureau of Statistics (FBS), Statistical Division, Government of Pakistan.

During the audit of Project Director, S-III Project, Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management paid an amount of Rs 34.400 million to consultant on account of escalation/price adjustment without assessment of inflation through Statistical Bulletins published by Federal Bureau of Statistics (FBS), Statistical Division, Government of Pakistan, as detailed below:

[Rs. in Million]							
Sr. No.	IPC #	Name of Scheme/Work	Payee/ Contractor	Cheque # Dated	AIR Para	Amount of Bill/ Current IPC	Escalation
1	120	Consultancy services for design& construction supervision of Greater Karachi Sewerage Plan (S-III)	Techno Consultant Int. (Pvt) Ltd. (Water Div)	383534/ 21-11-23	14	16.548	14.327
2	119			383534/ 21-11-23		16.082	14.133
3	116			383501/ 17-8-23		5.214	3.132
4	118			383501/ 17-8-23		4.678	2.808
Total							34.400

Audit was of the view that payment of escalation without assessment of rates through Statistical Bulletins published by Federal Bureau of Statistics (FBS), Statistical Division, Government of Pakistan was irregular and showed that undue favour was extended to the consultant at the cost of public exchequer.

The matter was reported to the management in October 2024. The management replied that as per the Clause No. 6.2(a) the escalation will be paid to consultant at end of every financial year in accordance to index of price announced by the Govt. of Pakistan and the payments made to the consultant were in accordance with the contract agreement. Reply was not tenable as the management failed to provide any documentary evidence showing that escalation charges were paid to the consultant as per inflation rates published by Federal Bureau of Statistics (FBS), Statistical Division Government of Pakistan. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2019-20 vide para number 1.2.2.47 having financial impact of Rs 55.447 million. Recurrence of same irregularity is a matter of serious concern.

2.5.3.14 Execution of additional work beyond permissible limit Rs 70.241 million

Rule 16(1)(e-i), Part-II of SPPRA Rules 2010, stipulates that repeat orders means procurement of additional quantities of the item(s) from the original contractor or supplier, where, after the items originally envisaged for the project or scheme have been procured through open competitive bidding, and such additional quantities of the same item(s) of goods or works are needed to meet the requirements of the project or scheme; provided that the cost of additional quantities of item(s) shall not exceed 15% of the original contract amount.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management executed quantities of items of different development works amounting to Rs 70.241 million which were beyond permissible limit of the sanctioned quantities of the original estimates ranging from 19% to 500%. Detail is at **Annex-KHI4**.

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	Amount	Range %
1	Director General Technical Services (TS)	10	19.138	19 to 500
2	Director General Parks & Horticulture	9	17.981	24 to 102
3	Managing Director, ADP Schemes	37	28.041	49 to 198
4		51	5.081	25 to 319
Total			70.241	-

Audit was of the view that execution of excess quantities from the original estimates beyond permissible limit was irregular which indicated that undue favour was extended to the contractors.

The matter was reported to the management during October and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2021-22 and 2018-19 vide para numbers 2.5.3.2, 2.5.3.1 and 1.2.3.44 having financial impact of Rs 11.025 million Rs 229.640 million and Rs 598.975 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.15 Non-imposition of liquidated damages - Rs 547.848 million

As per Para 10.3 of Sindh Public Procurement Regulatory Authority Guidelines 2013, “If the contractor fails to comply with time for completion mentioned in bid data except the conditions mentioned above, then procuring agency can penalize the contractor by adopting any one of the prescribed courses provided under clause (c) The amount of the liquidated damages for each day of delay in completion of the whole of the works, or if applicable for any section thereof, shall be a sum equal to 5% to 10 % (it is to be mentioned in the agreement) of the estimated cost of the works divided by one-fourth of the number of days specified as completion time”.

During the audit of following offices of Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management awarded various works of Rs 10,956.965 million but the contractors failed to complete the works within stipulated period. However, the liquidated damages amounting to Rs 547.848 million @ 5% of contract value were not imposed. Detail is at **Annex-KHI5**.

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	Cost of Scheme	Amount of Liquidity Damages
1	Managing Director, ADP Schemes	2	4,627.360	231.368
2	Managing Director, ADP Schemes	28	1,334.875	66.744
3	Managing Director, ADP Schemes	46	79.929	3.996
4	Project Director S-III	9	4,914.801	245.740
Total			10,956.965	547.848

Audit was of the view that non-imposition of liquidated damages was undue favor extended to the contractors which indicated weak financial management and internal controls.

The matter was reported to the management during October and November, 2024. The Project Director, S-III replied that heavy rainfalls and Covid epidemic caused the major delay in progress of work at site. Reply was not tenable as the management neither provided approval of the extension from competent authority nor imposed liquidated damages in violation of rules, whereas no reply was received from other offices. The PAO

did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2018-19 vide para numbers 2.5.3.19, 2.5.6.5 and 1.2.3.17 having financial impact of Rs 118.439 million, Rs 290.040 million and Rs 16.249 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.16 Non-forfeiting security deposit of the contractor - Rs 1.398 million

According to Para-5 of contract agreement for hiring of Janitorial services for Abbasi Shaheed Hospital KMC for the financial year 2023-2024 hold on 30th May 2023 with the contractor M/s Kolachi Traders, that the contractors do hereby bind themselves, their heir, successors / legal representatives and assignees to pay to the KMC 10% by way of penalty in case of the breach of any of the terms and conditions of the contracts including those mentioned in the tender without prejudice to the right of the Corporation to recover the damages for any such breach.

During the audit of Medical Superintendent, Abbasi Shaheed Hospital, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management awarded work amounting to Rs 36.573 million to M/s Kolachi for the Janitorial services. However, the contractor stopped the services after three months. The management did not impose penalty by forfeiting the call deposit and security deposit of Rs 1.398 million. Detail is as under:

[Rs. in Million]							
Sr. No.	Name of Work	Name of Contractor	Month of Payment	Bill Amount	C.D Deposited	S.D Deducted	Total Amount to be Forfeited
1	Janitorial services of Trauma Centre, old building, Eye, ENT, and Facio maxillary building	M/s Kolachi Janitorial Enterprises	-	-	0.745	-	0.745
2			Jul-23	3.048	-	0.198	0.198
3			Aug-23	3.048	-	0.224	0.224
4			Sep-23	3.048	-	0.231	0.231
Total				9.143	0.745	0.653	1.398

Audit was of the view that non-forfeiting of security deposit of the contractor was undue favor extended to the contractor in violation of contract agreement.

The matter was reported to the management in October 2024. The management replied that due to non-payment to contractor by finance department, KMC, contractor left the services after three months. Management has already sent letter to finance department of KMC for forfeiting of the security deposit. Further, the contractor will also be black listed. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends for forfeiting of security deposit and black listing of the contractor.

[AIR Para: 2]

2.5.3.17 Non-revalidation of performance security and bank guarantee Rs 154.574 million

Rule (3), Part-II of Sindh Public Procurement Rules 2010 (Amended 2019), stipulates that validity of performance security shall extend at least ninety days beyond the date of completion of contract to cover defects liability period or maintenance period subject to final acceptance by the procuring agency.

During the audit of following offices of Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management awarded various works to different contracts by obtaining performance security/bank guarantees amounting to Rs 154.574 million. Audit further observed that the works are still in progress and the said performance securities/ bank guarantees have been expired, however the management failed to get the same revalidated to safeguard the interest of the government, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	Managing Director, ADP Schemes	8	-
2	Managing Director, ADP Schemes	45	76.708
3	Project Director S-III	12	77.866
Total			154.574

Audit was of the view that non-revalidating of performance security/bank guarantee indicated poor financial management and weak internal controls.

The matter was reported to the management during October and November, 2024. The Project Director, S-III project replied that the contractor provided the bank guarantee

which was valid till 08-08-2023 and attached bank guarantee of contract package. Reply of management was not tenable as management failed to provide legible copy of bank guarantee. Moreover, no letter regarding revalidation of concerned bank was provided, whereas no reply was received from M.D (ADP Schemes). The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends revalidating of the performance security/bank guarantees, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2021-22 and 2018-19, vide para numbers 2.5.3.11, 2.5.7.2 and (1.2.3.39 & 1.2.3.49) having financial impact of Rs 76.708 million Rs 219.038 million and (Rs 1,639.998 million & Rs 324.846 million) respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.18 Non-observance of various terms and conditions of contract agreements

The Article-5 (1,2) of agreement made between Contractor and Karachi Water & Sewerage Board, stipulates that during the period of execution of Contract, the O&M Contractor shall be fully responsible for making availability of imported chemicals, consumables Cartridges, Filter and other spares in such a quantity which can meet requirement for at least two months during the operation and maintenance period. Further, the Contractor shall be responsible for periodical cleaning after every three months of raw water tanks at all RO Sites.

During the audit of Project Director, Reverse Osmosis & Desalination Plants, Lyari & Keamari, Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the contractor failed to fulfil the above requirements of the contract agreement for smooth operation of RO Plants. There were no records indicating that the contractor provided imported chemicals, consumables, cartridges, filters, and other spares to meet at least two months' requirements. Additionally, the contractor also failed to submit the required periodical cleaning reports for raw water tanks at all RO sites, which should have been provided every three months.

Audit was of the view that due to non-compliance of various clauses of contract agreement the supply of substandard water to the public could not be ruled out.

The matter was reported to the management in September 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Para: 7]

2.5.3.19 Irregular award of contract for supply of medical gases - Rs 55.000 million

As per Rule 16 (1) (b) of Sindh Public Procurement Rules 2010, “Direct Contracting – This method means procurement from a single source without competition and shall only be applicable under any of the following conditions:

- The required item(s) is of proprietary nature and obtainable only from one source, provided that the Head of the Department certifies in writing the proprietary nature of the item(s) to be procured;

During the audit of Medical Superintendent, Abbasi Shaheed Hospital, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management executed contract of Rs 55.000 million with M/s Pakistan Oxygen Ltd for supply of medical oxygen gas/nitrous oxide without declaring that the item was of proprietary nature and obtainable only from one source in violation of above rule.

Audit was of the view that award of direct contract without fulfilling the due required formalities was irregular which indicated poor management and weak financial controls.

The matter was reported to the management in October 2024. The management replied that all the codal formalities were fulfilled in procurement of medical gases. Reply is not tenable as the management failed to provide concrete evidence showing that supply of the medical gases including oxygen was a propriety nature item. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends enquiry into the matter.

[AIR Para: 1]

2.5.3.20 Irregular payment to contractors without Submission of Water Quality Test Reports - Rs 544.440 million

According to Article 5(c) of Contract Agreement, “Running properly water testing laboratory at Keamari and Lyari Town of Karachi for water analysis to test chemical, physical and Biological parameters, such reports shall be submitted on weekly basis to the client”.

Further, according to Article 5(g) of Contract Agreement, “During the period of contract, the O&M Contractor shall be responsible to carry out periodical (Monthly) water quality test from Recognized Laboratories for Raw Feed Water to plant and product water from the plant. The laboratory for such kind of tests is mutually selected by both the parties. However, the O&M contractor shall conduct weekly Chemical Analysis at their own Laboratory and reports shall be communicated to the client to ensure portable quality of water from the plants.”

During the audit of Project Director, Reverse Osmosis & Desalination Plants, Lyari & Keamari, Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management paid an amount of Rs 544.440 million to contractors for the operation and maintenance of RO plants without obtaining the required weekly and monthly water quality test reports from Recognized Laboratories for Raw Feed Water to plant and the reports of weekly Chemical, physical and biological Analysis conducted at their own Laboratory, as per contract agreement. This failure to provide the test reports represents a breach of contract and raises serious concerns on the quality of the water produced and supplied to the public.

Audit was of the view that payment to contractors without obtaining chemical analysis report of water on weekly and monthly basis was violation of contract agreement and put the health of public on risk.

The matter was reported to the management in September 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on person(s), besides taking remedial measure.

[AIR Para: 12]

2.5.3.21 Irregular award of contracts over and above the PC-1 cost Rs 278.230 million

According to Para 7.10. Approval: of Sindh Public Procurement Regulatory Authority Guidelines, “Before awarding the contract, approval of the Competent Authority is required as mentioned in Rule-14. The bid with the lowest evaluated cost (but not necessarily the lowest submitted price) shall be submitted with following documents for approval. (vi) Financial Review: It shows the comparison of cost provisions regarding the work in question in the Rough Cost Estimates (Administrative Approval), Technical Sanction of Detailed Estimate and recommended Tendered/Bid Amount. Financial Review determines whether bid cost is within limits allowable over and above the amount provide in Administrative Approval and Technical Sanction for the work”.

During the audit of Project Director, S-III Project, Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management awarded following works of Rs 4,277.401 million to different contractors which exceeded Rs 278.230 million over and above the approved cost of PC-1, i.e., Rs 3,999.171 million.

[Rs. in Million]							
Sr. No.	W.O No. & Date	Name of Scheme	Name of Contractor	AIR Para	Contract Cost	PC-1 Cost	Difference
1	117/ 7-3-19	LS-2. Construction of RCC Conduit, interceptors& other allied works along Lyari River from Metroville to Saba Cinema	M/s. Haji Syed Ameer & Brothers	07	1,024.840	918.781	106.059
2	674/ 16-12-14	LS-4. Const of RCC Conduit from Gulshan-e-Yaseeneabad to Teenhati Bridge	M/s. Sardar Ashraf D. Baloch		1,618.106	1,532.530	85.576
3	675/ 16-12-14	LS-5. Const of RCC Conduit from Teenhati Bridge to Garden	M/s. Sardar Ashraf D. Baloch		1,634.455	1,547.860	86.595
Total					4,277.401	3,999.171	278.230

Audit was of the view that the award of contracts beyond the approved cost of PC-1 without the revision of the same from competent authority was irregular which indicated poor financial management and weak internal controls.

The matter was reported to the management in October 2024. The Management replied that contract cost is sum of 2% to 5% physical contingency plus BOQ i/c premium

quoted, while in PC-1 it is BOQ taken as contract cost and physical contingency added separately. Reply is not tenable as management awarded contracts over and above the approved cost of PC-1 without revision of same from competent authority. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault besides, taking remedial measures.

2.5.3.22 Award of contracts to unregistered contractors - Rs 38.017 million

Rule 46 (1), Part-II (iii) of Sindh Public Procurement Rules 2010, stipulates that notice inviting tenders shall contain eligibility criteria as registration with the SRB in case of procurement of work and services, and registration with Pakistan Engineering Council (where applicable).

During the audit of Director, Safari Park, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management awarded contracts of collection rights of an income worth Rs 38.017 million to various contractors who were not registered with Sindh Revenue Board. Detail is as under:

[Rs. in Million]						
Sr. No.	Description of Property Rights	Auction Acceptance Letter No. Date	Name of Contractors	Period of Contracts	AIR Para	Bid Approved Amount
1	Gate Entrance Fee at Safari Park	No. KMC/ZS&R/ Sr. Dir/302/2023 dated 20-09-23	M/s United Valet	21-09-23 to 30-06-24	09	22.485
2	Parking Fee at Safari Park	151/18-10-23	M/s Security Junction	21-09-23 to 30-06-24		8.141
3	License to Run Safari Cafeteria	156/18-10-23	M/s Muhammad Irfan	21-10-23 to 30-06-24		7.391
Total						38.017

Audit was of the view that award of contracts to unregistered contractors was irregular and showed undue favor extended to the contractors which indicated poor management and weak internal controls.

The matter was reported to the management in September 2024. The management replied that all the revenue contractors are registered with SRB and are paying applicable taxes. Reply was not tenable as the management failed to provided evidence of registration

of contractors with SRB. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2019-20, vide para number 1.2.2.43 having financial impact of Rs 99.392 million. Recurrence of same irregularity is a matter of serious concern.

2.5.3.23 Execution of projects without feasibility study - Rs 6,627.310 million

According to Paragraph 1.53 of Chapter-1 of the Manual of Development Projects, issued by Planning Commission of Pakistan, “PC-II is required for conducting surveys and feasibility studies, in respect of larger projects, intended to get full justification for undertaking the project before large resources are tied up with them”.

Further, as per Paragraph # 3.3 of Chapter-1 of the Manual of Development Projects “PC-II is prepared for undertaking a feasibility study in respect of major projects estimated to cost Rs 300.000 million or more, this is mandatory.”

During the audit of Managing Director, ADP Schemes, (Project Director, 65 MGD and Chief Engineer, Water, ADP Schemes), Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management executed following projects/schemes costing Rs 6,627.310 million without conducting a feasibility study (PC-II) prior to the preparation of the PC-I. Detail is as under:

[Rs. in Million]			
Sr. No.	Name of Scheme	AIR Para	Amount
1	65 MGD additional Water Supply Scheme up to High Point (Forebay) Phase-I (PD 65 MGD)	10	5,978.693
2	Providing and laying 32" dia MS Pipe line from Sindhi Hotel bridge to Bakra Piri along with Lyari expressway Lyari river (M/s Sher Jan Mosa Khail & Sons) (CE Water)	32	648.617
Total			6,627.310

Audit was of the view that feasibility study was essential for a successful project and should have been conducted prior to its initiation. The lack of a feasibility study resulted in cost and time over runs which indicated weak administrative and financial management.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite

issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter for fixing responsibility on the person (s) at fault.

2.5.3.24 Finalization of bid evaluation process without participation of two members Rs 664.530 million

As per Section 7.9 of the Procurement Regulations for Works issued by SPPRA, “Announcement of Evaluation Reports (Rule 45): The Bid Evaluation Report in the standard form, prepared and duly signed by all members of the evaluation committee, is to be posted on the website of the authority and that of the procuring agency, if its website exists, and intimated to all bidders at least seven days prior to the award of the contract. (Annexure F)”

Furthermore, as per the Secretary LG&HTP Notification No. SOV/(LG)/12-52/2020 dated 30-05-2023, an oversight committee was notified comprising seven members. The committee was tasked with ensuring compliance with the fair procurement process as per the provisions of the SPPR Act of the Government of Sindh and acting as the procurement committee under Sections 7 & 8 of the SPPRA Rules for the specific task.

During the audit of Senior Director, Municipal Services, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management awarded nine contracts amounting to Rs 664.530 million for desilting and winching of nallahs (storm-water drains) across all districts of Karachi. However, the evaluation of bids was finalized without the participation of two members of the committee—i.e., the Municipal Commissioner (MC) of KMC and the Chief Engineer, Nallahs, in violation of the rule.

Audit was of the view that the finalization of the bidding process without the participation of two members was irregular which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

The audit seeks justification in the matter.

[AIR Para: 5]

2.5.3.25 Award of contract without obtaining performance security Rs 99.955 million

According to Rule 39(1) of Sindh Public Procurement Rules 2010, as amended upto 2019, “Procuring Agency shall, in all procurement of goods, works and services, carried out through open competitive bidding, require security in the form of pay order or demand draft or bank guarantee, an amount sufficient to protect the procuring agency in case of breach of contract by the contractor or supplier or consultant, provided that the amount shall not be more than 10% of contract price”.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management awarded various works of Rs 1,214.268 million to the contractors without obtaining bank guarantee of Rs 99.955 million as performance security to safeguard government interest, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	Director General Technical Services (TS)	8	25.470
2	Senior Director, Municipal Services	7	62.004
3	Director Zoo	4	6.388
4	Executive Engineer Sewerage Jamshed Town	7	1.082
5	Executive Engineer Hub Division Civil	5	5.011
Total			99.955

Audit was of the view that non-obtaining of performance/bank guarantee indicated weak internal controls.

The matter was reported to the management from August to December, 2024. The management of Director Zoo replied that KMC invariably obtains 10% security amount against every contract regardless its volume prior to execution of work. Reply is not tenable as management failed to produce documentary in support of reply, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault for non-obtaining of performance/bank guarantee, besides taking remedial measures.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2021-22 and 2018-19, vide para numbers 2.5.3.11, 2.5.7.2 and (1.2.3.39 & 12.3.49) having financial impact of Rs 76.708 million Rs 219.038 million and (Rs 1,639.998 million &

Rs 324.846 million) respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.26 Irregular expenditure without provision in estimates - Rs 34.958 million

Para No. 2.86 of The West Pakistan Buildings & Roads Department Code states that the authority granted by a sanction to an estimate must on all occasions be looked upon as strictly limited by the precise objects for which the estimate was intended to provide. Accordingly, any anticipated or actual savings on a sanctioned estimate for a definite project should not, without special authority be applied to carry out additional work not contemplated in the original project or fairly contingent on its actual execution.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management paid an amount of Rs 34.958 million to the contractors on account of extra items which were not included in the original estimate. Detail is at **Annex-KHI6**.

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	Director General Technical Services (TS), KMC	9	4.907
2	Director General Parks & Horticulture, KMC	5	19.644
3	Managing Director, ADP Schemes, KW&SC	36	10.407
Total			34.958

Audit was of the view that incurrence of expenditure without provision in estimate was violation of the rules which indicated poor financial management and weak internal controls.

The matter was reported to the management during October and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2018-19, vide para numbers 2.5.3.7 and 1.2.3.78 having financial impact of Rs 8.583 million and Rs 6.371 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.27 Irregular expenditure without inviting open tender - Rs 304.252 million

Rule 17(1A), Part-II of Sindh Public Procurement Rules 2010, stipulates all procurement over three/five hundred thousand and over two/three million rupees shall be advertised on the Authority's website as well as in the newspapers as prescribed (2) The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 304.252 million on procurement of various goods and services without inviting open tenders, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	The Karachi Metropolitan University	18	4.704
2	Director Safari Park	2	26.328
3	Director Zoo	2	19.183
4	Managing Director, ADP Schemes	13	59.982
5	PD Reverse Osmosis & Desalination Plants, Lyari & Keamari	1	194.055
Total			304.252

Audit was of the view that procurements without inviting open tenders deprived the organization in seeking economical and competitive rates.

The matter was reported to the management from August to October, 2024. The management of Director, Safari Park, KMC replied that procured works and services through tendering process. The management of Director, Zoo, KMC replied that the tenders for dietary articles were invited twice but same were un-responded. Consequently, notice for calling tender was sent to media management department KMC for publication through information department GoS but same was not published. Further, supply of dietary articles was taken from same contractor on approved rates. Reply is not tenable as the management failed to provide documentary evidence in support of reply. The management of The Karachi Metropolitan University, KMC replied that the security staff deputed from the City Warden Department, KMC, are unarmed and, therefore, cannot sufficiently address the security requirements, particularly in light of the presence of foreign nationals. Consequently, the services of M/s Rangers Security Guards (Pvt) Ltd were retained based on the terms of the previous year's contract to avoid any security lapse during the ongoing academic year. Reply was not tenable as management failed to provide documentary

evidence in support of reply, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault, besides taking remedial measures.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2019-20, vide para numbers 2.5.3.13, 2.5.3.1 and 1.2.2.51 having financial impact of Rs 33.898 million, Rs 1,659.140 million and Rs 48.085 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.28 Irregular award of development works without technical sanction Rs 196.664 million

Section 11.1 of Sindh Public Procurement Regulatory Authority (SPPRA) Procurement Regulations (Works) 2013, stipulates that no development work shall be started unless technical sanction is accorded by the competent authority.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management awarded different development works amounting to Rs 196.664 million without obtaining technical sanction from the competent authority, in violation of regulations, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	Senior Director, Municipal Services	6	140.000
2	Executive Engineer Hub Division Civil	3	50.115
3	Executive Engineer Sewerage Saddar Town	3	6.549
Total			196.664

Audit was of the view that execution of development works without obtaining technical sanction from the competent authority in violation of SPPRA Regulations indicated weak internal controls.

The matter was reported to the management during November and December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2018-19 vide para numbers 2.5.3.18, 2.5.3.3 and 1.2.3.57 having financial impact of Rs 555.809 million, Rs 224.430 million and Rs 147.171 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.3.29 Unauthorized expenditure beyond domain - Rs 180.734 million

According to Section 3 (vii) of KW&SB Act, 1996, the Board shall undertake construction improvement, maintenance and operation of:

- (a) Water works including wells and recharge facilities for collecting, purifying, pumping, storing and distributing water to all types of consumers,
- (b) Sewerage works for collecting, pumping, treating and disposing of sewerage and industrial waste.

Further, as per Section 116 (07) of the Sindh Local Government Act, 2013 “Every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by the Government in the prescribed manner”.

During the audit of Director General, Technical Services, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management executed works of Rs 180.734 million out of domain as the installation, repair and maintenance work of water supply lines and sewerage system, is the sole responsibility of KW&SC. Further, non-duplication certificate (NDC) was not obtained from KW&SC to justify works. Detail is as under:

[Rs. in Million]				
Sr. No.	Description of Works	Name of Contractors	W.O # & Date	Contract Amount
1	Rehabilitation & Improvement of Sewerage System Providing & Laying of 24”,18” & 15” Dia main Sewerage Line in Sector-5 D5-O of New Karachi.	M/S Meer Nawaz Khan & Bro.	31/2024 07-02-24	34.539
2	Replacement & Re Location of Providing & Laying of 90 mm Dia 110 mm Dia 160 mm Dia 200 mm Dia 250 mm DS 118 mm Dia 400 mm Dia P E Water line for	M/S Creative Builders	37/2024 07-02-24	40.067

[Rs. in Million]				
Sr. No.	Description of Works	Name of Contractors	W.O # & Date	Contract Amount
	improvement of water supply system of Gulbehar Colony Rizvia Society Usmania Colony of Liaquatabad Town.			
3	Replacement of Damaged / Broken 12" Dia 8" Dia 6" Dia 4" Dia 3" Dia AC Pipe in to 315 mm, 200 mm, 160 mm, 110 mm, 90 mm, PE Pipe in UC 24 UC 26 & UC 28 in Orangi Town	M/S Polite Pipe Industry	91/2024 09-02-24	43.776
4	Rehabilitation of Contaminated / Rusted 450 mm, 350 mm, 200 mm, 160 mm, 110 mm, 90 mm, PE Pipe In Different Location Of UC-08 UC-11 UC-12 UC-18 Orangi Town District West.	Four Dots Construction Co.	93/2024 09-02-24	62.352
Total				180.734

Audit was of the view that execution of scheme out of purview indicated poor financial management and weak internal controls. Besides, chance of overlapping of schemes could not be ruled out.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 2.5.3.5 having financial impact of Rs 40.00 million. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 6]

2.5.4 Recoveries related issues

2.5.4.1 Unjustified deduction of tax on exempted income - Rs 8.606 million

According to sub-section (2) of Section 49 of Income Tax Ordinance, 2001, the income of a Provincial Government or a Local Government in Pakistan shall be exempt from tax under this Ordinance, other than income chargeable under the head "Income from Business" derived by a Provincial Government or Local Government from a business carried on outside its jurisdictional area.

Further, sub-section (2)3 any payment received by the Federal Government, a Provincial Government or a [Local Government] shall not be liable to any collection or deduction of advance tax.

During the audit of Executive Director, Karachi Institute of Heart Diseases, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management invested an amount of Rs 375.000 million in Term Deposit Receipts (TDRs) in HBL, Dastagir Colony Branch, Karachi. The said bank credited an amount of Rs 57.375 million on account of monthly profit of investment and deducted income tax amounting to Rs 8.606 million in violation of above rule provisions. The management also did not make any efforts for recovery of wrongfully deducted income tax by the bank, as detailed below:

[Rs. in Million]

Bank Name	Transaction ID/ Cheque No. & Date	TDR Bank Account No.	Amount of Investment for F. Y 2022-23	Amount of Profit for F. Y 2023-24	Amount of Income Tax Deducted
Habib Bank Ltd. Dastagir Colony Karachi	11P41220705000001/ 04-07-23	0878- 79006098-01	375.000	57.375	8.606

Audit was of the view that deduction of income tax was in violation of provisions of Income Tax Ordinance 2001, which resulted into loss of profit to the organization.

The matter was reported to the management in September 2024. The management replied that letter has been forwarded to concerned bank for refund of amount. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends to pursue the matter for refund/ recovery of wrongfully deducted income tax, besides taking remedial measures.

[AIR Para: 6]

2.5.4.2 Loss due to less recovery from the reserved parking sites - Rs 40.645 million

As per council resolution No. 127 dated: 18th April 2023 reserved parking charges were increased as Rs 5,000/- per month from Rs 3,000/- per month per vehicle.

As per Section 100 (2), Chapter-X of Sindh Local Government Act 2013, “All arrears of taxes, rates, tolls and fees and other moneys claimable by a Council under this Act shall be recoverable as arrears of land revenue through Government agency or by the Council authorized by Government for such recovery through such employees or class of employees of the Council as may be prescribed”.

During the audit of Director, Charged Parking, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the department sustained loss due to

less recovery amounting to Rs 40.645 million on account of reserved parking sites allotted to various organizations.

Audit was of the view that loss due to less recovery from the reserved parking sites indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends recovery of reserved parking fees, besides fixing responsibility on the person (s) at fault.

[AIR Para: 3]

2.5.4.3 Non-deposit of taxes into public exchequer - Rs 204.966 million

Section 160 of Income Tax Ordinance, 2001, as amended vide Finance Act 2002, stipulates that any tax that has been collected or purported shall be paid to the Commissioner by the person making the collection or deduction within the time and in the manner as may be prescribed.

Further, according to Rule 41(a), Chapter-3 of Sindh Financial Rules Volume-1, “The departmental controlling officers should see that all sums due to Government are regularly received and checked against demands and that they are paid into the treasury”.

During the audit of various offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial years 2017-18 to 2023-24, it was observed that the management deducted an amount of Rs 204.966 million on account of income tax, general sales tax, Sindh sales tax on service and water charges from contractors/employees but failed to deposit the same into public exchequer/relevant account. Detail is at **Annex-KHI7**.

Audit was of the view that non-deposit of collected taxes/water charges into public exchequer/relevant account indicated poor financial management and weak internal controls.

The matter was reported to the management through AIR from March to December, 2024 and also reported as a critical issue in respect of PD, Reverse Osmosis & Desalination Plants Lyari & Keamari, KW&SC vide DO letter to PAO in October 2024. The management of Director, City Warden and Mayor Secretariat, KMC replied that all the payments of this office are centralized and were being paid from the finance department

of KMC. Furthermore, the due amount of taxes has been deducted and deposited in the relevant head of account by finance department, KMC. The management of the XEN water, sewerage and E&M Site Town replied that the matter of non-deposit of income tax has been taken up with DMD Finance KW&SC. The management of Solid Waste Management, KMC replied that the due amount of tax has been deducted and deposited in the relevant head of account by finance department, KMC. The reply was not tenable as management failed to provide any documentary evidence in support of reply. The management of Senior Director, HRM, KMC, replied that deducted amount of Income Tax, SST and GST has been deposited. Reply was not tenable as management failed to provide contractor wise CPR showing name of work, contractor and date of deposition as pointed out by audit. The management of the Karachi Metropolitan University replied that the withholding taxes deducted could not be deposited within the stipulated time frame. The management of Director, Safari Park and Director, Zoo replied that while processing of bills of contractors the applicable taxes (I.T, SST & GST) is invariably deducted at source and provided copies of some pay slips. Reply was not tenable as management failed to provide contractor wise CPR/ statement showing name of work, contractor and date of deposition of the due taxes by the management. The management of DMD (RRG) replied that matter of deposition of taxes into government exchequer pertains to Finance Department KW&SC. Reply was not tenable as neither the management of DMD (RRG) nor DMD Finance provided requisite documents showing that the deducted taxes have been deposited into government exchequer, whereas no reply was not received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends depositing of deducted taxes into public exchequer, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21 and 2018-19 vide para numbers 2.5.4.3, 2.5.4.2, 2.5.4.2, 2.5.2.3, and 1.2.3.3 having financial impact of Rs 434.427 million, Rs 630.619 million, Rs 340.973 million, Rs 24.577 million and Rs 837.166 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.4.4 Non-deduction of government taxes - Rs 162.240 million

Section 153 of Income Tax Ordinance, 2001 read with Income Tax Rules, 2002, stipulates that payment on account of supply of goods and rendering of services are subject to deduction of income tax at source at the rate specified.

Further, Section 236A(1) *ibid*, stipulates that any person making sale by public auction[or auction by a tender] of any property or goods either belonging to or not belonging to the Government, local Government, any authority, a company, under sub-clause (vi) of clause (b) of Sub-section-2 of Section 80, or any other authority shall collect advance tax @10% sale price of such property.

Furthermore, according to Section 3(1) of Sales Tax Act 1990, as amended upto July 2023, “There shall be charged, levied and paid a tax known as sales tax at the rate of 18% of the value of (a) taxable supplies made by a registered person”.

Moreover, Section 8(1) of Sindh Sales Tax on Services Act, 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial years 2017-18 to 2022-23, it was observed that the management paid of Rs 400.579 million to various contractors, suppliers and employees, but did not deduct income tax, advance tax, Sindh sales tax on services general sales tax from contractors/suppliers/employees amounting to Rs 162.240 million, as detailed below:

[Rs. in Million]								
Sr. No.	Name of Entity	AIR Para	F.Y	IT	Adv. IT	SST	GST	Total
1	Mayor/ Administrator Secretariat	3	2022-23	0.830	-	-	-	0.830
2	Senior Director (HRM), KMC	2		1.291	-	-	-	1.291
3	Chief Engineer E&M	9		2.508	-	-	-	2.508
4	EE Water Baldia Town	5		-	-	1.683	-	1.683
5	EE Sewerage Baldia Town	4		-	-	1.923	-	1.923
6	Bulk Transmission and Distribution	7		-	-	1.452	-	1.452
7	EE Water Scheme - 33	5		-	-	2.176	-	2.176
8	EE Water Site Town	1		-	-	1.084	-	1.084
9	EE Sewerage Site Town	1		-	-	0.842	-	0.842
10	EE Water Korangi Town/ Model Zone	5		-	-	4.436	-	4.436
11	EE Sewerage Korangi Town/ Model Zone	7		-	-	5.56	-	5.560
12	EE Water Malir Town	7		-	-	0.373	-	0.373
13	EE (E&M) Site Town	1		-	-	1.244	-	1.244
14	EE (E&M) Gulberg Town	4		-	-	0.294	-	0.294
15	Veterinary Services, KMC	7		-	0.300	-	-	0.300
16	Director General Parks & Horticulture	1	2023-24	-	-	5.157	-	5.157

[Rs. in Million]

[Rs. in million]

Sr. No.	Name of Entity	AIR Para	F.Y	IT	Adv. IT	SST	GST	Total
17	Karachi Institute of Heart Diseases	5		-	-	0.164	0.272	0.436
18	Director Safari Park	4		-	5.372	-	-	5.372
19	Director Zoo	5		-	12.024	-	-	12.024
20	MS Abbasi Shaheed Hospital	3		-	-	-	1.069	1.069
21	Managing Director, ADP Schemes	17		-	-	7.659	-	7.659
22		18		-	-	-	3.903	3.903
23		29		-	-	36.165	-	36.165
24		35		-	-	4.944	-	4.944
25		41		-	-	9.587	-	9.587
26		47		-	-	-	4.845	4.845
27	DMD Human Resource Development & Administration (HRDA)	3		-	-	2.142	-	2.142
28		7		0.008	-	-	0.036	0.044
29	Project Director S-III	3		-	-	25.446	-	25.446
30		4		8.881	-	-	-	8.881
31	EE Water Gulshan e Iqbal Town	7		-	-	0.887	-	0.887
32	EE Sewerage Gulshan e Iqbal Town	6		-	-	3.548	-	3.548
33	City Trunk Main Division (CTM)	7		-	-	0.148	-	0.148
34	Federal Trunk Main Division (FTM)	7		-	-	0.123	-	0.123
35	EE Sewerage Jamshed Town	4	-	-	-	0.677	0.677	
36	EE Sewerage Saddar Town	1	-	-	0.517	-	0.517	
37	EE Water Saddar Town	5	-	-	0.670	-	0.670	
Total				13.518	17.696	118.224	10.802	160.240

Audit was of the view that non-deduction of taxes was loss to public exchequer, which reflected weak financial and internal controls.

The matter was reported to the management through AIR from March to December, 2024 and also reported as a critical issue in respect of PD, S-III Project, KW&SC vide DO letter to PAO in November 2024. The management of Mayor Secretariat, KMC replied that all the payments of this office are centralized and were being paid from the finance department of KMC. Further, the due amount of taxes have been deducted and deposited in the relevant head of account by finance department, KMC. However, audit para regarding less-deduction of income tax has been intimated to Senior Director, Finance & Accounts. KMC for necessary action. The reply was not tenable as management failed to provide any documentary evidence in support of reply. The management of Senior Director, Veterinary Services, KMC replied that the contractor is responsible for depositing income tax directly to FBR office. The reply was not tenable as

management was required to collect advance tax from the contractor as per rules. The management of XEN Water, Sewerage and E&M Site Town replied that the matter has been taken up with DMD Finance KW&SC for deposit of said taxes. The management of Senior Director, HRM, KMC replied that the due taxes have been deducted. Reply was not tenable as the management failed to provide CPRs of the deducted taxes along with the required details like name of employee, taxable income, tax deducted and period as pointed out by audit. The management of Executive Director, KIHD replied that income tax was not deducted from the contractors as they were exempted from the same. The management provide exemption certificates of income tax only accordingly that part of the para has been verified, however, as far as the matter of non-deduction of GST/SST is concerned the management neither provided exemption certificates nor proof of tax deposited in public exchequer. The management of Abbasi Shaheed Hospital replied that all the deduction of taxes including sales tax is being deducted regularly by finance department, KMC. Reply is not tenable as management failed to provide copy of CPR along with name of work/contractor, amount and period as pointed out by audit. The management of Director Safari Park and Director Zoo replied that specific directives have been issued to the successful bidder for deposition of government tax into government exchequer and provided copies of some challans pertaining to FY. 2024-25. Further, Sindh sales tax is not applicable in case of award of annual revenue licenses. Reply was not tenable as the management failed to collect advance tax/sales tax on auctions. The management of PD S-III replied that consultancy agreement b/w KW&SC and M/s Techno Consult International was executed without provision of deduction of Sindh Sales Tax. However, when Sindh Sales Tax was enforced on the contractor, the contracts took a stay order from Honorable Sindh High Court. Management further added that as per notification all ADP funded projects are exempted from deduction of SST vide notification of SRB dated August, 2016. The management is required to pursue the case in court of law for recovery of government tax and further provide the copy of SRB notification showing the exemption of SST to S-III project as claimed by the management, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends recovery of taxes, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 2.5.4.1, 2.5.4.3, 2.5.4.4, 2.5.2.2, (1.2.2.6, 1.2.2.12 and 1.2.2.17) and (1.2.3.5, 1.2.3.11, 1.2.3.12 and

1.2.3.20) having financial impact of Rs 57.612 million, Rs 216.975 million, Rs 236.682 million, Rs 90.997 million, (Rs 28.710 million, Rs 33.899 million and Rs 1.342 million) and (Rs 215.159 million, Rs 77.174 million, Rs 52.606 million and Rs 6.088 million) respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.4.5 Non-recovery of outstanding dues - Rs 83,457.575 million

As per Section 100 (2), Chapter-X of Sindh Local Government Act 2013, “All arrears of taxes, rates, tolls and fees and other moneys claimable by a Council under this Act shall be recoverable as arrears of land revenue through Government agency or by the Council authorized by Government for such recovery through such employees or class of employees of the Council as may be prescribed”.

Further, Section 41(a), Chapter-3 of Sindh Financial Rules Volume-1, stipulates that the departmental controlling officer should see that all sums due to Government are regularly received and checked against demands and that they are paid into treasury, claiming credit for so much paid into the treasury and compare with the figures in the statements supplied by the comptroller.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial years 2022-23 and 2023-24, it was observed that the management did not recover outstanding dues amounting to Rs 83,457.575 million on account of rights of collection of slaughtering, parking, electricity bills, fee from students, rent of shops and other properties, water supply charges, sewerage charges etc., as detailed below:

[Rs. in Million]					
Sr. No.	Name of Entity	AIR Para	F. Y.	Description	Outstanding Dues
1	Senior Director, Veterinary	4	2022-23	Due share of KMC from the contractor	380.800
2		2		Outstanding dues of electricity bill	36.220
3	The Karachi Metropolitan University	13	2023-24	Fees from default students	31.391
4		42		Auction of canteen	0.980
5	Executive Director, Karachi Institute of Heart Diseases	9		Rent of shops from defaulters	2.665
6	Senior Director, Estate	1		Rent dues from allottees of shops and stalls	2.585

[Rs. in Million]					
Sr. No.	Name of Entity	AIR Para	F. Y.	Description	Outstanding Dues
7	Director, Charged Parking	1		Leased out rights of collection of parking sites to various contractors	3.195
8	Director, Land Encroachment (Anti Encroachment)	2		Various organizations and business units on account of installing generators on foot path/road side	8.100
9	Director Land Management	4		Land rent from permanent buildings, rent from Hawksbay huts, rent from petrol pumps	126.012
10	DMD Revenue Resource Generation (RRG)	8		Water supply/sewerage charges	79,412.049
11	Incharge Hydrant & Tanker Cell	2		Water supplied through DC Quota	3,453.578
Total					83,457.575

Audit was of the view that non-recovery of outstanding dues indicated weak financial management.

The matter was reported to the management from March to November, 2024. The management of Senior Director Veterinary replied that the matter is still pending before the Honourable High Court of Sindh. The management of KIHD replied that it has taken various efforts to recover the outstanding dues. Reply was not convincing as the management failed to recover outstanding dues. The offices of DMD, RRG replied that various efforts are being made to recover the outstanding dues. The management of Incharge Hydrant & Tanker Cell replied that on the directive of CM Sindh the DC quota service has been established to provide water to residents of Karachi since 2016 and in this regard, funds amounting to Rs 144.496 million were released by Government of Sindh in 2017. The management has made several requests to Government of Sindh for release of funds to clear the outstanding dues. Reply was not tenable as management failed to recover outstanding dues. The management of The Karachi Metropolitan University, KMC replied that an amount of Rs 14.700 million has already been recovered and four students withdrew their admissions resulting in an adjustment of Rs 10.97 million, whereas Rs 5.700 million is still outstanding. Reply was not tenable as management failed to provide documentary evidence in support of reply, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends to recovery of outstanding dues, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 2.5.4.4, 2.5.4.1, 2.5.4.1, 2.5.2.1, (1.2.2.1 and 1.2.2.4) and 1.2.3.1 having financial impact of Rs 95,840.027 million, Rs 134,760.038 million, Rs 7,047.571 million, Rs 903.610 million, (Rs 31,771.461 million and Rs 1,481.577 million) and Rs 66,930.450 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.4.6 Non-deposit of water charges into KW&SB account - Rs 1.040 million

As per KW&SB Notification No.DMD/HRD&A/Works/265 dated 01-11-2019, water charges are to be deducted from contractor's bills at the enhanced revised rates with effect from 01-07-2019, as specified below:

Particulars	Rates
For Drinking purpose	1% of the total cost of work
For Civil Works other than construction work	1.5% of the total cost of work
For construction work	2.5% of the total cost of work

During the audit of following offices of Karachi Water & Sewerage Corporation, for the financial years 2018-19 to 2022-23, it was observed that the management deducted water charges of Rs 1.040 million from the bills of contractors but did not deposit the same in to relevant KW&SB account, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Outstanding Dues
1	Executive Engineer Haleji Division	7	0.497
2	Executive Engineer Water Site Town	6	0.310
3	Executive Engineer Sewerage Site Town	6	0.233
Total			1.040

Audit was of the view that non-deposit of collected water charges into relevant KW&SB account indicated poor financial management and weak internal controls.

The matter was reported to the management during March and April, 2024. The management of XENs (Water and sewerage Site) Town replied that the matter of non-deposit of water charges has been taken up with DMD Finance KW&SC, whereas no reply was received from XEN, Haleji Division. The PAO did not convene DAC meeting till

finalization of the report despite issuance of letter dated 25-06-2024, followed by reminders dated 02-07-2024, 25-07-2024 and 27-09-2024.

Audit recommends depositing of the amount of deducted water charges into respective account.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 2.5.7.18 having financial impact of Rs 14.742 million. Recurrence of same irregularity is a matter of serious concern.

2.5.4.7 Less deduction of government taxes - Rs 66.419 million

Section 153(1) of the Income Tax Ordinance 2001 and Income Tax Rules 2002, stipulates that payment on account of supply of goods and rendering of services are subject to deduction of income tax at source (a) sale of goods any other case @ 5.5%, (b) for the rendering or providing services 11% and (c) on the execution of contract @ 8%.

Further, Section 8(1) of Sindh Sales Tax on Services Act, 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management paid of Rs 1,229.288 million to various contractors, but deducted less amount of income tax and Sindh sales tax on services from the bills of contractors amounting to Rs 66.419 million, as detailed below:

[Rs. in Million]						
Sr. No.	Name of Entity	AIR Para	Expenditure	IT	SST	Total
1	Senior Director, Municipal Services	13	39.853	1.993	-	1.993
2	Director, Charged Parking	2	24.850	-	2.274	2.274
3	Managing Director, ADP Schemes	4	61.547	-	3.032	3.032
4	Managing Director, ADP Schemes	16	93.193	0.932	-	0.932
5	PD Reverse Osmosis & Desalination Plants, Lyari & Keamari	9	16.922	1.128	-	1.128
6	PD Reverse Osmosis & Desalination Plant, Lyari & Keamari	10	446.465	-	40.307	40.307
7	Project Director S-III	2	546.458	16.753	-	16.753
Total			1,229.288	20.806	45.613	66.419

Audit was of the view that undue favour was extended to the contractors by less deduction of taxes which resulted into loss to public exchequer due to weak financial management.

The matter was reported to the management through AIR during October-November, 2024, and also reported as a critical issue in respect of PD, Reverse Osmosis & Desalination Plants Lyari & Keamari, KW&SC vide DO letter to PAO in October 2024. The management of PD S-III replied that the net amount recommended for payment to contractor against IPC is the sum of amount upon which taxes applicable and the advances will be adjusted from next bills. Reply was not tenable as the management failed to deduct income tax at prescribed rate from bills on gross amount, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends recovery of taxes, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24, vide para number 2.5.4.2 having financial impact of Rs 43.062 million. Recurrence of same irregularity is a matter of serious concern.

2.5.4.8 Non-recovery of water charges - Rs 6.790 million

As per PWD additional terms & conditions Clause 6, water supply will be allowed by the department from Pakistan Public Works department or Municipal water mains passing through areas where work is required to be carried out and shall pay the cost of water to the department at ½% of the total cost of the work for drinking purpose & 1% of the total cost of the work involving use of water (i.e., for construction purpose).

According to Karachi Water & Sewerage Board letter No. DMD/HRD&A/ Works/265 dated 01.11.2019 regarding “Levy of Water Charges on all KW&SB Contractors Bills” Water charges at the revised rates will be applicable with effect from 1st July, 2019:

	Existing			Revised
	Works	Goods	Services	
For Drinking Purpose	½ of total cost of work			1% of total cost of work
For civil works other than construction work	1% of total cost of work	-	-	1 ½ (1.5%) of total cost of work

Existing				Revised
	Works	Goods	Services	
For construction work	Addition 1% of total cost of item or items where involving use of water	-	-	2 ½ (2.5%) of total cost of work

During the audit of following office of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management paid an amount of Rs 929.277 million to contractors for execution of different works but not/less deducted water charges amounting to Rs 6.790 million.

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	Director General, Parks & Horticulture	3	0.473
2	Managing Director, ADP Schemes	9	1.947
3		31	3.450
4	Resident Engineer, Dhabaji Division (Pumping)	5	0.920
Total			6.790

Audit was of the view that Corporation sustained loss of revenue due to non/less-recovery of water charges which indicated poor financial management.

The matter was reported to the management during October and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends recovery of water charges, besides fixing responsibility on the person (s) at fault.

2.5.4.9 Non-recovery of secured advance - Rs 244.606 million

According to Clause 14.5, Part-II of Condition of Contract, “secured advance paid on non-perishable material to the contractor under the above provisions shall be effected from the monthly payments on actual consumption basis, but not later than period specified in the rules not more than three months (even if unutilized)”.

During the audit of Project Director, S-III Project, Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management paid secured advance of Rs 244.606 million to different contractors, but failed to recover the

same from bills paid to the contractors within the specified time period of 03 months. Detail is as follows:

[Rs. in Million]						
Sr. No.	Name of Work	Name of Contractor	AIR Para	Payment of Secured Advance	Recovery of Secured Advance	Outstanding
1	TP-1. Construction/Rehabilitation of Sewerage Treatment Plan No.1 Haroonabad	Pak Osis Industries (Pvt) Ltd	06	358.918	174.003	184.915
2	LS-4, Const of RCC Conduit from Gulshan-e-Yaseeneabad to Teenhati Bridge	Sardar Muhammad Ashraf D. Baloach		32.122	24.982	7.140
3	TP-3. Construction/Rehabilitation of Sewerage Treatment Plan No.3 Maripur	Pak Oasis Industries (Pvt) Ltd		378.236	325.686	52.551
Total				769.276	524.671	244.606

Audit was of the view that non-recovery of secured advance within prescribed time period resulted into undue favour to contractors due to weak internal control system.

The matter was reported to the management in October 2024. The management of PD, S-III, KW&SC replied that secured advance has been recovered from the payments made to the contractors. Reply was not tenable as management failed to provide relevant recovery documents in support of reply. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends recovery of the secured advance, besides fixing of responsibility against person(s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2021-22 vide para number 2.5.4.3 having financial impact of Rs 230.986 million. Recurrence of same irregularity is a matter of serious concern.

2.5.4.10 Non-recovery of excess payment - Rs 158.178 million

Section 41 (a) of Sindh Financial Rules Volume-1, stipulates that the departmental controlling officer should see that all sums due to Government are regularly received and checked against demands and that they are paid into treasury claiming credit for so much paid into the treasury and compare with the figures in the statements supplied by the comptroller.

During the audit of the Karachi Metropolitan University defunct Karachi Medical Dental College (KMDC), Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed from the “Inquiry Committee Report” of inquiry committee constituted by the Mayor, Karachi & Chairman Governing Body, KMDC vide Notification No. Secy/Mayor/50/2020 dated 22nd April, 2020 that a huge amount over Rs 158.178 million was credited to the employees of BPS-1 to BPS-20 during the period from July 2015 to March 2020, other than their salary amount, as detailed below:

[Rs. in Million]				
Sr. No.	Designation	BPS	Emp No.	Amount Credited
1	General Servant	1	984	3.593
2	General Drier	1	985	11.056
3	Naib Qasid	2	902	2.596
4	General Servant	2	908	2.276
5	Gestor Operator	2	925	0.326
6	Lab Attendant	5	293	2.446
7	Driver	5	883	7.057
8	Record Sorter	5	901	10.982
9	Lab Attendant	5	917	3.171
10	Record Sorter	5	960	17.33
11	Record Sorter	5	999	10.801
12	Driver	5	950	2.185
13	Driver	7	127	8.919
14	Generator Operator	7	285	19.854
15	Junior Clerk	11	287	5.87
16	Assistant	14	995	3.028
17	Computer Operator	16	145	0.668
18	Assistant	16	174	5.597
19	Assistant	16	257	3.391
20	Assistant Director Finance	17	93	18.841
21	Senior Clerk	14	284	7.993
22	Audit Officer	17	122	0.554
23	Deputy Director	18	116	3.494
24	Director Finance	20	90	6.15
Total				158.178

Audit was of the view that transfer of amount other than the salary to the bank account of employees was unjustified which indicated poor financial management and weak internal.

The matter was reported to the management in November 2024. The management replied that all involved persons were removed from services as recommended by the inquiry committee and amount of salary paid for the month of March, 2020 was also recovered. However, the employees have filed petition in court of law therefore the matter is sub-judice. The reply of management was not tenable as the management failed to provide any documentary evidence in support of reply. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends recovery of the amount as pointed out by the inquiry committee besides, taking action against the person(s) at fault.

[AIR Para: 50]

2.5.5 Management of accounts with commercial bank

2.5.5.1 Unauthorized operation of bank accounts with private banks

In pursuance of instructions of Chief Minister Sindh, the office of Secretary, Local Government & Housing Town Planning Department issued letter vide No.SOG (LG)/Misc/2013-2014 dated 03-05-2016, wherein all offices under Local Government Department were directed to open and operate official Bank Accounts/transactions with Sindh Bank.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial years 2022-23 and 2023-24, it was observed that the management was operating official bank accounts with private bank instead of Sindh Bank in violation of above instructions, as detailed below:

[Rs. in Million]						
Sr. No.	Name of Entity	AIR Para	Bank Name	F.Y.	Account No.	Credited Amount
1	Karachi Medical and Dental College, KMC	8	Habib Bank Ltd	2022-23	00087879007644-03, Dental Income	10.278
					00087879001831-03, Salary Account	689.708
					00087879005050-03, Salary Account	63.540

[Rs. in Million]

[Rs. in Million]						
Sr. No.	Name of Entity	AIR Para	Bank Name	F.Y.	Account No.	Credited Amount
					00087879005051-03, Provident Fund Account	13.214
2	Director Land Management	8	Habib Bank Ltd. KMC Building	2023-24	0015-00260790-03,	491.917
3	Incharge Hydrant & Tanker Cell	3	Bank Makramah, University Road branch		1-2-49-20620-714-124819	0
Total						1,268.657

Audit was of the view that continuing operation of bank accounts with private bank in violation of Government instructions indicated weak internal controls.

The matter was reported to the management from March to November, 2024, The Incharge Hydrant & Tanker Cell replied that KW&SC has been advised to facilitate the opening of account in Govt designed bank and it this regard request has been sent to Director Accounts for further guidelines. Reply was not tenable as management failed to open account in designated Govt. bank, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends opening and operation of official bank accounts with Sindh Bank as per instructions of Government of Sindh.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2021-22 vide para numbers 2.5.5.1, 2.5.5.1 and 2.5.5.1 respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.6 Other issues

2.5.6.1 Inaction against the chronic defaulters - Rs 29,445.940 million

As per Section 3 (2) (xxiii) of Chapter-II, Establishment of Corporation, Karachi Water and Sewerage Corporation Act, 2023, “To disconnect or restrict water supply to any consumer in the event of non-payment of tariffs after due process as may be prescribed through regulations”.

During the audit of Deputy Managing Director, Revenue Resource Generation, Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management did not take action against 438,751 chronic defaulters - consumers who had never paid their dues since July 2006. Resultantly, a huge amount of Rs 29,445.940 million is outstanding against the defaulters. Furthermore, the management also failed to disconnect or restrict the water supply to these consumers, in violation of the relevant act. Detail is at **Annex-KHI8**.

Audit was of the view that non-recovery from the chronic defaulters showed lethargic attitude of management towards the recovery which indicated poor financial management.

The matter was reported to the management through AIR in August 2024 and also reported as a critical issue in respect of DMD, RRG, KW&SC vide DO letter to PAO in October 2024. The management replied that various efforts are being made to recover the outstanding dues. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends recovery of outstanding dues from the defaulters on priority basis, besides fixing responsibility on the person (s) at fault.

[AIR Para: 9]

2.5.6.2 Irregular Issuance of bills to Bulk Consumers without meter

The Standard Operating Procedure No.4(IV)(b) of the Karachi Water & Sewerage Board order No. KW&SB / D.M.D / HRD&A / 1020 dated 29-09-2016, states that monthly bills on commercial rates will be issued immediately after execution of water connection and installation of meter.

The Standard Operating Procedure No.6(h) *ibid*, states that immediately upon execution / installation of water connection, the Assessment & Evaluation section shall allot consumer number to the particular connection as per allotted sector of bulk and industrial divisions and send the information to the concerned Executive Engineer / Deputy Director for onward process of the meter installation and monthly billing.

During the audit of Deputy Managing Director, Revenue Resource Generation, Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management charged 1,762 bulk water consumers through meter on actual billing

out of 7,790 total bulk water connections which was 22.62%, whereas, charged 6,028 bulk water consumers on flat rate basis which was 77.38%, as detailed below:

Sr. No.	Sector	Consumers	Working Meters	Non-Meter Billing
1	Assorted (School & Plots)	177	54	123
2	Bulk Sector	140	55	85
3	Cattle	1,211	13	1,198
4	Government of Pakistan	675	122	553
5	Government of Sindh	652	25	627
6	High Rise/Projects	449	93	356
7	Korangi Industrial Area	979	219	760
8	Landhi Industrial Area	752	211	541
9	F.B. Industrial Area	827	193	634
10	North Karachi Industrial Area	766	436	330
11	Bin Qasin Industrial Area	289	146	143
12	Private Societies	322	68	254
13	SITE Industrial Area	169	74	95
14	K-Electric	78	11	67
15	KMC	70	1	69
16	Farm/ Poultry	234	41	193
Total		7,790	1,762	6,028

Audit was of the view that charging of water bills on flat rate basis rather than actual consumption by installing meters was unjustified and loss of revenue. Further theft of water could not be ruled out.

The matter was reported to the management in September 2024. The management replied that Meter Consumer Cell, KW&SC is following standard operating procedure dated 29.09.2016, as Meter Consumer Cell is charging average consumption against new executed sanctioned water connections and charging metered average consumption on maximum flow basis against defective water meters. Further, the management has disconnected the meters of 2331 consumers due to 0 consumption or other reasons. Reply was not tenable as management failed to issue bills to all bulk consumers on actual consumption basis. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends that all the consumers be charged bills on actual consumption basis by installing meters.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2021-22 vide para numbers 2.5.7.4. Recurrence of same irregularity is a matter of serious concern.

2.5.6.3 Less realization of targeted receipts - Rs 793.904 million

Section 100 (1) of Sindh Local Government Act 2013, states that unless otherwise provided, all taxes, rates, tolls and fees levied under this act shall be collected in the prescribed manner by the persons authorized for such collection: provided that where any tax, rate, toll or fee levied by a Council is also levied by Government, such tax, rate, toll or fee shall be collected with Government tax, and the proceeds thereof be credited to the local fund of the Council.

During the audit of following offices of Karachi Metropolitan Corporation, for the financial years 2022-23 and 2023-24, it was observed that the management did not take appropriate measures to realize revenue targets of Rs 793.904 million from various heads i.e., OPD fees, admission fees, X-Ray fees, Operation Charges, parking fees, slaughtering fees, animal entry fees, income from amusement park, entry fee, stall fee, parking fee, Ultrasound fee, O.T Charges, room rent, parking fees, mutation & other charges, lease money, development charges, Angiography, Angioplasty, Thallium Scan, Emergency, ECHO, E.T.T/ HOLTER, incineration fees from hospitals, NOC charges, sub-division / amalgamation charges, survey & mapping fees etc., as detailed below:

[Rs. in Million]						
Sr. No.	Name of Entity	AIR Para	F. Y.	Targeted Receipts	Recovery Affected	Shortfall
1	Medical Superintendent, Sarfaraz Rafique Shaheed Hospital	2	2022-23	0.595	0.217	0.378
2	Senior Director Veterinary Services	9		213.024	22.798	190.226
3	Director, Solid Waste Management	3		45.000	38.540	6.460
4	Director General Parks & Horticulture	6	2023-24	71.440	36.078	35.362
5	Executive Director, Karachi Institute of Heart Diseases	2		155.485	125.468	30.017
6	Senior Director, Finance & Accounts	6		6.000	0.495	5.505
7	Senior Director Katchi Abadies	8		212.568	68.623	143.945
8	Director, Charged Parking	4		130.000	61.541	68.459
9	Director Zoo	8		109.496	25.579	83.917
10	Director, Land Encroachment (Anti Encroachment)	1		136.550	76.208	60.342
11	Director Land Management	7		262.100	121.587	140.513

[Rs. in Million]

Rs. in Million

Sr. No.	Name of Entity	AIR Para	F. Y.	Targeted Receipts	Recovery Affected	Shortfall
12	MS Landhi Medical Complex	3		2.500	0.813	1.687
13	MS Gizri Maternity Hospital	1		3.950	2.187	1.763
14	MS Abbasi Shaheed Hospital	7		37.200	17.087	20.113
15	MS Spencer Eye Hospital	2		1.625	0.427	1.198
16	MS Sobhraj Maternity Hospital	2		8.200	4.181	4.019
Total				1,395.733	601.829	793.904

Audit was of the view that due to less-realization of revenue targets; the organizations were deprived of legitimate revenue which indicated poor financial controls.

The matter was reported to the management from March to November, 2024. The management of Senior Director, Veterinary Services, KMC replied that some contractors have filed suits against department and the contracts of defaulters have been cancelled. The reply was not tenable as management failed to achieve revenue targets in most of the heads. The management of Solid Waste Management, KMC replied that private firms are practicing the collection, disposal and treatment of waste in the jurisdiction of KMC, thereby the efforts of Solid Waste Management Department, KMC to develop an integrated waste management system for Karachi is adversely affected resulting Corporation is losing its revenue. The management of Katchi Abadi, KMC replied that honourable Supreme Court declared 200 acres land for parks in site town. Moreover, leasing work of some areas of Baldia Town was stopped by revenue department Keamari. Resultantly, recovery position of Katchi Abadies was affected. The management of Abbasi Shaheed Hospital, KMC replied that due to financial crises CT scan and X-Ray Machine were out of order so the targeted could not be achieved. The management of Director, Zoo, KMC replied that revenue target set forth in the budget book is based on the government policy for preparing budget, which is always on the inflicted side and not rational with the situation on the ground. Reply was not tenable as the management of respective offices failed to achieve the targeted receipts set by themselves, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault for non-achievement of revenue targets.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20, 2018-19 vide para numbers 2.5.7.14, 2.5.6.2, 2.5.7.1, 1.2.2.18 and 1.2.3.32 having financial impact of Rs 4,981.144 million, Rs 8,052.751 million, Rs 4,054.086 million, Rs 9,364.747 million and Rs 9,192.926 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.6.4 Non-maintenance of works and security deposit register

Para 285, Chapter-X of the Central Public Works Accounts Code, states that registers of works are posted monthly from work abstracts. The transactions relating to each work abstract should be posted separately and an abstract for the entire work should be prepared for comparing the cost of work and its sub-works with the provisions in the estimate.

Further, Para 401, Chapter-XV *ibid*, stipulates that a record of the transactions relating to Public Works deposit should be maintained in the divisional office in a register. This deposit register should show, month by the month, the total receipts and adjustments and the closing balance of each separate deposit item.

During the audit of following offices of Karachi Water & Sewerage Corporation, for the financial years 2017-18 to 2022-24, it was observed that an expenditure of Rs 217.323 million was incurred by the management on execution of different works. However, management failed to maintain works and security deposit register, as detailed below:

[Rs in Million]				
Sr. No.	Name of Entity	AIR Para	F.Y.	Amount
1	Executive Engineer Sewerage Gadap Town	6	2017-23	51.606
2	Executive Engineer Water Gadap Town	5		27.473
3	Executive Engineer Water Korangi Town/ Model Zone	9	2022-23	34.120
4	Executive Engineer Sewerage Korangi Town/ Model Zone	9		38.886
5	Project Director, 65 MGD, ADP Schemes	5	2023-24	65.238
Total				217.323

Audit was of the view that non-maintenance of relevant record was non-compliance of government rules and procedures which indicated weak internal controls.

The matter was reported to the management during March and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends maintenance of relevant record, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 2.5.7.11 having financial impact of Rs 102.819 million. Recurrence of same irregularity is a matter of serious concern.

2.5.6.5 Non-vacation of encroached property

According to the para 4.5.15 of Sindh Service Delivery Standards (SSDS) established by Sindh Health Care Commission, Clinical Governance Committee of SHCC Karachi-Pakistan that there are appropriate facilities for staff and as per government policy that Hospital Residential accommodation facility is prioritized for RMOs, Paramedics, Auxiliary & emergent staff.

According to Section 145, Chapter-XIV of Sindh Local Government Act, 2013, “Encroachments shall be dealt with in accordance with the provisions of the laws relating to removal of encroachments”.

During the audit of following office of Karachi Metropolitan Corporation, for the financial years 2022-23 and 2023-24, it was observed that the management failed to get the encroached various revenue sites / properties vacated from the private persons/others. Detail is at **Annex-KHI9**.

Sr. No.	Name of Entity	F.Y.	AIR Para
1	Medical Superintendent, Sarfaraz Rafique Shaheed Hospital	2022-23	9
2	Senior Director Veterinary Services		6
3	Director General Parks & Horticulture	2023-24	10
4	Director, Land Enforcement (Anti Encroachment)		4

Audit was of the view that non-vacation of encroached property indicated poor management and weak internal controls.

The matter was reported to the management during March and November, 2024. The Senior Director, Veterinary Services, KMC agreed with the audit point of view and replied revenue sites are encroached by DMCs Malir and Keamari and efforts have been made for its retrieval, whereas no reply was not received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends vacation of encroached properties at the earliest, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2020-21 vide para numbers 2.5.6.1, 2.5.6.1 and 2.5.5.2 respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.6.6 Unauthorized creation of liability - Rs 19,562.496 million

According to Section 105(1), Chapter-XI of Sindh Local Government Act 2013, “A Council shall not incur any debt nor borrow any money or give any guaranty without prior approval of Government” and Section 106(2) *ibid*, stipulates that the moneys credited to the Local Fund shall be applied; firstly, in the payment of salaries and allowances to the employees of the Councils.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial years 2021-22 to 2023-24, it was observed that the management created liability amounting to Rs 19,562.496 million under various heads and put extra burden over council funds. Creation of liability under commutation, provident fund, leave encashment, salary, LPR, contractor/suppliers, operation & maintenance and capital cost showed that payments were made by giving priority to development works in violation of rules. Further, creation of liability under the head of development works showed that the management also executed development works without availability of funds, as detailed below:

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	F. Y.	Amount	Nature of Liability
1	Chief Engineer Bulk Transmission and Distribution	1	2021-23	1,372.150	O&M expenditure and capital cost
2	Principal, Karachi Medical and Dental College (KMDC)	2	2022-23	125.665	Commutation, Provident Fund, Leave Encashment, Salary
3	Director General Parks & Horticulture	2	2023-24	20.507	R/M of different parks
4	Karachi Medical Dental College (KMDC)	14		408.848	Commutation, Provident Fund and contractor/suppliers bill/collected taxes)
5	Senior Director, Finance & Accounts	5		12,458.000	Pension/ Commutation of employees
6	Director Safari Park	3		34.195	contractor/suppliers bill of supply dietary articles for animals

[Rs. in Million]

[RS. in Million]					
Sr. No.	Name of Entity	AIR Para	F. Y.	Amount	Nature of Liability
7	Director Zoo	9		11.881	contractor/suppliers bill of supply of dietary articles for animals
8	Managing Director, ADP Schemes	3		233.160	development works expenditure
9	DMD Finance	7		4,898.090	Pension/ Commutation, LPR, Arrears of pay, Provident Fund and medical reimbursement etc.
Total				19,562.496	

Audit was of the view that creation of liability was violation of the rules which indicated poor financial management and weak internal controls.

The matter was reported to the management from March to November, 2024. The management of Director Safari Park and Director Zoo replied that on receipt of the said bills and after completing all initial formalities the same were sent to F&AD, KMC for payment of bills. Therefore, F&AD, KMC would be in a better position to tell the reason for non-payment of bills. Reply was not tenable as the management failed to provide any cogent justification for creating unauthorized liabilities. The management of the Karachi Metropolitan University replied that due to shortage of funds for long time, the university could not pay claims of pension commutation, leave encashment and retirement claims against contributed provident fund and Tax liabilities to FBR, whereas no reply was received from other officer. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2019-20 and 2018-19 vide para numbers 2.5.7.4, 2.5.6.3, 1.2.2.31 and 1.2.3.36 having financial impact of Rs 18,220.213 million, Rs 9,646.236 million, Rs 633.450 million and Rs 2,972.295 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.6.7 Less-transfer of pension contribution into relevant account Rs 28.696 million

Rule 125 (1) (b), Chapter-XIV of Sindh Local Government Act 2013, states that a Council may, establish and maintain Pension fund from which pension, shall, in the prescribed manner, be paid to the employees of the Council.

Further, according to Section 4-2(a) of Sindh Financial Management and Accountability Act, 2011, all financial transactions shall be duly authorized (b) all financial transactions shall be recorded promptly, clearly, accurately, logically and coherently (c) all financial transactions shall be carried out in an efficient and effective manner.

During the audit of Karachi Medical & Dental College, Karachi Metropolitan Corporation, for the financial year 2022-23, it was observed that the management deducted pension contribution amounting Rs 51.696 million from employees' salary, but transferred only Rs 23.000 million to the pension account, resulting into less-deposit of pension contribution amounting to Rs 28.696 million. Moreover, chances of utilization of funds for other purposes could not be ruled out. Detail is as under:

[Rs. in Million]		
Sr. No.	Month	Amount
1	July, 2022	4.356
2	August, 2022	4.350
3	September, 2022	4.356
4	October, 2022	4.337
5	November, 2022	4.344
6	December, 2022	4.301
7	January, 2023	4.320
8	February, 2023	4.294
9	March, 2023	4.295
10	April, 2023	4.261
11	May, 2023	4.250
12	June, 2023	4.233
Total Pension Contribution deducted during 2022-23		51.697
Pension Contribution transferred to Pension Account during 2022-23		23.000
Shortfall		28.696

Audit was of view that less-deposit of deducted amount of pension contribution into relevant account indicated poor financial management and weak internal controls.

The matter was reported to the management in March 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-06-2024, followed by reminders dated 02-07-2024, 25-07-2024 and 27-09-2024.

Audit recommends deposition of remaining amount of pension contribution, besides fixing responsibility on the person (s) at fault.

[AIR Para: 6]

2.5.6.8 Non-maintenance of stock registers - Rs 266.538 million

According to Rule-25(1) of Sindh Local Councils (Accounts) Rules, 1983, “Every officer or servant of the Council in charge of stocks of articles or materials kept for issue other than stamps shall maintain a stock register (in Form No. 16) in which shall be entered every transaction effecting such stocks and separate pages of the register shall be assigned to different classes of stocks.”

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an expenditure of Rs 266.538 million on the purchase of uniform, miscellaneous items, furniture, medicines, computer, printer, air conditions, bamboos, manhole covers tranquilizer weapon, electrical items, printers, computers, etc., but did not maintain stock registers, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	F.Y.	Amount
1	Executive Engineer Store and Purchase Division	3	2011-23	0.436
2	Executive Engineer Sewerage Gadap Town	9	2017-23	4.750
3	Executive Engineer E&M Gadap Town	8		2.086
4	Executive Engineer Water Gadap Town	7		4.344
5	Executive Engineer Sewerage Site Town	5	2018-23	18.405
6	Director City Warden	4	2022-23	41.838
7	Medical Superintendent, Gizri Maternity Hospital	6		0.249
8	Mayor/ Administrator Secretariat	7		0.330
9	Karachi Medical and Dental College (KMDC)	13		1.927
10	Medical Superintendent, Spencer Eye Hospital	9		0.499
11	Chief Engineer E&M	10		140.963
12	Executive Engineer Sewerage Baldia Town	6	2023-24	3.097
13	Senior Director, Human Resource Management	7		0.873
14	Senior Director, Finance & Accounts	8		5.896
15	Senior Director Katchi Abadies	10		0.997
16	Senior Director, Municipal Services	20		8.888
17	Director Zoo	10		24.073
18	Director, Land Encroachment (Anti Encroachment)	9		1.236
19	Director Land Management	11		1.109
20	MS Landhi Medical Complex	4		0.042
21	MS Gizri Maternity Hospital	5		0.260
22	MS Spencer Eye Hospital	4		1.817
23	MS Sobhraj Maternity Hospital	7		1.179
24	DMD (HRDA)	6		1.244
Total				266.538

Audit was of the view that non-maintenance of stock register indicated weak internal controls, besides misuse of funds in the procured items could not be ruled out.

The matter was reported to the management from March to November, 2024. The management of XEN (Sewerage) Site Town replied that all the procured items/materials have been entered into relevant stock register. The management of Director Zoo replied that stock register showing the number of animals is maintained as same is available with concerned section which can be seen as and when desired. Reply was not tenable as the management of respective offices failed to provide documentary evidence in support of reply. The management of Director City Warden and Senior Director HRM, KMC replied that all procured items have now been entered into stock register. The reply was not tenable as management provided copy of stock register wherein, some important entries were found missing like name of employee to whom articles were delivered with acknowledgement receipt, cost of article and requisition of concerned section. The management of Katchi Abadies replied that stock register has been maintained and entries of printed stationery have been made. The reply was not tenable as management failed to provide stock register in respect of unprinted stationery and architectural equipment while some important entries regarding printed stationery was found missing in stock register, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends that stock register may be maintained on the laid down format and responsibility be fixed on the person(s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 2.5.7.13 having financial impact of Rs 51.604 million. Recurrence of same irregularity is a matter of serious concern.

2.5.6.9 Transfer/mutation of property without maintaining supporting record Rs 283.575 million

According to Section 26 (Mutation of Names) of The Sindh People's Local Councils (Land) Rules, 1975, "The Council shall keep land register showing the names of the lessees, transferees or other persons who may acquire any right over the land or plot under these rules".

During the audit of Director, Land Management, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management made transfer/mutations of various properties and recovered an amount of Rs 283.575 million

from various applicants against mutation fees and land rent, but failed to maintain supporting documents and Land Register. Due to non-maintenance of property record by the management audit was unable to ascertain that whether the requisite formalities were fulfilled for transfer/mutation of properties or not. Detail is as under:

			[Rs. in Million]
Sr. No.	Particulars	AIR Para	Amount
1	Transfer / Mutation Fees	05	162.118
2	Land Rent Fees		121.457
Total			283.575

Audit was of the view that non-maintenance of transfer/mutation record was violation of rules which indicated poor financial management and weak internal controls.

The matter was reported to the management in September 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends proper maintenance of transfer/mutation record besides fixing responsibility on the person (s) at fault.

2.5.6.10 Non-payment of 10% of lease money to Provincial Government Rs 2.972 million

As per Section-10(3) of Martial Law Order No.67, states that 10% of the lease money inclusive of development charges shall be paid as the price of land payable to the Provincial Government or Local Authority, as the case may be treated as a contribution from the owner of the land towards the development of the Katchi Abadies in the form of a soft term loan to the Directorate of Katchi Abadies on the terms and conditions approved by the Government.

During the audit of Senior Director, Katchi Abadies, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management recovered Rs 29.721 million on account of development charges from lease, mutation cases in Katchi Abadies but did not pay of Rs 2.972 million (10%) of the lease money to the Provincial Government as a contribution from the owner of the land for the development of the Katchi Abadies. Detail is as follows:

Rs. in Million				
AIR Para	Nature of Collection	Nos of Cases Approved	Recovery	10% Share
01	Development Charges	277	29.721	2.972

Audit was of the view that non-payment of prescribed share to the Provincial Government for improvement of infrastructure in Katchi Abadies indicated poor financial management and weak internal controls.

The matter was reported to the management in September 2024. The management replied that the matter has been taken up with Finance Department, KMC for guidance. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends payment of due amount to provincial government, besides fixing responsibility on the person (s) at fault.

2.5.6.11 Non-obtaining / deduction of security deposit - Rs 9.319 million

According to Rule-39, Part-II of Sindh Public Procurement Rules, 2010, “Procuring agency shall, in all procurement goods, works and services carried out through open competitive bidding, require security in the form of pay order or demand draft or bank guarantee, an amount of sufficient to protect the procuring agency in case of breach contract by the contractor or supplier or consultant, provided that amount shall not be more than 10% of contract price”.

During the audit of Managing Director, ADP Schemes (Chief Engineer, E&M), Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management awarded contract amounting to Rs 93.193 million to M/s Khyber Builders, but did not deduct security deposit of Rs 9.319 million @ 10% from the bills. Detail is as under

[Rs. in Million]						
Name of Work	Name of Firm	WO No. & Date	AIR Para	Cost of Work	Amount Paid	Security Deposit @10% not Deducted
Engineering Services for the Inspection/ Testing and Rewinding of 1150KW and 1350KW, 11 KV HT Motor at Hub Pumping station	M/s Khyber Builders	09/ 25-01-2023	19	93.193	93.193	9.319

Audit was of the view that non-deduction of security deposit was violation of rules due to which government interest was not safeguarded.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

2.5.6.12 Non-transparency in lease, mutation/transfer cases

As per Schedule-A, of “The Sindh Katchi Abadies Authority (Regularization, Improvement and Development) Regulation, 1993”, after issuance of order for starting regularization / leases work in katchi abadi, the following steps shall be taken:

- Issuance of prescribed application form to the bona fide “unauthorized occupant of plot” of katchi abadi as per occupancy list and scheme.
- To receive the files from the “unauthorized occupant” after completion of the formalities like documents showing their possession prior to 23rd March, 1985.
- Scrutiny of the documents submitted by the occupants.
- Site verification.
- Issuance of challan as per the category and size of plots at the approved lease rate
- After payment of challan the lease documents shall be issued by the Director or Deputy Director to the payee for registration of lease.

During the audit of Senior Director, Katchi Abadies, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management approved various lease, mutation, transfer cases without fulfilment of codal formalities as per prescribed rules & regulations.

Following shortcomings noticed in each case are as under:

- i. Master List of Katchi Abadies showing the dwelling units with demarcation were not prepared.
- ii. Documentary proof of occupation over land before 23-03-1985, i.e., name in voters list prior 1985/birth certificate of occupant born prior to date fixed by the Act was not obtained.
- iii. Utility (Gas Electricity) bill in the name of illegal occupants before lease deed were not obtained.

- iv. Affidavit from witnesses alongwith verification/endorsement from concerned Union Council was not sought.
- v. Family Registration Certificate (FRC) by NADRA, entry of death certificate by NADRA, heirship certificate by concerned Mukhtiarkar/letter of administration by Court in case of death of lessee/owners/occupants was not attached.
- vi. Advertisements in newspapers were not made to seek objections.
- vii. Physical survey of the area/plot showing actual demarcation and use of plot were not initiated.
- viii. Feasibility report for sub-divisions/ amalgamation cases were not conducted.

Audit was of the view that approval of lease, mutation and transfer cases was non-transparent due to non-verification of mandatory documentation which indicated weak internal controls.

The matter was reported to the management in September 2024. The management in reply provided one complete file of lease bearing Plot No. 244 and one mutation file bearing Plot No. 393. Reply was not tenable as management provided detail of two irrelevant files rather than the detail of 36 plots as pointed out by audit. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault, besides taking remedial measures.

[AIR Para: 4]

2.5.6.13 Unauthorized retention of official vehicles

As per Section 116(7) of Sindh Local Government Act-2013, “Every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by Government in the prescribed manner”.

During the audit of The Karachi Metropolitan University defunct Karachi Medical Dental College (KMDC), Karachi Metropolitan Corporation, for the financial year

2023-24, it was observed that the management failed to recover following official vehicles, illegally retained by following officers of other offices/councils/:

Sr. No.	Vehicle No	Illegally Retained by	Retained since	AIR Para
01	GSC-337 (Toyota Corolla, 2015, 1299 cc)	S&P Department, KMC	09.03.2023	22
02	GS-6497 (Honda City, 2009, 1300 cc)	Ex-Chairman/Member of Finance Committee, KM&DC	06.10.2017	
03	GL-4751 (Hi-Roof Suzuki, 2001 800 cc)	Ex-Deputy Director	13.04.2016	
04	GP-8418 (Suzuki Cultus, 2010, 993 cc)	Ex-Audit Officer	16.05.2022	

Audit was of the view that the management failed to take efforts to get the official vehicles retrieved which were illegally retained by the officers of other offices which indicated lethargic attitude of management to safeguard the public assets.

The matter was reported to the management in November 2024. The management replied that the letters have been sent to the concerned persons for recovery of vehicles. The reply of management was not tenable as the management failed to provide documentary evidence in support of reply. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends recovery of the vehicle, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2020-21 vide para number 2.5.5.3. Recurrence of same irregularity is a matter of serious concern.

2.5.7 HR/Employees related irregularities

2.5.7.1 Inaction against the employees drawing dual salaries - Rs 179.653 million

Rule 16(1) of the Government Servants (Conduct) Rules, 1964, stipulates that no Government servant shall, except with the previous sanction of the Government, engage in any trade or undertake any employment or work, other than his official duties.

During the audit of Senior Director, Human Resource Management, Karachi Metropolitan Corporation, for the financial year 2022-23, it was observed that Finance Department, Government of Sindh, constituted a scrutiny committee for verification of KMC employees vide notification No. FD/SO(LF-I)3-7/KMC/2017-18 dated 30-03-2023. The committee scrutinized KMC employee data and counter checked the same with the record of employees maintained by the Accountant General Sindh and pointed out 86 such

employees who were drawing dual salaries amounting to Rs 179.653 million. Since, pointation of the issue by the committee in 2023 the management has failed to initiate any action against the employees drawing dual salaries. Detail is at **Annex-KHI10**.

Audit was of the view that the management failed to take any action against the employees drawing dual salaries which indicated poor management and weak internal controls.

The matter was reported to the management in June 2024. The management replied that the matter is under enquiry before Secretary Local Government. Reply was not convincing as the management failed to take action against the employees performing dual jobs despite lapse of considerable time. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-06-2024, followed by reminders dated 02-07-2024, 25-07-2024 and 27-09-2024.

Audit recommends taking action against the employees drawing dual salaries and fix responsibility against the person(s) at fault.

[AIR Para: 08]

2.5.7.2 Irregular appointment of over age candidates

According to Notification issued by Government of Sindh vide No. SOII(SG&CD)5-64/2011 date 14-09-2018 and dated 23-01-2023, "Government of Sindh are pleased to allow relaxation upto maximum of fifteen years in upper age limit to all the applicants applying for the vacancies in all the departments of Government of Sindh (except Police Services & the posts to be filled through Combined Competitive Examination by the SPSC) to be filled during the period from 1st July 2018 to 30th June 2020 and 1st July 2022 to 30th June 2024 respectively."

Further, Rule 12(1) of Sindh Civil Servants (Appointment, Promotion and Transfer) Rules, 1974, states that a candidate for appointment by initial recruitment must possess the educational qualifications and experience and be within the age limit laid down for that appointment.

During the audit of Senior Director, Medical & Health Services, Karachi Metropolitan Corporation, for the financial year 2023-24, it was observed that the management made over age appointments of various employees beyond upper age limit allowed by the Government. Detail is as under:

Sr. No.	Designation	Date of Birth	Date of Appointment	Age of at the time of Appointment
1	Accounts Assistant (BPS-11) CNIC-42301-9969763-7	05-10-1976	19-04-2023	46 years 6 month and 14 days
2	Assistant Store Keeper (BPS-07) CNIC-42000-4412725-3	24-02-1973	27-04-2020	47 years 2 month and 03 days
3	Assistant Store Keeper (BPS-07) CNIC-42201-1157142-9	01-01-1968	27-04-2020	52 years 3 month and 26 days
4	Assistant Store Keeper (BPS-07) CNIC-42101-3439702-3	05-02-1975	28-04-2020	45 years 2 month and 23 days

Audit was of the view that appointment of over age candidates was violation of government's notifications which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends enquiry into the matter.

[AIR Para: 2]

2.5.7.3 Irregular payment of leave encashment - Rs 289.809 million

According to Rule 18-A of Revised Leave Rules 1980, "A civil servant may fifteen months before the date of superannuation or thirty years qualifying service on or after the 1st July, 1983, at his option, be allowed to encash his leave preparatory to retirement if he undertakes to in writing to perform duty in lieu of the whole period of three hundred and sixty-five days or lesser period which is due and admissible".

During the audit of following offices of Karachi Water & Sewerage Corporation, for the financial years 2022-23 and 2023-24, it was observed that the management irregularly paid an amount of Rs 289.809 million to employees on account of leave encashment on yearly basis without occasion of retirement in violation of Revised Leave Rules, 1980, as detailed below:

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	F. Y.	Amount
1	Executive Engineer Store and Purchase Division	2	2011-23	0.973
2	Executive Engineer Sewerage Gulberg Town	1	2017-23	25.694
3	Executive Engineer Water Gulberg Town	1		22.858
4	Executive Engineer Sewerage Gadap Town	1		11.323
5	Executive Engineer E&M Gadap Town	1		11.346

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	F. Y.	Amount
6	Executive Engineer Water Gadap Town	1		16.428
7	Executive Engineer E&M Gulberg Town	7		5.861
8	Executive Engineer Water Site Town	4		19.151
9	Executive Engineer Sewerage Site Town	4	2018-23	11.463
10	Executive Engineer E&M Site Town	3		7.854
11	Chief Engineer Bulk Transmission and Distribution	2		2.835
12	Executive Engineer Water New Karachi	3	2022-23	5.693
13	Executive Engineer Sewerage New Karachi	3		6.543
14	Resident Engineer North East Karachi (NEK) Old	4		2.657
15	Chief Engineer E&M	4		3.762
16	Executive Engineer Water Baldia Town	6		2.564
17	Executive Engineer Sewerage Baldia Town	5		1.699
18	Chief Engineer E&M Sewerage	3		0.508
19	Executive Engineer Water North Nazimabad Town	3		7.577
20	Executive Engineer Sewerage North Nazimabad Town	3		6.453
21	Executive Engineer Water Bin Qasim Town	3		2.722
22	Executive Engineer Water Malir Town	2		5.080
23	Executive Engineer Water Landhi Town	4		2.045
24	Resident Engineer, Hub Filter Plant	4	3.377	
25	DMD Finance	6	2023-24	11.395
26	DMD Revenue Resource Generation (RRG)	1		11.993
27	DMD (HRD&A)	2		2.868
28	Resident Engineer, Dhabeji Division (Pumping)	3		8.263
29	EE Water Lyari Town	2		4.454
30	EE Sewerage Lyari Town	2		6.390
31	EE Water Gulshan e Iqbal Town	2		10.275
32	EE Sewerage Gulshan e Iqbal Town	2		4.182
33	EE City Trunk Main Division (CTM)	4		3.468
34	EE Federal Trunk Main Division (FTM)	4		3.959
35	Executive Engineer Water Jamshed Town	2		10.447
36	Executive Engineer Sewerage Jamshed Town	3		7.108
37	Executive Engineer Hub Division Civil	2		4.274
38	Executive Engineer Sewerage Saddar Town	4		5.701
39	Executive Engineer Water Saddar Town	2		8.566
Total				289.809

Audit was of the view that payment of leave encashment on yearly basis without occasion of retirement was violation of the rules which indicated poor financial management and weak internal controls.

The matter was reported to the management from March to December, 2024. The offices of DMD Finance, DMD RRG and XENs (water, sewerage and E&M) Site Town replied that employees in BS-1 to BS-15 including BS-16 selection grade received leave encashment in the light of CBA agreement, whereas employees in BS-16 and above

received festival bonus approved by Managing Director, KW&SB. The reply was not tenable as the payment of leave encashment was allowed in violation of rules, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends that irregular payment of leave encashment on yearly basis may be stopped and recovery effected.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22 and 2019-20 vide para numbers 1.5.2.2, 1.5.2.3, 1.5.2.2 and 1.2.2.7 having financial impact of Rs 77.921 million, Rs 10.772 million, Rs 52.594 million and Rs 141.105 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.7.4 Non-posting of technical staff

According to the Para 7.1.1 to 9 of Sindh Service Delivery Standards (SSDS) established by Sindh Health Care Commission, Clinical Governance Committee of SHCC Karachi-Pakistan that the operating theatre and department is managed by a suitably qualified, registered and experienced nurse, doctor or senior operating department assistant, A list of hospital approved surgical procedures based on an annual assessment of qualified staff, equipment and other inputs and processes is communicated to staff. Anesthetic services are provided by qualified, registered and experienced anesthetists. A designated, suitably trained member of staff (Operating Theatre Assistant, anesthesia technician) is available to assist the anesthetist at all times.

Further, as per Para 50 of Notification No.RO(LG)/MISC:4(74)/2016 dated 28.02.2017 issued by Local Government & Housing Town Planning Department, Government of Sindh, “The budget shall as far as possible be a performance budget and it shall make due provision to ensure that the standard of performance in the various activities of the council rises progressively and is not allowed to fall or deteriorate”.

During the audit of following offices of Karachi Metropolitan Corporation, for the financial years 2022-23 and 2023-24, it was observed that hospital was running with acute shortage of qualified, registered & experienced technical staff including, Assistant Medical Superintendent, Consultants, Medical Officers, Surgeons, Anesthetist, Nurses, Pharmacists etc., as detailed below:

Sr. No.	Name of Entity	AIR Para	F. Y.	No. of Vacant Posts
1	Spencer Eye Hospital, KMC	10	2022-23	51
2	Sobhraj Maternity Home	4	2023-24	52

Audit was of the view that due to non-posting/appointment of staff on important posts service delivery could not be provided to general public which indicated weak internal controls.

The matter was reported to the management during May and September, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends posting of technical staff on priority basis.

2.5.7.5 Unauthorized payment of various allowances - Rs 31.972 million

According to Para-4 of Finance Department O.M. No. FD(SR-I) 1(32)/2008-2011 dated 10-07-2012, “Revised rate of conveyance allowance shall be admissible to civil servants working in BPS 16-19 @ Rs 5,000/- per month”.

Further, according to Finance Division (Regulation wing) O.M No. F.3(1) Reg 5/2010 dated 01-10- 2013, “It has been decided that conveyance allowance @ Rs 5,000/- per month will be admissible to officers in BPS-20-22 who are neither availing free transport facility nor have been allowed monetization of transport allowance”.

Furthermore, As per Section 116(7), Chapter-XII of Sindh Local Government Act 2013, “Every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by Government in the prescribed manner”.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial years 2022-23 and 2023-24, it was observed that the management paid an amount of Rs 31.972 million to staff on account of non-teaching, additional allowance, field allowance, typing allowance, OT allowance,

conveyance allowance, over time allowance, out station and high-tension allowance without/in excess of entitlement, as detailed below:

[Rs. in Million]						
Sr. No.	Name of Entity	AIR Para	F. Y.	Description	Remarks	Amount
1	Medical Superintendent, Spencer Eye Hospital	1	2022-23	Non-teaching, additional, field, typing, OT allowances	Without entitlement	1.672
2	Medical Superintendent, Gizri Maternity Hospital	2		Conveyance allowance	Excess of entitlement	0.223
3	Karachi Medical and Dental College (KMDC)	5				6.432
4	Chief Engineer E&M	5		Overtime allowance	Without entitlement	0.292
5	Chief Engineer E&M Sewerage	4				0.159
6	The Karachi Metropolitan University	3	2023-24	Conveyance allowance	Paid on higher rate than the admissible rate	5.424
7		4		Teaching allowance	Without entitlement	11.827
8		5		Additional Allowance	Paid to dental officers without entitlement	1.08
9		6		Personal Allowance	Without entitlement	0.818
10	MS Spencer Eye Hospital	6		Non-teaching, Additional and Computer Allowance	Without entitlement	1.098
11	MS Gizri Maternity Hospital	3		Conveyance allowance	Unjustified as employees residing within the hospital premises	0.223
12	MS Sobhraj Maternity Hospital	5		Additional Allowance	Without entitlement	1.98
13	Resident Engineer, Dhabeji Division (Pumping)	7		Out station, High Tension Allowance	Without entitlement	0.744
Total						31.972

Audit was of the view that payment of various allowances without entitlement resulted into loss to public exchequer which indicated poor financial management.

The matter was reported to the management from March to November, 2024. The management of the Karachi Metropolitan University, KMC replied that conveyance allowance along with POL and teaching allowance was allowed with the approval of governing body. Further, all the doctors of dentistry of KMDC were allowed Additional Allowance in light of Finance Department GoS letter No. FD(SR-III)4/40-2002(B) dated 20 July 2011. However, Personal Allowance has been stopped in the month of December 2024 and recovery has been initiated. Reply was not tenable as the management failed to produce documentary evidence in support of reply, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends that the internal controls be strengthened to control unauthorized payments of allowances and same may be discontinued and recovery be effected.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2020-21, 2019-20 and 2018-19 vide para numbers 2.5.2.6, 2.5.4.2, 1.2.2.5 and 1.2.3.14, having financial impact of Rs 9.583 million, Rs 5.843 million, Rs 437.225 million and Rs 24.181 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.7.6 Irregular payment of house rent allowance - Rs 16.440 million

Para 11 of Finance Department, Government of Sindh's O.M. No.FD (SR-IV)-I (12)/77 dated 13-05-1977, stipulates that the house rent allowance is not admissible to whom accommodation is provided by government.

Further, according to Finance Department, Government of Sindh Notification No. FD(SR-III)5/20-2008 dated 15-07-2008, "All employees not provided with Government accommodation shall continue to be entitled to house rent allowance @ 45% of the minimum basic pay scale, 2008 in big cities of Sindh under jurisdiction of metropolitan/ municipal corporations and 30% of minimum of basic pay scale, 2008 in other cities".

During the audit of following offices of Karachi Water & Sewerage Corporation, for the financial years 2017-18 to 2022-24, it was observed from the salary bills and list of accommodation that the management was paying house rent allowance to the officers and staff to whom residential accommodation was allotted which resulted into irregular payment of Rs 8.451 million. Further, it was observed that, excess payment of Rs 7.989

million to the employees of Karachi Metropolitan University, KMC was made on account of HRA @ 65% instead of 45%, in violation of their entitlement, as detailed below:

[Rs. in Million]					
Sr. No.	Name of Entity	AIR Para	F. Y.	Description	Amount
1	Executive Engineer Water New Karachi	4	2022-23	Irregular payment of house rent with official accommodation	0.269
2	Resident Engineer North East Karachi (NEK) Old	5			0.509
3	Chief Engineer E&M	3			0.366
4	Chief Engineer E&M Sewerage	2			0.059
5	Executive Engineer Sewerage Gulberg Town	2			0.446
6	Executive Engineer Water Gulberg Town	2			0.410
7	Executive Engineer Water North Nazimabad Town	4			0.284
8	Executive Engineer Sewerage Gadap Town	2			0.329
9	Executive Engineer Water Gadap Town	2			0.554
10	Executive Engineer Water Landhi Town	5			0.087
11	Resident Engineer, Hub Filter Plant	5			0.774
12	The Karachi Metropolitan University Defunct Karachi Medical Dental College (KMDC)	2	2023-24	Payment of HRA @ 65% instead of 45%	7.989
13	DMD Revenue Resource Generation (RRG)	2		Irregular payment of house rent with official accommodation	0.662
14	Resident Engineer, Dhabeji Division (Pumping)	4			1.569
15	EE Water Gulshan e Iqbal Town	3			0.776
16	EE City Trunk Main Division (CTM)	5			0.370
17	EE Federal Trunk Main Division (FTM)	5			0.150
18	Executive Engineer Water Jamshed Town	3			0.341
19	EE Sewerage Jamshed Town	2			0.220
20	Executive Engineer Hub Division Civil	1			0.276
Total					16.440

Audit was of the view that irregular payment of house rent allowance was made in violation of Finance Department notifications which reflected poor financial management.

The matter was reported to the management from March to December, 2024. The management of DMD (RRG), KW&SC replied that the Chairman KW&SC granted House rent allowance to all employees of KW&SC from BS-1 to 15 residing in official accommodation after deduction of standard House rent at Rs 125/- per month. Reply was not tenable as the payment was allowed in violation of rules. The management of the Karachi Metropolitan Corporation (defunct KMDC) replied that the during the period of

City District Govt Karachi, the City Council enhanced the rate of House Rent Allowance up to 65% in order to eliminate the anomaly in the House Rent Allowance between the Employees of KMC, KDA, KBCA, and KW&SB. The reply was not tenable as the management allowed house rent allowance @ 65% of basic pay in violation of rules, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends that the irregular payment of house rent allowance should be stopped and recovery be effected.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22 and 2020-21 vide para numbers 2.5.2.5, 2.5.2.1, 2.5.4.5 and 2.5.4.1 having financial impact of Rs 31.785 million, Rs 20.645 million, Rs 9.784 million and Rs 20.863 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.7.7 Unauthorized appointment of employees on contract basis Rs 162.774 million

In compliance of Honorable Supreme Court of Pakistan in Human Rights case No. 104/92, Local Government Department issued directives vide letter No. SO-V(LG)5(69)/2009/29-06-2010 that even an appointment on adhoc basis cannot be made without publication and proper advertisement.

Further, Rule 8(2) of Sindh Local Councils Employees (Service) Rules 2017, stipulates that initial appointment to the posts in all basic scales not falling within the purview of SPSC, shall be made on the recommendations of the Selection Committee on the basis of interview or test to be held by the Selection Committee after the vacancies have been advertised in leading newspapers in Urdu, Sindhi and English Languages.

During the audit of following offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial year 2023-24, it was observed that the management appointed employees on contract basis without observing prescribed procedure and incurred an expenditure of Rs 162.774 million on their salaries. Further, approval from administrative department was also not obtained. Detail is at **Annex-KHI11**.

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	DMD Finance, KW&SC	13	162.774
2	The Karachi Metropolitan University, KMC	16	-
Total			162.774

Audit was of the view that appointment of employees on contract without following prescribed procedure was violation of the rules and Local Government orders which indicated weak internal controls.

The matter was reported to the management during August and December, 2024. The management of DMD Finance, KW&SC replied that appointments of contract employees were made by the office of the DMD (HRD&A), KW&SC. The management of the Karachi Metropolitan University, KMC replied that the appointments in question were made prior to the promulgation of the Sindh Local Council Employees (Service) Rules, 2017. Reply was not tenable as the management of the respective offices made appointments without following the required procedure. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on person(s) at fault, besides taking remedial measures.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2021-22 and 2019-20 vide para numbers 2.5.2.4, 2.5.2.1 and 1.2.2.35 having financial impact of Rs 22.399 million, Rs 0.00 million and Rs 280.650 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.8 Non-production of record

2.5.8.1 Non-production of record

Section 14 (2) and (3) of the Auditor-General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, provides as under:

“(2) The officer in-charge of any office or department shall afford all facilities and provide record for audit inspection and comply with requests for information in as complete a form as possible and with all reasonable expedition.

- (3) Any person or authority hindering the auditorial functions of the Auditor-General regarding inspection of accounts shall be subject to disciplinary action under relevant Efficiency and Discipline Rules applicable to such person”.

During the audit of various offices of Karachi Metropolitan Corporation and Karachi Water & Sewerage Corporation, for the financial years 2022-23 and 2023-24, it was observed that the management did not produce auditable record related to establishment, contingency, development, various registers, credentials of contractors, etc., for audit scrutiny. Detail is at **Annex-KHI12**.

Audit was of view that non-production of record was a serious lapse on the part of management which caused hindrance in performance of the functions of audit, besides, authenticity of the related transactions could not be ascertained.

The matter was reported to the management from March to December, 2024. The management of Mayor Secretariat, KMC replied that record of approved sanction, working strength and promotions made during 2022-23 pertains to Senior Director, HRM, KMC and letter has been sent to the concerned for production of the same and the record related to machinery & equipment is now ready for audit scrutiny. The Senior Director, Veterinary Services, KMC replied that the record pertaining to establishment is ready for audit scrutiny. The reply was not tenable as the management failed to provide requisite record during course of audit. The management of Karachi Metropolitan University replied that requisite record is available for verification of audit and will be provided as and when required. The reply was not tenable as the management failed to provide requisite record during course of audit. Further, in reply of AIR Para No. 11 the management stated that there was no cash available for disposal of monthly tax or other liabilities. The management of Director Safari Park, KMC, DMD Finance, KW&SC and PD S-III, KW&SC replied that required record is available in the office and ready for audit scrutiny. The reply was not tenable as the management failed to provide requisite record during course of audit, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 2.5.1.1, 2.5.1.1, 2.5.1.1, 2.5.1.1, 1.2.1.1, and 1.2.2.1 having financial impact of Rs 1,633.591 million, Rs 1,403.590 million, Rs 163.041 million, Rs 308.434 million, and Rs 8.173 million respectively. Recurrence of same irregularity is a matter of serious concern.

2.5.9 Audit Para of PD, Hub Dam (O&M) Project for inclusion in Audit Report from Director General Audit (Water Resources) in compliance of directions of Auditor-General of Pakistan.

2.5.9.1 Non-recovery of operation & maintenance cost from Karachi Water & Sewerage Corporation - Rs 254.936 million

According to decision of ECNEC, O&M cost of the Hub Dam project was recoverable from the Governments of Sindh (GoS) and Balochistan in the ratio of 63.3% and 36.7% respectively. As per Para-9.1.3 (vi) of WAPDA Accounting and Financial Reporting Manual, “A diligent effort shall be made to collect all outstanding accounts in general, invoices shall be collected as expeditiously as possible”.

During audit of accounts of PD, Hub Dam (O&M) Project of WAPDA for the period from July, 2020 to June, 2024, it was noticed that an amount of Rs. 254.936 million on account of O&M cost of project was recoverable from KW&SC, Government of Sindh being beneficiary of said project. Audit held that the amount was required to be recovered from the respective government timely to meet the annual recurring O&M cost but the needful was not done. The detail is as under:

(Rs. in millions)				
Name of Formation of WAPDA	PDP No.	Name of Province	Amount	Beneficiary entity of GoS
PD, Hub Dam (O&M) Project	152/2024-25	Sindh	254.936	KW&SC

Non-adherence to aforementioned decision/rule resulted in non-recovery of O&M cost of Rs. 254.936 million from the KW&SC, Government of Sindh upto FY 2023-24.

The matter was reported to the management in August 2024 and to MoWR in November, 2024. The management replied that persistent efforts were being made by involving MoWR for recovery of long outstanding amount from the concerned province and progress achieved in the matter would be intimated to Audit accordingly. The PAO of MoWR also did not convene DAC meeting till finalization of the report despite issuance of letter dated 10-12-2024, followed by reminders dated 17-12-2024 and 24-12-2024 by Director General Audit (Water Resources).

Audit recommends the management to pursue the matter with KW&SC for recovery of outstanding amount of O&M cost.

Chapter-3

Karachi Division



Chapter-3: Local Councils, Karachi Division

3.1 Introduction

Karachi Division has been divided into 25 Town Municipal Corporations. Each Town Municipal Corporation headed by Municipal Commissioner who carries out operations as per Sindh Local Government Act, 2013. The functions of Municipal Corporation are as following:

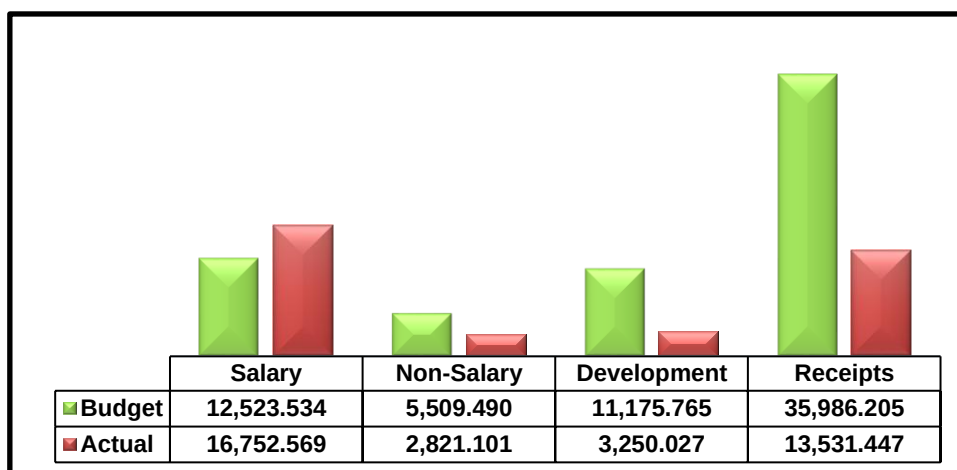
- i. Prepare development plans for the Town including plans for land use, zoning and functions for which Municipal Corporation is responsible.
- ii. Exercise control over land use, land subdivision, land development and zoning by public and private sectors for any purpose, including agriculture, industry, commerce markets, shopping and other employment centers, residential, recreation, parks, entertainment, transport freight and transit stations.
- iii. Enforce all municipal laws, rules and bye-laws governing Municipal Corporations functioning.
- iv. Prepare budget, long term and annual municipal development programs in collaboration with the Union Councils.
- v. Collect approved taxes, cess, user fees, rates, rents, tolls, charges, fines and penalties.
- vi. Manage properties, assets and funds vested in the Municipal Corporations.
- vii. Develop and manage schemes, including site development in collaboration with Union Administration.
- viii. Issue notice for committing any municipal offence by any person and initiate legal proceedings for commission of such offence or failure to comply with the directions contained in such notice.
- ix. Prosecute, sue and follow up criminal, civil and recovery proceedings against violators of Municipal Laws in the courts of competent jurisdiction.
- x. Maintain municipal records and archives.

3.2 Comments on Budget and Accounts (Variance Analysis)

[Rs. in Million]

25 Numbers of Town Municipal Corporations	Head of Accounts	Budget	Actual	Excess (+) Savings (-)
	Salary	12,523.534	16,752.569	+4,229.035
	Non-Salary	5,509.490	2,821.101	-2,688.389
	Development	11,175.765	3,250.027	-7,925.738
	Total Expenditure	29,208.788	22,823.696	-6,385.092
	Receipts	35,986.205	13,531.447	-22,454.758

Source: Budget Book



The budgeted expenditure of Local Councils of Karachi Division for the financial year 2023-24 was Rs 29,208.788 million, against which the actual expenditure was Rs 22,823.696 million, resulting in saving of Rs 6,385.092 million. The management of Local Councils was unable to realize the receipts' targets resulting in shortfall of Rs 22,454.758 million.

Table-: Audit Profile of Town Municipal Corporations, Karachi

[Rs. in Million]

Sr.	Description	Formations		Financial Year 2023-2024	
		Planned	Audited	Expenditure Audited	Revenue / Receipts Audited
1.	Formations	25	25	22,823.696	13,531.447
2.	Assignment Accounts, SDAs (excluding FAP)	-	-	-	-
3.	Authorities/Autonomous Bodies under the PAO	-	-	-	-
4.	Foreign Aided Projects (FAP)	-	-	-	-

3.3 Classified Summary of Audit Observations

Audit observations amounting to Rs 5,386.146 million were raised in this report during the current audit of Town Municipal Corporations of Karachi Division. The amount also includes recoveries of Rs 199.793 million as pointed out by Audit. Summary of the audit observations classified by nature is as under:

Table: Overview of Audit Observations:

[Rs. in Million]

Sr. No.	Classification	Amount
1	Value of money and service delivery issues	-
2	Procurement related irregularities	1,328.804
3	Recoveries related irregularities	199.793
4	Other issues - Unauthorized expenditure on local government election 2022 - Rs 5.061 million - Payment of sales tax on behalf of the contractors - Rs 15.023 million - Less realization of targeted receipts - Rs 2,328.568 million - Unauthorized expenditure on POL - Rs 8.219 million - Unauthorized creation of liability - Rs 1,160.640 million - Non-maintenance of stock registers - Rs 274.087 million	3,796.573
5	HR/Employees related irregularities	60.976
6	Non-Production of Record	-
Total		5,386.146

3.4 Brief Comments on the Status of Compliance with PAC Directives

The audit reports pertaining to following years have been laid before the Provincial Assembly of Sindh under Section 116 of the Sindh Local Government Act, 2013. Detail of paras presented in PAC meetings is reflected hereunder:

Audit Year	No. of Paras	Status of Paras Discussed in PAC Meetings
2012-13	8	2 – Partial
2013-14	7	1 – Partial
2014-15	70	-Nil-
2015-16	30	-Nil-
2016-17	32	-Nil-
2017-18	54	-Nil-
2018-19	35	-Nil-
2019-20	26	-Nil-
2020-21	15	-Nil-
2021-22	13	-Nil-
2022-23	17	-Nil-
2023-24	31	-Nil-

3.5 Audit Paras

3.5.1 Value for money and service delivery issues

3.5.1.1 Non-functioning of parks, schools and dispensaries

As per Section 116(7), Chapter-XII of Sindh Local Government Act 2013, “Every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by Government in the prescribed manner”.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that various parks, schools, maternity homes and dispensaries were non-functional due to which education, recreation and health service could not be provided to general public. Detail is at **Annex-KYC1**.

Sr. No.	Name of Entity	AIR Para
1	TMC Landhi	8
2	TMC Model	11
3	TMC Korangi	10
4	TMC Malir	12
5	TMC Nazimabad	10
6	TMC Chanesar	10
7	TMC Gulshan	14
8	TMC Ibrahim Hyderi	12
		13
9	TMC Orangi	9
10	TMC Baldia	14
		15

Audit was of the view that due to non-functioning of parks, schools and dispensaries; education, recreation and health services delivery could not be provided to general public which indicated poor management and weak internal controls.

The matter was reported to the management from August to November, 2024. The management of Town Municipal Corporation, Chanesar replied that all out efforts have been taken by the management within available resources to develop parks and play grounds for providing recreational facilities to general public, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the

report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends that non-functional parks, schools and dispensaries be made functional on priority basis besides, fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2021-22 vide para numbers 3.5.5.2 and 3.5.5.2 respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.2 Procurement related irregularities

3.5.2.1 Technical sanction beyond delegated financial powers - Rs 180.010 million

According to Sr. No.12(1)(b) of Sindh Delegation of Financial Powers and Financial Control Rules 2019, in case of ordinary and special repair (non-residential) following powers shall be exercised for technical sanctions:

Administrative Department	Full Powers
Chief Engineer	Rs 5.000 million, beyond that concurrence of the administrative department is required
Superintending Engineer	Upto Rs 1.000 million in each case
Executive Engineer	Upto Rs 0.200 million in each case

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management awarded different works amounting to Rs 180.010 million to various contractors without obtaining technical sanction from the competent authority, in violation of regulations, as detailed below:

[Rs. in Million]					
Sr. No.	Name of Entity	AIR Para	Amount	TS Accorded by	Competent Authority
1	TMC Gadap	1	20.547	Deputy Director Design & Technical (17/18)	Chief Engineer
2	TMC Chanesar	2	28.271	Executive / Superintendent Engineers	Chief Engineer
3	TMC Baldia	2	14.966	Executive Engineer	Superintendent Engineer
4	TMC Gulshan	5	29.051	Superintendent Engineer	Chief Engineer
5	TMC Ibrahim Hydri	2	42.377	Executive Engineer	Chief Engineer
6	TMC New Karachi	6	44.798	Executive / Superintendent Engineers	Chief Engineer
Total			180.010	-	-

Audit was of the view that execution of development works without obtaining technical sanction from the competent authority was violation of rules which indicated poor management and weak internal controls.

The matter was reported to the management from August to November, 2024. The management of Town Municipal Corporations, Chanesar and Baldia replied that all technical sanctions were obtained from authorized officer, i.e., Superintending Engineer, XEN who were empowered to accord technical sanction and all works were awarded after completing codal formalities as per rules. The reply was not tenable as management did not obtain technical sanctions from the competent authority as per delegation of financial powers, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2018-19 vide para number 3.2.2.13 having financial impact of Rs 136.525 million. Recurrence of same irregularity is a matter of serious concern.

3.5.2.2 Splitting up of works to avoid open tender - Rs 178.976 million

As per Rule 12(1), Part-II of Sindh Public Procurement Rules, 2010, “Save as otherwise provided and subject to the regulations made by the Authority, a procuring agency shall prepare, in accordance with Rule 11 above, all proposed procurements for each financial year and shall proceed accordingly without any splitting or regrouping of the procurements already grouped, allocated and scheduled in the Procurement Plan.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 178.976 million through quotations by splitting the procurements which resulted into non-achievement of competitive rates, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Moriro Mirbahar	6	2.767
2	TMC Landhi	5	4.186
3	TMC Model	4	11.489
4	TMC Korangi	4	2.563
5	TMC Lyari	2	9.041
6	TMC Gadap	6	9.263
7	TMC Shah Faisal	7	24.748
8	TMC Saddar	2	10.248
9	TMC Chanesar	4	9.228
10	TMC Jinnah	4	7.720
11	TMC Liaquatabad	2	11.373
12	TMC Gulshan	12	48.194
13	TMC Safoora	4	1.186
14	TMC Gulberg	2	8.453
15	TMC Orangi	4	13.558
16	TMC Sohrab Goth	12	4.959
Total			178.976

Audit was of the view that incurrence of expenditure through splitting the procurements was violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management from August to November, 2024. The management of Town Municipal Corporation, Chanesar replied that the works were in limit of quotation and works were awarded after fulfilling codal formalities. Further, TMC Chanesar is a newly created and facing shortage of funds since its establishment. Therefore, quotation purchases were made to meet necessary requirements regarding medicines, stationery, etc. Reply was not tenable as the management executed works by way of splitting up the expenditure to avoid open tender, whereas no reply was received from others offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 3.5.3.2, 3.5.3.1, 3.5.3.2, 2.2.2.15 and 3.2.2.18 having financial impact of Rs 52.067 million, Rs 37.348 million, Rs 74.255 million, Rs 102.355 million and Rs 41.239 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.2.3 Execution of development works through quotations instead of NIT Rs 109.956 million

According to the instructions issued by the Local Government Department, Government of Sindh vide letter No. SOI/LG/MICS/10-7/2013 dated 07-01-2014, “No development work on quotation should be carried-out. All development works be carried-out through NIT”.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 109.956 million on development works through quotations instead of inviting open tenders in violation of government instructions, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Gadap	7	18.749
2	TMC Orangi	3	9.239
3	TMC Manghopir	6	20.640
4	TMC North Nazimabad	2	40.916
5	TMC Nazimabad	2	11.657
6	TMC Saddar	3	6.759
7	TMC Jinnah	5	1.996
Total			109.956

Audit was of the view that execution of development works through quotation in violation of government instructions was irregular which indicated weak internal controls.

The matter was reported to the management from August to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2022-23 vide para number 3.5.3.4 and 3.5.3.6 having financial impact of Rs 15.972 and Rs 20.540 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.2.4 Irregular procurement of electrical material - Rs 174.930 million

Rule 48 of Electricity Rules, 1937, states that all Government and Semi Government departments are bound to award contracts of electrical installation works to the contractors holding valid government electrical contractor license.

Further, Sr. No.(18) of Schedule of Rule 5(1) of Sindh Local Councils (Property) Rules 2017, requires that register of street light points and lamp posts in Form P-XVIII shall be maintained.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 174.930 million on the procurement of electrical material, in violation of above rules, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Landhi	4	9.070
2	TMC Model	6	21.555
3	TMC Korangi	6	3.557
4	TMC Liaquatabad	9	2.394
5	TMC Gulberg	9	4.117
6	TMC Manghopir	4	131.256
7	TMC Jinnah	7	2.981
Total			174.930

Following irregularities were noticed:

- i. The electrical works was awarded to contractors not holding valid Electrical Contractor License.
- ii. Purchases were made on quotation basis by splitting up procurements.
- iii. Location for installation of purchased electric material was not recorded.
- iv. Inspection of street lights material was not carried out.
- v. Warranty cards of saver bulbs and other lights were not available.
- vi. Neither the purchased material was accounted for in the stock register nor issuance of the material was recorded.
- vii. Inventory of replaced articles were not available.

Audit was of the view that procurement of electrical material without observing codal requirements was irregular and indicated weak internal controls.

The matter was reported to the management from August to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2020-21 vide para numbers 3.5.3.9 and 3.5.3.1 having financial impact of Rs 91.763 and Rs 139.637 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.2.5 Non-forfeiting the security deposit of defaulter - Rs 42.000 million

As per Rule-13(3) of Sindh Local Councils (Auctioning of Collection Rights) Rules 2016, “The contractor does not turn up to deposit dues recoverable from him in the light of terms and conditions of auction or does not enter into written agreement within the specified period mention in the communication, it shall be presumed that the contractor is no more interested in the contract and as such the contract shall automatically stand cancelled and the deposit made by the contractor shall stand forfeited”.

During the audit of Town Municipal Corporation, Gadap of Karachi Division, for the financial year 2023-24, it was observed that the management awarded contract of collection of tax/fee from Milching Animal and Issuance of Health Clearance Certificate from 04-10-23 to 20-06-2024 to M/s Altaf Brohi at Rs 3,767.667 million, being highest bidder in open auction. However, M/s Altaf Brohi failed to enter into the agreement with the management of TMC GADAP, Karachi despite issuance of letter of intimation vide No. TMC(G)/TMC/30/2023 dated 02-10-2023. The management rather than forfeiting the security deposit of Rs 42.000 million irregularly refunded the same to the defaulter, in violation of rules. Detail is as under:

[Rs. in Million]					
Description of Auction	Name of Contractor	Bid / Contract Amount	Pay Order #	AIR Para	Amount of Security Deposit
Milching Animal and Issuance of Health Clearance Certificate	M/s Altaf Brohi	3,767.667	16636591	14	21.000
			16636591		21.000
Total					42.000

Audit was of the view that non-forfeiting of security deposit was undue favor extended to the contractor at the cost of public exchequer which indicated poor financial management and weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter to fix the responsibility on the person (s) at fault, besides taking remedial.

3.5.2.6 Award of works without execution of contract agreement Rs 76.529 million

Clause (iii) and (iv) of Para 7.12.3 of Sindh Public Procurement Authority Regulation for Procurement of Works, stipulates that within 28 days of receipt of the letter of acceptance, the procuring agency will send all copies of the contract to the bidder, with a covering letter or contractor shall attend the offices of the procurement agency for the purpose of signing the agreement duly stamped at the rate of 35 Paisa/100 rupees of the contract value (as amended and updated by the Government from time to time and which shall be borne by the contractor). Failure to sign the agreement shall lead to cancellation of the award and forfeiture of the bid security.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management awarded contracts of Rs 76.529 million without executing contract agreements with the contractors. Further, government also sustained loss of Rs 0.268 million on account of stamp duty, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	Amount	Stamp Duty
1	TMC Lyari	7	17.681	0.062
2	TMC Saddar	7	58.848	0.206
Total			76.529	0.268

Audit was of the view that non-execution of contract agreements was violation of the rules. The government also sustained loss of revenue in the shape of stamp duty which indicated poor financial management and weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 3.5.3.5 having financial impact of Rs 1,009.035 million. Recurrence of same irregularity is a matter of serious concern.

3.5.2.7 Irregular utilization of sanitation funds through quotations Rs 47.406 million

According to Rule 11(1), Part-II of Sindh Public Procurement Rules, 2010, “All procuring agencies shall devise a mechanism for planning in detail for all proposed procurements, determining the requirement of the procuring agency, within its available resources, and prepare an annual or a longer-term rolling plan, detailing the procurement methods applicable for specific procurements”.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 47.406 million on various sanitation works (hiring of machinery and labour for cleaning of streets, roads and drain/nallahs) through quotations by keeping each transaction below Rs 300,000 / 500,000 to avoid open competitive bidding; whereas, the work of sanitation being a mandatory function of the Council was foreseen prior to commencement of financial year at the time of budget preparation/approval, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Mori Mirbahar	2	3.810
2	TMC Mauripur	2	2.281
3	TMC Gadap	8	3.799
4	TMC Shah Faisal	1	4.071
5	TMC Jinnah	8	4.965
6	TMC New Karachi	5	14.998
7	TMC Ibrahim Hyderi	9	13.482
Total			47.406

Audit was of the view that incurrence of expenditure through quotations without obtaining competitive rates was violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management from August to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20 and 2018-19 vide para numbers 3.5.3.7, 3.5.3.4, 3.5.3.2, 2.2.2.13 and 3.2.2.23 having financial impact of Rs 9.190 million, Rs 33.039 million, Rs 34.910 million, Rs 144.400 million and Rs 15.971 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.2.8 Unauthorized expenditure beyond domain - Rs 123.310 million

According to Section 3 (vii) of KW&SB Act, 1996, the Board shall undertake construction improvement, maintenance and operation of:

- (a) Water works including wells and recharge facilities for collecting, purifying, pumping, storing and distributing water to all types of consumers,
- (b) Sewerage works for collecting, pumping, treating and disposing of sewerage and industrial waste.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 123.310 million on account of providing and laying water supply and sewerage line beyond domain as the works pertained to the jurisdiction of the Karachi Water & Sewerage Corporation, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Chanesar	6	5.987
2	TMC Liaquatabad	4	11.377
3	TMC Baldia	5	38.768
4	TMC Safoora	5	23.796
5	TMC Gulberg	4	4.647
6	TMC North Nazimabad	14	8.416

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
7	TMC Nazimabad	13	3.852
8	TMC Ibrahim Hydri	4	26.467
Total			123.310

Audit was of the view that incurrence of expenditure beyond domain indicated poor management and weak internal controls.

The matter was reported to the management from August to November, 2024. The management of Town Municipal Corporations, Chanesar and Baldia replied that all works were carried out in geographical limits of TMCs without having duplication with KW&SC. The reply was not tenable as the work of water supply and sewerage services pertained to KW&SC in Karachi, whereas no reply was received from others offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on person(s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2018-19 vide para numbers 3.5.5.1 and 3.2.2.17 having financial impact of Rs 541.879 million and Rs 43.499 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.2.9 Irregular expenditure on de-silting and disposal of garbage Rs 42.264 million

Section 116 (07), Chapter-XII of the Sindh Local Government Act, 2013, states that every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by the Government in the prescribed manner.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 42.264 million through quotations on de-silting, clearance of drain and nallahs, lifting of garbage and removal of debris etc. from limits of towns and districts, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Gadap	9	5.331
2	TMC Manghopir	5	36.933
Total			42.264

Following short comings were noticed:

- i. Works of garbage lifting were outsourced instead of utilization of own staff, vehicles and machinery.
- ii. Estimation for de-silting works was not prepared and measurement was also not recorded in the measurement books.
- iii. Rates were not evaluated by procurement committee.
- iv. Record of daily quantity of garbage lifted and disposed-off at dumping site(s) was not maintained to ensure check and balance before making payment to the contractors.
- v. Supervision of works by sanitation incharge and certificate for satisfactory completion of work was not recorded.

Audit was of the view that incurrence of expenditure on collection, removal and disposal of silt and garbage without maintaining supporting record was irregular which indicated weak internal controls.

The matter was reported to the management during August and October, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2021-22 and 2020-21 vide para numbers 3.5.4.1 and 3.5.3.1 having financial impact of Rs 37.348 million and Rs 47.903 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.2.10 Irregular expenditure without provision in estimates - Rs 9.197 million

Para No. 2.86 of The West Pakistan Buildings & Roads Department Code, stipulates that the authority granted by a sanction to an estimate must on all occasions be looked upon as strictly limited by the precise objects for which the estimate was intended

to provide. Accordingly, any anticipated or actual savings on a sanctioned estimate for a definite project should not, without special authority be applied to carry out additional work not contemplated in the original project or fairly contingent on its actual execution.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management awarded various construction works and paid an amount of Rs 9.197 million to the contractors on account of extra items which were not included in the original estimate. Detail is at **Annex-KYC2**.

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Gadap	2	2.600
2	TMC Malir	15	0.338
3	TMC Chanesar	7	2.869
4	TMC Baldia	6	3.390
Total			9.197

Audit was of the view that incurrence of expenditure without provision in estimate was violation of the rules and undue favour extended to the contractors which indicated poor financial management and weak internal controls.

The matter was reported to the management from August to November, 2024. The management of Town Municipal Corporations, Chanesar and Baldia replied that estimates including items mentioned in audit para for the said works were duly approved from authorized officer empowered for sanctioning. Reply was not tenable as the management did not provide documentary evidence in support of reply, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

3.5.2.11 Execution of additional work beyond permissible limit - Rs 7.753 million

Rule 16(1)(e-i), Part-II of Sindh Public Procurement Rules, 2010, stipulates that repeat Orders means procurement of additional quantities of the item(s) from the original contractor or supplier, where, after the items originally envisaged for the project or scheme have been procured through open competitive bidding, and such additional quantities of the same item(s) of goods or works are needed to meet the requirements of the project or scheme; provided that the cost of additional quantities of item(s) shall not exceed 15% of the original contract amount.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management executed quantities of different development works amounting to Rs 7.753 million which were beyond permissible limit of the sanctioned quantities of the original estimates ranging from 20% to 950%. Detail is at **Annex-KYC3**.

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Gadap	3	2.867
2	TMC Baldia	7	1.583
3	TMC Ibrahim Hydri	5	3.303
Total			7.753

Audit was of the view that execution of excess quantities from the original estimates beyond permissible limit was irregular which indicated that undue favour was extended to the contractors.

The matter was reported to the management from August to November, 2024. The management of Town Municipal Corporation, Baldia replied that all items duly sanctioned in the estimates were carried out as per sanctioned quantities, if any deviation occurs the approval is obtained keeping the expenditure within the approved estimates amount limit, however audit instructions have been noted for strict compliance in future, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2021-22 vide para number 3.5.5.1 having financial impact of Rs 7.753 million. Recurrence of same irregularity is a matter of serious concern.

3.5.2.12 Non-obtaining of performance security - Rs 24.000 million

According to Rule 39(1), Part-II of Sindh Public Procurement Rules, 2010 (Amended 2019), "Procuring Agency shall, in all procurement of goods, works and services, carried out through open competitive bidding, require security in the form of pay order or demand draft or bank guarantee, an amount sufficient to protect the procuring agency in case of breach of contract by the contractor or supplier or consultant, provided that the amount shall not be more than 10% of contract price; (3) Validity of performance

security shall extend at least ninety days beyond the date of completion of contract to cover defects liability period or maintenance period subject to final acceptance by the procuring agency”.

During the audit of Town Municipal Corporation, Gadap of Karachi Division, for the financial year 2023-24, it was observed that the management awarded contract without obtaining 10% performance security/bank guarantees from contractor amounting to Rs 24.000 million. Detail is as under:

[Rs. in Million]					
Description of Collection Rights	Period of Contract	Name of Contractor	AIR Para	Contract Amount	Performance Security @ 10%
Milching Animal and Issuance of Health Clearance Certificate	22-12-2023 to 21-12-24	M/S M.K Construction	15	240.000	24.000
Total				240.000	24.000

Audit was of the view that non-obtaining of performance security/bank guarantee was undue favour to contractor which indicated weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2019-20 and 2018-19 vide para numbers 2.2.2.20 and 3.2.2.15 having financial impact of Rs 40.788 million and Rs 107.183 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.2.13 Non-imposition of liquidated damages - Rs 1.443 million

As per Para 10.3 of Sindh Public Procurement Regulatory Authority Guidelines 2013, “If the contractor fails to comply with time for completion mentioned in bid data except the conditions mentioned above, then procuring agency can penalize the contractor by adopting any one of the prescribed courses provided under clause (c) The amount of the liquidated damages for each day of delay in completion of the whole of the works, or if applicable for any section thereof, shall be a sum equal to 5 to 10 % (it is to be mentioned in the agreement) of the estimated cost of the works divided by one-fourth of the number of days specified as completion time”.

During the audit of Town Municipal Corporation, Malir of Karachi Division, for the financial year 2023-24, it was observed that the management awarded various works of Rs 28.863 million but the contractors failed to complete the works within stipulated period. However, the liquidated damages amounting to Rs 1.443 million @ 5% of contract value were not imposed. Detail is at **Annex-KYC4**.

Audit was of the view that due to non-imposition of liquidated damages undue favor was extended to the contractors which indicated weak financial management and internal controls.

The matter was reported to the management in September 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2018-19 vide para numbers 3.5.3.12 and 3.2.2.11 having financial impact of Rs 0.580 million and Rs 235.518 million respectively. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 3]

3.5.2.14 Irregular release of final payments without obtaining completion certificates Rs 69.799 million

According to Rule 118 of Sindh Local Council (Accounts) Rules, 1983, “No first and final bill and no final bill shall be paid in respect of any work until a completion report and a completion certificate have been submitted by the Engineer competent to sanction the estimate of the work technically”.

During the audit of Town Municipal Corporation, Mominabad of Karachi Division, for the financial year 2023-24, it was observed that the management paid final payments amounting to Rs 69.799 million to various contractors on account of the 41 works carried by them without obtaining completion certificates from the Engineer in violation of rules. Detail is at **Annex-KYC5**.

Audit was of the view that release of final payments to the contractors without obtaining completion certificates was violation of the rules which indicated poor management and weak internal controls.

The matter was reported to the management in October 2024. The management replied that completion reports and certificates from the engineers competent to sanction the estimates have now been obtained for all relevant works. However, the management provided completion certificates of only 31 works out of 41. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Para: 12]

3.5.2.15 Splitting up of works to avoid publication of tender in print media Rs 101.785 million

According to Rule 12(1), Part-II of Sindh Public Procurement Rules, 2010, “Save as otherwise provided and subject to the regulations made by the Authority, a procuring agency shall prepare, in accordance with Rule 11 above, all proposed procurements for each financial year and shall proceed accordingly without any splitting or regrouping of the procurements already grouped, allocated and scheduled in the Procurement Plan”.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management awarded various works of Rs 101.785 million by splitting the expenditure to avoid publication of the tenders in print media, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Chanesar	1	40.966
2	TMC Baldia	1	26.458
3	TMC Gulshan	4	14.898
4	TMC Ibrahim Hydri	1	19.463
Total			101.785

Audit was of the view that award of works by splitting procurements to avoid publication of the tender in print media resulted into non-obtaining of competitive rates and violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management from August to November, 2024. The management of Town Municipal Corporations, Chanesar and Baldia replied that the works were in limit of calling tender through SPPRA website and were awarded after observing all codal formalities, hence no irregularity was made on the part of procuring agency. Reply was not tenable as the management executed works by splitting up to avoid publication in print media, whereas no reply was received from others offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2018-19 vide para numbers 3.5.3.3, 3.5.3.3 and 3.2.2.14 having financial impact of Rs 187.580 million, Rs 63.197 million and Rs 128.151 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.2.16 Expenditure through invalid procurement committee - Rs 89.778 million

According to Rule-7, Part-I of Sindh Public Procurement Rules, 2010, “The procuring agency shall, with approval of its Head of the Department, Constitute as many procuring committees, as it deems fit, each comprising odd number of persons and headed by the gazette officer not below the rank of BPS-18, or if not available, the officer of the highest grade, and shall ensure that at least one third of the members of a procurement committee are from the agencies or departments other than the procuring agency”.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 89.778 million on procurement of works and services, however procurement committee was constituted without inclusion of external member for evaluation of rates and quality of the procured items, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Landhi	7	15.647
2	TMC Model	8	13.834
3	TMC Korangi	8	60.297
Total			89.778

Audit was of the view that procurements without inclusion of external member was irregular which indicated poor management and weak internal controls.

The matter was reported to the management from August to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2019-20 vide para number 4.2.3.27 having financial impact of Rs 16.540 million. Recurrence of same irregularity is a matter of serious concern.

3.5.2.17 Procurement without constituting committee - Rs 49.668 million

According to Rule-7, Part-I of Sindh Public Procurement Rules 2010, “The procuring agency shall, with approval of its Head of the Department, constitute as many procuring committees, as it deems fit, each comprising odd number of persons and headed by a gazetted officer not below the rank of BS-18, or if not available, the officer of the highest grade, and shall ensure that at least one third of the members of a procurement committee are from the agencies or departments other than the procuring agency”.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 49.668 million on various purchases and works without constitution of procurement committee to evaluate rates offered by the bidders, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Lyari	6	30.645
2	TMC Saddar	6	19.023
Total			49.668

Audit was of the view that purchases and works were made without constituting the procurement committee which indicated weak internal controls.

The matter was reported to the management from August to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2019-20 vide para number 2.2.2.8 having financial impact of Rs 407.889 million. Recurrence of same irregularity is a matter of serious concern.

3.5.3 Recoveries related issues

3.5.3.1 Non-deposit of taxes into public exchequer - Rs 122.055 million

Section 160 of Income Tax Ordinance, 2001, as amended vide Finance Act 2002, stipulates that any tax that has been collected or purported shall be paid to the Commissioner by the person making the collection or deduction within the time and in the manner as may be prescribed.

Further, according to Rule 41(a), Chapter-3 of Sindh Financial Rules Volume-1, “The departmental controlling officers should see that all sums due to Government are regularly received and checked against demands and that they are paid into the treasury”.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management deducted an amount of Rs 122.055 million on account of income tax, general sales tax and Sindh sales tax on service from contractors/employees but failed to deposit the same into public exchequer, as detailed below:

[Rs. in Million]						
Sr. No.	Name of Entity	AIR Para	I.T	SST	GST	Total Taxes not Deposited
1	TMC Landhi	3	1.180	0.718	-	1.898
2	TMC Korangi	5	-	2.780	-	2.780
3	TMC Lyari	10	3.424	2.165	-	5.589
4	TMC Shah Faisal	2	1.864	1.450	-	3.314
5	TMC Saddar	12	4.487	3.104	-	7.591
6	TMC Jinnah	11	2.424	1.641	0.085	4.150
7	TMC Malir	8	4.129	2.022	-	6.151
8	TMC Sohrab Goth	7	2.030	1.361	-	3.391
9	TMC Safoora	2	2.599	2.184	0.289	5.072
10	TMC Manghopir	7	41.071	24.939	11.665	77.675
11	TMC Mominabad	1	1.955	1.161	0.268	3.384
12	TMC Orangi Town	5	-	1.060	-	1.060
Total						122.055

Audit was of the view that non-deposit of collected taxes into public exchequer indicated poor financial management and weak internal controls.

The matter was reported to the management through AIR from August to November, 2024 and also reported as a critical issue in respect of TMC, Manghopir vide DO letter to PAO in November 2024. The management of Town Municipal Corporation, Mominabad replied that deducted amount of Rs 3.384 million on account of income tax and Sindh sales tax on services have been deposited into the relevant head of account and provided copies of the deposited challans and computerized payment receipt (CPRs) of Rs 1.200 million (Rs 0.600 million income tax and Rs 0.600 million SST) out of Rs 3.384 million. Management is required to deposit remaining amount of taxes amounting to Rs 2.184 million, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends depositing of deducted taxes into public exchequer, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22 and 2018-19 vide para numbers 3.5.4.1, 3.5.4.1, 3.5.4.2 and 3.2.2.1 having financial impact of Rs 142.559 million, Rs 134.637 million, Rs 209.310 million and Rs 237.063 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.3.2 Non-deduction of government taxes - Rs 19.135 million

As per Section 153 of Income Tax Ordinance, 2001 read with Income Tax Rules, 2002, “Payment on account of supply of goods and rendering of services are subject to deduction of income tax at source @ 4.5% and 7.5% respectively”.

Further, Section-236A Income Tax Ordinance, 2001 (Amended upto 30th June, 2021), stipulates that advance tax at the time of sale by auction. The rate of collection of tax under section 236A, in case of immovable property sold by auction, the rate of collection of tax under this section shall be 5% of the gross sale price

Furthermore, according to Section 3(1) of Sales Tax Act, 1990, as amended upto July 2015, “There shall be charged, levied and paid a tax known as sales tax at the rate of 18% of the value of (a) taxable supplies made by a registered person”.

Moreover, Section 8(1) of Sindh Sales Tax on Services Act, 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management did not deduct/recover income tax, Sindh sales tax on services, general sales tax and advance tax amounting to Rs 19.135 million from various contractors, suppliers and employees, as detailed below:

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	I. T.	Advance Tax	SST	GST	Amount
1	TMC Model	3	-	-	0.622	-	0.622
2	TMC Baldia	4	-	-	1.349	-	1.349
3	TMC Malir	16	-	-	0.177	-	0.177
4	TMC Orangi	7	0.247	-	0.263	-	0.51
5	TMC Manghopir	9	0.06	-	3.091	-	3.151
6	TMC Sohrab Goth	9	-	-	-	1.276	1.276
7	TMC Gadap	15	-	12.05	-	-	12.05
Total			0.307	12.050	5.502	1.276	19.135

Audit was of the view that non-deduction/recovery of taxes was loss to public exchequer which reflected weak financial management and internal controls.

The matter was reported to the management from August to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends recovery of taxes, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 3.5.4.2, 3.5.4.2, 3.5.4.4, 3.5.2.3, (2.2.2.1, 2.2.2.2, 2.2.2.3) and 3.2.2.3 having financial impact of Rs 7.122 million, Rs 43.027 million, Rs 33.504 million, Rs 32.764 million, Rs 113.569 million and Rs 78.056 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.3.3 Non-recovery of outstanding dues - Rs 58.202 million

As per Section 100 (2), Chapter-X of Sindh Local Government Act 2013, “All arrears of taxes, rates, tolls and fees and other moneys claimable by a Council under this Act shall be recoverable as arrears of land revenue through Government agency or by the Council authorized by Government for such recovery through such employees or class of employees of the Council as may be prescribed”.

Further, Section 41(a), Chapter-3 of Sindh Financial Rules Volume-1, stipulates that the departmental controlling officer should see that all sums due to Government are regularly received and checked against demands and that they are paid into treasury claiming credit for so much paid into the treasury and compare with the figures in the statements supplied by the comptroller.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management did not recover the outstanding dues of Rs 58.202 million on account of rent of shops, local cess, animal/mall piri fee, market fee and cabin piri, etc., from defaulters, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Outstanding Dues
1	TMC Gadap	10	36.311
2	TMC Liaquatabad	7	10.674
3	TMC Gulshan	2	1.851
4	TMC Malir	6	4.000
5	TMC Gulberg	7	0.743
6	TMC Saddar	11	4.623
Total			58.202

Audit was of the view that non-recovery of outstanding dues indicated weak financial management and internal controls.

The matter was reported to the management from August to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends recovery of outstanding dues, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2021-22 and 2018-19 vide para numbers 3.5.4.4, 3.5.4.3 and 3.2.2.2 having financial

impact of Rs 160.160 million, Rs 67.519 million and Rs 199.867 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.3.4 Non-deposit of water charges - Rs 0.401 million

According to Section 41 (a) of Sindh Financial Rules Volume-1, “The departmental controlling officer should see that all sums due to Government are regularly received and checked against demands and that they are paid into treasury claiming credit for so much paid into the treasury and compare with the figures in the statements supplied by the Comptroller”.

During the audit of Town Municipal Corporation, Gulberg of Karachi Division, for the financial year 2023-24, it was observed that the management deducted Rs 0.401 million on account of water charges from bills of various contractors. However, the same was not accounted for in relevant head of account.

Audit was of the non-deposit of water charges in relevant head of account indicated poor financial management and weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2025. followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends depositing of the deducted amount of water charges in relevant head of account, besides fixing responsibility on the person (s) at fault.

[AIR Para: 14]

3.5.4 Other issues

3.5.4.1 Unauthorized expenditure on local government election 2022 Rs 5.061 million

Section 116(7), Chapter-XII of Sindh Local Government Act 2013, stipulates that every member or employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct,

and the liability of such member, employee or person shall be determined by Government in the prescribed manner.

During the audit of Town Municipal Corporation, Mauripur of Karachi Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 5.061 million for providing various material and services related to Local Government Election 2022, which was unauthorized and beyond the domain of Town Municipal Corporation. Detail is as under:

[Rs. in Million]				
Sr. No.	Description	Name of Contractor/ Supplier	W. O No. & Date	Amount
1	P/decoration accessories GCT, for ECP 2022	M/s N.D Construction	323/2021 dt 18.08.2022	0.300
2	S/visiting chairs GCT, for ECP 2022		324/2021 dt 18.08.2022	0.295
3	P/S electric fan GCT, for ECP 2022		322/2021 dt 18.08.2022	0.297
4	S/visiting tables GCT, for ECP 2022		325/2021 dt 18.08.2022	0.297
5	P/refreshment GCT, for ECP 2022		326/2021 dt 18.08.2022	0.299
6	P/S water dispenser, for ECP 2022		321/2021 dt 18.08.2022	0.298
7	P/S tables election GCT, for ECP 2022	M/S: U.A Enterprises	319/2021 dt 18.08.2022	0.297
8	S/electric fan , for ECP 2022		316/2021 dt 18.08.2022	0.297
9	S/visiting tables , for ECP 2022		318/2021 dt 18.08.2022	0.295
10	P/decorating accessories GCT, for ECP 2022		317/2021 dt 18.08.2022	0.300
11	Refreshment election , for ECP 2022		315/2021 dt 18.18.2022	0.299
12	P/water dispenser, for ECP 2022		320/2021 dt 18.08.2022	0.298
13	P/decoration accessories GCT, for ECP 2022	M/s. 7 Gold Star & Co	310/21-22 dt 18.08.2022	0.300
14	S/visiting chair for GCT ECP 2022		311/21-22 dt 18.08.2022	0.295
15	Refreshment GCT, for ECP 2022		314/21-22 dt 18.08.2022	0.299
16	P/S tables for electric GCT, for ECP 2022		312/21-22 dt 18.08.2022	0.297
17	Refreshment GCT, for ECP 2022		313/21-22 dt 18.08.2022	0.299
Total				5.061

Audit was of the view that incurrence of expenditure on local government election was unauthorized and beyond domain of the Corporation which indicated poor management and weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

[AIR Para: 8]

3.5.4.2 Payment of sales tax on behalf of the contractors - Rs 15.023 million

Section 9(1) of Sindh Sales Tax on Service Act 2011, stipulates that where a service is taxable by virtue of sub-section (1) of section 3, the liability to pay the tax shall be on the registered person providing the service.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management awarded various works to the contractors and paid of Rs 189.669 million. However, instead of deduction of Sindh sales tax on services from their bills, the amount of SST @ 5% amounting to Rs 15.023 million was first included in the estimate to make it gross claim and then subsequently the same added amount in the bill was deducted as Sindh sales tax. Thus, the management extended undue favour to the contractors by managing to make the payment of Sindh sales tax from public exchequer, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Gadap	5	3.649
2	TMC Malir	14	3.541
3	TMC Orangi Town	6	0.422
4	TMC Mominabad	3	1.161
5	TMC Manghopir	8	6.250
Total			15.023

Audit was of the view that payment of sales tax on behalf of the contractors was an undue favour extended to the contractors by the management at the cost of public exchequer.

The matter was reported to the management from August to November, 2024. The management of Town Municipal Corporation, Mominabad replied that payments were processed in compliance with the terms of the contractual agreements between the TMC and the contractors. The reply was not tenable as management extended undue favour to the contractors by first including the amount of tax in estimate to make it gross claim and then subsequently deducted the added amount from the bills as Sindh Sales Tax, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter and fixing responsibility on the person (s) at fault.

3.5.4.3 Less realization of targeted receipts - Rs 2,328.568 million

Section 100 (1) of Sindh Local Government Act 2013, states that unless otherwise provided, all taxes, rates, tolls and fees levied under this act shall be collected in the prescribed manner by the persons authorized for such collection: provided that where any tax, rate, toll or fee levied by a Council is also levied by Government, such tax, rate, toll or fee shall be collected with Government tax, and the proceeds thereof be credited to the local fund of the Council.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management did not take appropriate measures to realize revenue targets of Rs 2,328.568 million from various heads, i.e., rent of shops, road cutting charges, bill board fees, property tax, trade license fees, nursery fees, cattle pirri fees, bachat bazar, parking fees, licensing fee, etc., as detailed below:

[Rs. in Million]					
Sr. No.	Name of Entity	AIR Para	Targeted Receipts	Recovery Effected	Shortfall
1	TMC Moriro Mirbahar	5	226.204	35.039	191.165
2	TMC Mauripur	3	239.000	28.025	210.975
3	TMC Landhi	2	100.000	10.183	89.817
4	TMC Model	5	66.057	29.024	37.033
5	TMC Korangi	3	101.901	63.544	38.357
6	TMC Gadap	11	16.520	8.862	7.658
7	TMC Saddar	13	240.410	89.900	150.510
8	TMC Chanesar	8	19.200	5.509	13.691
9	TMC Liaquatabad	5	176.800	15.307	161.493
10	TMC Baldia	8	103.000	7.291	95.709
11	TMC Gulshan	6	94.400	27.139	67.261
12	TMC Malir	5	233.350	92.529	140.821
13	TMC Sohrab Goth	2	177.000	29.055	147.945
14	TMC Safoora	9	164.000	96.525	67.475
15	TMC Gulberg	5	85.250	17.189	68.061
16	TMC Orangi Town	10	23.000	6.823	16.177
17	TMC Manghopir	10	177.950	27.734	150.216
18	TMC Mominabad	9	3.100	2.222	0.878
19	TMC North Nazimabad	5	163.500	25.520	137.980
20	TMC Nazimabad	4	162.900	10.441	152.459
21	TMC Ibrahim Hyderi	7	102.350	35.239	67.111
22	TMC Lyari	11	195.100	3.724	191.376
23	TMC Jinnah	10	36.200	7.997	28.203
24	TMC Saddar	9	90.100	23.902	66.197
25	TMC Safoora	11	30.000	-	30.000
Total			3,027.292	698.723	2,328.568

Audit was of the view that due to less-realization of revenue targets; the councils were deprived of legitimate revenue which indicated poor financial controls.

The matter was reported to the management from August to November, 2024. The management of Town Municipal Corporations, Chanesar and Baldia replied that as the TMCs are newly established therefore they could not achieve the targeted receipts however, they are making efforts to achieve the same into future. The management of Town Municipal Corporation, Mominabad replied that targets were intentionally set high to maximize municipal revenue, crucial for enhancing public services such as infrastructure and sanitation to meet community needs. However, the same could not be achieved due to various challenges like encroachments and land grabbing by the private persons, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault for non-achievement of revenue targets.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20 and 2018-19 vide para numbers 3.5.6.1, 3.5.5.1, 3.5.4.1, 2.2.2.5 and 3.2.2.7 having financial impact of Rs 1,768.328 million, Rs 1,456.646 million, Rs 1,035.276 million, Rs 1,527.575 million and Rs 1,424.010 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.4.4 Non-evacuation of encroached park

As Per Schedule-II (Section 72) of Sindh Local Government Act, 2013, “Compulsory functions to be performed by Metropolitan corporation (3) Co-ordination. Monitoring and supervision of all inter-district development / maintenance works (13) Control of Land owned by Metropolitan Corporation and Removal of Encroachments from the properties owned by Metropolitan Corporation.”

During the audit of Town Municipal Corporation, Chanesar of Karachi Division, for the financial year 2023-24, it was observed that the management failed to evacuate the encroached land of library park located at Block-2, PECHS, which is currently occupied by Rangers. The failure has deprived the local community of recreational facilities.

Audit was of the view that non-evacuation of the encroached land of park indicated poor management and weak internal controls.

The matter was reported to the management in August 2024. The management replied that efforts have been taken to evacuate the said park from the quarter concerned and will be evacuated shortly. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends that remedial measures be taken to evacuate the encroached park land on priority basis.

[AIR Para: 11]

3.5.4.5 Irregular acquisition of office buildings without valuation of rent by the building department - Rs 4.975 million

According to Local Government & Housing Town Planning Department, Government of Sindh order dated 07 December 2016, councils to hire the office accommodation on rent subject to observance of all codal formalities including valuation of rent by the Building Department.

During the audit of Town Municipal Corporation, Safoora of Karachi Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 4.975 million against the payment of rent of two office buildings without valuation of rent by the building department. Detail is as under:

[Rs. in Million]				
Sr. No.	Description	Name of Vendor	Cheque # & Date	Net Amount
1	Advance rent for TMC Office Building	Naeem Khan	41585756 21-12-2023	0.455
2	Office rent for Dec 2023	M. Naeem Khan	440393069 08-01-2024	0.455
3	Office rent (Main Building)	Zeal Enterprises	44039423 14-02-2024	0.455
4	Office rent main building	Zeal Enterprises	44544493 18-03-2024	0.455
5	Office building rent Main Building	Zeal Enterprises	44524544 02-04-2024	0.455
Total Rent (Main Building)				2.275
1	Advance rent for TMC Office Building for six months near Kamran Chowrangi)	Abdul Ali	440393352 02-01-2024	1.800
2	Office rent (Kamran Chowrangi)	Abdul Ali	44039422 14-02-2024	0.300
3	Office rent Feb 2024 (Kamran Chowrangi)	Abdul Ali	44544492 18-03-2024	0.300

[Rs. in Million]

Sr. No.	Description	Name of Vendor	Cheque # & Date	Net Amount
4	Building rent Kamran Chowrangi	Abdul Ali	44524538 02-04-2024	0.300
Total Rent (Kamran Chowrangi)				2.700
Grand total of Rent				4.975

Audit was of the view that hiring of offices on rent without valuation of rent by the building department was violation of department's order which indicated poor financial management and weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault, besides taking remedial measures.

[AIR Para: 3]

3.5.4.6 Unauthorized expenditure on POL - Rs 8.219 million

As per Rule- 15 of the Staff Car Rules 1980, as amended in 2008, "The Log Book, History Sheet, and Petrol Account Register shall be maintained for each official vehicle".

Further, according to Rule 159(4) of the Sindh Local Council (Accounts) Rules, 1983, "A council vehicle shall not be driven except by a driver appointed by the competent authority, for the vehicle. Every person using a council vehicle shall make and sign entries in the Petrol and lubricant account in Form No.116, and in Log Book of the vehicle kept in the custody of the driver. Log book shall be maintained in Form No.117. All council vehicles shall be garaged in the office premises or at any other place determined by the Mayor or Chairman after office hours failing which the driver of the vehicle concerned shall be held responsible."

Moreover, according to letter No.CTC(S&GAD)-6(227)/87 dated 05-04-1997 on the subject of "Entitlement of vehicles to government functionaries" issued from SGA&CD, Government of Sindh. The entitlement criteria of various categories of officers have been worked out and approved by the Competent Authority in which there is no any provision for the allotment of Govt. Vehicles to Section officers / non-field officers.

During the audit of Town Municipal Corporation, Mori Mirbahar of Karachi Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 8.219 million on account of POL, as detailed below:

[Rs. in Million]

Sr. No.	Description	Month	Name of Supplier	Cheque No. Inward No. & date	AIR Para	Amount
1	Payment on account of POL bill	Aug-23	M/s Mansoor Service Station	16 dt 06.10.2023	03	1.680
2		Oct-23		42363188 dt 08.11.2023		2.077
3		Nov-23		42363202 dt 13.12.2023		2.557
4		Jan-24	M/s Nawaz Service Station	166 dt 27.02.2024		1.905
Total						8.219

Following short comings were noticed:

- i. POL quota was allowed to Chairman & officers/staff on private vehicles instead of council vehicles
- ii. POL quota was allowed to officers/staff without any justification for field activities
- iii. Log books were also not maintained.

Audit was of the view that incurrence of POL expenditure without observing codal formalities and compliance of rules resulted into unauthorized expenditure which indicated poor financial management and weak internal controls.

The matter was reported to the management in August 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault, besides taking remedial measures to avoid recurrence.

3.5.4.7 Unauthorized creation of liability - Rs 1,160.640 million

According to Section 105(1), Chapter-XI of Sindh Local Government Act-2013, “A Council shall not incur any debt nor borrow any money or give any guaranty without prior approval of Government.” Further, as per Section 106(2) *ibid*, “The moneys credited

to the Local Fund shall be applied in the order; firstly, in the payment of salaries and allowances to the employees of the Councils”.

Further, Finance Department, Government of Sindh, vide letter No. FD.SO(LF-I) Misc/(171)2013 dated 13-08-2013, instructed all the Local Councils/District Councils/defunct TMAs that payment of salaries and pension may be given first priority from the OZT funds released by Finance Department.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management created liability amounting to Rs 1,160.640 million in the head of leave encashment, financial assistance, arrears/supplementary salary, contingencies and development works etc. and put extra burden over council funds. Creation of liability under the head of employees related expenditure showed that payments were made by giving priority to contingent payments in violation of rule / instructions. Further, creation of liability under the head of contingencies showed that the management made expenditure without provision of OZT/release, as detailed below:

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	Amount of Leave Encashment/ Financial Assistance/ Group Insurance/ Suppl. Salary	Amount of Contingencies	Amount of Development	Total
1	TMC Morirot Mirbahar	4	33.634	-	173.036	206.670
2	TMC Mauripur	4	46.963	17.863	406.874	471.700
3	TMC Liaquatabad	10	28.250	5.003	64.928	98.181
4	TMC Malir	7	-	-	118.516	118.516
5	TMC Gulberg	10	22.526	40.682	-	63.208
6	TMC New Karachi	8	40.117	1.389	118.979	160.485
7	TMC North Nazimabad	6	21.845	-	-	21.845
8	TMC Nazimabad	5	20.035	-	-	20.035
Total						1,160.640

Audit was of the view that creation of liability under various heads indicated poor financial management and weak internal controls.

The matter was reported to the management from August to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2020-21 vide para numbers 3.5.6.3 and 3.5.5.1 having financial impact of Rs 810.497 million Rs 1,079.899 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.4.8 Non-maintenance of stock registers - Rs 274.087 million

According to Rule 25(1) of Sindh Local Councils (Accounts) Rules, 1983, “Every officer or servant of the Council in charge of stocks of articles or materials kept for issue other than stamps shall maintain a stock register (in Form No. 16) in which shall be entered every transaction effecting such stocks and separate pages of the register shall be assigned to different classes of stocks.”

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 274.087 million on the purchase of stationery, furniture, electrical appliances, ration bags, fogging machines, medicines, dewatering pumps, crockery, electrical articles, sanitation material, fumigation chemical, etc. but did not maintain stock registers, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Mauripur	10	9.274
2	TMC Landhi	9	6.062
3	TMC Model	10	9.337
4	TMC Korangi	9	3.420
5	TMC Lyari	12	3.924
6	TMC Gadap	13	32.110
7	TMC Saddar	14	16.818
8	TMC Chanesar	9	13.125
9	TMC Jinnah	12	7.201
10	TMC Baldia	9	14.063
11	TMC Gulshan	9	8.385
12	TMC Malir	17	10.266
13	TMC Sohrab Goth	4	14.106

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	Amount
14	TMC Safoora	7	10.241
15	TMC Orangi Town	12	1.460
16	TMC Manghopir	12	68.469
17	TMC Mominabad	4	3.079
18	TMC New Karachi	13	4.841
19	TMC North Nazimabad	8	6.443
20	TMC Nazimabad	7	6.594
21	TMC Ibrahim Hyderi	8	24.869
Total			274.087

Audit was of the view that non-maintenance of stock register indicated weak internal controls, besides misuse of funds as well as procured items could not be ruled out.

The matter was reported to the management from August to November, 2024. The management of Town Municipal Corporations, Chanesar and Mominabad replied that all procured items/materials are being entered in relevant stock register immediately after the procurement and provided copy of stock register. The reply was not tenable as management provided stock register which was not filled with the required detail/information like indent from sections, items issued and balance of the items. The management of Town Municipal Corporation, Baldia replied that all procured items are entered in relevant stock register immediately after the procurements. The reply was not tenable as management did not provide documentary evidence in support of reply, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends that stock register may be maintained on the prescribed format.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 3.5.6.8 having financial impact of Rs 127.724 million. Recurrence of same irregularity is a matter of serious concern.

3.5.4.9 Illegal retention of government vehicle by officers of other offices

Section 116(7), Chapter-XII of Sindh Local Government Act 2013, stipulates that every member or employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property

belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by Government in the prescribed manner.

During the audit of Town Municipal Corporation, Mauripur of Karachi Division, for the financial year 2023-24, it was observed that the management failed to recover following official vehicles (transferred from defunct DMC, Keamari to TMC, Mauripur) illegally retained by following officers of other offices/councils.

Sr. No.	Detail of vehicles	Retained by	AIR Para
1	GS-148 B (Suzuki Cultus)	TMC Lyari District South	07
2	GL-5400 ((Suzuki Hi-roof)	AEE (M&E) TMC Morio Mirbahar	
3	GL-7103 (Suzuki Cultus)	EX-PS to Secretary LGD	
4	GL-7152 (Toyota Corolla)	Ex-Employee	
5	GL-3370 (Suzuki Jeep)	NA	
6	GS-138-B (Suzuki Cultus)	Director Admin, TMC Saddar District South	

Audit was of the view that the management failed to take efforts to get the official vehicles retained by officers of other offices which indicated poor management and weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends retrieval of the vehicles on priority basis.

3.5.4.10 Non-maintenance of works and security deposit register

Para 285, Chapter-X of the Central Public Works Accounts Code, states that registers of works are posted monthly from work abstracts. The transactions relating to each work abstract should be posted separately and an abstract for the entire work should be prepared for comparing the cost of work and its sub-works with the provisions in the estimate.

Further, Para 401, Chapter-XV *ibid*, stipulates that a record of the transactions relating to Public Works deposit should be maintained in the divisional office in a register. This deposit register should show, month by the month, the total receipts and adjustments and the closing balance of each separate deposit item.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that an expenditure of Rs 290.617 million was incurred by the management on execution of different works. However, management failed to maintain works and security deposit register, in violation of above rules.

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Landhi	14	-
2	TMC Lyari	3	53.418
3	TMC Saddar	4	167.387
4	TMC Sohrab Goth	13	-
5	TMC Mominabad	6	21.913
6	TMC New Karachi	12	47.899
Total			290.617

Audit was of the view that non-maintenance of relevant record was non-compliance of government rules and procedures which indicated weak internal controls.

The matter was reported to the management from August to November, 2024. The management of Town Municipal Corporation, Mominabad replied that the necessary ledgers and registers have been updated and all relevant transactions with contractors including security deposits. Reply was not tenable as management failed to provide documentary evidence in support of reply, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends maintenance of relevant record, besides fixing responsibility on the person (s) at fault.

3.5.5 HR/Employees related irregularities

3.5.5.1 In-action against the employees performing dual jobs

Rule 16(1) of the Government Servants (Conduct) Rules, 1964, stipulates that no government servant shall, except with the previous sanction of the Government, engage in any trade or undertake any employment or work, other than his official duties.

During the audit of Town Municipal Corporation, Gulberg of Karachi Division, for the financial year 2023-24, it was observed that the management did not take any action against the twenty-three (23) employees performing dual jobs which were identified by

Competitive & Livable City of Karachi (CLICK) through their report. Further, the management failed to provide the relevant record of these employees for further scrutiny.

Audit was of the view that the management failed to take any action against the employees performing dual jobs which indicated poor management and weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends taking-action against the employees performing dual jobs simultaneously and fix responsibility against the person(s) at fault.

[AIR Para: 19]

3.5.5.2 Irregular appointment of staff on contract basis - Rs 56.731 million

In compliance of Honorable Supreme Court of Pakistan in Human Rights case No. 104/92, Local Government Department issued directives vide letter No.SO-V(LG)5(69)/2009 dated 29-06-2010 that even an appointment on adhoc basis cannot be made without publication and proper advertisement.

Further, Para 8 (2) of Sindh Local Councils Employees (Service) Rules, 2017, stipulates that initial appointment to the posts in all basic scales not falling within the purview of SPSC, shall be made on the recommendations of the Selection Committee on the basis of interview or test to be held by the Selection Committee after the vacancies have been advertised in leading newspapers in Urdu, Sindhi & English Languages.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management appointed 218 employees on contract basis without observing prescribed procedure and incurred an expenditure of Rs 56.371 million on their salaries. Further, approval from administrative department was also not obtained, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	No. of Employees	Amount
1	TMC Jinnah	2	86	22.723
2	TMC Gulberg	12	20	6.000
3	TMC Gulshan	13	112	27.648
Total			218	56.371

Audit was of the view that appointment of employees on contract basis without following prescribed procedure was violation of the rules and Local Government orders which indicated weak internal controls.

The matter was reported to the management from August to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on person(s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2019-20 vide para numbers 3.5.2.1, 3.5.2.1 and 2.2.2.17 having financial impact of Rs 81.600 million, Rs 75.000 million and Rs 57.336 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.5.3 Irregular appointment of underage employees

According to Section 12(1) of Sindh Civil Servant (Appointment, Promotion and Transfers) Rules 1974, a candidate for appointment by initial recruitment must possess the educational qualifications and experience and be within the age limit laid down for that appointment.

Further, according to Section 116(7) of Sindh Local Government Act 2013, “Every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by Government in the prescribed manner”.

During the audit of Town Municipal Corporation, Gulberg of Karachi Division, for the financial year 2023-24, it was observed from the letter issued by Competitive & Livable City of Karachi (CLICK) that the management appointed twenty (20) underage persons (age below 18 years) in violation of government rules and regulations. Further, the management failed to provide the relevant record of these employees for further scrutiny.

Audit was of the view that appointment of employees without possessing criteria of minimum age was violation of rules, which indicated poor management and weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

[AIR Para: 15]

3.5.5.4 Irregular payment of adhoc relief allowance - Rs 2.774 million

According to Finance Department O.M. No. FD(SR-I) 1(32)/2023-24 dated 06-07-2023, “The Government of Sindh has been pleased to sanction and Adhoc Relief Allowance -2023 with effect from 1st July, 2023 @ 35% of basic pay to BPS-01 to BPS-16 and 30% to BPS-17 & above to all civil servants of Sindh Government as well as contract employees appointed against civil posts in Basic Pay Scales on standard terms and conditions of contract appointments”.

Further, letter dated 30-04-2024, Adhoc Relief Allowance, 2023 introduced by Government of Sindh is on the pattern of Federal Government, therefore Adhoc Relief Allowance-2023 shall continue to be paid on the frozen basic pay.

During the audit of Town Municipal Corporation, New Karachi of Karachi Division, for the financial year 2023-24, it was observed that the management allowed payment of adhoc relief allowance to their employees on the running basic pay as per pay as on 01-12-2023, rather than pay as on 30-06-2023 in violation of above notification of Finance Department Government of Sindh. Resultantly, paid an amount of Rs 2.774 million in excess of approved rate. Detail is as under:

[Rs. in Million]

Sr. No.	Name of Branch	Adhoc Relief Allowance-2023 Oct, 2023	Adhoc Relief Allowance Dec-2023	Excess Adhoc Relief 2023 Per Month	Excess Payment of Adhoc Relief During FY-2023-24
1	Accounts	0.276	0.298	0.022	0.156
2	Education	4.332	4.400	0.068	0.474
3	Trade License	0.420	0.436	0.015	0.108
4	T.M.O	0.252	0.262	0.010	0.068
5	Law	0.263	0.273	0.010	0.071
6	Admin	3.271	3.330	0.059	0.416
7	Sanitation	5.323	5.430	0.107	0.747
8	M&E	1.239	1.288	0.049	0.344
9	Park	2.563	2.600	0.036	0.255

[Rs. in Million]

Sr. No.	Name of Branch	Adhoc Relief Allowance-2023 Oct, 2023	Adhoc Relief Allowance Dec-2023	Excess Adhoc Relief 2023 Per Month	Excess Payment of Adhoc Relief During FY-2023-24
10	B&R	0.768	0.786	0.017	0.120
11	Advertisement	0.020	0.021	0.001	0.004
12	Sport	0.055	0.056	0.002	0.011
Total				0.396	2.774

Audit was of the view that payment of adhoc relieve allowance on running basic pay was violation of Finance Department's notification which indicated that undue favour was extended to the employees at the cost of public exchequer.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends that payment of the adhoc relief allowance on running basic should be stopped and recovery be effected.

[AIR Para: 2]

3.5.5.5 Unauthorized payment of various allowances - Rs 1.471 million

Finance Department, Government of Sindh letter No. FD (SR-III) 5/17-85 dated 18th March, 1987, stipulates that Computer allowance may be allowed to the prescribed categories of computer personnel who are actually employed on whole time basis on computer work in the Government Departments and other Government organizations, provided that they possess the minimum qualification, as detailed below:

Sr. No.	Category of Employees	Educational Qualification	Rate (P.M)
1	Computer Personnel in BPS-17& above	a. Master's Degree in Computer Science (2 nd class Master Degree) or b. Master degree in Mathematics/Physics/ Statistics/ Economics from recognized University and Computer Training& Experience.	Rs 1,500
2	Computer Personnel in BPS-16	a. Master's Degree in Computer Science (2 nd class Bachelor Master Degree) or b. Master degree in Mathematics/Physics/ Statistics/ Economics from recognized University and Computer Training& Experience.	Rs 1,500
3	Key-Punch Operators, Key-Punch Verified Operator, D.E.O	Prescribed Computer training and experience.	Rs 750

Further, Para 2 of Finance Division O.M No. F.4(1) R-5/2010 dated 02-07-2018, stipulates that the overtime allowance to staff car drivers/dispatch riders will only be paid if it has been verified by the officer concerned.

Furthermore, Rule 5, Chapter-1 of Sindh Financial Rules Volume-1, stated that the amount of allowance granted to meet expenditure of a particular type should be so regulated that allowances are not on the whole source of profit of the recipient.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, it was observed that the management paid an amount of Rs 1.471 million on payment of various allowances to employees, i.e., computer allowance, pay sheet allowance, efficiency allowance, special pay allowance and overtime allowance to their employees without admissibility/entitlement of the said allowances. Detail is at **Annex-KYC6**.

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	Allowances	Amount
1	TMC New Karachi	3	Computer allowance, Pay sheet allowance, Efficiency allowance and special pay allowance	0.405
2	TMC Orangi	2	Overtime allowance	1.066
Total				1.471

Audit was of the view that payment of various allowances to the employees without entitlement was unauthorized which indicated poor financial management and weak internal controls.

The matter was reported to the management during October and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends that the internal controls be strengthened to control unauthorized payments of allowances and same may be discontinued and recovery be effected.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2019-20 and 2018-19 vide para numbers 3.5.2.2, 1.2.2.4 and 3.2.2.5 having financial impact of Rs 5.890 million, Rs 1.865 million and Rs 1.399 million respectively. Recurrence of same irregularity is a matter of serious concern.

3.5.6 Non-production of record

3.5.6.1 Non-production of record

Section 14 (2) and (3) of the Auditor-General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, provides as under:

- “(2) The officer in-charge of any office or department shall afford all facilities and provide record for audit inspection and comply with requests for information in as complete a form as possible and with all reasonable expedition.
- (3) Any person or authority hindering the auditorial functions of the Auditor-General regarding inspection of accounts shall be subject to disciplinary action under relevant Efficiency and Discipline Rules applicable to such person”.

During the audit of following Local Councils of Karachi Division, for the financial year 2023-24, the management did not produce auditable record related to establishment, development, contingency, revenue and various registers etc. involving minimum financial impact of Rs 156.907 million for audit scrutiny. Detail is at **Annex-KYC7**.

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	TMC Moriro Mirbahar	1	-
2	TMC Mauripur	1	-
3	TMC Landhi	1	3.000
4	TMC Model	1	9.928
5	TMC Korangi	1	7.886
6	TMC Jinnah	1	-
7	TMC Liaquatabad	1	-
8	TMC Gulshan	1	-
9	TMC Malir	1	-
10	TMC Sohrab Goth	1	-
11	TMC Safoora	1	-
12	TMC Gulberg	1	-
13	TMC Manghopir	1	-
14	TMC New Karachi	1	-
		7	29.982
15	TMC North Nazimabad	1	-
		3	9.344
16	TMC Nazimabad	1	-
17	TMC Orangi	1	-

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
18	TMC Lyari	1	12.947
19	TMC Saddar	1	83.820
Total			156.907

Audit was of view that non-production of record was a serious lapse on the part of management which caused hindrance in performance of the functions of audit, besides, authenticity of the related transactions could not be ascertained.

The matter was reported to the management from August to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter and fixing responsibility on the person (s) at fault for non-provision of record.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, and 2018-19 vide para numbers 3.5.1.1, 3.5.1.1, 3.5.1.1, and 3.2.1.1 having financial impact of Rs 309.512 million, Rs 592.061 million, Rs 225.749 million and Rs 758.611 million respectively. Recurrence of same irregularity is a matter of serious concern.

Chapter-4

Hyderabad Division



Chapter-4: Local Councils, Hyderabad Division

4.1 Introduction

Hyderabad Division consists of nine Districts namely Hyderabad, Badin, Dadu, Thatta, Matiari, Jamshoro, Sujawal, Tando Allahyar and Tando Muhammad Khan. Each Municipal Corporation / District Council / Town Municipal Corporation / Municipal Committee / Town Committee in Hyderabad Division is headed by a Chairman/ MC/Chief Officer / Chief Municipal Officer/ Town Officer who carries out operations as per Sindh Local Government Act, 2013.

The functions of Local Councils are as following:

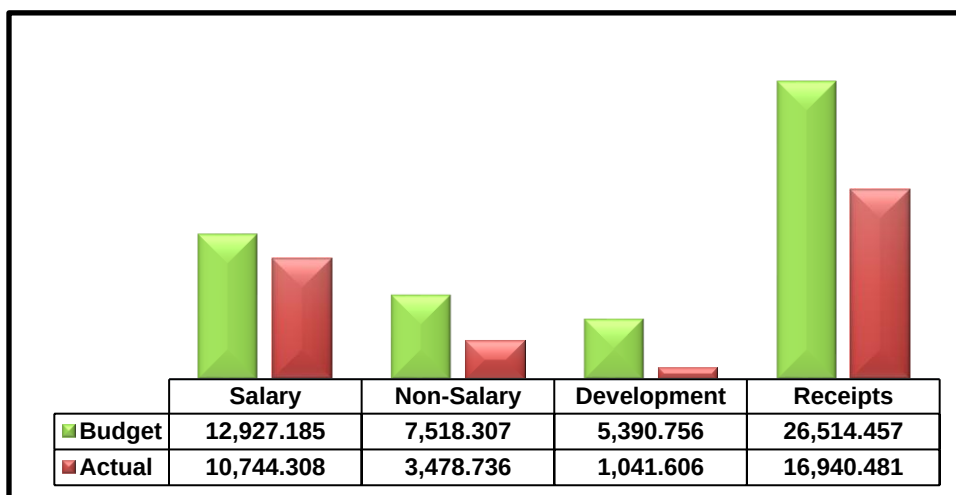
- i. Prepare development plans for the Town including plans for land use, zoning and functions for which Municipal Corporation/Committees are responsible.
- ii. Exercise control over land-use, land-subdivision, land development and zoning by the public and private sectors for any purpose, including agriculture, industry, commerce markets, shopping and other employment centers, residential, recreation, parks, entertainment, passenger and transport freight and transit stations.
- iii. Enforce all municipal laws, rules and bye-laws governing Municipal Corporation/Committees functioning.
- iv. Prepare budget, long-term and annual municipal development programs in collaboration with the Union Councils.
- v. Collect approved taxes, cess, user fees, rates, rents, tolls, charges, fines and penalties.
- vi. Manage properties, assets and funds vested in the Municipal Corporation/Committees.
- vii. Develop and manage schemes, including site development in collaboration with Union Administration.
- viii. Issue notice for committing any municipal offence by any person and initiate legal proceedings for the commission of such offence or failure to comply with the directions contained in such notice.
- ix. Prosecute, sue and follow up criminal, civil and recovery proceedings against violators of Municipal Laws in the courts of competent jurisdiction.
- x. Maintain municipal records and archives.

4.2 Comments on Budget and Accounts (Variance Analysis)

[Rs. in Million]

Hyderabad Division	Head of Accounts	Budget	Actual	Excess (+) Savings (-)
	Salary	12,927.185	10,744.308	-2,182.878
	Non-Salary	7,518.307	3,478.736	-4,039.572
	Development	5,390.756	1,041.606	-4,349.150
	Total Expenditure	25,836.249	15,264.649	-10,571.600
	Receipts	26,514.457	16,940.481	-9,573.977

Source: Budget Book



The budgeted expenditure of Local Councils of Hyderabad Division for the financial year 2023-24 was Rs 25,836.249 million, against which the actual expenditure was Rs 15,264.649 million, resulting in saving of Rs 10,571.600 million. The management of Local Councils was unable to realize the receipts' targets resulting in shortfall of Rs 9,573.977 million.

Table:- Audit Profile of Hyderabad Division

[Rs. in million]

Sr.	Description	Formations		Financial Year 2023-2024	
		Planned	Audited	Expenditure Audited	Revenue / Receipts Audited
1.	Formations	81	57	15,264.649	16,940.481
2.	Assignment Accounts, SDAs (excluding FAP)	-	-	-	-
3.	Authorities/Autonomous Bodies under the PAO	-	-	-	-
4.	Foreign Aided Projects (FAP)	-	-	-	-

4.3 Classified Summary of Audit Observations

Audit observations amounting to Rs 3,269.040 million were raised in this report during the current audit of Hyderabad Division. The amount also includes recoveries of Rs 547.193 million as pointed out by Audit. Summary of the audit observations classified by nature is as under:

Table: Overview of Audit Observations:

[Rs. in Million]

Sr. No.	Classification	Amount
1	Procurement related irregularities	1,117.827
2	Recoveries related irregularities	547.193
3	Other issues • Payment of sales tax on behalf of the contractors - Rs 3.034 million • Less realization of targeted receipts - Rs 826.494 million • Non-maintenance of stock registers - Rs 259.513 million • Unauthorized creation of liability - Rs 149.168 million	1,238.209
4	HR/Employees related irregularities	365.811
5	Non-Production of Record	0
Total		3,269.040

4.4 Brief Comments on the Status of Compliance with PAC Directives

The audit reports pertaining to following years have been laid before the Provincial Assembly of Sindh under Section 116 of the Sindh Local Government Act, 2013. Detail of paras presented in PAC meetings is reflected hereunder:

Audit Year	No. of Paras	Status of Paras Discussed in PAC Meetings
2012-13	81	02 - Partial
2013-14	39	03 - Partial
2014-15	80	-Nil-
2015-16	38	-Nil-
2016-17	67	-Nil-
2017-18	38	-Nil-
2018-19	51	-Nil-
2019-20	69	09-Partial
2020-21	20	05-Partial
2021-22	28	-Nil-
2022-23	25	-Nil-
2023-24	42	-Nil-

4.5 Audit Paras

4.5.1 Procurement related irregularities

4.5.1.1 Splitting up of expenditure to avoid open tender - Rs 221.102 million

As per Rule 12(1), Part-II of Sindh Public Procurement Rules, 2010, “Save as otherwise provided and subject to the regulations made by the Authority, a procuring agency shall prepare, in accordance with Rule 11 above, all proposed procurements for each financial year and shall proceed accordingly without any splitting or regrouping of the procurements already grouped, allocated and scheduled in the Procurement Plan”.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Hyderabad Division, for the financial years 2020-21 to 2023-24, it was observed that the management incurred an expenditure of Rs 221.102 million through quotations by splitting the procurements which resulted into non-achievement of competitive rates, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Offices	AIR Para	F.Y.	Amount
1	Town Committee, Radhan	3	2020-23	4.433
2	Hyderabad Municipal Corporation, Hyderabad	6	2022-23	12.352
3	Town Committee, Nasarpur	4		3.991
4	Municipal Committee, Kotri	6		5.558
5	Municipal Committee, Johi	9		2.804
6	Town Committee, New Saeedabad	4		0.682
7	Town Committee, Sita Road	3		3.000
8	Town Committee, Makli	3		1.109
9	Hyderabad Municipal Corporation, Hyderabad	9	2023-24	15.749
10	Town Municipal Corporation Qasimabad	2		8.441
11	Town Municipal Corporation Preetabad	6		10.819
12	Town Municipal Corporation Nerunkot	3		3.379
13	Town Municipal Corporation Shah Latifabad	3		7.685
14	Town Municipal Corporation Mian Sarfaraz	5		2.145
15	Municipal Committee Tando Muhammad Khan	5		13.458
16	District Council Thatta	6		3.478
17	District Council Sujawal	4		32.654

[Rs. in Million]

[Rs. in Million]				
Sr. No.	Name of Offices	AIR Para	F.Y.	Amount
18	District Council Tando Allahyar	4		47.641
19	Municipal Committee Tando Allahyar	4		10.852
20	Town Committee Tando Ghulam Hyder	6		7.451
21	Town Committee Bulri Shah Karim	7		23.421
Total				221.102

Audit was of the view that incurrence of expenditure by splitting the procurements was violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management from March to May, 2024 and September to December, 2024. The management of Town Committee New Saeedabad replied that works related to desilting were carried out during moon-soon season in emergency basis through quotation as the expenditure was within the limit of quotations. Reply was not tenable as the work orders were split up and managed through single contractor instead of open tender to achieve competitive rates. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21 and 2019-20 vide para numbers 4.5.3.3, 4.5.3.2, 4.5.3.2, 4.5.4.3 and 3.2.3.23 having financial impact of Rs 63.695 million, Rs 137.649 million, Rs 74.199 million, Rs 215.020 million and Rs 152.936 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.1.2 Irregular award of works without technical sanction - Rs 7.886 million

Section 11.1 of Sindh Public Procurement Regulatory Authority (SPPRA) Procurement Regulations (Works) 2013, stipulates that no development work shall be started unless technical sanction is accorded by the competent authority.

During the audit of District Council, Thatta of Hyderabad Division, for the financial year 2023-24, it was observed that the management awarded and executed different works amounting to Rs 7.886 million to different contractors without obtaining technical sanction of estimated rates/cost in violation of regulations as stated above.

[Rs. in Million]

Sr. No.	Description of Works	Name of Contractors	Work Order # & Date	Cheque # & Date	Amount
1	Providing and fixing of ceiling old NBP building	Habibullah Memon	1788/ 13-07-2023	40737502/ 25-08-23	0.300
2	Construction of CC street at village Aro Shoro U.C. Doomani	Farhan Ali Shaikh Cont	233/ 29-04-2024	45188646/ 23-5-24	2.708
3	F/bill const. of street at village Imam bux gaho, G. Muhammad, Dadu, A. Hameed & others UC. Karampur	M/S S.M Mari Ent.	209/ 29-04-2024	45188650/ 23-5-24	2.990
4	Const of street at vill: Muhammad khan palari hussain palari U.C. Jhimpur	M/S Wazir Ahmed Palari	139/ 26-04-2024	45188708/ 12-6-24	1.888
Total					7.886

Audit was of the view that execution of development works without obtaining technical sanction was violation of Rules and SPPRA Regulations which indicated weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Para: 7]

4.5.1.3 Technical sanction beyond delegated financial powers - Rs 44.498 million

According to S.No.12(1) of Sindh Delegation of Financial Powers and Financial Control Rules 2019, in case of original works following powers shall be exercised for technical sanctions:

Nature of Works	Authority	Delegated Powers to
(a) In case of Original Works	Administrative Department	Full Powers
	Chief Engineer	Rs 100.00 million, beyond that concurrence of the administrative department is required
	Superintending Engineer	Upto Rs 7.000 million in each case
	Executive Engineer	Upto Rs 2.500 million in each case
(b) In case of Ordinary and special repair (non-residential)	Chief Engineer	Rs 5.000 million, beyond that concurrence of the administrative department is required
	Superintending Engineer	Upto Rs 1.000 million in each case
	Executive Engineer	Upto Rs 0.200 million in each case

During the audit of following Local Councils of Hyderabad Division, for the financial year 2023-24, it was observed that the management awarded works amounting to Rs 44.498 million with the technical sanction of District Engineer/Superintending Engineer instead of Chief Engineer in violation of delegated financial powers. Detail is at **Annex-HYD1**.

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Paid Amount
1	District Council Tando Muhammad Khan	6	39.339
2	Municipal Committee Hala	5	5.159
Total			44.498

Audit was of the view that grant of technical sanction of schemes by the District Engineer/Superintendent Engineer beyond delegated powers was violation of the rules which indicated poor management and weak internal controls.

The matter was reported to the management in October 2024. The management of Municipal Committee, Hala replied that as per Sindh Financial & Delegation of Powers Rules 2019 the technical sanctions of works under observation were obtained from the District Engineer. The reply was not tenable as the estimated cost of each work was beyond one million which required technical sanction by the Chief Engineer rather than District Engineer, whereas no reply was received from District Council, Tando Muhammad Khan. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

4.5.1.4 Procurement of pumping machinery beyond domain - Rs 72.000 million

According to SLGA 2013, Section-117. Property of the Councils: (4) Government may, by rules provide for the management, maintenance, improvement, development and regulation or alienation of the property belonging to or vesting in a Council.

Further as per proviso given under Section 72 of SLGA 2013, stipulates that no Corporation shall undertake such functions as are assigned to and performed by anybody, agency or authority established by or under any law for the time being in force.

During the audit of Hyderabad Municipal Corporation (HMC) of Hyderabad Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 72.000 million on the procurement of pumping machinery beyond

domain as the work of water supply and sewerage services pertained to Water and Sanitation Agency (WASA) Hyderabad. Detail is at **Annex-HYD2**.

Audit was of the view that procurement of machinery for water and sewerage services beyond the domain of the corporation was irregular which indicated poor financial management and weak internal controls. Further, chance of misappropriation and overlapping of public funds could not be ruled out.

The matter was reported to the management in December 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

[AIR Para: 3]

4.5.1.5 Irregular procurement of electrical material - Rs 89.711 million

Rule 48 of Electricity Rules, 1937, states that all Government and Semi Government departments are bound to award contracts of electrical installation works to the contractors holding valid government electrical contractor license.

Further, S.No.(18) of Schedule of Rule 5(1) of Sindh Local Councils (Property) Rules, 2017, requires that register of street light points and lamp posts in Form P-XVIII shall be maintained.

During the audit of following Local Councils of Hyderabad Division, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an expenditure of Rs 89.711 million on the procurement of electrical material, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Offices	AIR Para	F. Y	Amount
1	Town Committee Sanjar Chang	14	2021-23	2.357
2	Hyderabad Municipal Corporation, Hyderabad	5	2022-23	5.156
3	Municipal Committee Bolhari	6		3.755
4	Town Municipal Corporation Nerunkot	5	2023-24	2.861
5	Town Municipal Corporation Shah Latifabad	2		10.684
6	Town Municipal Corporation Hussainabad	4		2.076
7	Municipal Committee Bolhari	7		1.657
8	District Council Tando Allahyar	13		31.760
9	Town Committee Bulri Shah Karim	4		29.405
Total				89.711

Following irregularities were noticed:

- i. The electrical works was awarded to contractors not holding valid Electrical Contractor License.
- ii. Purchases were made on quotation basis by splitting up procurements.
- iii. Location for installation of purchased electric material was not recorded.
- iv. Inspection of street lights material was not carried out.
- v. Warranty cards of saver bulbs and other lights were not available.
- vi. Neither the purchased material was accounted for in the stock register nor issuance of the material was recorded.
- vii. Inventory of replaced articles were not available.

Audit was of the view that procurement of electrical material without observing codal requirements was irregular and indicated weak internal controls.

The matter was reported to the management from March to June, 2024 and September to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2021-22 and 2018-19 vide para numbers 4.5.6.7, 4.5.3.9 and 4.2.3.33 having financial impact of Rs 13.161 million, Rs 20.085 million and Rs 3.398 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.1.6 Irregular utilization of sanitation funds through quotations Rs 117.615 million

According to Rule 11(1), Part-II of Sindh Public Procurement Rules 2010, “All procuring agencies shall devise a mechanism for planning in detail for all proposed procurements, determining the requirement of the procuring agency, within its available resources, and prepare an annual or a longer-term rolling plan, detailing the procurement methods applicable for specific procurements”.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand

rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority's website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Hyderabad Division, for the financial years 2020-21 to 2023-24, it was observed that the management incurred an expenditure of Rs 117.615 million on various sanitation works (hiring of labour for cleaning of streets, roads and drain/nallahs) through quotations by keeping each transaction below Rs 300,000/- and Rs 500,000/- to avoid open competitive bidding, whereas the work of sanitation being a mandatory function of the Council was foreseen prior to commencement of financial year at the time of budget preparation/ approval, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Offices	AIR Para	F.Y.	Amount
1	Town Committee, Radhan	5	2020-23	7.182
2	Town Committee, Darro	6	2021-22	4.733
3	Town Committee, Sanjar Chang	2		8.719
4	Hyderabad Municipal Corporation, Hyderabad	1	2022-23	4.163
5	Town Committee, Shaheed Fazil Rahu	3		2.963
6	Town Committee, Kario Ghanwar	4		5.165
7	Town Committee, Nasarpur	5		3.074
8	Municipal Committee, Johi	2		1.995
9	Town Committee, Gharo	3		8.298
10	Town Committee, Sita Road	5		2.667
11	Town Committee, Chamber	2		7.650
12	Town Committee, Mirpur Bathoro	3		7.515
13	Town Municipal Corporation Preetabad	2	2023-24	5.508
14	Town Municipal Corporation Tando Fazal	1		9.073
15	Town Municipal Corporation Sachal Sarmast	1		3.577
16	Town Committee Tando Ghulam Hyder	4		24.470
17	Town Committee Jamshoro	1		5.355
18	Town Committee Darro	1		5.508
Total				117.615

Audit was of the view that incurrence of expenditure by quotations without obtaining competitive rates was violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management from January to May, 2024 and September to December, 2024. The management of Town Committee, Kario Ghanwar

replied that the council has executed different works as per SPPRA within the limit of quotation. The reply was not tenable as management executed the works by way of splitting to avoid tendering process in violation of rules, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20, 2018-19 and 2017-18 vide para numbers 4.5.3.4, 4.5.3.1, 4.5.3.3, 3.2.3.32, 4.2.3.14 and 4.2.3.24 having financial impact of Rs 201.320 million, Rs 126.367 million, Rs 133.119 million, Rs 43.631 million, Rs 59.561 million and Rs 13.394 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.1.7 Execution of development works through quotations instead of NIT Rs 23.405 million

According to the instructions issued by the Local Government Department, Government of Sindh vide letter No.SOI/LG/MICS/10-7/2013 dated 07-01-2014, “No development work on quotation should be carried-out. All development works be carried-out through NIT”.

During the audit of following Local Councils of Hyderabad Division, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an expenditure of Rs 23.405 million on development works through quotations instead of open competitive bidding in violation of government instructions, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Offices	AIR Para	F.Y.	Amount
1	Hyderabad Municipal Corporation, Hyderabad	2	2022-23	1.768
2	Municipal Committee Matli	4		3.590
3	Town Committee Piyaro Lund	3		11.942
4	Municipal Committee Tando Allahyar	2	2023-24	6.105
Total				23.405

Audit was of the view that execution of development works through quotation in violation of government instructions was irregular which indicated weak internal controls.

The matter was reported to the management from January to May, 2024 and December 2024. The management of Town Committee, Piyaro Lund replied that work under observation were purely rehabilitation works of existing infrastructure of the town as the same was totally damaged during heavy rain in the town. The reply was not tenable as management executed development works through quotations, in violation of government instructions, whereas no reply was received from other officers. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22 and 2019-20 vide para numbers 4.5.3.5, 4.5.3.1, 4.5.3.3 and 3.2.3.32 having financial impact of Rs 58.301 million, Rs 126.367 million, Rs 133.119 million and Rs 43.631 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.1.8 Splitting up of works to avoid publication of tenders in print media Rs 164.802 million

As per Rule 12(1), Part-II of Sindh Public Procurement Rules 2010, “Save as otherwise provided and subject to the regulations made by the Authority, a procuring agency shall prepare, in accordance with Rule 11 above, all proposed procurements for each financial year and shall proceed accordingly without any splitting or regrouping of the procurements already grouped, allocated and scheduled in the Procurement Plan”.

Further, Rule 17(1A), Part-II *ibid*, states that all procurement over three/five hundred thousand and over two/three million rupees shall be advertised on the Authority's website as well as in the newspapers as prescribed (2) The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Hyderabad Division, for the financial year 2023-24, it was observed that the management awarded various works of Rs 164.802 million to different contractors by splitting up the procurements to avoid publication in print media, as detailed below:

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	Paid Amount
1	District Council Badin	2	17.122
		3	68.878
2	District Council Tando Allahyar	7	43.850
3	Town Committee Sujawal	2	34.952
Total			164.802

Audit was of the view that due to splitting up the works to avoid the publication of tender in print media the competitive rates could not be achieved which indicated poor financial management and weak internal controls.

The matter was reported to the management from September to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2021-22 vide para numbers 4.5.3.4 and 4.5.3.8 having financial impact of Rs 201.320 million and Rs 116.845 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.1.9 Irregular award of work to the contractor - Rs 4.115 million

Rule 17(1), Part-II of Sindh Public Procurement Rules 2010, as amended in 2019, stipulates that the all procurement over three/five hundred thousand and over two/three million rupees shall be advertised on the Authority's website as well as in the newspapers as prescribed (2) The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

Further, Rule 2(1)(r), Part-I ibid, as amended in 2021, states that emergency means natural calamities, disasters, accidents, war and breakdown of operational equipment, plant, machinery or engineering infrastructure, which may give rise to abnormal situation requiring prompt and immediate action to limit or avoid damage to person(s), property or the environment.

Furthermore, as per Rule 16(1)(b)(viii) Part-II ibid, "In cases of emergency - Provided that the Head of the Department or any other officer not below BPS-20 to whom such powers have been delegated by the Head of the Department, declares that a situation

of emergency has arisen and reasons for making such a declaration shall be recorded in writing”.

During the audit of Town Committee, Darro, Hyderabad Division, for the financial year 2022-23, it was observed that the management awarded work of Rs 4.115 million by way of direct contracting in violation of rules by invoking emergency clause without meeting the conditions of emergency laid down in Sindh Public Procurement Rules. Detail is as under:

					[Rs. in Million]
Sr. No.	Description of Works	Name of Contractor	Cheque #	Date of Payment	Amount
1	Disposal of rain water from different wards (1-5) of Darro City through diesel machine 16HP	M/S Abdul Sattar Kehar	36276997	05/08/2022	0.171
2			36276998		0.166
3			36276999		0.285
4			36277000		0.164
5			36277001		0.185
6			36277002		0.170
7			36277004	22/08/2022	0.100
8			36277012	07/09/2022	0.191
9			36277013		0.194
10			36277014		0.213
11			36277015		0.227
12			36277016		0.194
13			36277017		0.213
14			36277018	0.205	
15			36277024	26/09/2022	0.099
16			36277033	12/10/2022	0.209
17			36277034		0.200
18			36277035		0.196
19			36277036		0.136
20			36277037		0.207
21			36277039		0.196
22				36277040	
Total					4.115

Audit was of the view that invoking of emergency clause of Sindh Public Procurement Rules by the management without declaring emergency by competent forums reflected poor oversight mechanism and weak financial management.

The matter was reported to the management in May 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-06-2024, followed by reminders dated 02-07-2024, 25-07-2024 and 27-09-2024.

Audit seeks justification in the matter.

[AIR Para: 7]

4.5.1.10 Non-imposition of liquidated damages - Rs 2.417 million

As per Para 10.3 of Sindh Public Procurement Regulatory Authority Guidelines 2013, “If the contractor fails to comply with time for completion mentioned in bid data except the conditions mentioned above, then procuring agency can penalize the contractor by adopting any one of the prescribed courses provided under clause (c) The amount of the liquidated damages for each day of delay in completion of the whole of the works, or if applicable for any section thereof, shall be a sum equal to 5 to 10 % (it is to be mentioned in the agreement) of the estimated cost of the works divided by one-fourth of the number of days specified as completion time”.

During the audit of District Council, Badin of Hyderabad Division, for the financial year 2023-24, it was observed that the management awarded various works of Rs 48.357 million but the contractors failed to complete the works within stipulated period. However, the liquidated damages amounting to Rs 2.417 million @ 5% of contract value were not imposed. Detail is at **Annex-HYD3**.

Audit was of the view that due to non-imposition of liquidated damages undue favor was extended to the contractors which indicated poor financial management and weak internal controls.

The matter was reported to the management in December 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2019-20 vide para numbers 4.5.3.10, 4.5.6.2 and 3.2.3.42 having financial impact of Rs 18.464 million, Rs 11.665 million and Rs 16.176 million respectively. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 5]

4.5.1.11 Irregular expenditure on de-silting and disposal of garbage Rs 243.838 million

Section 116 (07), Chapter-XII of the Sindh Local Government Act, 2013, states that every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be

personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by the Government in the prescribed manner.

During the audit of following Local Councils of Hyderabad Division, for the financial years 2020-21 to 2023-24, it was observed that the management incurred an expenditure of Rs 243.838 million through quotations on de-silting, clearance of drain and nallahs, lifting of garbage and removal of debris etc., from limits of towns and districts, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Offices	AIR Para	F.Y.	Amount
1	Town Committee Radhan	4	2020-23	8.512
2	Town Committee Darro	4	2021-23	14.365
3	Town Committee Sanjar Chang	5		1.432
		10		1.230
4	Town Committee Tando Ghulam Ali	4		2022-23
5	Town Committee Shaheed Fazil Rahu	4	1.420	
6	Town Committee Kario Ghanwar	3	14.095	
7	Town Committee Nasarpur	6	3.621	
8	Municipal Committee Khairpur Nathan Shah	2	5.586	
9	Municipal Committee Mehar	2	7.309	
10	Municipal Committee Bolhari	3	2.668	
11	Town Committee Mirpur Sakro	3	6.673	
12	Town Committee Sita Road	4	2.940	
13	Town Committee Chamber	3	2.854	
14	Town Committee Mirpur Bathoro	4	2.940	
15	Town Municipal Corporation Qasimabad	6	2023-24	4.677
16	Town Municipal Corporation Mian Sarfaraz	3		5.398
17	Town Municipal Corporation Hussainabad	3		4.641
18	Town Municipal Corporation Sachal Sarmast	3		2.860
19	Town Committee Bhit Shah	1		7.429
20	District Council Tando Allahyar	27		16.700
21	Municipal Committee Tando Allahyar	3		6.983
22	Municipal Committee, Badin	2		10.176
23	Municipal Committee Bolhari	2		6.380
24	Municipal Committee Tando Muhammad Khan	2		7.106
25	Town Committee Tando Ghulam Hyder	3		23.549
26	Town Committee Bulri Shah Karim	6		23.729
27	Town Committee Sujawal	3		31.780
28	District Council Thatta	5		2.202
29	Municipal Committee Dadu	2		5.973
30	Municipal Committee Khairpur Nathan Shah	3		8.027
Total				243.838

Following short comings were noticed:

- i. Works of garbage lifting were outsourced instead of utilization of own staff, vehicles and machinery.
- ii. Estimation for de-silting works was not prepared and measurement was also not recorded in the measurement books.
- iii. Record of daily quantity of garbage lifted and disposed-off at dumping site(s) was not maintained to ensure check and balance before making payment to the contractors.
- iv. Supervision of works by sanitation incharge and certificate for satisfactory completion of work was not recorded.
- v. The quotations were of same hand writing, bearing same official address of the bidders.
- vi. Contractors were not registered with FBR and SRB.
- vii. Rates were not evaluated by procurement committee.

Audit was of the view that incurrence of expenditure on collection, removal and disposal of silt and garbage without maintaining supporting record indicated poor management and weak internal controls.

The matter was reported to the management from March to June, 2024 and September to December, 2024. The management of Town Committee Tando Ghulam Ali and Kario Ghanwar replied that the council has executed different works as per SPPRA within the limit of quotation. The reply was not tenable as management failed to follow rules and regulations in the works of desilting and disposal of garbage. The management of Municipal Committee Hala replied that works related to removal of garbage and sweeping of roads/streets were emergency work and of recurring nature, therefore, the same were managed through quotations. The reply was not tenable as management failed to follow the requisite rules and procedure, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2019-20 vide para numbers 4.5.5.2, 4.5.5.1 and 3.2.3.56 having financial impact of Rs 131.275 million, Rs 115.394 million and Rs 1.294 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.1.12 Loss due to award of auction of advertisement tax at lower rates Rs 32.600 million

Rule-9 Chapter-III of Sindh Local Councils (Auctioning of Collection Rights) Rules 2016, stipulates that the reserved price for an income shall be the average of last proceeding three years' income of the respective income.

Section 116(7), Chapter-XII of Sindh Local Government Act 2013, stipulates that every member or employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by Government in the prescribed manner.

Further, Section-236A Income Tax Ordinance, 2001 (Amended upto 30th June, 2021), which stipulates that advance tax at the time of sale by auction. The rate of collection of tax under section 236A, in case of immovable property sold by auction, the rate of collection of tax under this section shall be 5% of the gross sale price

During the audit of Hyderabad Municipal Corporation (HMC) of Hyderabad Division, for the financial year 2023-24, it was observed that the management sustained loss of Rs 29.800 million due to award of auction of advertisement tax at lower price of Rs 32.600 million instead of awarding the same to a near value of reserved price, i.e., Rs 62.400 million. Detail is at **Annex-HYD4**. Following irregularities were also observed.

- i. The management did not obtain a performance security amounting to Rs 3.260 million.
- ii. The contractor defaulted and did not pay the total amount of the contract as a result the corporation sustained loss of Rs 18.850 million however the management neither blacklisted the contractor nor lodged F.I.R against him to recover the outstanding dues.

Audit was of the view that the management sustained loss due to award of auction at lower value and non-recovery of outstanding dues from the contractor which indicated poor financial management.

The matter was reported to the management in December 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite

issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter, besides recovery of taxes and outstanding dues.

[AIR Para: 11]

4.5.1.13 Non-execution of contract agreements - Rs 93.838 million

Rule 13(1), Chapter-III of Sindh Local Councils (Auctioning of Collection Rights) Rules, 2016, stipulates that as soon as the confirmation from the Council about the acceptance of bid or offer is received, the Local Council administration shall communicate the acceptance of bid or offer to the contractor immediately by a letter through special messenger at his address provided by him at the time of participation in auction and direct him to enter into written agreement and fulfill his obligations in accordance with the terms and conditions of contract.

During the audit of following Local Councils of Hyderabad Division, for the financial year 2023-24, it was observed that the management awarded various works and properties amounting to Rs 93.838 million without execution of contract agreements with the contractors and tenants. Further, government also sustained loss of Rs 0.094 million on account of stamp duty, as detailed below:

[Rs. in Million]					
Sr. No.	Name of Offices	AIR Para	Remarks	Paid Amount	Stamp Duty
1	District Council Tando Muhammad Khan	9	Agreement with Contractors	63.320	0
2	Town Committee Bhit Shah	6		8.352	0.029
3	District Council Badin	4		18.711	0.065
4	District Council Sujawal	11	Agreements with the tenants	3.455	0
5	District Council Thatta	12		0	0
Total				93.838	0.094

Audit was of the view that award of works and properties without execution of contract agreements was irregular which indicated poor financial management.

The matter was reported to the management from September to December, 2024. The management of Town Committee Bhit Shah replied that at the time of award of work there was shortage of stamps which resulted non-execution of agreements in time; however same has been arranged as per value of contract and executed contract agreements with contractors. Reply was not tenable as the management provided copy of only four

agreements out of twenty-nine works, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2019-20 vide para number 3.2.3.26 having financial impact of Rs 110.003 million. Recurrence of same irregularity is a matter of serious concern.

4.5.2 Recoveries related issues

4.5.2.1 Non-deposit of taxes into public exchequer - Rs 140.791 million

Section 160 of Income Tax Ordinance, 2001, as amended vide Finance Act 2002, stipulates that any tax that has been collected or purported shall be paid to the Commissioner by the person making the collection or deduction within the time and in the manner as may be prescribed.

Further, according to Rule 41(a), Chapter-3 of Sindh Financial Rules Volume-1, “The departmental controlling officers should see that all sums due to Government are regularly received and checked against demands and that they are paid into the treasury”.

During the audit of following Local Councils of Hyderabad Division, for the financial years 2020-21 to 2023-24, it was observed that the management deducted an amount of Rs 140.791 million on account of income tax, general sales tax and Sindh sales tax on services from the bills of contractors but failed to deposit the same into public exchequer, as detailed below:

[Rs. in Million]							
Sr. No.	Name of Offices	AIR Para	F. Y.	IT	GST	SST	Total Taxes not Deposited
1	Town Committee Radhan	6	2020-21 to 2022-23	0.646	0.277	0.675	1.598
2	Town Committee Darro	9	2021-22 to 2022-23	0.686	-	0.968	1.654
3	Town Committee Sanjar Chang	8		1.023	-	1.275	2.298
4	Hyderabad Municipal Corporation, Hyderabad	9	2022-23	1.440	2.624	1.074	5.138
5	Town Committee Kario Ghanwar	5		-	-	0.887	0.887
6	Town Committee Nasarpur	7		1.510	-	1.765	3.275

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	IT	GST	SST	Total Taxes not Deposited
7	Municipal Committee Khairpur Nathan Shah	1	2023-24	-	1.914	-	1.914
8	Municipal Committee Mehar	3		0.822	-	1.096	1.918
9	Municipal Committee Bolhari	9		1.505	1.203	0.670	3.378
10	Municipal Committee Kotri	10		0.866	-	0.792	1.658
11	Municipal Committee Johi	3		1.072	-	1.565	2.637
12	Town Committee Mirpur Sakro	2		0.570	0.109	0.326	1.005
13	Town Committee Gharo	2		0.951	0.146	0.545	1.642
14	Town Committee New Saeedabad	6		0.134	-	0.178	0.312
15	Town Committee Sita Road	6		0.576	0.144	0.716	1.436
16	Town Committee Piyaro Lund	2		-	-	0.874	0.874
		4		1.184	-	-	1.184
17	Town Committee Chamber	4		1.018	-	-	1.018
		5		-	-	1.459	1.459
18	Town Committee Mirpur Bathoro	6		0.590	-	0.446	1.036
19	Town Committee Makli	4		4.308	-	0.215	4.523
20	Town Municipal Corporation Nerunkot	11		1.164	3.626	-	4.790
21	Town Municipal Corporation Qasimabad	5		0.658	-	0.550	1.208
22	Town Municipal Corporation Preetabad	3		1.092	-	1.225	2.317
23	Town Municipal Corporation Shah Latifabad	4		2.374	0.561	3.111	6.046
24	Town Municipal Corporation Tando Fazal	2		0.726	-	-	0.726
		3		-	-	1.068	1.068
25	District Council Tando Muhammad Khan	3		1.736	-	2.103	3.839
26	Municipal Committee Tando Muhammad Khan	3		1.733	-	1.406	3.139
27	Town Committee Tando Ghulam Hyder	8		8.169	-	10.022	18.191
28	Municipal Committee Badin	11		3.905	-	3.284	7.189
29	Municipal Committee Hala	3		0.736	-	0.920	1.656
30	Town Committee Bhit Shah	2		0.420	-	0.382	0.802
31	Town Committee Jamshoro	6		1.164	-	1.369	2.533
32	Municipal Committee Kotri	3		1.550	0.798	0.888	3.236
33	Town Committee Bhan Sayedabad	2		1.018	-	0.796	1.814
34	Municipal Committee Sehwan	2		1.627	-	-	1.627
35	District Council Sujawal	7		1.696	-	2.628	4.324

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	IT	GST	SST	Total Taxes not Deposited
36	Town Committee Sujawal	6		4.709	2.579	3.482	10.770
37	Town Committee Darro	2		0.303	-	-	0.303
		3		-	-	0.319	0.319
38	Town Committee Bulri Shah Karim	5 + 9		6.180	-	17.870	24.050
Total				59.861	13.981	66.949	140.791

Audit was of the view that non-deposit of collected taxes into public exchequer indicated poor financial management and weak internal controls.

The matter was reported to the management from March to June, 2024 and September to December, 2024. The management of Town Committee, Kario Ghanwar and Piyaro Lund replied that the amount of deducted taxes have been deposited. Management of Town Committee New Saeedabad replied that all the due taxes are deducted/collected and same were deposited into government account. The reply was not tenable as management did not provide relevant documentary evidence in support of reply. The management of Municipal Committee Hala and Town Committee Bhit Shah replied that the all the taxes deducted were deposited in relevant public exchequers and provided copies of Cheque. The reply was not tenable as management failed to provide the CPR alongwith detailed statement showing nature of work, name of contractor, period and amount of tax deposited as pointed out by audit, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends depositing of deducted taxes into public exchequer, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2018-19 and 2017-18 vide para numbers 4.5.4.4, 4.5.4.3, 4.5.4.3, 4.5.3.2, 4.2.3.1 and 4.2.3.2 having financial impact of Rs 70.869 million, Rs 102.072 million, Rs 83.430 million, Rs 196.992 million, Rs 43.833 million and Rs 147.566 million respectively. Recurrence of same irregularity is a matter of serious concern.

Audit seeks justification in the matter.

4.5.2.2 Non-deduction of government taxes - Rs 20.650 million

Section 8(1) of Sindh Sales Tax on Services Act, 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

Further, Section 153 of Income Tax Ordinance, 2001, read with Income Tax Rules, 2002, stipulates that payment on account of supply of goods and rendering of services are subject to deduction of income tax at source at the rate specified.

Furthermore, Section-236A Income Tax Ordinance, 2001, (Amended upto 30th June, 2021), states that advance tax at the time of sale by auction. The rate of collection of tax under section 236A, in case of immovable property sold by auction, the rate of collection of tax under this section shall be 5% of the gross sale price.

Moreover, Section 3(1) of Sales Tax Act, 1990, as amended upto July 2015, stipulates that there shall be charged, levied and paid a tax known as sales tax at the specified on the value of (a) taxable supplies made by a registered person.

During the audit of following Local Councils of Hyderabad Division, for the financial year 2021-22 to 2023-24, it was observed that the management paid of Rs 162.623 million to various contractors, but did not deduct income tax, Sindh sales tax on services, general sales tax and advance income tax amounting to Rs 20.650 million, as detailed below:

Sr. No.	Name of Offices	AIR Para	F. Y.	Paid Amount	Applicable Taxes			Total Taxes not Deducted
					IT	GST	SST	
1	Town Committee Darro	10	2021-23	6.422	-	-	0.835	0.835
2	Hyderabad Municipal Corporation, Hyderabad	8	2022-23	16.980	-	-	1.698	1.698
3	Municipal Committee Matli	8		3.938	0.102	-	0.274	0.376
4	Town Committee Shaheed Fazil Rahu	6		7.560	0.387	-	0.745	1.132
5	Town Committee Kario Ghanwar	6		0.892	-	0.151	-	0.152
6	Municipal Committee Johi	7		2.422	-	0.431	-	0.431
7	Town Municipal Corporation Nerunkot	4	2023-24	1.560	0.148	-	-	0.148
		10		10.076	0.504	-	-	0.504
8	Town Municipal Corporation Preetabad	5		11.532	-	2.075	-	2.075

[Rs. in Million]

[Rs. in Million]								
Sr. No.	Name of Offices	AIR Para	F. Y.	Paid Amount	Applicable Taxes			Total Taxes not Deducted
					IT	GST	SST	
9	District Council Badin	7		3.806	-	-	0.494	0.494
10	Municipal Committee Badin	8		2.859	0.142	-	0.285	0.428
11	District Council Tando Allahyar	19		6.134	-	1.104	-	1.104
12	Town Committee Tando Ghulam Hyder	9		3.4538	0.524	1.143	1.353	3.020
13	Town Committee Bulri Shah Karim	10	2023-24	52.388	0.047	3.453	0.493	3.993
14	Hyderabad Municipal Corporation (HMC) Hyderabad	11		32.600	1.000	-	3.260	4.260
Total				162.623	2.854	8.3.57	9.437	20.650

Audit was of the view that non-deduction of taxes was loss to public exchequer which reflected weak financial and internal controls.

The matter was reported to the management from March to June, 2024 and September to December, 2024. The management of Town Committee, Kario Ghanwar replied that tax amounting to Rs 107,317/- has been deposited, whereas remaining amount will be deposited at the earliest. The reply was not tenable as management did not provide documentary evidence in support of deposited taxes and failed to deposit the remaining taxes in the government exchequer, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends recovery of taxes, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20, 2018-19 and 2017-18 vide para numbers 4.5.4.2, 4.5.4.2, 4.5.4.4, 4.5.3.4, 3.2.3.2, 4.2.3.2 and 4.2.3.5 having financial impact of Rs 5.421 million, Rs 46.514 million, Rs 33.462 million, Rs 29.186 million, Rs 49.471 million, Rs 39.392 million and Rs 23.062 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.2.3 Non-recovery of outstanding dues - Rs 374.346 million

As per Section 100 (2), Chapter-X of Sindh Local Government Act 2013, “All arrears of taxes, rates, tolls and fees and other moneys claimable by a Council under this Act shall be recoverable as arrears of land revenue through Government agency or by the Council authorized by Government for such recovery through such employees or class of employees of the Council as may be prescribed”.

Further, Section 41(a), Chapter-3 of Sindh Financial Rules Volume-1, stipulates that the departmental controlling officer should see that all sums due to government are regularly received and checked against demands and that they are paid into treasury, claiming credit for so much paid into the treasury and compare with the figures in the statements supplied by the comptroller.

During the audit of following Local Councils of Hyderabad Division, for the financial years 2020-21 to 2023-24, it was observed that the management did not recover the outstanding dues of Rs 374.346 million on account of rent of shops, water charges, cattle pirri fee, sabzi mundi fee, advertisement fee, parking fee, local cess, katchi pirri tax, slaughtering fee, license fee, capital receipts, trade license and arrears of various property tax/fee etc., from defaulters, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Offices	AIR Para	F. Y	Outstanding Dues
1	Town Committee Radhan	8	2020-23	6.461
2	Town Committee Darro	8	2021-23	2.321
3	Hyderabad Municipal Corporation, Hyderabad	7	2022-23	36.093
4	Municipal Committee Matli	7		26.671
		9		1.182
5	Town Committee Tando Ghulam Ali	6		0.190
6	Town Committee Shaheed Fazil Rahu	5		3.021
		7		2.978
7	Municipal Committee Mehar	4		31.488
8	Municipal Committee Kotri	2		53.499
9	Municipal Committee Johi	10		7.053
10	Town Committee Mirpur Sakro	7		0.925
11	Town Committee Gharo	7		0.455
12	Town Committee New Saeedabad	5		0.315
13	Town Committee Mirpur Bathoro	5		2.321
14	Hyderabad Municipal Corporation, Hyderabad	13	2023-24	52.105
15	District Council Matiari	2		2.500
16	Municipal Committee Hala	7		4.493
17	Town Committee Bhit Shah	4		5.870
18	District Council Jamshoro	5		13.631
19	Town Committee, Thana Bula Khan	2		16.374

[Rs. in Million]

[Rs. in Million]				
Sr. No.	Name of Offices	AIR Para	F. Y	Outstanding Dues
20	Municipal Committee Kotri	6		56.867
21	Town Committee Bhan Saeedabad	5		0.977
22	Municipal Committee Sehwan	5		1.174
23	District Council Sujawal	6		5.021
24	District Council Dadu	3		1.986
25	Municipal Committee Khairpur Nathan Shah	5		3.216
26	Municipal Committee Badin	6		28.268
27	District Council Thatta	8		3.721
28	Town Committee Sujawal	7		3.170
Total				374.346

Audit was of the view that non-recovery of outstanding dues indicated weak financial management.

The matter was reported to the management from March to June, 2024 and September to December, 2024. The management of Town Committee Tando Ghulam Ali replied that the outstanding amount against rent of shops has been recovered and the same has been deposited into relevant head of account. Management of Town Committee New Saeedabad replied that recovery of shop rent is top priority of the management and same will be recovered. The reply was not tenable as management failed to provide documentary evidence in support of reply. The management of District Council Matiari replied that the council has taken appropriate measures by writing several letters to concerned authorities for recovery of cess. The management of Municipal Committee Hala replied that the shops owned by the council are old in dilapidated condition which caused the tenants to pay outstanding dues on account of shop rent, whereas, water charges could not be recovered as the water supply scheme is dis-functional since 1995. The management of Town Committee Bhit Shah replied that the notices have been issued to the contractors to deposit the outstanding dues on account of Katchi Pirri, License Fee and Shop Rent. Reply was not tenable as the management of respective offices failed to recover the outstanding dues from defaulters, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends recovery of outstanding dues, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2017-18 vide para numbers 4.5.4.1,

4.5.4.1, 4.5.4.1, 4.5.3.1, 3.2.3.1 and 4.2.3.4 having financial impact of Rs 137.744 million, Rs 106.214 million, Rs 497.384 million, Rs 362.018 million, Rs 153.637 million and Rs 93.141 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.2.4 Less deduction of government taxes - Rs 8.388 million

Section 8(1) of Sindh Sales Tax on Services Act, 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

Further, Section 153 of Income Tax Ordinance, 2001, amended upto 30th June, 2023, stipulates that the payments for goods, service and contracts are subject to deduction of income tax at source at the rate specified.

Furthermore, Section 3(2) of Sales Tax Act, 1990, as amended upto 14th February 2023, stipulates that the rate of sales tax enhance in respect of taxable goods falling within the purview of sub-section (1) of section 3 from seventeen percent to eighteen percent.

During the audit of following Local Councils of Hyderabad Division, for the financial years 2022-23 and 2023-24, it was observed that the management paid of Rs 184.465 million to various contractors, but deducted less amount of income tax, general sales tax and Sindh sales tax on services amounting to Rs 8.388 million, as detailed below:

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Paid Amount	I.T	GST	SST	Total Taxes less Deducted
1	Town Committee Tando Ghulam Ali	5	2022-23	2.629	-	-	0.154	0.154
2	Municipal Committee Bolhari	10		12.441	-	-	0.645	0.645
3	Town Committee Mirpur Bathoro	7		10.472	-	-	1.005	1.005
4	Town Municipal Corporation Shah Latifabad	5	2023-24	17.727	-	0.315	0.666	0.981
5	Town Municipal Corporation Hussainabad	5		4.641	-	-	0.139	0.139
6	District Council Tando Allahyar	17			-	-	0.481	0.481
7	Municipal Committee Tando Allahyar	5		10.333	-	0.159	0.419	0.578
8	District Council Thatta	9		4.353	-	-	0.378	0.378
9	District Council Sujawal	8		30.012	1.529	-	-	1.529

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Paid Amount	I.T	GST	SST	Total Taxes less Deducted
10	Town Committee Sujawal	8		34.952	0.035	-	0.691	0.761
11	District Council Badin	13		28.394	0.973	-	-	0.973
12	Municipal Committee, Badin	9		16.112	0.799	-	-	0.799
Total				184.465	3.336	0.474	4.578	8.388

Audit was of the view that undue favour was extended to the contractors by less deduction of taxes which resulted into loss to public exchequer indicated poor financial management and weak internal controls.

The matter was reported to the management from March to June, 2024 and September to December, 2024. The management of Town Committee, Tando Ghulam Ali replied that some of the deducted amount of Sindh sales tax has been deposited, whereas remaining amount will be deposited at the earliest. The reply was not tenable as management failed to provide any documentary evidence in support of reply, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends recovery of remaining amount of taxes, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20, 2018-19 and 2017-18 vide para numbers 4.5.4.3, 4.5.4.2, 4.5.4.4, 4.5.3.4, 3.2.3.2, 4.2.3.2 and 4.2.3.5 having financial impact of Rs 20.171 million, Rs 46.514 million, Rs 33.462 million, Rs 29.186 million, Rs 49.471 million, Rs 39.392 million and Rs 23.062 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.3 Other issues

4.5.3.1 Payment of sales tax on behalf of the contractors - Rs 3.034 million

Section 9(1) of Sindh Sales Tax on Service Act 2011, stipulates that where a service is taxable by virtue of sub-section (1) of section 3, the liability to pay the tax shall be on the registered person providing the service.

During the audit of Municipal Committee, Tando Muhammad Khan of Hyderabad Division, for the financial year 2023-24, it was observed that the management awarded various works to the contractors and paid of Rs 38.554 million. However, instead of deduction of Sindh sales tax on services from their bills, the amount of Sindh sales tax @ 5% and 13%, amounting to Rs 3.034 million was first included in the estimate to make it gross claim and then subsequently the same added amount in the bill was deducted as Sindh Sales Tax. Thus, the management extended undue favour to the contractors by managing to make the payment of Sindh sales tax from public exchequer.

Audit was of the view that payment of sales tax on behalf of the contractors was an undue favour extended to the contractors by the management at the cost of public exchequer.

The matter was reported to the management in September, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter and fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2021-22 and 2020-21 vide para numbers 4.5.6.13, 4.5.5.4 and 4.5.3.6 having financial impact of Rs 4.866 million, Rs 6.4.23 million and Rs 5.713 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.3.2 Less realization of targeted receipts - Rs 826.494 million

Section 100 (1) of Sindh Local Government Act 2013, states that unless otherwise provided, all taxes, rates, tolls and fees levied under this act shall be collected in the prescribed manner by the persons authorized for such collection: provided that where any tax, rate, toll or fee levied by a Council is also levied by Government, such tax, rate, toll or fee shall be collected with Government tax, and the proceeds thereof be credited to the local fund of the Council.

During the audit of following Local Councils of Hyderabad Division, for the financial years 2020-21 to 2023-24, it was observed that the management did not take appropriate measures to realize revenue targets of Rs 826.494 million from various heads i.e. water charges, trade license fee, road cutting charges, rent of shops, cattle pirri fee,

vegetable, building plan approval fee, fish, meat market fee, advertisement tax, parking fee, property tax, pat/katchi pirri fees, slaughtering fees, certificate fee, NOC/Approval fees, generator fee, tax on events immovable property tax, nali tax etc., as detailed below:

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Targeted Receipts	Receipts Collected	Shortfall
1	Town Committee Radhan	7	2020-23	0.930	-	0.930
2	Town Committee Darro	14	2021-23	2.310	0.102	2.207
3	Hyderabad Municipal Corporation,	11	2022-23	152.312	14.380	137.932
4	Town Committee New Saeedabad	8		1.344	0.052	0.448
5	Town Committee Sita Road	7		2.728	0.769	1.959
6	Town Committee Piyaro Lund	7		2.500	0.000	2.500
7	Town Committee Mirpur Bathoro	9		1.800	0.030	1.770
8	Municipal Committee Matli	10		3.301	1.533	1.768
9	Town Committee Tando Ghulam Ali	8		7.425	6.563	0.863
10	Town Committee Shaheed Fazil Rahu	8		1.650	1.021	0.629
11	Town Committee Kario Ghanwar	7		0.740	0.167	0.573
12	Town Committee Nasarpur	8		1.382	0.922	0.540
13	MC, Khairpur Nathan Shah	4		2.393	0.443	1.950
14	Municipal Committee Bolhari	11		9.425	4.548	4.877
15	Municipal Committee Kotri	3		19.864	8.633	11.231
16	Municipal Committee Johi	6		5.334	0.320	5.014
17	Town Committee Gharo	10		0.800	0.025	0.775
18	Town Committee Makli	5		6.347	1.395	4.952
19	Town Municipal Corporation Nerunkot	9	2023-24	4.000	0.147	3.853
20	Town Municipal Corporation Qasimabad	3		20.233	0.790	19.443
21	Town Municipal Corporation Mian Sarfaraz	6		95.075	4.287	90.788
22	Town Municipal Corporation Shah Latifabad	6		216.400	1.376	215.024
23	Town Municipal Corporation Hussainabad	6		195.750	17.530	178.220
24	Town Municipal Corporation Tando Fazal	4		17.689	-	17.689
25	Town Municipal Corporation Sachal Sarmast	6		10.300	-	10.300
26	District Council Jamshoro	6		4.047	1.130	2.916
27	Town Committee Jamshoro	5		20.950	2.118	18.822
28	Town Committee Thana Bula Khan	6		2.908	0.690	2.217
29	Municipal Committee Bolhari	4		6.050	4.654	1.394
30	Municipal Committee Kotri	4		11.298	3.945	7.353
31	Town Committee Bhan Saeedabad	3		5.003	4.112	0.891
32	Municipal Committee Sehwan	3		11.910	0.977	10.932
33	Municipal Committee Dadu	4		13.871	1.208	12.000

[Rs. in Million]

[Rs. in Million]						
Sr. No.	Name of Offices	AIR Para	F. Y.	Targeted Receipts	Receipts Collected	Shortfall
34	Municipal Committee Khairpur Nathan Shah	2		12.369	1.495	10.874
35	Municipal Committee Hala	4		4.723	3.697	1.025
36	Town Committee Bhit Shah	7		6.200	0.562	5.638
37	Municipal Committee Tando Allahyar	7		63.434	32.653	30.781
38	Town Committee Sujawal	12		4.900	0.686	4.214
39	Town Committee Darro	8		1.821	0.619	1.202
Total				951.516	123.579	826.494

Audit was of the view that due to less-realization of revenue targets; the councils were deprived of legitimate revenue which indicated poor financial controls.

The matter was reported to the management from March to May, 2024 and September to December, 2024. The management of Town Committee Tando Ghulam Ali, Piyaro Lund and Kario Ghanwar replied that targets of various revenue heads were estimated on assumption basis and maximum efforts were made to achieve the targeted receipts. The management of Town Committee New Saeedabad replied that slaughter house, cattle pond, water rent, market dalali are not functional, therefore the fee against same was not recovered. The reply was not tenable as management failed to achieve the targeted receipts set by management itself. The management of Municipal Committee Hala replied that the reduction in revenue was due to deterioration condition of slaughter house and markets. Further, recovery of Rezki Pirri was reduced due to removal of encroachments from the limits of town. The reply was not tenable as management failed to take appropriate measures for achieving the revenue targets, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault for non-achievement of revenue targets.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20, 2018-19 and 2017-18 vide para numbers 4.5.6.2, 4.5.6.3, 4.5.4.2, 3.2.3.11, 4.2.3.5 and 4.2.3.1 having financial impact of Rs 91.513 million, Rs 315.178 million, Rs 481.776 million, Rs 528.807 million, Rs 716.548 million and Rs 206.186 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.3.3 Non-revision of rent of property at fair value

Section 9 (2) of Sindh Rental Premises Ordinance 1979, stipulates that per annum allowed limit in increase of rent shall be @ 10% of the existing rent.

During the audit of following Local Councils of Hyderabad Division, for the financial years 2022-23 and 2023-24, it was observed that the management rented out different shops but did not revise rent of various tenants since many years, resulting into loss of legitimate revenue to the councils. The record of allotments was also not provided; hence the actual period of tenancy could not be ascertained. Detail is at **Annex-HYD5**.

Sr. No.	Name of Offices	AIR Para	F.Y.	Number of Properties
1	Municipal Committee Matli	13	2022-23	478
2	Town Committee Nasarpur	11		50
3	Municipal Committee Johi	17		255
4	Municipal Committee Khairpur Nathan Shah	8	2023-24	138
5	Municipal Committee Badin	7		205
6	Town Committee Bhit Shah	11		52
7	Municipal Committee Kotri	8		174
8	Municipal Committee Sehwan	6		99
9	Town Committee Darro	10		35

Audit was of the view that non-revision of rent of properties was a loss to the councils which reflected poor financial management.

The matter was reported to the management from March to May, 2024 and September to December, 2024, but no reply was received. The management of Town Committee Bhit Shah replied that the shops were rented out in 1998 and structure of same is deteriorate condition, however, management tried to increase rent of shops several times but same were challenged in the court of law. Reply was not tenable as the management failed to revise the rent of shops as per rules, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends revision of rent of shops and other property at fair value.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2018-19 and 2017-18 vide para numbers 4.5.6.3, 4.5.6.8, 4.5.4.5, 4.5.7.3, 4.2.3.49 and 4.2.3.3 respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.3.4 Non-maintenance of stock registers - Rs 259.513 million

According to Rule-25(1) of Sindh Local Councils (Accounts) Rules, 1983, “Every officer or servant of the Council in charge of stocks of articles or materials kept for issue other than stamps shall maintain a stock register (in Form No. 16) in which shall be entered every transaction effecting such stocks and separate pages of the register shall be assigned to different classes of stocks”.

During the audit of following Local Councils of Hyderabad Division, for the financial years 2020-21 to 2023-24, it was observed that the management incurred an expenditure of Rs 259.513 million on the purchase of electrical articles, sanitation material, lime powder, fumigation chemical, dewatering pumps, PVC, RCC & delivery pipes, stationery, tyres, tube, batteries, valves, flower pots, water pumps, crockery, air-conditioners, furniture articles, computer system, street lights, solar lights, water supply material, main-hole covers, hand trolleys, liveries etc., but did not maintain stock registers, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Offices	AIR Para	F. Y.	Amount
1	Town Committee Radhan	10	2020-23	6.473
2	Town Committee Darro	12	2021-23	9.962
3	Town Committee Sanjar Chang	4		4.799
4	Hyderabad Municipal Corporation, Hyderabad	13	2022-23	28.831
5	Town Committee Shaheed Fazil Rahu	11		1.256
6	Town Committee Kario Ghanwar	10		0.754
7	Town Committee Nasarpur	10		5.002
8	Municipal Committee Khairpur Nathan Shah	8		1.720
9	Municipal Committee Bolhari	5		3.759
10	Municipal Committee Kotri	7		4.573
11	Municipal Committee Johi	15		2.422
12	Town Committee Mirpur Sakro	6		2.347
13	Town Committee Gharo	6		2.005
14	Town Committee Sita Road	9		2.527
15	Town Committee Piyaro Lund	8		2.675
16	Town Committee Chamber	8		2.232
17	Town Committee Mirpur Bathoro	10		2.678
18	Town Committee Makli	8		0.928
19	Town Municipal Corporation Nerunkot	7	2023-24	5.735
20	Town Municipal Corporation Qasimabad	8		9.014
21	Town Municipal Corporation Preetabad	9		8.215
22	Town Municipal Corporation Mian Sarfaraz	10		15.658
23	Town Municipal Corporation Shah Latifabad	8		2.978
24	Town Municipal Corporation Hussainabad	7		16.468
25	Town Municipal Corporation Tando Fazal	7		2.513

[Rs. in Million]

Rs. in Million

Sr. No.	Name of Offices	AIR Para	F. Y.	Amount
26	Town Municipal Corporation Sachal Sarmast	2		2.409
		5		6.746
27	District Council Tando Muhammad Khan	10		0.789
28	Municipal Committee Tando Muhammad Khan	9		3.490
29	Town Committee Tando Ghulam Hyder	12		11.723
30	Town Committee Bulri Shah Karim	12		23.326
31	District Council Jamshoro	15		0.767
32	Town Committee Jamshoro	11		1.190
33	Municipal Committee Bolhari	9		1.178
34	Town Committee Bhan Saeedabad	8		2.030
35	Municipal Committee Kotri	7		5.037
36	Town Committee Thana Bula Khan	8		1.632
37	District Council Dadu	7		1.374
38	Municipal Committee Dadu	6		7.009
39	Municipal Committee Khairpur Nathan Shah	6		4.528
40	District Council Tando Allahyar	21		16.710
41	Municipal Committee Tando Allahyar	8		6.014
42	District Council Sujawal	12		2.084
43	Town Committee Sujawal	11		14.525
44	Town Committee Darro	6		1.428
Total				259.513

Audit was of the view that non-maintenance of stock register indicated weak internal controls, besides misuse of funds as well as procured items could not be ruled out.

The matter was reported to the management from March to June, 2024 and September to December, 2024. The management of Town Committee, Piyaro Lund replied that all the procured items/materials have been entered into relevant stock register. The reply was not tenable as management provided copies of stock register wherein important entries were found missing, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends that stock register may be maintained on the laid down format and responsibility be fixed on the person(s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2017-18 vide para numbers 4.5.6.6 and 4.2.3.24 having financial impact of Rs 161.411 million and Rs 11.581 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.3.5 Unauthorized creation of liability - Rs 149.168 million

According to Section 105(1), Chapter-XI of Sindh Local Government Act, 2013, “A Council shall not incur any debt nor borrow any money or give any guaranty without prior approval of Government.” Further, as per Section 106(2) *ibid*, “The moneys credited to the Local Fund shall be applied in the order; firstly, in the payment of salaries and allowances to the employees of the Councils”.

Further, according to Finance Department, Government of Sindh, instructions issued regarding Payment of Liabilities by Local Bodies in Sindh vide letter No.FD.SO(LF-I)Misc/(171)2013 dated: 13th August 2013, Para-01 “it was communicated through instructions from time to time to all Local Councils/District Councils/ defunct TMAs that the salaries and Pension of the employees is the first charge from the OZT funds released by Finance Department”.

During the audit of following Local Councils of Hyderabad, Hyderabad Division, for the financial years 2022-23 and 2023-24, it was observed that the management created liability amounting to Rs 149.168 million in the head of pension, financial assistance, development works and contingency payments and put extra burden over council funds. Further, creation of liability under the head of development works showed that the management also executed development works without provision of budget/OZT release, as detailed below:

[Rs. in Million]					
Sr. No.	Name of Offices	AIR Para	F. Y	Description of Liability	Amount of Liability
1	Town Committee Shaheed Fazil Rahu	10	2022-23	Pension, financial assistance, Gratuity, Medical Reimbursement, Leave encashment	5.689
2	Municipal Committee Mehar	6		Pension, ongoing works, Contingency	23.000
3	Municipal Committee Johi	5		Pension and financial assistance	17.282
4	Town Committee Mirpur Sakro	9		Pension Fund	39.424
5	Town Committee Gharo	9			15.000
6	Town Committee New Saeedabad	9		Development & Contingency works, Arrears of Pensioners	1.000
7	Municipal Committee Matli	12		Pay and pension, ongoing works	15.075
8	Town Municipal Corporation Tando Fazal	5	2023-24	Development Works and R&M Works	30.795

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y	Description of Liability	Amount of Liability
9	Town Committee, Thana Bula Khan	4		Contingency Payment	1.903
Total					149.168

Audit was of the view that creation of pension liability by giving priority to the payments of development works in violation of rules and creation of liability under the head of development works without provision of budget indicated poor financial management.

The matter was reported to the management from March to June, 2024 and September to December, 2024. The management of Town Committee New Saeedabad replied the due to shortage of funds salaries, pension and utilities bills could not be paid so same was shown as liabilities in budget. The reply was not tenable extra burden over council was created, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2019-20 and 2017-18 vide para numbers 4.5.6.9, 4.5.6.5, 3.2.3.25 and 4.2.3.27 having financial impact of Rs 20.239 million, Rs 402.968 million, Rs 112.148 million and Rs 11.166 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.3.6 Non-maintenance of contractor ledger and security deposits register

According to Rule 130 of Sindh Local Councils (Accounts) Rules, 1983, “A contractor ledger shall be maintained by the Chief Accounts Office on Form No. 96, in which shall be entered details of all transactions with contractors connection with works”.

Further, according to Rule 20(1) *ibid*, “All deposits refundable or adjustable against any demand of the council shall be entered in the register of deposits to be maintained by the Chief Accounts Officer (in form No.9) with name of person from whom such deposits are received”.

During the audit of following local councils of Hyderabad Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 212.202 million on execution of different development works but failed to maintain contractor ledger and security deposit register, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Offices	AIR Para	Amount
1	District Council Jamshoro	13	111.066
2	District Council Tando Allahyar	23	101.136
Total			212.202

Audit was of the view that non-maintenance of contractor's ledger and security deposit register was violation of rules which indicated poor management and weak internal controls.

The matter was reported to the management during October and December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends maintenance of relevant record, besides fixing responsibility on the person (s) at fault.

4.5.4 HR/Employees related irregularities

4.5.4.1 Irregular appointment of staff on adhoc basis - Rs 74.476 million

In compliance of Honorable Supreme Court of Pakistan in Human Rights case No. 104/92, Local Government Department issued directives vide letter No. SO-V(LG)5(69)/2009/29-06-2010 that even an appointment on adhoc basis cannot be made without publication and proper advertisement.

Further, Rule 8(2) of Sindh Local Councils Employees (Service) Rules, 2017, stipulates that initial appointment to the posts in all basic scales not falling within the purview of SPSC, shall be made on the recommendations of the Selection Committee on the basis of interview or test to be held by the Selection Committee after the vacancies have been advertised in leading newspapers in Urdu, Sindhi & English Languages.

During the audit of following Local Councils of Hyderabad Division, for the financial years 2021-22 to 2023-24, it was observed that the management appointed employees on adhoc basis without observing prescribed procedure and incurred an

expenditure of Rs 74.476 million on the wages. Further, approval from administrative department was also not obtained.

[Rs. in Million]					
Sr. No.	Name of Offices	AIR Para	F. Y.	Number of Adhoc Staff	Amount
1	Town Committee Sanjar Chang	3	2021-23	28	4.368
2	Town Committee Nasarpur	3	2022-23	80	9.485
3	Hyderabad Municipal Corporation, Hyderabad	8	2023-24	592	23.667
4	Municipal Committee Dadu	9		101	15.871
5	District Council Badin	8		14	2.520
6	Town Committee Bhan Saeedabad	7		58	9.346
7	Municipal Committee Sehwan	7		120	9.219
Total					74.476

Audit was of the view that appointment of employees on adhoc basis without following prescribed procedure was violation of the rules and Local Government orders which indicated weak internal controls.

The matter was reported to the management from March to May, 2024 and September to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20, 2018-19 and 2017-18 vide para numbers 4.5.2.3, 4.5.2.2, 4.5.2.1, 3.2.3.21 & 3.2.3.35, 4.2.3.10 and 4.2.3.12 having financial impact of Rs 46.442 million, Rs 36.911 million, Rs 137.945 million, Rs 195.769 million, Rs 131.422 million and Rs 88.909 million respectively. Recurrence of same irregularity is a matter of serious concern.

4.5.4.2 Unauthorized transfer & posting of employees - Rs 8.507 million

According to Para-02 of letter No.SLGB/SCUG/AO(UA)/GEN/2022/116 dated 21, January 2022 issued by Sindh Local Government Board, Local Government Department Sindh, “All the councils were categorially informed that after amendment in Section 121(4) of SLGA 2013 through amendment of the Sindh Local Government (Amendment) Act 2021, no any transfer/posting order since 06-01-2022 has been issued by the Sindh Local Government Board in respect of any employee other than SCUG Service”.

Further Para-03 of Letter No. LFA.III. Verification(LC)/193 dated 08-03-2022 issued by Local Fund Audit Department, Government of Sindh, stipulated that all the councils were directed that in order to ascertain the genuineness of employees, they need to verify some important documents/credentials from the concerned council and Local Fund Audit Departments, i.e. Complete personal file in original containing offer orders, appointment order, medical fitness certificate, posting orders, duty joining reports, bank statement 1st audit salary bill (appointee of 2012) last audited salary bill and L.P.C duly verified from concerned ADLFA/Audit Officer.

During the audit of Hyderabad Municipal Corporation (HMC) of Hyderabad Division, for the financial year 2023-24, it was observed that the management allowed joining to various employees in HMC after 06-01-2022, and paid salaries amounting to Rs 8.507 million in violation of the departmental orders. Detail is at **Annex-HYD6**. Further management also failed to obtain verification of the following record before allowing joining to the employees in corporation:

- i. Transfer posting orders were suspicious as the name of parent council was not mentioned in the posting orders.
- ii. Complete personal file in original containing offer order, appointment order and confirmation orders by administrative department.
- iii. Medical fitness certificates from issuing authority.
- iv. Service books and pay fixation from concerned Local Fund Audit Department.
- v. Posting orders, duty joining reports and necessary relieving orders from concerned councils,
- vi. 1st audited salary bill (for appointee of 2012) and copy of last audited salary bill.
- vii. Bank statement(s) from the date of appointment till to date.
- viii. L.P.C issued by concerned council duly verified from concerned ADLFA/Audit Officer.

Audit was of the view that allowing joining to employees without carrying verification of complete profile of employees from their parent councils and Local Fund Audit Department was irregular which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite

issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

[AIR Para: 4]

4.5.4.3 Irregular payment of allowances - Rs 1.513 million

Section 116(7) of Sindh Local Government Act 2013, stipulates that every member or employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by Government in the prescribed manner.

Further, Finance Department, Government of Sindh vide O.M No.FD (SR-III)-5-145/2012, dated 02/03/2012, allowed grant of utility allowance w.e.f. 01-01-2012 to regular employees of Sindh Civil Secretariat and Provincial Assembly Sindh.

During the audit of Hyderabad Municipal Corporation (HMC) of Hyderabad Division, for the financial year 2023-24, it was observed that the management allowed utility, mobile and executive allowances amounting to Rs 1.513 million to the following officer without entitlement as the same allowances were only allowed to the employees posted in secretariats, as detailed below:

[Rs. in Million]

Designation	Description of Allowance	Period of Payment	AIR Para	Amount
Ex-Municipal Commissioner	Utility Allowance Mobile Allowance Executive Allowance	Aug, 23 to Feb, 24	06	1.513

Audit was of the view that payment of allowances to the employee without entitlement was unauthorized which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends that the unauthorized payment of allowances be discontinued and recovery be effected.

4.5.5 Non-Production of Record

4.5.5.1 Non-production of record

Section 14 (2) and (3) of the Auditor-General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, provides as under:

- “(2) The officer in-charge of any office or department shall afford all facilities and provide record for audit inspection and comply with requests for information in as complete a form as possible and with all reasonable expedition.
- (3) Any person or authority hindering the auditorial functions of the Auditor-General regarding inspection of accounts shall be subject to disciplinary action under relevant Efficiency and Discipline Rules applicable to such person”.

During the audit of various Local Councils of Hyderabad Division, for the financial years 2020-21 to 2023-24, it was observed that the management did not produce auditable record pertaining to establishment, development, contingency, revenue, property, various registers, credentials of contractors etc., for audit scrutiny. Detail is at **Annex-HYD7**.

Audit was of view that non-production of record was a serious lapse on the part of management which caused hindrance in performance of the functions of audit, besides, authenticity of the related transactions could not be ascertained.

The matter was reported to the management from March to May, 2024 and September to December, 2024. The management of Town Committee Kario Ghanwar, Piyaro Lund and Town Committee New Saeedabad replied that the required/ relevant record is now available for audit scrutiny. The reply was not tenable as management failed to provide requisitioned record during course of audit. The management of Municipal Committee Hala replied that the required record is maintained and provided photocopies of Budget Control Register only, whereas remaining requisite record will be provided to audit team at the earliest. The reply was not tenable as management failed to provide complete requisite record. The PAO did not convene DAC meeting till finalization of the

report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20, 2018-19 and 2017-18 vide para numbers 4.5.1.1, 4.5.1.1, 4.5.1.1, 4.5.1.1, 3.2.1.1, 4.2.2.1 and 4.2.2.1 having financial impact of Rs 282.065 million, Rs 194.265 million, Rs 995.245 million, Rs 96.062 million, Rs 252.002 million, Rs 553.830 million and Rs 472.277 million respectively. Recurrence of same irregularity is a matter of serious concern.

Special Study on “Payroll System in Hyderabad Municipal Corporation” Audit Year 2023-24

4.5.5.2 Inaction against the employees performing dual job

Rule 16(1) of the Government Servants (Conduct) Rules, 1964, stipulates that no Government servant shall, except with the previous sanction of the Government, engage in any trade or undertake any employment or work, other than his official duties.

During the Special Study on Payroll System of Hyderabad Municipal Corporation, the audit scrutinized HMC employee data and counter checked the same with the record of employees maintained by the Accountant General Sindh and pointed out 02 such employees who were performing dual jobs simultaneously. Detail is at **Annex-SSA1**.

Audit was of the view that the management failed to take any action against the employees performing dual jobs which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 13-12-2024, followed by reminders dated 26-12-2024 and 14-01-2025.

Audit recommends taking action against the employees performing dual jobs simultaneously, besides, fixing responsibility on the person (s) at fault.

4.5.5.3 Irregular payment of salary without sanctioned posts - Rs 258.286 million

Rule 123(1), Chapter-XIV of the Sindh Local Government Act, 2013, stipulates that a council shall prepare a Schedule of Establishment showing the numbers of posts in each grade which are deemed necessary for the efficient performance of its functions under this Act and submit the same within three months of the coming into force of this Act to government for approval.

During the Special Study on Payroll System of Hyderabad Municipal Corporation, it was observed that the management posted various employees without sanctioned strength and paid an amount of Rs 258.286 million against salary. Detail is at **Annex-SSA2**.

Audit was of the view that payment of salary without sanctioned posts was irregular which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 13-12-2024, followed by reminders dated 26-12-2024 and 14-01-2025.

Audit recommends justification in the matter.

4.5.5.4 Unauthorized payment of various allowances - Rs 16.089 million

According to Rule 5, Chapter-1 of Sindh Financial Rules Volume-1, “The amount of allowance granted to meet expenditure of a particular type should be so regulated that allowances are not on the whole source of profit of the recipient”.

During the Special Study on Payroll System of Hyderabad Municipal Corporation, it was observed that the management paid an amount of Rs 16.086 million to staff on account of various allowance, i.e., other allowance, special allowance, permanent travelling allowance, Head Master Allowance (HMA), Teaching Allowance, AGA, Health Professional Allowance (HPA), Non-practicing Allowance (NPA), Special Health Allowance (SHA), Nursing Allowance, Washing Allowance, Additional Allowance, KA, Computer Allowance, Disable Allowance, Personal Allowance and House Financing (HF) without entitlement. Detail is at **Annex-SSA3 (A&B)**.

Audit was of the view that payment of various allowances without entitlement resulted into loss to public exchequer which indicated poor financial management.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 13-12-2024, followed by reminders dated 26-12-2024 and 14-01-2025.

Audit recommends that the internal controls be strengthened to control unauthorized payments of allowances and same may be discontinued and recovery be effected.

4.5.5.5 Irregular appointment of underage employees

According to the Sindh Government Gazette, 1983, The Sindh Councils Unified Grades Services Rules, 1982 vide Notification No.SLGB/SCUG/CAO/RULE/1/83 dated 31.01.1983 issued by Housing, Town Planning, Local Government and Rural Development Department, Government of Sindh in Part-II, Rule-6(1)(a) that the Posts of Administrative, Engineering and Accounts/Audit Branches, minimum age limit will be of 18 years & maximum age limit will be of 30 years.

During the Special Study on Payroll System of Hyderabad Municipal Corporation, it was observed from the scrutiny of details provided by the management that various under-age employees were appointed, in violation of above rules. Detail is at **Annex-SSA4**.

Audit was of the view that appointment of under-age employees constituted weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 13-12-2024, followed by reminders dated 26-12-2024 and 14-01-2025.

Audit recommends inquiry in the matter for fixing responsibility on the person (s) at fault, besides taking remedial measure.

4.5.5.6 Irregular appointment of overage employees

According to the Sindh Government Gazette, 1983, The Sindh Councils Unified Grades Services Rules, 1982 vide Notification No.SLGB/SCUG/CAO/RULE/1/83 dated 31-01-1983 issued by Housing, Town Planning, Local Government and Rural Development Department, Government of Sindh in Part-II, Rule-6(1)(a) that the Posts of

Administrative, Engineering and Accounts/Audit Branches, minimum age limit will be of 18 years & maximum age limit will be of 30 years.

Further, according to Government of Sindh, Services, General Administration and Co-Ordination Department vide Notification No. SOII(S&GAD)6-12/2004 dated 19-02-2008 with the approval of Chief Minister, Sindh, Government of Sindh are pleased to allow relaxation upto maximum of 10 (Ten) years in the upper age limit to all the applicants applying for the vacancies in all the Departments of Government of Sindh.

During the Special Study on Payroll System of Hyderabad Municipal Corporation, it was observed from the scrutiny of details provided by the management that various over-age employees were appointed in violation of above rules. Detail is at **Annex-SSA5**.

Audit was of the view that appointment of over-age employees constituted weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 13-12-2024, followed by reminders dated 26-12-2024 and 14-01-2025.

Audit recommends inquiry in the matter for fixing responsibility on the person (s) at fault, besides taking remedial measure.

4.5.5.7 Irregular and unjustified hiring of legal advisors - Rs 6.940 million

According to Section (I) of Appendix 18-A of Sindh Financial Rules Volume I, "Means should be devised to ensure that every government servant realizes fully and clearly that he will be held personally responsible for any loss sustained by Government through 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 culpable negligence".

Further, Para 2 of Letter No. ADDL.A.G/(LRK)/1570 dated 08-08-2016 issued by Additional Advocate General Sindh, High Court Larkana addressed to Chief Secretary Sindh, stipulated that the departments were engaging private councils without obtaining the sanction from Law Department which was against the rules. The Chief Secretary of Sindh was therefore requested to look into the matter.

During the Special Study on Payroll System of Hyderabad Municipal Corporation, it was observed that the management hired legal advisors and paid an amount of Rs 6.940 million during 2022-23 on account of legal fees. It is pertinent to mention here that Hyderabad Municipal Corporation has its own Legal Department with the working strength of 14 employees, i.e., 01 Director Legal, 02 Legal Advisors, 01 Prosecuting Officer, 01 Assistant Legal Advisor, 01 Assistant, 02 Senior Clerks, 05 Junior Clerks and a Naib Qasid. Further, approval from Law Department, Government of Sindh was also not obtained while appointing the legal advisors. Thus, hiring of Legal Advisors was irregular and unjustified. Detail is at **Annex-SSA6**.

Audit was of the view that hiring of legal advisors despite own Legal Department and without obtaining sanction of Law Department, Government of Sindh was unauthorized which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 13-12-2024, followed by reminders dated 26-12-2024 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault for hiring of legal advisors, besides taking remedial measures.

4.5.5.8 Non-deduction of income tax from taxable salaries - Rs 3.018 million

As per Section-12 (1) of Income Tax Ordinance, 2001 (Amended up to date), any salary received by an employee in a tax year, other than salary that is exempt from tax under this Ordinance, shall be chargeable to tax in that year under the head “Salary”. Rate of tax on salaries are as under:

Tax Rates for Salaried persons (First Schedule, Part-I, Division-I)		
S #	Taxable Income	Rate of Tax
1	Up to Rs 600,000	0%
2	Rs. 600,001 to Rs. 1,200,000	2.5% of the amount exceeding Rs 600,000
3	Rs 1,200,001 to Rs 2,400,000	Rs 15,000 + 12.5% of the amount exceeding Rs 1,200,000
4	Rs 2,400,001 to Rs 3,600,000	Rs 165,000 + 20% of the amount exceeding Rs 2,400,000
5	Rs 3,600,001 to Rs 6,000,000	Rs 405,000 + 25% of the amount exceeding Rs 3,600,000

During the Special Study on Payroll System of Hyderabad Municipal Corporation, it was observed that the management made payment of salaries amounting to Rs 288.006 million, however, the management either failed to deduct income tax amount or deducted less amount of the same amounting to Rs 3.018 million, as detailed below:

[Rs. in Million]

No of Employees	Gross Salary	Salary/ Year	Taxable Salary	Total Tax Due	I.T Deducted	Less Deduction
332	24.000	288.006	67.806	3.915	0.898	3.018

Audit was of the view that less/non-deduction of income tax resulted into loss to public exchequer which indicated poor financial management.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 13-12-2024, followed by reminders dated 26-12-2024 and 14-01-2025.

Audit recommends recovery of income tax, besides fixing responsibility on the person (s) at fault.



Chapter-5: Local Councils, Larkana Division

5.1 Introduction

Larkana Division consists of five Districts namely Larkana, Shikarpur, Jacobabad, Kamber @ Shahdadkot and Kashmore @ Kandhkot. Each Town Municipal Corporation/District Council/Municipal Committee/Town Committee in Larkana Division is headed by Mayor/Chairman/ Municipal Commissioner/Chief Officer/Chief Municipal Officer/ Town officer who carries out operations as per Sindh Local Government Act, 2013.

The functions of Local Councils are summarized below:

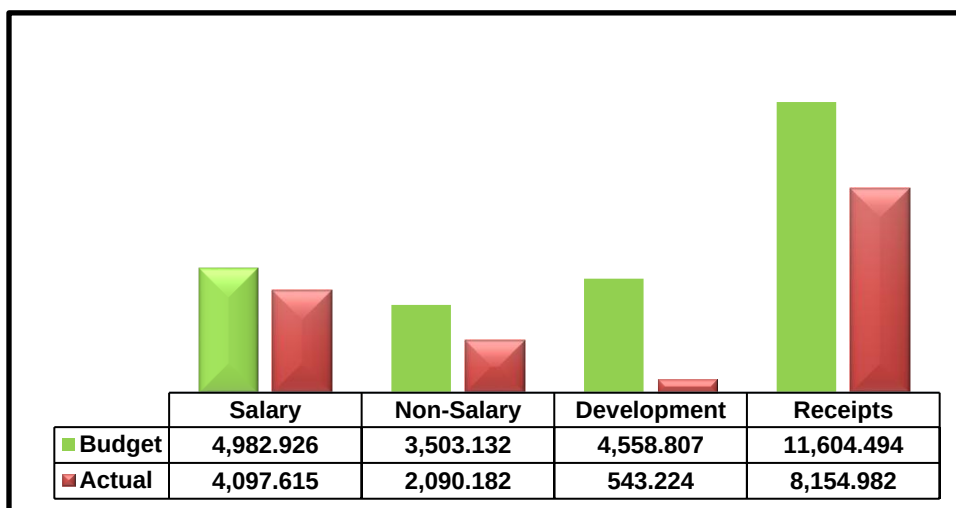
- i. Prepare development plans for the Town including plans for land use.
- ii. Exercise control over land use, land subdivision, land development and zoning by public and private sectors for any purpose, including agriculture, industry, commerce markets, shopping and other employment centers, residential, recreation, parks, entertainment, passenger and transport freight and transit stations.
- iii. Enforce all municipal laws, rules and bye-laws governing Municipal Corporation/Committees functioning.
- iv. Prepare budget, long term and annual municipal development programs in collaboration with the Union Councils.
- v. Collect approved taxes, cess, user fees, rates, rents, tolls, charges, fines and penalties.
- vi. Manage properties, assets and funds vested in the Municipal Corporation/Committees.
- vii. Develop and manage schemes, including site development in collaboration with Union Administration.
- viii. Issue notice for committing any municipal offence by any person and initiate legal proceedings for commission of such offence or failure to comply with the directions contained in such notice.
- ix. Prosecute, sue and follow up criminal, civil and recovery proceedings against violators of Municipal Laws in the courts of competent jurisdiction.
- x. Maintain municipal records and archives.

5.2 Comments on Budget and Accounts (Variance Analysis)

[Rs. in Million]

Larkana Division	Head of Accounts	Budget	Actual	Excess (+) Savings (-)
	Salary	4,982.926	4,097.615	-885.311
	Non-Salary	3,503.132	2,090.182	-1,412.949
	Development	4,558.807	543.224	-4,015.582
	Total Expenditure	13,044.864	6,731.022	-6,313.842
	Receipts	11,604.494	8,154.982	-3,449.512

Source: Budget Book



The budgeted expenditure of Local Councils of Larkana Division for the financial year 2023-24 was Rs 13,044.864 million, against which the actual expenditure was Rs 6,731.022 million, resulting in saving of Rs 6,313.842 million. The management of Local Councils was unable to realize the receipts' targets resulting in shortfall of Rs 3,449.512 million.

Table-: Audit Profile of Larkana Division

[Rs. in Million]

Sr.	Description	Formations		Financial Year 2023-2024	
		Planned	Audited	Expenditure Audited	Revenue / Receipts Audited
1.	Formations	40	19	6,731.022	8,154.982
2.	Assignment Accounts, SDAs (excluding FAP)	-	-	-	-
3.	Authorities/Autonomous Bodies under the PAO	-	-	-	-
4.	Foreign Aided Projects (FAP)	-	-	-	-

5.3 Classified Summary of Audit Observations

Audit observations amounting to Rs 628.312 million were raised in this report during the current audit of Larkana Division. The amount also includes recoveries of Rs 115.523 million as pointed out by Audit. Summary of the audit observations classified by nature is as under:

Table: Overview of Audit Observations:

[Rs. in Million]

Sr. No.	Classification	Amount
1	Procurement related irregularities	264.385
2	Recoveries related irregularities	115.523
3	Management of accounts with commercial bank	-
4	Other issues • Less realization of targeted receipts - Rs 56.284 million • Non-maintenance of stock registers - Rs 92.211 million • Unauthorized creation of liabilities - Rs 92.273 million • Non-obtaining of earnest money for various auctions - Rs 3.141 million	243.909
5	HR/Employees related irregularities	4.495
6	Non-Production of Record	-
Total		628.312

5.4 Brief Comments on the Status of Compliance with PAC Directives

The audit reports pertaining to following years have been laid before the Provincial Assembly of Sindh under Section 116 of the Sindh Local Government Act, 2013. Detail of paras presented in PAC meetings is reflected hereunder:

Audit Year	No. of Paras	Status of Paras Discussed in PAC Meetings
2012-13	21	1-Partial
2013-14	3	1-Partial
2014-15	69	-Nil-
2015-16	21	-Nil-
2016-17	44	-Nil-
2017-18	27	-Nil-
2018-19	20	-Nil-
2019-20	40	-Nil-
2020-21	13	-Nil-
2021-22	15	-Nil-
2022-23	26	-Nil-
2023-24	35	-Nil-

5.5 Audit Paras

5.5.1 Procurement related irregularities

5.5.1.1 Splitting up of expenditure to avoid open tender - Rs 104.667 million

As per Rule 12(1), Part-II of Sindh Public Procurement Rules, 2010, “Save as otherwise provided and subject to the regulations made by the Authority, a procuring agency shall prepare, in accordance with Rule 11 above, all proposed procurements for each financial year and shall proceed accordingly without any splitting or regrouping of the procurements already grouped, allocated and scheduled in the Procurement Plan”.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Larkana Division, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an expenditure of Rs 104.667 million through quotations by splitting the procurements which resulted into non-achievement of competitive rates, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	F. Y	Amount
1	Town Committee Guddu	4	2022-23	15.467
2	Municipal Committee Shahdadt	3		6.837
3	Municipal Committee Naudero	4		1.463
4	Larkana Municipal Corporation	6	2023-24	11.448
5	District Council Shikarpur	3		16.387
6	Municipal Committee Shikarpur	4		20.283
7	District Council Jacobabad	2		9.654
8	Municipal Committee Jacobabad	2		15.355
9	District Council Kashmore	10		7.773
Total				104.667

Audit was of the view that incurrence of expenditure by splitting the procurements was violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management from May to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the

report despite issuance of letters dated 25-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20, and 2018-19 vide para numbers 5.5.3.1, 5.5.3.2, 5.5.3.1, 5.4.3.1, 7.2.2.10 and 8.2.2.8, having financial impact of Rs 154.335 million, Rs 101.476 million, Rs 137.081 million, Rs 286.144 million, Rs 118.275 million, and Rs 34.517 million respectively. Recurrence of same irregularity is a matter of serious concern.

5.5.1.2 Irregular utilization of sanitation funds through quotations Rs 86.160 million

According to Rule 11(1), Part-II of Sindh Public Procurement Rules 2010, “All procuring agencies shall devise a mechanism for planning in detail for all proposed procurements, determining the requirement of the procuring agency, within its available resources, and prepare an annual or a longer-term rolling plan, detailing the procurement methods applicable for specific procurements”.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Larkana Division, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an expenditure of Rs 86.160 million on various sanitation works (hiring of machinery and labour for cleaning of streets, roads and drain/nallahs) through quotations by keeping each transaction below Rs 300,000/- and Rs 500,000/- to avoid open competitive bidding, whereas the work of sanitation being a mandatory function of the Council was foreseen prior to commencement of financial year at the time of budget preparation/ approval, as detailed below:

[Rs. in Million]

[Rs. in million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Town Committee Khanpur	2	2022-23	20.531
2	Town Committee Gouspur	2		14.747
3	Town Committee Guddu	2		5.923
4	Town Committee Kashmore	1		4.767
5	Town Committee Garhi Yasin	2		4.155
6	Town Committee Naseerabad	4		2.823
7	Municipal Committee Thull	3		2023-24
		2	4.500	
8	Town Committee Badah	2	4.100	
9	District Council Shikarpur	5	6.745	
10	District Council Jacobabad	3	6.128	
11	District Council Kashmore	7	9.571	
Total				

Audit was of the view that incurrence of expenditure through quotations without obtaining competitive rates was violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management from May to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2022-23 vide para numbers 5.5.3.2 and 5.5.3.1 having financial impact of Rs 171.824 million and Rs 66.246 million respectively. Recurrence of same irregularity is a matter of serious concern.

5.5.1.3 Irregular expenditure on de-silting and disposal of garbage Rs 27.402 million

Section 116 (07), Chapter-XII of the Sindh Local Government Act, 2013, states that every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by the Government in the prescribed manner.

During the audit of following Local Councils of Larkana Division, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an expenditure of Rs 27.402 million through quotations on de-silting, clearance of drain and nallahs, lifting of garbage and removal of debris etc., from limits of councils, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Entity	AIR Para	F. Y.	Amount
1	Municipal Committee Shahdadt	4	2022-23	8.932
2	Town Committee Naseerabad	3		2.145
3	Town Committee Badah	5	2023-24	12.932
4	Municipal Committee Thull	7		3.393
Total				27.402

Following irregularities were also noticed:

- i. Works of garbage lifting were outsourced instead of utilization of own staff, vehicles and machinery.
- ii. Estimation for de-silting works was not prepared and measurement was also not recorded in the measurement books.
- iii. Record of daily quantity of garbage lifted and disposed-off at dumping site(s) was not maintained to ensure check and balance before making payment to the contractors.
- iv. Supervision of works by sanitation incharge and certificate for satisfactory completion of work was not recorded.
- v. The quotations were of same hand writing, bearing same official address of the bidders.
- vi. Contractors were not registered with FBR and SRB.
- vii. Rates were not evaluated by procurement committee.

Audit was of the view that incurrence of expenditure on collection, removal and disposal of silt and garbage without maintaining supporting record indicated poor management and weak internal controls.

The matter was reported to the management from May to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2018-19 vide para numbers 5.5.5.1 and 8.2.2.11 having financial impact of Rs 42.913 million and Rs 18.317 million respectively. Recurrence of same irregularity is a matter of serious concern.

5.5.1.4 Unjustified outsourcing of municipal services - Rs 18.738 million

Section 116 (7), Chapter-XII of the Sindh Local Government Act, 2013, states that every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by the Government in the prescribed manner.

During the audit of Municipal Committee, Thull, Larkana Division, for the financial year 2021-22, it was observed that the management incurred an expenditure of Rs 18.738 million on sanitation services through private contractor instead of utilizing services of 154 own sanitation staff as detailed below:

[Rs. in Million]			
Name of Work	Contractor	AIR Para	Amount
Outsourcing of sanitation services in jurisdiction of Municipal Committee	M/s Din Muhammad Enterprises Govt. Contractor	4	18.738

Audit was of the view that incurring of expenditure on outsourcing of sanitation services through private contractor despite availability of own sanitary staff was unjustified which indicated poor management.

The matter was reported to the management in June 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-06-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2019-20 and 2018-19 vide para numbers 5.5.3.4, 7.2.2.14 and 8.2.2.9 having financial

impact of Rs 2.683 million, Rs 40.739 million and Rs 24.970 million respectively. Recurrence of same irregularity is a matter of serious concern.

5.5.1.5 Award of works without execution of agreements - Rs 22.905 million

Clause (iii) and (iv) of Para 7.12.3 of Sindh Public Procurement Authority Regulation for Procurement of Works, stipulates that within 28 days of receipt of the letter of acceptance, the procuring agency will send all copies of the contract to the bidder, with a covering letter or contractor shall attend the offices of the procurement agency for the purpose of signing the agreement duly stamped at the rate of 35 Paisa/100 rupees of the contract value (as amended and updated by the Government from time to time and which shall be borne by the contractor). Failure to sign the agreement shall lead to cancellation of the award and forfeiture of the bid security.

During the audit of following Local Councils of Larkana Division, for the financial year 2023-24, it was observed that the management awarded various works and auction contracts amounting to Rs 22.905 million to different contractors without executing contract agreements with the contractors. Further, government also sustained loss of Rs 0.080 million on account of stamp duty, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	Larkana Municipal Corporation	10	15.450
2	Municipal Committee Jacobabad	9	7.455
Total			22.905

Audit was of the view that non-execution of contract agreements was violation of the rules. The government also sustained loss of revenue in the shape of stamp duty which indicated poor financial management and weak internal controls.

The matter was reported to the management in December 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2019-20 vide para numbers 5.5.3.6 and 7.2.2.11 with a financial impact of Rs 106.058

million and Rs 4,101.033 million respectively. Recurrence of same irregularity is a matter of serious concern.

5.5.1.6 Irregular procurement of electrical material - Rs 4.513 million

Rule 48 of Electricity Rules, 1937, states that all Government and Semi Government departments are bound to award contracts of electrical installation works to the contractors holding valid government electrical contractor license.

Further, S.No.(18) of Schedule of Rule 5(1) of Sindh Local Councils (Property) Rules 2017, requires that register of street light points and lamp posts in Form P-XVIII shall be maintained.

During the audit of following Local Councils of Larkana Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 4.513 million on the procurement of electrical material, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Entity	AIR Para	Amount
1	District Council Larkana	7	0.614
2	District Council Kashmore	9	3.899
Total			4.513

Following irregularities were noticed:

- i. Electric material was purchased without any indent/demand by Store Keeper/In charge.
- ii. Purchases were made on quotation basis by splitting up procurement.
- iii. Location for installation of purchased electric material was not recorded.
- iv. Inspection of street lights material for ascertaining their quality and quantity was not done.
- v. The purchased material was not accounted for in the stock register record was also not maintained.

Audit was of the view that procurement of electrical material without observing codal requirements was irregular and indicated weak internal controls.

The matter was reported to the management during November and December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 5.5.3.7 with a financial impact of Rs 3.626 million. Recurrence of same irregularity is a matter of serious concern.

5.5.2 Recoveries related issues

5.5.2.1 Non-deposit of taxes into public exchequer - Rs 37.849 million

Section 160 of Income Tax Ordinance, 2001, as amended vide Finance Act 2002, stipulates that any tax that has been collected or purported shall be paid to the Commissioner by the person making the collection or deduction within the time and in the manner as may be prescribed.

Further, according to Rule 41(a), Chapter-3 of Sindh Financial Rules Volume-1, “The departmental controlling officers should see that all sums due to government are regularly received and checked against demands and that they are paid into the treasury”.

During the audit of following Local Councils of Larkana Division, for the financial years 2022-23 and 2023-24, it was observed that the management deducted an amount of Rs 37.849 million on account of income tax, general sales tax and Sindh sales tax on services from the bills of contractors but failed to deposit the same into public exchequer, as detailed below:

[Rs. in Million]							
Sr. No.	Name of Entity	AIR Para	F.Y.	I. T	SST	GST	Total Taxes not Deposited
1	Town Committee Ghouspur	3	2022-23	2.155	2.120	-	4.275
2	Town Committee Naseerabad	5		0.708	1.006	0.241	1.955
3	Municipal Committee Thull	2		0.512	1.464	-	1.976
4	Town Committee Garhi Yasin	4		0.537	0.725	-	1.262
5	Municipal Committee Shahdadkot	5		0.499	0.663	-	1.162
6	Town Committee Guddu	3		1.139	0	-	1.139
7	Town Committee Kashmore	2		0.871	0	-	0.871
8	Municipal Committee Naudero	2		0	0.319	-	0.319
9	District Council Larkana	4		0.179	0.109	-	0.288
10	Town Committee Badah	3		0.972	1.296	-	2.268
11	Municipal Committee Shahdadkot	2		1.276	1.712	-	2.988
12	District Council Shikarpur	6		2.839	2.189	-	5.028

[Rs. in Million]

[Rs. in Million]							
Sr. No.	Name of Entity	AIR Para	F.Y.	I. T	SST	GST	Total Taxes not Deposited
13	Municipal Committee Shikarpur	5	2023-24	1.848	1.767	-	3.615
14	District Council Jacobabad	4		0.727	1.131	-	1.858
15	Municipal Committee Jacobabad	4		2.016	2.364	-	4.380
16	Municipal Committee Thul	3		0.544	1.530	-	2.074
17	District Council Kashmore	8		1.144	1.247	-	2.391
Total				17.966	19.642	0.241	37.849

Audit was of the view that non-deposit of collected taxes into public exchequer indicated poor financial management and weak internal controls.

The matter was reported to the management from May to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends depositing of the amount of deducted taxes into public exchequer, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, and 2018-19 vide para numbers 5.5.4.4, 5.5.4.1, 5.5.4.2, 5.4.2.1 and 8.2.2.10 having financial impact of Rs 135.978 million, Rs 92.618 million, Rs 36.900 million, Rs 85.408 million and Rs 20.195 million respectively. Recurrence of same irregularity is a matter of serious concern.

5.5.2.2 Non-recovery of outstanding dues - Rs 70.365 million

As per Section 100 (2), Chapter-X of Sindh Local Government Act 2013, “All arrears of taxes, rates, tolls and fees and other moneys claimable by a Council under this Act shall be recoverable as arrears of land revenue through Government agency or by the Council authorized by Government for such recovery through such employees or class of employees of the Council as may be prescribed”.

Further, Section 41(a), Chapter-3 of Sindh Financial Rules Volume-1, stipulates that the departmental controlling officer should see that all sums due to Government are regularly received and checked against demands and that they are paid into treasury,

claiming credit for so much paid into the treasury and compare with the figures in the statements supplied by the comptroller.

During the audit of following Local Councils of Larkana Division, for the financial years 2022-23 and 2023-24, it was observed that the management did not recover the outstanding dues of Rs 70.365 million on account of rent of shops and water rate from defaulters, as detailed below:

					[Rs. in Million]
Sr. No.	Name of Office	AIR Para	F. Y.	Head of Account	Outstanding Dues
1	Municipal Committee Shahdadt	7	2022-23	Heads of all kind of arrears (Water rate etc.)	1.200
2	Municipal Committee Thull	8		2023-24	Shop Rent
3	District Council Larkana	6	1.352		
4	Municipal Committee Shikarpur	6	4.561		
5	Municipal Committee Jacobabad	6	63.032		
Total					70.365

Audit was of the view that non-recovery of outstanding dues indicated weak financial management.

The matter was reported to the management from May to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends recovery of outstanding dues, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20, and 2018-19 vide para numbers 5.5.4.1, 5.5.4.2, 5.5.4.1, 5.4.2.2, 7.2.2.1 and 8.2.2.1 having financial impact of Rs 123.917 million, Rs 68.657 million, Rs 41.410 million, Rs 56.228 million, Rs 67.182 million and Rs 20.615 million respectively. Recurrence of same irregularity is a matter of serious concern.

5.5.2.3 Less deduction of Income Tax - Rs 0.894 million

As per Section 153(1) of the Income Tax Ordinance, 2001 read with Income Tax Rules, 2002, "Payment on account of supply of goods and rendering of services are subject to deduction of income tax at source (a) sale of goods any other case @ 5.5%, (b) for the

rendering or providing services 11% and (c) on the execution of contract @ 7.5% respectively”.

During the audit of following Local Councils of Larkana Division, for the financial year 2023-24, it was observed that the management paid of Rs 573.261 million to various contractors, but deducted less amount of income tax from the bills of contractors amounting to Rs 0.894 million, as detailed below:

[Rs. in Million]

Sr. No.	Name of Office	F. Y.	Amount	Income Tax to be Deducted	Income Tax Deducted	Less Deduction of Income Tax
1	Municipal Committee, Shikarpur	7	7.692	0.827	0.440	0.387
2	Municipal Committee, Jacobabad	3	26.803	2.010	1.504	0.507
Total			34.495	2.837	1.944	0.894

Audit was of the view that undue favour was extended to the contractors by less deduction of income tax which resulted into loss to public exchequer due to weak financial management.

The matter was reported to the management in December 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends recovery of income tax, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 5.5.4.3 with a financial impact of Rs 2.120 million. Recurrence of same irregularity is a matter of serious concern.

5.5.2.4 Non-recovery of sales tax from auctioneers - Rs 6.416 million

Section 8(1) of Sindh Sales Tax on Services Act 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rates, as follows: Tariff Heading Description Concessionary rate of tax 9819.9100 Auctioneer 10%.

During the audit of Larkana Municipal Corporation (LMC) of Larkana Division, for the financial year 2023-24, it was observed that the management leased out collection

rights of various revenue heads amounting to Rs 64.156 million to different auctioneers, but did not recover Sindh sales tax amounting to Rs 6.416 million @ 10% of the auction amount. Detail is as under:

[Rs. in Million]						
Sr. No.	Description of Revenue Heads and Name of Contractor	Period of Lease	Possession Order No.	Official Bid	Offered Bid	SST @ 10%
1	Retail Piri Mr. Irfan Ahmed	12 months	Tax/LMC/1562 21-08-2023	8.989	18.650	1.865
2	Animal Piri Mr. Asif Ali Mangi		Tax/LMC/1563 21-08-2023	10.504	20.000	2.000
3	Slaughter House Mr. Zulfiqar Solangi		Tax/LMC/1564 21-08-2023	2.645	4.501	0.450
4	Fish Market Mr. Waqar Jatoi		Tax/LMC/1565 21-08-2023	2.448	4.205	0.421
5	Rehra Fees Mr. Asif Ali Mangi		Tax/LMC/1574 21-08-2023	0.547	2.500	0.250
6	Garra Fees Mr. Asif Ali Mangi		Tax/LMC/1572 21-08-2023	0.502	2.200	0.220
7	Sign Board Mr. Arbab Ali Tunio		Tax/LMC/1566 21-08-2023	7.637	12.100	1.210
Total				33.272	64.156	6.416

Audit was of the view that non-recovery of Sindh sales tax from auctioneers was loss to public exchequer which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends recovery of Sindh sales tax, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2020-21 vide para numbers 5.5.4.2 and 5.4.2.6 with a financial impact of Rs 23.806 million and Rs 1.121 million respectively. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 7]

5.5.3 Management of accounts with commercial bank

5.5.3.1 Unauthorized operation of bank accounts with private banks

In pursuance of instructions of Chief Minister Sindh, the office of Secretary, Local Government & Housing Town Planning Department issued letter vide No. SOG (LG)/Misc/2013-2014 dated 03-05-2016, wherein all offices under Local Government Department were directed to open and operate official Bank Accounts/transactions with Sindh Bank.

During the audit of Larkana Municipal Corporation of Larkana Division, for the financial year 2023-24, it was observed that the management was operating official bank accounts with private banks instead of Sindh Bank in violation of above instructions.

[Rs. in Million]						
Sr. No.	A/C No.	Description of A/c	Name of Bank	AIR Para	Opening Balance 01-07-2023	Closing Balance 30-06-2024
1	0010015382040011	Security Deposit	Allied Bank Ltd	11	0.034	0.038
2	108849	Ghareeb Mukam	MCB Bank Limited		0.099	0.114

Audit was of the view that continuing operation of bank accounts with private banks in violation of Government instructions indicated weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends opening and operation of official bank accounts with Sindh Bank as per instructions of Government of Sindh.

5.5.4 Other issues

5.5.4.1 Less realization of targeted receipts - Rs 56.284 million

Section 100 (1) of Sindh Local Government Act 2013, states that unless otherwise provided, all taxes, rates, tolls and fees levied under this act shall be collected in the prescribed manner by the persons authorized for such collection: provided that where any tax, rate, toll or fee levied by a Council is also levied by Government, such tax, rate, toll or

fee shall be collected with Government tax, and the proceeds thereof be credited to the local fund of the Council.

During the audit of following Local Councils of Larkana Division, for the financial years 2022-23 and 2023-24, it was observed that the management did not take appropriate measures to realize revenue targets of Rs 104.967 million under various heads i.e. animal piri fee, fish market fee, rezki piri fee, parking fee, slaughter house fee, water connection fee, water rate tax, license fee, rent of shops/plots, beef/fish sanduls, share of property tax, tax on transfer immovable property, advertisement fee, road cutting charges, license fee of mobile towers, registration fee, cattle pond, waller fee, sign board, cattle piri, grass piri, and vegetable fee etc. which resulted into shortfall of revenue amounting to Rs 56.284 million, as detailed below:

[Rs. in Million]						
Sr. No.	Name of Council	AIR Para	F.Y.	Targeted Receipts	Recovery Effected	Shortfall
1	Municipal Committee Shahdadkot	6	2022-23	20.721	4.995	15.726
2	Town Committee Naseerabad	6		12.152	2.029	10.157
3	Town Committee Ghouspur	4		4.210	0.056	4.154
4	Municipal Committee Naudero	7		1.983	0.707	1.276
5	Larkana Municipal Corporation	8	2023-24	38.843	32.328	6.514
6	District Council Jacobabad	7		1.735	0.379	1.356
7	Municipal Committee Jacobabad	8		25.323	8.222	17.101
Total				104.967	48.716	56.284

Audit was of the view that due to less-realization of revenue targets; the organizations were deprived of legitimate revenue which indicated poor financial controls.

The matter was reported to the management from May to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault for non-achievement of revenue targets.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20, and 2018-19 vide para numbers 5.5.6.1, 5.5.5.1, 5.5.4.4, 7.2.2.13 and 8.2.2.6 having financial impact of Rs 237.625 million, Rs 139.255 million, Rs 1.070 million, Rs 59.929 million and Rs 51.323 million respectively. Recurrence of same irregularity is a matter of serious concern.

5.5.4.2 Non-revision of rent of shops at fair value

Section 9 (2) of Sindh Rental Premises Ordinance 1979, stipulates that per annum allowed limit in increase of rent shall be @ 10% of the existing rent.

During the audit of following Local Councils of Larkana Division, for the financial year 2022-23, it was observed that the management owned 330 number of shops at different locations of the council and allotted to various tenants but did not revise rent of various tenants since many years, resulting into loss of legitimate revenue to the councils. The record of allotments was also not provided; hence the actual period of tenancy could not be ascertained. Detail is at **Annex-LRK1**.

Sr. No.	Name of Office	AIR Para	Number of shops
1	Municipal Committee Shahdadkot	10	168
2	Town Committee Naseerabad	9	162
Total			330

Audit was of the view that non-revision of rent of shops was a loss to the Councils which reflected poor financial management.

The matter was reported to the management in May 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-06-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024.

Audit recommends revision of rent of shops at fair value.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21 and 2018-19 vide para numbers 5.5.6.8, 5.5.5.4, 5.5.4.5, 5.4.2.4 and 8.2.2.14 respectively. Recurrence of same irregularity is a matter of serious concern.

5.5.4.3 Non-maintenance of stock registers - Rs 92.211 million

According to Rule-25(1) of Sindh Local Councils (Accounts) Rules, 1983, “Every officer or servant of the Council in charge of stocks of articles or materials kept for issue other than stamps shall maintain a stock register (in Form No. 16) in which shall be entered every transaction effecting such stocks and separate pages of the register shall be assigned to different classes of stocks.”

During the audit of following Local Councils of Larkana Division, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an

expenditure of Rs 92.211 million on the purchase of sanitation/sanitary material, electric/streetlight material, stationery/printed stationery, lime powder, DDT powder, HBC powder, battery, de-watering machine, suction/delivery pipe, manhole covers, ac inverter, cloths, office equipment, try cycle, hand pumps, tyres, computer systems and miscellaneous items etc., but did not maintain stock registers, as detailed below:

				[Rs. in Million]
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Town Committee Kashmore	8	2022-23	7.346
2	Town Committee Ghouspur	9		7.197
3	Town Committee Guddu	9		5.218
4	Town Committee Khanpur	8		5.056
5	Municipal Committee Shahdadkot	9		2.115
6	Town Committee Naseerabad	8		2.850
7	Municipal Committee Thull	7		0.748
8	Town Committee Garhi Yasin	9		0.226
9	District Council Larkana	8	2023-24	0
10	Larkana Municipal Corporation	12		15.345
11	Municipal Committee Shahdadkot	8		3.409
12	District Council Shikarpur	10		19.119
13	Municipal Committee Shikarpur	11		7.785
14	District Council Jacobabad	5		4.941
15	Municipal Committee Thul	9		5.821
16	District Council Kashmore	12		5.035
Total				92.211

Audit was of the view that non-maintenance of stock register indicated weak internal controls, besides misuse of funds as well as procured items could not be ruled out.

The matter was reported to the management from May to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends that stock register may be maintained on the laid down format and responsibility be fixed on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 5.5.6.13 having financial impact of Rs 42.828 million. Recurrence of same irregularity is a matter of serious concern.

5.5.4.4 Unauthorized creation of liabilities - Rs 92.273 million

According to Section 105(1), Chapter-XI of Sindh Local Government Act-2013, “A Council shall not incur any debt nor borrow any money or give any guaranty without prior approval of Government.” Further, as per Section 106(2) *ibid*, “The moneys credited to the Local Fund shall be applied in the order; firstly, in the payment of salaries and allowances to the employees of the Councils”.

Further, according to Finance Department, Government of Sindh, instructions issued regarding Payment of Liabilities by Local Bodies in Sindh vide letter No.FD.SO(LF-I)Misc/(171)2013 dated 13th August 2013, Para-01 “It was communicated through instructions from time to time to all Local Councils/District Councils/ defunct TMAs that the salaries and Pension of the employees is the first charge from the OZT funds released by Finance Department”.

During the audit of following Local Councils of Larkana Division, for the financial years 2022-23 and 2023-24, it was observed that the management created liability amounting to Rs 92.273 million in the head of pension and financial assistance and put extra burden over council funds. Creation of unauthorized liability under the heads of pension, financial assistance and salary showed that payments were made by giving priority to development works. Further, creation of liability under the head of contingency/ development works showed that the management made procurements without provision of budget/OZT release, as detailed below:

[Rs. in Million]

Sr. No.	Name of Office	AIR Para	F.Y.	Description	Amount
1	Municipal Committee Thull	10	2022-23	Pension and financial assistance	21.681
2	Town Committee Khanpur	4		Salary and Pension arrears	21.681
3	Town Committee Garhi Yasin	6		Contractor / supplier's payment	1.516
4	District Council Shikarpur	8		Salary	3.000
5	Municipal Committee Jacobabad	7	2023-24	Arrears of salary and pension commutation	22.000
				Arrears of salary / pension commutation / financial assistance	22.395
Total					92.273

Audit was of the view that creation of pension and salary liability by giving priority to the payment of development works in violation of rules and instructions of finance department indicated weak financial management.

The matter was reported to the management from June to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault for unauthorized creation of liability, besides taking remedial measures.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2019-20 vide para numbers 5.5.6.7 and 7.2.2.31 having financial impact of Rs 34.269 million and Rs 1.668 million respectively. Recurrence of same irregularity is a matter of serious concern.

5.5.4.5 Non-obtaining of earnest money for various auctions - Rs 3.141 million

According to Para-3 of auction notice published in newspaper vide No.MC/Tax BRCH/583/2023 dated 19-06-2023, all the interested firms/parties are advised to participate in open auction after depositing earnest money @ 20% in shape of demand draft or call deposit of any scheduled bank.

During the audit of Municipal Committee, Jacobabad of Larkana Division, for the financial year 2023-24, it was observed that the management advertised auction for collection of fees under various revenue heads amounting to Rs 15.703 million, but did not obtain earnest money amounting to Rs 3.141 million @ 20% from bidders. Detail is as under:

[Rs. in Million]				
Sr. No.	Description of Revenue Head	AIR Para	Amount of Bid	Earnest Money / Bid Security @ 20%
1	Cattle priri fee	10	10.302	2.060
2	Parking fee		1.372	0.274
3	Rizki Ground rent		0.131	0.026
4	Subzi Fruit fee		2.846	0.569
5	Signboard/ Advertisement fee		0.863	0.173
6	Grass fee		0.055	0.011
7	Gara fee		0.053	0.011
8	License		0.048	0.010
9	Slaughter House fee		0.033	0.007
Total			15.703	3.141

Audit was of the view that non-obtaining of earnest money from the auctioneers was violation of notice issued for the auctions which indicated poor financial management

and weak internal controls.

The matter was reported to the management in December 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on person(s) at fault.

5.5.4.6 Non-vacation of encroached property of council

According to Section 145, Chapter-XIV of Sindh Local Government Act, 2013, “Encroachments shall be dealt with in accordance with the provisions of the laws relating to removal of encroachments”.

During the audit of District Council, Shikarpur of Larkana Division, for the financial year 2022-23, it was observed that various council properties were encroached by the private persons but the management failed to vacate the same from encroachers. Detail is as under:

Sr. No.	Type of property	Location/ Taluka
Medical Dispensaries		
1	Wakrro	Shikarpur
2	BooJanapar	Shikarpur
3	Mian jo goth	Khanpur
4	Sehwani	Lakhi
5	Aamil Goth	Lakhi
6	RajjoLabano	Lakhi
7	Habib kot	Lakhi
8	Old medical dispensary Chak	Lakhi
9	Old Meternity home chak	Lakhi
10	Wazirabad	Lakhi
11	Unar Goth	Garhi Yaseen
12	Nawab pirzado	Garhi Yaseen
13	Tarai	Garhi Yaseen
14	Rajjo Khan jaffery	Garhi Yaseen
15	Gaheja	Garhi Yaseen
16	Dakhan	Garhi Yaseen
17	Veterinary dispensary	Garhi Yaseen
Cattle Ponds		
1	Mian jo goth	Shikarpur
2	Madeji	Garhi Yaseen
3	Dakhan	Garhi Yaseen
4	Nabi shah wagon	Garhi Yaseen
5	Bado	Garhi Yaseen
6	Shabirabad	Khanpur

Audit was of the view that non-vacation of council property from the encroachers reflected lack of interest on the part of management to safeguard government assets.

The matter was reported to the management in December 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-06-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024.

Audit recommends vacation of council property from the encroachers on priority basis.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2019-20 vide para numbers 5.5.6.15, 5.5.5.5 and 7.2.2.38 respectively. Recurrence of same irregularity is a matter of serious concern

[AIR Para: 11]

5.5.5 HR/Employees related irregularities

5.5.5.1 Irregular appointment of employees on daily wages - Rs 4.495 million

In compliance of Honorable Supreme Court of Pakistan in Human Rights case No. 104/92, Local Government Department issued directives vide letter No.SO-V(LG)5(69)/2009/29-06-2010 that even an appointment on adhoc basis cannot be made without publication and proper advertisement.

Further, Rule 8(2) of Sindh Local Councils Employees (Service) Rules 2017, stipulates that initial appointment to the posts in all basic scales not falling within the purview of SPSC, shall be made on the recommendations of the Selection Committee on the basis of interview or test to be held by the Selection Committee after the vacancies have been advertised in leading newspapers in Urdu, Sindhi and English Languages.

During the audit of following Local Councils of Larkana Division, for the financial years 2022-23 and 2023-24, it was observed that the management appointed 35 sanitary workers and 6 drivers on daily wages without observing prescribed procedure and incurred an expenditure of Rs 4.495 million on the wages. Further, approval from administrative department was also not obtained, as detailed below:

[Rs. in Million]					
Sr. No.	Name of Entity	AIR Para	F. Y	Particulars	Amount
1	Municipal Committee, Naudero	5	2022-23	Appointed 35 Sanitary Workers on Daily wages basis	2.695

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	F. Y	Particulars	Amount
2	Larkana Municipal Corporation	3	2023-24	Appointed 6 Drivers on Daily wages basis	1.800
Total					4.495

Audit was of the view that appointment of employees on daily wages without following prescribed procedure was violation of the rules and Local Government orders which indicated weak internal controls.

The matter was reported to the management during May and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on person(s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2022-23 vide para numbers 5.5.2.3 and 5.5.2.4 with a financial impact of Rs 54.511 million and Rs 48.280 million respectively. Recurrence of same irregularity is a matter of serious concern.

5.5.6 Non-Production of Record

5.5.6.1 Non-production of record

Section 14 (2) and (3) of the Auditor-General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, provides as under:

- (2) The officer in-charge of any office or department shall afford all facilities and provide record for audit inspection and comply with requests for information in as complete a form as possible and with all reasonable expedition.
- (3) Any person or authority hindering the auditorial functions of the Auditor-General regarding inspection of accounts shall be subject to disciplinary action under relevant Efficiency and Discipline Rules applicable to such person”.

During the audit of various Local Councils of Larkana Division, for the financial years 2022-23 and 2023-24, the management did not produce auditable record related to

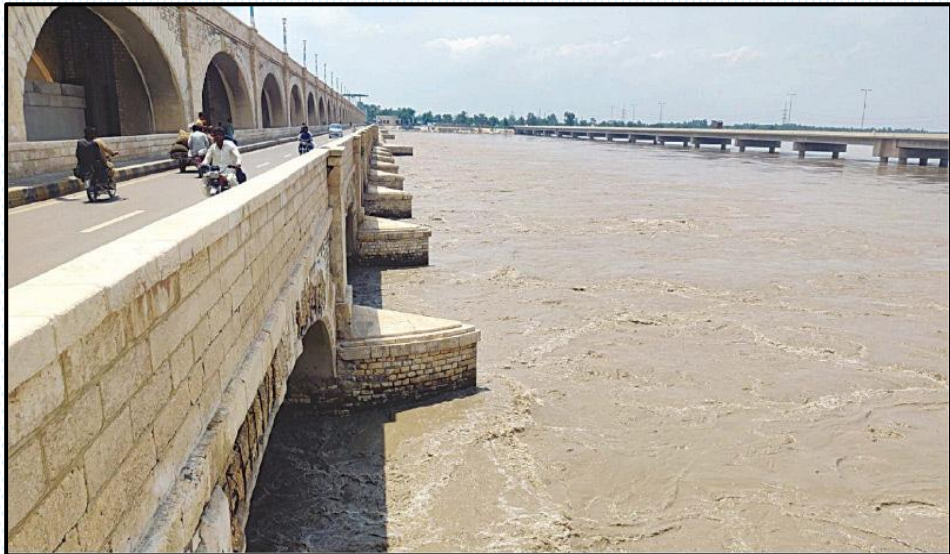
establishment, contingency, revenue, development and various registers, etc., involving minimum financial impact of Rs 246.990 million for audit scrutiny. Detail is at **Annex-LRK2**.

Audit was of view that non-production of record was a serious lapse on the part of management which caused hindrance in performance of the functions of audit, besides, authenticity of the related transactions could not be ascertained.

The matter was reported to the management from May to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 25-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 5.5.1.1, 5.5.1.1, 5.5.1.1, 5.4.1.1, 7.2.1.1, and 8.2.1.1, having financial impact of Rs 306.481 million, Rs 389.344 million, Rs 209.674 million, Rs 1,822.080 million, Rs 655.240 million and Rs 189.754 million respectively. Recurrence of same irregularity is a matter of serious concern.



Chapter-6: Local Councils, Sukkur Division

6.1 Introduction

Sukkur Division consists of 03 Districts namely Sukkur, Ghotki and Khairpur. Each Municipal Corporation / Town Municipal Corporation / District Council / Municipal Committee / Town Committee in Sukkur Division is headed by Chairman / Municipal Commissioner /Chief Officer / Chief Municipal Officer/ Town officer who carries out operations as per Sindh Local Government Act-2013.

The functions of Local Councils are summarized below:

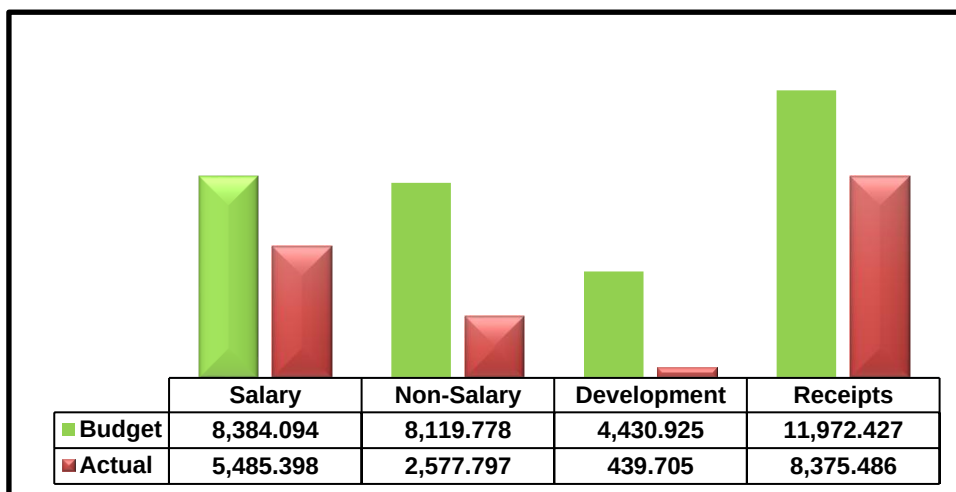
- i. Prepare development plans for the Town including plans for land use, zoning and functions for which Municipal Corporation/Committees is responsible.
- ii. Exercise control over land use, land subdivision, land development and zoning by public and private sectors for any purpose, including agriculture, industry, commerce markets, shopping and other employment centers, residential, recreation, parks, entertainment, passenger and transport freight and transit stations.
- iii. Enforce all municipal laws, rules and bye-laws governing Municipal Corporation/Committees functioning.
- iv. Prepare budget, long term and annual municipal development programs in collaboration with the Union Councils.
- v. Collect approved taxes, cess, user fees, rates, rents, tolls, charges, fines and penalties.
- vi. Manage properties, assets and funds vested in the Municipal Corporation/Committees.
- vii. Develop and manage schemes, including site development in collaboration with Union Administration.
- viii. Issue notice for committing any municipal offence by any person and initiate legal proceedings for commission of such offence or failure to comply with the directions contained in such notice.
- ix. Prosecute, sue and follow up criminal, civil and recovery proceedings against violators of Municipal Laws in the courts of competent jurisdiction.
- x. Maintain municipal records and archives.

6.2 Comments on Budget and Accounts (Variance Analysis)

[Rs. in Million]

Sukkur Division	Head of Accounts	Budget	Actual	Excess (+) Savings (-)
	Salary	8,384.094	5,485.398	-2,898.696
	Non-Salary	8,119.778	2,577.797	-5,541.981
	Development	4,430.925	439.705	-3,991.220
	Total Expenditure	20,934.797	8,502.901	-12,431.896
	Receipts	11,972.427	8,375.486	-3,596.940

Source: Budget Book



The budgeted expenditure of Local Councils of Sukkur Division for the financial year 2023-24 was Rs 20,934.797 million, against which the actual expenditure was Rs 8,502.901 million, resulting in overall saving of Rs 12,431.896 million. The management of Local Councils was unable to realize the receipts' targets resulting in shortfall of Rs 3,596.940 million.

Table-: Audit Profile of Sukkur Division

[Rs. in million]

Sr.	Description	Formations		Financial Year 2023-2024	
		Planned	Audited	Expenditure Audited	Revenue / Receipts Audited
1.	Formations	41	24	8,502.901	8,375.486
2.	Assignment Accounts, SDAs (excluding FAP)	-	-	-	-
3.	Authorities/Autonomous Bodies under the PAO	-	-	-	-
4.	Foreign Aided Projects (FAP)	-	-	-	-

6.3 Classified Summary of Audit Observations

Audit observations amounting to Rs 2,243.160 million were raised in this report during the current audit of Sukkur Division. The amount also includes recoveries of Rs 491.164 million as pointed out by Audit. Summary of the audit observations classified by nature is as under:

Table: Overview of Audit Observations:

[Rs. in Million]

Sr. No.	Classification	Amount
1	Value of money and service delivery issues	-
2	Procurement related irregularities	707.024
3	Recoveries related irregularities	491.164
4	Other issues - Less realization of targeted receipts - Rs 190.796 million - Unauthorized creation of liability - Rs 623.813 million - Non-maintenance of stock register - Rs 188.001 million	1,002.610
5	HR/Employees related irregularities	42.362
6	Non-Production of Record	-
Total		2,243.160

6.4 Brief Comments on the Status of Compliance with PAC Directives

The audit reports pertaining to following years have been laid before the Provincial Assembly of Sindh under Section 116 of the Sindh Local Government Act, 2013. Detail of paras presented in PAC meetings is reflected hereunder:

Audit Year	No. of Paras	Status of Paras Discussed in PAC Meetings
2012-13	29	02-Partial
2013-14	6	01-Partial
2014-15	64	-Nil-
2015-16	64	-Nil-
2016-17	22	-Nil-
2017-18	51	-Nil-
2018-19	61	-Nil-
2019-20	44	25-Partial
2020-21	15	05-Partial
2021-22	14	-Nil-
2022-23	23	-Nil-
2023-24	27	-Nil-

6.5 Audit Paras

6.5.1 Value for money and service delivery issues

6.5.1.1 Non-functioning of dispensaries

As per Section 116(7), Chapter-XII of Sindh Local Government Act 2013, “Every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by Government in the prescribed manner”.

During the audit of District Council, Sukkur, for financial year 2023-24, it was observed that there were 12 dispensaries in total out of which 10 were non-functional due to which health services delivery was not being provided to the general public.

Audit was of the view that due to non-functioning of dispensaries; health services delivery could not be provided to general public which indicated poor management and weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends that non-functional dispensaries be made functional on priority basis besides, fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24, vide para number 6.5.5.1. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 7]

6.5.2 Procurement related irregularities

6.5.2.1 Irregular expenditure without inviting open tender - Rs 40.828 million

Rule 16 (1) (2) and 17(1)(2), Part-II of Sindh Public Procurement Rules, 2010 stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023

respectively shall be advertised by timely notifications on the Authority's website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of Sukkur Municipal Corporation of Sukkur Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 40.828 million on various procurements without inviting open tenders. Detail is as under:

[Rs. in Million]					
Sr. No.	Name of Work / Description	Name of Contractor	W.O No & Date	AIR Para	Amount
1	Procurement of providing HDPE 100 pipe of 630 mm and Hydro plast DPE Elbow 630 mm for drainage scheme Jail Garden during Rain Emergency	M/s MB Associates	41 15-08-2023	14	17.498
2	Supply of No.04 Millat's Tractor Model MF-375 2WD(75-HP) with standard Tool Kit & Accessories during rain emergency	M/s Millat Tractors Limited	22 03-08-2023		12.828
3	Supply of KSB Horizontal Non-Clogging Pump type KWP-K 300-500 (12 x 12) + 100-HP /6P 960-RPM ABB Standard Motor + Motor Control Unit During Rain Emergency	M/s Modern Technology & Traders	21 03-08-2023		10.502
Total					40.828

Audit was of the view that due to award of works without inviting open tender competitive rates could not be achieved which indicated poor financial management and weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2019-20 vide para number 6.2.3.32 having financial impact of Rs 3.620 million. Recurrence of same irregularity is a matter of serious concern.

6.5.2.2 Irregular utilization of sanitation funds through quotations Rs 113.076 million

According to Rule 11(1) of Sindh Public Procurement Rules 2010, “All procuring agencies shall devise a mechanism for planning in detail for all proposed procurements, determining the requirement of the procuring agency, within its available resources, and prepare an annual or a longer-term rolling plan, detailing the procurement methods applicable for specific procurements”.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Sukkur Division, for the financial years 2020-21 to 2023-24, it was observed that the management incurred an expenditure of Rs 113.076 million on sanitation works (removal of garbage, de-silting of drains/nallahs, sweeping of roads/streets) through quotations by keeping each transaction below Rs 300,000/- and Rs 500,000/- to avoid open competitive bidding, whereas, the work of sanitation being a mandatory function of the Council was foreseen prior to commencement of financial year at the time of budget preparation/approval, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Municipal Committee Mirpur Mathelo	2	2022-23	12.472
2	Municipal Committee Rohri	3		2.705
3	Town Committee Ubaro	1		14.791
4	Town Committee Khangarh	1		9.667
5	Town Committee Khuhra	5		5.084
6	Town Committee Agra	5		7.67
7	Town Committee Pacca Chang	3		10.086
8	Town Committee Baberloi	5	2020-23	2.88
9	Municipal Committee Khairpur	2	2023-24	33.683
10	Municipal Committee Mirpur Mathelo	2		8.243
11	Municipal Committee Gambat	2		5.795
Total				113.076

Audit was of the view that incurrence of expenditure through quotations without obtaining competitive rates was violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management from March to December, 2024. The management of Town Committee, Khuhra replied that funds were utilized as per SPPRA rules within the permissible limit of quotation on emergency basis. Reply was not tenable as expenditure was incurred through quotations without open competitive bidding, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2021-22 vide para numbers 6.5.3.1, 6.5.3.1 and 6.5.2.1 having financial impact of Rs 243.189 million, Rs 100.777 million and Rs 181.915 million respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.2.3 Splitting up of expenditure to avoid open tender - Rs 83.734 million

As per Rule 12(1), Part-II of Sindh Public Procurement Rules, 2010, “Save as otherwise provided and subject to the regulations made by the Authority, a procuring agency shall prepare, in accordance with Rule 11 above, all proposed procurements for each financial year and shall proceed accordingly without any splitting or regrouping of the procurements already grouped, allocated and scheduled in the Procurement Plan”.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Sukkur Division, for the financial years 2020-21 to 2023-24, it was observed that the management incurred an expenditure of Rs 83.734 million through quotations by splitting the procurements which resulted into non-achievement of competitive rates, as detailed below:

[Rs. in Million]

Rs. in Lakhs

Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Town Committee Pano Akil	5	2022-23	2.619
2	Town Committee Saleh Pat	3		5.959
3	Town Committee Ahmedpur	3		15.314
4	Town Committee Therhi-I	3		10.473
5	Town Committee Baberloi	6	2020-23	1.631
6	Sukkur Municipal Corporation	3	2023-24	14.168
7	District Council Sukkur	4		11.331
8	Town Committee Pano Akil	5		22.239
Total				83.734

Audit was of the view that incurrence of expenditure through splitting the procurements was violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management from May to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 6.5.3.3, 6.5.3.4, 6.5.2.2, 6.5.4.1, 6.2.3.15 and 7.2.3.20 having financial impact of Rs 27.507 million, Rs 38.018 million, Rs 81.378 million, Rs 152.622 million, Rs 91.655 million and Rs 26.425 million respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.2.4 Irregular award of routine works by declaring emergency Rs 172.797 million

As per Rule 16(1)(b)(viii) Part-II of Sindh Public Procurement Rules, 2010, “In cases of emergency - Provided that the Head of the Department or any other officer not below BPS-20 to whom such powers have been delegated by the Head of the Department, declares that a situation of emergency has arisen and reasons for making such a declaration shall be recorded in writing”.

During the audit of Sukkur Municipal Corporation of Sukkur Division, for the financial year 2023-24, it was observed that the management awarded various routine works of Rs 172.797 million to the contractors by way of direct contracting, in violation of

rules, by invoking emergency clause without meeting the conditions of emergency laid down in Sindh Public Procurement Rules. Further, the emergency for carrying the works was not declared by the competent authority as per rule. Detail is at **Annex-SUK1**.

Audit was of the view that invoking of emergency clause of SPPRA by the management without declaring the emergency by the competent authority was violation of rules which indicated poor management and weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault, besides taking remedial measures.

[AIR Para: 11]

6.5.2.5 Irregular procurement of electrical material - Rs 21.620 million

Rule 48 of Electricity Rules, 1937, states that all Government and Semi Government departments are bound to award contracts of electrical installation works to the contractors holding valid government electrical contractor license.

Further, S.No. (18), Schedule, Rule 5(1) of Sindh Local Councils (Property) Rules 2017, requires that register of street light points and lamp posts in Form P-XVIII shall be maintained.

During the audit of following Local Councils of Sukkur Division, for the financial years 2020-21 to 2023-24, it was observed that the management incurred an expenditure of Rs 21.620 million on the procurement of electrical material, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Municipal Committee Rohri	4	2022-23	2.877
2	Municipal Committee Kingri	4		1.393
3	Town Committee Pano Akil	6		2.378
4	Town Committee Agra	8		1.217
5	Town Committee Baberloi	3	2020-23	1.347
6	Sukkur Municipal Corporation	9	2023-24	8.113
7	Town Municipal Corporation Jeay Shah	9		4.295
Total				21.620

Following irregularities were noticed:

- i. The electrical works were awarded to contractors not holding valid Electrical Contractor License.
- ii. Purchases were made on quotation basis by splitting up procurements.
- iii. Location for installation of purchased electric material was not recorded.
- iv. Inspection of street lights material was not carried out.
- v. Warranty cards of saver bulbs and other lights were not available.
- vi. Neither the purchased material was accounted for in the stock register nor issuance of the material was recorded.
- vii. Inventory of replaced articles was not available.

Audit was of the view that procurement of electrical material without observing codal requirements was irregular and indicated weak internal controls.

The matter was reported to the management from March to October, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2021-22, 2019-20 and 2018-19 vide para numbers 6.5.3.5, 6.5.2.6, 6.2.3.24 and 7.2.3.27 having financial impact of Rs 17.795 million, Rs 11.032 million, Rs 14.857 million and Rs 28.514 million respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.2.6 Unjustified outsourcing of municipal services - Rs 8.956 million

Section 116 (07), Chapter-XII of the Sindh Local Government Act, 2013, states that every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by the Government in the prescribed manner.

During the audit of Town Committee, Pacca Chang (Faiz Ganj), Sukkur Division, for the financial year 2022-23, it was observed that the management incurred an expenditure of Rs 8.956 million on sanitation services through private contractors instead of utilizing services of 31 own sanitation staff available.

Audit was of the view that incurring of expenditure on outsourcing of sanitation services through contractors despite availability of own sanitary staff was unjustified which indicated poor management.

The matter was reported to the management in March 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-06-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2019-20 vide para numbers 6.5.5.2 and 6.2.3.26 having financial impact of Rs 37.617 million and Rs 10.812 million respectively. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 4]

6.5.2.7 Execution of development works through quotations instead of NIT Rs 15.065 million

According to the instructions issued by the Local Government Department, Government of Sindh vide letter No. SOI/LG/MICS/10-7/2013 dated 07-01-2014, “No development work on quotation should be carried-out. All development works be carried-out through NIT”.

During the audit of Municipal Committee, Khairpur of Sukkur Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 15.065 million on development works through quotations instead of open competitive bidding despite ban on execution of development works through quotations.

Audit was of the view that execution of development works through quotation in violation of government instructions was irregular which indicated weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite

issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20 and 2018-19 vide para numbers 6.5.3.2, 6.5.3.2, 6.5.2.4, 6.2.3.32 and 7.2.3.32 having financial impact of Rs 34.556 million, Rs 7.583 million, Rs 22.247 million, Rs 3.620 million and Rs 9.195 million respectively. Recurrence of same irregularity is a matter of serious concern.

[AIR Para: 4]

6.5.2.8 Procurement without constituting committees - Rs 15.600 million

According to Rule 7, Part-I of Sindh Public Procurement Rules 2010, “The procuring agency shall, with approval of Head of the Department, constitute as many procuring committees, as it deems fit, each comprising odd number of persons and headed by a gazetted officer not below the rank of BS-18, or if not available, the officer of the highest grade, and shall ensure that at least one third of the members of a procurement committee are from the agencies or departments other than the procuring agency”.

Further, according to of Government of Sindh Circular No.SO(C-IV)SGA&CD/4-13/6 dated 20th April, 2017, procuring agency is required to constitute procurement committees and complaint redressal committees comprising the officers / officials who have completed procurement certification course in terms.

During the audit of Municipal Committee, Ghotki of Sukkur Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 15.600 million, on various procurements without constitution of procurement committee and complaint redressal committee. Detail is as under:

[Rs. in Million]				
Sr. No.	Name of Scheme	Name of Contractor	AIR Para	Amount
1	Construction of CC Paver & Surface Drain from Syed Yar Muhammad Shah House to Syed Mushtaque Ahmed Shah, Ward No 08	M/s. Asadullah Kalwar	09	1.600
2	Rehabilitation & Re-construction of Shahi Bazar, Ward No. 14 (2nd Class Tile)	M/s. M.K Enterprises		2.000
3	Construction of CC Paver & Surface Drain at Nawaz Shah House to Main Road Rahmuw ali & Mirani Muhalla Ward No. 10	M/s. Ghulam Fareed Kolachi		2.000

[Rs. in Million]

[Rs. in Million]				
Sr. No.	Name of Scheme	Name of Contractor	AIR Para	Amount
4	Desilting of main nala and main holes & wells in Ward No. 03 & 04	M/s. Humza Enterprises		2.000
5	Child Playing articles at Shaheed Benazir Bhutto Park	M/s. Al-Mehran Traders		2.000
6	Construction of CC Paver Road and Surface Drain at Muhalla Kela Mandi Street Aishique Kaladi Ward No. 07	M/s. M.K Enterprises		2.000
7	Desilting of main nala and main holes & wells in Ward No. 01 & 02	M/s. Humza Enterprises		2.000
8	Construction of CC Paver Road and Surface Drain at Muhalla Lala Nisar Ahmed to Akbar Ali Soomro Street, Waed No. 08	M/s. S.R.B Enterprises		2.000
Total				15.600

Audit was of the view that procurements were made without constituting the procurement committee and complaint redressal committee which indicated weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2019-20 vide para numbers 6.5.3.7 and 6.2.3.17 having financial impact of Rs 52.939 million and Rs 89.715 million respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.2.9 Irregular expenditure on de-silting and disposal of garbage Rs 27.400 million

Section 116 (07), Chapter-XII of the Sindh Local Government Act, 2013, states that every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by the Government in the prescribed manner.

During the audit of following Local Councils of Sukkur Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 27.400 million through quotations on de-silting and lifting of garbage, from the limits of district, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Office	AIR Para	Amount
1	Town Municipal Corporation Jeay Shah	10	6.936
2	Municipal Committee Khairpur	3	20.464
Total			27.400

Following short comings were noticed:

- i. The works of garbage lifting were outsourced instead of utilization of own staff, vehicles and machinery.
- ii. The works were carried out on quotations without calling tender notice for obtaining competitive rates.
- iii. Estimation for de-silting works was not prepared and measurement was also not recorded in the measurement books.
- iv. Supervision of works by sanitation incharge and certificate for satisfactory completion of work was not recorded.
- v. Record of daily quantity of garbage lifted and disposed-off at dumping site(s) was not maintained to ensure check and balance before making payment to the contractors.

Audit was of the view that incurrence of expenditure on collection, removal and disposal of silt and garbage without following the codal formalities and maintaining proper record was irregular which indicated poor management and weak internal controls.

The matter was reported to the management during October and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2019-20 vide para numbers 6.5.5.2 and 6.2.3.26 having financial impact of Rs 37.617 million and Rs 10.812 million respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.2.10 Irregular expenditure on earth filling work - Rs 8.498 million

According to Rule 109, Chapter-XIII of Sindh Local Council (Accounts) Rules 1983, “No works shall be commenced unless administrative approval by competent authority is given and properly detailed design and estimate has been sanctioned, allotment of funds made, and order for its commencement are issued by competent authority”.

Further, as per Section 116(7), Chapter-XII of Sindh Local Government Act 2013, “Every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by Government in the prescribed manner”.

During the audit of District Council, Sukkur of Sukkur Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 8.498 million on the execution of earth filling work. Following irregularities were noticed:

- i. Work was executed without preparation of estimates.
- ii. Works were executed without inviting open tender.
- iii. Earth filling work was executed on demand/request of residents and representatives of district council but their formal requests were not available.
- iv. Inspection of work during execution and satisfactory work completion reports were not available.

Audit was of the view that incurrence of expenditure on earth filling without observing codal formalities indicated weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Para: 5]

6.5.2.11 Award of works without execution of contract agreement Rs 199.450 million

Clause (iii) and (iv) of Para 7.12.3 of Sindh Public Procurement Authority Regulation for Procurement of Works, stipulates that within 28 days of receipt of the letter of acceptance, the procuring agency will send all copies of the contract to the bidder, with a covering letter or contractor shall attend the offices of the procurement agency for the purpose of signing the agreement duly stamped at the rate of 35 Paisa/100 rupees of the contract value (as amended and updated by the Government from time to time and which shall be borne by the contractor). Failure to sign the agreement shall lead to cancellation of the award and forfeiture of the bid security.

During the audit of following Local Councils of Sukkur Division, for the financial year 2023-24, it was observed that the management awarded contracts of Rs 199.450 million without executing contract agreements with the contractors. Further, government also sustained loss of Rs 0.982 million on account of stamp duty, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	Amount	Stamp Duty
1	Sukkur Municipal Corporation	4	190.452	0.667
2	Municipal Committee Ghotki	17	8.998	0.315
Total			199.450	0.982

Audit was of the view that non-execution of contract agreements was violation of the rules. The government also sustained loss of revenue in the shape of stamp duty which indicated poor financial management and weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2019-20 vide para numbers 6.5.3.3, 6.5.4.4 and 6.2.3.19 having financial impact of Rs 111.054 million, Rs 0.244 million and Rs 43.000 million respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.3 Recoveries related issues

6.5.3.1 Non-deposit of taxes into public exchequer - Rs 123.865 million

Section 160 of Income Tax Ordinance, 2001, as amended vide Finance Act 2002, stipulates that any tax that has been collected or purported shall be paid to the Commissioner by the person making the collection or deduction within the time and in the manner as may be prescribed.

Further, as per Rule 41(a), Chapter-3 of Sindh Financial Rules Volume-1, “The departmental controlling officers should see that all sums due to government are regularly received and checked against demands and that they are paid into the treasury”.

During the audit of following Local Councils of Sukkur Division, for the financial years 2020-21 to 2023-24, it was observed that the management deducted an amount of Rs 123.865 million on account of income tax, general sales tax and Sindh sales tax on services from the bills of contractors but failed to deposit the same into public exchequer, as detailed below:

[Rs. in Million]							
Sr. No.	Name of Office	AIR Para	F.Y.	IT	SST	GST	Total Tax not Deposited
1	Municipal Committee Mirpur Mathelo	3	2022-23	1.054	-	-	1.054
2	Municipal Committee Rohri	7		0.356	-	-	0.356
3	Town Committee Ubaro	2		1.518	1.485	0.125	3.128
4	Town Committee Khangarh	2		1.289	1.025	1	3.314
5	Town Committee Pano Akil	8		2.541	-	-	2.541
6	Town Committee Saleh Pat	4		0.88	0.875	0.459	2.214
7	Town Committee Khuhra	2		0.401	0.507	-	0.908
8	Town Committee Agra	2		0.638	0.785	-	1.423
9	Town Committee Pacca Chang	2		1.428	1.904	-	3.332
10	Town Committee Ahmedpur	5		1.783	1.845	-	3.628
11	Town Committee Therhi-I	5		1.376	1.654	-	3.03
12	Town Committee Baberloi	8	2020-23	0.45	0.559	-	1.009
13	Sukkur Municipal Corporation	2	2023-24	28.559	15.103	6.211	49.873
14	Town Municipal Corporation Jeay Shah	1		1.015	1.901	-	2.916
15	District Council Sukkur	3		5.612	4.922	1.591	12.124
16	Municipal Committee Ghotki	6		0.793	0.506	0.535	1.834
17	Municipal Committee Khairpur	6		9.389	9.775	-	19.164

[Rs. in Million]

[Rs. in Million]							
Sr. No.	Name of Office	AIR Para	F.Y.	IT	SST	GST	Total Tax not Deposited
18	Municipal Committee Mirpur Mathelo	3		2.819	2.819	-	5.638
19	Municipal Committee Gambat	3		0.75	0.73	-	1.48
20	Town Committee Pano Akil	6		2.72	2.179	-	4.899
Total				65.371	48.574	9.921	123.865

Audit was of the view that non-deposit of collected taxes into public exchequer indicated poor financial management and weak internal controls.

The matter was reported to the management from March to December, 2024. The management of Town Committee, Khuhra replied that all deducted taxes have now been deposited in public exchequer. Reply was not tenable as no documentary evidence in support of reply was provided, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends depositing of deducted taxes into public exchequer, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21 and 2018-19 vide para numbers 6.5.4.2, 6.5.4.2, 6.5.3.4, 6.5.3.1 and 7.2.3.1 having financial impact of Rs 148.198 million, Rs 125.940 million, Rs 40.848 million, Rs 137.307 million and Rs 87.973 million respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.3.2 Non-deduction of government taxes - Rs 12.186 million

According to Section 3(1) of Sales Tax Act 1990, as amended upto July 2015, “There shall be charged, levied and paid a tax known as sales tax at the rate of 17% of the value of (a) taxable supplies made by a registered person”.

Further, Section-236A Income Tax Ordinance, 2001 (Amended upto 30th June, 2021), stipulates that the advance tax at the time of sale by auction. The rate of collection of tax under section 236A, in case of immovable property sold by auction, the rate of collection of tax under this section shall be 5% of the gross sale price.

During the audit of following Local Councils of Sukkur Division, for the financial year 2023-24, it was observed that the management paid / received Rs 74.376 million to/from various contractors/auctioneers but did not recover general sales tax and advance income tax from contractors/auctioneers amounting to Rs 12.186 million, as detailed below:

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	Paid Amount	GST	Advance I. Tax	Total Amount of Taxes
1	Sukkur Municipal Corporation	6	53.386	9.075	-	9.075
2	Municipal Committee Rohri	5	11.250	2.137	-	2.137
3	Municipal Committee Khairpur	7	9.740	-	0.974	0.974
Total			74.376	11.212	0.974	12.186

Audit was of the view that non-recovery of general sales tax and advance income tax was loss to public exchequer which reflected weak financial and internal controls.

The matter was reported to the management during October and December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends recovery of taxes, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 6.5.4.1, 6.5.4.1, 6.5.3.3, 6.5.3.2, (6.2.3.1, 6.2.3.2 and 6.2.3.5) and (7.2.3.2 and 7.3.2.12) having financial impact of Rs 28.725 million, Rs 103.830 million, Rs 35.712 million, Rs 23.283 million, (Rs 14.741 million, Rs 7.115 million and Rs 1.720 million) and (Rs 75.124 million and Rs 0.111 million) respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.3.3 Non-recovery of outstanding dues - Rs 349.379 million

As per Section 100 (2) of Sindh Local Government Act 2013, “All arrears of taxes, rates, tolls and fees and other moneys claimable by a Council under this Act shall be recoverable as arrears of land revenue through Government agency or by the Council authorized by Government for such recovery through such employees or class of employees of the Council as may be prescribed”.

Further, Section 41(a), Chapter-3 of Sindh Financial Rules Volume-1, stipulates that the departmental controlling officer should see that all sums due to Government are regularly received and checked against demands and that they are paid into treasury, claiming credit for so much paid into the treasury and compare with the figures in the statements supplied by the comptroller.

During the audit of following Local Councils of Sukkur Division, for the financial years 2022-23 to 2023-24, it was observed that the management did not recover the outstanding dues of rent of shops, water supply charges, auction charges and rent of other properties from defaulters amounting to Rs 349.379 million, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Outstanding Dues
1	Municipal Committee Mirpur Mathelo	6	2022-23	1.345
2	Municipal Committee Rohri	6		0.616
3	Municipal Committee Kingri	5		0.061
4	Town Committee Ubaro	7		2.000
5	Town Committee Pano Akil	7		0.234
6	Sukkur Municipal Corporation	16	2023-24	311.898
7	District Council Sukkur	8		0.953
8	Municipal Committee Khairpur	5		27.657
		8		3.747
9	Municipal Committee Rohri	6		0.868
Total				349.379

Audit was of the view that non-recovery of outstanding dues indicated weak financial management and internal controls.

The matter was reported to the management from May to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends recovery of dues, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 6.5.4.3, 6.5.4.3, 6.5.3.2, 6.5.3.3, 6.2.3.3 and 7.2.3.10 having financial impact of Rs 3.526 million, Rs 60.171 million, Rs 14.679 million, Rs 13.493 million, Rs 3.891 million and Rs 0.681 million respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.3.4 Less recovery of income tax - Rs 5.734 million

As per Section 153 of Income Tax Ordinance, 2001 read with Income Tax Rules, 2002, “Payment on account of supply of goods and rendering of services are subject to deduction of income tax at source @ 4.5% and 7.5% respectively”.

Further, Section-236A Income Tax Ordinance, 2001 (Amended upto 30th June, 2021), stipulates that the advance tax at the time of sale by auction. The rate of collection of tax under section 236A, in case of immovable property sold by auction, the rate of collection of tax under this section shall be 5% of the gross sale price.

Furthermore, Section 8(1) of Sindh Sales Tax on Services Act, 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

During the audit of following Local Councils of Sukkur Division, for the financial years 2022-23 to 2023-24, it was observed that the management made payments to different contractors but recovered less amount of income tax Rs 5.734 million, as detailed below:

[Rs. in Million]							
Sr. No.	Name of Offices	AIR Para	F. Y.	Paid / Auction Amount	I. T	SST	Total
1	Town Committee Therhi-I	6	2022-23	1.465	0.368	-	0.368
2	District Council Sukkur	2	2023-24	5.252	0.157	0.981	1.138
3	Municipal Committee Khairpur	7		68.779	0.246	3.982	4.228
Total				75.496	0.771	4.963	5.734

Audit was of the view that less deduction of income tax resulted into loss to public exchequer which indicated weak financial management.

The matter was reported to the management from June to November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends recovery of taxes, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21 and 2018-19 vide para numbers 6.5.4.2, 6.5.4.2, 6.5.3.4, 6.5.3.1 and 7.2.3.1 having financial impact of Rs 148.198 million, Rs 125.940

million, Rs 40.848 million, Rs 137.307 million and Rs 87.973 million respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.4 Other issues

6.5.4.1 Less realization of targeted receipts - Rs 190.796 million

Section 100 (1) of Sindh Local Government Act 2013, states that unless otherwise provided all taxes, rates, tolls and fees levied under this Act shall be collected in the prescribed manner by the persons authorized for such collection: Provided that where any tax, rate, toll or fee levied by a Council is also levied by Government, such tax, rate, toll or fee shall be collected with Government tax, and the proceeds thereof be credited to the local fund of the Council.

During the audit of following Local Councils of Sukkur Division, for the financial years 2020-21 to 2023-24, it was observed that the management did not take appropriate measures to realize revenue targets of Rs 190.796 million from various heads, i.e., own source taxes, rates, wallar fee, parking fee, road cutting, advertisement fee, generator fee, katchi piri tax, property, vegetable market fee, certificate license fee, transfer of property other receipts etc., as detailed below:

[Rs. in Million]						
Sr. No.	Name of Office	AIR Para	F.Y.	Targeted Receipts	Receipts Collected	Shortfall
1	Municipal Committee Rohri	10	2022-23	17.599	12.506	5.093
2	Municipal Committee Kingri	8		1.950	0.866	1.084
3	Town Committee Ubaro	3		6.700	3.945	2.755
4	Town Committee Khuhra	4		0.750	0.387	0.363
5	Town Committee Pacca Chang	5		4.06	1.390	2.670
6	Town Committee Baberloi	7	2020-23	0.803	-	0.803
7	Sukkur Municipal Corporation	15	2023-24	234.605	80.124	154.481
8	TMC, Jeay Shah	3		20.060	0	20.060
9	District Council Ghotki	4		9.168	6.364	2.804
10	MC, Mirpur Mathelo	4		1.647	0.964	0.683
Total				297.342	106.546	190.796

Audit was of the view that due to less-realization of revenue targets, the councils were deprived of legitimate revenue, which indicated poor financial controls.

The matter was reported to the management from March to December, 2024. The management of Town Committee, Khuhra replied that targeted receipts could not be achieved due to heavy rainfalls during last year. The management of District Council, Ghotki replied that the management have issued formal notices to the defaulters and have

engaged them in negotiations to settle outstanding dues. Reply was not tenable as the management of respective offices failed to achieve the targeted receipts set by themselves, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-202, 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault for non-achievement of revenue targets.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, and 2019-20 vide para numbers 6.5.6.1, 6.5.5.2, 6.5.3.1 and 6.2.3.11 having financial impact of Rs 113.579 million, Rs 203.568 million, Rs 281.860 million and Rs 163.132 million respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.4.2 Non-revision of rent of shops at fair value

Section 9 (2) of Sindh Rental Premises Ordinance 1979, stipulates that per annum allowed limit in increase of rent shall be @ 10% of the existing rent.

During the audit of District Council, Ghotki of Sukkur Division, for the financial year 2023-24, it was observed that the management rented out 115 shops but did not revise rent of various tenants, since three years, resulting into loss of legitimate revenue to the councils. The record of allotments was also not provided; hence the actual period of tenancy could not be ascertained. Detail is as under:

Sr. No.	Name of shopping center	AIR Para	No. of shops
1	Shaheed Zulfiqar Ali Bhutto Shopping Center, Phase-I MPM	06	40
2	Shaheed Zulfiqar Ali Bhutto Shopping Center, Phase-I MPM		16
3	Benazir Bhutto Shopping Center MPM		27
4	Benazir Bhutto Shopping Center MPM (upper story)		23
5	District Council Shopping Center near NADRA Office		9
Total			115

Audit was of the view that non-revision of rent of properties was a loss to the Council which reflected poor financial management.

The matter was reported to the management in October 2024. The management replied that matter for enhancement of rent of shops have been placed before the council for approval and will be implemented after its approval. The PAO did not convene DAC

meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends revision of rent of shops at fair value.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20 and 2018-19 vide para numbers 6.5.6.6, 6.5.5.6, 6.5.3.5, 6.2.3.30 and 7.2.3.57 respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.4.3 Unauthorized creation of liability - Rs 623.813 million

According to Section 105(1), Chapter-XI of Sindh Local Government Act 2013, “A Council shall not incur any debt nor borrow any money or give any guaranty without prior approval of Government” and Section 106(2) *ibid*, stipulates that the moneys credited to the Local Fund shall be applied; firstly, in the payment of salaries and allowances to the employees of the Councils.

Further, Finance Department, Government of Sindh, vide letter No.FD.SO(LF-I)Misc/(171)2013 dated 13-08-2013, instructed all the Local Councils/District Councils/defunct TMAs that payment of salaries and pension may be given first priority from the OZT funds released by Finance Department.

During the audit of following Local Councils of Sukkur Division, for the financial years 2022-23 to 2023-24, it was observed that the management created liability amounting to Rs 623.813 million on various head of accounts like pay and pension and contingency bills put extra burden over council funds. Creation of liability under the heads of pay and pension showed that payment was made by giving priority to development works in violation of rule / instructions. Further, creation of liability under the head of development works showed that the management also executed development works without provision of budget/OZT release, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	Description of Liability	Amount
1	Town Committee Ubaro	5	Pay & Allowances, Pension, contingency, other bills	30.412
2	Town Committee Khangarh	3	Pay & Allowances, Pension, Dues of information department, electric and sanitation bills	290.542
3	Town Committee Saleh Pat	6	Pay & allowances and pension contribution	45.447

[Rs. in Million]

Sr. No.	Name of Office	AIR Para	Description of Liability	Amount
4	Town Committee Ahmedpur	7	Pay & allowances and pension and contingency bills of 2020-21	31.606
5	Municipal Committee Rohri	9	Development, Salary, pension, gratuity, financial assistance and encashment.	168.914
6	Town Committee Pano Akil	8	Development works and Contingency, gratuity, financial assistance, encashment and taxes.	56.892
Total				623.813

Audit was of the view that creation of pension liability by giving priority to the payments of development works in violation of rules and creation of liability under the head of development works without provision of budget/OZT share indicated weak financial management.

The matter was reported to the management from May to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2022-23 vide para numbers 6.5.6.2 and 6.5.5.3 having financial impact of Rs 261.095 million and Rs 377.615 million respectively. Recurrence of same irregularity is a matter of serious concern.

6.5.4.4 Non-maintenance of stock register - Rs 188.001 million

According to Rule-25(1) of Sindh Local Councils (Accounts) Rules, 1983, “Every officer or servant of the Council in charge of stocks of articles or materials kept for issue other than stamps shall maintain a stock register (in Form No.16) in which shall be entered every transaction effecting such stocks and separate pages of the register shall be assigned to different classes of stocks.”

During the audit of following Local Councils of Sukkur Division, for the financial years 2020-21 to 2023-24, it was observed that the management incurred an expenditure of Rs 188.001 million on purchase of electric material, sanitation material, battery for tractor, bamboo, fumigation machines, stationery, solar poles, RCC pipes, uniform, dustbin, lime powder, Generator, furniture, electrical items, pumps, rashan bags, tires,

manhole covers and fiber dustbins etc., but did not maintain stock registers, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Municipal Committee Mirpur Mathelo	7	2022-23	6.424
2	Municipal Committee Rohri	11		5.502
3	Municipal Committee Kingri	9		2.04
4	Town Committee Ubaro	10		0.780
5	Town Committee Khangarh	6		5.883
6	Town Committee Saleh Pat	8		3.587
7	Town Committee Khuhra	9		1.420
8	Town Committee Agra	9		0.565
9	Town Committee Pacca Chang	10		1.100
10	Town Committee Ahmedpur	10		2.152
11	Town Committee Therhi-I	9		1.605
12	Town Committee Baberloi	9	2020-23	2.287
13	Sukkur Municipal Corporation	10	2023-24	70.705
14	Town Municipal Corporation Jeay Shah	2		7.130
15	District Council Ghotki	5		2.253
16	District Council Sukkur	6		16.150
17	Municipal Committee Ghotki	7		11.416
18	Municipal Committee Khairpur	11		21.573
19	Municipal Committee Mirpur Mathelo	9		13.220
20	Municipal Committee Gambat	8		1.558
21	Municipal Committee Rohri	8		10.651
Total				188.001

Audit was of the view that non-maintenance of stock register indicated weak internal controls, besides misuse of funds as well as procured items could not be ruled out.

The matter was reported to the management from March to December, 2024. The management of Town Committee, Khuhra replied that stock register has now been maintained. The reply was not tenable as the management failed to provide documentary evidence in support of reply, The management of District Council, Ghotki replied that stock register has now been maintained. The reply was not tenable as the items issued from the stocks have not been properly recorded by mentioning the name of official to whom the articles were issued with their acknowledgement, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024 , 02-01-2025 and 14-01-2025.

Audit recommends that stock register may be maintained on the laid down format and responsibility be fixed on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 6.5.6.7 having financial impact of Rs 78.941 million. Recurrence of same irregularity is a matter of serious concern.

6.5.4.5 Non-maintenance of works and security deposit register

Para 285, Chapter-X of the Central Public Works Accounts Code, states that register of works are posted monthly from work abstracts. The transactions relating to each work abstract should be posted separately and an abstract for the entire work should be prepared for comparing the cost of work and its sub-works with the provisions in the estimate.

Further, Para 401 *ibid*, stipulates that a record of the transactions relating to Public Works deposit should be maintained in the divisional office in a register. This deposit register should show, month by the month, the total receipts and adjustments and the closing balance of each separate deposit item.

During the audit of Municipal Committee, Ghotki of Sukkur Division, for the financial year 2023-24, it was observed that an expenditure of Rs 175.553 million was incurred by the management on execution of different works and deducted security deposit amounting Rs 8.777 million. However, management failed to maintain security deposit register, as detailed below:

[Rs. in Million]				
Particulars	AIR Para	No. of Schemes	Total Expenditure	5% SD Deducted
Execution of development works	8	122	175.553	8.777

Audit was of the view that non-maintenance of security deposit register was violation of the rules which indicated weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends maintenance of security deposit register, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 6.5.6.8 having financial impact of Rs 66.153 million. Recurrence of same irregularity is a matter of serious concern.

6.5.5 HR/Employees related irregularities

6.5.5.1 Non-deposit of deducted amount of pension contributions - Rs 40.737 million

As per Section 116(7) of Sindh Local Government Act 2013, “Every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by Government in the prescribed manner”.

Further, Rule 125 (1b) of SLGA 2013, states that a Council may, establish and maintain pension fund from which pension, shall, in the prescribed manner, be paid to the employees of the Council.

During the audit of Municipal Committee, Rohri of Sukkur Division, for the financial year 2023-24, it was observed that the management deducted an amount of Rs 40.737 million on account of pension contributions from the salaries of Councils employees, but the same was not deposited into relevant bank account. Further, mis-use of deducted amount could not be ruled out. Detail is at **Annex-SUK2**.

Audit was of the view that non-deposit of deducted amount of pension contributions into relevant bank account indicated poor financial management and weak internal controls.

The matter was reported to the management in December 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends depositing of the deducted amount of pension contributions in relevant bank account besides fixing responsibility on the person (s) at fault.

[AIR Para: 1]

6.5.5.2 Non-adjustment of temporary advances - Rs 1.625 million

According to Rule 668 of Treasury Rules, “Advances granted under special order of the competent authority to Government Officers for departmental or allied purpose may be drawn on the responsibility and receipt of the officers for whom they are sanctioned,

subject to adjustment by submission of detailed accounts supported by vouchers or by refund, as may be necessary”.

During the audit of Sukkur Municipal Corporation of Sukkur Division, for the financial year 2023-24, it was observed that the management granted temporary advance of Rs 1.625 million to employees of different branches for carrying different works, however, the employees failed to get the amount adjusted by submitting the vouchers till closing of financial year. Detail is at **Annex-SUK3**.

Audit was of the view that non-adjustment of temporary advances was violation of rules which indicated poor financial management and weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends adjustment of temporary advances, besides fixing responsibility on the person (s) at fault.

[AIR Para: 18]

6.5.6 Non-Production of Record

6.5.6.1 Non-production of record

Section 14 (2) and (3) of the Auditor-General’s (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, provides as under:

- “(2) The officer in-charge of any office or department shall afford all facilities and provide record for audit inspection and comply with requests for information in as complete a form as possible and with all reasonable expedition.
- (3) Any person or authority hindering the auditorial functions of the Auditor-General regarding inspection of accounts shall be subject to disciplinary action under relevant Efficiency and Discipline Rules applicable to such person”.

During the audit of following Local Councils of Sukkur Division, for the financial years 2020-21 to 2023-24, it was observed that the management did not produce auditable record pertaining to establishment, development, unforeseen, liability payment etc., for audit scrutiny. Detail is at **Annex-SUK4**.

Sr. No.	Name of Offices	F.Y.	AIR Para
1	Town Committee Baberloi	2020-23	1
2	Municipal Committee Mirpur Mathelo	2022-23	1
3	Municipal Committee Rohri		1
4	Town Committee Pano Akil		1
5	Town Committee Saleh Pat		1
6	Town Committee Khuhra		1
7	Town Committee Agra		1
8	Town Committee Pacca Chang		1
9	Town Committee Ahmedpur		1
10	Town Committee Therhi-II		1
11	Town Committee Therhi-I		1
12	Sukkur Municipal Corporation	2023-24	1
			8
13	District Council Sukkur		1
14	District Council Ghotki		10
15	Municipal Committee Ghotki		1
16	Municipal Committee Mirpur Mathelo		1
17	Municipal Committee Gambat		1
18	Municipal Committee Rohri		1
19	Town Committee Pano Akil		1

Audit was of view that non-production of record was a serious lapse on the part of management which caused hindrance in performance of the functions of audit, besides, authenticity of the related transactions could not be ascertained.

The matter was reported to the management from March to December, 2024. The management of Town Committee, Khuhra and District Council, Ghotki replied that requisite record is now ready and can be produced for audit scrutiny. Reply was not tenable as the management of respective offices failed to provide the requisitioned record during course of audit. whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21 and 2018-19 vide para numbers 6.5.1.1, 6.5.1.1, 6.5.1.1, 6.5.1.1 and 7.2.2.1 having financial impact of Rs 613.765, Rs 1,487.068 million, Rs 341.515 million, Rs 879.505 million and Rs 1,873.568 million respectively. Recurrence of same irregularity is a matter of serious concern.

Chapter-7

Mirpurkhas Division



Chapter-7: Local Councils, Mirpurkhas Division

7.1 Introduction

Mirpurkhas Division comprises three Districts namely Mirpurkhas, Tharparkar and Umerkot. Each District Council / Municipal Committee / Town Committee in Mirpurkhas Division is headed by Chief Officer / Chief Municipal Officer / Town officer who carries out operations as per Sindh Local Government Act 2013.

The functions of Local Councils are summarized below:

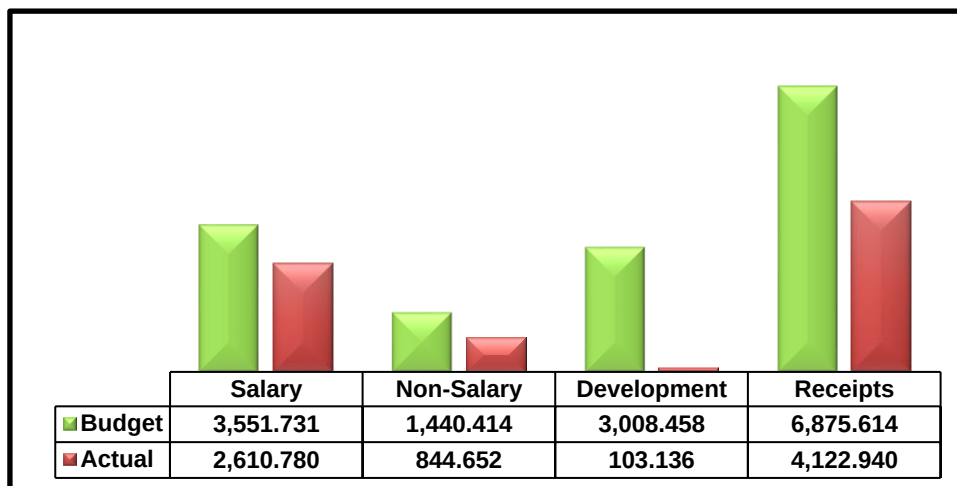
- i. Prepare development plans for the town, including plans for land use, zoning and functions for which Municipal/Town Committees are responsible.
- ii. Exercise control over land use, land subdivision, land development and zoning by public and private sectors for any purpose, including agriculture, industry, commerce markets, shopping and other employment centers, residential, recreation, parks, entertainment, passenger and transport freight and transit stations.
- iii. Enforce all municipal laws, rules and bye-laws governing Municipal/Town Committees functioning.
- iv. Prepare budget, long term and annual municipal development programs in collaboration with the Union Councils.
- v. Collect approved taxes, cess, user fees, rates, rents, tolls, charges, fines and penalties.
- vi. Manage properties, assets and funds vested in the Municipal Corporation/Committees.
- vii. Develop and manage schemes, including site development in collaboration with Union Administration.
- viii. Issue notice for committing any municipal offence by any person and initiate legal proceedings for commission of such offence or failure to comply with the directions contained in such notice.
- ix. Prosecute, sue and follow up criminal, civil and recovery proceedings against violators of Municipal Laws in the courts of competent jurisdiction.
- x. Maintain municipal records and archives.

7.2 Comments on Budget and Accounts (Variance Analysis)

[Rs. in Million]

Mirpurkhas Division	Head of Accounts	Budget	Actual	Excess (+) Savings (-)
	Salary	3,551.731	2,610.780	-940.951
	Non-Salary	1,440.414	844.652	-595.761
	Development	3,008.458	103.136	-2,905.322
	Total Expenditure	8,000.602	3,558.568	-4,442.034
	Receipts	6,875.614	4,122.940	-2,752.675

Source: Budget Book



The budgeted expenditure of Local Councils of Mirpurkhas Division for the financial year 2023-24 was of Rs 8,000.602 million, against which the actual expenditure was Rs 3,558.568 million, resulting in saving of Rs 4,442.034 million. The management of Local Councils was unable to realize the receipts' targets resulting in shortfall of Rs 2,752.675 million.

Table-: Audit Profile of Mirpurkhas Division

[Rs. in Million]

Sr.	Description	Formations		Financial Year 2023-2024	
		Planned	Audited	Expenditure Audited	Revenue / Receipts Audited
1.	Formations	28	16	3,558.568	4,122.940
2.	Assignment Accounts, SDAs (excluding FAP)	-	-	-	-
3.	Authorities/Autonomous Bodies under the PAO	-	-	-	-
4.	Foreign Aided Projects (FAP)	-	-	-	-

7.3 Classified Summary of Audit Observations

Audit observations amounting to Rs 483.939 million were raised in this report during the current audit of Mirpurkhas Division. The amount also includes recoveries of Rs 58.037 million as pointed out by Audit. Summary of the audit observations classified by nature is as under:

Table: Overview of Audit Observations:

[Rs. in Million]

Sr. No.	Classification	Amount
1	Procurement related irregularities	207.681
2	Recoveries related irregularities	58.037
3	Other issues • Payment of sales tax on behalf of the contractors - Rs 1.648 million • Less realization of targeted receipts - Rs 43.278 million • Unauthorized creation of liability - Rs 59.431 million • Non-maintenance of stock registers - Rs 71.964 million	176.321
4	HR/Employees related irregularities	41.900
5	Non-Production of Record	-
Total		483.939

7.4 Brief Comments on the Status of Compliance with PAC Directives

The audit reports pertaining to following years have been laid before the Provincial Assembly of Sindh under Section 116 of the Sindh Local Government Act, 2013. Detail of paras presented in PAC meetings is reflected hereunder:

Audit Year	No. of Paras	Status of Paras Discussed in PAC Meetings
2012-13	31	02 - Partial
2013-14	11	01 - Partial
2014-15	41	-Nil-
2015-16	28	-Nil-
2016-17	26	-Nil-
2017-18	29	-Nil-
2018-19	23	-Nil-
2019-20	58	25-Partial
2020-21	08	01-Partial
2021-22	08	-Nil-
2022-23	20	-Nil-
2023-24	28	-Nil-

7.5 Audit Paras

7.5.1 Procurement related irregularities

7.5.1.1 Splitting up of expenditure to avoid open tender - Rs 12.455 million

As per Rule 12(1), Part-II of Sindh Public Procurement Rules, 2010, states that save as otherwise provided and subject to the regulations made by the Authority, a procuring agency shall prepare, in accordance with Rule 11 above, all proposed procurements for each financial year and shall proceed accordingly without any splitting or regrouping of the procurements already grouped, allocated and scheduled in the Procurement Plan.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority's website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Mirpurkhas Division, for the financial years 2022-23 to 2023-24, it was observed that the management incurred an expenditure of Rs 12.455 million through quotations by splitting the procurements which resulted into non-achievement of competitive rates, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Town Committee, Tando Jan Muhammad, Mirpurkhas	3	2022-23	4.080
2	Town Committee, Kot Ghulam Muhammad, Mirpurkhas	1		2.362
5	Town Committee, Dhoru Naro, Umerkot	2	2023-24	1.286
3	Town Committee, Mirwah Gorchani, Mirpurkhas	2		1.453
4	Town Committee, Kunri, Umerkot	4		1.415
6	Town Committee, Digri, Mirpurkhas	5		1.162
7	District Council, Umerkot	4		0.697
Total				12.455

Audit was of the view that incurrence of expenditure by splitting the procurements was violation of Sindh Public Procurement Rules which indicated poor financial management and weak internal controls.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the

report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21 and 2019-20 vide para numbers 7.5.3.3, 7.5.3.2, 7.5.2.2, 7.5.3.2 and 4.2.3.21 having financial impact of Rs 25.621 million, Rs 7.056 million, Rs 22.548 million, Rs 4.479 million and Rs 55.188 million respectively. Recurrence of same irregularity is a matter of serious concern.

7.5.1.2 Irregular award of works without obtaining technical sanction from competent authority - Rs 30.812 million

Section 11.1 of Sindh Public Procurement Regulatory Authority (SPPRA) Procurement Regulations (Works) 2013, stipulates that no development work shall be started unless technical sanction is accorded by the competent authority.

Further, according to Sr. No. 12(1)(a) of Sindh Delegation of Financial Powers and Financial Control Rules 2019, in case of original works following powers shall be exercised for technical sanctions:

Administrative Department	Full Powers
Chief Engineer	Rs 100.00 million, beyond that concurrence of the administrative department is required
Superintending Engineer	Upto Rs 7.000 million in each case
Executive Engineer	Upto Rs 2.500 million in each case

During the audit of District Council, Mirpurkhas of Mirpurkhas Division for the financial year 2023-24, it was observed that the management awarded different works at sanctioned cost of Rs 30.812 million to different contractor without obtaining technical sanction from the competent authority, in violation of rules. Detail is as under:

[Rs. in Million]				
Sr. No.	Name of Work	Name of Contractor	AIR Para	Sanctioned Cost
1	Construction of Brick Pavement at Village Wadho Khaskheli (Saifullah S/o Miandad) Deh 78 (130 Rft), Village Moula Bux Mari (Mashooq Ali S/o Ali Muhammad) Deh 78 (100 Rft), Village Moula Bux Mari (Haji Bachal S/o Sajjan) Deh 78 (100 Rft), Village	M/s Asad Ali Construction Company	01	8.546
2	Construction of Brick Pavement Village Akbar Mari Deh 132 (150 Rft), City Jhurbi Deh 138 (200 Rft), Village Tarique Chandio Deh 137 (200 Rft), Village Gul Mari Deh 137 (200 Rft), Village Imamdad Mari Deh 137(150 Rft), Village Ghulam Nabi Shar Deh	M/s Muhammad Ibrahim Rajar		7.412

[Rs. in Million]

Sr. No.	Name of Work	Name of Contractor	AIR Para	Sanctioned Cost
3	Construction of 31 Nos. Culvert, 8 No. Culverts Deh 96, 2 No. Culverts Deh 97, 1 No. Culverts Deh 95, 3 No. Culverts Deh 98, 1 No. Culverts Deh 93, 2 No. Culverts Deh 94, 1 No. Culverts Deh 89, 2 No. Culverts Deh 90 UC Khan, 4 No. Haji Ali Muhammad	M/s Asad Ali Construction Company		7.111
4	Construction of Brick Pavement Village Adewal Deh 303-A (200 Rft), Village Derran Deh 301-A (200 Rft), Village Ch. Niaz Ahmed Deh 302-A (200 Rft), Village Yaqoob Pur Deh 298 (200 Rft), Village Jhando Panjabi Deh 294 (200 Rft), Village Ch. Mubarak	M/s Engineers Bureau		7.743
Total				30.812

Audit was of the view that execution of development works without obtaining technical sanction from the competent authority in violation of SPPRA Regulations indicated weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2022-23 vide para number 7.5.3.4 having financial impact of Rs 112.500 million. Recurrence of same irregularity is a matter of serious concern.

7.5.1.3 Irregular utilization of sanitation funds through quotations Rs 87.600 million

According to Rule 11(1), Part-II of Sindh Public Procurement Rules 2010, “All procuring agencies shall devise a mechanism for planning in detail for all proposed procurements, determining the requirement of the procuring agency, within its available resources, and prepare an annual or a longer-term rolling plan, detailing the procurement methods applicable for specific procurements”.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall

appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Mirpurkhas Division, for the financial years 2021-22 and 2023-24, it was observed that the management incurred an expenditure of Rs 87.600 million on various sanitation works (hiring of labour for cleaning of streets, roads and drain/nallahs) through quotations by keeping each transaction below Rs 300,000/- and Rs 500,000/- to avoid open competitive bidding, whereas the work of sanitation being a mandatory function of the Council was foreseen prior to commencement of financial year at the time of budget preparation/approval, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Town Committee, Pithoro, Umerkot	1	2021-23	4.756
2	Town Committee, Diplo, Tharparkar	3	2022-23	20.969
3	Town Committee, Kot Ghulam Muhammad, Mirpurkhas	3		11.310
4	Town Committee, Naukot, Mirpurkhas	2		11.064
5	Town Committee, Dhoru Naro, Umerkot	1	2023-24	1.871
6	Town Committee, Digri, Mirpurkhas	3		17.313
7	Town Committee, Mirwah Gorchani, Mirpurkhas	1		16.048
8	Town Committee, Kunri, Umerkot	2		4.269
Total				87.600

Audit was of the view that incurrence of expenditure through quotations without obtaining competitive rates was violation of Sindh Public Procurement Rules which indicated poor management and weak internal controls.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2021-22 vide para numbers 7.5.3.1, 7.5.3.1 and 7.5.2.1 having financial impact of Rs 116.016 million, Rs 128.929 million and Rs 41.927 million respectively. Recurrence of same irregularity is a matter of serious concern.

7.5.1.4 Irregular expenditure on de-silting and disposal of garbage Rs 41.389 million

Section 116 (07), Chapter-XII of the Sindh Local Government Act, 2013, states that every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by the Government in the prescribed manner.

During the audit of following Local Councils of Mirpurkhas Division, for the financial years 2021-22 and 2023-24, it was observed that the management incurred an expenditure of Rs 41.389 million on various works, e.g., supplies, repair & maintenance, de-silting, clearance of drain and nallahs, lifting of garbage and removal of debris etc., from limits of towns, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Town Committee, Pithoro, Umerkot	2	2021-23	2.130
2	Town Committee, Kot Ghulam Muhammad, Mirpurkhas	2	2022-23	6.366
		5		2.028
3	Town Committee, Tando Jan Muhammad, Mirpurkhas	4		3.180
4	Town Committee, Digri, Mirpurkhas	4	2023-24	8.318
5	Town Committee, Mirwah Gorchani, Mirpurkhas	4		8.398
6	Town Committee, Kunri, Umerkot	3		3.435
7	Town Committee, Dhoro Naro, Umerkot	3		7.534
Total				41.389

Following short comings were noticed:

- Works of garbage lifting were outsourced instead of utilization of own staff, vehicles and machinery.
- Estimation for de-silting works was not prepared and measurement was also not recorded in the measurement books.
- Rates were not evaluated by procurement committee.
- Record of daily quantity of garbage lifted and disposed-off at dumping site(s) was not maintained to ensure check and balance before making payment to the contractors.
- Supervision of works by sanitation incharge and certificate for satisfactory completion of work was not recorded.

- vi. Sindh Sales Tax Number and National Tax Number was not mentioned on the invoices/quotation.
- vii. Expenditure was incurred through quotations instead of inviting open tenders in violation of SPPRA Rule.

Audit was of the view that incurrence of expenditure on quotations without maintaining proper record and supporting documents indicated poor management and weak internal controls.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 7.5.5.1 having financial impact of Rs 18.538 million. Recurrence of same irregularity is a matter of serious concern.

7.5.1.5 Execution of development works through quotations instead of NIT Rs 22.020 million

According to the instructions issued by the Local Government Department, Government of Sindh vide letter No.SOI/LG/MICS/10-7/2013 dated 07-01-2014, “No development work on quotation should be carried-out. All development works be carried-out through NIT”.

During the audit of following Local Councils of Mirpurkhas Division, for the financial years 2022-23 to 2023-24, it was observed that the management incurred an expenditure of Rs 22.020 million on development works through quotations instead of inviting open tenders in violation of government instructions, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	F.Y.	AIR Para	Amount
1	Tando Jan Muhammad, Mirpurkhas	2022-23	5	3.773
2	Town Committee, Digri, Mirpurkhas	2023-24	2	9.159
3	Municipal Corporation, Mirpurkhas		4	5.553
4	Town Committee, Kunri, Umerkot		1	1.279
5	Town Committee, Mirwah Gorchani, Mirpurkhas		3	2.256
Total				22.020

Audit was of the view that execution of development works through quotation in violation of government instructions was irregular which indicated weak internal controls.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2018-19 vide para numbers 7.5.3.4, 7.5.3.7 and 5.2.2.15 having financial impact of Rs 11.267 million, Rs 1.024 million and Rs 11.850 million respectively. Recurrence of same irregularity is a matter of serious concern.

7.5.1.6 Irregular procurement of electrical material - Rs 3.267 million

Rule 48 of Electricity Rules, 1937, states that all Government and Semi Government departments are bound to award contracts of electrical installation works to the contractors holding valid government electrical contractor license.

Further, S.No.(18) of Schedule of Rule 5(1) of Sindh Local Councils (Property) Rules 2017, requires that register of street light points and lamp posts in Form P-XVIII shall be maintained.

During the audit of following Local Councils of Mirpurkhas Division, for the financial years 2021-22 and 2023-24, it was observed that the management incurred an expenditure of Rs 3.267 million on the procurement of electrical material, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	F.Y.	AIR Para	Amount
1	Town Committee, Pithoro	2021-23	9	1.210
2	Town Committee, Digri	2023-24	4	1.595
3	Town Committee, Mirwah Gorchani		2	0.462
Total				3.267

Following irregularities were noticed:

- i. The electrical works were awarded to the contractors who had no government electrical contractor license.
- ii. Purchases were made on quotation basis by splitting up procurements.

- iii. Location for installation of purchased electric material was not recorded.
- iv. Inspection of street lights material was not carried out.
- v. Warranty cards of saver bulbs and other lights were not available.
- vi. Neither the purchased material was accounted for in the stock register nor issuance record of the material was available.
- vii. Inventory of replaced articles were not available.

Audit was of the view that procurement of electrical material without observing codal requirements was irregular and indicated weak internal controls.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit seeks clarification in the matter.

7.5.1.7 Non-imposition of liquidated damages - Rs 4.911 million

As per Para 10.3 of Sindh Public Procurement Regulatory Authority Guidelines 2013, “If the contractor fails to comply with time for completion mentioned in bid data except the conditions mentioned above, then procuring agency can penalize the contractor by adopting any one of the prescribed courses provided under clause (c) The amount of the liquidated damages for each day of delay in completion of the whole of the works, or if applicable for any section thereof, shall be a sum equal to 5 to 10 % (it is to be mentioned in the agreement) of the estimated cost of the works divided by one-fourth of the number of days specified as completion time”.

During the audit of following Local Councils of Mirpurkhas Division, for the financial year 2023-24, it was observed that the management awarded twenty-four (24) works of Rs 98.222 million but the contractors failed to complete the works within stipulated period. However, the liquidated damages amounting to Rs 4.911 million @ 5% of contract value were not imposed on incomplete works. Detail is at **Annex-MPK1**.

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	Cost of Works	Liquidated Damages @ 5%
1	Municipal Committee, Umerkot	4	92.441	4.622
2	District Council, Umerkot	2	5.781	0.289
Total			98.222	4.911

Audit was of the view that due to non-imposition of liquidated damages undue favor was extended to the contractors which indicated weak financial management and internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2022-23 vide para number 7.5.6.2 having financial impact of Rs 17.506 million. Recurrence of same irregularity is a matter of serious concern.

7.5.1.8 Unjustified outsourcing of municipal services - Rs 2.715 million

Section 116 (07), Chapter-XII of the Sindh Local Government Act, 2013, states that every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by the Government in the prescribed manner.

During the audit of Municipal Committee, Mithi of Mirpurkhas Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 2.715 million on sanitation services through contractors instead of utilizing services of 153 own sanitation staff. Detail is as under:

[Rs. in Million]						
Sr. No.	Name of Work	Contractor	Work Order & Date	Cheque No	AIR Para	Bill Amount
1	Silt Clearance	M/s Harish Kumar	758 dated 22-12-2023	41677285	4	0.370
2			737 dated 29-11-2023			0.475
3			740 dated 04-12-2023			0.465
4			739 dated 02-12-2023			0.430
5			751 dated 12-12-2023			0.415
6			03/01/2024			0.180
7						0.185
8						0.195
Total						2.715

Audit was of the view that incurring of expenditure on outsourcing of sanitation services through private contractors despite availability of own sanitary staff was unjustified which indicated poor management.

The matter was reported to the management in December 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

7.5.1.9 Unjustified expenditure on supply of water - Rs 2.512 million

According to Rule 4, Part-I of Sindh Public Procurement Rules 2010, “While procuring goods, works or services, procuring agencies shall ensure that procurements are conducted in a fair and transparent manner and the object of procurement brings value for money to the agency and the procurement process is efficient and economical”.

During the audit of Town Committee, Dhoro Naro of Mirpurkhas Division, for the financial year 2021-24, it was observed that the management incurred an expenditure of Rs 2.512 million on purchase of water without any justification. Following discrepancies were noticed:

- i. Shortage of water was not declared by concerned department.
- ii. Water was shown as supplied to public without their demand.
- iii. Detail of beneficiaries alongwith acknowledgement receipt was also not available on record.
- iv. No recovery was made from the beneficiaries.

Audit was of the view that supply of water to public without any demand, proper justification and maintenance of relevant record was unjustified. Further, misuse of public funds could not be ruled out.

The matter was reported to the management in December 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

[AIR Para: 4]

7.5.2 Recoveries related issues

7.5.2.1 Non-deposit of taxes into public exchequer - Rs 15.157 million

Section 160 of Income Tax Ordinance, 2001, as amended vide Finance Act 2002, stipulates that any tax that has been collected or purported shall be paid to the Commissioner by the person making the collection or deduction within the time and in the manner as may be prescribed.

Further, as per Rule 41(a), Chapter-3 of Sindh Financial Rules Volume-1, “The departmental controlling officers should see that all sums due to Government are regularly received and checked against demands and that they are paid into the treasury”.

During the audit of following Local Councils of Mirpurkhas Division, for the financial years 2022-23 and 2023-24, it was observed that the management deducted an amount of Rs 15.157 million on account of income tax, general sales tax and Sindh sales tax on services from the bills of contractors and salaries of employees but failed to deposit the same into public exchequer, as detailed below:

[Rs. in Million]							
Sr. No.	Name of Offices	F.Y.	AIR Para	IT	GST	SST	Total Taxes
1	Town Committee, Tando Jan Muhammad	2022-23	7	0.600	1.639	0.118	2.357
2	Town Committee, Kot Ghulam Muhammad		8	0.496	0.505	0.599	1.600
3	Town Committee, Naukot		6	0.455	0.000	1.060	1.515
4	Town Committee, Hingorno		4	0.422	0.849	0.000	1.271
5	Town Committee, Nagarparkar		2	0.651	0.000	0.000	0.651
6	Municipal Committee, Tharparkar	2023-24	8	2.678	1.819	0.000	4.497
7	District Council, Tharparkar		2	1.089	0.000	0.807	1.896
8	Municipal Committee, Umerkot		4	0.091	0.173	0.000	0.264
9	Municipal Corporation, Mirpurkhas		7	0.663	0.000	0.000	0.663
10	District Council, Mirpurkhas		2	0.443	0.000	0.000	0.443
Total				7.588	4.985	2.584	15.157

Audit was of the view that non-deposit of collected taxes into public exchequer indicated poor financial management and weak internal controls.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends depositing of the amount of deducted taxes into public exchequer, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21 and 2018-19 vide para numbers 7.5.4.2, 7.5.4.2, 7.5.3.3, 7.5.2.1 and 5.2.2.14 having financial impact of Rs 29.641 million, Rs 41.286 million, Rs 25.541 million, Rs 23.777 million and Rs 12.003 million respectively. Recurrence of same irregularity is a matter of serious concern.

7.5.2.2 Non-deduction of government taxes - Rs 6.879 million

Section 8(1) of Sindh Sales Tax on Services Act 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

Further, Section 153 of Income Tax Ordinance, 2001 read with Income Tax Rules, 2002, stipulates that payment on account of supply of goods and rendering of services are subject to deduction of income tax at source at the rate specified.

Furthermore, Section 3(1) of Sales Tax Act 1990, as amended upto July 2015, stipulates that there shall be charged, levied and paid a tax known as sales tax at the specified on the value of (a) taxable supplies made by a registered person.

During the audit of following Local Councils of Mirpurkhas Division, for the financial years 2021-22 to 2023-24, it was observed that the management did not deduct income tax, general sales tax and Sindh sales tax on services amounting to Rs 6.879 million from the payments made to contractors, suppliers and employees, as detailed below:

[Rs. in Million]							
Sr. No.	Name of Office	F.Y.	AIR Para	IT	SST	GST	Total Taxes
1	Town Committee, Pithoro	2021-23	4	-	-	0.508	0.508
2	Town Committee, Diplo	2022-23	4	0.997	0.827	-	1.824
3	Town Committee, Nagarparkar	2022-23	5	-	-	0.319	0.319
4	Town Committee, Kot Ghulam Muhammad		10	-	0.158	0.079	0.237
5	Town Committee, Naukot		7	0.018	0.179	-	0.197
6	Town Committee, Hingorno		5	0.017	0.054	0.021	0.092
7	Municipal Committee, Umerkot	2023-24	6	2.321	0.119	-	2.441
8	Municipal Committee, Tharparkar		10+12	0.308	0.953	-	1.261
Total				3.661	2.290	0.927	6.879

Audit was of the view that non-deduction of taxes was loss to public exchequer which reflected weak financial and internal controls.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends recovery of taxes, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20 and 2018-19 vide para numbers 7.5.4.3, 7.5.4.3, 7.5.4.3, 4.2.3.2, and 5.2.1.1 having financial impact of Rs 15.966 million, Rs 25.763 million, Rs 17.018 million, Rs 24.335 million and Rs 47.004 million respectively. Recurrence of same irregularity is a matter of serious concern.

7.5.2.3 Non-recovery of outstanding dues - Rs 36.001 million

As per Section 100 (2), Chapter-X of Sindh Local Government Act 2013, “All arrears of taxes, rates, tolls and fees and other moneys claimable by a Council under this Act shall be recoverable as arrears of land revenue through Government agency or by the Council authorized by Government for such recovery through such employees or class of employees of the Council as may be prescribed”.

Further, Section 41(a), Chapter-3 of Sindh Financial Rules Volume-1, stipulates that the departmental controlling officer should see that all sums due to Government are regularly received and checked against demands and that they are paid into treasury, claiming credit for so much paid into the treasury and compare with the figures in the statements supplied by the comptroller.

During the audit of following Local Councils of Mirpurkhas Division, for the financial years 2021-22 to 2023-24, it was observed that the management did not recover the outstanding dues on account of rent of shops, water charges, generator fee, advertisement fee, animal entry fees, etc., amounting to Rs 36.001 million from the defaulters, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	F.Y.	AIR Para	Outstanding Dues
1	Town Committee, Pithoro, Umerkot	2021-22	5	0.790
2	Town Committee, Kot Ghulam Muhammad, Mirpurkhas	2022-23	11	3.702
3	Town Committee, Naukot, Mirpurkhas		5	3.637
4	Municipal Committee, Mithi, Tharparkar	2023-24	9	11.852

[Rs. in Million]				
Sr. No.	Name of Office	F.Y.	AIR Para	Outstanding Dues
5	Municipal Corporation, Mirpurkhas		10	8.484
6	Town Committee, Mirwah Gorchani, Mirpurkhas		8	3.530
7	Town Committee, Digri, Mirpurkhas		10	1.916
8	District Council, Tharparkar		1	1.662
9	Town Committee, Dhoro Naro, Umerkot		10	0.428
Total				36.001

Audit was of the view that non-recovery of outstanding dues indicated poor financial management and weak internal controls.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends recovery of outstanding dues, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 7.5.4.1, 7.5.4.1, 7.5.3.1, 7.5.2.2, 4.2.3.1, and 5.2.2.2 having financial impact of Rs 94.537 million, Rs 110.400 million, Rs 39.417 million, Rs 19.479 million, Rs 173.521 million and Rs 15.581 million respectively. Recurrence of same irregularity is a matter of serious concern.

7.5.3 Other issues

7.5.3.1 Payment of sales tax on behalf of the contractors - Rs 1.648 million

Section 9(1) of Sindh Sales Tax on Service Act 2011, stipulates that where a service is taxable by virtue of sub-section (1) of section 3, the liability to pay the tax shall be on the registered person providing the service.

During the audit of Town Committee, Kot Ghulam Muhammad of Mirpurkhas Division, for the financial years 2022-23 and 2023-24, it was observed that the management awarded various works to the contractors and paid of Rs 20.259 million. However, instead of deduction of Sindh sales tax on services from their bills, the amount of Sindh sales tax @ 5% and 13%, amounting to Rs 1.648 million was included first to make it gross claimed bill and subsequently the amount in the bill was deducted as Sindh

sales tax. Thus, the management extended undue favour to the contractors by making payment of Sindh sales tax from public exchequer. Detail is at **Annex-MPK2**.

[Rs. in Million]				
Sr. No.	Name of Offices	F.Y.	AIR Para	Amount
1	Town Committee, Kot Ghulam Muhammad	2022-23	7	1.220
2	District Council, Tharparkar	2023-24	3	0.428
Total				1.648

Audit was of the view that payment of sales tax on behalf of the contractors was an undue favour extended to the contractors by the management at the cost of public exchequer.

The matter was reported to the management during May and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

7.5.3.2 Less realization of targeted receipts - Rs 43.278 million

Section 100 (1) of Sindh Local Government Act 2013, states that unless otherwise provided, all taxes, rates, tolls and fees levied under this act shall be collected in the prescribed manner by the persons authorized for such collection: provided that where any tax, rate, toll or fee levied by a Council is also levied by Government, such tax, rate, toll or fee shall be collected with Government tax, and the proceeds thereof be credited to the local fund of the Council.

During the audit of following Local Councils of Mirpurkhas Division, for the financial years 2021-22 to 2023-24, it was observed that the management did not take appropriate measures to realize revenue targets of Rs 43.278 million from various heads, i.e., water supply charges, shop rent, certificate fee, parking fee, mall piri, etc., as detailed below:

[Rs.in Million]						
Sr. No.	Name of offices	F.Y.	AIR Para	Targeted Receipts	Recovery Effected	Shortfall
1	Town Committee, Pithoro	2021-23	6	0.580	0.383	0.197
2	Town Committee, Hingorno	2022-23	6	18.700	0.022	18.678
3	Town Committee, Diplo		2	9.165	1.027	8.138
4	Town Committee, Nagarparkar		1	6.287	0	6.287

[Rs.in Million]

Sr. No.	Name of offices	F.Y.	AIR Para	Targeted Receipts	Recovery Effected	Shortfall
5	Town Committee, Tando Jan Muhammad		8	3.710	0.990	2.720
6	Town Committee, Naukot		9	2.150	1.135	1.015
7	Town Committee, Kunri	2023-24	10	16.709	10.466	6.243
Total				57.301	14.023	43.278

Audit was of the view that due to less-realization of revenue targets; the councils were deprived of legitimate revenue which indicated poor financial controls.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault for non-achievement of revenue targets.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20 and 2018-19 vide para numbers 7.5.6.1, 7.5.6.1, 7.5.3.2, 4.2.3.7, and 5.2.2.8 having financial impact of Rs 170.553 million, Rs 127.617 million, Rs 216.989 million, Rs 135.756 million and Rs 25.838 million respectively. Recurrence of same irregularity is a matter of serious concern.

7.5.3.3 Unauthorized creation of liability - Rs 59.431 million

According to Section 105(1), Chapter-XI of Sindh Local Government Act 2013, “A Council shall not incur any debt nor borrow any money or give any guaranty without prior approval of Government” and Section 106(2) *ibid*, stipulates that the moneys credited to the Local Fund shall be applied; firstly, in the payment of salaries and allowances to the employees of the Councils.

Further, Finance Department, Government of Sindh, vide letter No.FD.SO(LF-I) Misc/(171)2013 dated 13-08-2013, instructed all the Local Councils/District Councils/defunct TMAs that payment of salaries and pension may be given first priority from the OZT funds released by Finance Department.

During the audit of Municipal Corporation, Mirpurkhas of Mirpurkhas Division, for the financial year 2023-24, it was observed that the management created liability amounting to Rs 59.431 million under various heads and put extra burden over council

funds. Creation of unauthorized liability under pension and financial assistance showed that payments were made by giving priority to contingent payments in violation of rules. Further, creation of liability under the head of contingencies showed that the management also made procurements without provision of funds/OZT share, as detailed below:

			[Rs. in Million]
Sr. No.	Description	AIR Para	Total Liability
1	Liabilities on account of contingencies	6	40.431
2	Liabilities on account of POL bills		17.000
3	Gratuity/Financial Assistant/Encashment		2.000
Total			59.431

Audit was of the view that creation of liability was violation of the rules which indicated poor financial management and weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

7.5.3.4 Non-maintenance of stock registers - Rs 71.964 million

According to Rule-25(1) of Sindh Local Councils (Accounts) Rules, 1983, “Every officer or servant of the Council in charge of stocks of articles or materials kept for issue other than stamps shall maintain a stock register (in Form No.16) in which shall be entered every transaction effecting such stocks and separate pages of the register shall be assigned to different classes of stocks”.

During the audit of following Local Councils of Mirpurkhas Division, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an expenditure of Rs 71.964 million on account of procurements of electrical items, sanitation material, stationery items etc., but failed to account for into relevant stock registers, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Offices	F.Y.	AIR Para	Amount
1	Town Committee, Kot Ghulam Muhammad, Mirpurkhas	2022-23	4	3.084
2	Town Committee, Tando Jan Muhammad, Mirpurkhas		14	4.154
3	Town Committee, Hingorno, Mirpurkhas		11	9.419
			8	1.959

[Rs. in Million]				
Sr. No.	Name of Offices	F.Y.	AIR Para	Amount
4	Town Committee, Pithoro, Umerkot		10	1.776
5	Town Committee, Diplo, Tharparkar		8	0.410
6	Town Committee, Nagarparkar, Tharparkar		4	0.387
7	Town Committee, Mirwah Gorchani, Mirpurkhas	2023-24	7	15.346
8	Municipal Corporation, Mirpurkhas		13	9.516
9	District Council, Tharparkar		9	8.988
10	Town Committee, Digri, Mirpurkhas		9	5.204
11	Town Committee, Kunri, Umerkot		7	3.524
12	Municipal Committee, Umerkot		5	3.217
13	Town Committee, Dhoro Naro, Umerkot		8	3.164
14	District Council, Umerkot		7	0.958
15	District Council, Mirpurkhas		5	0.858
Total				71.964

Audit was of the view that non-maintenance of stock register indicated weak internal controls, besides misuse of funds as well as procured items could not be ruled out.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends that stock register may be maintained on the laid down format and responsibility be fixed on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 7.5.6.5 having financial impact of Rs 35.147 million. Recurrence of same irregularity is a matter of serious concern.

7.5.3.5 Non-revision of rent of property at fair value

Section 9 (2) of Sindh Rental Premises Ordinance 1979, stipulates that per annum allowed limit in increase of rent shall be @ 10% of the existing rent.

During the audit of Town Committee, Kot Ghulam Muhammad, Mirpurkhas Division, for the financial years 2022-23 and 2023-24, it was observed that the management rented out different shops and properties but did not revise rent of properties since 2012, resulting into loss of legitimate revenue to the councils. The record of allotments was also not provided; hence the actual period of tenancy could not be ascertained, as detailed under:

Sr. No.	Name of offices	F.Y.	AIR Para	No. of shops/ quarters/properties
1	Town Committee, Kot Ghulam Muhammad	2022-23	12	77
2	Municipal Committee, Umerkot	2023-24	7	-

Audit was of the view that non-revision of rent of properties was a loss to the councils which reflected poor financial management.

The matter was reported to the management during May and October, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends revision of rent of shops and other properties at fair value.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20 and 2018-19 vide para numbers 7.5.6.11, 7.5.6.3, 7.5.3.5, 7.5.4.2, 4.2.3.38 and 5.2.2.10 respectively. Recurrence of same irregularity is a matter of serious concern.

7.5.4 HR/Employees related irregularities

7.5.4.1 Irregular appointment of employees on daily wages - Rs 41.900 million

In compliance of Honourable Supreme Court of Pakistan in Human Rights case No. 104/92, Local Government Department issued directives vide letter No.SO-V(LG)5(69)/2009/29-06-2010 that even an appointment on adhoc basis cannot be made without publication and proper advertisement.

Further, Rule 8(2) of Sindh Local Councils Employees (Service) Rules 2017, stipulates that the initial appointment to the posts in all basic scales not falling within the purview of SPSC, shall be made on the recommendations of the Selection Committee on the basis of interview or test to be held by the Selection Committee after the vacancies have been advertised in leading newspapers in Urdu, Sindhi and English Languages.

During the audit of following Local Councils of Mirpurkhas Division, for the financial year 2023-24, it was observed that the management appointed 271 employees on daily wages basis without following prescribed procedure as well as without approval from administrative department and incurred an expenditure of Rs 41.900 million on their wages, as detailed below:

[Rs. in Million]

Sr. No.	Name of Office	AIR Para	No. of Employees	Amount
1	Municipal Corporation, Mirpurkhas	5	196	8.867
2	Municipal Committee, Tharparkar	5	75	33.033
Total			271	41.900

Audit was of the view that hiring of daily wages staff without following prescribed procedure was unauthorized and indicated poor management and weak internal controls.

The matter was reported to the management from October to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-12-2024, followed by reminders dated 02-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault for hiring of daily wages staff without following prescribed procedure, besides taking remedial measures.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2019-20 vide para number 4.2.3.24 having financial impact of Rs 32.941 million. Recurrence of same irregularity is a matter of serious concern.

7.5.5 Non-production of record

7.5.5.1 Non-production of record

Section 14 (2) and (3) of the Auditor-General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, provides as under:

- “(2) The officer in-charge of any office or department shall afford all facilities and provide record for audit inspection and comply with requests for information in as complete a form as possible and with all reasonable expedition.
- (3) Any person or authority hindering the auditorial functions of the Auditor-General regarding inspection of accounts shall be subject to disciplinary action under relevant Efficiency and Discipline Rules applicable to such person”.

During the audit of following Local Councils of Mirpurkhas Division, for the financial years 2021-22 and 2023-24, it was observed that the management did not produce

auditable record pertaining to establishment, development, revenue, and various registers etc., involving minimum financial impact of Rs 43.957 million for audit scrutiny. Detail is at **Annex-MPK3**.

Sr. No.	Name of Offices	AIR Para	F.Y.
1	Town Committee, Pithoro, Umerkot	14	2021-23
2	Town Committee, Tando Jan Muhammad	1	2022-23
3	Town Committee, Kot Ghulam Muhammad	20	
4	Town Committee, Hingorno	1	
5	Town Committee, Diplo, Tharparkar	1	
6	Town Committee, Kheme-jo-Par	4	
7	Municipal Corporation, Mirpurkhas	1	2023-24
8	Town Committee, Mirwah Gorchani	10	
9	Municipal Committee, Tharparkar	1	
10	Municipal Committee, Umerkot	10	

Audit was of view that non-production of record was a serious lapse on the part of management which caused hindrance in performance of the functions of audit, besides, authenticity of the related transactions could not be ascertained.

The matter was reported to the management from March to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 24-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 02-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20 and 2018-19 vide para numbers 7.5.1.1, 7.5.1.1, 7.5.1.1, 4.2.1.1, and 5.2.2.1 having financial impact of Rs 212.492 million, Rs 124.198 million, Rs 689.990 million, Rs 699.771 million and Rs 83.042 million respectively. Recurrence of same irregularity is a matter of serious concern.



Dalel Dero Fort, Shaheed Benazirabad

Chapter-8: Local Councils, Shaheed Benazirabad Division

8.1 Introduction

Shaheed Benazirabad Division consists of three Districts namely Shaheed Benazirabad, Sanghar and Naushahro Feroze. Each District Council / Municipal Committee /Town Committee in Shaheed Benazirabad Division is headed by Chief Officer/ Chief Municipal Officer/ Town officer who carries out operations as per Sindh Local Government Act, 2013.

The functions of Local Councils are summarized below:

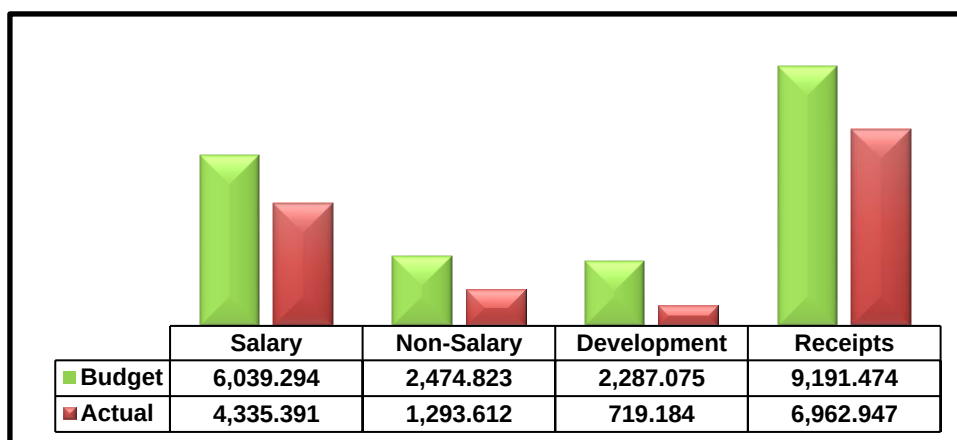
- i. Prepare development plans for the Town including plans for land use, zoning and functions for which Municipal Corporation/Committees is responsible.
- ii. Exercise control over land use, land subdivision, land development and zoning by public and private sectors for any purpose, including agriculture, industry, commerce markets, shopping and other employment centers, residential, recreation, parks, entertainment, passenger and transport freight and transit stations.
- iii. Enforce all municipal laws, rules and bye-laws governing Municipal Corporation/Committees functioning.
- iv. Prepare budget, long term and annual municipal development programs in collaboration with the Union Councils.
- v. Collect approved taxes, cess, user fees, rates, rents, tolls, charges, fines and penalties.
- vi. Manage properties, assets and funds vested in the Municipal Corporation/Committees.
- vii. Develop and manage schemes, including site development in collaboration with Union Administration.
- viii. Issue notice for committing any municipal offence by any person and initiate legal proceedings for commission of such offence or failure to comply with the directions contained in such notice.
- ix. Prosecute, sue and follow up criminal, civil and recovery proceedings against violators of Municipal Laws in the courts of competent jurisdiction.
- x. Maintain municipal records and archives.

8.2 Comments on Budget and Accounts (Variance Analysis)

[Rs. in Million]

Shaheed Benazirabad Division	Head of Accounts	Budget	Actual	Excess (+) Savings (-)
	Salary	6,039.294	4,335.391	-1,703.903
	Non-Salary	2,474.823	1,293.612	-1,181.211
	Development	2,287.075	719.184	-1,567.891
	Total Expenditure	10,801.192	6,348.187	-4,453.005
	Receipts	9,191.474	6,962.947	-2,228.528

Source: Budget Book



The budgeted expenditure of Local Councils of Shaheed Benazirabad Division for the financial year 2023-24 was Rs 10,801.192 million, against which the actual expenditure was Rs 6,348.187 million, resulting in saving of Rs 4,453.005 million. The management of Local Councils were unable to realize the receipts' targets resulting in shortfall of Rs 2,228.528 million.

Table-: Audit Profile of Shaheed Benazirabad Division

[Rs. in Million]

Sr.	Description	Formations		Financial Year 2023-2024	
		Planned	Audited	Expenditure Audited	Revenue / Receipts Audited
1.	Formations	36	21	6,348.187	6,962.947
2.	Assignment Accounts, SDAs (excluding FAP)	-	-	-	-
3.	Authorities/Autonomous Bodies under the PAO	-	-	-	-
4.	Foreign Aided Projects (FAP)	-	-	-	-

8.3 Classified Summary of Audit Observations

Audit observations amounting to Rs 2,048.598 million were raised in this report during the current audit of Shaheed Benazirabad Division. The amount also includes recoveries of Rs 356.464 million as pointed out by Audit. Summary of the audit observations classified by nature is as under:

Table: Overview of Audit Observations:

[Rs. in Million]

Sr. No.	Classification	Amount
1	Procurement related irregularities	1,298.172
2	Recoveries related irregularities	356.464
3	Other issues • Less realization of targeted receipts - Rs 241.011 million • Non-maintenance of stock registers - Rs 36.899 million • Unauthorized creation of liability - Rs 94.729 million • Unauthorized utilization of public funds - Rs 21.323 million	393.962
4	HR/Employees related irregularities	-
5	Non-Production of Record	-
Total		2,048.598

8.4 Brief Comments on the Status of Compliance with PAC Directives

The audit reports pertaining to following years have been laid before the Provincial Assembly of Sindh under Section 116 of the Sindh Local Government Act, 2013. Detail of paras presented in PAC meetings is reflected hereunder:

Audit Year	No. of Paras	Status of Paras Discussed in PAC Meetings
2012-13	20	2 – Partial
2013-14	6	1 – Partial
2014-15	25	-Nil-
2015-16	20	-Nil-
2016-17	27	-Nil-
2017-18	32	-Nil-
2018-19	27	-Nil-
2019-20	59	-Nil-
2020-21	11	-Nil-
2021-22	12	-Nil-
2022-23	30	-Nil-
2023-24	31	-Nil-

8.5 Audit Paras

8.5.1 Value for money and service delivery issues

8.5.1.1 Non-functioning of Dispensaries

Clause-6, Part-II, Schedule-II of Sindh Local Government Act 2013, stipulates that:

- i. A Corporation, Municipal Committee or Town Committee may, and if so required by Government shall, establish and maintain such number of hospitals and dispensaries as may be necessary for the medical relief of the inhabitants of the Local Area and the people visiting it.
- ii. Every hospital and dispensary maintained by a Council shall be managed and administered in such manner as may be prescribed.
- iii. Subject to any directions that may be given in this behalf by Government, every hospital and dispensary maintained by a Corporation, Municipal Committee or Town Committee shall be provided with such drugs, medicines, instruments, apparatus, appliances, equipment and furniture in accordance with such scale and standard as may be prescribed.

During the audit of Municipal Committee, Tando Adam, Shaheed Benazirabad Division, for the financial year 2023-24, it was observed that 02 Dispensaries and 01 Municipal Vaccination Centre was non-functional since two to three years and the management did not take serious efforts to make them operational. Resultantly, the general public was deprived of basic health facilities. Detail is as follows.

Sr. No.	Name of Dispensary	No of Medical Staff	AIR Para	Status
1	Municipal Male Dispensary	3	11	Non-Functional
2		2		
3	Municipal Vaccination Centre	2		

Audit was of the view that non-functioning of dispensaries/vaccination centre since long indicated lethargic attitude of management towards service delivery.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends that the management should take steps to make the dispensaries/vaccination centre functional on priority basis.

8.5.2 Procurement related irregularities

8.5.2.1 Splitting up of expenditure to avoid open tender - Rs 160.762 million

As per Rule 12(1), Part-II of Sindh Public Procurement Rules, 2010, “Save as otherwise provided and subject to the regulations made by the Authority, a procuring agency shall prepare, in accordance with Rule 11 above, all proposed procurements for each financial year and shall proceed accordingly without any splitting or regrouping of the procurements already grouped, allocated and scheduled in the Procurement Plan.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an expenditure of Rs 160.762 million through quotations by splitting the procurements which resulted into non-achievement of competitive rates, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Town Committee, Kazi Ahmed	1	2022-23	1.040
2	Municipal Committee, Sinjhor	2		5.112
3	Town Committee, Jatia	1		7.064
4	Town Committee, Shahpur Chakar	2		0.983
5	Town Committee, Tharu Shah	3		11.266
6	Chief Officer District Council Sanghar	10	2023-24	3.387
7		8		8.640
8		9		14.817
9	MC Shaheed Benazirabad	4		7.765
10		2		6.788
11	Municipal Committee Sanghar	3		4.716
12		2		5.335
13	Municipal Committee Tando Adam	6		4.829
14	Municipal Committee Shahdadpur	2		4.713

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
15	Municipal Committee Moro	4		2.799
16	Town Committee Mehrabpur	8		71.508
Total				160.762

Audit was of the view that incurrence of expenditure through splitting the procurements was violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management from March to May and October to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20, 2018-19 and 2017-18 vide para numbers 8.5.3.1, 8.5.3.2, 8.5.3.2, 8.5.3.1, 5.2.3.38, 6.2.2.12 and 6.2.3.15 having financial impact of Rs 103.542 million, Rs 66.618 million, Rs 70.237 million, Rs 64.002 million, Rs 24.144 million, Rs 39.451 million and Rs 37.438 million respectively. Recurrence of same irregularity is matter of serious concern.

8.5.2.2 Non-publication of tenders in print media - Rs 307.566 million

Rule 16 (1) (2) and 17(1)(2), Part-II of Sindh Public Procurement Rules, 2010, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority's website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of District Council, Shaheed Benazirabad of Shaheed Benazirabad Division, for the financial year 2023-24, it was observed that the management awarded various works of Rs 307.566 million to different contractors without publication of tenders in print media, as detail below:

[Rs. in Million]

[Rs. in Million]				
Sr. No.	Description	No. of Schemes	AIR Para	Amount
1	NIT No. DE/DC/SBA/667 of 2023 dated 11-08-2023	66	2	115.991
2	NIT No. DE/DC/SBA/884 of 2024 dated 28-02-2024	77		191.575
Total				307.566

Audit was of the view that non-publication of tender in print media resulted into non-obtaining of competitive rates in violation of rules which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 8.5.3.6 having financial impact of Rs 20.327 million. Recurrence of same irregularity is matter of serious concern.

8.5.2.3 Irregular utilization of sanitation funds through quotations Rs 200.905 million

According to Rule 11(1), Part-II of Sindh Public Procurement Rules 2010, “All procuring agencies shall devise a mechanism for planning in detail for all proposed procurements, determining the requirement of the procuring agency, within its available resources, and prepare an annual or a longer-term rolling plan, detailing the procurement methods applicable for specific procurements”.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II *ibid*, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial years 2021-22 to 2023-24, it was observed that the management incurred an expenditure of Rs 200.905 million on various sanitation works (hiring of labour for

cleaning/sweeping of streets, roads and desilting of drain/nallahs, removing of garbage & debris, purchase of crude oil & lime for sanitation work and dewatering) through quotations by keeping each transaction below Rs 300,000/- and Rs 500,000/- to avoid open competitive bidding, whereas the work of sanitation being a mandatory function of the Council was foreseen prior to commencement of financial year at the time of budget preparation/approval, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Town Committee, Berani, Sanghar	2,4	2021-23	8.685
2	Town Committee, Shahpur Chakar, Sanghar	1	2022-23	2.275
3	Municipal Committee Sanghar	4	2023-24	14.795
4	Municipal Committee Tando Adam	4		29.979
5	Municipal Committee Khipro	5		9.698
6	Municipal Committee Shahdadpur	5		9.706
7	Town Committee Mehrabpur	5		64.462
8		19		19.159
9	Town Committee Kandiaro	7		2.972
10	Town Committee Sakrand	3		39.174
Total				200.905

Audit was of the view that incurrence of expenditure through quotations without obtaining competitive rates was violation of Sindh Public Procurement Rules which indicated weak internal controls.

The matter was reported to the management during May and November, 2024. The management of Town Committee, Berani replied that the expenditure was made as per existing rules for providing essential sanitation facilities in the best interest to the public of Berani Town and complaints were readdressed accordingly. Reply was not tenable as no documentary evidence in support of reply was provided, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23 and 2021-22 vide para numbers 8.5.3.2, 8.5.3.3 and 8.5.3.1 having financial impact of Rs 76.358 million, Rs 61.807 million and Rs 156.611 million respectively. Recurrence of same irregularity is matter of serious concern.

8.5.2.4 Execution of development works through quotations instead of NIT Rs 69.214 million

According to the instructions issued by the Local Government Department, Government of Sindh vide letter No.SOI/LG/MICS/10-7/2013 dated 07-01-2014, “No development work on quotation should be carried-out. All development works be carried-out through NIT”.

Further, Rule 16 (1) (2) and 17(1)(2), Part-II of Sindh Public Procurement Rules 2010, stipulate that the procurements over three hundred thousand rupees upto two million rupees and five hundred thousand rupees upto three million rupees as amended in 2019 and 2023 respectively shall be advertised by timely notifications on the Authority’s website and may in print media in the manner and format prescribed in these rules. The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an expenditure of Rs 69.214 million on development works through quotations instead of inviting open tenders in violation of government instructions, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Town Committee, Kazi Ahmed	2	2022-23	1.529
2	Town Committee, Daur	1		1.957
3	Town Committee, Shahpur Chakar	3		2.846
4	Chief Officer District Council Sanghar	6	2023-24	44.268
5	MC Shaheed Benazirabad	2		6.017
6	Municipal Committee Khipro	3		12.597
Total				69.214

Audit was of the view that execution of development works through quotation in violation of government instructions was irregular which indicated weak internal controls.

The matter was reported to the management from March to May and October-November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-06-2024, followed by reminders dated 02-07-2024, 25-07-2024 and 27-09-2024.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22 and 2019-20 vide para numbers 8.5.3.5, 8.5.3.7, 8.5.3.3 and

5.2.3.30 having financial impact of Rs 32.250 million, Rs 8.267 million, Rs 13.004 million and Rs 22.131 million respectively. Recurrence of same irregularity is matter of serious concern.

8.5.2.5 Irregular award of auctions without execution of contract agreements Rs 45.234 million

Rule 13(1), Chapter-III of Sindh Local Councils (Auctioning of Collection Rights) Rules, 2016 stipulates that as soon as the confirmation from the Council about the acceptance of bid or offer is received, the Local Council administration shall communicate the acceptance of bid or offer to the contractor immediately by a letter through special messenger at his address provided by him at the time of participation in auction and direct him to enter into written agreement and fulfil his obligations in accordance with the terms and conditions of contract.

Further, according to Schedule of prescribed Stamp Duties in Stamp Act, 1899 as amended vide Stamp (Sindh Amendment) Ordinance, 2002 & Sindh Finance Act, 2009, notified vide No. PAS/Legis-B10/2009, dated 08-07-2009 and published in the Sindh Government Gazette on 09-07-2009, “the rate of proper Stamp Duty is thirty-five paisa for every hundred rupees of the amount of the contract”.

During the audit of Town Committee, Daur of Shaheed Benazirabad Division, for the financial year 2022-23, it was observed that the management awarded contracts of cattle piri, katchi piri and Sign board collection rights amounting to Rs 45.234 million without execution of contract agreements. Further, government also sustained loss of Rs 0.158 million on account of stamp duty. Detail is as under:

[Rs. in Million]						
Sr. No.	Description of Contracts	Name of Contractors	W.O No. & Date	AIR Para	Contract cost	Stamp Duty Due (35 Paisa/100)
1	Cattle Pirri	Mr. Bhawal Khan s/o Allauddin	835 14-06-22	7	44.488	0.156
2	Katchi Pirri	M/S Syed Akmal Abbas Construction	834 14-06-22		0.412	0.001
3	Sign Board	Mr. Akhtar Ali s/o Lal Muhammad	836 14-06-22		0.334	0.001
Total					45.234	0.158

Audit was of the view that award of fee collection rights without execution of contract agreements was irregular which indicated poor financial management and weak internal controls.

The matter was reported to the management in May 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-06-2024, followed by reminders dated 02-07-2024, 25-07-2024 and 27-09-2024.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 8.5.3.10 having financial impact of Rs 6.740 million. Recurrence of same irregularity is matter of serious concern.

8.5.2.6 Irregular expenditure on earth filling without estimates and deduction of shrinkage charges - Rs 39.188 million

Rule-109 of Sindh Local Council (Accounts) Rules 1983, stipulates that no works shall be commenced unless administrative approval by competent authority is given and properly detailed design and estimate has been sanctioned, allotment of funds made, and order for its commencement are issued by competent authority.

Further, Para-02 of letter No.RO(LG)/MISC/4(23)/2020 dated: 23rd August, 2023 issued by Local Government & Housing Town Planning Department, Government of Sindh, states that all councils are hereby directed to make expenditure only on (a) Salary/Pension of employees (b) Utility Bills (c) POL. Further, Para-03 *ibid*, states that any other expenditure to be incurred out of available Budget shall be strictly made on relief/rehabilitation of flood prone areas with the consultation/direction of the Deputy Commissioner concerned in writing.

Furthermore, as Per Sr. No.8, Para (2) of Introduction to the Schedule Rates (Composite) For finished items of works, 2012, “Deduction for shrinkage, from the bank measurements: To unify the various formulae now being followed in different parts of the province and to standardize instructions on the subject, the following allowances should be provided for: (b) Deduction for settlement from the bank measurement when the earth work is done by machine. (Tractor, Scrapers etc.... 5%)”.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an expenditure of Rs 39.188 million on earth filling works without preparation of estimates. Further, Town Committee, Daur did not deduct 5% shrinkage charges amounting to Rs 0.081 million from the bills of contractors, as detailed below:

[Rs. in Million]

Sr. No.	Name of Offices	F. Y.	AIR Para	Amount	Shrinkage Charges @ 5%
1	Town Committee, Daur	2022-23	2	1.627	0.081
2	District Council, Sanghar	2023-24	2	37.561	-
Total				39.188	0.081

Following irregularities were also noticed at District Council, Sanghar:

- i. Satisfactory completion reports endorsed by Deputy Commissioner concerned was also not available in the record to validate the executed works.
- ii. Payments were made to contractors on completion certificates without signature of District Engineer.
- iii. Estimates / technical sanction were without signature of District Engineer.
- iv. Notice inviting quotation were also without signature of District Engineer.

Audit was of the view that incurrence of expenditure on earth filling without preparation of estimates and deduction of shrinkage charges reflected poor internal controls.

The matter was reported to the management during March and October, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault for incurring expenditure on earth filling without supporting record, besides taking remedial measures.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22 and 2019-20 vide para numbers 8.5.3.11, 8.5.3.12, 5.2.3.33 and 5.2.3.42 having financial impact of Rs 10.762 million, Rs 1.564 million, Rs 10.016 million and Rs 4.314 million respectively. Recurrence of same irregularity is matter of serious concern.

8.5.2.7 Irregular procurement without constituting committees - Rs 109.345 million

According to Rule-7, Part-I of Sindh Public Procurement Rules 2010, “The procuring agency shall, with approval of its Head of the Department, constitute as many procuring committees, as it deems fit, each comprising odd number of persons and headed by a gazetted officer not below the rank of BS-18, or if not available, the officer of the

highest grade, and shall ensure that at least one third of the members of a procurement committee are from the agencies or departments other than the procuring agency”.

Further, according to of Government of Sindh Circular No.SO(C-IV)SGA&CD/4-13/6 dated 20th April, 2017, procuring agency is required to constitute procurement committees and complaint redressal committees comprising the officers/officials who have completed procurement certification course in terms.

During the audit of District Council, Naushahro Feroze, Shaheed Benazirabad Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 109.345 million on various procurements without constitution of procurement committee and complaint redressal committee.

Audit was of the view that incurrence of expenditure on various procurements without constitution of committees was violation of rules which indicated weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2019-20 vide para numbers 8.5.3.7 and 5.2.3.9 having financial impact of Rs 18.595 million and Rs 851.450 million respectively. Recurrence of same irregularity is matter of serious concern.

[AIR Para: 7]

8.5.2.8 Irregular expenditure on de-silting and disposal of garbage Rs 147.806 million

Section 116 (07), Chapter-XII of the Sindh Local Government Act, 2013, states that every Member or Employee of a Council and every person, charged with the administration of the affairs of a Council, or acting on behalf of a Council shall be personally liable for the loss, waste, misapplication or unauthorized application of any moneys or property belonging to the Council which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by the Government in the prescribed manner.

Schedule-II (Section 72-3) Part-II Compulsory Function of Sindh Local Government Act-2013, stipulates that a Corporation, Municipal Committee or Town Committee shall make adequate arrangements for the removal of refuse from all public streets, public latrines, urinals, drains and all buildings and lands vested in the Council concerned and for the collection and proper disposal of such refuse.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial years 2022-23 and 2023-24, it was observed that the management incurred an expenditure of Rs 147.806 million on various works, e.g., supplies, repair & maintenance, de-silting, disposal of silt clearance of drain and nallahs, lifting of garbage and removal of debris etc., from limits of councils, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	F.Y.	Amount
1	Town Committee, Kazi Ahmed	9	2022-23	1.708
2	Town Committee, Daur	8		0.572
3	Town Committee, Shahpur Chakar	4		1.369
4	Town Committee, Jatia	2		9.624
5	Chief Officer District Council Sanghar	3	2023-24	31.865
6	MC Shaheed Benazirabad	3		7.054
7	Town Committee Sakrand	4		8.212
8	Town Committee Mehrabpur	15		87.402
Total				147.806

Following short comings were noticed:

- i. Works of garbage lifting were outsourced instead of utilization of own staff, vehicles and machinery.
- ii. Estimation for de-silting works was not prepared and measurement was also not recorded in the measurement books.
- iii. Rates were not evaluated by procurement committee.
- iv. Record of daily quantity of garbage lifted and disposed-off at dumping site(s) was not maintained to ensure check and balance before making payment to the contractors.
- v. Supervision of works by sanitation incharge and certificate for satisfactory completion of work was not recorded.
- vi. Sindh Sales Tax and National Tax Numbers were not mentioned on the invoices/quotation.
- vii. Expenditure was incurred through quotations instead of inviting open tenders without valid procurement committee, in violation of SPPRA Rule.

- viii. Starting and ending point of locations for waste collection & disposal were not identified

Audit was of the view that incurrence of expenditure on collection, removal and disposal of silt and garbage without maintaining supporting record indicated poor management and weak internal controls.

The matter was reported to the management from March to May and October to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 8.5.5.1 having financial impact of Rs 25.752 million. Recurrence of same irregularity is matter of serious concern.

8.5.2.9 Irregular procurement of electrical material - Rs 19.595 million

Rule 48 of Electricity Rules, 1937, states that all Government and Semi Government departments are bound to award contracts of electrical installation works to the contractors holding valid government electrical contractor license.

Further, S.No.(18) of Schedule of Rule 5(1) of Sindh Local Councils (Property) Rules 2017, requires that register of street light points and lamp posts in Form P-XVIII shall be maintained.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 19.595 million on the procurement of electrical material, as detailed below:

[Rs. in Million]			
Sr. No.	Name of Offices	AIR Para	Amount
1	Chief Officer District Council Sanghar	15	5.701
2		9	6.821
3	Municipal Committee Sanghar	7	2.752
4	Municipal Committee Tando Adam	7	2.797
5	Town Committee Kandiaro	9	1.524
Total			19.595

Following irregularities were noticed:

- i. The electrical works were awarded to contractors not holding valid Electrical Contractor License.
- ii. Purchases were made on quotation basis by splitting up procurements.
- iii. Location for installation of purchased electric material was not recorded.
- iv. Inspection of street lights material was not carried out.
- v. Warranty cards of LED lights, saver bulbs and other lights were not available.
- vi. Neither the purchased material was accounted for in the stock register nor issuance of the material was recorded.
- vii. Inventory of replaced articles was not available.

Audit was of the view that procurement of electrical material without observing codal requirements was irregular and indicated weak internal controls.

The matter was reported to the management during October and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

8.5.2.10 Unjustified expenditure on dewatering - Rs 13.372 million

According to Section 116(7) of Sindh Local Government Act 2013, “Every member or Employee of a Council and every person, charged with the administration of the affairs of a council, or acting on behalf of Council shall be personally liable for the loss, waste, misapplication or un authorized application of any moneys or property belonging to the Councils which is a direct consequence of his negligence or misconduct, and the liability of such member, employee or person shall be determined by Government in the prescribed manner”.

During the audit of Town Committee, Mehrabpur, Shaheed Benazirabad Division, for the financial year 2023-24, it was observed that the management paid an amount of Rs 13.372 million to contractors for hiring dewatering machines used to dispose of rainwater, as detailed below:

[Rs. in Million]

Rs. in Million

Sr. No.	Particulars	AIR Para	Amount
1	Dewatering Charges – July 2023	18	0.488
2	Dewatering Charges– August 2023		1.213
3	Dewatering Charges– September 2023		1.686
4	Dewatering Charges– October 2023		1.418
5	Dewatering Charges– November 2023		1.185
6	Dewatering Charges– December 2023		1.188
7	Dewatering Charges– January 2024		0.794
8	Dewatering Charges– February 2024		0.399
9	Dewatering Charges – March 2024		0.391
10	Dewatering Charges– April 2024		2.378
11	Dewatering Charges– May 2024		0.827
12	Dewatering Charges– June 2024		1.405
Total			13.372

Following irregularities were noted:

- i. Funds were utilized for dewatering activities without an official declaration of a rain emergency by the competent authority for the said works.
- ii. Funds were utilized on a monthly basis throughout the whole year without clear identification of the sites requiring dewatering. In the absence of precise information on the locations, it remains unclear whether these funds were genuinely needed or appropriately used.
- iii. The expenditure records showed identical timings for dewatering activities at different sites, raising significant doubts about their authenticity.
- iv. Contractors submitted their bills before completing the assigned dewatering tasks. This premature billing indicated a lack of oversight and control over the dewatering operations, suggesting possible mismanagement or deliberate manipulation.

The audit was of the view that the payment on account of hiring machinery throughout the year for dewatering without following codal formalities was unjustified. Further, misuse of public funds couldn't be overruled.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

The recommends inquiry into the matter.

8.5.2.11 Award of works without execution of contract agreements Rs 185.185 million

According to Regulation for Procurement of Works, SPPRA Notification No.Dir(A&F)/SPPRA/Bod/12-13/9316 dated 22nd March, 2013, Para No. 7.12.3 Contract Agreement “The contract document confirms in writing the contract which has been agreed and formed between the procuring agency and the contractor. The authorized signatory for the procuring agency should sign all copies of the contract within 28 days of receipt of the letter of acceptance, send the all copies of the contract to the bidder, with a covering letter or contractor shall attend the offices of the procurement agency for the purpose of signing the agreement duly stamped at the rate of 35 Paisa/100 rupees of the contract value (as amended and updated by the Government from time to time and which shall be borne by the contractor). Failure to sign the agreement shall lead to cancellation of the award and forfeiture of the bid security.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial year 2023-24, it was observed that the management awarded works of Rs 185.185 million without executing contract agreements with the contractors. Further, government also sustained loss of Rs 0.648 million on account of stamp duty, as detailed below:

[Rs.in Million]				
Sr. No.	Name of Office	AIR Para	Amount	Stamp duty 0.35%
1	CODC Naushahro Feroze	8	140.000	0.490
2	CODC Shaheed Benazirabad	3	45.185	0.158
Total			185.185	0.648

Audit was of the view that non-execution of contract agreements was violation of the rules. The government also sustained loss of revenue in the shape of stamp duty which indicated poor financial management and weak internal controls.

The matter was reported to the management during October and November, 2024, but no replies were received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24 and 2019-20 vide para numbers 8.5.3.4 and 5.2.3.13 having financial impact of

Rs 37.215 million and 130.623 million respectively. Recurrence of same irregularity is matter of serious concern.

8.5.3 Recoveries related issues

8.5.3.1 Non-deposit of taxes into public exchequer - Rs 41.423 million

Section 160 of Income Tax Ordinance, 2001, as amended vide Finance Act 2002, stipulates that any tax that has been collected or purported shall be paid to the Commissioner by the person making the collection or deduction within the time and in the manner as may be prescribed.

Further, as per Rule 41(a), Chapter-3 of Sindh Financial Rules Volume-1, “The departmental controlling officers should see that all sums due to Government are regularly received and checked against demands and that they are paid into the treasury”.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial years 2021-22 to 2023-24, it was observed that the management deducted an amount of Rs 41.423 million on account of income tax, general sales tax and Sindh sales tax on services from the bills of contractors/suppliers but failed to deposit the same into public exchequer, as detailed below:

[Rs. in Million]

Sr. No.	Name of Offices	F.Y.	AIR Para	IT	GST	SST	Total Taxes
1	Town Committee, Berani	2021-23	8	0.637	1.070	1.637	3.344
2	Town Committee, Kazi Ahmed	2022-23	6	-	-	0.123	0.123
3	Town Committee, Daur		5	-	-	0.246	0.246
4	Town Committee, Naushahro Feroze		6	0.180	-	-	0.180
5	Town Committee, Tharu Shah		4	0.880	-	1.246	2.126
6	Municipal Committee, Sinjhor		3	0.684	-	0.506	1.190
7	CODC Naushahro Feroze	2023-24	11	0.883	-	0.787	1.670
8	MC Shaheed Benazirabad		5	1.176	-	0.742	1.918
9	Municipal Committee Tando Adam		5	-	1.311	-	1.311
10	Municipal Committee Shahdadpur		6	-	1.049	-	1.049
11	Municipal Committee Moro		5	0.290	-	0.387	0.677

[Rs. in Million]

Sr. No.	Name of Offices	F.Y.	AIR Para	IT	GST	SST	Total Taxes
12	Municipal Committee Khipro		4	-	1.351	-	1.351
13	Town Committee Bhiria City		4	0.409	-	-	0.409
14	Town Committee Mehrabpur		6	10.952	3.305	10.078	24.335
15	Town Committee Kandiaro		8	0.747	-	0.747	1.494
Total				16.838	8.086	16.499	41.423

Audit was of the view that non-deposit of collected taxes into public exchequer indicated poor financial management and weak internal controls.

The matter was reported to the management through AIR from March to May and October to December, 2024 and also reported as a critical issue in respect of Town Committee, Mehrabpur vide DO letter to PAO in November 2024. The management of Town Committee, Berani replied that taxes are being deposited. Reply was not tenable as no documentary evidence in support of reply was provided. The management of Town Committee, Bhiria City replied that income tax amounting to Rs 430,438/- has been paid vide cheque No: 48819272 dated 11-11-2024 to the income tax department and provided copy of cheque. Reply was not tenable as the management failed to provide CPR of the deposited amount alongwith name of work/contractor and period as pointed out by audit, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends depositing of the amount of deducted taxes into public exchequer, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2018-19 and 2017-18 vide para numbers 8.5.4.2, 8.5.4.3, 8.5.4.2, 8.5.1.2, 6.2.2.10 and 6.2.3.4 having financial impact of Rs 47.918 million, Rs 36.951 million, Rs 33.707 million, Rs 26.579 million, Rs 41.341 million and Rs 1.363 million respectively. Recurrence of same irregularity is matter of serious concern.

8.5.3.2 Non-deduction of government taxes - Rs 13.047 million

Section 8(1) of Sindh Sales Tax on Services Act 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

Further, Section 153 of Income Tax Ordinance, 2001 read with Income Tax Rules 2002, stipulates that the payment on account of supply of goods and rendering of services are subject to deduction of income tax at source at the rate specified.

Furthermore, according to Section 3(1) of Sales Tax Act 1990, as amended 14th February, 2023, “There shall be charged, levied and paid a tax known as sales tax at the rate of 18% [eighteen] of the value of (a) taxable supplies made by a registered person in the course or furtherance of any 1[taxable activity] carried on by him; and (b) goods imported into Pakistan”.

Moreover, Section 149 of Finance Act, 2023 amended up to June 30, 2023 states that every person responsible for paying salary to an employee shall deduct tax from the amount paid at the specified rate.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial years 2021-22 to 2023-24, it was observed that the management did not deduct income tax, general sales tax and Sindh sales tax on services amounting to Rs 13.047 million from the payments made to contractors/suppliers/employees, as detailed below:

[Rs. in Million]							
Sr. No.	Name of Office	F.Y.	AIR Para	IT	GST	SST	Total Taxes
1	Town Committee, Berani	2021-23	7,9	0.987	-	0.858	1.845
2	Town Committee, Kazi Ahmed	2022-23	4,5	0.236	-	0.245	0.481
3	Town Committee, Daur		3,4	0.912	-	4.523	5.435
4	Town Committee, Naushahro Feroze		7,8	-	0.09	0.138	0.228
5	Town Committee, Tharu Shah		5	0.413	-	-	0.413
6	Town Committee, Jatia		3,4	0.219	1.539	-	1.758
7	Town Committee, Shahpur Chakar		5	0.113	-	-	0.113
8	Municipal Committee Tando Adam	2023-24	9	-	-	1.596	1.596
9	Municipal Committee Sanghar		5	-	0.974	-	0.974
10	Town Committee Mehrabpur		16	0.204	-	-	0.204
Total				3.084	2.603	7.360	13.047

Audit was of the view that non-deduction of taxes was loss to public exchequer which reflected weak financial and internal controls.

The matter was reported to the management from March to May, 2024 and October and November, 2024. The management of Town Committee Berani replied that all required taxes were deducted as per existing government orders and there was no less recovery of taxes. Reply was not tenable as management did not provide documentary evidence in support of reply, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends recovery of taxes, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20, 2018-19 and 2017-18 vide para numbers 8.5.4.3, 8.5.4.4, 8.5.4.5, 8.5.2.2, 5.2.3.2-3-4, 6.2.2.1 and 6.2.3.3 having financial impact of Rs 14.224 million, Rs 17.981 million, Rs 2.591 million, Rs 14.043 million, Rs 37.116 million, Rs 13.240 million and Rs 4.507 million respectively. Recurrence of same irregularity is matter of serious concern.

8.5.3.3 Non-recovery of outstanding dues - Rs 301.010 million

As per Section 100 (2), Chapter-X of Sindh Local Government Act 2013, “All arrears of taxes, rates, tolls and fees and other moneys claimable by a Council under this Act shall be recoverable as arrears of land revenue through Government agency or by the Council authorized by Government for such recovery through such employees or class of employees of the Council as may be prescribed”.

Further, Section 41(a), Chapter-3 of Sindh Financial Rules Volume-1, stipulates that the departmental controlling officer should see that all sums due to Government are regularly received and checked against demands and that they are paid into treasury, claiming credit for so much paid into the treasury and compare with the figures in the statements supplied by the comptroller.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial years 2022-23 and 2023-24, it was observed that the management did not recover the outstanding dues amounting to Rs 301.010 million on account of rent of shops,

water charges, Guttar/Nali tax, parking fees, cattle piri, pakka piri, cesspool / drainage, leases, and other property fee from defaulters, as detailed below:

				[Rs.in Million]
Sr. No.	Name of Office	F.Y.	AIR Para	Outstanding dues
1	Town Committee, Daur	2022-23	6	26.109
2	Municipal Committee, Sinjhor		8	0.588
3	Town Committee, Shahpur Chakar		6	2.703
4	Town Committee, Naushahro Feroze		5	1.011
5	Town Committee Tharu Shah		6	0.364
6	Chief Officer District Council Sanghar	2023-24	13	123.008
7	MC Shaheed Benazirabad		8	133.963
8	Municipal Committee Shahdadpur		7	6.800
9	Municipal Committee Moro		9	2.918
10	Town Committee Sakrand		6	3.546
Total				301.010

Audit was of the view that non-recovery of outstanding dues indicated poor financial management.

The matter was reported to the management from March to May and October to December, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends recovery of outstanding dues, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20, 2018-19 and 2017-18 vide para numbers 8.5.4.1, 8.5.4.2, 8.5.4.4, 8.5.2.1, 5.2.3.1, 6.2.2.2 and 6.2.3.1 having financial impact of Rs 197.198 million, Rs 113.894 million, Rs 18.258 million, Rs 43.345 million, Rs 164.835 million, Rs 8.742 million and Rs 60.347 million respectively. Recurrence of same irregularity is matter of serious concern.

8.5.3.4 Less-deduction of government taxes - Rs 0.984 million

Section 153 of Income Tax Ordinance, 2001, amended upto 30th June, 2023, stipulates that the payments for goods, service and contracts are subject to deduction of income tax at source at the rate specified.

Further, according to Section 3(1) of Sales Tax Act 1990, as amended 14th February, 2023, “There shall be charged, levied and paid a tax known as sales tax at the rate of 18% [eighteen] of the value of (a) taxable supplies made by a registered person in the course or furtherance of any 1[taxable activity] carried on by him; and (b) goods imported into Pakistan”.

Furthermore, Section 8(1) of Sindh Sales Tax on Services Act 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial year 2023-24, it was observed that the management less deducted income tax, general sales tax and Sindh sales tax on services amounting to Rs 0.984 million from the payments made to contractors/suppliers, as detailed below:

[Rs. in Million]						
Sr. No.	Name of Office	AIR Para	IT	GST	SST	Total Taxes
1	Town Committee Mehrabpur	7	0.147	0.082	-	0.229
2	Town Committee Sakrand	7	-	-	0.755	0.755
Total			0.147	0.082	0.755	0.984

Audit was of the view that less deduction of taxes was loss to public exchequer which reflected poor financial management and weak internal controls.

The matter was reported to the management during October and November, 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends recovery of taxes, besides fixing responsibility on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 8.5.4.4 having financial impact of Rs 6.999 million. Recurrence of same irregularity is matter of serious concern.

8.5.4 Other issues

8.5.4.1 Less realization of targeted receipts - Rs 241.011 million

Section 100 (1) of Sindh Local Government Act 2013, states that unless otherwise provided, all taxes, rates, tolls and fees levied under this act shall be collected in the

prescribed manner by the persons authorized for such collection: provided that where any tax, rate, toll or fee levied by a Council is also levied by Government, such tax, rate, toll or fee shall be collected with Government tax, and the proceeds thereof be credited to the local fund of the Council.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial years 2022-23 and 2023-24, it was observed that the management did not take appropriate measures to realize revenue targets of Rs 241.011 million from various heads, i.e., Rent of shops/canteen/property, parking fee, cattle piri/ animal tax, drainage Tax/ Cesspool, slaughter fee, katcha piri fee, certificate fee, advertisement, road cutting, water supply charges, etc., as detailed below:

[Rs.in Million]						
Sr. No.	Name of offices	F.Y.	AIR Para	Targeted Receipts	Recovery Effected	Shortfall
1	Municipal Committee, Sinjhora	2022-23	7	4.040	1.358	2.681
2	Town Committee, Jatia		5	1.460	-	1.460
3	Town Committee, Naushahro Feroze		12	3.800	2.501	1.300
4	Town Committee, Tharu Shah		10	1.900	1.043	0.857
5	CODC Naushahro Feroze	2023-24	12	8.600	1.349	7.251
6	CODC Shaheed Benazirabad		6	4.350	2.763	1.587
7	MC Shaheed Benazirabad		7	32.111	17.813	14.298
8	Municipal Committee Sanghar		6	46.827	2.936	43.891
9	Municipal Committee Tando Adam		2	17.490	11.375	6.115
10	Municipal Committee Shahdadpur		3	170.786	22.354	148.431
11	Municipal Committee Moro		8	15.204	7.198	8.006
12	Town Committee Mehrabpur		14	3.276	1.628	1.648
13	Town Committee Sakrand		9	4.400	1.551	2.849
14	Town Committee Bhiria City		6	1.298	0.661	0.637
Total				315.542	74.530	241.011

Audit was of the view that due to less-realization of revenue targets; the councils were deprived of legitimate revenue which indicated poor financial management.

The matter was reported to the management from March to May and October to December, 2024. The management of Town Committee, Bhiria City replied that the recovery of remaining revenue heads like drainage, mobile towers tax, misc: fee/rent is pending before the learned council of Town Committee, Bhiria city for further instructions. Reply was not tenable as the management failed to achieve the targeted receipts set by themselves, whereas no reply was received. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault for non-achievement of revenue targets.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2019-20, 2018-19 and 2017-18 vide para numbers 8.5.6.5, 8.5.5.2, 8.5.4.1, 5.2.3.27, 6.2.2.5 and 6.2.3.2 having financial impact of Rs 14.905 million, Rs 232.606 million, Rs 240.370 million, Rs 26.685 million, Rs 105.674 million and Rs 55.810 million respectively. Recurrence of same irregularity is matter of serious concern.

8.5.4.2 Non-maintenance of stock registers - Rs 36.899 million

According to Rule-25(1) of Sindh Local Councils (Accounts) Rules, 1983, “Every officer or servant of the Council in charge of stocks of articles or materials kept for issue other than stamps shall maintain a stock register (in Form No.16) in which shall be entered every transaction effecting such stocks and separate pages of the register shall be assigned to different classes of stocks.”

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial years 2021-22 to 2023-24, it was observed that the management incurred an expenditure of Rs 36.899 million on account of procurements of furniture, stationery, electrical items, sanitation material, wheel chairs, CC TV cameras, LED TV, etc., but failed to account for into relevant stock registers, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Offices	F.Y.	AIR Para	Amount
1	Town Committee, Berani	2021-23	5	3.956
2	Town Committee, Naushahro Feroze	2022-23	14	0.708
3	Municipal Committee, Sinjhor		9	1.818
4	Town Committee, Shahpur Chakar		8	1.785
5	CODC Shaheed Benazirabad	2023-24	7	3.186
6	MC Shaheed Benazirabad		9	11.263
7	Town Committee Mehrabpur		20	14.183
Total				36.899

Audit was of the view that non-maintenance of stock register indicated weak internal controls, besides misuse of funds as well as procured items could not be ruled out.

The matter was reported to the management from March to May and November 2024. The management of Town Committee, Berani replied that required register is prepared and completed in all respect. Reply was not tenable as no documentary evidence

is support of reply was provided, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends that stock register may be maintained on the laid down format and responsibility be fixed on the person (s) at fault.

Note: The issue was reported earlier also in the Audit Report for Audit Year 2023-24 vide para number 8.5.6.4 having financial impact of Rs 38.917 million. Recurrence of same irregularity is matter of serious concern.

8.5.4.3 Unauthorized creation of liability - Rs 94.729 million

According to Section 105(1), Chapter-XI of Sindh Local Government Act-2013, “A Council shall not incur any debt nor borrow any money or give any guaranty without prior approval of Government.” Further, as per Section 106(2) *ibid*, “The moneys credited to the Local Fund shall be applied in the order; firstly, in the payment of salaries and allowances to the employees of the Councils”.

Further, according to Finance Department, Government of Sindh, instructions issued regarding Payment of Liabilities by Local Bodies in Sindh vide letter No.FD.SO(LF-I)Misc/(171)2013 dated 13th August 2013, Para-01 “It was communicated through instructions from time to time to all Local Councils/District Councils/ defunct TMAs that the salaries and Pension of the employees is the first charge from the OZT funds released by Finance Department”.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial year 2022-23, it was observed that the management created liability amounting to Rs 94.729 million in the head of pension and financial assistance and put extra burden over council funds. Creation of liability under the heads of pension and financial assistance showed that payments were made by giving priority to the development works in violation of rules. Further, creation of liability under the head of development works showed that the management also executed development works without provision of budget/OZT release, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Office	AIR Para	Description of Liability	Amount
1	Town Committee, Naushahro Feroze	10		34.740

[Rs. in Million]

Sr. No.	Name of Office	AIR Para	Description of Liability	Amount
2	Town Committee, Tharu Shah	08	Salary, Pension, commutation, financial assistance and development	59.989
Total				94.729

Audit was of the view that creation of pension liability by giving priority to the payments of development works in violation of rules and creation of liability under the head of development works without provision of budget indicated weak financial management.

The matter was reported to the management in March 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-06-2024, followed by reminders dated 02-07-2024, 25-07-2024 and 27-09-2024.

Audit seeks justification in the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2020-21, 2019-20 and 2017-18 vide para numbers 8.5.6.2, 8.5.5.3, 8.5.4.1, 5.2.3.22 and 6.2.3.14 having financial impact of Rs 158.949 million, Rs 115.754 million, Rs 11.914 million, Rs 39.461 million and Rs 54.563 million respectively. Recurrence of same irregularity is matter of serious concern.

8.5.4.4 Non-vacation of encroached property of council

Rule 4 of Sindh Local Councils (Property) Rules, 2017, stipulates that the Officer in-charge shall; (a) take care of the property entrusted to him as a man of ordinary prudence would, under similar circumstances, take of his own property of like nature (h) have the boundaries of all lands of the Council demarcated (j) be vigilant about and check encroachments or wrongful occupation on property and in case there is any encroachment or wrongful occupation, take necessary steps for the removal thereof (k) prevent the property against nuisance, damage or misuse and (l) be responsible to the Council for any loss destruction or deterioration of the property, if such loss, destruction or deterioration has occurred because of the default.

During the audit of Town Committee, Kazi Ahmed, Shaheed Benazirabad Division, for the financial year 2022-23, it was observed that the property of the council as encroached by the private person but management failed to get the same vacated despite court order. Detail is as under:

AIR Para	Detail of property	Encroached by	Remarks
11	Taimoor Rest House & Land (1 & Half Acre), Deh Deran Taimor, NHA Kazi Ahmed	Musmat Pali w/o Saifal Chandio (Sono Khan Chandio)	Built House and Compound Wall on Council Property despite Civil Court Kazi Ahmed Order in favour of Council

Audit was of the view that non-vacation of council property from the encroacher reflected lack of interest on the part of management to safeguard government assets.

The matter was reported to the management in March 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-06-2024, followed by reminders dated 02-07-2024, 25-07-2024 and 27-09-2024.

Audit recommends vacation of council property from the encroacher on priority basis.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2021-22, 2020-21 and 2019-20 vide para numbers 8.5.5.1, 8.5.5.3 and 5.2.3.53 respectively. Recurrence of same irregularity is matter of serious concern.

8.5.4.5 Non-revision of rent of property at fair value

Section 9 (2) of Sindh Rental Premises Ordinance, 1979 stipulates that per annum allowed limit in increase of rent shall be @ 10% of the existing rent.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial year 2023-24, it was observed that the management rented out different shops and properties but did not revise rent of properties since many years, resulting into loss of legitimate revenue to the councils. The record of allotments was also not provided; hence the actual period of tenancy could not be ascertained, as detailed below:

Sr. No.	Name of offices	No. of Shops/ Properties	AIR Para
1	CODC Shaheed Benazirabad	317	9
2	MC Shaheed Benazirabad	1,128	11

Audit was of the view that non-revision of rent of properties was a loss to the councils which reflected poor financial management.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite

issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends revision of rent of shops and other properties at fair value.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21 and 2019-20 vide para numbers 8.5.6.1, 8.5.5.6, 8.5.4.3, 8.5.5.2 and 5.2.3.24 respectively. Recurrence of same irregularity is matter of serious concern.

8.5.4.6 Non-maintenance of works and security deposit register

Para 285, Chapter-X of the Central Public Works Accounts Code, states that register of works are posted monthly from work abstracts. The transactions relating to each work abstract should be posted separately and an abstract for the entire work should be prepared for comparing the cost of work and its sub-works with the provisions in the estimate.

Further, Para 401 *ibid*, stipulates that a record of the transactions relating to Public Works deposit should be maintained in the divisional office in a register. This deposit register should show, month by the month, the total receipts and adjustments and the closing balance of each separate deposit item.

During the audit of District Council, Naushahro Feroze, Shaheed Benazirabad Division, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 26.131 million on execution of different works and deducted security deposit amounting to Rs 1.898 million. However, management failed to maintain works and security deposit register, in violation of above rules. Detail is at **Annex-SBA1**.

Audit was of the view that non-maintenance of relevant registers was violation of the rules which indicated weak internal controls.

The matter was reported to the management in October 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends maintenance of relevant registers, besides fixing responsibility on the person (s) at fault.

[AIR Para: 6]

8.5.4.7 Unauthorized utilization of public funds - Rs 21.323 million

According to Rule 41 (a) of Sindh Financial Rules Volume-I, “The departmental controlling officers should see that all sums due to Government are regularly received and checked against demands and that they are paid into treasury. They should accordingly arrange to receive from their subordinates.

During the audit of Town Committee, Mehrabpur, Shaheed Benazirabad Division, for the financial year 2023-24, it was observed that the management deducted an amount of Rs 24.335 million on account of income tax, Sindh sales tax on services and general sales tax from the bills of contractors against the expenditure on non-salary items which were not deposited into the relevant head of accounts. Moreover, the bank balances at the end of financial year, i.e., 30th June 2024, was Rs 3.012 million indicating that Rs 21.323 million of the deducted taxes had been utilized by the management for other expenditure.

Audit was of the view that utilization of public funds (taxes) was violation of rules which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter and fixing responsibility on the person (s) at fault.

8.5.5 HR/Employees related irregularities

8.5.5.1 Joining of Administrator without verification of service profile

According to instructions issued by Local Government Department, Government of Sindh vide No. SOA/(LG)/3(4)/2017 dated 18.04.2017, all Councils were directed to get the orders of transfer posting verified from the Department or respective Assistant Director, Local Government and concerned Assistant Director, Local Fund Audit (ADLFA) from where the person is transferred and getting salaries.

During the audit of Town Committee, Jatia of Shaheed Benazirabad Division, for the financial year 2022-23, it was observed from the service record provided to audit that the management accepted joining of Administrator transferred from other council/office without verification of service profile, last payment certificate (LPC) from previous office,

Assistant Director, Local Fund Audit (ADLFA) concerned, in violation of above Government orders. Due to non-verification of service profile of employee, his previous service could not be verified. Detail of salary expenditure is as follows:

[Rs. in Million]			
Posted as	AIR Para	Period of Posting	Total Salary Drawn (Approx.)
Administrator	9	01-07-22 to 30-06-23	1.464

Audit was of the view that acceptance of joining of officer as Administrator without verification of service record indicated poor management and weak internal controls.

The matter was reported to the management in May 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 24-06-2024, followed by reminders dated 02-07-2024, 25-07-2024 and 27-09-2024.

Audit recommends inquiry into the matter.

8.5.6 Non-production of record

8.5.6.1 Non-production of record

Section 14 (2) and (3) of the Auditor-General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, provides as under:

- “(2) The officer in-charge of any office or department shall afford all facilities and provide record for audit inspection and comply with requests for information in as complete a form as possible and with all reasonable expedition.
- (3) Any person or authority hindering the auditorial functions of the Auditor-General regarding inspection of accounts shall be subject to disciplinary action under relevant Efficiency and Discipline Rules applicable to such person”.

During the audit of following Local Councils of Shaheed Benazirabad Division, for the financial years 2021-22 to 2023-24, it was observed that the management did not produce auditable record pertaining to establishment, development, revenue, and various registers etc. for audit scrutiny. Detail is at **Annex-SBA2**.

Sr. No.	Name of Offices	AIR Para	F.Y.
1	Town Committee, Berani,	1	2021-23
2	Town Committee, Daur	12	2022-23
3	Municipal Committee, Sinjhor	1	
4	Town Committee, Jatiā,	10	
5	Town Committee, Naushahro Feroze,	1	
6	CODC Naushahro Feroze	1	
7	Chief Officer District Council Sanghar	1	2023-24
8	CODC Shaheed Benazirabad	1	
9		4	
10	Municipal Committee Sanghar	1	
11	Municipal Committee Tando Adam	1	
12	Municipal Committee Khipro	1	
13	Municipal Committee Shahdampur	1	
14	Municipal Committee Moro	1	
15	Town Committee Kandiaro	1	
16	Town Committee Bhiria City	1	
17	Town Committee Sakrand	1	
18	Town Committee Mehrabpur	1	

Audit was of view that non-production of record was a serious lapse on the part of management which caused hindrance in performance of the functions of audit, besides, authenticity of the related transactions could not be ascertained.

The matter was reported to the management from March to May and October to December, 2024. The management of Town Committee, Berani replied that required record was produced to the audit. Reply was not tenable as the management failed to produce the requisite record. The management of Town Committee, Bhiria City has now provided the copies of few service books and personal files of employees, detail of shops rented out and Establishment Check Register (ECR), however, the management failed to produce the requisite record during the course of audit, whereas no reply was received from other offices. The PAO did not convene DAC meeting till finalization of the report despite issuance of letters dated 24-06-2024 and 27-12-2024, followed by reminders dated 02-07-2024, 25-07-2024, 27-09-2024, 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

Note: The issue was reported earlier also in the Audit Reports for Audit Years 2023-24, 2022-23, 2021-22, 2020-21, 2019-20, 2018-19 and 2017-18 vide para numbers 8.5.1.1, 8.5.1.1, 8.5.1.1, 8.5.1.1, 5.2.2.1, 6.2.1.1 and 6.2.1.1 having financial impact of Rs 171.556 million, Rs 249.611 million, Rs 195.827 million, Rs 125.275 million, Rs 259.852 million, Rs 7.000 million and Rs 588.423 million respectively. Recurrence of same irregularity is matter of serious concern.

Citizen Participatory Audit

CITIZEN PARTICIPATORY AUDIT



Citizen Participatory Audit (CPA) Report on the Project Management Unit, Malir Expressway, Karachi Audit Year 2023-24

Chapter-9: Citizen Participatory Audit

Project Management Unit (PMU), Malir Expressway, Karachi

9.1 Introduction

Project Management Unit (PMU) financed by Government of Sindh (GoS) was established in January, 2020 to ensure the execution of the project “Malir Expressway” in professional manner to achieve its timely completion as per applicable technical standards and best engineering practices.

The Malir Expressway developed by the Government of Sindh under Public & Private Partnership will be a 4-lane dualized expressway along the Malir River from Hino Chowk near KPT Flyover to Karachi–Hyderabad Motorway (M-9) near Kathore via link road. The total length of the expressway will be 39.3 km. The Malir Expressway project is being developed on a design, built, finance, operate & maintain, and transfer (DBFOT) arrangement with a concession period of 28 years, which includes 3 years of construction and 25 years of operations and maintenance. The Malir Expressway project is a Public-Private Partnership (PPP) project. The Malir Expressway project will significantly impact the region’s economy by facilitating the movement of goods and services. As per modified PC-I of the Project Management Unit, Malir Expressway, Karachi completion date of the project was December, 2022.

9.2 Background

The Auditor-General of Pakistan, recognizing the importance of public engagement and transparency in the audit process, has introduced a ground breaking initiative known as Citizen Participatory Audit. The citizen participatory audit allows ordinary citizens to contribute their perspectives, insights and local knowledge to the audit process.

The Citizen Participatory Audit of “Project Management Unit of Malir Expressway” was conducted in light of the directives of office of the Auditor-General of Pakistan conveyed vide letter No. 05/18/AGP Chamber/4963 dated 21.12.2023.

9.3 Role of Program

The objectives of the Project Management Unit (PMU) Malir Expressway, Karachi are as under;

- i. To establish a direct southern transport link between the Karachi Port including the allied facilities of SAPT, PICT, KICT, Keamari oil terminal and Karachi-Hyderabad motorway, M9.

- ii. To facilitate the movement of goods between Karachi Port and its allied facilities, industrial areas of Landhi and Korangi and the up-country locations
- iii. To provide a safer and faster link between the planned developments of the education city, the DHA city and Bahria Town in along the motorway M9 in the Northern suburbs of the city to the main business center near Karachi Port and also to the DHA and Clifton areas
- iv. To link Malir cantonment directly to the Karachi-Hyderabad motorway, M9 through a faster route for swift and easier movement of military troops in case of any emergency situation
- v. To help reduce traffic congestion, delays, economic losses and environmental pollution on the city road network by exclusion of the external traffic

9.4 Overview

9.4.1 Position of officers and staff

Detail of officers and staff regarding actual requirement as per PC-I and the position of staff/officers hired thereon is as under;

Requirement as per PC-I				Actual Position
Sr. No.	Position	No.s	To be Hired from	
1	Project Manager/Project Director	01	Market	Mr. Niaz Ahmed Soomro was appointed as Project Director, at monthly salary of Rs 550,000/-
2	Deputy Project Manager	01	GoS Existing staff	No appointment/posting was made to-date
3	Senior Utility Engineer	01	Market	No appointment/posting was made to-date
4	Accounts Officer	01	GoS Existing staff	Mr. Riaz Ahmed, Accounts Officer, KMC appointed/assigned additional charges, Project Allowance paid to officer concerned
5	Document Controller	01	GoS Existing staff	No appointment/posting was made to-date
6	Office Assistant	01	GoS Existing staff	No appointment/posting was made to-date
7	Peon	02	Market Based	Appointed (at monthly salary of Rs 24,000/- each employee)
8	Drivers	02	Market Based	No appointment/posting was made to-date

9.4.2 Detail of expenditure

Detail of actual expenditure up-to financial year-2022-23 is as under:

Sr. No.	Description	Expenditure			Total
		FY-2020-21	FY-2021-22	FY-2022-23	
1	Employee related expenses	11.084	7.808	8.139	27.031
2	A09-Acquiring of physical assets	3.300	1.320	4.125	8.745
3	Others	-	-	0.069	0.069
Total		14.384	9.128	12.333	35.845

9.5 Objectives of Citizen Participatory Audit

The objectives of the Citizen Participatory Audit of PMU were to:

- i. Ascertain the beginning and expiry date of employment of Project Director according to PC-I.
- ii. If any extension in the employment contract was granted to Project Director, then the evidence of the notification, validity of notification, end-date of services, whether employed in any other project is needed.
- iii. Whether salary of the Project Director is being paid from non-ADP budget or ADP budget via ADP scheme number 2492, Unique ID: LGDRS-PP-19-0303.

9.6 Scope of Citizen Participatory Audit

- i. The audit covered period of Project Management Unit w.e.f. 2019-20 to 2022-23.
- ii. Information was gathered through personal interviews with key personnel of Project Management Unit
- iii. Information regarding budget and expenditure was also gathered from Finance Department websites
- iv. Record/data was also obtained from participating citizen

9.7 Methodology

The audit team conducted the citizen participatory audit by visiting the office. The data was extracted by scrutinizing the records pertaining to appointment, extension in contract period and salary of Project Director. The release of budget from Finance Department, GoS was also checked.

9.8 Audit Findings

9.8.1 Issuance of eligibility criteria in violation of mandate assigned to the Selection Committee

According to S&GAD, Government of Sindh Notification No.SOII(S&GAD)/6-126/2019 dated 04th December, 2019, the management issued following Terms of Reference in respect of the selection committee constituted for recruitment of Project Director, Malir Expressway Project that;

- i. Issue the advertisement for the recruitment of Project Director, Malir Expressway Project to the Director (Information) for publication in the newspapers for wide publicity.
- ii. Complete the entire process of the evaluation of the applicants, conducting the interviews and submitting its recommendations to the Secretary Local Government Department for seeking approval from the Competent Authority.
- iii. Any other action necessary and ancillary to accomplish the recruitment process.

During the Citizen Participatory Audit of Project Management Unit, Malir Expressway Karachi, for the audit year 2023-24, it was observed that Local Government Department, Government of Sindh issued eligibility criteria for appointment of Project Director, Project Management Unit (PMU) on 10-10-2019 vide No. LG/DIR/PM&EC/AD-II/701/47-Karachi)/2019 prior to constitution of selection committee on 04-12-2019 which was unjustified. This showed that whole process including all above clauses of ToRs were ignored in the appointment of Project Director because it was done before constitution of selection committee. Further, last date for submission of application(s) for appointment as Project Director, Project Management Unit (PMU) was 31-10-2019 which was also prior to constitution of selection committee on 04-12-2019. Such state of affairs revealed that role of selection committee was completely ignored and appointment of the Project Director was made without their input/recommendations.

Audit was of the view that issuance of eligibility criteria and inviting of applications for appointment of Project Director before notifying the selection committee with certain ToRs was unjustified.

The matter was reported to the management in May 2024, followed by reminders during the month of June & July, 2024. The management submitted irrelevant reply. The

PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry in the matter.

9.8.2 Non-filling of important positions of officers/staff

According to PC-I, Annexure-B of Malir Expressway Project for Establishment and Operation of Project Implementation Unit, following officers/staff was required.

Requirement as per modified PC-I			
Sr. No.	Position	Nos	To be Hired from
1	Project Manager/Project Director	01	Market
2	Deputy Project Manager	01	GoS Existing staff
3	Senior Utility Engineer	01	Market
4	Accounts Officer	01	GoS Existing staff
5	Document Controller	01	
6	Office Assistant	01	
7	Peon	02	Market Based
8	Drivers	02	

During the Citizen Participatory Audit of Project Management Unit, Malir Expressway Karachi, for the audit year 2023-24, it was observed that the management failed to fill following important positions of officers/staff as required under PC-I of the project:

Sr. No.	Position	No. of posts
1	Deputy Project Manager	01
2	Senior Utility Engineer	01
3	Document Controller	01
4	Office Assistant	01
5	Drivers	02

Audit was of the view that non-filling of above required important positions for proper functioning of the Project Management Unit indicated poor management which could affect the performance of the project.

The matter was reported to the management in May 2024, followed by reminders during the month of June & July, 2024. The management replied that the posts mentioned in audit para were as per the revised PC-I, however, the same were not processed for appointment as they were unnecessary burden on the Govt. exchequer. Reply was not tenable as management included the above said posts even in revised PC-I as per the

requirement of the project, if the same were considered as unnecessary and burden on government exchequer then they should have been excluded by the revising PC-I. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

9.8.3 Non-publication of Tender in print media for acquiring office premises Rs 9.900 million

Rule 17(1A), Part-II of Sindh Public Procurement Rules 2010, as amended in 2019, states that all procurement over three/five hundred thousand and over two/three million rupees shall be advertised on the Authority's website as well as in the newspapers as prescribed (2) The advertisement in the newspapers shall appear in at least three widely circulated leading dailies of English, Urdu and Sindhi languages.

During the Citizen Participatory Audit of Project Management Unit, Malir Expressway Karachi, for the audit year 2022-23, it was observed that the management invited bids by hoisting it on SPPRA website vide ID: T01872-20-0001 dt 19-05-2021 for “Office Space required for Malir Expressway Project” for the period w.e.f. 01-07-2021 to 31-03-2024 without publication of the tender notice in print media as required under the rules. Detail is as under:

Name of Owner	Location	Measurement	Monthly Rent	Total Amount Paid
Mrs. Shabana Imran	48-B, Khayaban-e-Tanzeem, DHA, Phase-V, Karachi	1,000 Sq Yard	Rs 300,000/-	Rs 9.900 million

Further, it is important to mention here that the above irregularity was also conveyed by the SPPRA management vide SPPRA ID No. BE01872-20-0001-1 dated 30-06-2021, but management failed to entertain the queries/observations raised by the authority and entered in to the agreement with the above-mentioned landlady.

Audit was of the view that non-publication of tender notice in widely circulated newspapers for obtaining competitive bids was violation of Sindh Public Procurements Rules, which indicated weak internal controls.

The matter was reported to the management in May 2024, followed by reminders during the month of June & July, 2024. The management replied that the hiring of office premises on rental basis was duly advertised in leading newspapers through Information Department, Government of Sindh No. PD/MEW/LGD/08/2021 dated 19-05-2021. Reply

was not tenable as management provided copy of only one newspaper (Sindhi) without mentioning its name. Further, as per rule the management was required to get the requirement published through at least three widely circulated leading dailies of English, Urdu and Sindhi languages. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit seeks justification in the matter.

9.8.4 Opening of bids before the date of opening of tender - Rs 9.900 million

According to Rule 41, Part-II of Sindh Public Procurement Rules, 2010, as amended in 2019, “The date for opening of bids and the last date for the submission of bids shall be the same, as given in the bidding documents and in the Notice Inviting Tender”

Further, according to Notice inviting bids hoisted on SPPRA website vide ID No. T01872-20-0001 dated 24-05-2021, bids were invited on Single-Stage (02) Envelope basis for acquiring office space for office building, the last date of submission of bids was 09-06-2021.

During the Citizen Participatory Audit of Project Management Unit, Malir Expressway Karachi, for the audit year 2022-23, it was observed that the management invited bids for acquiring space for office building vide SPPRA ID No. T01872-20-0001 dated 19-05-2021. According to minutes of meeting the management opened bids on 08-06-2021, i.e., one day prior to its actual date of opening, i.e.; 09-06-2021, in violation of rules. As a matter of common practice, in tendering process most of the bids are received on last date of submission but management opened bids one day prior to its actual schedule wherein only single bidder submitted its proposal.

Audit was of the view that opening of bids one day prior to actual schedule was violation of rules and favor extended to the bidder. Resultantly, the procuring agency was deprived of competitive rates.

The matter was reported to the management in May 2024, followed by reminders during the month of June & July, 2024. The management replied that the NIT for hiring of office premises on rental basis was made as per advertisement. The NIT was opened on 02-06-2021 wherein only one participant had appeared. Reply was not tenable as management itself has agreed that they opened the tender on 02-06-2021, whereas, as per provided copy of advertisement the last date for submission/opening of bids was 09-06-2021. The PAO did not convene DAC meeting till finalization of the report despite

issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry in the matter.

9.8.5 Non-deduction of Sindh sales tax on services - Rs 0.708 million

Section 8(1) of Sindh Sales Tax on Services Act, 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

Further, according to Second Schedule of Sindh Sales Tax on Services Act, 2011, under tariff heading 9806.3000 for “Renting of immovable property services”, the effective rate of tax will be 13%.

During the Citizen Participatory Audit of Project Management Unit, Malir Expressway Karachi, for the audit year 2022-23, it was observed that the management incurred an expenditure of Rs 5.445 million on account of payment of rent of office building but failed to deduct Sindh sales tax on services amounting to Rs 0.708 million. Detail is as under:

				[Rs. in Million]
Sr. No.	Description	Name of Owner	Cheque No & Dated	Gross Amount of Rent
1	Rent of office building	Mrs. Shabana Imran	314635 dt 31.05.2022	1.320
2			314647 dt 26.04.2023	2.310
3			314657 dt 23.05.2023	1.452
4			314663 dt 16.06.2023	0.363
Total amount of payment on account of rent of office building				5.445
Non-deduction of Sindh Sales tax on services @ 13%				0.708

Audit was of the view that non-deduction of Sindh sales tax on services was loss to public exchequer which indicated poor financial management and internal controls.

The matter was reported to the management in May 2024, followed by reminders during the month of June & July, 2024. The management replied that they agree with the audit observation and the due amount of Sindh Sales Tax on Services (SST) would be recovered/adjusted from future rental payments. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends recovery of Sindh sales tax on services.

9.8.6 Non-maintenance of stock register - Rs 8.745 million

According to Rule 113 of Sindh Financial Rules Volume-I, “All materials received should be examined, counted, measured or weighted, as the case may be, when delivery is taken and they should be kept in charge of a responsible Government servant who should be required to give a certificate that the he actually received the materials and recorded them in his appropriate Stock Registers”.

During the Citizen Participatory Audit of Project Management Unit, Malir Expressway Karachi, for the audit year 2022-23, it was observed that the management incurred an expenditure of Rs 8.745 million on the purchase of furniture & fixture/physical assets but failed to maintain stock register. Detail is as under:

[Rs. in Million]				
Description	Expenditure FY-2020	Expenditure FY-2021	Expenditure FY-2022	Total
Purchase of Furniture & Fixture/Physical assets	3.300	1.320	4.125	8.745

Audit was of the view that non-maintenance of stock register indicated weak internal controls, besides misuse of funds as well as procured items could not be ruled out.

The matter was reported to the management in May 2024, followed by reminders during the month of June & July, 2024. The management replied that premises acquired on rental basis was fully furnished and therefore so far there has been no requirement for purchase and procurement of additional equipment/furniture/fixtures. Therefore, there was no need of maintenance of stock register. Reply was not tenable as the expenditure statement clearly showed an expenditure of Rs 8.745 million incurred on purchase on furniture & fixture and physical assets. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends maintenance of stock register besides fixing responsibility on the person (s) at fault.

9.8.7 Irregular expenditure on acquiring of physical assets beyond PC-I estimates Rs 6.245 million

According to modified PC-I of Malir Expressway Project for Establishment and Operation of Project Implementation Unit provision for procurement of office furniture/equipment was as under:

[Rs. in Million]		
Sr. No.	Items	During 2019-20
1	Provision of office furniture	1.000
2	Provision of office equipment	1.500
Total		2.500

Further, according to Rule 88 of Sindh Financial Rules “Every public officer should exercise the same vigilance in respect of expenditure incurred from Government revenues, as a person of ordinary prudence would exercise in spending his own money.

During the Citizen Participatory Audit of Project Management Unit, Malir Expressway Karachi, for the audit year 2022-23, it was observed that the management incurred an expenditure of Rs 6.245 million on the purchase of furniture & fixture and machinery & equipment over and above the provisions of PC-I estimates. Detail is as under:

[Rs. in Million]			
Description	Estimated Provision in Modified PC-I	Actual Expenditure up-to June, 2023	Excess Expenditure
A09-Acquiring of physical assets (Purchase of Furniture & Fixture & machinery & equipment)	2.500	8.745	6.245

Audit was of the view that incurrence of expenditure over and above the PC-I provisions was irregular which indicated poor financial management and weak internal controls.

The matter was reported to the management in May 2024, followed by reminders during the month of June & July, 2024. The management replied that as per modified PC-I, provision of Rs 2.500 million for procurement of office furniture/fixture equipment was kept, however, so far, the same has not been utilized. Reply was not tenable as the expenditure statement clearly showed expenditure of Rs 8.745 million against the approved provision of Rs 2.500 million. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends fixing responsibility on the person (s) at fault.

9.8.8 Non-production of record

Section 14 (2) and (3) of the Auditor-General’s (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, provides as under:

- “(2) The officer in-charge of any office or department shall afford all facilities and provide record audit inspection and comply with requests for information in as complete a form as possible and with reasonable expedition.
- (3) Any person or authority hindering the auditorial functions of the Auditor-General regarding inspection of accounts shall be subject to disciplinary action under Efficiency and Discipline Rules”.

During the Citizen Participatory Audit of Project Management Unit (PMU), Malir Expressway, Karachi, for the audit year 2022-23, management failed to produce following auditable record/details for audit scrutiny;

- i. Record/details regarding minutes of meeting of selection committee for appointment of Project Director including evaluation process of the applications, interviews and recommendations submitted to Secretary Local Governments for seeking approval from the Competent Authority.
- ii. Copies of newspapers wherein, hiring of Project Director was advertised through Press Information Department, Government of Sindh.
- iii. Copies of letters issued to the candidates for tests/interview for the post of Project Director.
- iv. Cash book.
- v. Copies of payment vouchers, sanctions, invoices/bills related to payments made on account of purchase of physical assets including furniture & fixture, machinery & equipment etc.
- vi. Details of income tax, general sales tax and sales tax on services deducted and deposited into relevant head of account.
- vii. Copies of utility bills paid.

Audit is of the view that non-production of all relevant record was a serious lapse on the part of management which caused hindrance in performance of the functions of audit, besides, authenticity of the related transactions could not be ascertained.

The matter was reported to the management in May 2024, followed by reminders during the month of June & July, 2024. The management replied that all records were duly furnished/produced to the audit through letter vide No. PD/MEW/LGP/Actt/274/2024 dated 24-04-2024. Reply was not tenable as management failed to produce the requisite record. The PAO did not convene DAC meeting till finalization of the report despite issuance of letter dated 27-12-2024, followed by reminders dated 07-01-2025 and 14-01-2025.

Audit recommends inquiry into the matter.

Impact Audit

Chapter-10: Impact Audit

Impact Audit Report on “Single Window Facility for approval of building plans by Sindh Building Control Authority on the citizens of Karachi”

10.1 Introduction

The Sindh Building Control Authority (SBCA) launched the Single Window Facility on July 3, 2018, to streamline the approval process for building plans across Karachi. The facility designed to reduce bureaucratic delays, improve transparency, and enhance efficiency. This initiative holds significant implications for urban development, housing availability, and city planning. SBCA, as the regulatory authority for building and urban development in Sindh, oversees construction standards to ensure safe and sustainable growth across the region.

Evaluating the Single Window Facility’s impact is crucial to understanding how effectively it addresses the needs of Karachi's citizens and aligns with SBCA’s broader mandate. This audit will provide insights into the facility’s performance and its role in supporting efficient regulatory processes, offering guidance for future improvements that benefit the city’s dynamic urban landscape.

10.1.1 Background

Impact Audits have been started from the Audit Year 2023-24, by the Department of the Auditor-General of Pakistan which aimed to determine the impact of initiatives or programs with special focus on determining the outcome results attributable to an initiative, new program or recent change to an existing program by separating other contributing factors or variables. The Impact Audit Reports shall benefit the stakeholders in understanding the net results of the programs and initiatives in a more systematic manner and if timely addressed, shall lead to improving service delivery, financial management and better governance.

Efficient and streamlined building permit processes are essential for modern urban development and improving citizen experiences. The objective of SBCA's Single Window Facility was to address the issues faced by the general public regarding delay in acquiring approval of building plans by centralizing the building plan approval process, enabling applicants to secure multiple departmental clearances through a single, unified system. This consolidation aimed at simplifying the approvals while promoting transparency, accessibility, and efficiency within SBCA's regulatory framework.

Evaluating the impact of this facility through an audit revealed its effectiveness in meeting these objectives and its broader influence on Karachi's urban development and citizen facilitation.

10.1.2 Role of the Program

The Single Window Facility was established with the primary objectives of streamlining the building plan approval process and significantly reducing the processing time for permit applications. By consolidating approvals, this initiative aims to enhance transparency within the system, minimize the need for citizens to make physical visits to multiple departments, and ultimately improve overall satisfaction with the building permit process. These goals reflect the SBCA's commitment to creating a more efficient, accessible, and citizen-centered approach to urban development approvals.

10.2 Overview

a) Reasons behind establishment of Single Window Facility

The creation of the Single Window Facility at the Sindh Building Control Authority was driven by several key factors that highlighted the inefficiencies in the existing building plan approval process. Prior to the Single Window Facility, citizens had to navigate a lengthy and fragmented system, often involving multiple departmental visits. Processing times could extend well beyond a month, impacting construction timelines and causing considerable inconvenience. The Single Window Facility was established with a target to reduce this processing time to 15 days, thus improving efficiency and significantly cutting down the waiting period for applicants.

High application volumes, public complaints about the complexity of manual procedures, and the SBCA's broader goal of digital transformation further underscored the need for a streamlined facility. The Single Window Facility consolidates services under one roof, aiming to address public concerns by simplifying the approval journey, minimizing the need for multiple office visits, and supporting regulatory compliance through digitization. Additionally, this facility prioritizes smaller-scale projects, facilitating approvals for residential and commercial properties up to specified sizes to stimulate local development. By integrating these improvements, the Single Window Facility not only enhances accountability and operational transparency but also represents a critical step toward a more efficient, citizen-centered approach to urban development in Sindh.

b) Objectives

The main objectives of the program planned for impact audit were:

- i. To assess whether the initiative of the Single Window Facility has streamlined and simplified the process of obtaining permits and approvals for construction projects by consolidating all necessary approvals and permits into a single point of contact.
- ii. To evaluate the performance level attributable to the initiative, focusing on metrics such as processing time, customer satisfaction, rejection rates of plans, and documentation requirements, compared to the period before the initiative was introduced.
- iii. To gauge customers' satisfaction levels by obtaining their feedback.
- iv. To determine whether the public has been benefited from faster and more efficient approval processes, leading to reduced time for obtaining permits after the implementation of the Single Window Operation for the approval of building plans, or if the rejection rates of proposals have been increased.
- v. To check whether the public has benefited from the Single Window Facility by obtaining approvals in a timely manner and by visiting only one location rather than multiple sections of the SBCA.

10.3 Scope & Methodology

a) Scope

The impact audit of "Impact of Single Window Facility for Approval of Building Plans by Sindh Building Control Authority on the Citizens of Karachi" was conducted for the financial years 2016-17 to 2023-24, to ascertain the impact of the initiative on the citizens of Karachi. This audit covered the period before and after the start of the initiative to ensure proper analysis and assessment of its impact.

b) Methodology

The Impact Audit was initiated by meetings with the management of Sindh Building Control Authority responsible for operating the Single Window Facility. Multiple strategies based on before and after data evaluation were utilized.

- i. The Impact Audit was conducted by using "Before-and-After Design or One-legged Time-Series" method to evaluate the impact of an intervention or change by comparing data before and after the implementation.

- ii. Review of relevant documents, including policies, procedures, guidelines, and performance reports related to the Single Window Facility.
- iii. Evaluation of changes in approval times, rejection rates, and process efficiency by analyzing historical data on building plan approvals before and after implementing the Single Window Facility. Assess variations in application volume, stakeholder experiences, and compliance issues to evaluate the overall effectiveness and impact of the initiative.
- iv. Interviews with SBCA officials and applicants was conducted for knowing the challenges and areas for improvement in the Single Window Facility. These discussions revealed specific issues and feedback on the approval process, helping to assess the initiative's effectiveness and identify actionable enhancements.
- v. Total eight years data was collected from SBCA covering time period of 4 years before the initiative, i.e., 2016-19 and 4 years after the initiative, i.e., 2020-2023 to ascertain the approval timelines, the volume of applications, and compliance rates etc.
- vi. The findings have been compiled into a comprehensive audit report that includes a thorough analysis of the data, feedback from stakeholders, and the identified impacts of the Single Window Facility. The report has also offered actionable recommendations designed to enhance the efficiency, effectiveness, and user satisfaction of the facility.

10.4 Audit Findings

10.4.1 Impact analysis of time taken for approvals of construction permits through Single Window Facility

As per Notification No.SBCA/ps-ce/2017/18 dated 27th January 2020, Sindh Building Control Authority mandated establishment of automated Single Window Facility to improve efficiency and timely issuance of Construction Permits/Completion Plans and to facilitate licensed professionals and general public under Ease of Doing Business reforms.

Impact analysis of Single Window Facility on issuing building permits was carried out by following two different approaches;

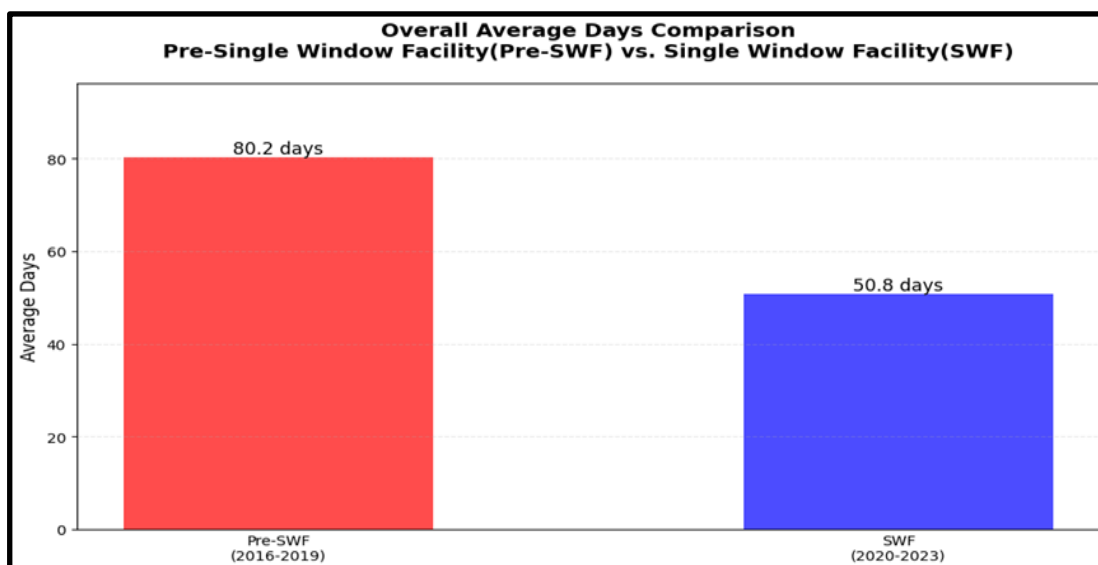
- a) Pre-Single Window Facility 2016 to 2019 vs. Single Window Facility 2020 to 2023
- b) Last year of Pre-Single Window Facility, i.e., 2019 vs. Single Window Facility 2020 to 2023

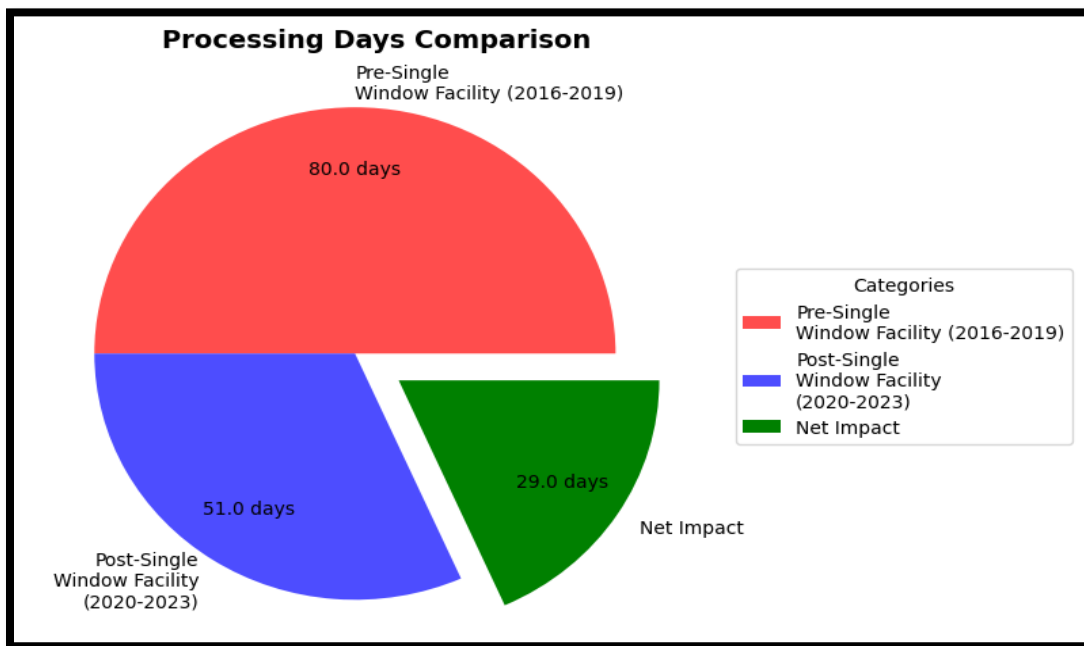
During the Impact Audit of Sindh Building Control Authority's Single Window Facility, it was observed from the data that during the pre-Single Window Facility period (2016-2019), the average processing time was 80.2 days for 13,360 cases. After implementation of Single Window Facility (2020-2023), the average processing time was 50.8 days for 10,177 cases, showing an improvement of net impact of 29.4 days in overall processing time as shown in the following table.

Processing method	Year	No: of Cases	Total Cases	Per year Avg: Days	Overall Avg: days	Net Impact (Days)
Pre-Single Window Facility	2016	4,426	13,360	110.9	80.2	29.4 (36.7%)
	2017	4,646		90.3		
	2018	2,699		51.7		
	2019*	1,589		14		
Post-Single Window Facility	2020	1,988	10,177	40.3	50.8	
	2021	3,257		51.3		
	2022	2,912		54.4		
	2023	2,020		57.4		

**Less number of cases due to transition for processing of cases from manual to single window facility*

The progress of issuance of approvals for construction permits before and after implementation of Single Window Facility is also illustrated in the following charts:

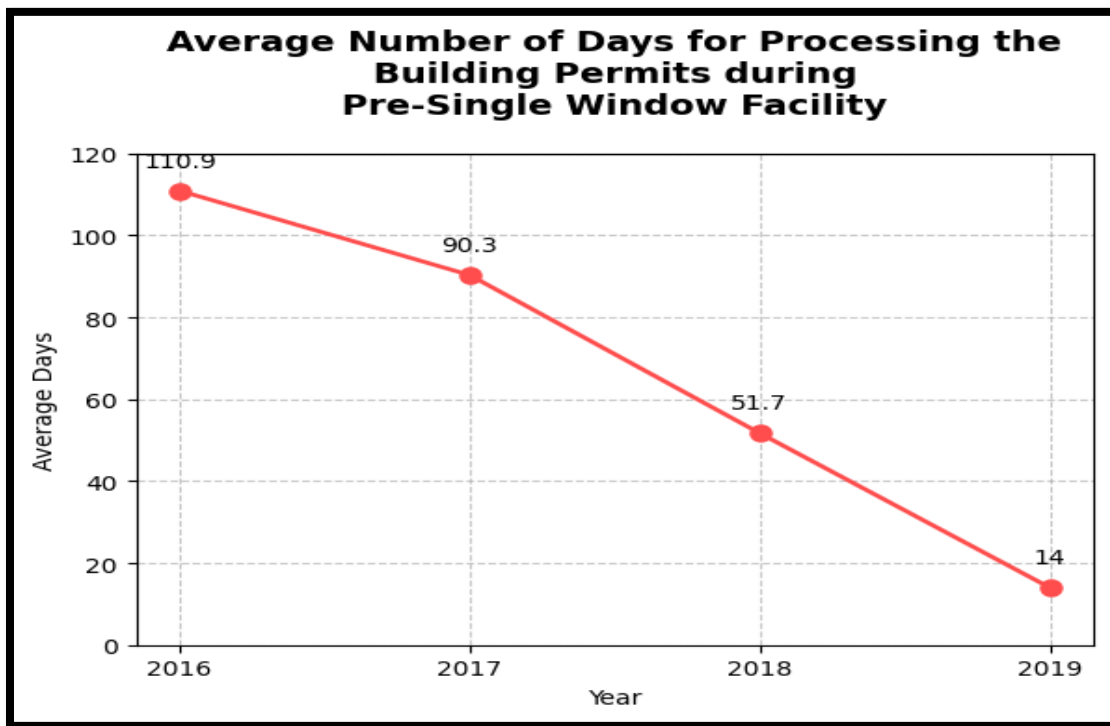




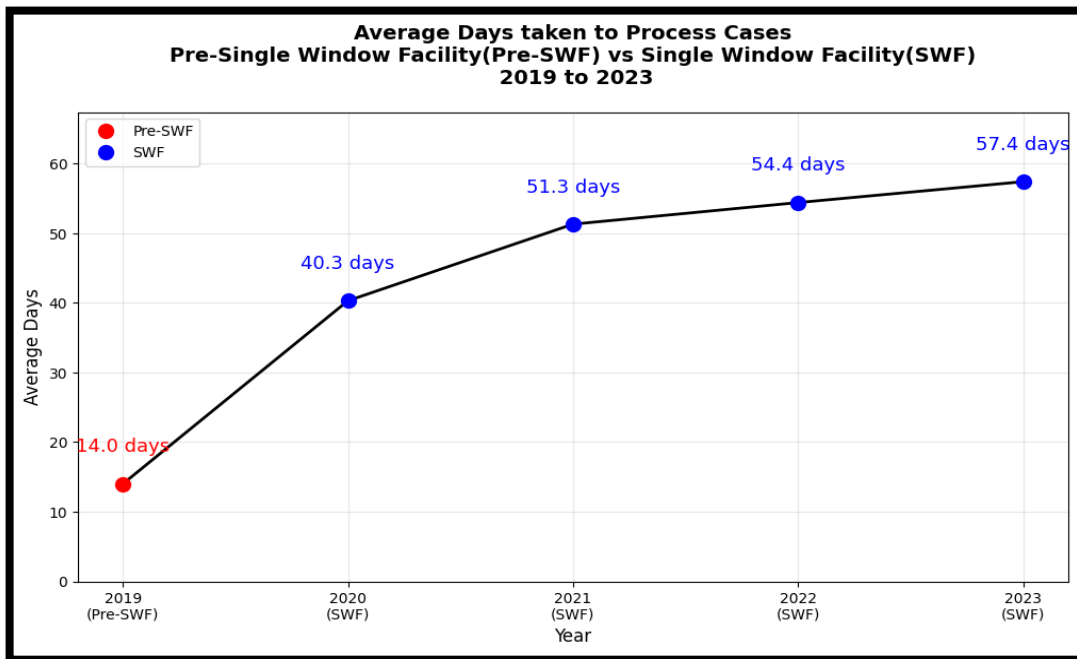
Critical Analysis:

The data showed that implementation of Single Window Facility has resulted in reduction of average processing time by 29 days (36 % improvement) compared to the pre-Single Window Facility period, as shown in the chart above. However, this improvement should be viewed in context of the declining trend already established in the manual system, where processing times had significantly improved from 110.9 days in 2016 to 14 days in 2019, as detailed below:

Year	Total number of cases	Avg days taken to process the cases
2016	4,426	110.9
2017	4,646	90.3
2018	2,699	51.7
2019	1,589	14



It was observed that there was a significant decline in efficiency of processing cases of building permits after implementation of Single Window Facility when compared its data with the last year of manual processing of building plan approvals. In 2019, the final year before Single Window Facility implementation, 1,589 cases were processed with an average processing time of 14.0 days. However, in 2020, the first year of implementation, SBCA processed 1,988 cases with an average processing time of 40.3 days, marking an increase from the 2019 baseline. The following year, 2021, saw increased volume with 3,257 cases processed, but the average processing time further increased to 51.3 days, representing an increase from 2019 and previous year's levels. This upward trend continued in 2022, where 2,912 cases were processed with an average of 54.4 days, showing an increase from the baseline and previous year. The most recent year, 2023, maintained this pattern with 2,020 cases taking an average of 57.4 days to process, marking an increase from 2019 and previous year, as shown in the chart below:

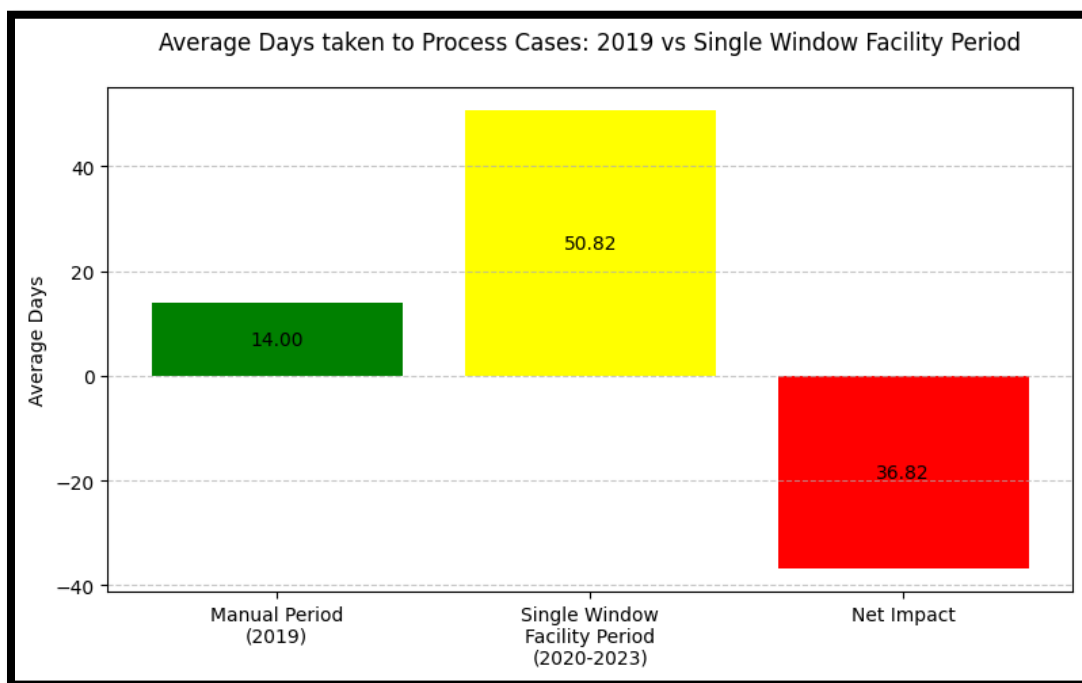


Audit observed that actual objective of implementing Single Window Facility could not be achieved rather the processing time, with respect to the last year (2019) taken as a baseline of the manual year, has substantially increased ranging from 40.3 days to 57.4 days in the years 2020 to 2023, as depicted above in the graph, thereby, creating on average negative impact of the 36.85 days as detailed below in the table.

Period	Year	Average Processing Days	Average Days per Period	Net Impact
Pre-Single window Facility (Manual Period)	2019*	14	14	(36.82)
Single Window Facility	2020	40.3	50.85	
	2021	51.3		
	2022	54.4		
	2023	57.4		

**The year 2019- the last year of manual processing of cases was taken as baseline for analytical purpose*

The negative net impact in processing of approval of building permits of the Single Window Facility period, i.e., 2020 to 2023 compared with last year of manual period, i.e., 2019 is also illustrated below in the chart:

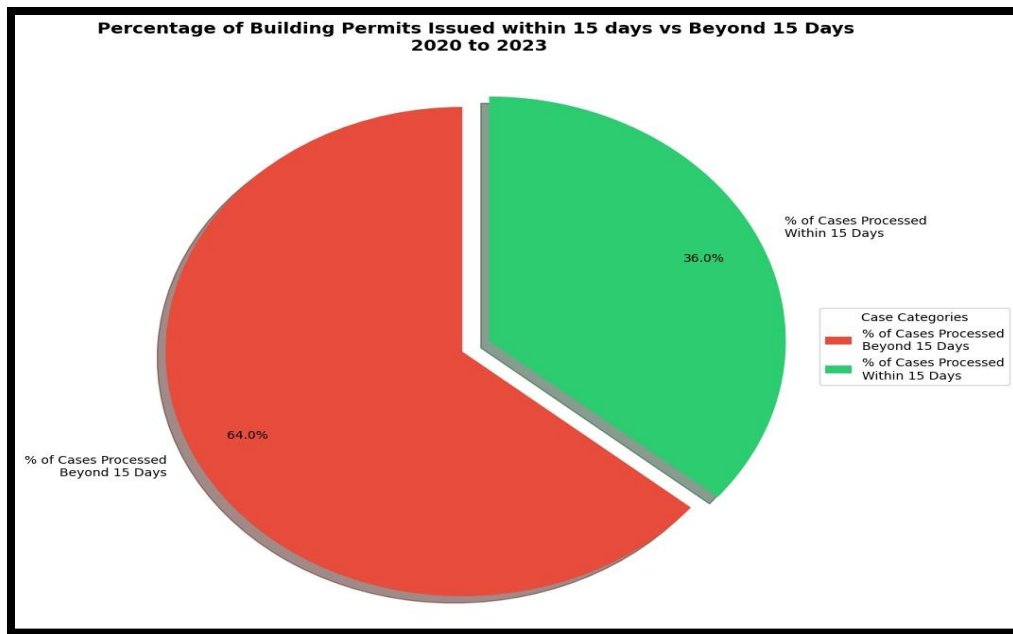


10.4.2 Non-achievement of issuing building permits within 15 days

As per Notification No.SBCA/ps-ce/2017/18 dated 27th January 2020, Sindh Building Control Authority mandated 15-day processing time for issuing building permits approvals through Single Window Facility, in accordance with clause 1 of 3.2.2.2(a)(i) of Karachi Building & Town Planning Regulations (KB&TPR).

During the Impact Audit of Sindh Building Control Authority's Single Window Facility, it was observed that the management failed to achieve its set goal of issuing building permits within 15 days of the submission date, as detailed below:

Single Window Facility				
Year	Total Cases	No: of cases processed within 15 days	Variance	% of Cases approved beyond 15 days
2020	1,988	695	1,293	65.04 %
2021	3,257	1,147	2,110	64.78%
2022	2,912	840	2,072	71.15%
2023	2,020	955	1,065	52.72%
Total	10,177	3,637	6,540	64%



Critical Analysis:

The analysis of the Sindh Building Control Authority's (SBCA) Single Window Facility highlighted a significant shortfall in achieving its objective of issuing building plan permits within 15 days. The record revealed that from 2020 to 2023, only 36% of permits met the timeline, while 64% experienced delays, exposing inefficiencies that undermine the facility's purpose.

A yearly breakdown showed fluctuating performance. In 2020, the compliance rate was 34.96%, with delays in 65.04% of cases. A slight improvement was seen in 2021, with 35.22% compliance, though delays persisted at 64.78%. In 2022, performance declined further, with compliance dropping to 28.85% and delays peaking at 71.15%. However, some improvement occurred in 2023, with compliance rising to 47.28% and delays reducing to 52.72%. Despite this improvement, the facility failed to meet its target in over half the cases.

To address these challenges, a comprehensive review of the operational processes is necessary to identify and eliminate bottleneck. Targeted trainings and resource allocation can enhance workforce capacity. Establishing a robust monitoring mechanism is crucial for tracking performance, ensuring accountability, and maintaining timelines.

Collaboration with stakeholders is also needed to address external factors contributing to delays.

10.4.3 Non-uniformity in processing time despite preliminary scrutiny of the cases from pre-screening

During the Impact Audit of Sindh Building Control Authority's Single Window Facility (SWF), analysis of processing time data revealed wide gap in the building approval permit cases despite the fact that all the cases were first processed for preliminary scrutiny through pre-screening procedure. The data showed that in the post-Single Window Facility, certain cases were processed within extremely short timeframes - as quickly as 1 day (0.3% to 0.9% of cases), 3 days (1.9% to 3.8% of cases), and 5 days (3.5% to 8.0% of cases) as shown in the table below. This demonstrates the system's capability to process cases rapidly when all requirements were met.

Pre-Single Window Facility

Year	Total Cases	Within 1 Day	Within 3 Days	Within 5 Days	Extraordinary Delay	
					Beyond 180 days	Beyond 365 days
2016	4,448	63 (1.4%)	130 (2.9%)	238 (5.4%)	734	397
2017	4,652	52 (1.1%)	96 (2.1%)	165 (3.5%)	654	201
2018	2,702	73 (2.7%)	109 (4.0%)	245 (9.1%)	125	33
2019	1,593	574 (36.0%)	656 (41.2%)	723 (45.4%)	0	0
Total	13,395	762	991	1,371	1513	631

Post-Single Window Facility

Year	Total Cases	Within 1 Day	Within 3 Days	Within 5 Days	Extraordinary Delay	
					Beyond 180 days	Beyond 365 days
2020	1,988	10 (0.5%)	62 (3.1%)	153 (7.7%)	64 (3.2%)	12(0.6%)
2021	3,257	9 (0.3%)	124 (3.8%)	229 (7.0%)	176(5.4%)	27(0.8%)
2022	2,912	10 (0.3%)	56 (1.9%)	103 (3.5%)	170(5.8%)	77(2.6%)
2023	2,020	19 (0.9%)	75 (3.7%)	162 (8.0%)	178(8.8%)	126(6.2%)
Total	10,177	48	317	647	588	242

However, this efficiency was not consistently maintained across all the cases, as evident by the average processing times exceeding 40 days in 2020 and rising above 50 days in subsequent years (2021-2023). This stark contrast in processing durations raises serious concerns about the effectiveness and independence of the Single Window Facility,

despite the fact that all these cases undergo pre-screening before entering the Single Window Facility, thereby ensuring that almost all the formalities have been fulfilled by the clients. Further, the system has demonstrated capability to process cases within 1-5 days, the extended processing times for the majority of cases indicate systemic inefficiencies in the process.

Another alarming fact was that building construction permits of some cases were issued with an extraordinary delay of more than two to three years through the Single Window facility. Just for the purpose of analysis one case of each year with extraordinary delay was chosen as detailed below:

Year	Processing time
2020	2.8 years
2021	3.32 years
2022	1.95 years
2023	1.6 years

Critical Analysis

The analysis of processing times at the Sindh Building Control Authority’s Single Window Facility (SWF) revealed significant inefficiencies despite its potential for rapid case processing. While a small percentage of cases were processed within 1-5 days, the average processing time exceeded 40 days in 2020 and rose above 50 days in subsequent years. This inconsistency in processing times raises concerns, especially since all cases undergo pre-screening to ensure that requirements were met. The report also highlights extraordinary delays, with some cases taking over two years to process, undermining the SWF’s objective of streamlining approvals.

Although extreme delays have decreased since the SWF's implementation, the percentage of cases processed quickly has also declined compared to pre-SWF levels. This suggests inefficiencies in the SWF workflow, likely due to capacity issues, procedural redundancies, or manual interventions. The lack of consistency in processing times and the occurrence of long delays indicate a need for greater transparency, accountability, and operational improvements.

To address these issues, a thorough workflow analysis is needed to identify bottlenecks, and steps should be taken to improve efficiency through clearer performance standards, and better staff allocation. Enhancing pre-screening protocols and implementing a grievance redressal system would also contribute to restoring stakeholder confidence and achieving the SWF’s goal of efficient, transparent processing.

10.4.4 Non-recording the reason for rejection of building approval permit cases at pre-screening stage

During the Impact Audit of Sindh Building Control Authority's Single Window Facility (SWF), it was observed that out of the total 10,177 building approval applications received between 2020 and 2023, 1,598 applications (15.68%) were rejected at the pre-screening stage. However, the management failed to document or record the reason(s) for the rejections, raising serious concerns about transparency and accountability. Non-recording the reason(s) of rejected cases compromised the integrity of the process, creating opportunities for subjective decision-making and potential misuse of authority. Detail is as under:

Year	Total Applications	Rejected at Pre-screening stage	Rejection %
2020	1988	220	11.06%
2021	3257	495	15.19%
2022	2912	475	16.31%
2023	2020	408	20.19%
Overall	10,177	1598	15.68%

Audit was of the view that rejection of cases without recording reason(s) raised the possibility of biased decision-making or even a monopoly by the individual sorting the cases, leading to arbitrary rejections or favoritism.

Audit recommends that the management should implement a system wherein, reason(s) for rejection at the pre-screening stage be recorded. This would promote transparency, ensuring that rejections are based on certain objective criteria. Further, developing clear and standardized rejection criteria would ensure that all cases are evaluated uniformly, minimizing the risk of subjective judgment. Regular internal audits be conducted for proper monitoring and fairness of rejection decisions.

10.5 Conclusion

The management of the Sindh Building Control Authority (SBCA) has failed to achieve the intended objectives of the Single Window Facility (SWF) for the approval of construction permits. Despite its introduction as a mechanism to streamline processes and reduce bureaucratic delays, the SWF has largely underperformed, as reflected by a significant increase in average processing times. The average processing time for approval of construction permits has surged from 14 days in 2019 to 57.4 days in 2023, marking a dramatic 310% decline in efficiency and negative impact of 37 days. Although the system showed an 8.3% improvement in the proportion of cases processed within the mandated

15-day timeline, however, a substantial 64.3% of cases showed exceeding the benchmark. This indicates that while the SWF has demonstrated potential in isolated instances, for example some applications were processed within as little as 1-5 days, while at the same time it has failed to deliver consistent performance across the board, which is evident from the fact that some cases after implementation of SWF were approved with a delay of more than 2 to 3 years. The inconsistent outcomes and rising delays suggest that the automation introduced through the SWF has added layers of complexity in the process of construction permits approvals, instead of achieving its primary objectives. These inefficiencies not only undermine the credibility of the initiative but also highlight the urgent need for a thorough review and overhaul of the system is required to achieve the intended objective of expedited and transparent approvals.

Thematic Audit

Chapter-11: Thematic Audit

Thematic Audit Report on “Quality of Emergency Care Services by the Hospitals under KMC”

11.1 Introduction

Karachi Metropolitan Corporation (KMC) is one of the important institutional wing of the local government system, headed by the city’s mayor. There are various key departments of KMC that are responsible to provide various public services to the people of Karachi and Health Services is one of them.

There are fourteen hospitals working under KMC which are responsible for providing Health services to the people of Karachi viz Abbasi Shaheed Hospital, Karachi Institute of Heart Diseases, Sobhraj Maternity Hospital, Spencer Eye Hospital, Gizri Maternity Home, Landhi Medical Complex, Sarfraz Rafiqui Shaheed Hospital, Leprosy Hospital, Gazdarabad General Hospital, Cardiac Emergency Centre Landhi, Cardiac Emergency Centre Shah Faisal, Homeopathic Hospital Nazimabad, Primary Health Care Centre Lyari and Karachi Institute of Kidney Diseases.

These hospitals provide essential medical services, ranging from emergency care and outpatient consultations to specialized treatments and surgeries. Many of these hospitals operate 24/7 emergency services and have various departments such as general medicine, surgery, obstetrics and gynecology, pediatrics and orthopedics. Additionally, these hospitals often act as teaching institutions, providing clinical trainings to medical students and healthcare professionals.

Despite facing challenges such as resource constraints, high patient loads and aging infrastructure, KMC hospitals play an essential role in meeting the healthcare needs of Karachi's growing population. The following six hospitals were selected for the purpose of Thematic Audit in order to evaluate their emergency care services keeping in view national and international standards and guidelines for emergency medical care.

- i. Abbasi Shaheed Hospital
- ii. Karachi Institute of Heart Diseases
- iii. Spencer Eye Hospital
- iv. Sobhraj Maternity Hospital
- v. Gizri Maternity Home
- vi. Landhi Medical Complex

1. Abbasi Shaheed Hospital

Abbasi Shaheed Hospital is one of the largest public sector tertiary care hospitals. It is 967 bedded hospitals. It was inaugurated on 2nd January 1974 by former Prime Minister Mr. Zulfikar Ali Bhutto. It caters for medical needs of patients from adjoining localities as well as from adjacent areas of Baluchistan and rural areas of Sindh. In the year 1990, the foundation stone of Trauma Centre was laid down to meet accidents and emergency cases.

2. Karachi Institute of Heart Diseases (KIHD)

Karachi Institute of Heart Diseases started functioning on 3rd June 2005. It comprises of 350 beds along with fully equipped Emergency Room (ER), Cardiac Care Unit, Blue Code ICU, medical wards, surgical wards, private wards, Intensive Care Unit (ICU), five cardiac catheterization laboratories, two surgical theaters, diagnostic facilities and nuclear imaging department and laboratory for routine investigations. The main functions of the institute are to undertake modern treatment of cardio vascular diseases, carry out research, prevention and control of cardiovascular diseases and undertake training of medical students.

3. Spencer Eye Hospital

Spencer Eye Hospital (SEH) is situated at Siddique Wahab Road, Karachi. It was established in 1938. This fifty-bed hospital began its services for the inhabitants of I.I Chundrigar, SITE, Kharadar, Lyari, Kemari, Hawksbay and nearby areas in 1940. It was considered as one of the most reputed hospital for eye diseases in the country. It rendered services in Glaucoma, Laser Vision Correction, Oculoplastic surgery, Medical Retina and Cataract Laser Surgery. Spencer Hospital was given the status of a teaching institute due to its highly skilled and experienced faculty but due to financial constraints, the turnout of patients has dropped considerably over the last five years.

4. Sobhraj Maternity Hospital

Sobhraj Maternity Hospital (SMH) is located in thickly populated area at main Robson Road near Burns Road, Saddar Town Karachi. It was established on 21st July 1928 and is one of the largest maternity hospitals in the city. This 130 bedded hospital has three Operation Theatres, Pre & Post-Operative wards, Anti natal and post-natal wards, Labor Room, OPD for gynecology and obstetrics, Paed's' OPD, ultra sound and vaccination department. In addition, the hospital also provides training opportunities for post-graduate students, house officers, mid-wives and nurses.

5. Gizri Maternity Home

Gizri Maternity Home, situated in a density populated area of Karachi, is a 50 bedded hospital. It covers over a population of nearly 01 million. It was inaugurated in 1992. It focuses on handling emergencies related to pregnancy and childbirth, including complications that arise during delivery and postpartum. There are services of neonatal resuscitation, emergency medications, transfusion services, imaging and diagnostic services and surgical facilities.

6. Landhi Medical Complex

The Landhi Medical Complex, a secondary healthcare facility managed by Karachi Metropolitan Corporation (KMC), is located in Landhi, Karachi. It was inaugurated in 2003 by former Sindh Governor Dr. Ishrat-ul-Ebad. The complex is focused on providing essential medical services to the residents of Landhi and Korangi. It provides medical services including general medicine, pediatrics, etc., to cater to the healthcare needs of the local population.

11.2 Background

A paradigm shift from traditional transactional reporting to a broader framework of issue-based thematic audit has been exercised from Audit Year 2021-22 by the Department of Auditor-General of Pakistan. The Thematic Audit Reports shall highlight and discuss issues across the sector or entity and also address specific activity, program and project etc., relating to the Sustainable Development Goals (SDGs). These Thematic Audit Reports shall benefit the stakeholders in understanding issues in a more systematic manner and if timely addressed, shall lead to improving service delivery, financial management and better governance.

Keeping in view the above factors, the theme of “Quality of Emergency Care Services by the Hospitals under KMC” was selected.

Six hospitals of KMC responsible for providing emergency care services were identified and selected in the Annual Audit Plan 2024-25.

11.3 Establishing the Audit Theme

11.3.1 Reasons for selection

Importance of health services has been embedded within the Sustainable Development Goal-3. This health goal focuses on: ‘Ensure healthy lives and promote well-being for all at all ages’. The SDG declaration emphasizes that to achieve the overall health goal, ‘we must achieve universal health coverage (UHC) and access to quality health care. No one must be left behind’. Achieving this target would contribute to better and sound life. The following criteria have been employed while selecting thematic topic.

- i. The selected topic is within functional jurisdiction of this office.
- ii. It has relevance to Sustainable Development Goal 3.
- iii. The topic has been selected from the priority area of the government.
- iv. The selected topic carries high public importance.

11.3.2 Objectives

The main objectives as per TORs were:

- i. To evaluate whether the emergency care services provided by hospitals under Karachi Metropolitan Corporation adhere to established national and international standards and guidelines for emergency medical care.
- ii. To assess the efficiency of emergency response time from the moment an emergency is reported to the time care is delivered, ensuring that they meet the acceptable standards.
- iii. To examine the adequacy of staffing levels, qualifications, and training of emergency care personnel to ensure they are capable of delivering high quality service.
- iv. To examine the availability and adequacy of essential resources, such as medical equipment, medications, and emergency supplies, to determine if they meet the needs of emergency care.
- v. To evaluate patient outcomes related to emergency care services, including recovery rates, complication rates, and patient satisfaction to gauge the effectiveness of the services provided.

- vi. To identify any systemic issues or recurring problems in the delivery of emergency care services and recommend improvements to address these issues.

11.3.3 Scope of Thematic Audit

SDG-3 was the basis of selection of this thematic audit. In this regard, following six hospitals of KMC were selected for conducting the subject audit during Audit year 2024-25.

Sr. No.	Name of Hospitals
1	Abbasi Shaheed Hospital
2	Karachi Institute of Heart Diseases
3	Spencer Eye Hospital
4	Sobhraj Maternity Hospital
5	Gizri Maternity Home
6	Landhi Medical Complex

11.4 Legal framework governing the theme

- i. Sindh Service Delivery Standards (SSDS), 2017 for Hospitals established by Sindh Health Care Commission (SHCC), Government of Sindh.
- ii. Sindh Local Government Act, 2013
- iii. Sindh Hospital Waste Management Rules, 2014
- iv. “Code of Ethics” of Practice for Medical and Dental Practitioners as prescribed by the Pakistan Medical & Dental Council
- v. West Pakistan Building & Roads Department Code-1994
- vi. The Sindh Financial Rules Vol. I & II Revised edition 2004
- vii. Sindh Public Procurement Rules, 2010

11.5 Stakeholders

- i. Karachi Metropolitan Corporation
- ii. Local Government
- iii. Government of Sindh
- iv. General Public

11.6 Role of important organizations

i. Secretary, Local Government & Housing Town Planning Department, Government of Sindh

The **Secretary, Local Government & Housing Town Planning Department, Government of Sindh**, plays a key role in overseeing and managing local governance and urban development in the province, including municipal bodies like the Karachi Metropolitan Corporation (KMC). His responsibilities include formulating policies, implementing provincial laws and ensuring the proper functioning of local government institutions.

ii. Mayor

The Mayor of Karachi oversees the administration of hospitals under the Karachi Metropolitan Corporation (KMC), ensuring they are properly funded, maintained and staffed. The Mayor is responsible for maintaining hospital infrastructure, initiating public health campaigns and ensuring accountability. Overall, the Mayor plays a crucial role in ensuring the quality and accessibility of KMC hospital services.

iii. Municipal Commissioner

The **Municipal Commissioner (MC)** plays a key executive role in managing the day-to-day operations of the Karachi Metropolitan Corporation (KMC), including its hospitals. The MC also supervises the operational aspects of public health services, sanitation and infrastructure development, working closely with hospital administrators to address issues and improve service delivery.

iv. Sr. Director Medical Services

The **Senior Director of Medical Services** in the Karachi Metropolitan Corporation (KMC) is responsible for overseeing the overall healthcare delivery and management of KMC-run hospitals and medical facilities. His role includes ensuring the smooth functioning of hospital operations, such as staffing, procurement of medical supplies and equipment maintenance.

v. Executive Director

The **Executive Director** is responsible for the overall strategic and operational management of the hospital. He oversees budget allocation, financial resources and infrastructure development, ensuring alignment with organizational goals and compliance with health policies.

vi. Medical Superintendent

The **Medical Superintendents** focus on the day-to-day clinical operations of the hospital. They manage medical staff, ensuring proper staffing, training and adherence to clinical protocols. The Medical Superintendents are responsible for maintaining high standards of patient care, implementing quality assurance programs and overseeing the hospital's response to emergencies.

11.7 Financial Resources of Organization

Total budget allocation and actual expenditure for the financial year 2023-24 was as follow:

Table-1:

[Rs. in Million]				
Sr. No.	Name of Hospitals	Budget Allocation	Expenditure	Excess (+) Savings (-)
1	Abbasi Shaheed Hospital, KMC	3,013.777	1,530.616	- 1,483.161
2	Spencer Eye Hospital, KMC	286.655	172.027	- 114.628
3	Sobhraj Maternity Hospital, KMC	199.816	173.349	- 26.467
4	Gizri Maternity Home, KMC	70.237	45.477	- 24.760
5	Karachi Institute of Heart Diseases (KIHD)	681.127	638.996	- 42.131
6	Landhi Medical Complex, KMC	303.403	192.702	- 110.701
Total		4,555.015	2,753.167	- 1,801.848

11.8 Field Audit Activity

A. Methodology

The audit team visited all the six hospitals and met hospitals' administrators, emergency care staff, patients, regulatory authorities and other stakeholders. Information has been gathered keeping in view operational and clinical functions of KMC hospitals. Help has also been sought by reviewing historical data, previous audit reports and relevant documents, including policies, procedures, guidelines and regulatory frameworks.

B. Audit Analysis

i. Review of internal controls

Internal control system in the hospitals selected for thematic audit was governed by KMC and Sindh Local Government Act 2013 etc.

During thematic audit, the review of record of the formations as well as previous audit reports revealed various weaknesses in the internal controls which have been incorporated in the section of significant audit observations. The management of the hospitals failed to:

- i. Implement in letter and spirit the SOPs for ensuring quality emergency medical care
- ii. Provide emergency medicines and lifesaving equipment
- iii. Post medical professionals and other staff
- iv. Establish Emergency Rooms and Intensive Care Units (ICUs)
- v. Utilize budget for the purchases of life saving drugs and important machinery
- vi. Ensure cleanliness and sanitation
- vii. Implement policy of infection control
- viii. Provide trainings to staff serving in emergency wards
- ix. Repair hospital buildings and critical wards

ii. Critical Review

According to 2023 Census, Karachi has a population of around 20.30 million. Catering to the health needs of such a large population, especially quality emergency services, merely by hospitals of Sindh Government is not possible. Hospitals under KMC provide a great relief to the population of not only Karachi but also that of Baluchistan as well. The locations of the KMC hospitals are important and very critical in provision of health care services to the citizens. For instance, Abbasi Shaheed hospital covers areas of Nazimabad, Gulberg, Orangi, Keamari and adjoining areas of Baluchistan. Landhi Medical Complex covers areas from Gharo and Ghaghar Phatak to Quaidabad and Korangi. Spencer Eye Hospital deals with the population Saddar, Garden, Keamari, Baluchistan, etc. Gizri Maternity Home and Sobhraj Maternity Hospital provide gynecological treatments to the population of South and old areas of Karachi respectively. In order to treat the patients of cardiovascular disease, Karachi has National Institute of Cardiovascular Diseases (NICVD). People living in areas like Gulshan-e-Iqbal, Nazimabad, Central Karachi and Sohrab Goth face challenges reaching NICVD in emergencies like strokes because it is far from these neighborhoods. Karachi Institute of Heart Diseases (KIHD) provides heart related emergency care to the population of these areas in a better way. Given that the location of the hospitals under KMC makes them very critical, especially in the emergency related matters.

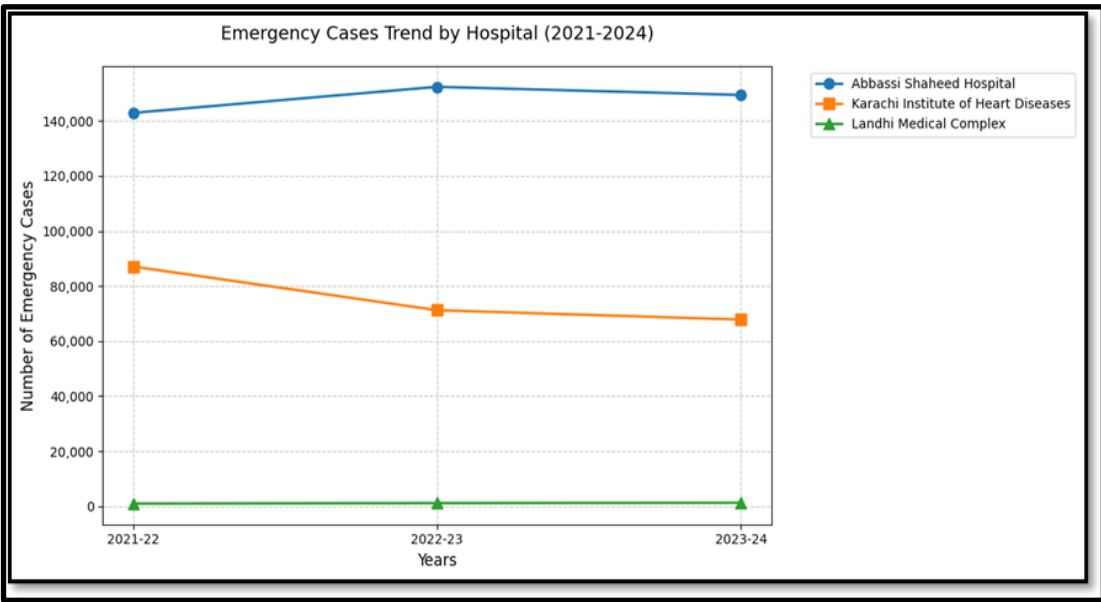
In addition to locations, KMC hospitals provide health facilities at very affordable rates. The hospitals are located in the areas where low-income population reside. These people cannot afford costly health facilities as most of them have poor background. These people cannot pay heavy fees of doctors for check-ups, surgeries, laboratory tests, etc.

These are the KMC hospitals which provide them the same medical facilities at very low costs. Besides, KMC hospitals have some expert consultants, specialists, medical professionals, gynecologists, etc., due to which still a significant number of populations visit these hospitals.

Audit team collected data of patients brought to these selected hospitals over the past three years. The findings showed a large number of population is visiting the hospitals for emergency care, due to their easy access and the affordability of healthcare services offered. Detail is as under:

Sr. No.	Hospital Name	Number of Emergency Cases		
		2021-22	2022-23	2023-24
1	Abbasi Shaheed Hospital	142,931	152,391	149,439
2	Karachi Institute of Heart Diseases	87,088	71,216	67,830
3	*Spencer Eye Hospital	-	-	-
4	*Sobhraj Maternity Hospital	-	-	-
5	*Gizri Maternity Home	-	-	-
6	Landhi Medical Complex	972	1,140	1,260
Total		230,991	224,747	218,529

* Data was not provided by these hospitals on the ground that they do not treat emergencies.



The graph highlights trends in emergency cases at three hospitals namely Abbasi Shaheed Hospital, Karachi Institute of Heart Diseases and Landhi Medical Complex between 2021 and 2024. Abbasi Shaheed Hospital consistently managed the highest caseload, exceeding 140,000 annually, underscoring its critical role in healthcare delivery. However, the sustained demand raises concerns about resource strain and service quality.

In contrast, the Karachi Institute of Heart Diseases saw a significant decline in cases, dropping from 90,000 in 2021-22 to 60,000 in 2023-24. This shift could indicate improved prevention, operational challenges, or patient redirection, warranting further investigation. Meanwhile, the Landhi Medical Complex reported consistently low activity, with cases below 10,000 annually, suggesting underutilization or limited capacity. These trends reveal disparities in healthcare utilization, with Abbasi Shaheed Hospital shouldering disproportionate demand while other facilities remain underused. A strategic reallocation of resources and patient flow is essential to ensure balanced and efficient healthcare delivery.

Further, it is important highlight Hospitals at Sr. No. 3, 4, and 5—Spencer Eye Hospital, Sobhraj Maternity Hospital, and Gizri Maternity Home—report no emergency cases from 2021 to 2024, reflecting the non-existence of emergency facilities in these institutions. While these hospitals focus on specialized services such as eye care and maternity care, emergencies related to their respective fields could still arise, highlighting a potential gap in their service delivery. This absence limits their contribution to regional emergency healthcare and places additional strain on overburdened facilities like Abbasi Shaheed Hospital. To address this imbalance, these hospitals should be evaluated for the feasibility of introducing emergency services within their specialized domains.

One of the most pressing issues in all the Six hospitals was the absence of a well-defined triage system. A triage system in an emergency department (ED) is a process for prioritizing patients based on the severity of their illness or injury so that those with the most urgent needs are treated first. Without a proper triage system, hospitals are unable to prioritize patients based on the severity of their conditions. This failure to efficiently allocate resources can lead to preventable fatalities, particularly in time-sensitive situations such as heart attacks or trauma. Nowhere in these selected hospitals, the audit team found proper triage system. Owing to this mismanagement, the patients with serious complications could not be treated on emergency basis.

Further, there was lack of essential emergency drugs and life-saving equipment such as anti- snake venom, anti-rabies vaccines, defibrillators, ventilators and oxygen supplies, further exacerbates the situation. Hospitals like Karachi Institute of Heart Diseases (KIHD) are ill-equipped to handle emergencies, reflecting either poor financial management or inadequate supply chain practices. Much of the essential equipment in Abbasi Shaheed Hospital and Landhi Medical Complex were either outdated or non-functional and necessary services like ambulances have been out of operation for years. Pictorial evidence is as under:



Out of order Gynecology machine in Abbasi Shaheed Hospital



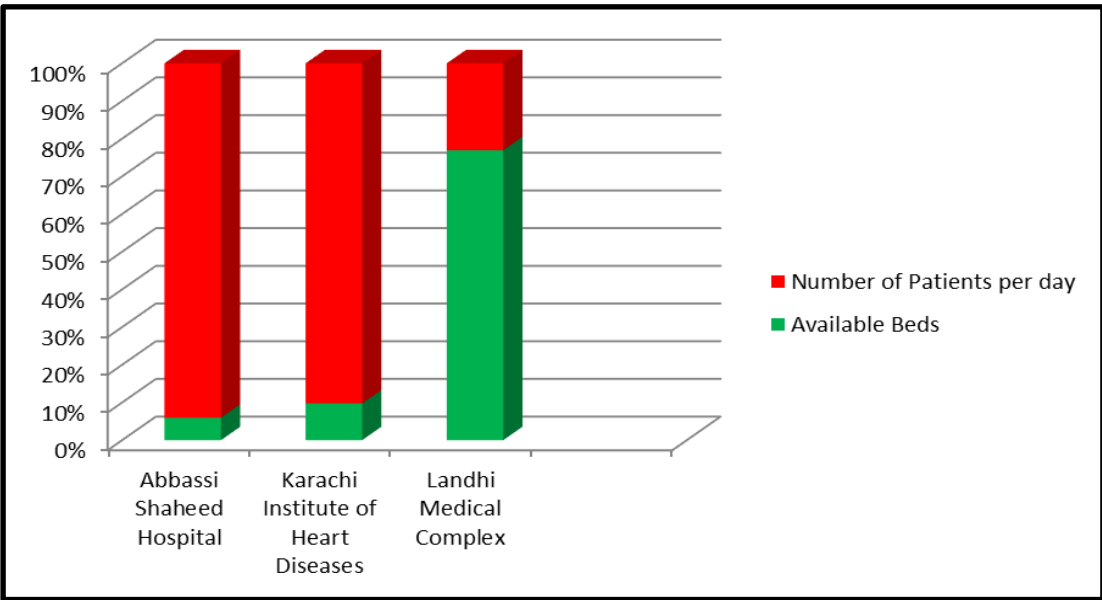
Out of order sterilization machine at Landhi Medical Complex

The failure to provide 24/7 operational emergency services is another significant lapse. Hospitals that handle life-threatening cases such as road accidents, gunshots, strokes and heart attacks must be operational at all times with access to essential services like radiology, laboratory tests and pharmacies. Staffing shortages, particularly of specialists

like neurologists, cardiologists and anesthetists, further diminish the quality of care, leaving patients vulnerable and forcing them to seek care at other facilities.

Bed shortages, particularly in facilities like KIHD and Gizri Maternity Home, highlight the system's inability to manage its resources effectively. When hospitals lack adequate bed capacity, critical patients are transferred elsewhere, which not only delays care but also increases the risk of fatalities during transportation. As per the data provided by the management of the hospitals, the condition in terms of beds and number of patients in Emergency Room is as under:

Sr. No.	Name Of Hospitals	Number of patients during 2023-24	Number of patients per day	Total number of beds
1	Abbasi Shaheed Hospital	149,439	409	26
2	Karachi Institute of Heart Diseases	67,830	185	20
3	Landhi Medical Complex	1,260	3	10



The data for 2023-24 highlights the overwhelming patient loads at Abbasi Shaheed Hospital and Karachi Institute of Heart Diseases (KIHD), managing 149,439 and 67,830 emergency cases respectively, with daily averages of 409 and 185 patients. This demand, coupled with a critical shortage of beds—26 at Abbasi Shaheed and 20 at KIHD—has severely impacted patient care, particularly in life-threatening emergencies, whereas, on the other hand, Landhi Medical Complex has more beds than patients, suggesting underutilized capacity. Pictorial evidence is as under:



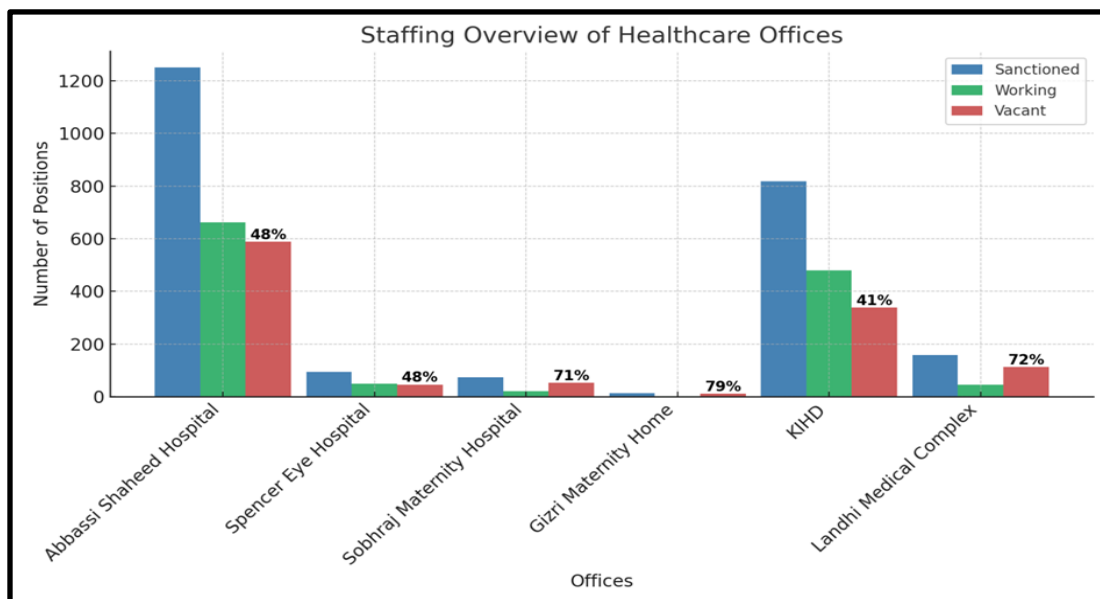
Emergency Ward Karachi Institute of Heart Dieses

Another most alarming issue is the absence of key specialists such as neurologists, cardiologists, anesthetists and orthopedists. Resultantly, number of patients brought in emergency involving road accidents, gunshots, heart attacks and strokes are not properly treated and therefore are being referred to other hospitals due to which the risk of complications and mortality during transportation is increased.

The shortage is not limited to specialist doctors; there is also a critical lack of nurses, midwives, radiologists, pathologists and technicians, which further weakens the emergency departments and intensive care units (ICUs). These personnel are essential for handling diagnostic tests, patient monitoring and assisting in surgeries and critical interventions. Without adequate staff, the entire emergency care process becomes delayed and ineffective, often compromising patient outcomes. Sanctioned and working strength of Specialists / Technical staff is as under. Further detail at **Annex-TH1**.

Shortage of Technical Staff					
Sr. No	Name of Office	Sanctioned	Working	Vacant	Shortage in Percentage
1	Abbasi Shaheed Hospital, KMC	1251	662	589	48%
2	Spencer Eye Hospital	95	49	46	48%
3	Sobhraj Maternity Hospital	73	21	52	71%
4	Gizri Maternity Home, KMC	14	3	11	79%
5	Karachi Institute of Heart Diseases (KIHD)	818	480	338	41%
6	Landhi Medical Complex	158	45	113	72%

The above data is graphically presented as under.



The chart shows that Gizri Maternity Home and Landhi Medical Complex have acute shortage of the staff which is 79% and 72%, respectively. On the other hand, Karachi Institute of Heart Diseases (KIHD) has relatively lower shortage of the staff which is 41%.

Another significant issue is the lack of proper training for the staff working in emergency rooms. Basic Life Support (BLS), Advanced Life Support (ALS), infection control and obstetric emergency handling are fundamental skills that emergency staff must possess to manage critical situations. The failure to provide these trainings reflects poorly on the hospital administration as it leaves the staff unprepared for handling high-pressure emergencies. This not only puts patients at risk but also increases the chances of errors in emergency care.

The physical condition of the hospitals is another major concern. Many of the buildings, including critical areas such as operating theaters, storage units and labor rooms, are in a state of disrepair. For instance, Landhi Medical Complex, which serves a large portion of the population, has roofs, and sewerage system that are in dire need of repair. Such infrastructural issues are not only inconvenient but dangerous, as they can lead to accidents, delays in patient care and increased risk of infections. Pictorial evidence is attached as under:



Gynecological Ward Landhi Medical Complex



Operation Theater Landhi Medical Complex

Lack of proper hygiene and sanitation in these hospitals is yet another serious issue. The presence of garbage, debris and unsanitary conditions in key areas like the emergency rooms, operating theaters and wards create a highly unsafe environment for the patients and staff. The Accident/Trauma Center of Abbasi Shaheed Hospital, described as having an "obnoxious" sight and smell, exemplifies the unsanitary conditions that are breeding grounds for infections. Hospital-acquired infections are a serious risk in any medical setting, and the lack of cleanliness in these hospitals exacerbates this risk. Pictorial evidence is attached as under:



(Janitorial Condition of Abbasi Shaheed Hospital)

In addition to these systemic issues, the hospitals are also facing severe budgetary constraints. The inability to procure medicines and essential medical equipment means that even when patients are brought into emergency rooms, they may not receive the necessary treatments. This lack of resources forces healthcare providers to operate under extremely challenging conditions, where they are unable to deliver adequate care, leading to poor patient outcomes. Owing to these factors, the patients either fail to get adequate treatment or are being referred to other hospitals.

Sr. No.	Hospital Name	Cases reported in Emergency Room	Death during Emergency	Cases Referred to other Hospitals
1	Abbasi Shaheed Hospital	149,439	215+30(babies) =245	Data was not provided.
2	Karachi Institute of Heart Diseases	67,830	80	2,216

Sr. No.	Hospital Name	Cases reported in Emergency Room	Death during Emergency	Cases Referred to other Hospitals
3	Spencer Eye Hospital	Data was not provided on the pretext that the hospital does not treat emergency cases.		
4	Sobhraj Maternity Hospital	Data was not provided on the pretext that the hospital does not treat emergency cases.		
5	Gizri Maternity Home	-	24 (IUD deaths)	-
6	Landhi Medical Complex	Data was not provided on the pretext that the hospital does not treat emergency cases.		

C. Significant Audit Observations

The Audit observed that hospitals of Karachi Metropolitan Corporation failed to provide effective health care service delivery to the patients due to non-utilization of budget allocated for various heads and non-posting of officers/staff on vacant posts. The management did not make efforts for operation of various non-functional services of the hospitals such as emergency, radiology, pharmacy, ambulance, maternity and eye care services. In addition, non-carrying out of work of repair and maintenance of building, machinery and equipment caused deterioration of service delivery provided to the citizens. The key audit findings of the audit along with recommendations are given as below.

11.8.1 Non-compliance of established standards for emergency medical care

As per para 10.3.5 of Sindh Service Delivery Standards for Hospitals from Sindh Health Care Commission, “Facilities (equipment) are to be conveniently located within the hospital which should be accessible to highest risk patients”.

Further, Para 9.3.5 of ibid standard, stipulates that the beds in the unit are arranged to allow ready access for routine and emergency procedures and are within direct vision of supervising staff at all times.

During the Thematic Audit on Quality of Emergency Care Services by the Hospitals under KMC, for the audit year 2024-25, it was observed from the questionnaire shared with the management of the hospitals that three hospitals including Spencer Eye Hospital, Sobhraj Maternity Hospital and Gizri Maternity Home did not treat emergency cases. Emergency cases in these hospitals were referred to other hospitals. Furthermore, it was observed from the questionnaire shared with the management of remaining three hospitals namely Abbasi Shaheed Hospital, Karachi Institute of Heart Diseases, Landhi Medical Complex that the following established standards for emergency cases were not observed.

- i. There was not a well-defined triage system in place to prioritize patients based on the severity of their condition.
- ii. The Emergency Rooms were not fully operational for 24/7 with all necessary services viz. radiology, lab tests, pharmacy, which severely impacted emergency care.
- iii. There was no proper system of effective communication between ambulance crews and the Emergency Room, for better preparation before the patient's arrival, which caused delay in handing over the patient to the Emergency Room.
- iv. The crew and other allied staff was not well equipped and trained to provide adequate medical emergency treatment before reaching the hospital.
- v. There was no proper arrangement of life saving drugs in the Emergency Room.
- vi. There was shortage of beds in KIHD, due to which, the patients brought in emergency were not being treated rather were being referred to other hospitals. The same issue was observed in Gizri Maternity where caesarian section patients were being referred to other hospitals due to non-availability of beds.
- vii. The hospitals did not maintain the data of patients brought in Emergency, such as response times, patient outcomes, and resource utilization which could help in taking initiatives aimed at improving the quality of emergency services based on data-driven analysis and feedback.
- viii. There was no mechanism in the Emergency Room to handle elderly or vulnerable patients.
- ix. The hospitals did not have emergency preparedness plans (e.g., for natural disasters, pandemics).
- x. The trainings and practical drills related to emergency were not being conducted by the hospital to cope with the emergency situations.

Audit was of the view that due to non-provision of basic emergency facilities like equipment, beds, medicine, well trained staff, etc. the general public was deprived of basic emergency facilities.

The matter was reported to the management, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report.

Audit recommends that the management should take steps to ensure the provision of basic emergency services by prioritizing the establishment of essential allied facilities for emergency care.

11.8.2 Non-availability of emergency related medicine

Para 14.1.1 to 9 of the Sindh Service Delivery Standards for Hospitals from Sindh Health Care Commission, stipulates that the pharmaceutical service is managed and organized to provide efficient and effective pharmaceutical services through rational use of drugs within the hospital.

During the Thematic Audit on Quality of Emergency Care Services by the Hospitals under KMC, for the audit year 2024-25, it was observed that there was acute shortage of medicines especially for the emergency cases such as accidents, gunshots, heart attacks, strokes, trauma, etc. Due to shortage/non-availability of life saving drugs, the management of the hospitals failed to treat emergency related cases such as strokes, trauma, gunshots, etc. As a consequence, the cases of emergency nature were either referred to other hospitals or could not be properly treated. Detail of the stock of life saving drugs is as under:

Karachi Institute of Heart Diseases

Sr. No.	Name of Medicine	Remarks
1	Inj. Streptokinase	These medicines were unavailable.
2	Inj. Clexane	
3	Inj. Heparin	
4	Inj. Nelbuphine 10 mg	
5	inj. Isoniazid	
6	Inj. Isoket 10 mg	
7	Tab. Rousovastin 20 mg	
8	I/V Canula 22g	

Abbasi Shaheed Hospital

Sr. No.	Name of Medicine	Remarks
1	Inj. Suxacholin	These medicines were unavailable.
2	Inj. Tracurium	
3	Regular Insoline	

Abbasi Shaheed Hospital

Sr. No.	Name of Medicine	Remarks
4	Inj. Propofol	
5	Surgical Gloves	
6	Inj. Tetavax	
7	Urine Bag	
8	Inj. Avil	
9	Insulin Syringe	
10	Inj. Adrenaline	
11	Suction Tube	
12	Inj. Solucertif 100 mg	
13	ET Tube	

Audit was of view that due to non-availability of emergency medicines and other essential items proper emergency services could not be provided which indicated poor management and weak internal controls

The matter was reported to the management, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report.

Audit recommends availability of emergency related lifesaving drugs in the emergency rooms so as to provide immediate relief to the patient brought in emergency.

11.8.3 Non-availability of medical equipment

Para 13.1.1 to 9 of Sindh Service Delivery Standards-2017 established by Sindh Health Care Commission, Karachi, states that the radiology services are managed and organized to provide safe and efficient care for patients and support to clinical specialties.

Further, Para 12.4 *ibid*, states that the safe and adequate facilities and equipment are provided to meet the needs and volume of patients served by the laboratory.

Furthermore, Para 8.3.5, *ibid* stipulates that safe and adequate facilities and equipment are provided to meet the needs and volume of patients attending the emergency services/casualty department. There is a canopy over the casualty entrance used by ambulances.

During the Thematic Audit on Quality of Emergency Care Services by the Hospitals under KMC, for the audit year 2024-25, it was observed that Emergency Rooms in the hospitals were not equipped with necessary life-saving equipment such as defibrillators, oxygen supply, and diagnostic tools (e.g., CT scan, X-ray machines). There was shortage of ventilators in Karachi Institute of Heart Diseases and Abbasi Shaheed

Hospital. Further, there were no ventilators for patients in Gizri Maternity Home, Sobhraj Maternity Hospital, Landhi Medical Complex and Spencer Eye Hospital. Furthermore, surgical and laboratory items such as Polymerase Chain Reaction Analyzer (PCR), Biochemistry Analyzer, Hematology Analyzer, Immunology Test Analyzer, Microbiology Analyzer, Parasitology Analyzer etc., were also in shortage in Abbasi Shaheed Hospital. Ambulances for the casualty departments of Spencer Eye Hospital and Sobhraj Maternity Hospital were found condemned and non-operational since many years. Detail is as under:

Sr. No.	Name of hospital	X-ray	Ventilators	MRI	C.T Scan	Defibrillator
1	Abbasi Shaheed Hospital	Available	-	Not Available	Not Available	Not Available
2	Karachi Institute of Heart Diseases	-	-	-	-	-
3	Spencer Eye Hospital	-	Not Available	Not Available	Not Available	-
4	Sobhraj Maternity Hospital	-	Not Available	Not Available	Not Available	-
5	Gizri Maternity Home	Not Available	Not Available	-	Not Available	-
6	Landhi Medical Complex	Available	Not Available	Not Available	Not Available	Not Available

Audit was of view that due to non-availability of emergency related medical equipment the patients brought in emergency were not treated properly which indicated that the concerned management was not serious in delivering the emergency services.

The matter was reported to the management, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report.

Audit recommends provision of medical related equipment on priority basis besides fixing responsibility on the person (s) at fault.

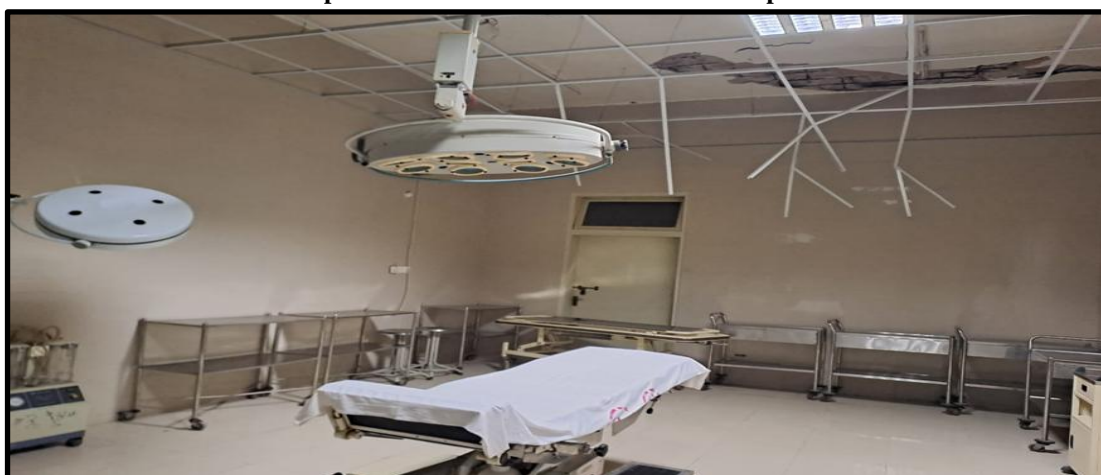
11.8.4 Non-availability of requisite facilities for C-Section

Para 12.4 of Sindh Service Delivery Standards-2017 established by Sindh Health Care Commission, Karachi that the Safe and adequate facilities and equipment are provided to meet the needs and volume of patients served by the laboratory.

Further, as per Para 8.3.5, ibid, “Safe and adequate facilities and equipment are provided to meet the needs and volume of patients attending the emergency services/casualty department. There is a canopy over the casualty entrance used by ambulances”.

During the Thematic Audit on Quality of Emergency Care Services by the Hospitals under KMC, for the audit year 2024-25, it was observed that the emergency care services in KMC hospitals had serious deficiencies in maternal healthcare, particularly regarding cesarean sections, wherein many patients experienced complications during cesarean sections due to inadequate facilities. The hospitals lacked essential resources, as there were no blood bank facilities or partnerships with NGOs to provide blood banking services. They also had insufficient surgical supplies and necessary medications. At Landhi Medical Complex specifically, the situation was even more critical, as there was no gynecology ward, thereby showing non-execution of cesarean sections. Pictorial evidence is attached as under.

Operation Theater Landhi Medical Complex



Gynecology Ward of Landhi Medical Complex

Audit was of the view that non-availability of basic equipment, medicine and other allied facilities in C-section showed that the management has failed in implementing the basic standard of health care which indicated inefficiency and lethargic attitude of the concerned management.

Audit recommends that the management should establish essential infrastructure, allocate resources effectively, collaborate with external partners, and implement strong monitoring mechanisms to ensure compliance with healthcare standards.

11.8.5 Shortage of Medical Personnel

Para 4.2.1 and 2 of Sindh Service Delivery Standards-2017 established by Sindh Health Care Commission, Karachi, states that the hospital is overseen by a Governing Board (Board of Directors/Governors or Representatives of Government Department) which ensure that the hospital is adequately resourced to meet its objectives.

During the Thematic Audit on Quality of Emergency Care Services by the Hospitals under KMC, for the audit year 2024-25, it was observed that there was acute shortage of medical personnel, i.e., dermatologists, nurses, radiologists, pathologists, technicians, mid-wives etc. Out of 2723 sanctioned posts only 1499 officials were working against various posts, thereby showing overall shortage of 1223 employees (44.80%). Resultantly, the patients brought to the hospitals in emergency for road accidents, gunshots, heart attacks and strokes, could not be treated properly and ultimately were being referred to other hospitals. Detail is at **Annex-TH2**.

Sr. No.	Name of Hospital	Sanctioned Strength	Working strength	Vacant Posts	Shortage (%)
1	Abbasi Shaheed Hospital	1,251	662	589	52.92
2	Karachi Institute of Heart Diseases	1,110	707	403	63.69
3	Spencer Eye Hospital	95	48	46	50.53
4	Sobhraj Maternity Hospital	73	21	52	28.77
5	Gizri Maternity Home	36	16	20	44.44
6	Landhi Medical Complex	158	45	113	28.48
Total		2,723	1,499	1,223	44.8

Audit was of the view that due to non-posting/appointment of medical personnel on vacant posts, the essential emergency services could not be provided in a proper manner

The matter was reported to the management, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report.

Audit recommends filling of vacant posts of medical persons on priority basis.

11.8.6 Non-maintenance of machinery and equipment

According to Para 10.3.5 of Sindh Service Delivery Standards for Hospitals from Sindh Health Care Commission, “Facilities (equipment) are conveniently located within the hospital to be accessible to highest risk patients”.

According to Para 21 of Sindh Service Delivery Standards for Hospitals from Sindh Health Care Commission, “There are clear and documented responsibilities, policies and procedures for procurement, use, maintenance, repair and disposal of equipment to minimize the potential for harm”.

During the Thematic Audit on Quality of Emergency Care Services by the Hospitals under KMC, for the audit year 2024-25, it was observed that various machinery/equipment such as monitors, incubators, ventilators, ambulances, MRI, Operation Theatre of accident and emergency were lying idle for long time. Spencer Eye Hospital, in particular, had not offered important eye care treatments or surgeries due to outdated equipment. The management neither got the equipment/vehicles repaired nor demanded additional funds for the said purpose to make them functional for the service delivery of patients. Detail is at **Annex-TH3**.

Audit was of view that due non-maintenance of machinery/equipment the patients brought in emergency could not be treated properly.

The matter was reported to the management, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report.

Audit recommends maintenance of medical equipment and machinery on priority basis.

11.8.7 Non-existence of Emergency and ICU services

As per Para 8.3.5 of Sindh Service Delivery Standards-2017 established by Sindh Health Care Commission, Karachi, “Safe and adequate facilities and equipment are provided to meet the needs and volume of patients attending the emergency services/casualty department. There is a canopy over the casualty entrance used by ambulances”.

Further, Para 8.1.1 to 5 ibid states that the Casualty Department provides safe, timely and efficient live-saving emergency care and minor treatment and surgery for patients.

Furthermore, Para 9.1.1 to 10 *ibid* states, “The Intensive Care Unit (ICU) is managed by suitably qualified staff and organized to provide safe and efficient care for seriously ill patients who need to be continuously monitored”.

During the Thematic Audit on Quality of Emergency Care Services by the Hospitals under KMC, for the audit year 2024-25, it was observed that there was no facility for provision of 24 hours emergency services in Landhi Medical Complex. Nor was there Intensive Care Unit (ICU) for the seriously ill patients. Besides, Gizri Maternity Home and Sobhraj Maternity Hospital also lacked 24-hour emergency services and functioning Intensive Care Units (ICUs) for critically ill patients.

Audit was of the view that due to non-existence of emergency and ICU services the general public was deprived of proper treatment of seriously ill patients which indicated poor management and weak internal controls.

The matter was reported to the management, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report.

Audit recommends that the management should establish emergency and ICU units in the hospitals on priority basis for provision of emergency medical services to the patients brought in emergency.

11.8.8 Non-provision of trainings to staff serving in emergency wards

Para 9.1.1 to 10 of Sindh Service Delivery Standards-2017 established by Sindh Health Care Commission, Karachi, states that the Intensive Care Unit (ICU) is managed by suitably qualified staff and organized to provide safe and efficient care for seriously ill patients who need to be continuously monitored.

During the Thematic Audit on Quality of Emergency Care Services by the Hospitals under KMC, for the audit year 2024-25, it was observed that the management of the hospitals did not provide trainings to the staff posted in Emergency Rooms which included Basic life support (BLS) and Advanced Life Support (ALS), obstetric emergency training, crisis management and communication, infection control and safety protocols, legal and ethical considerations, etc. The provision of these trainings is very crucial to train the staff posted in Emergency Rooms so that they may handle emergency cases effectively.

Audit was of the view that due to non-provision of trainings to staff serving in the emergency wards the patients brought in emergency were not being looked after and treated properly.

The matter was reported to the management, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report.

Audit recommends provision of various emergency related trainings for to the medical personnel posted in emergency care.

11.8.9 Non-implementation of Policy for Infection Control

Para 15.1.1 to 16 of Sindh Service Delivery Standards-2017 established by Sindh Health Care Commission, Karachi, states that the organization designs and implements a coordinated program to reduce the risks of infections in patients, visitors/attendants, contractors and staff. The hospital establishes an infection control program designed to prevent or reduce the incidence of Hospital Acquired Infections (HAIs) based on current scientific knowledge and evidence. Responsibility for coordinating the infection control program is assigned to an infection control committee with representatives of all relevant disciplines and departments. Infection risks, rates and trends are tracked, analyzed and reported by the committee.

During the Thematic Audit on Quality of Emergency Care Services by the Hospitals under KMC, for the audit year 2024-25, it was observed that the hospitals did not implement an infection control program. The emergency rooms did not have designated areas and procedures to isolate the patients brought in emergency with infectious diseases to prevent the spread of same to other individuals.

Audit was of the view that non-implementation of policy for infection control was violation of Sindh Service Delivery Standards related to health, which indicated poor management and weak internal controls.

The matter was reported to the management, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report.

Audit recommends that the policy for infection control may be implemented at the earliest, besides infection control measures, such as hand hygiene, sterilization of equipment, and proper disposal of biohazard materials may be adopted.

11.8.10 Non-utilization of budget allocated for various heads

As per Para 50 of Notification No. RO (LG)/MISC: 4(74)/2016 dated 28-02-2017 issued by Local Government & Housing Town Planning Department, Government of

Sindh, “The budget shall as far as possible be a performance budget and it shall make due provision to ensure that the standard of performance in the various activities of the council rises progressively and is not allowed to fall or deteriorate”.

Further, as per Para 14.1.1 to 9 of Sindh Service Delivery Standards-2017 established by Sindh Health Care Commission, Karachi, states that the pharmaceutical service is managed and organized to provide efficient and effective pharmaceutical services through rational use of drugs within the hospital.

During the Thematic Audit on Quality of Emergency Care Services by the Hospitals under KMC, for the audit year 2024-25, it was observed that the management failed to utilize the allocated budget for various heads i.e., purchase of medicines, x-ray film etc., anti-rabies, dressing material, laboratory articles, surgical & disposable articles, linen articles, ventilator for ICU, steel statures & wheel chairs, CT scan tubes, mattress, pillows, beds and bed sheets and R&M of medical, surgical & electrical items etc. The record revealed that an amount of Rs 418.800 million was allocated for the above head but the management could only utilize Rs 4.854 million, i.e., less than 2% of the budget which is a matter of high concern. The non-utilization of the allocated budget for emergency care services has several serious implications. Firstly, it compromises patient care by limiting access to essential items such as medicines, surgical equipment, ventilators, and other critical supplies, directly endangering lives. Detail is as under. Further detail at **Annex-TH4**.

[Rs. in Million]

Sr. No.	Name of Hospitals	Budget	Expenditure made During FY 2023-24	Non-utilized Amount	Non-Utilized in (%)
1	Abbasi Shaheed Hospital	322.400	4.155	318.245	98.71
2	Spencer Eye Hospital	2.900	0.000	2.900	100
3	Sobhraj Maternity Hospital	14.400	0.000	14.400	100
4	Gizri Maternity Home	8.500	0.346	8.154	95.93
5	Karachi Institute of Heart Diseases	43.000	0.338	42.662	99.21
6	Landhi Medical Complex	27.600	0.015	27.585	99.95
Total		418.800	4.854	413.946	98.97

Audit that the non-utilization of the allocated budget reflected poor administrative and financial management, directly hindering the provision of improved service delivery to the local residents.

The matter was reported to the management, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report.

Audit recommends fixing responsibility on the person (s) at fault, besides taking remedial measures.

11.8.11 Non-Availability of Ambulances

According to Para 10.3.5 of the Sindh Service Delivery Standards for Hospitals issued by the Sindh Health Care Commission, “Facilities (equipment) are conveniently located within the hospital to be accessible to the highest risk patients.”

Further, Para 21.14 *ibid*, stipulates that the regular and routine checks of equipment (equipment audits) must be conducted in accordance with the operational manual, maintenance contract, or a history sheet of the equipment by the Store In-charge.

During the Thematic Audit on Quality of Emergency Care Services by the Hospitals under KMC, for the audit year 2024-25, it was observed that most hospitals lacked functional ambulances. Except to the Karachi Institute of Heart Diseases and Sobhraj Maternity Hospital, all other hospitals had ambulances that were out of order, posing a significant risk to emergency response capabilities.

Audit was of the view that the absence of functional ambulances hindered the timely transportation of patients to hospitals or their transfer to other facilities when required.

The matter was reported to the management, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report.

Audit recommends that proper arrangements be made to ensure the availability of functional ambulance services at all hospitals on priority basis.

11.8.12 Non-Production of Record

Section 14 (2) and (3) of the Auditor-General’s (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, provides as under:

- “(2) The officer in-charge of any office or department shall afford all facilities and provide record audit inspection and comply with requests for information in as complete a form as possible and with reasonable expedition.

- (3) Any person or authority hindering the auditorial functions of the Auditor-General regarding inspection of accounts shall be subject to disciplinary action under Efficiency and Discipline Rules”.

During the Thematic Audit on Quality of Emergency Care Services by the Hospitals under KMC, for the audit year 2024-25, it was observed that the management did not produce auditable record pertaining to stock position of life saving drugs, duty roster of doctors posted in emergency rooms and patients referred to other hospitals due to lack of quality emergency service.

Audit was of view that non-production of record was a serious lapse on the part of management which caused hindrance in performance of the functions of audit.

Audit recommends inquiry into the matter and fixing responsibility on the person (s) at fault for non-provision of record.

11.9 Departmental Response

The matter was reported to the management of the hospitals through Observation Memos (OM) during audit but no reply was received from any office.

11.10 Recommendations

- i. The management should take steps to ensure the provision of basic emergency services by prioritizing the establishment of essential allied facilities for emergency care.
- ii. Availability of emergency related lifesaving drugs in the emergency rooms be ensured so as to provide immediate relief to the patients brought in emergency.
- iii. Provision of basic medical related equipment, besides repair & maintenance of existing medical equipment and machinery on priority basis.
- iv. Establishment of essential infrastructure, allocation of resources effectively, collaboration with external partners, and implement strong monitoring mechanisms to ensure compliance with healthcare standards.
- v. Filling of vacant posts of medical personnel on priority basis.

- vi. The management should establish emergency and ICU units in the hospitals on priority basis for provision of emergency medical services to the patients brought in emergency.
- vii. Provision of various emergency related trainings for the medical staff posted in emergency care.
- viii. The policy for infection control be implemented at the earliest, besides infection control measures, such as hand hygiene, sterilization of equipment, and proper disposal of biohazard materials may be adopted.
- ix. Utilization of the allocated budget for improved service delivery to the local residents.
- x. Proper arrangements be made to ensure the availability of functional ambulance services at all hospitals on priority basis.

11.11 Conclusion

The audit findings identified significant deficiencies in KMC hospitals' emergency care services, compromising patient safety and the quality of care. Critical shortages of life-saving equipment, ventilators, diagnostic tools, and essential supplies hinder the effective treatment of emergency cases. A lack of a functional triage system, operational 24/7 Emergency Rooms, and communication between ambulance crews and Emergency Rooms further delays patient care. Further, the shortage of medical staff, including dermatologists, nurses, and radiologists, results in delays in treating emergency cases, leading to patient referrals to other hospitals. The absence of blood banks and gynecology wards, as seen at Landhi Medical Complex, and inadequate maternal care highlight failures in meeting basic healthcare standards. Non-utilization of allocated funds for essential items like medicines and surgical supplies points to poor resource management. The hospitals lacked emergency preparedness plans, infection control measures, and proper staff training, all of which further exacerbated the situation. Immediate corrective actions are required, including procurement of necessary equipment, restoration of ambulances, posting of additional staff, and implementation of staff training and emergency preparedness plans to ensure the hospitals can effectively handle emergency cases and improve patient care.

Foreign Aided Project (FAP)

Chapter-12: Foreign Aided Projects

12.1 International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project (Phase-I)

12.1.1 Organization and Management

12.1.1.1 Non-completion of major components of Phase-I of the project

According to modified PC-I document date of completion for Phase-1 of Karachi Water and Sewerage Services Improvement Project was 20-08-2024.

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that the management executed Phase-I of the project on 20-02-2020 and was required to complete the same on 20-08-2024, i.e., in 4.5 years' period, but the management has not been able to complete the major components of the Phase, as detailed below:

Sr. No.	Component	Sub-component
1	Institutional Reforms and capacity building in HR	1b. Design and implementation of HR Reform Program
2		1c. Upgrading of HR System including software and hardware
3	Communication Capacity Building in Development	2a. Design and implementation of Communication Program
4		2b. Develop and implementation Customer Relation Strategy including training and construction of 6 service center
5	GIS and Capacity Building in Asset Management	3a. Implementation of GIS System
6		3b. Design and implementation of an Asset Management Program
7	Revenue Improvement and Customer Care	4a. Conduct Customer identification and Tariff Basis Survey
8		4b. Improve billing and collection system including tariff study
9	NRW reduction and metering best practices	Design and implementation of NRW Control Program
10		Design and implementation of a Meter Maintenance Program

Audit was of the view that non-completion of the major components of the Phase-I of the project despite lapse of more than 98% percent of the project time showed poor performance and lethargic attitude of the concerned management.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.1.2 Financial Management:

12.1.2.1 Less-deduction of Sindh sales tax on services - Rs 2.893 million

Section 8(1) of Sindh Sales Tax on Services Act 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

Further, as per Second Schedule to the Sindh Sales Tax on Services Act, 2011, Working Tariff (As of 01st September, 2016) read with notified exemptions and concessionary rates of tax.

Tariff Heading	Description	SST Charged on Value of Services
9815.5000	Technical, scientific and engineering consultants	13%

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that the management paid Rs 193.442 million to M/s NESPAK (Pvt) Ltd on account of Design & Tender Document, but deducted less amount of Sindh sales tax on services from bills amounting to Rs 2.893 million. Detail is at **Annex-FP1**.

Audit was of the view that undue favor was extended to the consultant by less deduction of Sindh sales tax on services which resulted in loss to public exchequer and indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends recovery of tax and its deposit into treasury.

12.1.2.2 Non-recovery of water charges - Rs 48.232 million

As per KW&SC Notification No. DMD/HRD&A/Works/265 dated 01-11-2019, water charges are to be deducted from contractor's bills at the enhanced revised rates with effect from 01-07-2019, as specified below:

Particulars	Rates
For drinking purpose	1% of the total cost of work
For civil works other than construction work	1.5% of the total cost of work
For construction work	2.5% of the total cost of work

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that the management paid an amount of Rs 3,215.490 million to various contractors, but did not deduct Rs 48.232 million on account of water charges from contractors. Detail is at **Annex-FP2**.

Audit was of the view that non-deduction of water charges was violation of rules which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends recovery in the matter.

12.1.2.3 Non-deduction of income tax - Rs 5.115 million

According to Section 153(1) of the Income Tax Ordinance 2001 and Income Tax Rules 2002 payment on account of supply of goods and rendering of services are subject to deduction of income tax at source (a) in case of sale of goods: company @ 5%.

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that the management paid an amount of Rs 102.295 million to M/s. Meraj Pvt Ltd on account of 20% advance payment for “procurement of 14 pairs of sewage suction trucks and mobile jetting trucks, 10 nos. of combined suction & jetting trucks including fast moving spare parts and maintenance under KWSSIP”, but did not deduct Rs 5.115 million on account of income tax from contractor. Detail is as under:

[Rs. in Million]				
Particulars	Name of Payee	Cheque No. & Date	Amount	Income Tax @ 5%
Procurement of 14 pairs of sewage suction trucks and mobile jetting trucks, 10 nos. of combined suction & jetting trucks including fast moving spare parts and maintenance under KWSSIP	M/s. Meraj Pvt Ltd	17416153 19-03-2024	102.295	5.115

Audit was of the view that non-deduction of taxes was loss to public exchequer which reflected weak financial and internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends recovery in the matter and deposit into treasury.

12.1.3 Procurement & Contract Management

12.1.3.1 Irregular award of works without obtaining bidder's eligibility credentials Rs 901.475 million

According to Clause-34.1 - Evaluation of bids: Section-I of Instructions to Bidders, "The purchase shall use the criteria and methodologies listed in this ITB and Section-III, Evaluation and Qualification criteria. No other evaluation criteria or methodologies shall be permitted. By applying the criteria and methodologies, the purchaser shall determine the most advantageous bid.

Further, according to Clause-7 – Preliminary Examination of Bid Evaluation, "The bidding document submitted by the above bidder was initially subject to preliminary examination, in order to identify and reject the bid if it is found incomplete, invalid or substantially non-responsive to the bidding document. Clause-8, accordingly following checks have been applied to the following bidding documents: Completeness of documentation.

- i. Financial Situation Form Fin 3.3.1,
- ii. Average Annual Turn Over Form Fin 3.3.2,
- iii. Financial Resources Form Fin 3.3.3,
- iv. General Supply Experience Form Exp 4.4.1,
- v. Specific Supply Experience Form 4.4.2,
- vi. Current Contract Commitments Form CC

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that the management invited bids for "procurement of 14 pairs of sewage suction trucks and mobile jetting trucks, 10 Nos. of combined suction & jetting trucks including fast moving spare parts and maintenance under KWSSIP" at sanctioned cost of Rs 901.475 million. The work was awarded to M/s Meraj Ltd without obtaining eligibility criteria/credentials of the bidder. The following

documents were required to be submitted at the time of bid which actually were not available on record:

- i. Financial Situation
- ii. Average Annual Turn Over
- iii. Financial Resources,
- iv. General Supply Experience,
- v. Specific Supply Experience
- vi. Current Contract Commitments

Audit was of the view that award of work without obtaining bidder's credentials was violation of the various clauses of bid document which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.1.3.2 Award of works in violation of World Bank Procurement Regulations for IPF borrowers - Rs 2,185.861 million

According to The World Bank Procurement Regulations for IPF Borrowers under clause Contract Award Notice:

- 5.93 For all contracts, whether subject to the Bank's prior review or post review, the Borrower shall publish a public notice of award of contract (Contract Award Notice) within 10 (ten) Business Days from the Borrower's Notification of Contract Award to the successful Bidder/Proposer/Consultant.
- 5.94 The Contract Award Notice shall include, at a minimum, the following information as relevant and applicable for each selection method:
 - i. name and address of the Borrower's Project Implementing Unit undertaking the procurement, and if different, the Borrower's contracting agency;

- ii. name and reference number of the contract being awarded, and the selection method used;
- iii. names of all Bidders/Proposers/Consultants that submitted Bids/Proposals, and their Bid/Proposal prices as read out at Bid/Proposal opening, and as evaluated;
- iv. names of all Bidders/Proposers/Consultants whose Bids/Proposals were rejected either as nonresponsive or as not meeting qualification criteria, or were not evaluated, with the reasons therefor;
- v. the name of the successful Bidder/Proposer/Consultant, the final total contract price, the contract duration and a summary of its scope; and
- vi. Successful Bidder/Proposer/Consultant's Beneficial Ownership Disclosure Form for those contracts as indicated in the Procurement Plan, in the form required in the Procurement Documents.

5.95 The Contract Award Notice shall be published on the Borrower's website with free access, or, if not available, in at least one newspaper of national circulation in the Borrower's country, or in the official gazette.

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that the management awarded works amounting Rs 2,185.861 million to various contractors, but failed to observe the Word bank Procurement Regulations for IPF Borrowers, as detailed below:

[Rs. in Million]				
Sr. No.	Name of Contract	Name of Contractor	Contract No. & Date	Contract Value
1	Supply and Installation of Intermittent Chlorination Stations under Component-2, SOP-I	M/s. Hawan Construction	12/08/2023	290.645
2	Package KA-1 Rehabilitating Water Supply and Sewerage in Soba Nagar	Haji Syed Ameer & Brothers	12/09/2023	353.902
3	Package KA-2 Rehabilitating Water and Sewerage in Essa Nagari	Haji Syed Ameer & Brothers	26-12-2023	639.839
4	Sewage Suction and Jetting Trucks Batch-2	M/s. Meraj Limited	12/03/2020	901.475
Total				2,185.861

Following irregularities have been observed:

- i. Public notice for award of contracts was not published within 10 days of contract award notice as required under rules;
- ii. Contract award notices were not issued as per clause-5.94 (i to vi) of Procurement Regulations for IPF borrowers;
- iii. Further, contract award notices were neither issued nor published on the borrower's website in violation of rules mentioned above.

Audit was of the view that the non-publication of contract award notices was violation of the World Bank Procurement Regulation for IPF Borrowers which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.1.3.3 Non-imposition of liquidated damages - Rs 113.192 million

According to Clause 2.14 of Conditions of Contract, "the liquidated damages for the whole of the work shall by 0.3 percent of the final contract price per day.

Further according to Clause 2.15 of Conditions of Contract, "The maximum amount of liquidated damages for the whole of the works is ten (10%) percent of the final contract price.

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that the management awarded various works of Rs 1,131.919 million but the contractors failed to complete the works within stipulated period. However, the liquidated damages amounting to Rs 113.192 million @ 10% of contracts value were not imposed. Detail is at **Annex-FP3**.

Audit was of the view that non-imposition of liquidated damages showed that undue favor was extended to the contractors which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends imposition of liquidated damages as per contract agreements.

12.1.3.4 Non-revalidating of performance securities/bank guarantees Rs 373.919 million

According to Clause 54 (1) of Conditions of Contract, “The Performance Security shall be valid until a date 28 days from the date of issue of the Certificate of Completion in the case of a Bank Guarantee, and until one year from the date of issue of the Certificate of Completion in the case of a Performance Bond”.

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that the management awarded 5 development works to various contractors for which performance securities/bank guarantees amounting Rs 373.919 million were obtained. However, the same were expired before completion of development works. The management was required to get the performance securities/bank guarantees revalidated to safe guard the interest of the project, but the same was not done, as detailed below. Further detail is at **Annex-FP4**.

[Rs. in Million]

Sr. No.	Name of Work	Name of Contractor	Bank Guarantee Amount	Validity Date	Actual Date of Completion of Work
1	Package KA-2 Rehabilitating Water Supply and Sewerage in Essa Nagari	Haji Syed Ameer & Brothers	63.984	13-12-2024	06/12/2024
2	Package KA-1 Rehabilitating Water Supply and Sewerage in Soba Nagar	Haji Syed Ameer & Brothers	35.390	13-12-2024	06/12/2024
3	Construction & Protection/Rehabilitation Work for G.K. Conduit, K-II, K-II, 84” Diameter Balance Conveyance and 36” Diameter Malir Main at Malir River Bed Phase-I & Phase-III	M/s. SMC-SMS JV (Sultan Mahmood & Company – Sherjan Mosakhail & Sons)	181.484	3/8/2024	31-12-2024
4	Package-01 Lot-02 Korangi & Malir	M/s. Sherjan Mosakhail & Sons	38.182	29-11-2023	31-12-2023

[Rs. in Million]

Sr. No.	Name of Work	Name of Contractor	Bank Guarantee Amount	Validity Date	Actual Date of Completion of Work
5	Package-01 Lot-03 Central & Kemari	M/s. Sherjan Mosakhail & Sons	54.879	29-11-2023	31-12-2023
Total			373.919	--	

Audit was of the view that non-revalidating of performance securities/bank guarantees was violation of contract agreements and put the project at risk in case of breach of any contract clause which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.1.3.5 Non-obtaining of bank guarantees - Rs 328.661 million

According to clause 2.4 of Procurement Regulations for IPF Borrowers, “Contracts for Works and Plant shall require security in an amount sufficient to protect the Borrower in case of breach of contract by the contractor. This security shall be provided in an appropriate amount, as specified by the borrower in the Request for Bids/Request for Proposals document. The amount of the security may vary, depending on the type of security furnished and the nature and magnitude of the Works or facilities. Normally, the amount for bank guarantees should not exceed ten percent (10%) of the contract price unless the commercial practice for the industry recommends a different percentage. A portion of this security shall extend sufficiently beyond the date of completion of the works or facilities to cover the defects liability or maintenance period up to final acceptance by the borrower.

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that the management awarded works of Rs 3,286.618 million, but performance securities/bank guarantees were not obtained from different contractors amounting to Rs 328.661 million. Detail is as under:

[Rs. in Million]

Sr. No	Name of Contract	Name of Consultant	Contract Value	Performance Guarantee Due	Performance Guarantee Obtained	Non-obtaining of BG
1	Replacement of Rising Main No: 05 with X-42 Grade Steel 72" (1800mm) dia MS Rising Main from Dhabeji Pumping Complex to Forebay High Point	M/s. Noor-ul-Haq & Brothers	2,385.143	238.514	-	238.514
2	Sewage Suction and Jetting Trucks Batch-2	M/s. Meraj Limited	901.475	90.147	-	90.147
Total			3,286.618	328.661	-	328.661

Audit was of the view that less/non-obtaining of bank guarantees from contractors was violation of procurement regulations for IPF borrowers and put the interest of project on risk.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.1.3.6 Expenditure through invalid procurement committee - Rs 1,460.497 million

According to Rule-7, Part-I of Sindh Public Procurement Rules 2010, “The procuring agency shall, with approval of its Head of the Department, Constitute as many procuring committees, as it deems fit, each comprising odd number of persons and headed by the gazette officer not below the rank of BPS-18, or if not available, the officer of the highest grade, and shall ensure that at least one third of the members of a procurement committee are from the agencies or departments other than the procuring agency”.

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 1,460.497 million on “Procurement of 14 pairs of Mobile Sewage Suction Trucks and Jetting Trucks, 10 combined Suction & Jetting Trucks including Fast

Moving Spare Parts and maintenance” without inclusion of external member in procurement committee for evaluation of rates.

Audit was of the view that procurements without inclusion of external member was irregular which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.1.4 Monitoring & Evaluation

12.1.4.1 Poor performance due to execution of only 18% of work

According to component wise Progress Report provided to Audit by the management of KWSSIP, “Date of commencement for the Package G-2: Supply and Installation of Intermittent Chlorination Stations under Component-2, SOP-I is 12th August 2023 and date of completion is 12th August 2024”.

Further, according to component wise Progress Report provided to Audit by the management of KWSSIP, “Date of commencement for Institutional Reform Studies of KW&SC was 23rd August 2023 and date of completion is 23rd August 2024”.

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that 2 works amounting Rs 1,867.154 million were awarded to various contractors in August 2023. The said works were required to be completed in 12 months period (August, 2024), but the management have been able to achieve only 18% of its targets as on 30-06-2024, despite lapse of more than 83% of stipulated completion time, as detailed below. Detail is at **Annex-FP5**.

Name of Contract	Name of Contractor	Period of Work	% of Work Done	Months Passed
Institutional Reform Studies of KW&SC	M/s. GFA Consulting	12 Months	1.8	10
Supply and Installation of Intermittent Chlorination Stations under Component-2, SOP-I	M/s. Hawaan Construction	12 Months	17.7	10

Audit was of the view that the management failed to execute works according to the timelines of contract agreements which indicated poor performance on the part of management and contractors.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends expediting the progress of work according to contract agreements so as to complete the same in time.

12.1.5 Asset Management

12.1.5.1 Non-acquiring of insurance of Jetting and suction trucks

According to clause 2.21 of Procurement Regulations for IPF Borrowers, “Contracts shall include types and terms of insurance to be provided by contractors. Normally, an ‘all risk’ type of insurance policy shall be specified.

According to clause 2.22 of Procurement Regulations for IPF Borrowers, “If a borrower does not wish to obtain insurance coverage through the contract, and wishes to make its own arrangements or to reserve insurance to national firms or other designated sources, it provides evidence satisfactory to the Bank that:

- i. resources are readily available for prompt payment, in a freely convertible currency among the currencies of payment of the contract, of the indemnities required to replace lost or damaged Goods and Works; and
- ii. risks are adequately covered.

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 1,479.958 million on procurement of 14 pairs of Mobile Sewage Suction Trucks and Jetting Trucks, 10 combined Suction & Jetting Trucks including Fast Moving Spare Parts and maintenance” from M/s. Meraj Pvt Ltd, but management neither acquired insurance from the contractor nor the contractor submitted evidence satisfied to the bank that risks are adequately covered.

Audit was of the view that due to non-acquiring of insurance of vehicles, the assets of the project were not safeguarded.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.1.6 Compliance with Loan Covenants

12.1.6.1 Loss on account of commitment charges on un-utilized loan - Rs 2.379 million

According to Section 2.04 of the loan agreement (No.8994-PK) executed between Islamic Republic of Pakistan and World Bank (IBRD). “The Commitment Charge is one quarter of one percent (0.25%) per annum on the Unwithdrawn Loan Balance”.

During the Financial Attest Audit of International Bank for Reconstruction and Development Loan No. 8994-PK, Karachi Water and Sewerage Services Improvement Project, for the financial year 2023-24, it was observed that the management failed to utilize the funds of Rs 2,657.701 million received from IBRD and retained balance of Rs 951.604 million as on 30-06-2024, which resulted into loss of Rs 2.379 million on account of commitment charges. Detail is as under:

[Rs. in Million]					
Project ID	Estimated Cost	Funds Received 2023-24	Total Expenditure	Balance as on 30-06-2024	Commitment @ 0.25%
KQ22236005/41652629250	14.729	2,657.701	1,706.097	951.604	2.379

Audit was of the view that commitment charges due to non-utilization of loan indicated weak financial management and internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends inquiry into the matter.

12.2 Asian Infrastructure Investment Bank’s Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project (Phase-I)

12.2.1 Organization and Management:

12.2.1.1 Non-submission of contract documents to National Accountability Bureau Rs 2,705.246 million

According to Section 33B of NAB Ordinance 1999 (Reporting of public contracts), all Ministries, Divisions and Attached Departments of the Federal Government, all departments of Provincial and Local governments, statutory corporations or authorities established by the Federal Government or Provincial Government and holders of public office shall furnish to NAB a copy of any contract, entered into by such Ministries, Divisions and Attached Departments of the Federal Government, all departments of Provincial Government or local government, statutory corporations or authorities established by the Federal Government or Provincial Government or such holder of public office on its behalf, as the case may be, of the minimum monetary value of fifty million rupees or more, within such time as is reasonably practicable from the date of signing such contract.

During the Financial Attest Audit of Asian Infrastructure Investment Bank’s Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that the management awarded different works amounting to Rs 2,705.246 million to various consultants/contractors each having value more than fifty million. The management was required to furnish copy of contract agreement signed with the contractors to National Accountability Bureau (NAB), but the same has not been done, in violation of NAB Ordinance, as detailed below:

[Rs. in Million]			
Component No.	Name of Contract	Name of Consultant/ Contractor	Contract Value
Component 2	Package S-1 Priority Sewer Network Rehabilitation of Teen Hatti (2023-24)	M/s. Sherjan Mosakhail & Sons	375.121
	RFB/Replacement of damaged section of 72" dia, 66" dia and 54" dia old Pipri water main with X42 grade mild steel pipe and rehabilitation /strengthening of 48" dia PRCC pipe joints at existing old Pipri water Main with allied works	M/s. Noor-ul-Haq & Brothers	2,330.125
Total			2,705.246

Audit was of the view that non-submission of contract agreement documents to National Accountability Bureau was violation of instructions of NAB Ordinance which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.2.1.2 Non-appointment of adjudicator

According to Clause 1(C) of General Condition of Contract, “The adjudicator is the person appointed jointly by the employer and the contractor to resolve disputes in the first instance.

Further, according to Clause 21(1) of Conditions of Contract, “The employees and the contractor shall jointly appoint an adjudicator with relevant experience, within 7 (seven) days of contract signature. In case of disagreement on the appointment of the adjudicator within this period, either party will request the appointing authority stated in CC 2.9, to appoint the adjudicator within 7 (seven) days of receipt of such request.

During the Financial Attest Audit of Asian Infrastructure Investment Bank’s Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that the management awarded various works amounting to Rs 2,705.246 million to contractors but did not appoint adjudicator for resolution of disputes in first instance (if any) arise during execution phase, as detailed below:

[Rs. in Million]			
Component No.	Name of Contract	Name of Consultant Contractor	Contract Value
Component 2	Package S-1 Priority Sewer Network Rehabilitation of Teen Hatti (2023-24)	M/s. Sherjan Mosakhail & Sons	375.121
	RFB/Replacement of damaged section of 72" dia, 66" dia and 54" dia old Pipri water main with X42 grade mild steel pipe and rehabilitation /strengthening of 48" dia PRCC pipe joints at existing old Pipri water Main with allied works	M/s. Noor-ul-Haq & Brothers	2,330.125
Total			2,705.246

Audit was of the view that non-appointment of adjudicator was violation of general conditions of contract due to which disputes and issues (if any) may not be addressed promptly, increasing the risk of project delay and failure.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends appointment of adjudicator on priority basis.

12.2.2 Financial Management:

12.2.2.1 Less-deduction of Sindh Sales Tax on Services - Rs 3.161 million

Section 8(1) of Sindh Sales Tax on Services Act 2011, stipulates that the taxable services shall be charged, levied and collected for a tax, known as sales tax, on the value of a taxable service at the specified rate.

Further, as per Second Schedule to the Sindh Sales Tax on Services Act, 2011, Working Tariff (As of 01st September, 2016) read with notified exemptions and concessionary rates of tax.

Tariff Heading	Description	SST Charged on Value of Services
9815.5000	Technical, scientific and engineering consultants	13%

During the Financial Attest Audit of Asian Infrastructure Investment Bank’s Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that the management paid of Rs 211.343 million to M/s NESPAK (Pvt) Ltd on account of Design & Tender Document, but deducted less amount of Sindh sales tax on services from bills amounting to Rs 3.161 million. Detail is at **Annex-FP6**.

Audit was of the view that undue favor was extended to the consultant by less deduction of Sindh sales tax on services which resulted in loss to public exchequer and indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends recovery of tax and its deposit into treasury.

12.2.2.2 Non-recovery of water charges - Rs 1.850 million

As per KW&SC Notification No. DMD/HRD&A/Works/265 dated 01-11-2019, water charges are to be deducted from contractor's bills at the enhanced revised rates with effect from 01-07-2019, as specified below:

Particulars	Rates
For drinking purpose	1% of the total cost of work
For civil works other than construction work	1.5% of the total cost of work
For construction work	2.5% of the total cost of work

During the Financial Attest Audit of Asian Infrastructure Investment Bank's Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that the management paid an amount of Rs 123.326 million to various contractors, but did not deduct Rs 1.850 million on account of water charges from contractors. Detail is at **Annex-FP7**.

Audit was of the view that non-deduction of water charges was violation of rules which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends recovery in the matter.

12.2.2.3 Non-verification of performance securities/bank guarantees from respective banks - Rs 270.525 million

According to Rule 39(4), Part-II of Sindh Public Procurement Rules 2010 (Amended 2019), "The procuring agency shall get the performance security verified in the following form or manner:

- (a) All performance securities of contracts with estimated cost upto Rs 50.00 million (Rupees fifty million) shall be verified by the issuing agency;
- (b) All performance securities of contracts with estimated cost above Rs 50.00 million shall be verified by the Head Office of the issuing agency".

During the Financial Attest Audit of Asian Infrastructure Investment Bank's Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that the management awarded works amounting Rs 2,705.246 million to various contractors, for which performance securities/bank

guarantees amounting to Rs 270.525 million were obtained. However, the same were not verified from respective banks, in violation of the rules. Detail is at **Annex-FP8**.

Audit was of the view that non-verification of performance securities/bank guarantees from the respective banks was violation of the rules which indicated poor financial management and internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends verification of the performance securities/ bank guarantees on priority basis.

12.2.3 Procurement & Contract Management

12.2.3.1 Award of works in violation of World Bank Procurement Regulations for IPF borrowers - Rs 5,090.389 million

According to The World Bank Procurement Regulations for IPF Borrowers under clause Contract Award Notice:

- 5.93 For all contracts, whether subject to the Bank's prior review or post review, the Borrower shall publish a public notice of award of contract (Contract Award Notice) within 10 (ten) Business Days from the Borrower's Notification of Contract Award to the successful Bidder/Proposer/Consultant.
- 5.94 The Contract Award Notice shall include, at a minimum, the following information as relevant and applicable for each selection method:
- i. name and address of the borrower's Project Implementing Unit undertaking the procurement, and if different, the Borrower's contracting agency;
 - ii. name and reference number of the contract being awarded, and the selection method used;
 - iii. names of all Bidders/Proposers/Consultants that submitted Bids/Proposals, and their Bid/Proposal prices as read out at Bid/Proposal opening, and as evaluated;

- iv. names of all Bidders/Proposers/Consultants whose Bids/Proposals were rejected either as nonresponsive or as not meeting qualification criteria, or were not evaluated, with the reasons therefor;
- v. the name of the successful Bidder/Proposer/Consultant, the final total contract price, the contract duration and a summary of its scope; and
- vi. Successful Bidder/Proposer/Consultant's Beneficial Ownership Disclosure Form for those contracts as indicated in the Procurement Plan, in the form required in the Procurement Documents.

5.95 The Contract Award Notice shall be published on the Borrower's website with free access, or, if not available, in at least one newspaper of national circulation in the Borrower's country, or in the official gazette.

During the Financial Attest Audit of Asian Infrastructure Investment Bank's Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that the management awarded works amounting Rs 5,090.389 million to various contractors, but failed to observe the World Bank Procurement Regulations for IPF Borrowers. Detail is as under:

[Rs. in Million]				
Sr. No.	Name of Contract	Name of Contractor	Contract No. & date	Contract Value
1	Package S-1 Priority Sewer Network Rehabilitation of Teen Hatti.	Sherjan Mosakhail & Sons	31-01-2024	375.121
2	Replacement of Rising Main No: 05 with X-42 Grade Steel 72" (1800mm) dia MS Rising Main from Dhabeji Pumping Complex to Forebay High Point	Noor-ul-Haq & Brothers	18-01-2024	2,385.143
3	Replacement of damaged section of 72" dia, 66" dia and 54" dia old Pipri water main with X42 grade mild steel pipe and rehabilitation /strengthening of 48" dia PRCC pipe joints at existing old Pipri water Main with allied works	Noor-ul-Haq & Brothers	27-03-2024	2,330.125
Total				5,090.389

Following irregularities have been observed:

- i. Public notice for award of contracts was not published within 10 days of contract award notice as required under rules;
- ii. Contract award notices were not issued as per Clause-5.94 (i to vi) of Procurement Regulations for IPF borrowers;

- iii. Further, contract award notices were neither issued nor published on the borrower's website in violation of rules mentioned above.

Audit was of the view that the non-publication of contract award notices was violation of the World Bank Procurement Regulation for IPF Borrowers which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.2.3.2 Non-imposition of liquidated damages - Rs 134.230 million

According to Clause 2.14 of Conditions of Contract, "the liquidated damages for the whole of the work shall be 0.3 percent of the final contract price per day.

Further according to Clause 2.15 of Conditions of Contract, "The maximum amount of liquidated damages for the whole of the works is ten (10%) percent of the final contract price.

During the Financial Attest Audit of Asian Infrastructure Investment Bank's Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that the management awarded various works of Rs 1,342.307 million but the contractors failed to complete the works within stipulated period. However, the liquidated damages amounting to Rs 134.230 million @ 10% of contracts value were not imposed. Detail is at **Annex-FP9**.

Audit was of the view that non-imposition of liquidated damages showed that undue favor was extended to the contractors which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends imposition of liquidated damages as per contract agreements.

12.2.3.3 Non-revalidating of performance securities / bank guarantees Rs 280.639 million

According to Clause 54 (1) of Conditions of Contract, “The Performance Security shall be valid until a date 28 days from the date of issue of the Certificate of Completion in the case of a Bank Guarantee, and until one year from the date of issue of the Certificate of Completion in the case of a Performance Bond”.

During the Financial Attest Audit of Asian Infrastructure Investment Bank’s Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that the management awarded 3 development works to various contractors for which performance securities/bank guarantees amounting to Rs 280.639 million were obtained. However, the same were expired before completion of development works. The management was required to get the performance securities/bank guarantees revalidated to safe guard the interest of the project, but the same was not done, as detailed below. Further detail is at **Annex-FP10**.

[Rs. in Million]					
Sr. No.	Name of work	Name of Contractor	Bank Guarantee Amount	Validity Date	Actual Date of Completion of Work
1	Package S-1 Priority Sewer Network Rehabilitation of Teen Hatti.	M/s. Sherjan Mosakhail & Sons	37.512	31-07-2024	31-01-2025
2	RFB/Replacement of damaged section of 72" dia, 66" dia and 54" dia old Pipri water main with X42 grade mild steel pipe and rehabilitation /strengthening of 48" dia PRCC pipe joints at existing old Pipri water Main with allied works.	M/s. Noor-ul-Haq & Brothers	233.013	20-03-2025	27-03-2025
3	Package-01 Lot-01 East	Haji Syed Ameer & Brothers	10.114	28-02-2023	31-12-2023
Total			280.639	-	-

Audit was of the view that non-revalidating of performance securities/bank guarantees was violation of contract agreements and put the project at risk in case of breach of any contract clause which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.2.4 Construction & Works

12.2.4.1 Payments without obtaining completion reports - Rs 116.676 million

According to Clause-49 (1) of Conditions of Contract, “The Contractor shall request the Project Manager to issue a Certificate of Completion of the Works, and the Project Manager shall do so upon deciding that the whole of the works is completed”.

According to Clause-51 (1) of Conditions of Contract, “The Contractor shall supply the Project Manager with a detailed account of the total amount that the Contractor considers payable under the Contract before the end of the Defects Liability Period. The Project Manager shall issue a Defects Liability Certificate and certify any final payment that is due to the Contractor within 56 days of receiving the Contractor’s account if it is correct and complete”.

During the Financial Attest Audit of Asian Infrastructure Investment Bank’s Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that the management made payment of Rs 116.676 million to the contractors without obtaining certificate of completion of works from the Project Manager. Detail is at **Annex-FP11**.

Audit was of the view that release of payments without obtaining certificate of completion of works was violation of condition of contract which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.2.4.2 Irregular execution of works without insurance coverage Rs 116.676 million

According to Clause 12(1) of Condition of Contract, “The contractor shall provide, in the joint names of the employer and the contractor, insurance cover from the start date to the end of the defect’s liability period, in the amounts and deductibles specified in CC 2.6, for listed events which are due to the contractor’s risks:

- i. loss of or damage to the Works, Plant, and Materials;
- ii. loss of or damage to Equipment;
- iii. loss of or damage to property (except the Works, Plant, Materials, and Equipment) in connection with the Contract; and
- iv. personal injury or death.

Further, according to Clause 12(1) of Condition of Contract, “Policies and certificates for insurance shall be delivered by the contractor to the Project Manager for the Project Manager’s approval before the start date. All such insurance shall provide for compensation to be payable in the types and proportions of currencies required to rectify the loss or damage incurred.

During the Financial Attest Audit of Asian Infrastructure Investment Bank’s Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that the management awarded contracts of Rs 116.676 million to various contractors, but failed to obtain insurance cover from contractors to rectify the loss or damage incurred (if any), as detailed below:

[Rs. in Million]				
Sr. No.	Name of Contract	Name of Contractor	Contract Value	Amount
1	Package-01 Lot-01 East	Haji Syed Ameer & Brothers	101.143	94.878
2	Package-02 Lot-02 East	Muhammad Iqbal Shaikh & Co.	129.559	7.874
3	Package-02 Lot-03 Korangi & Malir	Muhammad Iqbal Shaikh & Co.	290.464	13.924
Total			521.166	116.676

Audit was of the view that undue financial benefit was extended to the contractors by non-obtaining the insurance coverage for the works which indicated weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends ensuring the insurance coverage as per contract agreement.

12.2.5 Monitoring & Evaluation

12.2.5.1 Poor performance due to execution of only 13% of work

According to progress report submitted by NESPAK to Project Director, Karachi Water and Sewerage Services Improvement Project, “Date of commencement for the Package KA-1, 2 Rehabilitating Water Supply & Sewerage (Soba Nagar & Essa Nagri) is 27th December 2023 and date of completion is 26th December 2024.

During the Financial Attest Audit of Asian Infrastructure Investment Bank’s Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that 2 development works amounting to Rs 993.741 million were awarded to various contractors in December 2023. The said works were required to be completed in 12 months period (December, 2024), but the management have been able to achieve only 13% of its targets as on 30-06-2024, despite lapse of more than 50% of stipulated completion time, as detailed below. Further detail is at **Annex-FP12**.

Sr. No.	Name of Contract	Name of Contractor	Period of Work	% of Work Done	Months Passed
1	Rehabilitating Water Supply and Sewerage in Soba Nagar	Haji Ameer Syed & Brothers	12 Months	12.4	6
2	Package KA-2 Rehabilitating Water Supply and Sewerage in Essa Nagari	Haji Ameer Syed & Brothers	12 Months	2.5	6

Audit was of the view that the management failed to execute works according to the timelines of contract agreements which indicated poor performance on the part of management and contractors.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.2.5.2 Non-preparation of project reports

According to Section-II of Schedule-2 of Loan Agreement, “the borrower shall cause the Project Implementing Entity to furnish to the bank each project report not later than forty-five (45) days after the end of each calendar quarter, covering the calendar quarter.

During the Financial Attest Audit of Asian Infrastructure Investment Bank’s Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that the management did not prepare & submit project reports to the World Bank showing the progress of works executed along with the percentage of work completed. Non-preparation of such reports clearly depicts lack of monitoring and evaluation mechanism at project implementation level.

Audit was of the view that non-preparation of project reports was a serious lapse due to which the proper monitoring and evaluation of the works could not be done. Resultantly, deprived the stakeholders from actual progress of the work carried on sites.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends preparation of project reports as per contract agreement.

12.2.6 Compliance with Loan Covenants

12.2.6.1 Loss on account of commitment charges on un-utilized loan Rs 2.281 million

According to Section 2.04 of the loan agreement (No.89940-PK) executed between Islamic Republic of Pakistan and World Bank (AIIB). “The Commitment Charge is one quarter of one percent (0.25%) per annum on the Unwithdrawn Loan Balance”.

During the Financial Attest Audit of Asian Infrastructure Investment Bank’s Loan No. L0082A, Karachi Water and Sewerage Services Improvement Project Phase-I for the financial year 2023-24, it was observed that the management failed to utilize the funds of Rs 2,797.176 million received from AIIB and retained balance of Rs 912.553 million as on 30-06-2024, resulted into loss of Rs 2.281 million on account of commitment charges. Detail is as under:

[Rs. in Million]					
Project ID	Estimated Cost	Funds Received 2023-24	Total Expenditure	Balance as on 30-06-2024	Commitment (0.25%)
KQ22236005/ 416956455	14.729	2,797.175	1,884.622	912.553	2.281

Audit was of the view that loss on account of commitment charges due to non-utilization of loan indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends inquiry into the matter.

12.3 Asian Infrastructure Investment Bank Grant No. S0404A, Karachi Water and Sewerage Services Improvement Project (SOP-II)

12.3.1 Organization and Management

12.3.1.1 Non-submission of contract documents to National Accountability Bureau Rs 562.030 million

According to Section 33B of NAB Ordinance 1999 (Reporting of public contracts), all Ministries, Divisions and Attached Departments of the Federal Government, all departments of Provincial and Local governments, statutory corporations or authorities established by the Federal Government or Provincial Government and holders of public office shall furnish to NAB a copy of any contract, entered into by such Ministries, Divisions and Attached Departments of the Federal Government, all departments of Provincial Government or local government, statutory corporations or authorities established by the Federal Government or Provincial Government or such holder of public office on its behalf, as the case may be, of the minimum monetary value of fifty million rupees or more, within such time as is reasonably practicable from the date of signing such contract.

During the Financial Attest Audit of Asian Infrastructure Investment Bank Grant No. S0404A, Karachi Water and Sewerage Services Improvement Project (SOP-II) for the financial year 2023-24, it was observed that the management awarded different works amounting to Rs 562.030 million to various consultants each having value more than fifty million. The management was required to furnish copy of contract agreement signed with the contractors to National Accountability Bureau (NAB), but the same has not been provided, in violation of NAB Ordinance, as detailed below:

[Rs. in Million]

Group	Name of Contract	Name of Contractor	Contract Amount	Total Contract Value
1	Environment & Social Assessment Studies	NESPAK	96.450	118.423
2	Environment & Social Assessment Studies of Group-02	MMP Pakistan (Pvt) Limited	93.960	93.960
3	Feasibility Studies Design Review & Detailed Engineering Design of Group-03 Sub-Projects KWSSIP-2	MMP Pakistan (Pvt) Limited	193.632	215.724

[Rs. in Million]

Group	Name of Contract	Name of Contractor	Contract Amount	Total Contract Value
4	Feasibility Studies Design Review & Detailed Engineering Design of Preparatory Works of Group-04 Sub-Projects KWSSIP-2	SUNJIN Engineering & Architecture Co. Ltd. & Euroconsult Pakistan (Pvt) Ltd	95.333	95.333
5	Feasibility Studies Design Review & Detailed Engineering Design of Preparatory Works of Group-05 Sub-Projects KWSSIP-2	ILF Consulting Engineers Austria GmbH and Techno Consultant International (Pvt) Limited	82.655	123.311
Total			562.030	646.751

Audit was of the view that non-submission of contract agreement documents to National Accountability Bureau was violation of instructions of NAB Ordinance which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.3.1.2 Appointment of consultants without observing the Procurement Regulation for IPF borrowers

According to Clause-7.39 of Procurement Regulations for IPF Borrowers, “Individual consultants may be selected on direct selection basis, with due justifications, under the following circumstances:

- i. tasks that are a continuation of previous work that the individual Consultant has carried out after being selected competitively;
- ii. assignments with a total expected duration of less than six months;
- iii. urgent situations; or
- iv. when an individual consultant has relevant experience and qualifications of exceptional worth to the assignment.

During the Financial Attest Audit of Asian Infrastructure Investment Bank Grant No. S0404A, Karachi Water and Sewerage Services Improvement Project (SOP-II) for the financial year 2023-24, it was observed that the management directly hired following individual consultants and incurred an expenditure of Rs 15.403 million on payment of salaries, without ascertaining the conditions for hiring the individual consultants directly as laid down in Procurement Regulations for IPF Borrowers.

Sr. No.	Name of consultant	Designation
1	Mr. Nabeel Hassan Shaikh	Procurement & Contract Management Specialist
2	Jose Marie U Lim	Environment & Social Assessment Specialist
3	Mr. Ather Hussain Mover	Technical & Engineering Specialist
4	Mr. Imran Zafar	Social Development Specialist
5	Mr. Zaheer Ahmed Shaikh	Environmental Specialist

The management failed to observe the following requirements as per procurement regulations for IPF borrowers:

- i. that the consultants have performed work with the current project and their current appointment is continuation of previous works;
- ii. that the work assigned to the consultants falls under the duration of less than six months;
- iii. that the work is of urgent nature;
- iv. that the consultants have relevant experience and qualifications of exceptional worth to the assignment.

Audit was of the view that direct hiring of the individual consultants without observing required conditions was irregular which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.3.2 Financial Management

12.3.2.1 Less-deduction of Income Tax - Rs 5.298 million

According to Section 153(1) of the Income Tax Ordinance 2001 and Income Tax Rules 2002 payment on account of supply of goods and rendering of services are subject

to deduction of income tax at source (b) for services other than mentioned above: in any other case: company @ 11%.

During the Financial Attest Audit of Asian Infrastructure Investment Bank Grant No. S0404A, Karachi Water and Sewerage Services Improvement Project (SOP-II) for the financial year 2023-24, it was observed that the management paid an amount of Rs 75.691 million to M/s. M.M Pakistan Private Ltd, but deducted less amount of income tax from the bills amounting to Rs 5.298 million. Detail is at **Annex-FP13**.

Audit was of the view that undue favor was extended to the consultant by deducting less amount of Sindh sales tax on services which resulted loss to public exchequer and indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends recovery of tax and deposit into treasury.

12.3.2.2 Irregular payment to consultants by allowing additional scope of services Rs 84.720 million

According to Clause-16.1 of contract agreement, “Any modification or variation of the terms and conditions of this contract, including any modification or variation of the scope of the services, may only be made by written agreement between the parties. However, each party shall give due consideration to any proposals for modification or variation made by the other party”.

Further, Clause-16.2, “In cases of substantial modification or variations, the prior written consent of the bank is required”.

During the Financial Attest Audit of Asian Infrastructure Investment Bank Grant No. S0404A, Karachi Water and Sewerage Services Improvement Project (SOP-II) for the financial year 2023-24, it was observed that the management hired various consultants for different consultancy services. The consultants were initially hired for amounting Rs 372.737 million. It was noted that undue favor was extended to consultants by allowing additional scope of services amounting Rs 84.720 million which was a substantial modification/variation in the scope of work ranging from 23% to 49% through variation orders. However, no prior permission of the bank was obtained as required under contract agreement. Detail is at **Annex-FP14**.

Audit was of the view that the undue favor was extended to consultants by allowing substantial additional scope of services along with payment without obtaining prior permission of the bank which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.3.2.3 Non-payment of liabilities to the consultants - Rs 85.853 million

According to Clause-42(1) of General Conditions of Contract, “If the client had delayed payments beyond fifteen (15) days after the date stated in Clause GCC 41.2.2, interest shall be paid to the consultant on any amount due by, not paid on, such due date for each day of delay at the annual rate stated in the SCC.

During the Financial Attest Audit of Asian Infrastructure Investment Bank Grant No. S0404A, it was observed that the management created liability amounting to Rs 85.853 million on account of different claims payable to the consultants. Further, the project was shown to have been completed in the year 2023, but payments were not made to the consultants till date. Detail is as under:

[Rs. in Million]

Group	Name of Contract	Name of Contractor	Contract Amount	Total Payments	Balance
1	Environment & Social Assessment Studies	NESPAK	118.423	93.269	25.154
2	Feasibility Studies Design Review & Detailed Engineering Design of Group-03 Sub-Projects KWSSIP-2	MMP Pakistan (Pvt) Limited	215.724	158.743	56.980
3	Feasibility Studies Design Review & Detailed Engineering Design of Preparatory Works of Group-05 Sub-Projects KWSSIP-2	ILF Consulting Engineers Austria GmbH and Techno Consultant International (Pvt) Limited	123.311	119.592	3.719
Total			457.458	371.604	85.853

Audit was of the view that non-payment of liabilities to the consultants was violation of contract agreement and could lead to loss in the form of interest if claimed by the consultants as per contract agreement.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends clearance of liability after applying all pre-audit checks and satisfactory works performed by the consultants as per contract agreement.

12.3.3 Procurement & Contract Management

12.3.3.1 Non-imposition of liquidated damages - Rs 73.147 million

As per Para 10.3 of Sindh Public Procurement Regulatory Authority Guidelines 2013, “If the contractor fails to comply with time for completion mentioned in bid data except the conditions mentioned above, then procuring agency can penalize the contractor by adopting any one of the prescribed courses provided under clause (c) The amount of the liquidated damages for each day of delay in completion of the whole of the works, or if applicable for any section thereof, shall be a sum equal to 5 to 10 % (it is to be mentioned in the agreement) of the estimated cost of the works divided by one-fourth of the number of days specified as completion time”.

During the Financial Attest Audit of Asian Infrastructure Investment Bank Grant No. S0404A, Karachi Water and Sewerage Services Improvement Project (SOP-II) for the financial year 2023-24, it was observed that the management awarded various consultancy works of Rs 731.470 million but the consultants failed to complete the works within stipulated period. However, the liquidated damages amounting to Rs 73.147 million @ 10% of contracts value were not imposed. Detail is at **Annex-FP15**.

Audit was of the view that non-imposition of liquidated damages showed that undue favor was extended to the contractors which indicated poor financial management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends imposition of liquidated damages as per contract agreement.

12.3.3.2 Unjustified payment to consultant - Rs 17.673 million

As per Para-2 of Note Sheet Page-1, “The additional works were approved by the Project Director-KWSSIP in the existing contract which was not covered in the original contract. The details of original works are as under:

- i. Preparation of PC-I for component-B (K-IV Augmentation);
- ii. Detail design of Component-B – K-IV Augmentation Works;
- iii. Topographic Surveys of all routes of Component -B only;
- iv. Preparation of PC-I of Component-C (Water Filtration Plants);

During the Financial Attest Audit of Asian Infrastructure Investment Bank Grant No. S0404A, Karachi Water and Sewerage Services Improvement Project (SOP-II) for the financial year 2023-24, it was observed that the management incurred an expenditure of Rs 17.673 million (80% of additional scope of services Rs 22.092 million) on account of consultancy services to M/s MM Pakistan Pvt Ltd for preparation of PC-I for component-B (K-IV Augmentation); detail design of Component-B – K-IV augmentation works; Topographic Surveys of all routes of Component-B only and preparation of PC-I of Component-C (Water Filtration Plants). However, the management released the payment without obtaining the documentary evidence of the works carried by the consultants like submission of PC-I, feasibilities, designs and surveys prepared by the consultant.

Audit was of the view that release of payment without obtaining the requisite completion tasks along with the claim was unjustified and undue favor extended to consultants.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.3.3.3 Payments without obtaining final reports - Rs 95.930 million

According to Clause-41.2.3, “The final payments under this clause shall be made only after the final reports have been submitted by the consultant and approved as satisfactory by the client. The services shall then be deemed completed and finally accepted by the client.

During the Financial Attest Audit of Asian Infrastructure Investment Bank Grant No. S0404A, Karachi Water and Sewerage Services Improvement Project (SOP-II) for the financial year 2023-24, it was observed that the management made payment of Rs 95.930 million to the consultants without obtaining final reports of works. Detail is as under:

[Rs. in Million]				
Group	Name of Contract	Name of Contractor	Contract Amount	Total Payment
1	Environment & Social Assessment Studies of Group-02	MMP Pakistan (Pvt) Limited	93.960	93.960
2	Purchase of Primavera P6 Professional Project Management Software, Installation & training	IPECC Consultant (Pvt) Limited	1.970	1.970
Total			95.930	95.930

Audit was of the view that release of payments without obtaining final reports was violation of condition of contract which indicated poor management and weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit seeks justification in the matter.

12.3.3.4 Irregular execution of works without insurance coverage - Rs 562.030 million

According to Clause-24(1) of Special Conditions of Contract, “The insurance coverage against the risks shall be as follows:

- i. Professional liability insurance;
- ii. Third party motor vehicle liability insurance;
- iii. Third party liability insurance;
- iv. Employee’s liability and workers’ compensation insurance;
- v. Insurance against loss of or damage to equipment, consultants’ property and documents

During the Financial Attest Audit of Asian Infrastructure Investment Bank Grant No. S0404A, Karachi Water and Sewerage Services Improvement Project (SOP-II) for the financial year 2023-24, it was observed that the management awarded contracts of

Rs 562.030 million to various consultants, but failed to obtain insurance cover from consultants to rectify the loss or damage incurred (if any), as detailed below:

[Rs. in Million]			
Group	Name of Contract	Name of Contractor	Original Contract Amount
1	Environment & Social Assessment Studies	NESPAK	96.450
2	Environment & Social Assessment Studies of Group-02	MMP Pakistan (Pvt) Limited	93.960
3	Feasibility Studies Design Review & Detailed Engineering Design of Group-03 Sub-Projects KWSSIP-2	MMP Pakistan (Pvt) Limited	193.632
4	Feasibility Studies Design Review & Detailed Engineering Design of Preparatory Works of Group-04 Sub-Projects KWSSIP-2	SUNJIN Engineering & Architecture Co. Ltd. & Euroconsult Pakistan (Pvt) Ltd	95.333
5	Feasibility Studies Design Review & Detailed Engineering Design of Preparatory Works of Group-05 Sub-Projects KWSSIP-2	ILF Consulting Engineers Austria GmbH and Techno Consultant International (Pvt) Limited	82.655
Total			562.030

Audit was of the view that undue favor was extended to the contractors by non-obtaining insurance coverage for the works which indicated weak internal controls.

The matter was reported to the management in November 2024, but no reply was received. The PAO also did not convene DAC meeting till finalization of the report despite issuance of letter dated 25-11-2024.

Audit recommends ensuring the insurance coverage as per contract agreement.

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Annex-1: Memorandum for Departmental Accounts Committee (MfDAC)

Summary of MfDAC Paras

Sr. No.	Name	No. of Paras
1.	Local Government & Housing Town Planning Department	06
2.	KMC and KW&SB	13
3.	Karachi Division / TMCs	05
4.	Hyderabad Division	10
5.	Larkana Division	07
6.	Sukkur Division	09
7.	Mirpurkhas Division	07
8.	Shaheed Benazirabad Division	07
Total		64

Local Government

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
1.	Non-maintenance of POL record			
i.	Municipal Training and Research Institute (MTRI), Karachi		2021-23	0.682
ii	DG Sindh Building Control Authority	3	2023-24	55.830
iii	Special Secretary, Technical Wing, LGD	5		2.562
iv	Sindh Master Plan Authority, Karachi	27		1.831
2.	Execution of works without PC-I			
i.	The Karachi Metropolitan University	06	2023-24	12.292
3.	Award of works after expiry of bid validity period			
i.	Director, Zoo/LK Zoo, Recreation	01	2023-24	66.367
4.	Loss due to less-recovery of OPD charges from patient			
i.	Sobhraj Maternity Hospital, KMC	04	2022-23	2.046
5.	Irregular payment on clearance of liability			
i.	Karachi Medical & Dental College	11	2020-21	2.012
ii	Director City Warden	06	2021-22	1.194
iii	Senior Director, Municipal Services, KMC	19	2023-24	12.096
6.	Non-utilization of budget allocated for various heads			
i.	Spencer Eye Hospital	04	2022-23	10.741

KMC and KW&SC

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
1.	Payment of pension without obtaining mandatory certificates			
i.	Karachi Medical and Dental College, KMC	03	2022-23	106.054
ii	Senior Director, Finance & Accounts	3	2023-24	18.866
iii	The Karachi Metropolitan University	27		130.669

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
2.	Non-posting of officers and staff			
i.	Spencer Eye Hospital, KMC	10	2022-23	-
3.	Expenditure through invalid procurement committee			
i.	Executive Engineer (Water), Baldia Town, KW&SC	03	2022-23	0.699
4.	Non-maintenance of POL record			
i.	Senior Director Veterinary Services	8	2022-23	2.700
ii.	Director City Warden	8		6.500
iii.	Mayor/ Administrator Secretariat	5		1.859
iv.	Principal, Karachi Medical and Dental College (KMDC)	10		0.669
v.	Medical Superintendent, Sobhraj Maternity Hospital	5		2.133
vi.	Medical Superintendent, Spencer Eye Hospital	5		1.717
vii.	Senior Director (HRM), KMC	5		4.201
viii.	Chief Engineer E&M	6		140.054
ix.	Director General Parks & Horticulture	12	2023-24	23.917
x.	Vice Chancellor, Karachi Metropolitan University Defunct Karachi Medical Dental College (KMDC)	21		2.419
xi.	Senior Director, Finance & Accounts	4		13.858
xii.	Senior Director, Medical and Health Services	5		0.151
xiii.	Senior Director Katchi Abadies	9		2.679
xiv.	Senior Director, Municipal Services	18		43.394
xv.	Senior Director, Estate	7		2.668
xvi.	Director, Charged Parking	7		3.848
xvii.	Director Safari Park	8		2.560
xxviii.	Director, Land Encroachment (Anti Encroachment)	3		20.195
xix.	Director Land Management	3		6.646
xx.	MS Gizri Maternity Hospital	4		0.295
xxi.	MS Spencer Eye Hospital	3		2.438
xxii.	MS Sobhraj Maternity Hospital	6		2.600
xxiii.	DMD Finance	5		0.357
xxiv.	DMD Revenue Resource Generation (RRG)	14		4.284
xxv.	Resident Engineer, Dhabeji Division (Pumping)	6		5.946
xxvi.	EE City Trunk Main Division (CTM)	3		3.600
xxvii.	EE Federal Trunk Main Division (FTM)	3		1.560
5.	Execution of works without PC-I			
i.	The Karachi Metropolitan University	06	2023-24	12.292
6.	Award of works after expiry of bid validity period			
i.	Director, Zoo/LK Zoo, Recreation	01	2023-24	66.367
7.	Loss due to less-recovery of OPD charges from patient			
i.	Sobhraj Maternity Hospital, KMC	04	2022-23	2.046
8.	Irregular payment on clearance of liability			
i.	Karachi Medical & Dental College	11	2020-21	2.012

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
ii	Director City Warden	06	2021-22	1.194
iii	Senior Director, Municipal Services, KMC	19	2023-24	12.096
9.	Non-utilization of budget allocated for various heads			
i.	Spencer Eye Hospital	04	2022-23	10.741
10.	Non-maintenance of property record			
i.	The Karachi Metropolitan University	45	2023-24	-
ii	Director Land Management	10		-
11.	Non-establishment of provident fund, pension fund and benevolent fund			
I	The Karachi Metropolitan University	51	2023-24	-
12.	Unauthorized hiring of legal advisors			
i	DMD, HRD&A	04	2023-24	17.880
13.	Irregular payment of salary without sanctioned posts			
i	Medical Superintendent, Gizri Maternity Hospital	5	2022-23	9.632
ii.	Karachi Medical and Dental College (KMDC)	4		0
iii.	Senior Director, Finance & Accounts	2	2023-24	0
iv.	The Karachi Metropolitan University	46		5.036
v.	Director Land Management	2		49.229

Karachi Division / TMCs

[Rs. in Million]

[Rs. in million]				
Sr. No.	Description	AIR Para	F. Y	Amount
1.	Payment of pension without obtaining mandatory certificates			
i.	TMC Moriro Mirbahar	13	2023-24	-
ii.	TMC Landhi	10		-
iii	TMC Model	13		-
iv	TMC Korangi	11		-
v	TMC Shah Faisal	9		-
vi	TMC Malir	18		-
vii	TMC Mominabad	8		-
viii	TMC Keamari	12		-
2.	Non-maintenance of POL record			
i	TMC Model	2	2023-24	15.053
ii	TMC Gadap	12		47.308
iii	TMC Shah Faisal	3	2023-24	3.635
iv	TMC Saddar	10		13.319
v	TMC Chanesar	3		20.977
vi	TMC Liaquatabad	8		10.553
vii	TMC Baldia	3		19.840
viii	TMC Gulshan	3		21.766
ix	TMC Malir	10		16.170
x	TMC Sohrab Goth	3		13.084

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
xi	TMC Safoora	10		10.175
xii	TMC Gulberg	8		12.633
xii	TMC Orangi Town	8		27.501
xiv	TMC Manghopir	11		23.694
xv	TMC New Karachi	4		10.317
xvi	TMC North Nazimabad	4		15.251
xvii	TMC Nazimabad	3		8.055
xviii	TMC Mominabad	2		19.738
xix	TMC Ibrahim Hyderi	3		81.916
xx	TMC Moriro Mirbahar	3		8.219
3.	Non-establishment of provident fund, pension fund and benevolent fund			
i	TMC Moriro Mirbahar	14	2023-24	-
ii	TMC Mauripur	13		-
iii	TMC Lyari	14		-
iv	TMC Shah Faisal	10		-
v	TMC Saddar	15		-
vi	TMC Jinnah	13		-
vii	TMC Safoora	13		-
viii	TMC Mominabad	7		-
ix	TMC New Karachi	10		-
x	TMC North Nazimabad	7		-
xi	TMC Nazimabad	6		-
4.	Irregular payment on clearance of liability			
i	TMC Moriro Mirbahar	7	2023-24	23.563
ii	TMC Mauripur	6		17.657
iii	TMC Model	7		51.567
iv	TMC Korangi	2		22.645
v	TMC Lyari	9		3.772
vi	TMC Baldia	13		42.998
vii	TMC New Karachi	9		7.418
5.	Unauthorized hiring of legal advisors			
i	TMC Landhi	6	2023-24	0.375
ii	TMC Model	9		0.660
iii	TMC Korangi	7		1.171
iv	TMC Liaquatabad	6		0.945
v	TMC Safoora	6		0.448
vi	TMC Gulberg	6		0.510
vii	TMC North Nazimabad	9		0.390

Hyderabad Division

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
1.	Payment of pension without obtaining mandatory certificates			
i.	Town Committee Radhan	2	2020-23	8.663
ii.	Town Committee Daro	2	2021-22	7.037
iii.	Hyderabad Municipal Corporation, Hyderabad	3	2022-23	608.942
iv.	Municipal Committee Matli	1		13.030
v.	Town Committee Tando Ghulam Ali	1		10.822
vi.	Town Committee Shaheed Fazil Rahu	2		10.372
vii.	Town Committee Kario Ghanwar	2		1.095
viii.	Town Committee Nasarpur	2		3.079
ix.	Municipal Committee Khairpur Nathan Shah	5		4.233
x.	Municipal Committee Mehar	8		6.775
xi.	Municipal Committee Kotri	4		26.107
xii.	Municipal Committee Johi	12		3.437
xiii.	Town Committee Mirpur Sakro	8		-
xiv.	Town Committee Gharo	8		-
xv.	Town Committee New Saeedabad	2		11.537
xvi.	Town Committee Sita Road	2		3.563
xvii.	Town Committee Chamber	9		5.638
xviii.	Town Committee Mirpur Bathoro	2		11.188
xix.	Town Committee Makli	7		3.394
xx.	Hyderabad Municipal Corporation, Hyderabad	5	2023-24	-
xxi.	Town Municipal Corporation Tando Fazal	8		10.118
xxii.	District Council Tando Muhammad Khan	7		0.477
xxiii.	Municipal Committee Tando Muhammad Khan	7		27.221
xxiv.	Town Committee Tando Ghulam Hyder	2		3.300
xxv.	Town Committee Bulri Shah Karim	3		5.311
xxvi.	District Council Dadu	6		111.495
xxvii.	Municipal Committee Dadu	8		68.848
xxviii.	Municipal Committee Khairpur Nathan Shah	7		3.424
xxix.	District Council Badin	10		77.068
xxx.	Municipal Committee Badin	10		47.158
xxxi.	Municipal Committee Tando Allahyar	1		29.127
xxxii.	District Council Jamshoro	14		21.962
xxxiii.	Town Committee Thana Bula Khan	5		9.638
xxxiv.	Town Committee Jamshoro	9		3.074
xxxv.	Municipal Committee Bolhari	8		-
xxxvi.	Municipal Committee Sehwan	8		9.068
xxvii.	Town Committee Bhan Saeedabad	6		8.823
xxviii.	Town Committee Sujawal	1		12.941
xxxix.	Town Committee Darro	7		6.258

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
2.	Irregular expenditure on earth filling without estimates			
i.	Municipal Committee, Matli	6	2022-23	56,000
3.	Non-maintenance of POL record			
i.	Town Committee Radhan	9	2020-23	17.852
ii.	Town Committee Daro	11	2021-23	4.683
iii.	Town Committee Sanjar Chang	7		1.486
iv.	Hyderabad Municipal Corporation, Hyderabad	10	2022-23	7.144
v.		12		3.237
vi.	Municipal Committee Matli	11		10.013
vii.	Town Committee Tando Ghulam Ali	10		3.022
viii.	Town Committee Shaheed Fazil Rahu	9		11.654
ix.	Town Committee Kario Ghanwar	8		9.885
x.	Town Committee Nasarpur	9		14.244
xi.	Municipal Committee Khairpur Nathan Shah	3		7.489
xii.	Municipal Committee Mehar	5		6.168
xiii.	Municipal Committee Bolhari	8		18.686
xiv.	Municipal Committee Kotri	8		4.640
xv.	Municipal Committee Johi	4		10.316
xvi.	Town Committee Mirpur Sakro	4		3.431
xvii.	Town Committee Gharo	4		10.506
xviii.	Town Committee New Saeedabad	7		1.061
xix.	Town Committee Sita Road	8		4.397
xx.	Town Committee Piyaro Lund	6		10.155
xxi.	Town Committee Chamber	6		3.648
xxii.	Town Committee Mirpur Bathoro	8		4.085
xxiii.	Town Committee Makli	2		4.756
xxiv.	Hyderabad Municipal Corporation, Hyderabad	10	2023-24	33.078
xxv.	Town Municipal Corporation Nerunkot	6		3.793
xxvi.	Town Municipal Corporation Qasimabad	4		4.931
xxvii.	Town Municipal Corporation Preetabad	4		1.458
xxviii.	Town Municipal Corporation Mian Sarfaraz	7	2023-24	6.223
xxix.	Town Municipal Corporation Shah Latifabad	7		4.095
xxx.	Town Municipal Corporation Hussainabad	8		11.127
xxxi.	Town Municipal Corporation Sachal Sarmast	4		3.926
xxxii.	District Council Tando Muhammad Khan	2		2.255
xxxiii.	Town Committee Tando Ghulam Hyder	11		21.102
xxxiv.	Town Committee Bulri Shah Karim	11		8.791
xxxv.	District Council Badin	11		2.498
xxxvi.	Municipal Committee Badin	3		25.463
xxvii.	District Council Dadu	2		5.433
xxviii.	Municipal Committee Dadu	3		70.313
xxxix.	Municipal Committee Khairpur Nathan Shah	4		8.509

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
xl.	Town Committee Jamshoro	7		7.705
xli.	Municipal Committee Bolhari	6		5.651
xlii.	Municipal Committee Kotri	5		4.417
xliii.	Town Committee Bhan Saeedabad	4		3.609
xliv.	Municipal Committee Sehwan	4		10.165
xlvi.		9		1.232
xlvi.	District Council Tando Allahyar	10		7.931
xlvii.		28		18.577
xlviii.	Municipal Committee Tando Allahyar	6		13.028
xlix.	Town Committee Sujawal	10		18.222
l.	Town Committee Darro	5		2.579
li.	District Council Thatta	11		1.790
4.	Non-maintenance of property record			
i.	Town Committee Radhan	11	2020-23	-
ii.	Town Committee Nasarpur	12	2022-23	-
iii.	Municipal Committee Johi	19		-
iv.	Town Committee Sita Road	10		-
v.	Town Committee Piyaro Lund	10		-
vi.	Town Committee Chamber	11		-
vii.	Hyderabad Municipal Corporation, Hyderabad	14	2023-24	-
viii.	Town Municipal Corporation Sachal Sarmast	7		-
ix.	Town Municipal Corporation Qasimabad	11		-
x.	Town Municipal Corporation Nerunkot	8		-
xi.	Municipal Committee Tando Allahyar	10		-
xii.	Municipal Committee Dadu	10		-
5.	Non-establishment of provident fund, pension fund and benevolent fund			
i.	Town Committee Radhan	12	2020-23	-
ii.	Town Committee Daro	15	2021-23	-
iii.	Hyderabad Municipal Corporation, Hyderabad	17	2022-23	-
iv.	Town Committee Shaheed Fazil Rahu	13		-
v.	Town Committee Kario Ghanwar	12		-
vi.	Town Committee Nasarpur	13		-
vii.	Municipal Committee Khairpur Nathan Shah	9		-
viii.	Municipal Committee Johi	16		-
ix.	Town Committee Mirpur Sakro	10		-
x.	Town Committee Sita Road	11		-
xi.	Town Committee Piyaro Lund	9		-
xii.	Town Committee Chamber	10		-
xiii.	Town Committee Mirpur Bathoro	13		-
xiv.	Town Committee Makli	10		-
xv.	Town Municipal Corporation Tando Fazal	6	2023-24	-
xvi.	Municipal Committee Tando Muhammad Khan	10		-

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
xvii.	District Council Matiari	11		-
xviii.	District Council Thatta	2		-
xix.	District Council Sujawal	2		-
xx.	Town Committee Darro	4		-
xxi.	Town Municipal Corporation Qasimabad	9		-
xxii.	Town Municipal Corporation Preetabad	10		-
xxiii.	Municipal Committee Dadu	5		-
xxiv.	District Council Dadu	5		-
xxv.	Municipal Committee Khairpur Nathan Shah	10		-
xxvi.	Town Committee Bhit Shah	13		-
xxvii.	Town Committee Jamshoro	10		-
xxviii.	District Council Tando Allahyar	29		-
xxix.	Municipal Committee Tando Allahyar	12		-
6.	Irregular payment on clearance of liability			
i.	Municipal Committee, Johi	8	2022-23	1.521
ii	Municipal Committee Tando Muhammad Khan	8	2023-24	5.631
iii	Town Committee Bhit Shah	3		2.592
iv	Town Committee Jamshoro	4		5.368
v	District Council Tando Allahyar	8		4.853
vi	Municipal Committee, Johi	8	2022-23	1.521
7.	Unjustified expenditure on POL despite outsourcing of fumigation services			
i	Town Committee, Daro	5	2022-23	0.777
ii	Town Committee Bulri Shah Karim	8	2023-24	2.277
8.	Unauthorized hiring of legal advisors			
i.	Municipal Committee Khairpur Nathan Shah	6	2022-23	0.300
ii.	Town Committee Mirpur Sakro	5		0.260
iii.	Town Committee Gharo	5		0.200
iv.	Town Committee New Saeedabad	3		0.204
v.	Town Committee Bhit Shah	8	2023-24	0.240
vi.	Town Committee Jamshoro	14		0.440
vii.	Municipal Committee Bolhari	5		0.150
9.	Unauthorized payment of overtime to staff			
i.	Hyderabad Municipal Corporation - HMC	7	2023-24	0.823
10.	Irregular inclusion of posts in schedule of establishment			
i.	Town Committee, Daro	3	2022-23	

Larkana Division

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
1.	Payment of pension without obtaining mandatory certificates			
i.	Municipal Committee, Shahdadkot	2	2022-23	13.735
ii.	Municipal Committee, Naudero	8		10.608
iii.	Town Committee, Naseerabad	2		9.148
iv.	Municipal Committee, Thull	9		33.491
v.	Town Committee, Garhi Yasin	7		5.380
vi.	Town Committee, Kashmore	5		4.834
vii.	Town Committee, Khanpur	6		3.912
viii.	Town Committee, Gouspur	6		3.437
ix.	Town Committee, Guddu	8		2.554
x.	District Council Larkana	2		2023-24
xi.	Larkana Municipal Corporation	2	215.256	
xii.	Town Committee Badah	7	3.910	
xiii.	Municipal Committee Shahdadkot	5	21.109	
xiv.	Municipal Committee Shikarpur	3	81.703	
xv.	Municipal Committee Thul	6	8.313	
xvi.	District Council Kashmore	2	11.516	
2.	Unauthorized hiring of legal advisors			
i.	Town Committee, Khanpur	7	2022-23	0.565
ii.	Municipal Committee, Thull	6		0.225
3.	Non-maintenance of POL record			
i.	Municipal Committee, Naudero	3	2022-23	14.760
ii.	Town Committee, Khanpur	3		10.043
iii.	Municipal Committee, Thull	5		6.732
iv.	Town Committee, Naseerabad	7		6.572
v.	Municipal Committee, Shahdadkot	8		5.448
vi.	Town Committee, Kashmore	3		4.502
vii.	Town Committee, Garhi Yasin	3		4.067
viii.	Town Committee Guddu	5		2.634
ix.	District Council Larkana	3	2023-24	1.343
x.	Larkana Municipal Corporation	4		6.400
xi.	Town Committee Badah	4		6.777
xii.	Municipal Committee Shahdadkot	3		6.669
xiii.	District Council Shikarpur	9		1.221
xiv.	Municipal Committee Shikarpur	10		17.65
xv.	Municipal Committee Jacobabad	5		33.03
xvi.	Municipal Committee Thul	4		5.532
xvii.	District Council Kashmore	6		3.636
4.	Non-maintenance of property record			

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
i.	Municipal Committee Shahdadkot	10	2022-23	-
ii.	Town Committee Naseerabad	9		-
iii.	Town Committee Khanpur	9		-
iv.	Town Committee, Badah	10	2023-24	-
5.	Non-establishment of provident fund, pension fund and benevolent fund			
i.	Municipal Committee Shahdadkot	12	2022-23	-
ii.	Municipal Committee Thull	11		-
iii.	Town Committee Gouspur	10		-
iv.	Town Committee Naseerabad	11		-
v.	Town Committee Kashmore	9		-
vi.	Town Committee Khanpur	10		-
vii.	District Council Larkana	10	2023-24	-
viii.	Municipal Committee Shahdadkot	10		-
ix.	District Council Shikarpur	2		-
x.	Municipal Committee Shikarpur	2		-
xi.	District Council Jacobabad	6		-
xii.	District Council Kashmore	13		-
6.	Irregular payment on clearance of liability			
i.	Town Committee, Guddu	10	2022-23	2.160
7.	Unauthorized hiring of legal advisors			
i.	Town Committee, Khanpur	7	2022-23	0.565
ii.	Municipal Committee, Thull	6		0.225
iii.	District Council, Kashmore	3	2023-24	0.480

Sukkur Division

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
1.	Payment of pension without obtaining mandatory certificates			
i.	Town Committee Baberloi	2	2020-23	2.601
ii.	Municipal Committee Mirpur Mathelo	5	2022-23	22.817
iii.	Municipal Committee Rohri	2		70.796
iv.	Municipal Committee Kingri	1		14.704
v.	Town Committee Ubaro	6		3.127
vi.	Town Committee Khangarh	5		4.556
vii.	Town Committee Pano Akil	2		11.611
viii.	Town Committee Pacca Chang	6		-
ix.	District Council Ghotki	1	2023-24	61.174
x.	Municipal Committee Ghotki	2		7.536
xi.	Municipal Committee Khairpur	1		144.101

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
xii.	Municipal Committee Mirpur Mathelo	7		11.734
xiii.	Municipal Committee Gambat	6		4.294
xiv.	Municipal Committee Rohri	2		-
xv.	Town Committee Pano Akil	3		19.126
2.	Non-maintenance of POL record			
i.	Town Committee Baberloi	4	2020-23	0.660
ii.	Municipal Committee Mirpur Mathelo	4	2022-23	7.979
iii.	Municipal Committee Rohri	8		2.668
iv.	Municipal Committee Kingri	6		3.785
v.	Town Committee Pano Akil	9		2.131
vi.	Town Committee Saleh Pat	7		3.086
vii.	Town Committee Khuhra	3		1.650
viii.	Town Committee Agra	3		2.140
ix.	Town Committee Pacca Chang	8		4.647
x.	Town Committee Ahmedpur	9		1.145
xi.	Town Committee Therhi-I	8		0.445
xii.	Sukkur Municipal Corporation	4	2023-24	152.135
xiii.	Town Municipal Corporation Jeay Shah	4		5.315
xiv.	District Council Ghotki	3		4.195
xv.	Municipal Committee Khairpur	10		72.164
xvi.	Municipal Committee Mirpur Mathelo	5		7.969
xvii.	Municipal Committee Gambat	4		7.595
xviii.	Municipal Committee Rohri	7		17.599
xix.	Town Committee Pano Akil	9		5.612
3.	Non-maintenance of property record			
i.	Town Committee Ubaro	13	2022-23	-
4.	Non-establishment of provident fund, pension fund and benevolent fund			
i.	Town Committee Baberloi	10	2020-23	-
ii.	Municipal Committee Rohri	12	2022-23	-
iii.	Municipal Committee Kingri	10		-
iv.	Town Committee Khangarh	8		-
v.	Town Committee Saleh Pat	2		-
vi.	Town Committee Ahmedpur	2		-
vii.	Town Committee Therhi-I	2		-
viii.	District Council Ghotki	11		2023-24
ix.	Municipal Committee Ghotki	11	-	
x.	Municipal Committee Gambat	9	-	
xi.	Town Committee Pano Akil	2	-	
5.	Irregular payment on clearance of liability			
i.	Municipal Committee Kingri	3	2021-22	3.461
ii	Town Committee Pano Akil	4	2020-22	2.062

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
6.	Non-deduction of security deposit			
i.	Town Municipal Corporation, Jeay Shah	8	2023-24	0.250
7.	Un-authorized POL ceiling beyond entitlement			
i.	District Council, Ghotki	12	2023-24	-
8.	Unauthorized hiring of legal advisors			
i.	Municipal Committee Rohri	5	2022-23	0.673
ii.	Town Committee Pano Akil	3		0.180
iii.	Municipal Committee Kingri	2		0.360
iv.	Town Committee Agra	4		0.260
v.	Town Committee Pacca Chang	7		0.600
vi.	District Council, Ghotki	2	2023-24	0.720
9.	Irregular posting of staff without sanctioned posts			
i.	District Council, Ghotki	8	2023-24	-

Mirpurkhas Division

[Rs. in Million]

Rs. in million

Sr. No.	Description	AIR Para	F. Y	Amount
1.	Payment of pension without obtaining mandatory certificates			
i.	Town Committee, Pithoro, Umerkot	11	2021-23	1.862
ii.	Town Committee, Naukot, Mirpurkhas	1	2022-23	36.953
iii.	Town Committee, Tando Jan Muhammad, Mirpurkhas	2		10.846
iv.	Town Committee, Kot Ghulam Muhammad, Mirpurkhas	16		9.572
v.	Town Committee, Diplo, Tharparkar	7		9.406
vi.	Town Committee, Nagarparkar, Tharparkar	6		2.726
vii.	Town Committee, Hingorno, Mirpurkhas	3		1.587
viii.	Municipal Corporation, Mirpurkhas	8	2023-24	193.612
ix.	District Council, Mirpurkhas	7		80.002
x.	Town Committee, Digri, Mirpurkhas	11		25.115
xi.	Municipal Committee, Umerkot,	8		9.251
xii.	Town Committee, Kunri, Umerkot	8		6.359
xiii.	Town Committee, Dhoru Naro, Umerkot	9		5.774
xiv.	District Council, Umerkot	8		4.722
xv.	Town Committee, Mirwah Gorchani, Mirpurkhas	9		4.157
2.	Unauthorized hiring of legal advisor			
i.	Town Committee, Diplo	06	2022-23	0.750
3.	Joining of Administrators without verification of service profile			
i.	Town Committee, Kot Ghulam Muhammad	15	2022-23	0.314
4.	Non-maintenance of POL record			
i.	Town Committee, Kot Ghulam Muhammad, Mirpurkhas	6	2022-23	14.714
ii.	Town Committee, Tano Jan Muhammad, Mirpurkhas	9		5.700

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
iii.	Town Committee, Naukot, Mirpurkhas	8		7.578
iv.	Town Committee, Hingorno, Mirpurkhas	7		4.030
v.	Town Committee, Nagarparkar, Tharparkar	3		2.322
vi.	Town Committee, Diplo, Tharparkar	5		1.587
vii.	Town Committee, Pithoro, Umerkot	7		3.006
viii.	Municipal Committee, Mithi, Tharparkar	3	2023-24	29.816
ix.	Town Committee, Mirwah Gorchani, Mirpurkhas	5		19.813
x.	Municipal Corporation, Mirpurkhas	2		14.854
xi.	Town Committee, Kunri, Umerkot	5		11.711
xii.	Municipal Committee, Umerkot	3		11.419
xiii.	Town Committee, Digri, Mirpurkhas	7		9.828
xiv.	District Council, Tharparkar	4		3.733
xv.	District Council, Mirpurkhas	3		2.341
xvi.	District Council, Umerkot	6		1.509
xvii.	Town Committee, Dhoru Naro, Umerkot	6		1.889
5.	Non-maintenance of property record			
i.	Town Committee, Pithoro, Umerkot	13	2021-23	-
ii.	Town Committee, Tando Jan Muhammad, Mirpurkhas	12	2022-23	-
iii.	Town Committee, Kot Ghulam Muhammad, Mirpurkhas	18		-
iv.	District Council, Mirpurkhas	9	2023-24	-
v.	District Council, Tharparkar	10		-
vi.	District Council, Umerkot	9		-
vii.	Municipal Committee, Umerkot	9		-
viii.	Town Committee, Kunri, Umerkot	9		-
ix.	Town Committee, Dhoru Naro, Umerkot	11		-
6.	Non-establishment of provident, pension, benevolent fund			
i.	Town Committee, Pithoro, Umerkot	12	2021-23	-
ii.	Town Committee, Tando Jan Muhammad, Mirpurkhas	13	2022-23	-
iii.	Town Committee, Kot Ghulam Muhammad, Mirpurkhas	17		-
iv.	Town Committee, Nagarparkar, Tharparkar	9		-
v.	District Council, Mirpurkhas	10	2023-24	-
vi.	Municipal Corporation, Mirpurkhas	14		-
vii.	District Council, Tharparkar	6		-
7.	Loss due to award of auction of Cattle Pirri at lower rate			
i.	Town Committee, Kot Ghulam Muhammad	9	2022-23	0.598

Shaheed Benazirabad Division

[Rs. in Million]

Sr. No.	Description	AIR Para	F. Y	Amount
1.	Payment of pension without obtaining mandatory certificates			
i.	Municipal Committee, Sinjhor	1	2022-23	9.670
ii.	Town Committee, Shahpur Chakar	2		5.511
iii.	Town Committee, Naushahro Feroze	16		3.332
iv.	Town Committee Tharo Shah	7		4.704
v.	CODC Naushahro Feroze	2	2023-24	47.722
vi.	Chief Officer District Council Sanghar	11		8.263
vii.	CODC Shaheed Benazirabad	5		14.082
viii.	MC Shaheed Benazirabad	1		22.881
ix.	Municipal Committee Sanghar	10		76.806
x.	Municipal Committee Tando Adam	10		23.300
xi.	Municipal Committee Khipro	9		21.862
xii.	Municipal Committee Shahdadpur	11		41.780
xiii.	Municipal Committee Moro	2		34.382
xiv.	Town Committee Kandiaro	2		20.149
xv.	Town Committee Sakrand	2		48.816
xvi.	Town Committee Mehrabpur	2	2023-24	15.818
2.	Non-maintenance of POL record			
i.	Town Committee, Berani	6	2021-23	8.803
ii.	Town Committee, Daur,	9	2022-23	4.915
iii.	Town Committee, Naushahro Feroze	11		2.940
iv.	Town Committee, Tharo Shah	9		2.257
v.	Municipal Committee, Sinjhor	6		8.078
vi.	CODC Naushahro Feroze	9	2023-24	2.673
vii.	Chief Officer District Council Sanghar	4		3.257
viii.	MC Shaheed Benazirabad	6		30.038
ix.	Municipal Committee Sanghar	9		10.315
x.	Municipal Committee Tando Adam	3		19.284
xi.	Municipal Committee Khipro	2		7.871
xii.	Municipal Committee Shahdadpur	4		30.516
xiii.	Municipal Committee Moro	6		4.904
xiv.	Town Committee Kandiaro	4		2.418
xv.	Town Committee Mehrabpur	4		4.777
xvi.		12		3.698
xvii.	Town Committee Sakrand	8		14.990
3.	Non-maintenance of property record			
i.	Town Committee, Daur	10	2022-23	-
ii.	Town Committee, Naushahro Feroze	16		-
iii.	Municipal Committee, Sinjhor	11		-

[Rs. in Million]

[REDACTED]

Sr. No.	Description	AIR Para	F. Y	Amount
iv.	CODC Shaheed Benazirabad	8	2023-24	-
v.	Municipal Committee Sanghar	11		-
vi.	Municipal Committee Tando Adam	14		-
vii.	Municipal Committee Khipro	10		-
4.	Non-establishment of provident, pension, benevolent fund			
xii.	Town Committee, Kazi Ahmed	12	2022-23	-
xiii.	Town Committee, Daur	11		-
xiv.	Municipal Committee, Sinjhor	10		-
xv.	Town Committee, Naushahro Feroze	2		-
xvi.	Town Committee, Tharo Shah	2		-
xvii.	CODC Naushahro Feroze	14	2023-24	-
xviii.	Town Committee Kandiaro	11		-
xix.	MC Shaheed Benazirabad	13		-
xx.	Municipal Committee Moro	10		-
xxi.	Town Committee Bhiria City	10		-
xxii.	Town Committee Mehrabpur	21		-
5.	Irregular payment on clearance of liability			
i.	Town Committee, Naushahro Feroze	13	2022-23	0.981
6.	Irregular payment of salary without sanctioned posts			
i.	Town Committee, Mehrabpur	9	2023-24	9.919
7.	Unauthorized hiring of legal advisors			
i.	CODC Naushahro Feroze	3	2023-24	1.020
ii.	Municipal Committee Khipro	7		0.325
iii.	Municipal Committee Moro	3		0.330
iv.	Town Committee Kandiaro	3		0.305
v	Town Committee Mehrabpur	3		0.306
vi.	Town Committee Bhiria City	3		0.600

Local Government & Housing Town Planning Department

Annex-LGD1 [Para: 1.5.1.1]: Non-demolition of unauthorized / dangerous buildings

Non-demolition of dangerous buildings AIR Para # 10		
Sr. No.	Name of District	No. of Dangerous Buildings
1	District East Karachi	13
2	District Central Karachi	66
3	District Korangi Karachi	14
4	District Keamari Karachi	23
5	District Malir Karachi	04
6	District South Karachi	448
7	District West Karachi	02
8	District Sukkur	18
Total		588

Non-demolition of un-authorized constructions - AIR Para # 17				
Sr. No.	Plot No.	District/Town	Current Site Position	Violation's
1	56/1, 400 Quarters Golimar	Central/Liaquatabad	G+4 th floor Old & occupied	G+4 th floor
2	10/14, 5-A Paposh North Nazimabad	Central/N. Nazimabad	G+2 nd floor	U/A G+2 nd floor
3	54, Faran CHS	East/Gulshan-II	-	Without approval
4	4/5 Nazimabad No. 2	Central	U/A 3 rd floor Occupied	U/A 3 rd floor
5	<u>R-191, Block-9 F.B. Area</u>	Central/ - Gulberg98765475exr78op -012x23wer5-	G+3 rd floor	U/A 3 rd floor
6	72/17, B. Area, Liaquatabad	Central	Central/	G+5 th floor Old & occupied
7	702, Block-2 F. B. Area	Central/Gulberg	G+3 rd floor	U/A 3 rd floor

Mirpurkhas Region				
Sr. No.	Plot No.	Name of Owner	Current Site Position	Status
01	Plot No. 142, situated at Khayab-e-Mustafa, Deh-108, Taluka Hussain Bux Mari, District Mirpurkhas	Mr. Pervaiz Ahmed	GF	Residential
02	Plot No. 155 situated at Khayaban-e-yousif Golden, Deh-108, Taluka Hussain Bux Mari	Mr. Zuhaib Mustafa s	G+1	Residential

Mirpurkhas Region				
Sr. No.	Plot No.	Name of Owner	Current Site Position	Status
03	Plot No. 124, at Khayaban-e-Yousif Golden, Deh-108, Taluka Hussain Bux Mari	Mr. Asif Ali	GF	Residential
04	Plot No. 14, Khayab-e-Yousif, Deh-108, Taluka Hussain Bux Mari	Mst. Rafia Begum	GF	Residential
05	Plot No. 99-D, at Bahria Town, Deh-108, Taluka Hussain Bux Mari	Mst. Shamim Jawer	G+1	Residential
06	Plot No. 68, at Bahria Town, Deh-108, Taluka Hussain Bux Mari	Mr. Mansoor	G+1	Residential
07	Plot No. 10, at Khayaban-e-Yousif Golden, Deh-108, Taluka Hussain Bux Mari	Mr. Muhammad Shafi-uddin	G+1	Residential
08	Plot no. 16, at Zareen Garden, Deh-108, Taluka Hussain Bux Mari	Mst. Najma Khatoon	G+1	Residential
09	Plot No. 66, situated at Behran Golden Town, Deh-108, Taluka Hussain Bux Mari	Muhammad Ashraf	GF	Residential
10	Plot no. 227, Khayab-e-M=607tiustafa, Deh-108, Taluka Hussain Bux Mari, District Mirpurkhas	Mr. Muzamil	GF	Residential
11	Plot no. 127, Khayab-e-Mustafa, Deh-108, Taluka Hussain Bux Mari, District Mirpurkhas	Mr. Rahat Ali	G+1	Residential
12	Plot no. 275, Saad Town, Deh-108, Taluka Hussain Bux Mari	Mr. Sheryar	G+1	Residential
13	Plot No. 113, at Khayab-e-Mustafa, Deh-108, Taluka Hussain Bux Mari	Mst. Nasreen	G+1	Residential
14	Plot No. 05, Khayab-e-Mustafa, Deh-108, Taluka Hussain Bux Mari, District Mirpurkhas	Mr. Abdul Sattar	G+1	Residential
15	Plot no. 64, Khayab-e-Mustafa, Deh-108, Taluka Hussain Bux Mari, District Mirpurkhas	Mr. Laeeque Ali	GF	Residential

Mirpurkhas Region				
Sr. No.	Plot No.	Name of Owner	Current Site Position	Status
16	Plot no. 97 at Gulshan-e-Iqbal, Deh 108, Taluka Hussain Bux Mari	Mr. Basheer Ahmed	G+1	Residential
17	Plot no. 209/33 at Gulberg Town, Deh-109, Taluka Hussain Bux Mari	Mr. Asif Nadeem	G+1	Residential
18	Plot no. 201 at Ahmedani Colony, Deh-109, Taluka Hussain Bux Mari	Muhammad Irfan	G+1	Residential
19	Plot no. 09 at Gulshan-e-Haider, Deh-109, Taluka Hussain Bux Mari	Muhammad Suleman	G+1	Residential
20	Plot No. 11-B at Rafsar Town Deh-109, Taluka Hussain Bux Mari	Mr. Mujeeb Hussain	G+1	Residential
21	Plot no. 108 at Jamnadas Colony-1, Deh-109, Taluka Hussain Bux Mari	Mr. Deya Nand	G+1	Residential
22	Plot no. 74 at Khayaban-e-Abdul-Rauf, Deh-109, Taluka Hussain Bux Mari	Mst. Iqra Rani	G+1	Residential
23	Plot no. 30-B at Ishtiaque Town Deh-109, Taluka Hussain Bux Mari	Mst. Musrat Begum	GF	Residential
24	Plot no. 01 at Gulshan-e-Umair, Deh-109, Taluka Hussain Bux Mari	Mst. Rubina	GF	Residential
25	Plot No. 01, at Gulshan-e-Umair, Deh-109, Taluka Hussain Bux Mari	Mr. Ali Asghar	G+1	Residential
26	Plot No. 68, at Siyal Colony, Deh-110, Taluka Hussain Bux Mari	Muhammad Aslam	GF	Residential
27	Plot No. 132 at Basheerabad, Deh-110, Taluka Hussain Bux Mari, District Mirpurkha	Muhammad Owais	G+1	Residential

Annex-LGD2 [Para: 1.5.1.2]: Issuance of NOCs without observing codal requirements

Sr. No. 1 Sindh Master Plan Authority, Karachi AIR Para # 26			
Sr. No.	Approval No. & Date	Scheme/Plot Description	Missing Codal Formalities
1	No. DTP/N/F/58/101 Hyderabad dt. 03-04-24	Murshid Housing Scheme over S.R Nos 285 (Part), admeasuring area 03 Acres 29.89 Ghuntas, situated at Deh and Tapo Koor Hassan, Taluka and District Naushahro Feroz. Owner of Plot: Mr. Irfan Ahmed S/o Shabir Ahmed Bhurt, Mr. Ghulam Abbas S/o Shabir Ahmed Bhurt	a) As per NOC condition No 9, the owner did not execute the agreement with concerned UC, did not verify the ownership documents from concerned office and did not obtain NOC form concerned TC/MC. b) Demarcation plan was not submitted by sponsor/owner as per NOC condition no 12. c) NOC/Development permit was issued for 3 years instead of 2 years against NOC condition No.1. d) Proposed Layout Plan for major sub-division submitted did not include physical survey through a town planner, of the site showing the boundary lines of such site, official survey numbers, and existing structures, water courses, wooded areas, streets, roads and a topographical survey, with contours at intervals as deemed necessary by the Director Town Planning Sindh. e) Public notices were published in classified advertisement instead of display advertisement and without comprehensive site plan showing exact location and surroundings of land/plot. f) Public notice was not published in leading newspapers. g) Affidavit/Undertaking not signed by owner.
2	No. DTP/KHP/92/321 Hyderabad dt. 13-10-23	Khairpur Defence City-2, Housing Scheme, Phase-I, over R.S Nos. 487, 495, 496 & 497 admeasuring area 7 Acres 6.72 Ghuntas, situated at Deh Gujo Tapo Luqman, Taluka and District Khairpur. Owner of Plot: Mr. Teekam Mal s/o Satram Das, Mr.	a) As per NOC condition no 9, 16 & 17 owner did not execute the agreement with concerned UC, did not verify the ownership documents from concerned office and did not obtain NOC form concerned TC/MC. b) Demarcation plan was not submitted by sponsor/owner as per NOC condition No 12. c) NOC/Development permit was issued for 3 years instead of 2 years. d) Standard criteria of land allocation were not observed. e) Proposed Layout Plan for major sub-division submitted did not include physical survey through a town planner, of the site showing the boundary lines of such site, official survey numbers, and existing structures, water courses, wooded areas, streets, roads and a topographical survey, with contours at intervals as deemed necessary by the Director Town Planning Sindh. f) Public notices were published in classified advertisement instead of display advertisement and without comprehensive site plan showing exact location and surroundings of land/plot.

Sr. No. 1 Sindh Master Plan Authority, Karachi AIR Para # 26			
Sr. No.	Approval No. & Date	Scheme/Plot Description	Missing Codal Formalities
		Sawan Talreja S/o Moolo Mal Talreja	g) Public notice was not published in leading newspapers. h) Affidavit/Undertaking not signed by owner. i) <u>Layout Plan was prepared by Architect instead of Town Planner.</u>
3	No. DTP/U.K/46/354,355 & 353 Hyderabad dt. 10-11-23	Al-Fateh Residency Housing Scheme, Phase-I, II & III over R.S Nos. 192/4A, 198/1,2,3,4, 199/4A, 222/3, 227/1,2 and 4 admeasuring area 20 Acres 10 Ghuntas, situated at Deh Goraho, Tapo Chajro, Taluka Kunri, District Umerkot Owner of Plot: Mr. Sattar S/o M. Rafique Mr. Parvez Akhtat S/o Muhammad Rafique	a) Non obtaining NOC from Railway Authorities. b) As per NOC condition no 9 owners did not execute the agreement with concerned UC, did not verify the ownership documents from concerned office and did not obtain NOC form concerned TC/MC. c) Demarcation plan was not submitted by sponsor/owner as per NOC condition no 12. d) NOC/Development permit was issued for 3 years instead of 2 years as per NOC condition No.1. e) Standard criteria of land allocation were not observed. f) Proposed Layout Plan for major sub-division submitted did not include physical survey through a town planner, of the site showing the boundary lines of such site, official survey numbers, and existing structures, water courses, wooded areas, streets, roads and a topographical survey, with contours at intervals as deemed necessary by the Director Town Planning Sindh. g) Public notices were published in classified advertisement instead of display advertisement and without Comprehensive site plan showing exact location and surroundings of land/plot h) Public notice was not published in leading newspapers. i) CNICs of all owners were not attached.

Sr. No. Sindh Building Control Authority, Karachi AIR Para # 18					
1-Issuance of construction permit without submission of fire-fighting drawings					
Sr. No.	File No.	Section	Owner Details	Plot No.	Proposed Construction
1	FB/PC-10/2023	Architecture and Planning	Muhammad Siddique Dumba 42101-0170705-3	Plot No. BS-02, Block-12, FB Area, Scheme-16, Karachi Gross Area 18010.85 sq.fts Covered Area 309.33 sqyds Net area after exemption 13645.85 sq.fts	Commercial B+G+5
2	407/AM		M/s. Italo Builders & Developers (BL-3001)	Plot No. 70, AM, Artillery Maidan Quarters, District South, Karachi	R+C B+G+18+RO OF

Sr. No. Sindh Building Control Authority, Karachi AIR Para # 18					
1-Issuance of construction permit without submission of fire-fighting drawings					
Sr. No.	File No.	Section	Owner Details	Plot No.	Proposed Construction
			Fauzia Mehar Allahi & Others CNIC 42000-0908024-0		
3	NN/PC-4/2023		Mr. Abdul Ghaffar & Others CNIC No. 42000-0548065-7	Plot No. D-04, Block-D, Scheme-2, North Nazimabad, Karachi	B+GF+1 to 21
4	SR/PC-I/2023		Mrs. Nafeesa 42201-2569776-8	Plot No. 19, SR-03, Serai Quarters, District South, Karachi	B+GF+1 to 4

2-Issuance of NOC without obtaining Contractor All Risk Insurance Policy from builders			
Sr. No.	Project Name	Name of Builder	Plot No.
1	Country Infinity Tower	M/s. Elite Associate	Plot no. F-107, Block-7, Scheme-05, Clifton, Karachi
2	Saima Premium Empire	M/s. Paras Builder & Developer	Plot No. D-10, Block-A, Scheme-2, North Nazimabad, District Central, Karachi
3	Decent Icon	M/s. D.G Builders & Developers	Plot No. D-10/A, Bath Island Quarters, District South, Karachi
4	Sidra City	M/s. Al-Sidra Builders & Developers	Survey No. 606 & 607 in NC-309, Deh Jorji Taluka Bin Qasim, District Malir, Karachi
5	Sakina Icon	M/s. Home Planner & Builder & Developers	Plot no. 197/4 (Survey no. 197), Block-07, Deh Saforan, Scheme No. 36, Gulistan-e-Jouhar, Karachi
6	One Signature Tower	M/s. One Builder & Developer	Plot no. 189, Modern Colony Off Korangi Nala, SITE Town, District
7	Sawera Raj Noor	M/s. OK Estate & Builders	Plot No. Com-High-Rise-06, NC-193, Callachi CH5, Deh Okewari, Block-10-A, Scheme-24, Gulshan-e-Iqbal, Karachi
8	Burj-ul-Eiman	M/s. Eiman Builders & Developers	Plot No. E-5, Block-10 Gulshan-e-Iqbal, Scheme-24, Karachi
9	Dany Craft Plaza	M/s. Victoria Properties	Plot no. 36/4, PR-01, Preedy Quarters
10	Imperial Residency	M/s. IFT Holdings Corporate	Plot No. 21 & 22, Block-03, Dehli Cooperative Housing Society, KCHS Union, District East, Karachi

2-Issuance of NOC without obtaining Contractor All Risk Insurance Policy from builders			
Sr. No.	Project Name	Name of Builder	Plot No.
11	Safa Dream City	M/s. A.R Builders & Developers	NC No. 05, Sector-7-C, Deh Bhatti Amri, Scheme-33, Karachi
12	Burj-ul-Hayat	M/s. Kaim Khani	Plot no. C-183, Block-J, Sector, North Nazimabad, Karachi

2-Issuance of NOCs without obtaining mandatory reports									
Sr. No.	Acknow. Date	File No.	Proposal in Distt.	Plot Address	Plot Area	Covered Area	Type of Building	No. of Floors	Final Generated Date
1	28-11-2023	COMP- 20231127-15	Town Central	Plot no. CS-08, Block-07, FB Area, Scheme-16, Karachi	667	48178	Commercial	B+G+7+Roof	04-03-2024
2	28-11-2023	COMP- 20231127-16		Plot no. CS-30, Block-06, Scheme-16, FB Area, Karachi	600	40491		B+G+7+Roof	04-03-2024
3	06-12-2023	COMP- 20231201-15	Town East	Plot no. ST-01, Sector 45-A/I, NIPA Employees Cooperative Housing Society, Scheme-33, Karachi	2408	302025		B+G+18+Roof	23-02-2024
4	27-11-2023	COMP- 20231123-1	-	Plot no. 423, Garden West Quarters, District East, Karachi	1149	34192		B+G+9	16-02-2024
5	15-11-2023	COMP- 20231102-12	-	Plot no. COMM-Hi-Rise, NC-193, Callachi Cooperative Housing Society, Deh Okewari, Block 10-A, Gulshan-e-Iqbal, Karachi	4840	376836		B+G+18+Roof	8-3-2024
6	23-06-2023	COMP- 2023-06-23	-	Land admeasuring 01 acre (4840 sq yds) in Sector 17-B, Deh Songal, Tappo Gujro, Taluka	4840	418169		B+G+13+ Pent House	02-02-2024

2-Issuance of NOCs without obtaining mandatory reports									
Sr. No.	Acknow. Date	File No.	Proposal in Distt.	Plot Address	Plot Area	Covered Area	Type of Building	No. of Floors	Final Generated Date
				Gulzar-e-hijri, District East Karacho					
7	28-12-2023	COMP- 20231226-17	Town South	Plot No. 144/1, MR-01, Market Quarters, District South, Karachi	112	3780		G+3	08-03-2024

Annex-LGD3 [Para: 1.5.1.3]: Irregular issuance of layout plan to new housing schemes without observing prescribed criteria

Sr. No.	Description	Criteria for NOC	NOC Issued on the Percentage	Variation %
1	Mashallah Housing Scheme Phase-I, over R.S No.42, admeasuring area 04 Acres 06 ghuntas situated at Deh Abad Jagir, Taluka New Sukkru, District Sukkur Layout Plan approved vide No. DTP/SKR-207/73 Hyderabad dt. 14-03-24 Owner of Plot: Mr. Muhammad Alamgeer S/o Choudary Muhammad Sharif Kunbooh		Residential 58.48% Commercial 3% Amenities 10.55% Roads 27.97 %	3.48% Residential above criteria 2% Commercial less than criteria 4.45% Amenities less than Criteria 2.97% Roads above than Criteria
2	Al-Rahim Green City Housing Scheme over R.S Nos. 651 (PART), admeasuring area 12 Acres 5.81 Ghuntas situated at Deh, Tapo Taluka and District Tando Allahyar Layout Plan approved vide No. DTP/T.A. Yar-88/94 Hyderabad dt. 28-03-24 Owner of Plot: Mr. Sanaullah Khan S/o Nasrullah Khan, Mr. Muhammad Usman Qaimkhani S/o Muhammad Yousuf Khan, Mr. Kehfooz Khan S/o Saleem Uddin Khan, Mr. Khizer Hayat Anjum Qaimkhani S/o Hayat Muhammad Khan	i. Residential 55% ii. Commercial 5% iii. Amenities 15% iv. Roads/Streets 25%	Residential 49.73% Commercial 3% Amenities 7.03% Roads 36.61 % Reserved for Future 3.60%	5.27% Residential less than criteria 2% Commercial less than criteria 7.97% Amenities less than Criteria 11.0% Roads above than Criteria
3	Dubai City Housing Scheme over S.R No. 179 admeasuring area 8 Acres 27 Ghuntas situated at Deh Ahanjo, Taluka Saeedabad, District Matiari Layout Plan approved vide No. DTP/Matiari-78/ 233 Hyderabad dt. 25-07-23 Owner of Plot: Mr. Fayaz Ahmed S/o Khan Ahmed, Mr. Abdul Jabbar Rind S/o Abdul Sattar Rind		Residential 57.71% Commercial 2.87% Amenities 5.20% Roads 34.14 %	2.71% Residential above criteria 2.13% Commercial less than criteria 9.80% Amenities less than Criteria 9.14% Roads above than Criteria

Annex-LGD4 [Para: 1.5.1.4]: Approval of layout plans without obtaining NOCs from utility agencies

Sr. No.1 Sindh Master Plan Authority, Karachi AIR Para # 25		
Sr. No.	Approval No. & Date	Description
1	No. DTP/HYD-400/383 Hyderabad dt. 15-12-23	Canal View City Housing Scheme over S.R Nos. 167,168, 338, 389, 407, 408, 409, 410 admeasuring area 25 Acres, situated at Deh Halepota, Taluka and District Hyderabad
2	No. DTP/S.R/378/109 Hyderabad dt. 16-04-24	Wahlah Housing Scheme over R.S No. 424/3 (P), 430/1 & 430/2 admeasuring area 02 Acres 36 Ghuntas, situated at Deh and Tapo PAI, Taluka Tando Adam, District Sanghar
3	No. DTP/Dadu-76/ 232 Hyderabad dt. 24-07-23	Ayyat Residency Housing Scheme over R.S Nos. 678/1, 678/2 and 678/3 admeasuring area 09 Acres situated at Deh Taluka and District Dadu

Sr. No.2 Sindh Building Control Authority, Karachi AIR Para # 19			
Sr. No.	Plot No.	Project Name	Name of Builder
1	Survey No. 09, 16 & 19, Sector-12, Deh Bijjar Bhatti, Taluka Manghopir, District West, Karachi	Shahmir Enclave	M/s. Jumani Group of Companies (Pvt) Ltd Open Plots
2	Survey NO. 401/1, 402/1, 403/1 & 101/1, Deh Joreji, District Bin Qasim Town, Malir	Green Villas	M/s. HMS Builder and Developers Open Plots
3	Survey No. 185, 186 & 193 land measuring 24-75 acres and Survey No. 234, 235 & 240, Land measuring 16-18 acres total land measuring 40-875 acres, situated in Deh Allah Phahi, Taluka Shah Mureed, District Malir	Shangrilla City	M/s. Aimal Developers Open plots
4	Survey No. 105, 107, 108 Deh Manghopir, Tapo Manghopir, West Karachi	Gulshan-e-Fatima	M/s. S.U Developers Open plots
5	Survey no. 339 & 340, Deh Konkar, Taluka Murad Memon, District Malir, Karachi	Azan Icon City	M/s. Shape Builders & Developers Open plots
6	Survey No. 200 out of class no. 5, Jam Chakro, LDA Scheme-43, Halkani, District West Karachi	Al-Syed Residency	M/s. Syed Associates Open plots
7	Survey no. 22, Deh Bhatto Amri, Sector-7 A, Scheme-33, East Karachi	Memon Heaven	M/s. SBS Builders Open plots
8	Survey No. 421, 422, 423 & 424, Deh Kharkharo, Taluka Murad Memon, District Malir, Karachi	Malit Town Residency	M/s. Global Solution Builders & Developers Open plots
9	Survey No. 296, 297, 298, 299 & 300, Deh Tore, Tappo Konkar,	Daula Shah Heaven	M/s. Daula Shah Builders and Developers & Relator

Sr. No.2 Sindh Building Control Authority, Karachi AIR Para # 19			
Sr. No.	Plot No.	Project Name	Name of Builder
	Taluka Murad Memon, District Malir, Karachi		Open plots
10	NC no. 05, Sector-7-C, Deh Bhittai Amri, Scheme-33, Karachi	Safa Dream City	M/s. A.R Builders Open plots

Annex-LGD5 [Para: 1.5.1.5: Irregular issuance of NOCs for layout and site plans

Sr. No. 3 AIR Para # 5			
Sr. No.	Nature	Address	Remarks
1	Layout	Plot no. 1-A/1/2, measuring 06-29 acres, Deh Gujro scheme-33, Karachi	i. Forwarding letters from Mukhtiarkar and Assistant Commissioner were photocopied. ii. Unverified power of attorney
2	Amalgamation	Commercial plots C-09 and C-10, situated at Sadaat-e- Amroha CHS sec 37-A scheme -33, Karachi.	i. Allotment order, transfer order and mutation order were missing.
3	Amalgamation	Plot No. CM-27 and CM -28, situated at Aligarh Muslim University Old Boys Cooperation Society, Scheme - 33	i. Allotment order, transfer order and mutation order were missing.
4	Sub-division	Plot No. 142-F, measuring 1000 Sq. Yds. PECHS, Karachi and Plot No. 24 measuring 967 Sq. Yds. in Darul-Aman CHS, Karachi.	i. Non- obtaining of demolition NOC from SBCA ii. Possession order was also missing.
5	Sub-division	Plot No.07 measuring 1003 Sq. Yds. Darul-Aman CHS, Karachi.	i. Non- obtaining of demolition NOC from SBCA ii. Possession order was also missing.
6	Sub-division	Plot No. 262 measuring 1000 Sq. Yds. Block 03, situated at Delhi Mercantile Muslim CHS, Karachi	i. Non- obtaining of demolition NOC from SBCA ii. Possession order was also missing.

Sr. No. 4 AIR Para # 4							
Sr. No.	Owner	Nature	Address	Area	Rate	Formula	Amount In Million
1	Zeeshan Shaikhani s/o Muhammad Younus	Proposed Commercial Layout Plan	Sector No. 38-A, Deh Dozan, situated at K.D.A Scheme No. 33, Karachi	2.00 Acres	1200 Sq.Yds	(1 Acre = 4840 Sq.Yds.) Acres x Rate / 2	5.808

Sr. No. 5 AIR Para # 21			
Sr. No.	Approval Letter No. & Date	Scheme/Plot Description	Remarks
1	No. DTP/MPS/567/54 55 & 57 Hyderabad dated 26-02-24	Approval of Proposed Layout Plan Rathore City Housing Scheme Phase-I, II & III, over S.R Nos. 168, 172, 178, 179, 506, 507, admeasuring area 10 Acres 8.5 Ghuntas, situated at Deh 108, Tapo Mirpurkhas, Talika Hussain Bux Mari, District MPK. Owner of Plot Mr. Imran Rathore S/o Abdul Aziz Rathore	Daily Sarwan Karachi& Daily Qaumi Akhbar Karachi
2	No. DTP/NWB-A/C-222/307 Hyderabad dated 04-10-23	Conversion of Land from Agriculture to Commercial for Petrol Pump M/s Diamond Petroleum (Pvt.) Ltd. over S.R Nos. 143/3, admeasuring area 17 Ghuntas situated at Deh 24 DAD, Taluka Nawabshah, District Shaheed Benazirabad. Owner of Plto : Mr. Muhammad Khalid S/o Saad Ullah Khan	Nil
3	No. DTP/TMK/A/C-85/76 Hyderabad dated 15-03-24	Conversion of Land from Agriculture to Commercial for Petrol Pump R.S No257/5,6, 273/3, Shops Nos. 01 to 03 and 07 to 43 total shops 40, admeasuring area 23261 Sq. Ft. / 2584.55 Sq. Yds. / 21.36 Ghuntas, situated at Deh Vaserki, Tapo Tando Sain Dad, Taluka and District Tando Muhammad Khan Owner of Plot: Mr. Din Muhammad S/o Mevo Khan	Nil

Annex-LGD6 [Para: 1.5.1.7]: Inaction against illegal housing schemes



Sindh Building Control Authority

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PUBLIC NOTICE

Sindh Building Control Authority hereby inform the General Public in their own interest that SBCA has not granted any NOC for Sale & Advertisement of their projects. The General Public is hereby warned to refrain from booking / purchase of any unit in these projects, where SBCA has not issued NOC for Sale & Advertisement otherwise SBCA will not act as an arbitrator in any dispute.

S. NO.	NAME OF PROJECTS	LOCATION
1	THE GREENS	LAND ADMEASURING 03 ACRES & 28 GHUNTAS LOCATED IN SURVEY NO. 210, NA-CLASS-158, DEH TORE, TAPPO KONKAR GADAP TOWN KARACHI.
2	MATEEN COMPLEX (CANCELLED)	LOCATED AT 19/A, SURVEY NO. 47, BLOCK 2, 7 TO 9, & 14 SHAH LATIF TOWNSHIP KARACHI.
3	KARACHI DREAM VILLAS	PRIME LOCATION OF SCHEME-45 KARACHI.
4	UMM UL QURA CITY	SURVEY NOS. 388, 389, 390 DEH ALLAH PAI GADAP TOWN KARACHI.
5	KINGS COTTAGES PHASE-II	SURVEY NO. 197, BLOCK-07, SCHEME-36, GULISTAN-E-JOHAR, KARACHI.
6	BEACH CITY	LOCATED AT TRANS LYARI, HAWKS BAY ROAD, KDA SCHEME-41 KARACHI.
7	AL-QASAR TOWER	PRIME LOCATION OF SCHEME-33 MADRAS C.H.S, SECTOR 17-A, KARACHI.
8	MUSTAFA COTTAGES	ST-44-5, SECTOR-L-I, 4K CHOWRANGI SURJANI TOWN KARACHI
9	REHMAN SQUARE	SITUATED AT BLOCK-13/D, SCHEME-24, GULSHAN-E-IQBAL KARACHI
10	DETHO ICONIC TOWER & ICONIC MOBILE MALL	MAIN SPARCO ROAD NEAR OPP. PCSIR LABORATORY, SCHEME-33, KARACHI
11	GLOBE	NAYA NAZIMABAD MANGHOPIR ROAD KARACHI
12	SIGNATURE	NAYA NAZIMABAD MANGHOPIR ROAD KARACHI
13	RAHAT RESIDENCY	NAYA NAZIMABAD MANGHOPIR ROAD KARACHI
14	SHANGRILA CITY ALL BLOCKS INCLUDING PREMIUM GOLD BLOCK, BLOCK-A, BLOCK-B, BLOCK-C, & BLOCK-D	SCHEME-45 NEAR GULSHAN-E-MAYMAR KARACHI

Note: General Public is inform that not to involve in above mentioned projects.

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S. NO.	NAME OF PROJECTS	LOCATION
01	IDEAL GOLD TOWN	SECTOR 50, SCHEME-33 KARACHI
02	AJMAIR	DURRANI BUILDERS & DEV.
03	SHAHRYAR ARCADE	4K CHOWRANGI, BABA MORE, KARACHI
04	GRADUATES HOMES	SCHEME-33, KARACHI.
05	RAJI CITY	DISTRICT WEST
06	MACCA TOWER MALL & RESIDENCY	PLOT NO. SB-42, BLOCK-14, SCHEME-36, GULISTAN-E-JOHAR, KARACHI.
07	Z.H.U CHINA CITY	IBRAHIM HYDERY NEAR CHASHMA GOTH, KORANGI, KARACHI.
08	PHOENIX HEIGHTS	GULISTAN-E-JOHAR, OPP. NED UNIVERSITY, KARACHI.
09	M-6 CORNER	PLOT # FL-39/3-B, SADAF CHS, SECTOR-15-B, SCHEME-33, KARACHI.
10	ABDUL RAZZAK RESIDENCY	M-10, NORTHERN BYPASS, NEAR MOTER CITY, KARACHI.
11	MEMON COMFORTS	GULSHAN-E-IQBAL, BLOCK-4-A, NEAR MUSTAFA MASJID KARACHI.
12	MADINA CRESENT	BABA MORE, NORTH KARACHI.
13	MERAJ ONE LUXURY	PLOT # SB-04, SECTOR-52-A, SCHEME-33, CUSTOM PVT. SERVICES, GADAP TOWN, KARACHI.
14	AL-MUJEEB GARDEN	MODEL COLONY MALIR
15	KANEEZ FATIMA TOWN	SCHEME-45, DEH ALLAH PHIAI
16	D.J RESIDENCY	SAIMA ARABIAN VILLAS GADAP TOWN, KARACHI
17	AL HASSAN ARCADE	PLOT NO. C-19 SECTOR-D, SAADAT-E-AMROHA CHS SCH-33 KARACHI.
18	GULSHAN-E-KANEEZ FATIMA TOWN	SCHEME-45, NEAR GULSHAN-E-MAYMAR TAISER TOWN KARACHI.
19	AYESHA TOWN	MAIN KARACHI NORTHERN BYPASS, NEAR SHERSHAH BAZAR KARACHI.
20	HILLS CITY	SURVEY NO. 113, 114, 115, 117, 118, 119, 120, 260, 261, 262, 263, 265, DEH ALLAH PHIAHI, TAPPO SONGAL, DISTRICT MAIR, KARACHI.

Note: General Public is inform that not to involve in above mentioned projects.

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S. NO.	NAME OF PROJECTS	LOCATION
1	DJ RESIDENCY	SAIMA ARABIAN VILLAS GADAP TOWN
2	AL-GHAFOOR INDUSTRIAL ZONE	DEH JAM CHAKRO
3	AL-GHAFOOR OVERSEAS BLOCK	DEH ALLAH PHAI
4	COUNTRY RESIDENCES	
5	SHANGRILA CITY (GULF VIEW)	NORTHERN BY PASS
6	SHANGRILA CITY (GOLD BLOCK)	NORTHERN BY PASS
7	SHANGRILA CITY (SUPREM BLOCK)	NORTHERN BY PASS
8	RUMAISA CITY	DEH BUND MURAD NORTHERN BYPASS DISTRICT WEST
9	RABIA APARTMENT	GULSHAN-E-MAYMAR
10	HAMEED RESIDENCIA	MERRAT C.H.S SCH-33
11	KING'S COMFORTS	NAZIMABAD NO. 3
12	KOMAL ARCADE	SADAF C.H.S SCH-33
13	ZUBAIR RESIDENCY	MANIYA SOCIETY
14	DANISH PARK VIEW-II	PECHS BLOCK-6
15	CENTRIC TOWER	CALLACHI C.H.S
16	CANAL VIEW CITY	M-10 NORTHERN BYPASS
17	ATAP TOWN	SCHEME-45
18	AL-GHAFOOR GREEN CITY EXTENSION	GADAP TOWN
19	GULSHAN-E-RABIA PHASE-II	SURVEY NO. 208, DEH SHAH MUREED
20	RYS RESIDENCY	PILI BHEET C.H.S SCHEME-33
21	GULZAR CLASSIC	SAIMA ARABIAN VILLAS, GADAP TOWN
22	BILQUIS TRADE CENTRE	MAIN UNIVERSITY ROAD, GULISTAN-E-JOHAR, BLOCK-4
23	CENTRIC TOWER	CALLACHI C.H.S GULSHAN-E-IQBAL
24	MEHMAD TOWER	SURJANI TOWN

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Annex-LGD7 [Para: 1.5.1.8]: Issuance of NOC for construction without height clearance

Sr. No.	Plot No.	Project Name	Name of Builder
1	Plot No. FL-10, Sector-Q, Sub-sector-04, Gulshan-e-Maymar, Sch-45, District West, Karachi	Crown Dreamland	M/s. AMK Builders and Developers B+G+1st to 8 th
2	Plot No. 4-B, Moulana Muhammad Ali Johar Memorial Cooperative Housing Society, District East Karachi	Marina Executive	M/s. FAMS Enterprises B2+B1+G+1st to 10 th
3	Plot no. 22/7, CL-09, Civil Lines Qtrs, Karachi District South	One Hoshing 2B, G+1 to 37	M/s. TPL (Pvt) Ltd B2+B1+GF+1st to 37 th
4	Plot No. 84, Garden West, Quarters, Karachi	Burj-ul-star	M/s. Hunaini Builders B+G+ 1st to 25 th
5	Plot No. SB-86, Block-13, Scheme-24, Gulshan-e-Iqbal, Scheme-24, District East, Karachi	Sanabil Business Center	M/s. Sanabil Builders & Developers B+G+1st to 5th
6	Plot No. 23, Survey No. 122, Deh Drigh Shah Faisal, District Korangi, Jamshed Town Karachi	Saima Defense Tower	M/s. Saima Estate Builders & Developers B+F+ 1 st to 24 th
7	Plot No. COM-2/2-A, Block-01, KDA Scheme-5, Clifton District South, Karachi	A & Z Tower	M/s. Riffat Builder & Developer B+G+ 1 st to 28 th
8	Plot no. D10, Block-A, Scheme-2, North Nazimabad, District Central, Karachi	Saima Premium Empire	M/s. Paras Builders and Developers B+G+ 1 st to 29 th
9	Plot/admeasuring 2.00 acres in Survey No. 298, Deh Thoming, Tappo Gujro, Gulzar-e-Hijri, Scheme-33	Shahghai Residency & Mall	M/s. Shahghai Builders & Developers B+G+ 1 st to 15 th
10	Plot No. 197/4 (Survey No.197) Block-07, Deh Safron, Scheme-36, Gulistan-e-Jouhar, Karachi	Sakina Icon	M/s. Home Planner Builders & Developers B+G+ 1 st to 18 th

Annex-LGD8 [Para: 1.5.2.1]: Loss due to not awarding the work to the lower bidder

[Amount in Rs.]

Sr. No.	Name of Firm	Cost Offered by Bidder	Mathematically Corrected Amount	Ranking in Terms of Cost	Comparison with Estimated Cost	Reasons for Acceptance / Rejection
1	M/S Yousif Khan & Brothers	338,364,799.50	338,270,863.22	3	-20.02 % Below	Eligibility into qualification criteria
2	M/S S K Construction	338,364,801.00	378,652,179.60	11	-10.47% Below	
3	M/S MAFHH Enterprises	338,113,027.84	338,113,027.84	2	-20.06% Below	
4	M/S Haji Abdul Sattar & Brothers	338,364,800.00	355,283,040.00	10	-16.00 % Below	
5	M/S K A Brothers	33,836,4801.66	33,836,4801.66	8	-20.00 % Below	
6	M/S Fazal Construction Company	338,364,800.00	338,364,800.72	7	-20.00 % Below	Reject bid due to found abnormal bid
7	M/S ZBA Group	287,610,079.34	287,610,079.97	-	-32.00 % Below	
8	M/s Haji Syed Ameer Ali & Brothers	338,364,803.42	338,080,100.36	1	-20.07 % Below	Recommended to award the work order being most advantageous bid
9	M/s Kaim Khani Competition International	338,364,801.00	338,364,802.20	9	-20.00 % Below	Eligibility into qualification criteria
10	M/S Haji Traders	338,364,800.00	338,364,800.00	5	-20.00 % Below	
11	M/S Samad Khan Babar	338,364,800.00	338,364,799.64	4	-20.00 % Below	
12	M/s Mohammad Azeem Shah Khetran	338,364,802.00	453,015,173.50	12	7.11 % Above	Reject bid due to found abnormal bid
13	M/s Noman Builders	310,872,660.00	316,635,868.83	-	-25.14% Below	
14	M/s Mehran Shah Baber	320,837,852.55	320,837,852.58	-	-24.14 % Below	Eligibility into qualification criteria
15	M/s Niaz Mohammad Construction Contractor	338,364,800.61	338,364,800.61	6	-20.00 % Below	

Annex-LGD9 [Para: 1.5.2.3]: Execution of work beyond permissible limit

[Rs. in Million]

PD, Local Government Projects Karachi AIR Para # 3							
Name of Work and Contractor	Item of work	Qty. as per Estimate/ Revised Estimate	Qty. Executed	Excess Qty.	Rate in Rs	Amount	% Increase in Qty
Construction of flyover and underpass at Johar chowrangi intersection. M/s Sherjan Mosakhail & Sons JV SKC	Earth work	7446 cu.m	13627	6181	350	2.163	83%
	Cartage up to 7th mile	7446 cu.m	14093	6647	300	1.994	89%
	After 7th mile	7446 cu.m	14093	6647	200	1.329	89%
	P/L aggregate base	5775 cu.m	15225	9450	1900	17.955	163%
	2" asphalt concrete	1678 cu.m	4449	2771	23000	63.733	165%
	Installation of paving blocks	6274 sq.m	9714	1200	3440	4.128	55%
	Concrete class A-3 (on ground)	390 cu.m	1125	735	13500	9.922	188%
	Yellow color	4332	9394	5062	350 R.m	1.772	117%
	Reflectorized plastic pavement stud	2166	4697	2531	1500 each	3.796	117%
Construction of dual carriageway road from Nasir Brohi Hotel towards Mubarak village up to coast guard picket and adjacent societies M/s Haji Syed Ameer & Brothers	P/F ABC bundle 4 wire 16mm	3350	6250	2900	750	2.175	86%
	Cartage 6th mile	12000	76390	64390	272.66 cum	17.556	536%
	After 7th mile	12000	6390	64390	103.50 cum	6.664	536%
	Earth work	26350	76390	50040	78 cum	3.903	190%
	Sub-base	3825	8628	4803	1180.82	5.671	125%
	P/L RCC Pipe 48"	240	558.47	318.47	56922.07	18.128	133%
Total						160.889	-

[Rs. in Million]

PD, Local Government Projects Karachi AIR Para # 11							
Sr. No.	Name of Work	Contractor	Original Cost	Revised Cost	Re-Revised Cost	Increase in Cost	Increase in %
1	Construction of flyover and underpass at Johar chowrangi intersection	M/s Sherjan Mosakhail & Sons & SKC (Consortium/JV)	2624.000	4225.601	-	1,601.601	61%
2	Rehabilitation/Reconstruction of Shahra-e-Noor Jahan from Abdullah college to Qalandria Chowk	M/s Sherjan Musakhail & Sons	1281.328	3362.407	-	2,081.407	162%
3	Improvement/rehabilitation and construction of sewerage, paver, water and street lights (Uc-1 to Uc-19) District South, Karachi (Lyari)	M/s Sherjan Musakhail & Sons	1423.173	1731.011	3497.380	2,074.207	146%
4	Reconstruction of road from Sher Shah chowk to Mirza Adam Khan Road intersection (District West) including SWD system.	M/s J.N Construction Company	308.858	901.580	-	592.722	192%
Total						6,349.937	-

Annex-LGD10 [Para: 1.5.2.4]: Technical sanction beyond delegated financial powers

[Rs. in Million]

Sr. No.1 PD, Local Government Projects Karachi AIR Para # 13						
Sr. No.	Name of Work	Contractor	W.O. No.	Sanctioned by	Sanctioned Amount	Revised Sanctioned Amount
1	Rehabilitation/Reconstruction of Shahra-e-Noor Jahan from Abdullah college to Qalandria Chowk	M/s Sherjan Musakhail & Sons	2022/160 17.05.22 & 2023/775 13.07.23	PD	1,281.328	3,362.407
2	Reconstruction of road from Sher Shah chowk to Mirza Adam Khan Road intersection (District West) including SWD system.	M/s J.N Construction Company	03.03.22	PD	386.347	901.580
3	Construction of dual carriageway road from Nasir Brohi Hotel towards Mubarak village up to coast guard picket and adjacent societies	M/s Syed Ameer Ali & Brothers	2024/240 12.02.24	PD	411.776	420.254
Total					2,079.451	4,684.241

[Rs. in Million]

Sr. No.2 PD, Local Government Projects Hyderabad AIR Para # 1					
Sr. No.	Name of work	Contractor	Work Order No.	Sanctioned by	Sanctioned Amount
1	Construction of road from Bhajro to village Dhari via Salani (ADP # 2366)	M/s AHA Construction Co	XEN/TC/LGP/GoS/G-55/753 dt 12.06.2023	PD	174.172
2	Reconditioning of road from (1) Ayoub hotel to Phulkara road (2) Link Road from Government Technical college to village Nazarpur road	M/s AHA Construction Co	XEN/TC/LGP/GoS/G-55/220 dt 09.06.2023	PD	146.329
3	Construction of road from Dhangam to Behanggm via paro dedh vero mile 0/0-4/6 (7.64 Kms)	M/s Canny Engineers	XEN/TC/LGP/GoS/G-55/744/2023 dt 12.06.2023	PD	131.200
Total					451.701

Annex-LGD11 [Para: 1.5.2.12]: Non-imposition of liquidated damages

[Rs. in Million]

Sr. 1 PD Local Government Project Karachi AIR Para # 2						
Name of Work	Contractor	Revised PC-1 Cost	Date of Start	Date of Completion / Period	Status of Work	Liquidated Damages @5%
Construction of flyover and underpass at Johar chowranghi intersection	M/s Sherjan Mosakhail & Sons JV SKC	4,225.601	19.05.22	19.11.23 18 months	WIP	211.280

[Rs. in Million]

Sr. 2 PD, Local Government Projects Hyderabad AIR Para # 12								
Sr. No.	Name of Work	Name of Contractor	Work Order No. & Date	Actual Date of Start	Stipulated Date of Completion	Estimated Cost	L.D 5%	Current Status
1	Construction of Staff Quarter for Sweeper M.C Rohri	M/s Bhambaro Construction Co	XEN/TC/LGP/GoS/G-55/123/2021 dt 11.02.2021	18.02.2021	11.02.2022	33.001	1.650	WIP
2	Construction of paving block, cc drains and water supply for various streets and village of UC Trimoonh District Sukkur	M/s LutfullahBha nbhro	XEN/TC/LGP/GoS/129/2021 dt 11.02.2021	18.02.2021	11.02.2022	107.449	5.372	
3	Beautification of MC Rohri District Sukkur	M/s AHA Construction Co	XEN/TC/LGP/GoS/127/2021 dt 11.02.2021	18.02.2021	11.02.2022	51.951	2.598	
Total						192.401	9.620	

Annex-LGD12 [Para: 1.5.2.14]: Splitting up of expenditure to avoid open tender

[Rs. in Million]

Sr. No.	Description of Expenditure	Name of Contractors / Suppliers	Cheque #	Payment Date	Paid Amount	Group Total
1	Others	Gawadar Global Group	5264354	15-Mar-24	65,050	0.550
2					97,600	
3					91,350	
4					55,480	
5					90,900	
6					56,220	
7					93,400	
8	Others	Saaden Enterprises	5339651	20-May-24	97,840	0.774
9					99,120	
10					99,220	
11					97,080	
12					86,800	
13					97,800	
14					98,940	
15	97,680					
16	Others	Saaden Enterprises	4909677	30-May-24	96,345	0.572
17					99,465	
18					96,345	
19					94,480	
20					91,090	
21					93,910	
22	Others	M/S New Alfa Enterprises	4909678	30-May-24	81,200	0.900
23					94,910	
24					73,520	
25					82,310	
26					74,150	
27					93,700	
28					73,300	
29					77,600	
30					86,300	
31					82,080	
32	81,200					
33	Others	M/S New Alfa Enterprises	4909679	30-May-24	87,000	0.598
34					89,500	
35					93,410	
36					86,800	
37					71,640	
38					92,700	
39					76,600	
Total						3.394

Annex-LGD13 [Para: 1.5.5.3]: Non-completion of public sale projects within stipulated period

Sr. No.	Name of Project	Project Address	Date of Completion of Project
1	GOHAR CENTRE RABI	PLOT NO .171-1-A BLOCK-3, P.E.C.H.S, JAMSHED TOWN KARACHI	31.12.2022
2	DOHA MALL & RESIDENCY	ON S.NO. 47, DEH KHANTO SECTOR 19-A, CORRIDOR SCH-25-A, SHAH LATIF TOWN BIN QASIM TOWN KARACHI	31.12.2023
3	NORTH VILLAS TOWN	LAND MEASURING 12 ACRES, NC-90, DEH SURJANI, GADAP TOWN KARACHI	31.12.2023
4	CITY COMPORTS	PLOT NO .COM -14, SECTOR 31, DEH SONGAL SCH-33, GULSHAN TOWN KARACHI	31.05.2024
5	INDEX RESIDENCY	PLOT NO. PP-01, BLOCK 7 & 8 C.C AREA KCHS UNION JAMSHED TOWN KARACHI	31.12.2023
6	INDEX PALACE	PLOT NO. PP-2, BLOCK 7 & 8 C.C AREA KCHS UNION JAMSHED TOWN KARACHI	31.12.2023
7	LAKHANI PARK VISTA	PLOT NO. COMM-03, SECTOR-Y,SUB-SECTOR-IV, GULSHAN E MAYMAR, SCHEME-45,KARACHI	01.03.2023
8	ROSHAN TOWER	PLOT NO. COMM-37, SURVEY NO 28, NORTH TOWN RESIDENCY DEH JAM CHAKRO, TAPPO MANGHPIR, SCHEME-43, GADAP TOWN KARACHI	01.06.2024
9	AL-KAREEM BRIDGE VIEW	PLOT NO. CB-07, BLOCK-B, SURVEY NO.372, AL-FALAH C.H.S. SHAH FAISAL COLONY, DRIGH ROAD, KARACHI	01.06.2024
10	ANAYA ROYAL RESIDENCY	PLOT NO.672/5 GRE JAMSHED TOWN-I, KARACHI	01.06.2023
11	AL-KAREEM RESIDENCY	PLOT NO.40 & 41, SURVEY NO.108, SALEEM HOUSING PROJECT SHAH FAISAL COLONY NO.03, DISTRICT KORANGI, SHAH FAISAL TOWN KARACHI	01.06.2024
12	CHAYELL ENCLAVE	SECTOR -61, TAISER TOWN GADAP TOWN KARACHI	31.05.2024
13	GRAVITY ONE	COMMERCIAL PLOT # COM-14, BLOCK # 04, SCHEME # 05, CLIFTON, KARACHI	31.07.2024
14	SAAR	PLOT NO.10/1, SHEET NO.CL-09, CIVIL LINE QUARTERS, KARACHI	31.05.2024
15	LORD VISTA	PLOT NO. 4-18, ACRES IN SECTOR-22, SCHEME NO-33 KARACHI	31.12.2023

Sr. No.	Name of Project	Project Address	Date of Completion of Project
16	COMMANDER ENCLAVE	PLOT NO. FL-01 S.NO. 103DEH-TOR TAPPO KONKER TALUKA MURAD MEMON GADAP TOWN, KARACHI	31.12.2023
17	CHAPAL UP TOWN	PLOT NO S.Nos.88 TO 92 DEH MOKHI, TAPPO SONGAL GADAP TOWN KARACHI	31.12.2023
18	HAMMAD REGENCY	PLOT NO SB-29, SECTOR-5-D, SCHEME-41, SURJANI TOWN, KARACHI	30.06.2024
19	RABIA RESIDENCY	PLOT NO SR-25, SECTOR-5-D, SCHEME-41, SURJANI TOWN, KARACHI	30.06.2024
20	LAKHANI VISTA	PLOT NO FL-01 SECTOR-Y, SUB-SECTOR-III, GULSHAN-E-MAYMAR, SCHEME-45, KARACHI	30.06.2024
21	SUMMIT PLAZA	PLOT NO 1 S.NO.47/1, SECTOR-17/D, SCH-25-A, SHAH LATIF TOWN NATIONAL HIGHWAY BIN QASIM TOWN KARACHI	31.05.2023
22	SAMRINA GRAND	PLOT NO. COM-06, KHATHIAWAR C.H.S SECTOR 19/A/1, SCH-33, GULSHAN TOWN KARACHI	01.11.2024
23	COMMANDER ENCLAVE-II	PLOT NO FL-2, SURVEY NO. 103, DEH TORE TAPPO KONKAR, GADAP TOWN KARACHI	30.06.2024
24	COMMANDER ENCLAVE-III	PLOT NO COM, SURVEY NO. 103, DEH TORE TAPPO KONKAR, GADAP TOWN KARACHI	30.06.2024
25	NAYA NAZIMABAD APARTMENT-3	PLOT NO. FL-03, SURVEY NOS.38 40, NAYA NAZIMABAD SCHEME-43, DEH MANGHOPIR, GADAP TOWN KARACHI	01.02.2024
26	GREEN-I	PLOT NO.SB-48, SUB-SECTOR-B, SECTOR-4, SCHEME-41, SURJANI TOWN GADAP TOWN KARACHI	01.03.2023
27	GREEN-II	PLOT NO.SB-41, SUB-SECTOR-B, SECTOR-4, SCHEME-41, SURJANI TOWN GADAP TOWN KARACHI	01.03.2023
28	GREEN-III	PLOT NO.SB-42, SUB-SECTOR-B, SECTOR-4, SCHEME-41, SURJANI TOWN GADAP TOWN KARACHI	01.03.2023
29	ZULEKHA TRADE CENTRE	PLOT NO. 61, G.P. BERAR C.H.S BLOCK-3, GULSHAN TOWN KARACHI	31.12.2023
30	LASANI SQUARE	PLOT NO. SA-20, SECTOR-5-H, NORTH KARACHI, KARACHI	01.04.2024
31	AMMAR TOWERS ICON	PLOT NO. 3, ROW-A, CAT NO. FL COM, BLOCK-1 GULSHAN-E-KANEEZ FATIMA PROJECT-1 SECTOR-3,	31.12.2023

Sr. No.	Name of Project	Project Address	Date of Completion of Project
		SCHEME-41, SURJANI TOWN GADAP TOWN, KARACHI	
32	SUMAIRA COMFORTS	PLOT NO. 25-B/2 PART OF SECTOR 25-B, CORRIDOR SCH-33 GULSHAN-E-IQBAL TOWN KARACHI	01.03.2024
33	KING'S PARADISE-5	PLOT NO. CS-5, AL-AHMED TOWN, SURVEY NO. 139 TO 142, SITUATED IN DEH MANGHOPIR, GADAP TOWN KARACHI	01.06.2023
34	KING'S PARADISE-6	PLOT NO. CS-6, AL-AHMED TOWN, SURVEY NO. 139 TO 142, SITUATED IN DEH MANGHOPIR, GADAP TOWN KARACHI	01.06.2023
35	KING'S PARADISE-13	PLOT NO. CS-13, AL-AHMED TOWN, SURVEY NO. 139 TO 142, SITUATED IN DEH MANGHOPIR, GADAP TOWN KARACHI	01.06.2023
36	KING'S PARADISE-14	PLOT NO. CS-14, AL-AHMED TOWN, SURVEY NO. 139 TO 142, SITUATED IN DEH MANGHOPIR, GADAP TOWN KARACHI	01.06.2023
37	KING'S PARADISE-15	PLOT NO. CS-15, AL-AHMED TOWN, SURVEY NO. 139 TO 142, SITUATED IN DEH MANGHOPIR, GADAP TOWN KARACHI	01.06.2023
38	LAKHANI BLESSING	PLOT NO. LAND MEASURING 1.00 ACRES OUT OF 74.00 ACRES LAND, SECTOR-78, TAISER TOWN, SCHEME-45, GADAP TOWN, KARACHI	01.02.2024

Annex-LGD14 [Para: 1.5.5.4]: Non-carrying of monitoring & evaluation of ADP schemes

[Rs. in Million]						
Sr. No.	Name of Project Director / Manager/ Coordinator	No. of Schemes	Approved Cost	Allocation	Current Expenditure	Balance
1	Deputy Commissioners as Project Directors	314	40,219.264	12,288.054	6,788.946	5,499.108
2	Karachi Development Authority	116	25,297.811	8,715.240	5,775.937	2,939.303
3	Karachi Metropolitan Commissioner	272	19,984.324	5,500.945	1,056.604	4,444.341
4	Karachi Water & Sewerage Corporation	72	59,049.835	5,999.785	2,535.830	3,463.955
5	Lyari Development Authority	56	14,625.277	2,358.118	866.026	1,492.092
6	Municipal Corporation Sukkur & Municipal Committee Khairpur	18	3,798.673	970.003	714.836	255.167
7	TMC Chanesar	5	500.000	125.000	-	125.000
8	WASA HAD	12	6,162.812	1,517.843	950.153	567.690
9	Project Director CLICK	1	1,322.086	50.000	28.893	21.107
10	Project Director Hyderabad	296	55,884.260	17,014.557	13,103.689	3,910.868
11	Project Director Karachi	38	12,641.553	6,036.720	3,797.937	2,383.773
12	Project Director Sukkur	12	1,210.000	302.500	5.000	297.500
13	Project Director PMU	2	232.207	180.602	12.348	168.254
14	Project Director Mega	20	23,978.618	12,387.037	9,865.020	2,522.017
15	Project Director Rabies Control	1	963.316	100.000	83.422	16.578
16	Project Director Affectless Gujar Nallah	1	9,423.789	500.000	27.109	472.891
17	Public Toilet (Sindh)	1	800.000	160.000	-	160.000
18	SSWMB	5	4,846.542	826.000	115.129	710.871
Total		1,242	280,940.367	75,032.404	45,726.879	29,450.515

Annex-LGD15 [Para: 1.5.6.1]: Irregular appointment of employees on daily wages

[Rs. in Million]

Sr. No.	Particulars	Name/No. of Employees	Cheque No. & Date	Date	Amount
1	Daily wages employee's salary	65	80183595	08-08-2023	1.373
2		-	75048199	12-09-2023	1.113
3		Shafiq-ur-Rehman (Farrash)	75048200	12-09-2023	0.026
4		-	81293724	01-11-2023	0.89
5		-	83785999	-	0.244
6		-	83786019	-	0.353
7		-	85961314	08-02-2024	0.169
8		8	87313292	13-03-2024	0.296
9		-	87582022	30-04-2024	0.219
10		8	88912642	13-06-2024	0.272
Total					4.955

Annex-LGD16 [Para: 1.5.7.1]: Non-production of Record

[Rs. in Million]

Sr. No.	Name of Office	AIR Para	Description of Record	Amount			
1	Special Secretary, Technical Wing, LGD	3	Detail / record of following schemes:	156.772			
			Sr. No.		Name of Projects	No. of Schemes	Expenditure F.Y. 2023-24
			1		Project Director CLICK	1	28.893
			2		Project Director Sukkur	12	5.000
			3		Project Director PMU	2	12.348
			4		Project Director Rabies Control	1	83.422
			5		Project Director Affectess Gujar Nallah	1	27.109
			6		Public Toilet (Sindh)	1	-
			Total		18	156.772	
2	Sindh Master Plan Authority, Karachi	1	i. Detail of record handed over to Karachi Development Authority (KDA) pertaining of Department of Planning and Urban Design (DP&UD) department transferred to Karachi Development Authority	-			
			ii. Record of layout Plans/Drawings/Site Plans/maps of all areas pertaining to Sindh Master Plan Authority jurisdiction				
			iii. Detail of complaints against private housing schemes				
			iv. Details of any legal action against illegal private housing schemes				
			v. Record / Detail of service books and personal files				
			vi. Detail of complaints/ ligation matters of employees				
			vii. Record/details of appointments and promotions				
			3		Sindh Building Control Authority, Karachi	1	i. Personal files and service books of employees
ii. Detail of verification of employees appointed in 2012							
iii. Record of schedule of SBCA rates							
iv. Record of Security Deposit Register							
v. Record pertaining to Provident Fund, Pension Contribution along with bank statements							
Total				156.772			

KMC & KW&SC

Annex-KHI1 [Para: 2.5.2.1]: Non-functioning of X-Ray department and hospital equipment

Sr. No.	Name of Entity	F. Y	AIR Para	Detail
1	Medical Superintendent, Sobhraj Maternity Hospital	2022-23	7	Machine and equipment
			9	X-ray department
2	Medical Superintendent, Spencer Eye Hospital		7	Machine and equipment
3	MS Landhi Medical Complex	2023-24	7	Non-functioning of equipment
4	MS Sobhraj Maternity Hospital		9	Non-repairing of hospital equipment

1-Medical Superintendent, Sobhraj Maternity Hospital, AIR Para no. 07, F.Y 2022-23

Sr. No.	Detail of Equipment	Quantity	Remarks
1	ECG Machine	1	Non functional
2	Monitor Bluetooth	1	Non functional
3	Autoclave	1	Not issued/lying idle
4	Pulse Oximeter	2	Not issued/lying idle
5	Ventilator ICU	1	Not issued/lying idle
6	An aesthesia Machine	3	Non-working
7	Suction machine	1	Non-working
8	Diathermy machine	3	Non-working
9	Danimap	10	Non-working
10	Pulse Oximeter	4	Non-working
11	Ventilator	2	Non-working
12	Lapro scope	1	Non-working
13	Frigtnocic (Colpo scope)	1	Non-working
14	Hystero scope	1	Non-working
15	Operation Top light	3	Non-working
16	Operation Emergency light	2	Non-working
17	Air conditioner	2	Non-working
18	Stretcher	2	Non-working
19	Ceiling Fan	5	Non-working
20	Drip Stand	3	Non-working
21	Operation Trolley	2	Non-working

2-Medical Superintendent, Spencer Eye Hospital, AIR Para no. 07, F.Y 2022-23

Sr. No.	Equipment Detail	Place where Installed	Quantity	Status
1	Phaco Machine	Room No.6	1	Non-functional
2	Auto refrectometer	Room No.6	3	Non-functional
3	Kerotometer	Room No.6	1	Non-functional
4	Slit Lamp	Room No.6	2	Non-functional

Sr. No.	Equipment Detail	Place where Installed	Quantity	Status
5	Dream Chart	Room No.6	1	Non-functional
6	Welchayn diagnostic set	Room No.6	1	Non-functional
7	Tonometer	Room No.6	7	Non-functional
8	Retino scope	Room No.6	5	Non-functional
9	Indirect Fundo scope	Room No.6	2	Non-functional
10	Eletronic Torch	Room No.6	1	Non-functional
11	Ophthalmoscope Diagnostic	Room No.7	1	Non-functional
12	Field Vision	Room No.3	2	Non-functional
13	Slit Lamp	Room No.3	1	Non-functional
14	B Scan	Room No.3	1	Non-functional
15	Phaco Machine	Major O.T	4	Non-functional
16	Microscope	Major O.T	5	Non-functional
17	Vitreotomy machine	Major O.T	1	Non-functional
18	Stream Autoclip	Major O.T	4	Non-functional
19	Slit Lamp	Room No.1	7	Non-functional
20	Auto refracto meter	Room No.1	2	Non-functional
21	Organ Laser	Room No.1	1	Non-functional
22	Yag Laser	Room No.1	2	Non-functional
23	A-Scan	Room No.1	1	Non-functional
24	Dream Chart	Room No.1	2	Non-functional
25	Service Vehicle GS-8670	Eye Camp bus	1	off road
26	Service Vehicle GL-5501	For Local Eye Camp	1	off road
27	Service Vehicle GL-5502	For Shifting Hospital goods	1	off road
28	Ambulance EX-2949	-	1	off road
Total non-functional equipment			62	

3-MS Landhi Medical Complex, AIR Para No. 07, F.Y 2023-24				
Sr. No.	Name of Equipment	Quantity	Functional	Non-Functional
1	Incubator	4	2	2`
2	Multiparameter Monitor	10	7	3
3	ECG Machine	6	3	3
4	Defibrillator	2	1	1
5	Suction Machine	15	10	5
6	Dialysis Machines	16	3	13
7	Auto Clave	5	2	3
8	Operating Microscope	2	1	1
9	Pulse Oximeter	4	2	2
10	Diathermy Machine	5	3	2
11	Ultra sound Machine	2	1	1
12	Hot Air Oven	5	3	2
13	Blood Bank Refrigerator	1	0	1
14	Dental Unit Complete	3	2	1
15	Dental X-Ray	2	0	2
16	CTG Machine	3	1	2

3-MS Landhi Medical Complex, AIR Para No. 07, F.Y 2023-24				
Sr. No.	Name of Equipment	Quantity	Functional	Non-Functional
17	NI BP Monitor	8	4	4
18	Anesthesia Machine	2	1	1
19	X-Ray machine	2	1	1
20	Micro Scope (Bi Nuclear)	2	1	1
21	Hematology Analyzer	2	1	1
22	Centrifuge Machine	4	2	2
23	Bio Chemistry	2	1	1
24	Prolyte Analyser	2	1	1

MS Sobhraj Maternity Hospital, AIR Para No. 09, F.Y 2023-24				
Sr. No.	Equipment Detail	Quantity	Functioning	Not Functioning
1	ECG Machine	1	0	1
2	Monitor Blue Tooth	1	0	1
3	Anesthesia Machine	7	4	3
4	Suction Machine	6	5	1
5	Diathermy Machine	6	3	3
6	Danimap	18	8	10
7	Pulse Oximeter	4	0	4
8	Ventilator	5	3	2
9	Laparoscopy	2	1	1
10	Frignoscic (Colposcopy)	1	0	1
11	Hysteroscopy	1	0	1
12	Operation Top Light	3	0	3
13	Operation Emergency Light (Potable)	3	1	2
14	Air Conditioner	6	4	2
15	Stretcher	4	2	2
16	Ceiling Fan	15	10	5
17	Drip stand	8	5	3
18	Operation Trolley	7	5	2
Total 47 Nos item Non-functioning				47

Annex-KHI2 [Para: 2.5.3.1]: Irregular award of works to the contractor who offered bids on higher side

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	F.Y	Amount
1	Managing Director, ADP Schemes (Chief Engineer, Water, ADP Schemes)	23	2023-24	232.943
2	Managing Director, ADP Schemes (Chief Engineer, Sewerage, ADP Schemes)	44	2023-24	123.268
3	Senior Director, Municipal Services, KMC	12	2023-24	19.976
Total				376.187

[Amount in Rs.]

Sr. No.	Name of Entity	AIR Para	F. Y.	Name of Work	Name of Contractor	Awarded Cost (First/2nd/3rd Quoted Bid)	Cost of First Lowest Quoted Bid	Loss	Remarks
1	Managing Director, ADP Schemes (Chief Engineer, Water)	23	2023-24	Shifting of 16" dia Existing Water Supply system by replacing 315 MM & 90 MM PE pipe to avoid a theft and illegal connection from Ganna Mandi Upto Al Asif square sector-2/A to ensure water supply in sector-1/A & 2/A in scheme-33	Khyber Builders 01/4.11.22	37,130,788	25,718,295	11,412,493	Contract awarded to 3 rd highest bidder on the pretext that first and second lowest bidders were non-responsive.
				Construction of Water Supply Scheme & Underground Tank ADP No.1448	Niaz Muhammad 167/31.5.22	91,312,764	61,704,348	29,608,416	Contract awarded to 2 nd highest bidder on the pretext that of first lowest bidder was non-responsive.
				Providing laying Water Supply lines with main dia 10",6, & 4" distribution line with sewerage line dia 18", 12" & 9" in different areas of district East	Sadaruddin Mando khail 35/7.6.24	104,499,781	104,499,780.46	1	Contract awarded to 3 rd highest bidder on the pretext that 1 st and 2 nd lowest quoted same rates.
	Sub-total					232,943,333	191,922,423	41,020,910	
2	Managing Director, ADP Schemes (Chief	44	2023-24	PL Sewerage system in UC-37 Naval Colony Baldia	Minerva Builders & Innovations 1/21.11.22	79,929,308	79,929,306	2	Contract awarded to 3 rd highest bidder on the pretext that 1 st and 2 nd did not submit required documents.

[Amount in Rs.]

[Amount in RS.]									
Sr. No.	Name of Entity	AIR Para	F. Y.	Name of Work	Name of Contractor	Awarded Cost (First/2nd/3rd Quoted Bid)	Cost of First Lowest Quoted Bid	Loss	Remarks
	Engineer, Sewerage)			Rehabilitation/improvement of sewerage system by Providing laying 36,24,18 & 12" dia sewerage line in old Saddar, Garden west, Badhshahi road to Dhobi ghat, Al-abbas bakery Mirza Adam Khan road at Block-1 Shahrah e Ghalib Clifton, Saddar	Niaz Muhammad 01/5.10.2022	43,338,500	43,244,081	94,419	Contract awarded to 3 rd highest bidder on the pretext that 1 st and 2 nd were non-responsive.
	Sub-total					123,267,808	123,173,387	94,421	
3	Senior Director, Municipal Services, KMC	12	2023-24	Improvement & Rehabilitation Pedestrian Bridge at District East KMC	M/S King Enterprises 2251/19-5-21	19,976,169	15,915,571	4,060,598	Awarded to 2 nd lowest bidder
	Sub-total					19,976,169	,15,915,571	4,060,598	
Grand Total						376,187,310	331,011,381	45,175,929	

Annex-KHI3 [Para: 2.5.3.4]: Irregular award of works to the contractors without rate analysis

[Rs. in Million]

[Total in Lakhs]				
Sr. No.	Name of Entity	AIR Para	F. Y.	Amount
1	Senior Director, Municipal Services, KMC	4	2023-24	568.121
2	Director General, Technical Services, KMC	4		27.080
Total				595.201

[Rs. in Million]

01. Senior Director Municipal Services, AIR Para No. 04, F.Y 2023-24					
Sr. No.	Description of work	Name of Contractor	WO No. & Date	Contract Amount	Payment Amount
1	Desilting of Nala and Transportation of Desilted Material to Designated Dump sites at Karachi District Central	M/s Sanco Technologies	KMC/Sr.Dir/MS/093/2023 dated 10-07-2023.	71.208	69.669
2	Desilting of Nala and Transportation of Desilted Material to Designated Dump sites at Karachi District West & Keamari.	M/s Allied Business	KMC/Sr.Dir/MS/090/2023 dated 10-07-2023.	52.035	52.441
3	Desilting of Nala and Transportation of Desilted Material to Designated Dump sites at Karachi District South-I.	M/s K.A& Brothers	KMC/Sr.Dir/MS/099/2023 dated 12-07-2023.	58.447	58.446
4	Desilting of Nala and Transportation of Desilted Material to Designated Dump sites at Karachi District South-II.	M/s Salzee Associates	KMC/Sr.Dir/MS/092/2023 dated 10-07-2023.	62.415	62.401
5	Desilting of Nala and Transportation of Desilted Material to Designated Dump sites at Karachi District East.	M/s K.A& Brothers	KMC/Sr.Dir/MS/100/2023 dated 12-07-2023.	60.402	60.402
6	Desilting of Nala and Transportation of Desilted Material to Designated Dump	M/s Sanco Technologies	KMC/Sr.Dir/MS/091/2023 dated 10-07-2023.	70.504	70.499

[Rs. in Million]

01. Senior Director Municipal Services, AIR Para No. 04, F.Y 2023-24					
Sr. No.	Description of work	Name of Contractor	WO No. & Date	Contract Amount	Payment Amount
	sites at Karachi District Korangi.				
7	Desilting of Nala and Transportation of Desilted Material to Designated Dump sites at Karachi District Malir & District Council Karachi	M/s Al-Hamza Enterprise	KMC/Sr.Dir/MS/088/2023 dated 10-07-2023.	58.343	57.850
8	Winching, Cleaning of Nalla and Transportation of Material at Designated Dump Sites Karachi at Various Areas of City.	M/s Al-Hamza Enterprise	KMC/Sr.Dir/MS/089/2023 dated 10-07-2023.	74.328	78.042
9	Desilting of Nala and Transportation of Desilted Material to Designated Dump Sites at various areas of all District of Karachi	M/s S. Abdullah & Sons	KMC/Sr.Dir/MS/094/2023 dated 10-07-2023.	60.439	60.433
Total				568.121	570.183

[Rs. in Million]

2. Director General, Tchnical Services, AIR Para No. 04, F.Y 2023-24				
Sr. No.	Name of Works	Name of Firms	Work Order	Contract Amount
01	Improvement and Rehabilitation of street lighting system of Ibrahim Ground at F.B. Area, KMC.	M/S AS Engineering	20/2023 31-01-23	3.783
02	Improvement of street lighting system at Main Roads/Connecting roads and internal streets in District West.	M/S Electroline Engineers	-	17.218
03	Rehabilitation and Improvement of Electrical System in KMC Hospital	M/S Q.B Builders	10/2022 29-12-22	6.080
Total				27.080

Annex-KHI4 [Para: 2.5.3.14]: Execution of additional work beyond permissible limit

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	F.Y	Amount	Range %
1	Director General Technical Services (TS)	10	2023-24	19.138	19 to 500
2	Director General Parks & Horticulture	9	2023-24	17.981	24 to 102
3	Managing Director, ADP Schemes	37	2023-24	28.041	49 to 198
4	Managing Director, ADP Schemes	51	2023-24	5.081	25 to 319
Total				70.241	-

[Amount in Rs.]

01. Director General Technical Services, AIR Para No. 10, F.Y 2023-24														
Sr. No.	WO # & Date	Contract Amount	Running Bill	Gross Bill Amount	As per Estimate					As per Bill				
					Description of Item/ Works	QTY	Rate	Unit	Amount	QTY (Executed)	Cost of Extra Item/ Works	QTY (Extra)	%	Amount Excess Items/ Works
01	Name of work: Rehabilitation of road at Gulshan-e-Behar Workshop (Bismillah chowk and Korean Hospital to Ghaziabad UC 16 and 24 west Orangi Zone Name of Contractor: M/S Polite Pipe Industry													
		14,000,000	2nd & Final	18,934,566	Item # 12	44,400	5542.2	%cft	2,460,755	58,370	3,235,005	13,970	31%	774,251
				14,934,566	Item # 13	88,800	8274.7	%sft	7,347,960	113,995	9,432,778	25,195	28%	2,084,818
02	Name of work: Improvement of street lighting system at Main Roads/Connecting roads and internal streets in District South. Name of contractor: M/S A.S Engineering Co.													
	15/2023 16-01-23	19,971,341	1st	4,918,715	Item # 3	260	2105	P/Item	547,300	360	757,800	100	38%	210,500
			2nd	15,008,520	Item # 3	260	2105	P/Item	547,300	360	757,800	100	38%	210,500
					Item # 4	260	3990	P/Item	1,037,400	360	1,436,400	100	38%	399,000
					Item # 5	260	1119	P/Item	290,940	360	402,840	100	38%	111,900
					Item # 21	84	65000	P/Item	5,460,000	100	6,500,000	16	19%	1,040,000
					Item # 22(a)	34	6500	P/Item	221,000	71	461,500	37	109%	240,500
					Item # 22(b)	11	20000	P/Item	220,000	66	1,320,000	55	500%	1,100,000
03	Name of work: Up-gradation of Neurology Department Abbasi Shaheed Hospital KMC Name of contractor: M/S Mehran Shah Babar													
	251/2019 08-05-19	14,000,000	4th	6,470,113	Item # 39	280	100	Psft	28,000	1,250	125,000	970	346%	97,000
					Item # 52	8,666	2048	Psft	17,747,968	14,950	30,617,600	6,284	73%	12,869,632
Total		47,971,341		60,266,480			143,315		35,908,623	190.242	55,046,724	46,927		19,138,101

[Amount in Rs.]

02. Director General Parks and Horticulture, AIR Para np. 09, F.Y 2023-24							
Name of contractor	Name of work	W.O.No	Tender Cost	Revised Work Order No & Date	Revised work order Cost	Excess over bid cost	%
M/s. Muhammad Saleem	Construction of hydrant at shahrah-e-quaideen nallah, KMC	D/G/P&H/KMC/AAO/134 dated: 14-05-2019	9,921,723	D/G/P&H/KMC/AAO/262 dated: 24-07-2019	19,999,750	10,078,027	101.575
M/s. Muhammad Saleem	Arrangement of irrigation system, tube well and water pump set for lawns of empress market, saddar karachi	DG/P&H/KMC/ 1270 / 10-05-22	15,971,832	D/G/P&H/KMC/1309 dated: 16-06-2022	19,999,989	4,028,157	25.220
M/s. Rajgan Enterprises	Renovation, restoration and protection of bagh-e-ibn-e-qasim, Phase-II, KMC	DG/P&H/KMC/ 1296 / 25-05-22	16,124,156	D/G/P&H/KMC/1313 dated: 22-06-2022	19,999,750	3,875,593	24.035
Total			42,017,711		59,999,489	17,981,777	

[Rs. in Million]

03. Managing Director, ADP Schemes, AIR Para No. 37, F.Y 2023-24										
Sr. No.	Name of Work	Name of Contractor	Item Detail	Qty Executed	Qty approved	Excess Qty	Rate	Unit	Amount	Excess %
1	Providing and laying 400mm,315,200,160 & 110MM PE pipeline i/c 15", 8,6 & 4" dia Sluice valve interconnection HDS DWT vertical turbine pump in UC-1 and UC-2 Akhter Colony Kashmir Colony Defense view Phase-I & II adjoining area for improvement of Water Supply in Jamshed Town (ADP-2040)	Haji Ameer Syed & Brothers 377/14-12-2020	Excavation for pipe line	748,420	270,750	477,670	4,650	%0cft	2,221,166	176.42
			Excavation for pipe line	774,950	451,250	323,700	5,400	%0cft	1,747,980	71.73
			Additional lift (5-8)	697,500	433,500	264,000	5,950	%0cft	1,570,800	60.89
			PL & fixing jointing testing etc PE pipe 315 mm	9,550	2,000	7,550	1,998	Per RFT	15,084,900	377.5
			PL & fixing jointing testing etc PE pipe 200 mm	11,565	6,000	5,565	833	Per RFT	4,635,645	92.75
			Full Hire Charges of pumping set	1,376	925	451	1,500	Per day	676,500	48.75

[Rs. in Million]

03. Managing Director, ADP Schemes, AIR Para No. 37, F.Y 2023-24										
Sr. No.	Name of Work	Name of Contractor	Item Detail	Qty Executed	Qty approved	Excess Qty	Rate	Unit	Amount	Excess %
	Awarded Cost Rs.285.233 million									
2	Providing and laying of 12", 15", 18" & 30" dia RCC pipe from Rupali center to Chakar Hotel & different areas Awarded Cost Rs.81.220 million	G.M Enterprise 25/ 11-06-2024	Supply of sand Haro	100,100	33,543	66,557	3,161	%cft	2,103,872	198.425
Total									28,040,863	

[Rs. in Million]

[Rs. in Million]

4-Managing Director, ADP Schemes, AIR Para No. 51, F.Y 2023-24										
Sr. No.	Name of Work	Name of Contractor	Item detail	Qty Executed	Qty approved	Excess Qty	Rate	Unit	Excess Amount	Excess %
1	Rehabilitation/improvement of sewerage system by Providing laying 36,24,18 & 12" dia sewerage line in old Saddar, Garden west, Badhshahi road to Dhobi ghat, Al-abbas bakery Mirza Adam Khan road at Block-1 Shahrah e Ghalib Clifton, Saddar	Niaz Muhammad Work order No.01/05.10.22	Full higher charges of pumping	478	287	191	1,500	per day	286,500	66.55
			Dismantling and removing	249,108	100,510	148,598	605	%cft	899,018	147.84
			Excavation for pipe line 5' to 8'	312,749	249,900	62,849	5,200	%0cft	326,815	25.15
			P/main hole 4ft internal	225	114	111	14,529	each	1,612,751	97.37
			mfg supply RCC ring slab 21" dia	1,040	248	792	1,906.60	each	1,510,027	319.35
			shifting to the site and fixing 36" dia outer ring	1,040	248	792	563	each	445,967	319.35
Total									5,081,078	

Annex-KHI5[Para: 2.5.3.15]: Non-imposition of liquidated damages

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	F.Y	Cost of Scheme	Amount
1	Managing Director, ADP Schemes	2	2023-24	4,627.360	231.368
2	Managing Director, ADP Schemes	28	2023-24	1,334.875	66.744
3	Managing Director, ADP Schemes	46	2023-24	79.929	3.996
4	Project Director S-III	9	2023-24	4,914.801	245.740
Total				10,956.965	547.848

[Rs. in Million]

1-Managing Director, ADP Schemes, AIR Para No. 02, F.Y 2023-24						
Sr. No.	Contractor Name	WO. No. & Date	Cost of Scheme	5% Penalty	Period of Completion in Months	Status as on 30.6.2024
1	Laying of 72" dia Mild steel pipe rising main from Gharo Pumping Station to High point (Forebay) under Additional 65 MGD, Water Supply Scheme from Haleji to Pipri Karachi (Package-3)					
	Haji Sirajuddin Soomro	1410/08-06-2018	2,528.894	126.445	18 months (SDOC 08-12-2019)	Progress 16.50% (work executed Rs 395.322 million)
2	Construction of RCC linked Canal & Gharo Pumping Station (Package-1)					
	NLC Engineering	527/01-03-2018	2,098.465	104.923	18 months (SDOC 01-09-2019)	Progress 30% (work executed Rs 532.353 million)
Total			4,627.360	231.368	-	-

[Rs. in Million]

01. Managing Director, ADP Schemes, AIR Para No. 28, F.Y 2023-24						
Sr. No.	Contractor Name	W.O. No & Date	Cost of Scheme	5% Penalty	Period of Completion in Days	Status as on 30.6.2024
1	Providing and laying 32" dia MS Pipe line from Sindhi Hotel bridge to Bakra Piri along with lyari expressway, Lyari river					
	Sher Jan Mosa Khail & Sons	2/9.6.22	955.428	47.771	240 days (SDOC 29-02-2023)	Work in progress
2	Providing and laying 400mm,315,200,160 & 110MM PE pipeline i/c 15", 8,6 & 4" dia Sluice valve intern connection HDS DWT vertical turbine pump in UC-1 and UC-2 Akhter Colony Kashmir Colony Defense view Phase-I & II adjoining area for improvement of Water Supply in Jamshed Town (ADP-2040)					
	Haji Ameer Syed & Brothers	377/14-12-20	285.233	14.262	2 years (SDOC 14.12.2022)	DOC 30.6.24

[Rs. in Million]

01. Managing Director, ADP Schemes, AIR Para No. 28, F.Y 2023-24						
Sr. No.	Contractor Name	W.O. No & Date	Cost of Scheme	5% Penalty	Period of Completion in Days	Status as on 30.6.2024
3	P/L of 05 Nos DWT pump type B/14 D/3 (120 HP) at Baloch Park Water Pumping Station under Saddar Town (E&M) District South)					
	Niaz Muhammad Construction Co	597/5.10.22	67.857	3.393	180 days (SDOC 5.4.2023)	DOC 12.6.24
4	Construction of underground tank and pumping station at Budhni goth near Gabopat UC office old Maripur for improvement of WS in Gabopat Keamari					
	Madni Engineering	152/5.10.22	26.357	1.318	180 days (SDOC 5.4.2023)	DOC 02.10.23
Total			1,334.875	66.744		

[Rs. in Million]

2-Managing Director, ADP Schemes, AIR Para No. 46, F.Y 2023-24					
Contractor Name	W.O. No & Date	Cost of Scheme	5% Penalty	SDOC	Status as on 30.6.2024
PL Sewerage system in UC-37 Naval Colony Baldia					
Minerva Builders & Innovations	1/21.11.2022	79.929	3.996	21.5.2023	WIP

[Rs. in Million]

02. Project Director S-III, AIR Para No. 09, F.Y 2023-24						
Sr. No	Name of Scheme/Work	Payee/ Contractor W.O. No. & date	Stipulated Date of Ccompletion	Contract Cost	Status of Work as on 30-6-24	Amount of Penalty @ 5%
1	LS-2. Construction of laying new RCC pipe sewer and other allied work along Lyari River from Metrovill to Saba Cinema	Haji Syed Ameer & Bros WD-137/19/117 Dt 7-3-19	08-07-21	1,024.840	W.I.P	51.242
2	TP-I, Upgradation and expansion of sewerage treatment plant TP-I at Haroonabad Site, Karachi,	Pak Oasis Industries (Pvt) Ltd WD-137-489/ 11-09-14	12-09-16	3,889.961	W.I.P	194.498
Total				4,914.801		245.740

Annex-KHI6 [Para: 2.5.3.26]: Irregular expenditure without provision in estimates

[Rs. in Million]

Sr. No.	Name of Entity	AIR Para	F.Y.	Amount
1.	Director General Technical Services (TS)	9	2023-24	4.907
2.	Director General Parks & Horticulture	5	2023-24	19.644
3	Managing Director, ADP Schemes	36	2023-24	10.407
Total				34.958

[Amount in Rs.]

[Amount in RS.]

01. Director General Technical Services, AIR Para No. 09, F.Y 2023-24													
Sr. No.	Description of Works	Name of Contractors	WO & Date	Contract Amount	Running Bill	Gross Bill Amount	As per Estimate		As per Bill				
							Description of Item	QTY	QTY	Rate	Unit	Amount	Cost of Extra Item/Works Executed
1	Rehabilitation of road at Gulshan-e-Behar Workshop (Bismillah chowk and Korean Hospital to Ghaziabad UC 16 and 24 west Orangi Zone	M/S Polite Pipe Industry	-	14,000,000	2nd & Final	12,434,566	Extra Schedule Item	-	3,276	36625	%sft	-	1,199,652
							Extra Non-Schedule Item	-	30	21975	sft	-	659,250
							Extra Non-Schedule Item	-	9,000	23163	%sft	-	2,084,670
2	Improvement of street lighting system at Main Roads/Connecting roads and internal streets in District South.	M/S A.S Engineering Co.	15/2023 16-01-23	19,971,341	2nd	15,008,520	Item # 22(b)	-	3,000	300	P/Item	-	900,000
								-	540	118	P/Item	-	63,720
Total				33,971,341		27,443,086						-	4,907,292

[Rupees in Million]

02. Director General Parks & Horticulture, AIR Para No. 05, F.Y 2023-24			
Particulars	Contractor Name	Work Order No. & Date	Extra Items Amount
Development of food court at beach park Clifton, KMC	M/s. Polite Pipes Industry	DG/P&H/KMC/153/2019 Dated: 20-05-2019	19.644

[Amount in Rupees]

03. Managing Director ADP Schemes, AIR Para No. 36, F.Y 2023-24				
Sr. No.	Name of Work	Name of Contractor	Detail of Item	Amount of GST
1	Providing and laying 400mm,315,200,160 & 110MM PE pipeline i/c 15", 8,6 & 4" dia Sluice valve interconnection HDS DWT vertical turbine pump in UC-1 and UC-2 Akhter Colony Kashmir Colony Defense view Phase-I & II adjoining area for improvement of Water Supply in Jamshed Town (ADP-2040)	Haji Ameer Syed & Brothers 377/14-12-2020	Providing laying PE pipe 250 mm 7000 rft*1267	8,869,000
			Additional lift (8-11) 236600*6500 per 0% cft	1,537,900
Total				10,406,900

Annex-KHI7 [Para: 2.5.4.3]: Non-deposit of taxes into public exchequer

[Rs. in Million]

Sr. No.	Name of Entity	F. Y	AIR Para	Water Charges	I.T	GST	SST	Total
1	EE Sewerage Gadap Town	2017-23	7	0	4.335	0	0	4.335
2	EE E&M Gadap Town		4	0	0.549	0	0	0.549
3	EE Water Gadap Town		6	0	2.458	0	0	2.458
4	EE E&M Gulberg Town	2018-23	2	0	0.445	0	0	0.445
5	EE Water Site Town		2	0	1.627	0	0	1.627
6	EE Sewerage Site Town		2	0	1.263	0	0	1.263
7	EE E&M Site Town		2	0	1.865	0	0	1.865
8	EE Water Scheme - 33		1	0	3.475	0	0	3.475
9	CE Bulk Transmission and Distribution	2021-23	3	0	2.235	0	0	2.235
10	Director City Warden	2022-23	2	0	2.081	1.459	0.154	3.694
11	Mayor/ Administrator Secretariat		4	0	0.226	0.057	0.162	0.446
12	Principal, Karachi Medical and Dental College (KMDC)		9	0	0.465	0.305	0.203	0.973
13	Director, Solid Waste Management		1	0	0.501	0	0.868	1.368
14	Senior Director (HRM), KMC		4	0	0.054	0.031	0.013	0.098
15	EE Water New Karachi		2	0	1.406	0	0	1.406
16	EE Sewerage New Karachi		2	0	2.576	0	0	2.576
17	RE North East Karachi (NEK) Old		2	0	1.685	0	0	1.685
18	Chief Engineer E&M		2	0	0.767	0	0	0.767
19	EE Water Baldia Town		2	0	2.524	0	0	2.524
20	EE Sewerage Baldia Town		2	0	2.843	0	0	2.843
21	EE Water North Nazimabad Town		2	0	2.634	0	0	2.634
22	EE Sewerage North Nazimabad Town		2	0	2.231	0.240	0	2.471
23	E Water Bin Qasim Town		4	0	1.192	0	0	1.192
24	EE Water Korangi Town/ Model Zone		6	0	2.559	0	0	2.559
25	EE Sewerage Korangi Town/ Model Zone		8	0	3.242	0	0	3.242
26	EE Water Malir Town		6	0	0.560	0	0	0.560
27	Resident Engineer, Hub Filter Plant	2022-23	2	0	0.854	0	0	0.854
28	Director General Parks & Horticulture	2023-24	4	0	3.767	0	-	3.767
29	Vice Chancellor, Karachi Metropolitan University		12	0	25.912	0	0.686	26.598

[Rs. in Million]

Sr. No.	Name of Entity	F. Y	AIR Para	Water Charges	I.T	GST	SST	Total
	Defunct Karachi Medical Dental College (KMDC)							
30	Director, Charged Parking		5	0	0.434	0	0.211	0.645
31	Director Safari Park		7	0	1.028	0	0.619	1.647
32	Director Zoo		6	0	2.524	0	1.578	4.102
33	DMD Finance		4	0	0.528	0	-	0.528
34	DMD Revenue Resource Generation (RRG)		10	0	0.058	0	0.170	0.228
35	DMD Human Resource Development & Administration (HRDA)		8	0	0.048	0	0.121	0.169
36	PD Reverse Osmosis & Desalination Plants, Lyari & Keamari		8	0	51.949	0	45.943	97.892
37	EE Water Lyari Town		1	0	2.929	0	-	2.929
38	EE Sewerage Lyari Town		1	0	3.730	0	-	3.730
39	EE Water Gulshan e Iqbal Town		1	0	1.428	0	-	1.428
40	EE Sewerage Gulshan e Iqbal Town		1	0	5.676	0	-	5.676
41	EE City Trunk Main Division (CTM)		2	0	1.026	0	-	1.026
42	EE Federal Trunk Main Division (FTM)		2	0	0.198	0	-	0.198
43	EE Water Jamshed Town		1	0	0.704	0	-	0.704
44	EE Sewerage Jamshed Town		6	0	0.774	0	-	0.774
45	EE Hub Division Civil		4	0	0.549	0	-	0.549
46	EE Sewerage Saddar Town		2	0	0.828	0	-	0.828
47	EE Water Saddar Town		1	0	1.072	0	-	1.072
48	EE Water Saddar Town		4	0.333	-	0	-	0.333
Total				0.333	151.812	2.092	50.729	204.966

Annex-KHI8 [Para: 2.5.6.1]: Inaction against the chronic defaulters

[Rs. in Million]

Sr. No.	Zone Name District Wise	Town Name	No. of Connection	Outstanding Amount
1	Central	Buffer Zone-N2	20,871	1,079.663
2		Gulberg	9,197	809.960
3		Liaquatabad	19,786	1,129.076
4		North Nazimabad	8,634	559.552
5		Shadman	5,960	349.310
6	East	G. Jauher	11,090	424.120
7		Gulshan-E-Iqbal	20,299	1,680.718
8		Jamshed	7,450	603.610
9		Mehmoodabad	13,272	922.988
10	Keamari	Kemari	17,562	1,560.948
11		Lyari	31,352	2,322.612
12		Site	24,790	1,473.651
13	Korangi	Korangi	17,342	936.451
14		Landhi	29,990	1,498.181
15		Shah Faisal	14,843	854.907
16	Malir	Bin Qasim	9,497	461.692
17		Gulzar-E-Hijri	10,003	349.976
18		Malir	23,349	2,153.336
19	South	Clifton	7,579	1,006.043
20		Garden East / Lyari-1	8,100	541.713
21		Old City	28,919	2,359.286
22		Saddar	29,387	2,877.956
23	West	Baldia	20,927	1,101.540
24		Gadap	8,586	268.483
25		Orangi – 1	14,552	746.386
26		Orangi – 2	25,414	1,373.780
Total			438,751	29,445.940

Annex-KHI9 [Para: 2.5.6.5]: Non-vacation of encroached property

Sr. No.	Name of Entity	F.Y	AIR Para
1	Medical Superintendent, Sarfaraz Rafique Shaheed Hospital	2022-23	9
2	Senior Director Veterinary Services		6
3	Director General Parks & Horticulture	2023-24	10
4	Director, Land Enforcement (Anti Encroachment)		4

01. Medical Superintendent, Sarfaraz Rafique Shaheed Hospital, AIR Para no. 09, F.Y 2022-23

[Amount in Rs.]				
Sr. No.	Qrt/ Flt #	Name of Allottee	Designation & Bps	Present Place of Posting
1	FLT. # 04	Yousuf Khan Tanoli	O.S (BPS-17)	ASH, KMC
2	FLT. # 07	Muhammad Javeed	Driver (BS-07)	Administrator, KMC Office
3	FLT. # 10	M. Farooq Qadri	Electrician (BS-07)	Spencer EyeHosp, KMC

02. Senior Director Veterinary Services, AIR Para no. 06, F.Y 2022-23

Sr. No.	Revenue Site	Expected Annual Revenue	Remarks
1	License Fee for Milching Animals	112,000,000	(Occupied DMC, MALIR)
2	Dry Animals Sale Point	12,500,000	(Occupied DMC, MALIR)
3	Animal Entry fee Cattle Piri Landhi	7,000,000	(Occupied DMC, MALIR)
4	Parking fee Cattle Piri Landhi	400,000	(Occupied DMC, MALIR)
5	Parking Fee Malir Piri	250,000	(Occupied DMC, MALIR)
6	Animal Entry fee Malir	400,000	(Occupied DMC, MALIR)
7	Parking Fee Mawach Goth Piri	500,000	(Occupied DMC, Keamari)
8	Animal Entry fee Mawach Goth Kiamari	50,000	(Occupied DMC, Keamari)
Total		133,100,000	

03. Director General Parks & Horticulture, AIR Para No. 10, F.Y 2023-24

Sr. No.	Name of Park	Address/Location	District	Area in Acres	Area in SqYds	Remarks
1	City Park	Sohrab Goth	East	26.49	128211.60	Encroached
2	Family Park, ST-4	Block-4, Clifton	South	2.23	10823.00	Fully Encroached
3	Family Park, ST-2	Block-4, Clifton	South	4.00	19360.00	Fully Encroached

04. Director, Land Encroachment (Anti Encroachment), AIR Para No. 04, F.Y 2023-24	
Sr. No.	List of Encroached Roads/Areas
1	UC-08 Safari Park
2	Jail Road
3	Lasbela
4	Teen Hatti
5	Guru Mandir
6	Old SabziMandi
7	Soldier Bazar
8	Around Fatmiya Hospital
9	Islamia College
10	Main Garden East Road
11	Around Askari Park

Annex-KHI10 [Para: 2.5.7.1]: Inaction against the employees drawing dual salaries

Sr. No.	Personal Number	CNIC	Name of Employee			Designation		Basic Pay Scale		Date of Appointment		DEPTT
			EMP CODE	In KMC	In AG	In KMC	In AG	In KMC	In AG	In KMC	In AG	
1	10962933	4130370322114	HJ0124	SABA SYED	DR.SABA SYEDA	R. M. O.	CARDIOLOGIST	17	18	02.03.2011	12.07.2019	ASH
2	10891108	4130493960175	T03062	AFTAB AHMED	DR:AFTAB AHMED KHAN	R. M. O.	MEDICAL OFFICER	17	17	16.02.2010	28.11.2017	KIHD
3	10749791	4200005124751	PH0446	SHAHZAD QURESHI	SHAHZAD QURESHI	MALI	NAIB QASID	1	1	15.05.2009	18.07.2011	PARK
4	10047873	4200005295119	530710	SHAHID KHAN	MUHAMMAD SHAHID KHAN	MACHINE MAN	SENIOR CLERK	3	14	30.06.1992	09.09.1993	ENGINEERING
5	10493593	4200005433693	FB0175	ASIF HUSSAIN	ASIF HUSSAIN	FIRE MAN	NAIB QASID	5	2	21.05.2009	19.05.2009	FB
6	10949997	4200069161569	PG0672	SAQIB NABI	SAQIB NABI	P. G. TRAINEE	MEDICAL OFFICER	13	17	29.01.2021	21.06.2019	ASH
7	10967923	4210104416431	PG0595	BEHZAAD BIN MEHMOOD	BEHZAD BIN MAHMOOD	P. G. TRAINEE	MEDICAL OFFICER	13	17	27.01.2020	09.03.2020	ASH
8	10070515	4210106860867	PR0029	ASGHAR ALI	ASGHAR ALI	CLERK	JUNIOR CLERK	11	11	22.05.2009	06.07.1987	CHARGE PARKING
9	10895484	4210113567847	HD0389	SYED SALMAN ALI	SALMAN ALI	R. M. O.	MEDICAL OFFICER	17	17	17.10.2012	18.03.2018	KIHD
10	10873683	4210114445045	HD0344	KASHAF IQBAL	KASHAF IQBAL	STAFF NURSE	CHARGE NURSE	16	16	10.10.2012	01.06.2017	KIHD
11	10955344	4210115416252	T04002	NADIA RIZVI	NADIA RIZVI	R. M. O.	SURGEON	17	18	12.08.2010	05.12.2019	ASH
12	10493632	4210115989989	CW1121	AJAZ AHMED	AJAZ AHMED	WARDEN	SENIOR CLERK	7	14	18.05.2009	20.05.2009	CITY WARDEN
13	10085685	4210118016669	57200	RIZWAN AHMED KHAN	RIZWAN AHMED	LAND SURVEYOR	WORK SUPERVISOR	14	5	12.10.1997	12.10.1983	KATCHI ABADI
14	10952317	4210125432202	PG0700	SANA AGHA	SANA AGHA	P. G. TRAINEE	ANESTHETIST	13	18	29.07.2021	14.09.2019	ASH
15	10967698	4210126651665	T01930	ASIF YOUSUF	ASIF YOUSAF	I.C.U. VENT TECH	STAFF NURSE	14	16	19.09.2009	08.12.2020	KIHD

Sr. No.	Personal Number	CNIC	Name of Employee			Designation		Basic Pay Scale		Date of Appointment		DEPTT
			EMP CODE	In KMC	In AG	In KMC	In AG	In KMC	In AG	In KMC	In AG	
16	10673552	4210162258337	PR0047	SYED ZUBAIR ABBAS ABIDI	SYED ZOHAIK ABBAS	CLERK	COMPUTER OPERATOR	7	12	21.05.2009	19.01.2010	CHARGE PARKIN G
17	10641538	4210167972907	PH0148	HASEEB AHMED	HASEEB AHMED	MALI	CONSTABLE	1	5	05.05.2009	21.05.2010	PARK
18	10074062	4210170089333	661520	SHAHID HUSSAIN ZAIDI	SHAHID HUSSAIN	CLERK	PRIMARY SCHOOL TEACHER	11	16	28.11.1997	25.12.2002	ENGINE ERING
19	10304932	4210170299479	AS0014	AMIN UR REHMAN	AMEEN UR REHMAN	COMPUTER OPERATOR	PRIMARY SCHOOL TEACHER	16	14	23.05.2009	01.10.2005	ASH
20	10959200	4210172752181	PG0564	TAIMOOR MOOSA	TAIMOOR MOOSA	P. G. TRAINEE	MEDICAL OFFICER	13	17	30.07.2019	26.02.2020	ASH
21	10968698	4210175020499	HD0249	FARRUKH AHMED SIDDIQUI	FARRUKH AHMED SIDDIQUI	ASSISTANT	STAFF NURSE	7	16	10.10.2012	08.12.2020	KIHD
22	10033987	4210177905101	T02402	SYED GHULAM ABBAS ZAIDI	GHULAM ABBAS	R. M. O.	PRIMARY SCHOOL TEACHER	17	16	27.01.2010	30.05.1988	CEC LANDHI
23	10968724	4210182930360	HD0340	ERUM	ERUM SALVANIS	STAFF NURSE	STAFF NURSE	16	16	10.10.2012	15.12.2020	KIHD
24	10080309	4210184506661	93520	RAZA ALI	SALAHUDDIN	PESH IMAM	CAMICAL ASST:	16	15	06.11.1991	04.10.1992	FB
25	10950975	4210185242525	PG0605	FARHAN AQIL	FARHAN AQIL	P. G. TRAINEE	MEDICAL OFFICER	13	17	27.01.2020	05.08.2019	ASH
26	10778345	4210186285357	AS0269	MOHAMMAD ZUBAIR	MUHAMMAD ZUBAIR	STRETCHER MAN	DISPENSER	1	9	21.05.2009	11.01.2013	ASH
27	10963387	4210190783737	PG0596	S. HUMAYUN NAEEM	DR.SYED HUMAYUN NAEEM	P. G. TRAINEE	MEDICAL OFFICER	13	17	31.01.2020	17.03.2020	ASH
28	10952319	4210195474221	PG0709	MUHAMMAD OSAMA	MUHAMMAD OSAMA	P. G. TRAINEE	MEDICAL OFFICER	13	17	08.01.1993	26.06.2019	ASH
29	10259955	4220105001258	T02011	FARHANA KHAN	DR.FARHANA KHAN	R. M. O.	RADIOLOGIS T	17	18	26.10.2009	24.05.2019	LMC
30	10885324	4220105388815	T01976	ATIF IQBAL	DR. ATIF IQBAL	R. M. O.	MEDICAL OFFICER	17	17	19.09.2009	12.12.2017	KIHD

Sr. No.	Personal Number	CNIC		Name of Employee		Designation		Basic Pay Scale		Date of Appointment		DEPTT
			EMP CODE	In KMC	In AG	In KMC	In AG	In KMC	In AG	In KMC	In AG	
31	10697176	4220105447381	MP0041	M. YOUSUF	MUHAMMAD YOUSAF	DRIVER	CHOWKIDAR	5	2	21.05.2009	22.01.2009	FB
32	10891653	4220106032886	T02429	SAIMA NAZ	DR.SAIMA NAZ	MEDICAL OFFICER	WOMEN MEDICAL OFFICER	17	17	27.01.2010	16.11.2017	CEC LANDHI
33	10307377	4220107215669	T02445	SHAFIQ ALI KHAN	SHAFIQ ALI KHAN	CHOWKIDAR	CLEANER	1	1	27.01.2010	18.07.2011	CEC LANDHI
34	10780427	4220108860340	T05177	SAFIA KULSOOM	SAFIA KULSOM	STAFF NURSE	STAFF OFFICER/PS	16	16	21.05.2011	18.10.2012	KIHD
35	10778348	4220112710283	HD0438	ASIF IFTIKHAR	ASIF IFTIKHAR	STAFF NURSE	DISPENSER	16	9	20.02.2013	11.01.2013	KIHD
36	10084175	4220114156995	E03553	MUHAMMAD TARIQ	MUHAMMAD TARIQ	LIBRARIAN	CHIEF LIBRARIAN	17	19	09.07.1989	02.10.1996	FRERE HALL
37	10505424	4220119741655	979990/T00224	M.SALEEM	MUHAMMAD SALEEM	DISPENCER	OPERATION THEATRE TECH	9	11	21.05.2009	20.04.2009	ASH
38	10593535	4220122983235	19320	TUSEEF AHMED	MUSHTARIBE GUM A	R. M. O.	HEAD MASTER	17	1	11.12.1997	31.01.1968	ASH
39	10954069	4220132242732	PG0534	TOOBA ALI	TOOBA ALI	P. G. TRAINEE	WOMEN MEDICAL OFFICER	13	17	15.01.2019	28.12.2019	ASH
40	10800007	4220135693714	T01912	SIDRA REHMAN	SIDRA REHMAN	R. M. O.	SR: WOMEN MEDICAL OFFICER	17	18	19.09.2009	15.11.2014	KIHD
41	10301437	4220148059149	VT0055	AKHTER ADIL	AKHTAR ADIL	COOLY	NAIB QASID	1	1	23.05.2009	23.07.2011	VETERINARY
42	10892935	4220155659869	PG0702	NAFHAN NAJMI	NAFHAN NAJMI	P. G. TRAINEE	MEDICAL OFFICER	13	17	29.07.2021	26.12.2017	ASH
43	10968152	4220157827229	HD0436	MUHAMMAD WAJID	MUHAMMAD WAJID	STAFF NURSE	STAFF NURSE	16	16	20.02.2013	09.12.2020	KIHD
44	10714693	4220158067987	T02465	S. RASHID ALI	SYED RASHID ALI	CHOWKIDAR	NAIB QASID	1	1	28.01.2010	01.01.2011	KIHD (SHAH FAISAL)
45	10868532	4220186779589	HD0410/T05182	MUHAMMAD SALMAN KHAN	MUHAMMAD SALMAN KHAN	HEMOTOLOGIST	PATHOLOGIST	17	18	10.10.2012	20.07.2017	KIHD
46	10171420	4220194285323	T05178	ZEESHAN IDREES	ANWAR ALI	R. M. O.	CONSTABLE	17	5	06.02.2011	12.05.1994	ASH

Sr. No.	Personal Number	CNIC	EMP CODE	Name of Employee		Designation		Basic Pay Scale		Date of Appointment		DEPTT
				In KMC	In AG	In KMC	In AG	In KMC	In AG	In KMC	In AG	
47	10491287	4220195972507	HD0063	MUHAMMED SAJID	MUHAMMAD SAJID	WARD BOY	DRIVER	1	4	09.12.2009	21.05.2009	KIHD
48	10056125	4230108203355	S06232	NOOR MUAHHMED AGARIA	NOOR MUHAMMAD AGARIA	PROSECUTOR	JR: SCHOOL TEACHER	16	14	22.11.1989	04.11.1990	LEAGEL
49	10484492	4230108641782	W04025	RANA	LATE SOHAIL AHMED ABBASI	CLERK	SWEEPER	11	1	27.11.1997	01.08.1989	AUDIT
50	10637036	4230108898729	786500	SUNEEL	SUNIL	MALARIA COOLY	SWEEPER	2	1	12.01.1992	21.03.2005	MPH
51	10597580	4230112246634	807050	FATIMA BANO	FATIMA BAI	WORK MAN	PEON	2	3	28.11.1997	04.11.1968	PARK
52	10498787	4230123452329	808470	JAWAID ALI	JAVED ALI BALOCH	WORK MAN	DRIVER	2	6	12.04.1997	24.08.2009	PARK
53	10720923	4230129449792	T02309	NASREEN	NASREEN	STAFF NURSE	STAFF NURSE	16	16	11.02.2009	05.07.2011	MEDICAL LIYARI HOSPITAL
54	10720924	4230147009960	T03020	NAZIA	NAZIA	STAFF NURSE	STAFF NURSE	16	16	29.01.2010	05.07.2011	MEDICAL LIYARI HOSPITAL
55	10046588	4230147935063	810000	MUHAMMAD AFZAL	MUHAMMD AFZAL	MALARIA COOLY	SUPERINTENDENT	2	17	11.03.1996	08.02.1996	MPH
56	10746709	4230150794931	MH0013	QAZI MUHAMMED HANIF	MUHAMMAD HANIF BHATTI	ATTENDENT	SENIOR CLERK	2	14	26.05.2009	07.12.2007	MEDICAL GAZDAR ABAD
57	10594556	4230183847370	HD0012	NASREEN AKHTER	NASREEN AKHTAR.	AYAH	PEON	1	1	09.12.2009	15.10.1972	MEDICAL GIZRI
58	10088270	4230189533854	794110	PAROO	PARO MOHAN	SWEEPER	SWEEPER	2	2	06.04.1992	01.02.1988	MEDICAL SRS
59	10889676	4240116215455	SP0017	MOHAMMAD YOUSUF	MUHAMMAD YOUSUF	NAIB QASID	NAIB QASID	1	1	22.05.2009	13.02.2017	SAFARI
60	10794654	4240119615507	CW1094	M. GHAYYOOR	MUHAMMAD GHAYOOR	WARDEN	NURSING ORDERLY	7	5	19.05.2009	04.01.2013	MPH
61	10734461	4240137471987	PH1397	KHALID HAMEED KHAN	KHALID HAMEED KHAN	MALI	JR: SCHOOL TEACHER	1	14	19.05.2009	26.03.2011	PARK

Sr. No.	Personal Number	CNIC	EMP CODE	Name of Employee		Designation		Basic Pay Scale		Date of Appointment		DEPTT
				In KMC	In AG	In KMC	In AG	In KMC	In AG	In KMC	In AG	
62	10418739	4240154216433	WS0058	KAMRAN SHAHZAD	KAMRAN SHAHZAD	FERRO PRINTER	CHOWKIDAR	2	2	23.07.2010	20.07.2011	ENGINEERING
63	10508353	4240155873075	793181	SHOUKAT ALI	SHOUKET ALI	CLERK	CONSTABLE	11	5	20.07.1993	30.10.2002	ENGINEERING
64	10418829	4240157570841	EP0045	ANEES UR REHMAN	ANIS REHMAN	DRIVER	DRIVER	5	5	07.02.2011	24.11.2007	E&IP
65	10419760	4240195550189	W04841	MUHAMMAD JAWEED ALAM MALIK	MUHAMMAD JAVED ALAM	MICROSCOPIST	CONSTABLE	6	5	12.08.1997	18.08.1991	MPH
66	10923584	4250111142597	HD0160	AMJAD ALI	AMJAD ALI	NURSE AID	STAFF NURSE	7	16	09.12.2009	16.11.2018	KIHD
67	10212048	4250115058613	T02618	M. ARIF KHAN	MUHAMMAD ARIF KHAN	WARDEN	SECURITY GUARD	7	2	31.07.2018	07.02.2005	WARDEN
68	10775211	4250127446073	HD0345	MAJID KHAN	MAJID KHAN	STAFF NURSE	CLINICAL INSTRUCTOR	16	17	10.10.2012	28.05.2013	KIHD
69	10169246	4250135755823	E01634	HAYDER ABBAS	SYED HYDER ABBAS NAQVI	CHOWKIDAR	HEAD CONSTABLE	2	7	13.04.1987	11.12.1991	LAND/E
70	10253668	4250141539875	359051	SYED AMEER ALI	S.AMEER ALI	FIRE MAN	JUNIOR CLERK	5	11	14.03.1993	03.04.1989	FIRE
71	10840255	4250156335969	PH1033	SUMAIR ASFAQ	SUMAIR	MALI	PHARMACIST	1	17	24.05.2009	21.07.2016	PARK
72	10877681	4250157188359	HD0396	MAQSOOD ALAM	DR.MAQSOOD ALAM	R. M. O.	MEDICAL OFFICER	17	17	15.10.2012	22.11.2017	KIHD
73	10933300	4250198929267	T06431	GHULAM ABBAS	GHULAM ABBAS	AST.XRAY TECHNICIAN	VACCINATOR	7	6	31.07.2018	16.07.2018	LMC
74	10723928	4410292793585	794940	ASGHAR ALI	ASGHAR ALI	WORK MAN	INSTRUCTOR	2	18	11.02.1992	28.12.2011	PARK
75	10980575	4420230567193	T00789	MUHAMMAD SARWAR	MUHAMMAD SARWAR	CHIEF DOG HANDLER	VETERINARY OFFICER	13	17	31.07.2018	18.10.2022	USR
76	10485027	4420249620933	PH0066	ATTAH ULLAH	ABDUL SATTAR	MALI	PRIMARY SCHOOL TEACHER	1	13	05.09.2009	29.09.1964	PARK
77	10246967	4420262380677	T02262	ABDUL KARIM	ABDUL KARIM	STAFF NURSE	CHARGE NURSE	16	16	26.10.2009	31.01.2006	LMC
78	10866279	4530143454729	HD0402	MUHAMMAD AKRAM	MUHAMMAD AKRAM	STAFF NURSE	STAFF NURSE	16	16	15.10.2012	10.06.2017	KIHD

Sr. No.	Personal Number	CNIC	Name of Employee			Designation		Basic Pay Scale		Date of Appointment		DEPTT
			EMP CODE	In KMC	In AG	In KMC	In AG	In KMC	In AG	In KMC	In AG	
79	10969365	4550173883507	T03571	SADAM HUSSAIN	SADAM HUSSAIN	ATTENDENT	ASSISTANT SUB INSPECTOR	2	9	17.08.2010	10.03.2020	LMC
80	10868897	4130657856319	SE0015	ZAMEER HUSSAIN SUHAG	ZAMEER HUSSAIN SUHAG	MEDICAL OFFICER	PEDIATRIACIAN	17	18	30.11.2012	20.07.2017	SPANCER EYE
81	10793272	4210104460169	HD0374	UMAIR ABRAR	UMAIR ABRAR	R. M. O.	MEDICAL OFFICER	17	17	17.10.2012	01.03.2013	KIHD
82	10846060	4210110377017	T05156	AMIR MUHAMMAD KHAN	AMIR MUHAMMAD KHAN	I.C.U. VENT TECH	ASSISTANT SUB INSPECTOR	14	9	14.05.2011	24.06.2016	KIHD
83	10881875	4210180825445	T06469	SYED ZAIN AKBER JAFFRI	SYED ZAIN AKBER JAFFRI	INSPECTOR	CONSTABLE	11	5	31.07.2018	20.07.2017	CHARGE PARKING
84	50143582	4250122792306	LG0210	SUMERA HUSSAIN	SUMERA HUSSAIN	DIRECTOR	DEPUTY DIRECTOR	18	18	08.09.2021	13.01.2011	CHARGE PARKING
85	10844106	4420235425653	T01989	DAYA RAM	DAYA RAM	R. M. O.	SPECIALIST	17	18	19.09.2009	17.08.2016	KIHD
86	10731181	4540397690341	T02219	AQIL QAYOOM	AQIL QAYOOM	CONSULTANT	ANESTHETIST	18	18	26.10.2009	12.03.2012	LMC

Annex-KHI11 [Para: 2.5.7.7]: Unauthorized appointment of employees on contract basis

Sr. No.	Name of Entity	AIR Para	F.Y	Amount in Million
1	DMD Finance	13	2023-24	162.774
2	Vice Chancellor, Karachi Metropolitan University Defunct Karachi Medical Dental College (KMDC)	16		-
Total				162.774

[Rs. in Million]

[RS. in Million]			
01. DMD Finance, AIR Para No. 13, F.Y 2023-24			
Sr. No.	Description	Month	Total Expenditure
1	Salary of contract employees	July, 2023	8.901
2		Aug, 2023	17.473
3		Sep, 2023	16.960
4		Oct, 2023	1.770
5		Nov, 2023	10.694
6		Dec, 2023	64.442
7		Jan, 2024	8.752
8		May, 2024	17.665
9		Jun, 2024	16.118
Total			162.775

2-The Karachi Metropolitan University Defunct Karachi Medical Dental College (KMDC), AIR Para No. 16, F.Y 2023-24				
Sr. No.	Name of Employee	Designation & BPS	Date of Appointment	Remarks
01	Ms. Sehrish Aslam	Office Secretary (BPS-17)	15.02.2017	Adhoc basis appointment
02	Mr. Abdul Hadi	Superintendent Engineer (BPS-17)	20.02.2017	
03	Ms. Maaziya Aijaz	Medical Technologist (BPS-17)	12.02.2012	
04	Mr. S Haider Abbas	Electrician (BPS-11)	24.05.2017	
05	Mr. S. Shamshad Haider	Telephone Operator (BPS-07)	16.02.2017	
06	Mr. Arfat Irshad	Telephone Operator (BPS-07)	12.02.2017	
07	Mr. Waqas Ali	Telephone Operator (BPS-07)	07.02.2017	
08	Mr. Ubaid Ali Shah	Telephone Operator (BPS-07)	13.02.2017	
09	Mr. Raza Ahmed	Driver (BPS-05)	13.03.2015	
10	Mrs. Saleha Ibrahim	Lady Health Visitor (BPS-11)	29.01.2009	
11	Mr. Aziz	Driver (BPS-05)	25.10.2014	
12	Mr. Salman Tahir	Stenographer (BPS-15)	16.11.2013	Temporary
13	Ms. Namra Hamid	Network Administrator (BPS-11)	11.10.2012	Contract basis
14	Mr. Tahir Noor	Lab Assistant (BPS-11)	09.08.2012	Leave vacancy

Annex-KHI12 [Para: 2.5.8.1]: Non-Production of Record

[Rs. in Million]

Sr. No.	Name of Entity	F. Y.	AIR Para	Particulars	Amount
1	Medical Superintendent, Sarfaraz Rafique Shaheed Hospital	2022-23	1	Record pertaining to establishment viz. service books, personal files, detail of promotions and appointments	154.004
2	Senior Director Veterinary Services	2022-23	1	Record pertaining to establishment viz. service books and personal files etc	117.02
3	Mayor/ Administrator Secretariat	2022-23	1	Approved sanctioned and working strength	0
				Record of promotions made during 2022-23	
				Record of machinery & equipment	
4	Karachi Metropolitan University, KMC	2022-23	1	Approved sanctioned and working strength	0
				Detail of appointments (Regular/Contract/Daily Wages staff)	
				Detail of promotions	
				Detail of all bank accounts along with copy bank statements	
5	Chief Engineer E&M	2022-23	1	Record of payment vouchers/bills of electricity to K-Electric along with recommendation of scrutiny committee of bills – Rs 13,120.013 million	13,260.00
				Record of payment vouchers/bills of POL to service stations – Rs 140.054 million	
				Record/list of pumping stations to which POL was provided on daily and monthly basis along with sanctioned quota and load shedding schedule	
				Personal files and service books of staff	
6	Chief Engineer E&M Sewerage	2022-23	1	Budget allocation and expenditure statement Personal files and service books of staff	0
				Record of officers/officials to whom vehicles were provided along with allotment order and POL quota	
				Payment vouchers of non-salary and development budget	
7		2011-12 To	1	Expenditure statement F.Y 2011-12 to 20212-13	3,886,115

[Rs. in Million]

Sr. No.	Name of Entity	F. Y.	AIR Para	Particulars	Amount
	Executive Engineer Store and Purchase Division	2022-23		Record of leave encasement F.Y 2011-12 to 2020-21 and 2022-23	
				Detail/ record of contingency Voucher under expenditure F.Y 2013-14 to 2022-23	
				Detail/ record of repair & maintenance F.Y 2011-12 to 2022-23	
8	Executive Engineer Water Korangi Town/ Model Zone	2022-23	1	Reconciled expenditure statement	0
				Budget Control	
				Register/Appropriation Register	
				Record/details regarding promotions	
				Register of liabilities	
				Report of defalcation and losses	
				List of un-serviceable and replaced stock items Record/details of bid security/performance security obtained from bidders	
				Progress report of the development works	
				Number of sanctioned and working strength	
				Muster Roll of the employees	
				Detail of machinery and vehicles	
9	Executive Engineer Sewerage Korangi Town/ Model Zone	2022-23	1	Reconciled expenditure statement	0
				Budget Control	
				Register/Appropriation Register	
				Record/details regarding promotions	
				Register of liabilities	
				Report of defalcation and losses	
				List of un-serviceable and replaced stock items	
				Record/details of bid security/performance security obtained from bidders	
				Progress report of the development works	
				Number of sanctioned and working strength	
				Muster Roll of the employees	
				Detail of machinery and vehicles	
10	Executive Engineer Water Malir Town	2022-23	1	Record of 12 development schemes executed by Executive Engineer Water Malir Town during the financial year 2022-23.	10.162
11		2017-18	1	Record pertaining to development works / repair & maintenance carried	33.82

[Rs. in Million]

Sr. No.	Name of Entity	F. Y.	AIR Para	Particulars	Amount
	Executive Engineer E&M Gulberg Town	To 2022-23		during F.Ys 2017-18 to 2020-21 amounting to Rs33,820,274/- Detail of works executed during the period under audit FYs 2017-18 to 2022-23 Expenditure statement for the period under audit duly reconciled with Finance Department KW&SB for FYs 2017-18 to 2022-23 File(s) related to various works carried during FYs 2017-18 to 2022-23 along with contractors' profile MBs, work register(s) and progress report for the period under review. Employee related expenditure for FYs 2017-18 to 2021-22 Service books & personal files of officers & staff for the period under audit Incumbency of officers FYs 2017-18 to 2021-22 POL account register along with logbooks, history sheet & POL vouchers Cash book for FYs 2017-18 to 2022-23	
12	Senior Director, Finance & Accounts	2023-24	1	Service books and Personal Files, Record relating to promotion cases and up-gradation of posts; Sanctioned and working strength of employees; Record regarding disciplinary cases (pending) in respect of officials/Officers; Payroll data in hard and soft along with Name, Designation, Grade and CNIC No. of employees.	0
13	Senior Director, Medical and Health Services	2023-24	1	Payment vouchers of non-Salary expenditure in different heads i.e.(Repair of vehicles Rs299,800/-, Stationery Rs.50,000/-, Expenditure for 1122 on POL Rs153,262/- & Misc for 1122 Rs.12,627/- and campaign against epidemic diseases Rs1,114,110/-);	3.569

[Rs. in Million]

Sr. No.	Name of Entity	F. Y.	AIR Para	Particulars	Amount
				Detail of liability and reasons for non-payment of Rs188.00 million since long	
				Vouchers of expenditure incurred for KIKD(Miscellaneous Rs.534,395/-& POL KIKD Rs.1,404,686/-);	
				Detail of officers / staff provided with Govt. accommodation;	
				Seniority list of staff;	
				Personal files & Service books of officers & staff;	
				Detail of Bank accounts along with their respective bank statements;	
				Copy of Agreement with KIKD and complete details of payment made thereof.	
14	Senior Director, Estate	2023-24	2	Supporting vouchers pertaining to:	2.015
				Purchase of furniture;	
				Purchase of office equipment;	
				Printed stationery;	
				Unprinted stationery;	
				Office expenses;	
				Repair of Vehicles	
15	Director Safari Park	2023-24	1	Detail / Record of Establishment	102.105
16	Director Land Management	2023-24	1	Personal Files, Service Books of officers & staff;	0
				Detail of Amenity plots;	
				Bank Statement(s) (all accounts);	
				Detail of total property under Director Land Management	
17	MS Landhi Medical Complex	2023-24	1	Service Books;	0
				Personal Files of officers and officials;	
				Copy of MOU with Umeed Special Academy;	
				Copy of MOU with Siddique Welfare Foundation;	
				Detail of encroached land;	
				iv. Detail of accommodation provided to employees.	
18	Karachi Metropolitan University, KMC	2023-24	1 & 11	Record/details regarding tender process for hiring of chartered accountant firm	77.561
				Record/details related to PMDC by-laws and policy letter compliance	

[Rs. in Million]

Sr. No.	Name of Entity	F. Y.	AIR Para	Particulars	Amount
				Record/details related to suppliers/contractors working in dental laboratories	
				Reconciled expenditure and income statement (Head wise)	
				Approved schedule of establishment	
				Registers including Budget control, Pre-Audit, Liabilities, Advance, Property, Dead stock, Cheque Issue Register	
				Personal files & services book of officers/staff posted in Abbasi Shaheed Hospital teaching Hospital	
				Delegated financial and administrative powers of Vice-Chancellor & Principal	
				Record of Investments	
				Minutes of Governing Body meetings of 34 th and onwards sessions till June,2024	
				Record of Students of various faculties year wise with fee structure (Open Merit, self-finance & Overseas)	
				All academic record of students	
				Justification for all cancelled cheques during FY 2023-24,	
				Internal Audit Report	
				Record regarding expenditure made by Vice Chancellor from closing balance of defunct KM&D	
				Following detail/ record pertaining to non-deposition of taxes amounting to Rs77.561 M.	
				Type of taxes along with detail of amount deducted	
19	The Karachi Metropolitan University	2023-24	19	Supporting record pertaining to arrangement of students' week	4.245
20	Managing Director, ADP Schemes	2023-24	20	Record (complete & partial) pertaining to 08 development schemes for the office of Chief Engineer Water, KW&SC	305.004

[Rs. in Million]

Sr. No.	Name of Entity	F. Y.	AIR Para	Particulars	Amount
21	Managing Director, ADP Schemes	2023-24	38	Record (complete & partial) pertaining to 11 development schemes for the office of Chief Engineer Sewerage, KW&SC	336.205
22	DMD Finance	2023-24	1	Reconciled expenditure and income statement for the F.Y 2023-24;	0
				Personal files of all & service books of employees;	
				Record/details of employees retired/in-service death case along with status of pending/disposal of pension and retirement claims;	
				Detail of all employees of KW&SC on prescribed format;	
				Record related to payments made through Form-20 (Re-appropriation of funds).	
23	DMD Human Resource Development & Administration (HRDA)	2023-24	1	Seniority list and promotion list of all KW&SC employees;	0
				Detail of posting of KW&SC employees.	
24	Project Director S-III	2023-24	1	Secured advance indenture bonds of TP-1 & 3 and LS-4 schemes;	0
				Variation orders of TP-3 and LS-2 schemes;	
				Posting orders of all employees.	
25	PD Reverse Osmosis & Desalination Plants, Lyari & Keamari	2023-24	6	Supporting vouchers for supply of diesel for RO Plants	14.226
26	Executive Engineer Sewerage Jamshed Town	2023-24	1	Award of 2 development works without credentials	14.43
Total					14,438.25

Local Councils, Karachi Division

Annex-KYC1 [Para: 3.5.1.1]: Non-functional of parks, school and dispensaries

1.TMC Landhi AIR Para-8 [Un-Develop / Non-Functional]			
Sr. No.	Name of Park	Location	Areas in Sq Yards
1	umer Farooq park	35/b	--
2	Rehan Collage Park	near rehan college	-
3	Mustafa Park	Zaman town	60×65=3900 SFT
4	Gulshan e Muhammadi park	35/a zaman town	--
5	Kizar hussain Park	kizar masjid	-
6	Baitul haram Park	near bauitul haarm masjid	-
7	Tayaba Masjid park	Nera dagree collage	70×80=5600 SFT
8	Muhammad Bin Qasim Park	F-Area	40×65=2600 SFT
9	Naseem Shaheed	F-Area Korangi	65×48=3120 SFT
10	Traingular park	Near Subhni Masjid	30×47=1410 SFT
11	Ghosia Park	Near Ghosia Masjid	60×55=3300 SFT
12	Hassan Park	near N area korangi	64×24=1536 SFT
13	Khalid Bin Waleed Park	Near 35/B	36×48=1728 SFT
14	Khaddi Park	Near 35/B	48×24=1152SFT
15	Tariq Bin zyad	Near 35/b	65×48=3120 SFT
16	Muhammad Park	Near F area korangi	40×65=2600 SFT
17	Hassnabad Park (K Area)	K Area	200×400=80,000SFT
18	Mohabat Khan Park	near 36/c	48×48=2304 SFT
19	Ahmed Hassan Park	near 36/c	64×48=3072 SFT
20	Warsi Park	Near 4/c Landhi	125×48=6000 SFT
21	Miraj Shaheed Park	Area 4/D	40×65=2600 SFT
22	Bin Qasim park	Near 4/c landhi	210×48=10080 SFT
23	Patti Park	Near 4/c landhi	65×50=3250 SFT
24	36/b	Near 4/b landhi	
25	Shuda Park	Near 4/b landhi	
26	Alamghir Park	Near Alamghir Masjid	65×100=6500 SFT
27	Usman Shaheed Park	12000 Road	40×85=3400 SFT
28	Muhammadi Park	Near muhammadi Masjid	70×65=4550 SFT
29	Azeem park	36/b	300×48=14400 SFT
30	Tasleem Arif park	36/b	70×60=4200 SFT
31	Amir Moin Park	36/b	104 sft
32	Mazar Wala Park	36/b	60×65=3900 SFT
33	Muhammadi Park	36/b	70×65=4250 SFT
34	Ghosia Park	36/b	60×55=3300 SFT
35	Gohar Park	36/b	
36	Marzaki Park	36/b	225×165=37125 SFT
37	M.A.Latif Park	36/b	150×72=10800 SFT
38	Raja Park	36/b	
39	Cohan Park	36/b	

1.TMC Landhi AIR Para-8 [Un-Develop / Non-Functional]			
Sr. No.	Name of Park	Location	Areas in Sq Yards
40	UC Office park	36/b	105×60=6300 SFT
41	Marit Park	Landhi no 4	
42	Bilawal park	37/a	
43	Ayuab Shaheed Park	2/c	40×95=3800 SFT
44	Iliyas park	2/c	
45	Muhajir Park	2/c	
46	Bilal Park	37/a	40×60=2400 SFT
47	Shariya Park	37/a	
48	KDA park	15000 road	200×75=15000 SFT
49	UC Office park	2/c	
50	ShahjahAN Chorangi	1/D	65×60=8700 SFT
51	Abu Talha Park	1/D Choti Market	30×40=1200 SFT
52	Muhammadi Park	Near 1/c	70×65=4550 SFT
53	Chattari Park	37/D	195×45=8775 SFT
54	Farooqi Park	Near Farooqi Masjid 37/d	40×60=2400 SFT
55	10 No Gali Park	Near Fire station	
56	Aqeel park	Area 37/d	145×60=8700 SFT
57	Tikona park	Mantil Chowk	25×20= 500SFT
58	Tikona park	Area C-1	
59	Tikona park	Near N.A.Abbasi school	
60	Patti Park	Area C-1	225×40=9000 SFT
61	Sir Syed Park	Near Sir Syed Lab	45×135=6075 SFT
62	Masoom Park	Near 12000 road	125×60=7500 SFT
63	Rehmania Park	Near Rahmania Masjid	165×80=13200 SFT
64	Nisa Park	near 3/a	
65	Khurram Park	Near Babar market 2/a	75×64=4800 SFT
66	Garib Nawaz Park	Area 37/c	
67	Tikona Park	Area 3/b	
68	Tikona Park	near pathar ground	
69	Hourse Park	near mono tecnic collage	
70	Shahi Masjid Park	Near Shahi Masjid	140×48=6720 SFT
71	Sharif Park	36-f	
72	Children Park	near uc office 4 no	167×100=16700 SFT
73	Bilal park	Near Bilal masjid 4-d	40×30=1200 SFT
74	Hanfia park	Hanfia Masjid	100×60=6000 SFT
75	Roie Park	5/c	600 sft
76	19 quarter park	44/c	
77	Qayum Azam park	karbala ground	200×240=48000 SFT
78	Muhammadi Hanfi park	51/B	
79	Muhajir park	51/B	
80	Bagh e Raza park	51/c	150×250=37500 SFT

1.TMC Landhi AIR Para-8 [Un-Develop / Non-Functional]			
Sr. No.	Name of Park	Location	Areas in Sq Yards
81	Raees karim Park	44/c	120×150=18000 SFT
82	Habib Park	51/b	
83	Rizwan Park	51/b rajpot colony	
84	Pappan park	A area korangi no 5	250×280=70000 SFT
85	kumar park	51/A korangi	54×145=7830 SFT
86	shahlatif park	B Area korangi no 6	190×324=61560 SFT
87	Tariq Muneer Park	e area 51/a	200×240=48000 SFT
88	Children Park	51/A korangi	54×108=5832 SFT
89	Jalal Park	G area korangi 5	124×294=36456 SFT
90	toqeer park	Ghos pak road 50/b	120×80=9600 SFT
91	G-1 park	G area korangi 5	118×234=27612 SFT
92	Rabia park	area D-e korangi 5 1/2	200×235=47000 SFT
93	Horse Park	Ghos pak road 50/b	
94	Tikona park		

2.TMC Model AIR Para-11 [Un-Develop / Non-Functional Parks]			
Sr. No.	Name of Park	Location	Area in Sq.Yds
1	Umar Park & D.C Ground	Model Colony	9516.22
		SHEET # 27 UC-01	
2	(Ayesha) Afza Park	Model Colony	2132.33
		SHEET # 25	
3	Goal Ground Model Colony	Model Colony	9291.67
		UC-01	
4	Faryal Model Play Ground	Model Colony	2363.33
5	Khatija Tul Qubra Park	Indus Mehran Society	500
6	Hazrat Ali Park	Kausar Town	340
7	Al-Mustafa Eidgah Park	Kausar Town	3002
7	Khawateen Park (Tringular)	(Geelanabad)	600
8	S-2 Eidgah Ground	Saudabad S-2	3672.47
9	Children Play Area (Monoment)	Near Police Chowki Stop	300
10	Al- Mustafa Park (Khursheed Baigum)	Khokhrapar Near Imam Bargah	4190.89

2.TMC Model AIR Para-11 [Un-Develop / Non-Functional Parks]			
Sr. No.	Name of Park	Location	Area in Sq.Yds
11	Khawateen Park	D-Area Near Police Station National Footbal Ground	4200
12	Khulfa-E-Rashdeen Park	Khokhrapar # 1 Uc-02	472.67
13	Bait Ul Mukarram Park	Sabir Colony Uc-03 Opp.Bait-Ul-Mukaram Masjid	480
14	Firdous Ground	Khokhrapar Dakh Khana	16997.11
15	Muzzafarabad Park	Khokhrapar Near Sindh Govt Hospital	500
16	Green Belt Degree College	Degree College Uc-03	12606
17	Bilal Park Saudia Colony	Saudia Colony	1215
18	G- Area Park	G-Area Liaqat Market	3741
19	H- Area Family Park	H-Area Farooqui Masjid	3186
20	Jinnah Colony Park	Jinnah Square	1564.55
21	Jamia Masjid F.S Park Mohammadi Park	F-South Eidgah	3059.44
22	Jinnah Square Tringular Park	Jinnah Square Roundabout	1859
23	F-South Tringular Park	F- South Uc-04	165
24	Model Family Park	Saudabad Road Uc-04	4711.56
25	Shadman Park	Shadman Town Uc-05	14945
26	Ghousia Model Park	A-Area Ghousia Market	16814
27	Mohammadi Ground	A-1 Area MALIR UC-05	109336
28	Riders Ground	Opposite Harmain Chowrangi Malir Kalabaoard	7832
29	Mufeed –E- Aam Ground	B. Area Malir Colony Uc-05	7650.22
30	Green Belt Malir Halt	Malir Halt Uc-05	2240.27
31	Al Mumtaz Ground	Opposite Saudabad Police Station Kalaboard	0
32	Fatima Zehra Park	Moinabad Uc-06	209.44
33	Quaid-E-Azam /Model Play Ground & Park Siddique Abad.	Sheet # 6 Siddique AbadUc-06	10855.78
34	Traingular Darakshan Children Park	Darakshan Society	199.78

2.TMC Model AIR Para-11 [Un-Develop / Non-Functional Parks]			
Sr. No.	Name of Park	Location	Area in Sq.Yds
		UC-06	
35	Ameer Abad Park	Moinabad Amirabad (LASI PARA) UC-06	6686.3
36	Bhitai Abad Park	Rahim Khan Jokhio Goth	800
37	Anwar E Ibrahim Park	Near Shaheen Public School	22790
38	Bagh-E-Malir Block B Park	Malir No. 15 Road	12144
39	Asif Shaheed Park	Near Jamia Milia	22968
40	Gulshan E Rafi Park	Near Jamia Milia	12720
41	Gym Khana Ground	Wireless Gate	119712
42	Nazir Hussain Park Khawateen Park	Near Uc Office	35640
43	Anam Home Park-A	Jama Milia Road	4050
44	Anam Home Park-B	Jama Milia Road	3000
45	Jouhar Park	Raf-E-Aam Community Center	-----

3.TMC Korangi AIR Para-10						
Sr. No.	Name of Road	Ward No.	Address	Area	GPS Track Number	Remarks
1	Rehmania Park	2	Sector 33-D Korangi 2½	190 x 190 36,100 sq. ft.	24.833092, 67.14135	Un- Developed
2	Munawer Ali Abbasi	3	Sector 33-C, Korangi 2½	343 x 343 117,649 sq. ft.	24.829058, 67.13976	
3	Family Park	2	Sector 33-D, Near Baldia School, Korangi No. 2	225 x 350 78,750 sq. ft.	24.833625, 67.1398	
4	Bilal Masjid Park	2	Sector 33-D Near Bilal Masjid	80 x 130 10400 sq. ft.	24.834481, 67.13861	
5	33-F Park	1	Sector 33/F, Madina Masjid, Korangi No. 2	210 x 350 ft = 73500 Sqft	24.832490, 67.13698	
DETAIL OF PARKS IN UC NO. 06						
1	Liaquat Park	3	Sector 32-B, S Area Korangi	100 x 235 2,350 sq. ft.	24.828215, 67.13153	Un- Developed
2	Ladies park	4	Sector 33/A, “P” Area Korangi 2	235 x 400 94,000 sq. ft	24.824800, 67.14187	
DETAIL OF PARKS IN UC NO. 07						
1	Children Park	2	41-A, T- Area, Darwaish Masjid, Korangi No. 2	80 x 200 16,200 sq. ft.	24.819695, 67.14207	Un- Developed
2	Water Fall Park Korangi no. 2 ½	1	Korangi 2½ near 12000 Road	30 x 40 = 1200 sqft	24.8247736, 67.14632	

3.TMC Korangi AIR Para-10						
Sr. No.	Name of Road	Ward No.	Address	Area	GPS Track Number	Remarks
DETAIL OF PARKS IN UC NO. 09						
1	Ghosia Park	2	Sector 48-E Korangi 2 ½	284x305=86620 Sq ft	24.811255, 67.147789	Un- Developed
2	Joshap Park	3	Sector 48-f josaph Town Coast Guard Road	55x255=14025 Sq Ft	24.808515, 67.149968	
3	Rashidia Masjid Park	2	48 C,Korangi 2½	150 x 240 36,000 sq. ft.	24.814510, 67.14675	
DETAIL OF PARKS IN UC NO. 10						
1	48-B Park	1	48-B, Korangi 2½ near White House School	152 x 182 27,664 sq. ft.	24.817473, 67.14243	Un- Developed
DETAIL OF PARKS IN UC NO. 11						
1	Park & Play Ground	1	Chakra Ghoth	90 x 216 19440 sq. ft.	24.819389, 67.13126	Un- Developed

4.TMC Malir AIR Para-12				
S. #	Name of Play Ground / Parks	UC	Area in Acre	Remarks
1	Ghobri Ground	UC-04	2.7	Undeveloped
2	Khawaja Awan Ground	UC-05	2.4	
3	Janbaz Ground	UC-06	2.1	
4	Sardar Town Park	UC-02	0.2	
5	Bhag-e-Ali Park	UC-02	0.1	
6	Ghazi Town Park Phase-01	UC-02	0.2	
7	Ghazi Town Park Phase-02	UC-02	0.1	
8	Nasir Shaheed green park	UC-02	0.1	
9	Nazar Ali Town Park	UC-03	0.2	
10	Ammar Yasir Park	UC-03	0.1	
11	Lily Town Park	UC-03	0.4	
12	Chawal Ghodam Park	UC-06	1.1	
13	Dawood Scheme Park	UC-06	0.1	
14	Shaheen Park	UC-07	0.3	
15	Govt City School Park	UC-08	0.1	
16	Govt Boys Secondary School Pir Bux Park	UC-08	0.1	
17	Baldia Primary School Lal Kothi	UC-08	0.1	

5.TMC Nazimabad AIR Para-10	
S. No	Name of Parks
1	Ghosia Ground 5-E Nazimabad
2	Azhar Park 5-E Nazimabad
3	Pak Wonder Ground 5-E Nazimabad
4	Usman Ghani Park 5-D Paposh Nazimabad
5	Tikona Park Makki Masjid 5-D paposh Nazimabad

5.TMC Nazimabad AIR Para-10	
S. No	Name of Parks
6	Umar Masjid ParkOrangabad, Nazimabad
7	Ishat ul Quran Orangabad Nazimabad
8	3-D Park)02Nos) Nazimabad # 03
9	Panchayet office Park Nazimabad # 03
10	Hameed Shah Park Nazimabad # 03
11	Madina Park Orangabad
12	Orangabad Park Orangabad
13	Circket play GroundOrangabad, Nazimabad
14	Tikona Park (Old Sec. Office) Near Zuauddin School Nazimabad
15	Tikona Park Near Gujjar Nala Nazimabad
16	Nuzhat Shamim Perdah Park Nazimabad #02
17	UC Office Park Nazimabad # 02
18	Valle Ball Park Nazimabad # 02
19	Board Wala Park Nazimabad # 02
20	Park Infront of Sindh Sports Board Nazimabad # 02
21	Kathor Park Nazimabad # 04
22	Childern Park Infront of Imtiaz Store Nazimabad # 04
23	Rockry Wala Park Nazimabad # 04
24	Park Infront of A.O Clinic Nazimabad # 04
25	Taha Shaheed Park Nazimabad # 04
26	Main road Park Near CNG Staton Nazimabad # 04
27	Dhobi Wala Park near Block 4C Nazimabad
28	Own Family Park Nazimabad # 04
29	Dhobi Wala Park (II)
30	Tikona Park Near Block 4A Nazimabad # 04
31	Al Bader Square Park Nazimabad # 04
32	Tikona Park Near 4B Nazimabad # 04
33	Tikona Park Near Masjid e Khair ul Amal Nazimabad # 04
34	Zeeshan Afzal Park Nazimabd # 01
35	I 1-G Parks Nazimabad# 01
36	II 1-G Parks Nazimabad # 01
37	1G Dabistan Park Nazimabad # 01
38	Own Plaza Park Nazimabad# 01
39	II 1-A Park Nazimabad
40	III 1-A Park Nazimabad # 01Farq
41	Farqaleed Park Nazimabad # 01
42	1-E Park Nazimabad # 01
43	1-F Park Nazimabad # 01
44	Jalalabad Park Nazimabad # 01
45	I Madina Masjid Parks Nazimabad # 01
46	II Madina Masjid Parks Nazimabd # 01
47	Millat Park Nazimabad # 02
48	1-B Park Nazimabad # 01
49	Muslim Leage Quarter Nazimabad # 01
50	1J Park Nazimabad # 01
51	Mujahid Hockey Ground Nazimabd # 01

5.TMC Nazimabad AIR Para-10	
S. No	Name of Parks
52	Khajji Ground Rizvia Waheedabad
53	Saeed Shaheed Park Firdous Colony
54	Post Office Park Firdous Colony
55	Noorani ParkWaheedabad

6.TMC Chanesar AIR Para-10		
Sr. No.	Name of Park/Playground	Remarks
1	Dilkusha Park, Tariq Road	Undeveloped
2	Imam Ahmed Park, Tariq Road	
3	Park Plot Ner Petromen	
4	Chnesar Town Family Park, Mehmoodabad No.1	
5	Marwat Park, Azam Basti	
6	Shahid Shaheed Park, Akhter Colony	
7	E-Market Park, Chanesar Goth	
8	Model Park, Mehmoodabad	
9	Usmania Playground Block-2 PECHS	
10	Noor Ground Allama Iqbal road	
11	Amma Park, Sector 8-C	Partially Developed
12	Bhoplai Park Sector 8-C	
13	Dua Park, Sector 8-C	
14	Khushal Park, main Tariq Road	
15	Byad e Liaqat, Kashmir road	
16	Mujahid Park-A, Chanesar Goth	
17	Mujahid Park-B, Chanesar Goth	
18	Khalid bin Waleed Triangle	

7.TMC Gulshan AIR Para-14						
S. No	Park Name	Location	Old UC No	New UC No	Status	Area
1	UC Office Park	ST-10, Block-13/D-1, Near waqas market Gulshan-e-Iqbal	UC-21	UC-03	Un-Developed	2900-sq.yds
2	Major Zia-du-din Park / Coconut Family Park	In-front Seven Hawk School & College, ST-10, Block-05, Gulshan-e-Iqbal	UC-21	UC-03		7082-Sq.yds
3	Sardar Ahmed Sabri Park	Block-4/A, Sahafi Colony gulshan-e-Iqbal	UC-26	UC-05		8517-Sq.yds
4	Arshad Sabri Family park	Main Abul Hasan Asphani Road	UC-26	UC-05		2094-Sq.yds
5	Niamat Ullah Khan Family Park	Time Square block-7, Gulshan-e-Iqbal	UC-25	UC-04		13333-Sq.yds

7.TMC Gulshan AIR Para-14						
S. No	Park Name	Location	Old UC No	New UC No	Status	Area
6	Jawed Park	Metrovill-III, Block-2, Gulshan-e-igbal	UC-28	UC-06		888-Sq.yds
7	Zuberi Park	13-D-1 Sehba Akhter road Gulshan-e-Iqbal	UC-21	UC-03	Partially Developed	4153-sq.yds
8	Zia-Ul-Haq Colony Park	Gulshan-e-Iqbal Block-01,	UC-24	UC-04		1860-sq.yds
9	Al-Huda Park	Infront of Ali Ali School, ST-03, Block-07, Gulshan-e-Iqbal,	UC-26	UC-05		2750-Sq.yds
10	Amjad Khalil Family Park	Block-10, near Dalmia society Gulshan-e-Iqbal	UC-23	UC-7		2500-Sq.Yds
11	Ahsan Danish Family Park	Block-10/A, Gulshan-e-Iqbal	UC-23	UC-07		1333-Sq.yds
12	Naseem Qureshi Shaheed Family Park	Near COD fitter plant KWSB colony block-16 Gulshan-e-Iqbal	UC-22	UC-8		7156-sq.yds
13	Nursery TMC Gulshan-e-Iqbal	Opposite Liaquat National Hospital near TV station				

8.TMC Ibrahim Hyderi AIR Para-12		
Sr. No.	Name of School	Remarks
1	TMC Girls Primary School No.7 UC-6 Muslimabad	Completely damaged
2	TMC Boys Primary School No.8 UC-6 Muslimabad	
3	TMC Girls/Boys Primary School No.13 UC-10 Rehri Goth	
4	TMC Girls/Boys Primary School No.9 UC-7 Sherpao Colony	Worst condition
5	TMC Girls/Boys Primary School No.6 UC-5 Muzafarabad	
6	TMC Girls/Boys Primary School No.14 UC-8 Ibrahim Hyderi	
7	TMC Girls/Boys Primary School No.10 UC-7 Sherpao Colony	Very bad
8	TMC Boys School No.11 UC-7 Sherpao Colony	
9	TMC Girls/Boys Primary School No.15 UC-8 Ibrahim Hyderi	Average

8.TMC Ibrahim Hyderi AIR Para-13		
Sr. No.	Name of School	Number of Staff Posted
1	Moosa Goth Dispensary UC-1	2
2	Lashari Goth Dispensary UC-1	1
3	Commercial B Area road No.8 Dispensary UC-3	1
4	Muzafarabad Dispensary UC-5	1
5	Sherpao Maternity Home UC-7	5
6	Lath Basti Dispensary UC-10	0
7	Haji Pamjyano Dispensary UC-11	2
8	TMC Boys Primary School No.18 UC-5	0
9	TMC Girls/Boys Primary School No.19 UC-5	0

9.TMC Orangi AIR Para-9						
Sr. No.	Description	Salary for the m/o	Name of Payee	Cheque No.	Date	Payment Amount
1	No. of employees of Medical Department	Oct-23	In bank account Through Manager Sindh Bank	41585803	20/11/2023	5,510,967
2		Nov-23		41585844	11/12/2023	5,559,266
3		Dec-23		43545566	04/01/2024	5,783,588
4		Jan-24		43545587	06/02/2024	6,029,442
5		Feb-24		44746365	04/03/2024	6,029,442
6		Mar-24		44746393	02/04/2024	6,029,442
7		Apr-24		44746435	02/05/2024	6,029,442
8		May-24		46590122	06/06/2024	6,029,442
Total						47,001,031

10.TMC Baldia AIR Para-14		
Sr. No.	Name of Park/Playground	Remarks
1	Mujahid Park, UC-06	Undeveloped Parks
2	Parda Begum Park, UC-09	
3	Nasir Hussain Shaheed Park, UC-09	
4	Liaquat Ali Khan Park, UC-10	
5	Tajjali Noor Park, UC-10	
6	Chagi Park, UC-10	
7	Babri Masjid Park, UC-10	
8	Khawateen Family Park UC-11	
9	Akber Playgorud, UC-6	Undeveloped Play Grounds
10	Al Balruni Playground, UC-9	
11	Rana Playground, UC-09	
12	Noorani Playground, UC-7	
13	Eidgah Playground, UC-7	
14	Naval Colony Playground, UC-12	
15	Makkah Jaddah Playground, UC-5	
16	X-3 Playground, UC-10	
17	Ghousia Eidgah Playground, UC-10	
18	Sector E Playground, UC-11	
19	Moach Goth Playground, UC-12	
20	Qasim Khan colony Playground, UC-5	
21	Abu Huraira playground, UC-2	
22	Saleem Qadri Eidgah Playground, UC-11	
23	Haqqani Football ground, UC-10	
24	Hakim Khan Sawabi Stadium, UC-5	

10.TMC Baldia AIR Para-15		
Sr. No.	Name of School	Remarks
1	BT-01, DMC Girls & Boys Primary School, Lasi Para UC-7	Schools working in worst condition
2	BT-05, DMC Girls Lower Secondary School, Lasi Para UC-7	
3	BT-02, DMC Boys Primary School, Ittehad Town UC-2	
4	BT-11 DMC Girls Elementary School, Ittehad Town UC-2	
5	BT-03, DMC Boys Primary School, Madina Colony UC-2	
6	BT-04, DMC Girls Primary School, Madina Colony UC-2	
7	BT-06 DMC Boys Elementary School, Madina Colony UC-7	
8	BT-07, DMC Girls Lower Secondary School, Madina Colony UC-7	
9	BT-08, DMC Girls Secondary School, Saeedabad UC-08	
10	BT-09, DMC Boys & Girls Lower Secondary School, Saeedabad UC-08	
11	BT-10, DMC Boys & Girls Primary School, Saeedabad UC-08	
12	BT-12, DMC Girls Secondary School, Shamoza Muhalla UC-7	
13	BT-13, DMC Boys Primary School, Shamoza Muhalla UC-7	

Annex-KYC2 [Para: 3.5.2.10]: Irregular expenditure without provision in estimates

[Amount in Rs.]

1.TMC Gadap AIR Para-2											
Sr. No.	W.O. # & Date	Contract Amount	Running Bill	Gross Bill Amount	As per Estimates			As per Bills			
					Description of Items	QTY	Amount	QTY (Executed)	Rate	Unit	Amount
1	Name of work: Providing and fixing paver blocks at Lal Muhammad goth Jam Kanda Union Committee Steel Town TMC Gadap Name of contractor: M/S MDB Construction										
	100 09-01-24	1,975,233	1st & Final	1,965,513	Item # 8	-	-	2,855	9600	%Sft	274,080
2	Name of work: Providing and fixing paver blocks at House N.A- 1685 to A- 1699 Gulshan-e-Hadid Phase-I Union Committee Steel Town TMC Gadap Name of Contractor: M/S Al Abeer Enterprises										
	151 12-01-24	1,934,732	1st & Final	1,921,023	Item # 8	-	-	5,705	778.86	0	44,434
					Item # 9	-	-	2,852	9600	0	273,792
3	Name of work: Providing and fixing paver blocks at Pir Sirhandi goth Union Committee Steel Town TMC Gadap Name of contractor: M/S Vigisec Solutions (private) Limited										
	098 09-01-23	1,947,776	1st & Final	1,926,879	Item # 8			2,765	9600	%	265,440
4	Name of work: Providing and fixing paver blocks at Dad Karim Baloch goth Union Committee Steel Town TMC Gadap Name of contractor: M/S MDB Construction										
	94 9/1/2024	1,858,152	1st & Final	1,854,797	Item # 8	-	-	2,808	9600	-	269,568
5	Name of work: Repair & maintenance of sewerage line at Eido Baloch goth Lashari Mohallah UC Pipri TMC Gadap Name of contractor: M/S Wajid Enterprise										
	153 12-01-24	1,887,878	1st & Final	1,880,215	Item # 2	-	-	264	465	-	122,760
6	Name of work: Providing and fixing paver blocks and curve blocks at Noor Udin Bagh Union Committee Saleh Muhammad TMC Gadap Name of contractor: M/S United Contractor										
	394 13-02-24	2,968,161	1st & Final	2,954,262	Item # 10	-	-	3,568	7606.07	100	271,385
7	Name of work: Repair and maintenance of community center at Faqeer Goth Union Committee Saleh Muhammad TMC Gadap Name of contractor: M/S Irfan & Company										
	363 12-02-24	2,979,468	1st & Final	2,945,486	Item # 25	-	-	833	9416.28	%Sft	78,391
					Item # 26	-	-	3,654	1887.4	%Sft	68,966
					Item # 27	-	-	86	387.04	-	33,285
					Item # 28	-	-	228	231.6	-	52,805

[Amount in Rs.]

1.TMC Gadap AIR Para-2											
Sr. No.	W.O. # & Date	Contract Amount	Running Bill	Gross Bill Amount	As per Estimates			As per Bills			
					Description of Items	QTY	Amount	QTY (Executed)	Rate	Unit	Amount
					Item # 29	-	-	2,475	36.6	-	90,585
					Item # 30	-	-	413	255	-	105,315
					Item # 31	-	-	29	910	-	26,390
	Name of work: Desalting and cleaning of sewerage line at main Ghaghar City UC Ghaghar TMC Gadap Name of contractor: M/S Thar Engineering & Services										
8	1150 05-06-24	1,991,156	1st & Final	1,980,860	Item # 2(d)	-	-	2,594	96.6	0	250,580
					Item # 6	-	-	13	24324.7	0	316,222
	Name of work: Construction of Kachra Kundi at Dubai Town Wali Muhammad goth UC Saleh Muhammad TMC Gadap Name of contractor: M/S Vigisec Solutions (private) Limited										
9	1195 10-06-24	760,400	1st & Final	745,492	Item # 7	-	-	189	14268.5	100	26,968
					Item # 8	-	-	924	3191.76	100	29,492
Total				18,174,527							2,600,456

2.TMC Malir AIR Para-15					
Name of work:- Providing / laying of sweet earth, cow dung and boring at UC-09, Park, TMC Malir					
Name of Contractor:- M.H. Kalyar Enterprises					
Work order number & date:- Procurement/B&R/TMC/Malir/2023/005/009 dated 23-02-2024					
Sr. No.	Quantity Executed upto Date as per Measurement	Extra Items	Rate	Per	Amount
1	0/00 cft	Excavation in foundation of building and bridges and other structure i/c debelling dressing filling around structure with excavated earth watering and ramming lead upto 5.0: in ordinary soil	241	3176.25	765
2	% cft	Cement concrete plan including placing compacting finishing and curing complete i/c screening and washing os stone aggregate without shuttering etc 1:4:8	77	9416.28	7,251
3	% cft	Providing and laying 1:3:6 cement concrete solid block masonry wall 6" and below in thickness set in 1:6 cement mortar ground floor super structure i/c racking out joits and curing etc	278	15771.01	43,843
4	% cft	Cement plaster 1:4 upto 20: height 1/2 thick	984	2283.25	22,467
5	% cft	Dismantling of CC 1: 2:4 etc	316	3327.5	10,515

2.TMC Malir AIR Para-15					
Name of work:- Providing / laying of sweet earth, cow dung and boring at UC-09, Park, TMC Malir					
Name of Contractor:- M.H. Kalyar Enterprises					
Work order number & date:- Procurement/B&R/TMC/Malir/2023/005/009 dated 23-02-2024					
Sr. No.	Quantity Executed upto Date as per Measurement	Extra Items	Rate	Per	Amount
6	% cft	Cartage of 100 cft / 05 tons of all material like aggregate spawl, coat line, surkhi etc B.G raid fastening points and passing bridge, girdes, pipes sheet rail, M.S. Bars etc or 1000 nos bricks 10" x 5" x 3" or 100 nos tiles 12"x 6" x 2" or 150 cft wood by truck or any other means owned by the contractor 10 mile etc	3286	804.52	26,437
7		water connection	1	45000	45,000
Sub Total Amount					156,278

Name of work:- Repair / maintenance of water supply line at ghulam muhammad goth & bilal plaza TMC Malir					
Name of Contractor:- Al-Syed & Jadoon Enterprises					
Work order number & date:- Procurement/B&R/TMC/Malir/2023/007/121 dated 29-03-2024					
S. #	Quantity Executed upto Date as per Measurement	Extra Items	Qty	Rates	Amount
1	P-Rft	Providing / laying & fixing in trench i/c fitting jointing & testing etc complete in all respect the high density polythylene P.E pipe etc 03" dia	75	178	133,500
2	% cft	Excavation for pipe line trenches & pits is soft rock by hammering where blasting is not applicable i/c ramming & dassing to alignment etc	4500	10770	48,465
Sub Total Amount					181,965
Grand Total Amount					338,243

3.TMC Chanesar AIR Para-7				
Improvement & maintenance of office the chairman TMC Chanesar & council hall awarded to Khalid Builder & construction Work order No.52/2.5.2024 Cost Rs.2,988,254/-				
S. No	Qty	Description	Rate	Amount
1	2540 Sft	Removing Cement or Lime Plaster	121.00 %SF	3,073
2	1108 Sft	Dismantling Cement Concrete Plain 1:2:4	327.50 %Cft	36,869
3	125 Cft	Dismantling Cement Block Masonry	1134.38 %Cft	1,418
4	100, Cft	Dismantling cement concrete reinforced i/c separating reinforcement from Concrete etc	5445.00 %Cft	5,445
5	175 Cft	reinforcement from Concrete cleaning straitening etc Excavation in foundation of Building Bridges and other structures including degbeling dressing refiling around structure with excavated earth watering and ramming lead upto 5 ft.	3176.25 %Cft	556
6	340 Cft	Cement Concrete plain including placing, compacting, finishing and curing complete (including screening and washing at stone aggregate with pit shuttering).	11288.75 %Cft	38,382
7	60 Sft	Erection and removal of centering for RCC or plain cement Concrete works of Deodar wood (2nd Class) ii) Vertical	3127.41 %Sft	1,876
8	600 Cft	Cement concrete plain in i/c placing compacting, finishing and without shuttering Ratio 1:2:4 curing, complete i/c screening and washing of stone aggregate without shuttering Ratio 1:2:4	14429.25 Sft	86,576
9	384 Sft	Bitumen Coating to plastered surface etc complete	778.09 %Sft	2,988
10	384 Sft	Filling watering ramming earth under floors with new earth lead upto on chain and lift upto 5 feet	3630.00 %0Cft	545
11	1955 Sft	Providing Anti Termicke treatment by spraying 0.5% emulsion as an were	9.74 P/Sft	19,042
12	2537 Cft	Carriage of 100 Cft/5 Tons of all material like stone, aggregate, spawl, coal lime, surkhi etc B.G Rail fastening points and crossing bridge, girders, pipes, sheets Rail M.S Bars etc or 1000 nos: bricks 10" X 5" X 3" or 1000 Nos: tiles 12" X 6" X 2" or 150 Cft of timber or 100 Maunds of fuel wood by trucks or any other means owned by contractors. 15 Miles.	1065.00 %Sft	27,019
13	480 Cft	Providing & Laying 1:3:6 cement concrete solid block masonry wall 6" and below in thickness set in 1:6 cement mortar in ground floor super structure including raking out joints & curring etc.	15771.01 %Cft	75,701
14	35 sft	P/F G. I expended metal 18-20 SWG fixed to chowkahat etc complete	68.19 P/Sft	2,385
15	88 Rft	Providing and fixing GI frames / Choukhats of size 7" x 2" or 4 1/2" X 3" for windows using 20 guage G.I sheet i/c welded hinges and fixing at site with necessary hold fasts,	228.90 P/Rft	20,143

3.TMC Chanesar AIR Para-7				
Improvement & maintenance of office the chairman TMC Chanesar & council hall awarded to Khalid Builder & construction Work order No.52/2.5.2024 Cost Rs.2,988,254/-				
S. No	Qty	Description	Rate	Amount
		filling with cement sand slurry of ratio 1:6 and repairing the jambs. The cost fixing also i/c all carriage, tools and plants used in making and		
16	4924 Sft	Cement I Plaster 1:4 upto 12' height 3/4" thick	3015.76 %Sft	1,48,496
17	4924 Sft	Cement Plaster 1:4 upto 12' height 1/2" thick	228393 %Sft	1,12,461
18	472 Sft	P/F in position door & Windows and ventile for 1st deodar wood frame 1 1/2" thick teak wood ply shutter of 1st class wood etc complete	875.13 P/Sft	4,13,061
19	480 Sft	S/F in position Aluminum Channel framing for sliding, windows & ventilators of Al-Lop made with 5 mm thick etc complete	1647.69 P/Sft	790,891
Sub-total				1,786,927
Rehabilitation & maintenance of community center with office Block at UC-08, TMC awarded to M.J Enterprise Work order No.53/2.5.2024 Cost Rs.2,920,954/-				
1	2540 Sft	Removing Cement or Lime Plaster	120.00 % Sft	3,073
2	1083 Sft	Dismantling Cement Concrete Plain 1:2:4	3327.50 %Sft	36,037
3	130 Cft	Dismantling Cement Block Masonry separating	1134.38 %Cft	1,475
4	100 Cft	Dismantling cement concrete reinforced I/c separating from Concrete cleaning straitening etc	5445.00 % Cft	5,445
5	163 Cft	Excavation in foundation of Building Bridges structures including degbeling dressing refiling around structure with excavated earth watering and ramming lead upto ft. (b) in ordinary soil	3176.25 %Cft	518
6	340 Cft	Cement Concrete plain including placing, compacting and finishing and curing complete (including screening washing at stone aggregate withpit shuttering	11288.75 % Cft	38,382
7	80 Sft	Erection and removal of centering for RCC or plain cement Concrete works of Deodar wood (2nd Class) ii) Vertical finishing	3127.41 % Sft	2,502
8	600 Cft	Cement concrete plain in i/c placing compacting, finishing and curing, complete i/c screening and washing of stone aggregate without shuttering Ratio 1:2:4	14429.25 %Sft	86,576
9	600 Cft	Bitumen Coating to plastered surface etc complete	778.09 % Sft	2,988
10	150 Cft	Filling, watering and ramming earth under new earth (Excavated from outside) lead upto on chain and lift upto 5 feet spraying	3630.00 0% Cft	545
11	1955 Sft	Providing Anti Termicke treatment by spraying sparkling / spreading netchlor 0.5% emulsion as an were all pre-construction treatment in slab etc complete	9.74 P/Sft	19,042

3.TMC Chanesar AIR Para-7				
Improvement & maintenance of office the chairman TMC Chanesar & council hall awarded to Khalid Builder & construction Work order No.52/2.5.2024 Cost Rs.2,988,254/-				
S. No	Qty	Description	Rate	Amount
12	2517 Cit	Carriage of Bars etc or 1000 nos: bricks 10" X5" X 3" or 1000 Nos: tiles points and crossing bridge, girders, pipes, sheets RailM.S aggregate, spawl, coal lime, surkhi etc B.G Rail fastening 12" X 6° x 2" or 150 Cit of timber or 100 Maunds of fuel wood by trucks or any other means owned by contractors 15 Miles.	1065.00 %Sft	27,019
13	480 Cft	Providing & Laying 1:3:6 cement concrete solid block masonary wall 6" and below in thickness set in 1:6 cement mortar in ground. floor super structure including raking out joints & curring etc.	15771.01 %Cft	75,701
14	35 Sft	P/F G I expended metal 18-20 SWG fixed to chowkahal etc complete	68.19 P/Sft	2,385
15	88 Rft	Providing and fixing GI frames / Choukhats of size T x 2" or 4 1/2" x 3" for windows using 20 gauge G.I sheet i/c welded hinges and fixing at site with necessary hold fasts, filling with cement Sand slurry of ratio 1:6 and repairing the jambs, The costalso i/c all carriage, tools and plants used in making	228.90 P/Rft	20,143
16	4924 Sft	Cement I Plaster 1:4 upto 12 height 1/4" thick	3015.76 %Sft	148,496
17	4924 Sft	Cement I Plaster 1:4 upto 12 height 1/2" thick	2283.93 %Sft	112,461
18	101 Sft	P/F in position door & Windows and ventile for for 1st class wood frame 1 1/5" thick teak wood ply shutter of 1 st class deodar wood etc complete	875.13 P/Sft	88,388
19	77 Sft	S/F in position Aluminum Channel framing for sliding windows & ventilators of al-Lop made with 5mm thick ate complete	1647.69 P/Sft	126,872
20	6155 Sft	Scraping Ordinary distemper oil bound	226.88 %Sft	18,964
21	3910 Sft	Preparing surface & painting with plastic emulsion paint of approved make etc	1079.65 %Sft	42,214
22	4200 Sft	Preparing surface & painting with mat finish of approved make etc	3444.38 %Sft	144,664
23	2000 Sft	Providing & laying 2" thick topping CC 1:2:4	3275.50 %Sft	65,510
24	02 Nos	S/F Bathroom accessories set (7 piece) etc	10322.40 each	20,645
25	22 Nos	Wiring light point or fan points with 3/029 PVC wire 20 mm	1130 each	24,860
Sub-Total				1,082,329
Grand Total				2,869,256

4.TMC Baldia AIR Para-6									
Sr. No.	Description of Work	Contractor	W.O. No. & Date		Contract Amount	Item Detail	Excess Qty	Rate	Excess Amount
1	Repair / Maintenance of 250W Sons Lights at Ward No 1 to 4 of UC-02 in TMC Baldia.	N.D Construction	4	28-2-24	1,673,097	PF LED Light 100 W	50	15500	775,000
2	Repair / Maintenance of 250W Sons Lights at Ward No 03 & 02 of UC-13 in TMC Baldia	Nazeer Ahmed Baloch & Sons	13	15-3-24	1,673,802	PF LED Light 100 W	53	15500	821,500
3	Repair / Maintenance of RCCPipe drain at Saadullah Gothin UC-13 TMC Baldia	Gohar Enterprises	58	27-2-24	1,674,843	Manufacturing supplying of RCC ring slab	60	1906.6	114,396
						Shifting of site and fixing of 36" dia ring slab	60	563.09	33,785
						PL agreegate base course material over prepared sub-grade	2363	5542.24	130,963
4	Repair / Maintenance of RCCPipe drain at Mushraf Colonyin UC-13 TMC Baldia	3-D Enterprises & Construction Co	40	15-2-24	1,665,576	Shifting of site and fixing of 36" dia ring slab	60	563.09	33,785
						PL aggregate base course material over prepared sub-grade	1890	5542.24	104,748
5	Repair / Maintenance of RCC Pipe drain at Ward No 2 & 3 in UC-05 TMC Baldia	Salman & Co	81	29-3-24	1,653,650	Manufacturing supplying of RCC ring slab	60	1906.6	114,396
						Shifting of site and fixing of 36" dia ring slab	60	563.09	33,785
						PL aggregate base course material over prepared sub-grade	2835	5542.24	157,123
6	Repair / Maintenance of RCC Pipe drain at Ward No 1 & 4 in UC-05 TMC Baldia		80		1,646,510	Manufacturing supplying of RCC ring slab	70	1906.6	133,462

4.TMC Baldia AIR Para-6									
Sr. No.	Description of Work	Contractor	W.O. No. & Date		Contract Amount	Item Detail	Excess Qty	Rate	Excess Amount
						Shifting of site and fixing of 36" dia ring slab	70	563.09	39,416
						PL agreegate base course material over prepared sub-grade	1417	5542.24	78,534
						Hiring Private labour	1550	1550	17,050
7	Repair / Maintenance of Sewerage Line at Khalid Bin Muhallahin UC-03 TMC Baldia	Junaid Enterprises	67	15-3-24	1,652,201	Manufacturing supplying of RCC ring slab	65	1906.6	123,929
						Shifting of site and fixing of 36" dia ring slab	65	563.09	36,601
						PL agreegate base course material over prepared sub-grade	2430	5542.24	134,676
8	Repair / Maintenance ofRCCPipe drain at Street No 1 Block E Shahi Muhallah in UC-03 TMC Baldia	Junaid Enterprises	68	15-3-24	1,660,903	Manufacturing supplying of RCC ring slab	70	1906.6	133,462
						Shifting of site and fixing of 36" dia ring slab	70	563.09	39,416
						PL agreegate base course material over prepared sub-grade	4725	5542.24	261,871
						Hiring Private labour	25	1550	38,750
						Hiring of tractor blade	3	11200	33,600
Total									3,390,248

Annex-KYC3 [Para: 3.5.2.11]: Execution of additional works beyond permission limit

[Amount in Rs.]

1.TMC Gadap AIR Para-3 Change of columns													
Sr. No.	Work Order	Contract Amount	Gross Bill Amount	As per Estimates					As per Contractors Bills				
				Description of Items	QTY	Rate	Unit	Amount	QTY (Executed)	Cost of Extra Item Executed	QTY (Extra)	Amount of Excess Items	(%)
1	Name of work: Providing laying sewerage line at Thado Nadi along Power House Soomar Kandani to Nasir Bata house Soomar Kandani Goth Union Committee Murad Memon TMC Gadap												
	Name of contractor: M/S G S Express Enterprises												
	383 13/12/2023	1,994,547	1,987,874	Item # 1	18,375	4650	0	85,444	29,936	139,202	11,561	53,759	63
				Item # 3	16,537	2760	0	45,642	26,942	74,360	10,405	28,718	63
2	Name of work: Improvement/ replacement of water supply line and leakages of pipe line from main Sammo Goth to Old Thano Supply Scheme Union Committee Murad Memon TMC Gadap												
	Name of contractor: M/S M.A Ali Enterprises												
	417 18/12/2023	1,987,256	1,986,152	Item # 4	28,890	2760	%0S ft	79,736	41,180	113,657	12,290	33,920	43
3	Name of work: Remaining work of community center at Ikhtiyar Khan Bachani Goth Union Committee Darsano Chano TMC Gadap												
	Name of contractor: M/S M. Yasin & Co												
	37 03/01/2024	1,781,505	1,780,661	Item # 6	2,527	3015.76	%Sft	76,208	3,391	102,264	864	26,056	34
4	Name of work: Repair & maintenance of sewerage line at Eido Baloch goth Lashari Mohallah UC Pipri TMC Gadap												
	Name of contractor: M/S Wajid Enterprise												
	153 12/01/2024	1,887,878	1,880,215	Item # 4	30	24324.7	-	729,742	38	924,340	8	194,598	27
				Item # 8	15	2815.07	-	42,226	45	126,678	30	84,452	200
5	Naem of work : Construction of metaled road at Roshan Town Wali Muhammad goth Union Committee Saleh Muhammad TMC Gadap												
	Name of contractor: M/S Irfan & Company												
	190 17/01/2024	2,743,257	2,739,814	Item # 2	3,150	13249.9	100	417,373	4,284	567,627	1,134	150,254	36
6	Name of work: Repair & maintenance of sewerage line at Ghulam Muhammad Baloch goth Union Committee Ghaghar TMC Gadap												
	Name of contractor: M/S Asad Khan & Brothers												
	279 24/01/2024	2,941,297	2,932,033	Item # 8	23	2815.07	-	64,747	73	204,093	50	139,346	215
7	Name of work: Providing/ laying / Improvement of water supply line at Usman Allah Rakhio Gabol Goth Union Committee Gadap TMC Gadap												
	Name of contractor: M/S Al Rafay Enterprises												
	446 15/02/2024	1,843,350	1,842,260	Item # 6	200	554.05	0	110,810	300	166,215	100	55,405	50
8	Name of work: Providing boring with casing at Beli Bagh Union Committee Saleh Muhammad TMC Gadap												
	Name of contractor: M/S Sameer & Co												
	367 12/02/2024	1,787,877	1,784,919	Item # 6	200	554.05	0	110,810	300	166,215	100	55,405	50
9	Name of work: Providing and fixing paver blocks and curve blocks at Noor-u-din Bagh Union Committee Saleh Muhammad TMC Gadap												

[Amount in Rs.]

1.TMC Gadap AIR Para-3 Change of columns													
Sr. No.	Work Order	Contract Amount	Gross Bill Amount	As per Estimates					As per Contractors Bills				
				Description of Items	QTY	Rate	Unit	Amount	QTY (Executed)	Cost of Extra Item Executed	QTY (Extra)	Amount of Excess Items	(%)
	Name of contractor: M/S United Contractor												
	394 13/02/2024	2,968,161	2,954,262	Item # 4	7,100	199.77	0	1,418,367	8,501	1,698,245	1,401	279,878	20
10	Name of work: Repair and maintenance of community center at Faqeer Goth Union Committee Saleh Muhammad TMC Gadap												
	Name of contractor: M/S Irfan & Company												
	363 12/02/2024	2,979,468	2,945,486	Item # 6	1,162	4411.82	%Sft	51,274	3,458	152,561	2,296	101,287	198
				Item #7	3,767	3191.76	%Sft	120,234	6,758	215,699	2,991	95,466	79
				Item # 11	371	2116.41	%Sft	7,852	1,636	34,624	1,265	26,773	341
Item # 12				7,641	859.9	%Sft	65,705	15,021	129,166	7,380	63,461	97	
11	Name of work: Providing and laying water supple line at New Allah Bux Himayati goth Union Committee Pipri TMC Gadap												
	Name of contractor: M/S A & J Enterprises												
	476 19/02/2024	996,257	966,937	Item # 7	3	16000	0	48,000	8	128,000	5	80,000	167
12	Name of work: Filling open well with earth at Gharibabad Saleh Muhammad goth Union Committee Saleh Muhammad TMC Gadap												
	Name of contractor: M/S Irfan & Company												
	797 05/04/2024	1,056,217	1,056,009	Item # 3	3,558	6777.04	100	241,127	6,592	446,742	3,034	205,615	85
13	Name of work: Providing and laying of sewerage line at Jamia Masjid Ameer Hamza Dashti Town to main road UC-6 Union Committee Saleh Muhammad TMC Gadap												
	Name of contractor: M/S Irfan & Company												
	800 05/04/2024	2,341,497	2,309,392	Item # 2(b)	200	515	0	103,000	919	473,285	719	370,285	360
14	Name of work: Repair/maintenance of community center at Khuda Dad goth UC Saleh Muhammad TMC Gadap												
	Name of contractor: M/S Ittehad Construction Co												
	784 01/04/2023	2,980,381	2,989,912	Item # 5	2,088	337	0	703,656	2,565	864,405	477	160,749	23
15	Name of work: Cleaning/ desalting of sewerage line with winching machinery at Pashambay goth and Khuda Dad gothUC-06 Saleh Muhammad TMC Gadap												
	Name of contractor: M/S Ittehad Construction Co												
	788 01/04/2024	1,837,386	1,834,081	Item # 1	8	24324.7	0	194,598	18	437,845	10	243,247	125
16	Name of work: Desalting and cleaning of sewerage line at main Ghaghar City UC Ghaghar TMC Gadap												
	Name of contractor: M/S Thar Engineering & Services												
	1150 05/06/2024	1,991,156	1,980,860	Item # 3	322	474.83	0	152,895	453	215,098	131	62,203	41
				Item # 4	11	1906.6	0	20,973	63	120,116	52	99,143	473
Item # 5				17	913.63	0	15,532	73	66,695	56	51,163	329	
17	Name of work: Providing and laying paver blocks at Kachi Colony main gate to Al Mustafa Masjid and Block-C Street UC Murad Memon TMC Gadap												
	Name of contractor: M/S SYB & Co												
	1104 31/05/2024	1,994,428	1,994,271	Item # 3	3,558	6777.04	100	241,127	6,592	446,742	3,034	205,615	85

[Amount in Rs.]

1.TMC Gadap AIR Para-3 Change of columns													
Sr. No.	Work Order	Contract Amount	Gross Bill Amount	As per Estimates					As per Contractors Bills				
				Description of Items	QTY	Rate	Unit	Amount	QTY (Executed)	Cost of Extra Item Executed	QTY (Extra)	Amount of Excess Items	(%)
Total			35,965,138	-	-	-	-	5,147,077	-	8,013,875	-	2,866,798	-

2.TMC Baldia AIR Para-7												
S. No	Description of Work	Contractor	W.O. No. & Date	Contract amount	Item Detail	Qty as Per Estimate	Qty Executed	Excess Qty	Rate	Unit	Excess Amount	Excess %
1	Repair / Maintenance of RCCPipe drain at Saadullah Gothin UC-13 TMC Baldia	Gohar Enterprises	58/27.2.24	1,674,843	Excavation for pipeline	1300	9706	8406	10770	%0cft	5,435	646.62
					Clearing inside sewerage line completely	720	1900	1180	80.5	P/RFT	94,990	163.89
					M/S RCC main hole cover cost 1:2:4	16	80	64	913.63	each	58,472	400.00
2	Repair / Maintenance of RCCPipe drain at Mushraf Colonyin UC-13 TMC Baldia	3-D Enterprises & Co	40/15.2.24	1,665,576	Excavation for pipeline	1300	10389	9089	10770	%0cft	6,355	699.15
					Clearing inside sewerage line completely	700	2400	1700	80.5	P/RFT	136,850	242.86
					M/S RCC main hole cover cost 1:2:4	10	85	75	913.63	each	68,522	750.00
3	Repair / Maintenance of RCC Pipe drain at Ward No 2 & 3 in UC-05 TMC Baldia	Salman & Co	81/29.3.24	1,653,650	Excavation for pipeline	1300	11019	9719	10770	%0cft	7,266	747.62
					Clearing inside sewerage line completely	200	2100	1900	80.5	P/RFT	152,950	950.00
					M/S RCC main hole cover cost 1:2:4	19	60	41	913.63	each	37,459	215.79
4	Repair / Maintenance	Salman & Co	80/29.3.24	1,646,510	Excavation for pipeline	1300	10980	9680	10770	%0cft	7,208	744.62

2.TMC Baldia AIR Para-7												
S. No	Description of Work	Contractor	W.O. No. & Date	Contract amount	Item Detail	Qty as Per Estimate	Qty Executed	Excess Qty	Rate	Unit	Excess Amount	Excess %
	of RCC Pipe drain at Ward No 1 & 4 in UC-05 TMC Baldia				Clearing inside sewerage line completely	200	2100	1900	80.5	P/RFT	152,950	950.00
					M/S RCC main hole cover cost 1:2:4	20	70	50	913.63	each	45,682	250.00
5	Repair / Maintenance of Sewerage Line at Khalid Bin Muhallah in UC-03 TMC Baldia	Junaid Enterprises	67/15.3.24	1,652,201	Excavation for pipeline	1300	11535	10235	10770	%0cft	8,058	787.31
					Clearing inside sewerage line completely	200	2100	1900	80.5	P/RFT	152,950	950.00
6	Repair / Maintenance of RCC Pipe drain at Street No 1 Block E Shahi Muhallah in UC-03 TMC	Junaid Enterprises	68/15.3.24	1,660,903	Excavation for pipeline	1300	7445	6145	10770	%0cft	2,905	472.69
					Clearing inside sewerage line completely	200	2500	2300	80.5	P/RFT	185,150	1150.00
7	Repair / Maintenance of 12" RCC pipe drain including RCC main hole cover & Ring Slab at Masjid-e-Khadijatul Kubra Imam Bargah in UC-04 UC-11 UC-12 &	Tariq & Jamal Company	18/1.4.24	1,665,090	Construction of main hole covers	10	20	10	14582.79	each	145,828	100.00
					Clearing inside sewerage line completely	2000	5900	3900	80.5	P/RFT	313,950	195.00

2.TMC Baldia AIR Para-7												
S. No	Description of Work	Contractor	W.O. No. & Date	Contract amount	Item Detail	Qty as Per Estimate	Qty Executed	Excess Qty	Rate	Unit	Excess Amount	Excess %
	UC-08 TMC Baldia.											
Total											1,582,980	

3.TMC Ibrahim Hyderi AIR Para-5										
S. No	Name of Work	Contractor	Detail of Item	Qty Executed	Qty Approved	Excess Qty	Rate	Unit	Excess Amount	Excess %
1	Cleaning & desilting of sewerage line by winching machine	Kashif Construction Co	Cleaning inside sewerage line 2" dia	7100	2900	4200	209.3	per RFT	879,060	144.83
2	Repair of sewerage line at ward No.2 Shah Latif	New Samad & Co	Excavation for pipe line in trenches	33759	5300	28459	10770	%0 cft	306,503	536.96
			PL RCC pipe 15" dia	1183.9	350	833.9	515	per RFT	429,459	238.26
			Refilling excavated stuff	47853.9	21465	26388.9	2760	%0 cft	72,833	122.94
3	Repair and maintenance of WSS line at Ward No.1 to 4 UC-10 Rehri	Hasnain Enterprise	Excavation for pipe line in trenches	59680	33068	26612	4650	%0 cft	123,746	80.48
			Refilling excavated stuff	70034	40082	29952	2760	%0 cft	82,668	74.73
4	Repair of sewerage line ward 1 and 2 UC Cattle colony	Sheeraz Enterprise	PL RCC pipe 15" dia	879	300	579	515	per RFT	298,185	193.00

3.TMC Ibrahim Hyderi AIR Para-5										
S. No	Name of Work	Contractor	Detail of Item	Qty Executed	Qty Approved	Excess Qty	Rate	Unit	Excess Amount	Excess %
5	Repair and maintenance of sewerage line at Ward No.3 to 4 UC-5 Muzafarabad	Hasnain Enterprise	Excavation for pipe line in trenches	14323.97	4500	9823.97	10770	%0 cft	105,804	218.31
			Mfg and supply of RCC ring slab	93	39	54	1906.6	Per No	102,956	138.46
			Mfg and supply of RCC main hole covers	107	39	68	913	Per No	62,084	174.36
			shifting to site and fixing 3" ring slab	93	39	54	563	Per No	30,402	138.46
6	Repair and maintenance of WSS line at Ward No.1 to 4 UC-6 Muslimabad	Daudpota & Sons	Excavation for pipe line in trenches	52609	11468	41141	10770	%0 cft	443,089	358.75
			Making leakages	38	8	30	12199	Per No	365,970	375.00
Total									3,302,759	

Annex-KYC4 [Para: 3.5.2.13]: Non-imposition of liquidated damages

[Amount in Rs.]

Description of work	Name of Contractor	W.O No. & Date	Stipulated Date of Completion	Duration of Work	Status as on 30-06-2024	Contract Amount	10% Penalty Amount
Repair / replacement of 6" dia water supply line in peer muhammad goth UC-01, Gharibabad, TMC Malir	M/S. Umar Rehman & Brothers	023 / 14-12-23	14/06/2024	06 Months	Work in Progress	1,990,359	199,035
Repair / maintenanc of water supply & sewerage line at kotasri & balouch muhalla, ward No.01 & 02, UC-01, Gharibabad		022 / 14-12-23	14/06/2024	06 Months	Work in Progress	1,990,952	199,095
Providing / fixing LED lights 50 watts at UC dawood chowrangi Ward No.01 & 02, TMC Malir	M/S. Mubarak & Sons	023 / 03-01-24	03/07/2024	06 Months	Work in Progress	1,994,850	199,485
Providing / fixing LED lights 50 watts at UC dawood chowrangi Ward No.01 & 02, TMC Malir	M/S. Arshad Ali kHan & Brothers	017 / 26-12-23	26/06/2024	06 Months	Work in Progress	1,994,730	199,473
Providing / fixing LED lights 50 watts at UC-08, Shrafi goth Ward No.01 & 02, TMC Malir	M/S. Sherani Enterprises	022 / 03-01-24	03/07/2024	06 Months	Work in Progress	1,994,760	199,476
Repair & maintenance of sewerage line at ward No.1,2,3 & 4 UC-05, Quaidabad TMC Malir	M/S. Aneeq Enterprises	056 / 25-01-24	26/07/2024	06 Months	Work in Progress	1,991,419	199,141
Construction of foundation of boundry wall of football ground at Khuldabad UC-04, TMC Malir	M/S. Manzoor Hussain Channa	103 / 20-03-24	20/09/2024	06 Months	Work in Progress	2,964,020	296,402
Construction foundation of boundry wall of shaheed rukhsana ladies park & footbal ground at Khuldabad UC-04, TMC Malir	M/S. Muhammad Akram Arain	104 / 20-03-24	20/09/2024	06 Months	Work in Progress	2,972,773	297,277

[Amount in Rs.]

Description of work	Name of Contractor	W.O No. & Date	Stipulated Date of Completion	Duration of Work	Status as on 30-06-2024	Contract Amount	10% Penalty Amount
Providing boring 6" dia upto 300 deep at various places of UC-01, Ghareebabad, TMC Malir	M/S. Hassan & Brothers	106 / 12-03-24	20/09/2024	06 Months	Work in Progress	1,993,360	199,336
Repair & maintenance of sewerage line at nafees bakery road & connecting streets UC-05, Quiadabad, TMC Malir	M/S. Arshad Ali kHan & Brothers	126 / 04-04-24	04/10/2024	06 Months	Work in Progress	2,990,022	299,002
Repair & maintenance of sewerage line at internal streets of architect society & rashidi goth ward No-01 to 04 UC-09 Bukhtawar, TMC Malir	M/S. Seastan Construction & Co	125 / 04-04-24	04/10/2024	06 Months	Work in Progress	2,992,785	299,278
Repair & maintenance of sewerage line at dawood goth, bagh-e-ali UC-02, Ghazi Dawood Brohi, TMC Malir	M/S. Sadat Builders & Developers	135 / 26-04-24	26/10/2024	06 Months	Work in Progress	2,993,481	299,348
Total						28,863,511	1,443,175

Annex-KYC5 [Para: 3.5.2.14]: Irregular release of final payments without obtaining completion certificates

[Amount in Rs.]

Sr. No.	Name of Work	Name of Contractor	W. O. No.	Date of Start	Date of Completion	Total Expenditure
1	Improvement of RCC culvert at Bijili Nagar road TMC Mominabad, Karachi	M/s Tappi Enterprises	1	28.12.2023	08.01.2024	1,994,018
2	Rehabilitation of sewerage pipe line near Tahiri Masjid & Bijili Nagar & Agrour colony & other area in UC-04 TMC Mominabad	M/s Mohammad Hashir	5	28.12.2023	08.01.2024	1,984,020
3	P/F paver block in school ST-34 & ST-35 in Elahi colony TMC Moniabad	M/s M.S & Brothers	4	28.12.2023	08.01.2024	1,982,194
4	Rehabilitation of RCC pipe in different wards UC-03 & 04 in TMC Mominabads	M/s B.K Builders	2	28.12.2023	08.01.2024	1,988,270
5	Construction/improvement of RCC slab & paver block backside of Kabbadi ground at Mianwali Mohalla UC-03 TMC Mominabad	M/s Jamal & Brothers	7	11.01.2024	21.02.2024	1,993,305
6	P/L RCC pipe line from Nasir computer Shahzad General store at Al-Riaz Grammar schoolward-ii & iii & other Places Fareed colony UC-01 TMC Mominabad	M/s B.K Builders	4	11.01.2024	21.02.2024	1,986,795
7	Rehabilitation of cc drain from H.No. 13/1 to 14/10 colony in UC-09 TMC Mominabad	M/s Al-Umer Construction & Enterprises	3	27.01.2024	05.03.2024	1,993,135

[Amount in Rs.]

Sr. No.	Name of Work	Name of Contractor	W. O. No.	Date of Start	Date of Completion	Total Expenditure
8	Improvement of sewerage line from gali # 03,08, 10 surrounding of Noorani Masjid & other places in NooraniMohalla UC-03	M/s Gohar Enterprises	5	09.01.2024	19.01.2024	1,985,739
9	P/F paver block Tayyaba Masjid gali and Illays Masjid Mominabad Block-D	M/s Glories Enterprises	6	10.01.2024	20.01.2024	1,997,287
10	Improvement of cc dain by providing RCC slab from Elahi colony Nooe-e-Islam Masjid QadriyaMohalla& other places in UC-06	M/s F.K & Co	216	24.01.2024	22.02.2024	1,986,804
11	P/F of paver block near ghost waligali UC-06	M/s Glories Enterprises	10	23.01.2024	30.01.2024	1,995,315
12	Rehabilitation of RCC pipe in different wards UC-05 & 06	M/s Tappi Enterprises	1	23.01.2024	30.01.2024	1,990,506
13	P/F main hole cover & ring slab in different Ucs	M/s Mohammad Hashir	2	22.01.2024	30.01.2024	1,996,045
14	Hiring of machinery in different Ucs	M/s B.K Builders	3	23.01.2024	29.01.2024	1,994,633
15	P/F paver block near Ahmed-ul-Madaris at MinawaliMohalla	M/s Tappi Enterprises	6	22.01.2024	30.01.2024	1,997,172
16	Improvement of streets by paver blcok near Aman Mobile shop & other area in Mujahid colony in UC-05	M/s B.K Builders	11	23.01.2024	30.01.2024	1,994,019
17	Repairing & cleaning of Nallah near Khyber Muslim boys school to	M/s F.K & Co	16	25.01.2024	19.02.2024	1,988,909

[Amount in Rs.]

Sr. No.	Name of Work	Name of Contractor	W. O. No.	Date of Start	Date of Completion	Total Expenditure
	Sewhri baba Mazar in UC-06					
18	Rehabilitation of pipe near Khyber gate Masalaywaligali& other area UC-07	M/s Tappi Enterprises	214	28.02.2024	19.03.2024	1,989,206
19	Rehabilitation of RCC pipe near Japani building & other areas in UC-06	M/s B.K Builders	108	28.02.2024	27.03.2024	1,990,991
20	Improvement of cc drain from general store to Punjabi cattle yard at Muslimabad	M/s Glories Enterprises	109	29.02.2024	01.04.2024	1,983,138
21	P/F paver block near JamaIslamiqaLabiniyat in UC-06	M/s Mohammad Hashir	220	29.03.2024	18.04.2024	1,994,186
22	P/F paver block near Nasir block Thallawaligali	M/s B.K Builders	209	26.03.2024	17.04.2024	1,994,891
23	Rehabilitation/improvement of sewerage line from ChachaEssa to pappu Allahabad &Umer general store & other area	M/s Mohammad Hashir	104	20.03.2024	30.04.2024	1,993,530
24	Rehabilitation of sewerage line oppoisteMadina Masjid BonaryMohalla& other arears	M/s M.S & Brothers	89	27.03.2024	26.04.2024	1,995,183
25	Repair & Maintenance of RCC slab near Govt. boys & girls school in UC-06 TMC Mominabad	M/s Mohammad Hashir	215	28.03.2024	16.04.2024	1,997,112
26	P/F block near bright school waligali& other area	M/s F.K & Co	15	27.03.2024	18.04.2024	1,992,086
27	Improvement of sewerage system at Shair Muhammad	M/s Tappi Enterprises	212	27.03.2024	23.04.2024	1,989,393

[Amount in Rs.]

Sr. No.	Name of Work	Name of Contractor	W. O. No.	Date of Start	Date of Completion	Total Expenditure
	waligaliNooraniMohalla UC-03					
28	Rehbailiation of sewerage system near BMQ school & other places in UC-06	M/s F.K & Co	210	27.03.2024	23.04.2024	1,995,697
29	P/F paver block near H.No. 228/A in UC-06	M/s Mohammad Hashir	107	29.03.2024	22.04.2024	1,987,648
30	Cleaning of chowking points near Tahir cause wwayShair Khan Abad & different areas	M/s Glories Enterprises	8	27.03.2024	13.04.2024	1,992,848
31	Improvement of sewerage line near Jama Masjid Gulzar-e-Madina& Other areas	M/s M.S & Brothers	211	27.03.2024	18.04.2024	1,991,178
32	Rehabilitation/improvement of broken sewerage line in different places Haryana colony	M/s F.K & Co	1	28.12.2023	08.01.2024	295,536
33	Improvement of sewerage line at different places near Mominabadchowk	M/s B.K Builders	3	14.06.2024	21.06.2024	292,866
34	P/L aggregate base course at different link roads		5	14.06.2024	21.06.2024	298,269
35	Filling of trenches & portholes with aggregate base course at different locations	M/s Tappi Enterprises	6	14.06.2024	21.06.2024	297,920
36	Improvement of road by aggregate base course Qalandariya hotel & other areas	M/s F.K & Co	7	14.06.2024	21.06.2024	297,571
37	P/F RCC sing slabs at different areas		8	14.06.2024	21.06.2024	296,170
38	Hiring of machinery for cleaning of	M/s Tappi Enterprises	9	14.06.2024	21.06.2024	295,536

[Amount in Rs.]

Sr. No.	Name of Work	Name of Contractor	W. O. No.	Date of Start	Date of Completion	Total Expenditure
	nallaha in ward 1 & 2 UC-07					
39	Improvement of bijilnagar park in front of UC-04	M/s B.K Builders	2	09.02.2024	28.02.2024	1,993,848
40	Improvement of playground in UC-03	M/s Glories Enterprises	6	12.02.2024	14.03.2024	1,999,074
41	Improvement of Quaid-e-Azam Park in UC-04	M/s B.K Builders	6	27.03.2024	15.04.2024	1,997,933
Total						69,799,976

Annex-KYC6 [Para: 3.5.5.5]: Unauthorized payment of various allowance

[Amount in Rs.]

Sr. No.	Emp_Id	Name	Designation	BPS	Sp. Pay	Com. Allow	Pay Sheet	Efficiency
1	Lt0124	Shamoon Sadaf	Sr.Dir. Administration	19	-	1,500	-	-
2	C03146	Pasha Khan	St. Grapher	16	-	1,500	-	-
3	Nkt620	Adnan Ur Rehman	Assistant	16	-	1,500	-	-
4	Nap102	Rana M. Masood	Security Gard	5	4,000	-	-	-
5	Nabr20	Mumtaz Khan Afridi	Assistant	16	-	1,500	-	-
6	Swm136	Majid Khan Ghor	Senior Clerk	14	-	1,500	500	-
7	C10385	Khalid Hussain	Accountant	17	-	1,500	-	-
8	Nkt207	Shezad Anwar	Cooly	1	2,000	-	-	-
9	Nkt085	Afzal	Cooly	1	2,000	-	-	-
10	Swm005	Mr.Sajjad Waseem	Senior Clerk	14	-	1,500	-	-
11	C02064	Akram S/O Saeed	Muqaddam	4	-	-	-	35
12	C02034	Younus S/O Bashir	Muqaddam	4	-	-	-	35
13	C01938	Arif S/O Feroz	San. Worker	4	-	-	-	35
14	C05766	Parveen W/O Iqbal	San. Worker	2	-	-	-	35
15	C05763	William Jan S/O Inayat	San. Worker	2	-	-	-	35
16	C05795	Iftikhar S/O Nazir	San. Worker	2	-	-	-	35
17	C05792	Arif S/O Barkat	San. Worker	2	-	-	-	35
18	C05787	Faqira S/O Boota	San. Worker	2	-	-	-	35
19	C05778	Mehmood S/O Ranga	San. Worker	2	-	-	-	35
20	C05402	Samual S/O Siddqiui	San. Worker	2	-	-	-	35
21	C05623	Yousuf S/O Khurshid	San. Worker	2	-	-	-	35
22	C04934	Wilayat S/O Sadiq	San. Worker	2	-	-	-	35
23	C05554	Yousuf S/O Chiragh	San. Worker	2	-	-	-	35
24	C05755	Nasreen S/O Parvaiz	San. Worker	2	-	-	-	35
25	C01601	Riaz S/O Salik	San. Worker	2	-	-	-	35
26	C05553	Mumtaz Begum W/O Younus	San. Worker	2	-	-	-	35
27	C05621	Yousuf S/O Iqbal	San. Worker	2	-	-	-	35
28	C05594	Patris Vikhy S/O Bashir	San. Worker	2	-	-	-	35

[Amount in Rs.]

Sr. No.	Emp_Id	Name	Designation	BPS	Sp. Pay	Com. Allow	Pay Sheet	Efficiency
29	C05772	Ashraf S/O Ranga	San. Worker	2	-	-	-	35
30	C05776	Salamat S/O Labbah	San. Worker	2	-	-	-	35
31	C05764	Nargis W/O Yaqoob	San. Worker	2	-	-	-	35
32	C05794	Parvaiz S/O Said	San. Worker	2	-	-	-	35
33	C04884	Ashraf S/O Nawab	San. Worker	2	-	-	-	35
34	C05552	Parveen W/O Inayat	San. Worker	2	-	-	-	35
35	C05551	Patras S/O Murad	San. Worker	2	-	-	-	35
36	C05549	Shabaz Bhatti S/O Inayat	San. Worker	2	-	-	-	35
37	C01603	Pervaiz Ahmed S/O Abdul Q	San. Worker	2	-	-	-	35
38	C04954	Waris S/O Sardar	San. Worker	2	-	-	-	35
39	C05762	Sadiq Raza	San. Worker	2	-	-	-	35
40	C05760	Safiya Bibi	San. Worker	2	-	-	-	35
41	C05558	Robina Moris W/O Moris	San. Worker	2	-	-	-	35
42	C05555	Mumtaz Bibi D/O Sadiq	San. Worker	2	-	-	-	35
43	C01690	Naveed S/O Javaid	San. Worker	2	-	-	-	35
44	C02011	Shoukat S/O Mangta	Motor Cooly	2	-	-	-	35
45	C01769	Tariq S/O Shingara	San. Worker	2	-	-	-	35
46	C01803	Yawar S/O Diwan	San. Worker	2	-	-	-	35
47	C01759	Safdar S/O Akbar	San. Worker	2	-	-	-	35
48	C02177	MunirS/O Viryam	San. Worker	2	-	-	-	35
49	C02176	Siddiq S/O Taj	San. Worker	2	-	-	-	35
50	C02169	Arshad S/O Rafiq	San. Worker	2	-	-	-	35
51	C02144	Razia W/O Pervaz	San. Worker	2	-	-	-	35
52	C01764	Sattar S/O Sardar	San. Worker	2	-	-	-	35
53	C01765	Munir	San. Worker	2	-	-	-	35
54	C01768	Khalid S/O Prem	San. Worker	2	-	-	-	35
55	C01683	Nasir S/O Barkat	San. Worker	2	-	-	-	35
56	C01880	Stifeen S/O Latif	San. Worker	2	-	-	-	35
57	C01982	Yaqoob	Moto r Cooly	2	-	-	-	35

[Amount in Rs.]

Sr. No.	Emp_Id	Name	Designation	BPS	Sp. Pay	Com. Allow	Pay Sheet	Efficiency
58	C02134	Mubarik S/O Nazir	San. Worker	2	-	-	-	35
59	C01947	Rafiq S/O Siddiq	Motor Cooly	2	-	-	-	35
60	C02133	Jawed S/O James	San. Worker	2	-	-	-	35
61	C01945	Boota S/O Ghulam	San. Worker	2	-	-	-	35
62	C01983	Perwaiz S/O Munshi	Motor Cooly	2	-	-	-	35
63	C01988	Samail S/O Ruldoo	San. Worker	2	-	-	-	35
64	C02129	Ilyas S/O Younus	San. Worker	2	-	-	-	35
65	C02126	Bushra W/O Iqbal	San. Worker	2	-	-	-	35
66	C02251	Khalid S/O Mushtiq	San. Worker	2	-	-	-	35
67	C01901	Liaquat S/O Rehmat	San. Worker	2	-	-	-	35
68	C01906	Patras S/O Shafi	Motor Cooly	2	-	-	-	35
69	C02237	Salamat S/O Zahoar	San. Worker	2	-	-	-	35
70	C02236	Shawkat S/O Bashir	San. Worker	2	-	-	-	35
71	C02208	Imtiaz Bibi S/O Maqsood	San. Worker	2	-	-	-	35
72	C01926	Emanuel S/O Rehmat	San. Worker	2	-	-	-	35
73	C02201	Alfred S/Oi Anwar	San. Worker	2	-	-	-	35
74	C02187	Waris S/O Inayat	San. Worker	2	-	-	-	35
75	C02185	Pervaiz S/O Ghulam	San. Worker	2	-	-	-	35
76	C02078	Amamuels/O Ruldoo	San. Worker	2	-	-	-	35
77	C02069	Tariq S/O Bahdur	San. Worker	2	-	-	-	34
78	C02053	Lazor	San. Worker	2	-	-	-	35
79	C02052	Aslam S/O Sabir	San. Worker	2	-	-	-	35
80	C02029	Suba S/O Inayat	San. Worker	2	-	-	-	35
81	C02003	Rafaqat S/O Ghulam	San. Worker	2	-	-	-	35
82	C01972	Gulzar S/O Yaqoob	San. Worker	2	-	-	-	35
83	C01909	Munawar S/O Anwer	San. Worker	2	-	-	-	35
84	C02182	Tanveer S/O Rasheed	San. Worker	2	-	-	-	35

[Amount in Rs.]

Sr. No.	Emp_Id	Name	Designation	BPS	Sp. Pay	Com. Allow	Pay Sheet	Efficiency
85	C02257	Riaz S/O Abdullahl	San. Worker	2	-	-	-	35
86	C01924	Nadeem S/O Basher	San. Worker	2	-	-	-	35
87	C01943	Samoil S/O Rehmat	San. Worker	2	-	-	-	35
88	C02258	Liaquat S/O Inayat	San. Worker	2	-	-	-	35
89	C01715	Kalim	San. Worker	2	-	-	-	35
90	C01730	Afzal S/O Hussain	San. Worker	2	-	-	-	35
91	C01732	Vilium S/O Chirah	San. Worker	2	-	-	-	35
92	C01684	Basharat Haider	San. Worker	2	-	-	-	35
93	C01698	Peter S/O Bashir	San. Worker	2	-	-	-	35
94	C01744	Salim S/O Khairudin	San. Worker	2	-	-	-	35
95	C01751	Boota S/O Barkat	San. Worker	2	-	-	-	35
96	C01743	Arshad S/O Nazar	San. Worker	2	-	-	-	35
97	C01753	Mushtaq S/O Munshi	San. Worker	2	-	-	-	35
98	C01736	Haris S/O Inayat	San. Worker	2	-	-	-	35
99	C01733	Arif S/O Saeed	San. Worker	2	-	-	-	35
100	C01670	Mushraf Shah S/O Yousuf	San. Worker	2	-	-	-	35
101	C04655	Tariq S/O Sharif	San. Worker	2	-	-	-	35
102	C01701	Vilium S/O Inayat	San. Worker	2	-	-	-	35
103	C01708	Vilison S/O Latif	San. Worker	2	-	-	-	35
104	C01725	Diaya Lals/O Dewa	San. Worker	2	-	-	-	35
105	C01691	Sarfaraz S/O Manzoor	San. Worker	2	-	-	-	35
106	C01745	Rafiq S/O Suba	San. Worker	2	-	-	-	35
107	C01739	Javid S/O Shaukat	San. Worker	2	-	-	-	35
108	C01758	Mansha S/O Chiragh	San. Worker	2	-	-	-	35
109	C01755	Shamoon S/O Bashir	San. Worker	2	-	-	-	35
110	C01741	Rehana W/O Younas	San. Worker	2	-	-	-	35
111	C01746	Idris S/O Suba	San. Worker	2	-	-	-	35
112	W01090	Sikndar Khan	Pst	7	-	1,372	3,203	676
113	As0332	Manzoor Khan	Chowkidar	1	4,000	-	-	-
114	Nkt652	Muhammad Rashid	Naib Qasid	1	2,000	-	-	-
Total Per Month					14,000	11,872	3,703	4,210

[Amount in Rs.]

Sr. No.	Emp_Id	Name	Designation	BPS	Sp. Pay	Com. Allow	Pay Sheet	Efficiency
Total During The Current F.Y 2023-24					168,000	142,464	44,436	50,520
Grand Total								405,420

Unauthorized payment of overtime to staff

[Amount in Rs.]

Sr. No.	Description	Payment Made	Cheque No.	Date	Payment Amount	To WhomPaid
1	Late sitting to MC staff	Through Manager Sindh Bank	41585818	20/11/2023	154,545	1. Javed Latif (PA to MC), 2. Meraj Uddin(Clerk), 3. Wasi Uddin(Clerk), 4. Ibrahim Uddin (Peon), 5. Shehryar (Peon)
2			43545550	04/01/2024	51,030	
3			43545557	04/01/2024	37,575	
4			43545586	02/02/2024	74,025	
5			44746380	07/03/2024	37,275	
6			44746408	16/04/2024	37,875	
7			46590103	17/05/2024	36,150	
8	Late sitting to Chairman staff	Through Manager Sindh Bank	43545551	04/01/2024	51,030	1. Syed Maqsood Hussain (PA to Chairman), 2. Mujeeb Uddin(H Clerk), 3. Khalid (Peon), 4. Muhammad Nassem (Peon), 5. Ghayas Uddin (Peon),
9			43545558	04/01/2024	52,605	
10			44746391	15/03/2024	42,032	
11			44746407	16/04/2024	37,875	
12			43545585	02/02/2024	103,635	
13			44746379	07/03/2024	52,185	
14			46590104	17/05/2024	36,130	
15	Late sitting for Security Guard	Through Manager Sindh Bank	43545522	20/12/2023	14,580	1. Mr. Waqaruddin(SG) 2. Mr. Nadeem Ahmed(SG) 3. Mr. Ikramuddin(SG) 4. Mr. Majid Ahmed(SG) 5. Mr. Muhammad Azam Siddiquie(SG) 6. Mr. Nafessullah(SG)
16			44746381	07/03/2024	15,270	
17			44746387	15/03/2024	32,100	
18			44746388	15/03/2024	14,010	
19			46590105	17/05/2024	73,470	
20			43545576	15/01/2024	30,540	
21	Late Sitting for Information Deptt.	Through Manager Sindh Bank	46590108	17/05/2024	27,000	1. Mr. Adnan Ahmed Computer Operator BPS-13 2. Mr. M. Rashid Khan Movie Maker/Operator BPS-1
22	Late Sitting	Mr. Lal Khan	44746433	02/05/2024	31,800	Mr. Lal Khan
23	Late Sitting	Mr. Jaseem	43545594	12/02/2024	4,950	Mr. Jaseem
24			44746389	15/03/2024	6,150	
25			46590107	17/05/2024	11,730	
Total					1,065,567	-

Annex-KYC7 [Para: 3.5.6.1]: Non-production of record

[Rs.in Million]

Sr. No.	Name of Office	AIR Para	F. Y.	Description of Record	Amount
1	TMC Mori Mirbahar	1	2023-24	i. Service Books/ Personal Files of officers/Staff under your control ii. Detail of Total Expenditure Head Wise iii. Record of property owned by office alongwith details of persons to whom rented/leased, iv. Record of appointments, promotion, up-gradation, re-designation of posts, regularization of contract/daily wages/adhoc employees, officers/staff on deputation/current charge, additional charges, OPS charge basis. v. Detail of Accommodation provided to office employees vi. Name, designation wise working strength of employees	-
2	TMC Mauripur	1	2023-24	i. Revised budget estimates showing head wise detail of reconciled expenditure statement, ii. Service Books/ Personal Files of officers/Staff, iii. Incumbency details, iv. Name, designation & grade wise working strength of employees	-
3	TMC Landhi	1	2023-24	i. Detail of disciplinary, inquiry, and legal proceedings against employees NAB/Anti-corruption/Court Cases ii. Personal Files and Service Books of Officers/Officials iii. Record of promotion/upgradation cases iv. Record related to the expenditure incurred on fixing paving block street No. 03, Bilal Biryani house Fish Market No 04. TMC Landhi. Rs 3.000 million	3.000
4	TMC Model	1	2023-24	i. Detail of disciplinary, inquiry, and legal proceedings against employees NAB/Anti-corruption/Court Cases ii. Personal Files and Service Books of Officers/Officials iii. Record of promotion/upgradation cases	9.928

[Rs.in Million]

Sr. No.	Name of Office	AIR Para	F. Y.	Description of Record	Amount
				iv. Credentials of the contractors awarded following works worth Rs.9.928 of ID TO2104-23-0001 a) Improvement Of Road By Patch Work At Route 9-C Bus Out From Meri Sehat Pharmacy Near Uc-01 Office To Warsi Mazar Uc-01 Kazimabad TMC Model Colony b) Improvement Of Road By Patch Work At R1 Stop To Warsi Masjid Uc-01 Kazimabad TMC Model Colony c) Improvement Of Road By Patch Work At Rh Pizza Near Shah Ji General Store To Super United Bakery UC-01 ,Kazimabad TMC Model Colony d) Improvement Of Road By Patch Work Ward-2 And Adjacent Areas Uc-4 Liaquat Market TMC Model Colony e) Improvement Of Road By Patch Work Ward-2 And Adjacent Areas Uc-5Kalaboard TMC Model Colony	
5	TMC Korangi	1	2023-24	i. Detail of disciplinary, inquiry, and legal proceedings against employees NAB/Anti-corruption/Court Cases ii. Personal Files and Service Books of Officers/Officials iii. Record of promotion/upgradation cases iv. Credentials of the contractors awarded following works worth Rs.7.886 a) Construction of Uc 08 Office b) Paver Flooring Uc 03 c) Patch Work UC8 d) Improvement Of Road	7.886
6	TMC Jinnah	1	2023-24	i. Service Books and Personal Files ii. Sanctioned and working strength 2023-24 iii. Detail of machinery and equipment iv. Tender Register v. Security Deposit Register vi. Detail of Parks	-
7	TMC Liaquatabad	1	2023-24	v. Record of the transition period, i.e., 01-07-2023 to 30-09-2023 pertaining to	-

[Rs.in Million]

Sr. No.	Name of Office	AIR Para	F. Y.	Description of Record	Amount
				establishment, development, contingency and revenue receipts etc.	
8	TMC Gulshan	1	2023-24	i. All record related to transition period (01-07-2023 to 30-09-2024) of defunct DMC East ii. Detail of bifurcation of physical assets, liability, human resources and property of defunct DMC East, duly approved from the Transition committee iii. Security Deposit Register and Work Registers/Project Registers iv. Approved Sanctioned Strength Vs Working Strength (Shortage/Excess) Statement duly signed by controlling authority/head of the department. v. Personal Files and Service Books of officers/staff vi. Payroll of all employees for the period under audit. vii. Information Technology Security policy & procedure, Data retention and disposal policy, Quality assurance policy, Business Continuity Plan /Disaster Recovery Plan (BCP/DRP) Policy, Mitigation plan, Constitution of IT steering committee alongwith minutes. viii. Detail/Record of new appointments alongwith absorption of staff (in & out) for the year under audit ix. Detail/Record of Promotions made during the period under audit. x. Dead Stock Register (Physical Assets) and Stock Register (Consumable Items) alongwith form & indent issued/received for articles and acknowledgement etc. xi. Report of frauds and misappropriation of funds, Report of defalcation & losses of assets etc. during F.Y. 2023-24.	360.799
9	TMC Malir	1	2023-24	i. Complete record of transition tenure from 01-07-2023 to 30-10-2023 ii. Bifurcation of moveable and immoveable property / assets / staff	-

Sr. No.	Name of Office	AIR Para	F. Y.	Description of Record	Amount
				iii. Service Books/ Personal Files of officers/Staff under your control iv. Detail of Total Expenditure Head Wise v. Record of property owned by office alongwith details of persons to whom rented/leased, vi. Record of appointments, up-gradation, re-designation of posts, regularization of contract/daily wages/adhoc employees, officers/staff on deputation/current charge, additional charges, OPS charge basis. vii. Detail of Accommodation provided to office employees	
10	TMC Sohrab Goth	1	2023-24	i. Personal files & service books of staff and officers. ii. Approved sanctioned & working strength. iii. Complete record / file related to Cattle Piri organized by TMC.	-
11	TMC Safoora	1	2023-24	i. Personal files & service books of staff and officers. ii. Approved sanctioned & working strength. iii. Detail of vehicles allotment (allotted to which officer with his name, designation, grade & period) iv. Record related to recoveries against road cutting and charge parking sites. v. Comprehensive detail of advances / Loans given to employees and outstanding against them.	-
12	TMC Gulberg	1	2023-24	Record of the transition period, i.e., 01-07-2023 to 30-09-2023 pertaining to establishment, development, contingency and revenue receipts etc.	-
13	TMC Manghopir	1	2023-24	i. Personal files & service books of staff and officers. ii. Approved sanctioned & working strength. iii. Detail of vehicles allotment (allotted to which officer with his name, designation, grade & period)	-

[Rs.in Million]

Sr. No.	Name of Office	AIR Para	F. Y.	Description of Record	Amount
14	TMC New Karachi	1	2023-24	i. Service Books/ Personal Files of officers/Staff ii. Relevant files/record of all development works/schemes iii. Record related to transition period (w.e.f 1st July, 2023 to 30th September, 2023)	-
		7	2023-24	Award of works to the contractors without obtaining their credentials in 17 works	29.982
15	TMC North Nazimabad	1	2023-24	Service books	-
		3	2023-24	Award of works to the contractors without obtaining their credentials in 04 works	9.344
		1	2023-24	Service books	-
17	TMC Orangi	1	2023-24	i. Record related to Income & Expenditure for the period of 1st July to September 2023 ii. Copy of orders for constitution of TMC Orangi and order of bifurcation from DMC West. Karachi iii. Personal files & service books of staff and officers. iv. Sanction & working strength (department wise) v. Approval of schedule of establishment	-
18	TMC Lyari	1	2023-24	Award of works to the contractors without obtaining their credentials in 06 works	12.947
19	TMC Saddar	1	2023-24	Award of works to the contractors without obtaining their credentials in 38 works	83.820

Local Councils, Hyderabad Division

Annex-HYD1 [Para: 4.5.1.3]: Technical sanction beyond delegated financial powers

Sr. No.1 District Council Tando Muhammad Khan				
Sr. No.	Description of Works	Name of Contractors	Work Order # & Date	Cost of Work in Rupees
1	Construction of auditorium hall at Government law college at Tando Muhammad Khan	M/s Sarfraz Shah Construction Company	-	39,339,000

Sr. No.2 Municipal Committee Hala				
Sr. No.	Description of Works	Name of Contractors	Work Order # & Date	Amount in Rupees
1	Repair & Maintenance B-type Surface Drain i/c RCC Slabs from NHW Bab-e-Amin Faheem upto Good Luck Housing Scheme Office Massan Road Hala	M/S M. Uris Sand	9875/2024 14.06.2024	1,988,879
2	Repair & Maintenance B-type Surface Drain i/c RCC Slabs from Good Luck Housing Scheme upto Ghulam Mujtaba State Agency Hala	Gh Qadir Dahri	9876 / 2024 14.06.2024	1,982,899
3	Repair & Maintenance B-type Surface Drain i/c RCC Slabs from Ghulam Mujtaba State Agency upto Ashraf Khuman House THala Road Hala	M/S HadiBux	9877/2024 14.06.2024	1,188,006
Total				5,159,784

Annex-HYD2 [Para: 4.5.1.4]: Procurement of pumping machinery beyond domain

[Amount in Rs.]

Hyderabad Municipal Corporation (HMC) Hyderabad (AIR Para: 03)							
Work #	Decryption of Works	Name of Firms	Non-Schedule Items Cost	GST 18% (Added)	Income Tax 5.5% (Added)	Total Estimated Amount	Estimated Cost
1	Supply of Diesel Engine 6 x6 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Nerunkot within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad	M/s MM Global Construction	2,428,328	437,099	133,558	2,998,985	3,000,000
2	Supply of Diesel Engine 6 x6 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Mian Sarfaraz within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,328	437,099	133,558	2,998,985	3,000,000
3	Supply of Diesel Engine 6 x6 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Preetabad within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,328	437,099	133,558	2,998,985	3,000,000
4	Supply of Diesel Engine 6 x6 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Shah Latifabad within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,328	437,099	133,558	2,998,985	3,000,000
5	Supply of Diesel Engine 6 x6 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Sachal Sarmast within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad	M/s Ashfaque Ali	2,428,328	437,099	133,558	2,998,985	3,000,000
6	Supply of Diesel Engine 6 x6 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Hussainabad		2,428,328	437,099	133,558	2,998,985	3,000,000

[Amount in Rs.]

Hyderabad Municipal Corporation (HMC) Hyderabad (AIR Para: 03)							
Work #	Decryption of Works	Name of Firms	Non-Schedule Items Cost	GST 18% (Added)	Income Tax 5.5% (Added)	Total Estimated Amount	Estimated Cost
	within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad						
7	Supply of Diesel Engine 6 x6 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Qasimabad within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad	M/s NY Construction Company	2,428,328	437,099	133,558	2,998,985	3,000,000
8	Supply of Diesel Engine 6 x6 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Tando Jam within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,328	437,099	133,558	2,998,985	3,000,000
9	Supply of Diesel Engine 6 x6 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Tando Fazal within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad	M/s MAC Enterprises	2,428,328	437,099	133,558	2,998,985	3,000,000
10	Supply of Diesel Engine 8 x8 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Nerunkot within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad	M/s Pak Engineering	2,428,441	437,119	133,564	2,999,124	3,000,000
11	Supply of Diesel Engine 8 x8 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Mian Sarfaraz within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,441	437,119	133,564	2,999,124	3,000,000
12	Supply of Diesel Engine 8 x8 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Preetabad		2,428,328	437,099	133,558	2,998,985	3,000,000

[Amount in Rs.]

Hyderabad Municipal Corporation (HMC) Hyderabad (AIR Para: 03)							
Work #	Decryption of Works	Name of Firms	Non-Schedule Items Cost	GST 18% (Added)	Income Tax 5.5% (Added)	Total Estimated Amount	Estimated Cost
	within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad						
13	Supply of Diesel Engine 8 x 8 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Shah Latifabad within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,441	437,119	133,564	2,999,124	3,000,000
14	Supply of Diesel Engine 8 x 8 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Sachal Sarmast within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,441	437,119	133,564	2,999,124	3,000,000
15	Supply of Diesel Engine 8 x 8 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Hussainabad within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,441	437,119	133,564	2,999,124	3,000,000
16	Supply of Diesel Engine 8 x 8 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Qasimabad within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,441	437,119	133,564	2,999,124	3,000,000
17	Supply of Diesel Engine 8 x 8 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Tando Jam within the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,328	437,099	133,558	2,998,985	3,000,000
18	Supply of Diesel Engine 8 x 8 (20 BHP) along with all Accessories for the Main Roads of Town Municipal Corporation Tando		2,428,328	437,099	133,558	2,998,985	3,000,000

[Amount in Rs.]

Hyderabad Municipal Corporation (HMC) Hyderabad (AIR Para: 03)							
Work #	Decryption of Works	Name of Firms	Non-Schedule Items Cost	GST 18% (Added)	Income Tax 5.5% (Added)	Total Estimated Amount	Estimated Cost
	Fazalwithin the Jurisdiction of Hyderabad Municipal Corporation Hyderabad						
19	Supply of Suction And Delivery Pipe 4",6",8", within the jurisdiction of Hyderabad Municipal Corporation Hyderabad.	M/s NY Construction Company	2,428,328	437,099	133,558	2,998,985	3,000,000
20	Supply of Accessories for De-Wateringwithin the jurisdiction of Hyderabad Municipal Corporation Hyderabad.		2,428,328	437,099	133,558	2,998,985	3,000,000
21	Supply of Diesel Engine 16 (BHP) Latifabadwithin the Jurisdiction of Hyderabad Municipal Corporation Hyderabad	M/s Rehmatullah Chutto	2,428,328	437,099	133,558	2,998,985	3,000,000
22	Supply of Diesel Engine 16 (BHP) Citywithin the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,328	437,099	133,558	2,998,985	3,000,000
23	Supply of Diesel Engine 25 (BHP) Latifabadwithin the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,328	437,099	133,558	2,998,985	3,000,000
24	Supply of Diesel Engine 25 (BHP) Citywithin the Jurisdiction of Hyderabad Municipal Corporation Hyderabad		2,428,328	437,099	133,558	2,998,985	3,000,000
Total			58,280,550	10,490,496	3,205,428	71,976,474	72,000,000

Annex-HYD3 [Para: 4.5.1.10]: Non-imposition of liquidated damages

[Amount in Rs.]

District Council Badin(AIR Para: 5)								
Sr. No.	Description of Works	Duration of Work	Name of Contractors	Work Order # &Date	Stipulated Date of Completion	Contract Amount	Status of Work as on 30-06-24	Liquidated Damages # 5%
1	Construction of A Type Surface Drain at Chandia Muhalla UC # 03 (Manik Laghari) District Badin	06 Months	Zulfiqar Ali Bhatti	194/ 09.05.23	17-11-23	1,812,302	W.I.P	90,615
2	Construction of CC Block at Gulab Laghari City to PPHI Hospital, Construction of Culverts at Gulab Laghari UC # 03 District Badin	-do-	Zulfiqar Ali Bhatti	195/ 09.05.23	17-11-23	2,504,450	W.I.P	125,222
3	Construction of Bridge at Murad Wah down at RD-81 village Nazar Muhammad Phalkaro & 02 Culverts at village Ahmed Khan Rind Deh Khari &Wali Muhammad Laghari UC # 05 (Allah Dino Sarewal)District Badin	-do-	Younis Bhumbhro	196/ 09.05.23	17-11-23	2,526,367	W.I.P	126,318
5	Construction of Brick Pavement at village Manzoor Makkan Jarwar Muhammad Saleem Junejo Wahid Dino Jakhro Ali Nawaz Junejo Abdul Haq Bhugri Jan Muhammad Jarwar Chetan Parmar Colony Dhani Bux Jarwar, Patel Pir Bux Mnganhar UC # 11 BudhoQambrani District Badin	-do-	Abdul Mujahid	198/ 09.05.23	17-11-23	2,989,377	W.I.P	149,469
8	Construction of Brick Pavement Deh Khanoth, Deh Golari, Saeedpur, Dato Jamali, Deh Dabgiro UC # 17 (Wasi Adal) District Badin	-do-	Khatti Brothers	201/ 09.05.23	17-11-23	2,500,226	W.I.P	125,011

[Amount in Rs.]

District Council Badin(AIR Para: 5)								
Sr. No.	Description of Works	Duration of Work	Name of Contractors	Work Order # &Date	Stipulated Date of Completion	Contract Amount	Status of Work as on 30-06-24	Liquidated Damages # 5%
13	Construction of Brick Pavement at village Saleh Gujar Muhalla Rasool Bux & Culvert village Gul Muhammad Ahmadani & Village Bismallahpur UC # 30 (Olya Jarkas) District Badin	-do-	Sonu Builder	208/ 15.05.23	22-11-23	1,772,858	W.I.P	88,643
14	Construction of Brick Pavement at village Sher Muhammad Miano & Village Ishaque Kaloi Deh Dabri UC # 31 (Pir Bodlo) District Badin	-do-	Abdul Latif Construction Co	209/ 15.05.23	22-11-23	1,805,851	W.I.P	90,292
15	Construction of CC Street at village Signal Chak Deh Akhor UC # 31 (Pir Bodlo) District Badin	-do-	Abdul Latif Construction Co	210/ 15.05.23	22-11-23	1,815,900	W.I.P	90,795
16	Construction of Brick Pavement at Village Mastar Allah Bachayo Mallah, Master Ahmed Soomro, village Allah Bachayo Parho Aamir Pathan, village Panjab Chak & Abdul Jabbar Malang & LSR Water Tank & Pipe UC # 31 (Pir Bodlo) District Badin	-do-	Abdul Latif Construction Co	211/ 15.05.23	22-11-23	2,634,309	W.I.P	131,715
17	Construction of Brick Pavement at Village Khalifo Muhammad Hashim Laghari, village Muhammad Khan Laghari, Deh Khadi Aadat, Deh Gaheji, & Water Course Culvert at Deh Unarki Village Muhammad Khan Laghari UC # 32 (Khalifo Qasim) District Badin	-do-	Sonu Builder	212/ 15.05.23	22-11-23	2,486,149	W.I.P	124,307
19	Construction of Brick Pavement at village Ali Turk, Babar Rebari,	-do-	Sonu Builder	214/ 15.05.23	22-11-23	1,852,154	W.I.P	92,608

[Amount in Rs.]

District Council Badin(AIR Para: 5)								
Sr. No.	Description of Works	Duration of Work	Name of Contractors	Work Order # &Date	Stipulated Date of Completion	Contract Amount	Status of Work as on 30-06-24	Liquidated Damages # 5%
	Tulsi Kolhi , Ali Nawaz Rind,UC # 32 Khalifo Qasim							
21	Construction of Culvert at village Sono Rebari, Umar Jamali , Nehro Rebari, Farman Gujar, Ali Rind , Sono Rind, Saleh Shah, MianJi Usman Mallah,Misri Lund UC # 38 (Sarang Fakir) District Badin	-do-	Jeelani& Co	216/ 15.05.23	22-11-23	2,497,433	W.I.P	124,872
23	Construction of Bridge over Mehrab Wah Opposite village Salah Nuhrio& Brick Pavement at village Salah Nuhrio UC # 42 Muhammad Khan Bhugri	-do-	Amjad Ali Abro	218/ 15.05.23	22-11-23	1,787,412	W.I.P	89,371
24	Construction of CC Street at village Haji Muhammad Booher& Construction of Water Pond village Muhammad Ramzan Mallah UC # 46 Abdullah Shah District Badin	-do-		219/ 15.05.23	22-11-23	2,481,376	W.I.P	124,069
29	Construction of 07 Nos Culverts, Two Culverts at Allah Bachayo Mahair, Two culverts Makhani Korejo, Two culverts at Missary Mandhro, Muhammad Bux Diang, (Fateh Shah) UC # 52 (Seerani) District Badin	-do-	J.K & Company	224/ 15.05.23	22-11-23	1,819,746	W.I.P	90,987
30	Construction of Brick Pavement at village Abdul Karim Babar & Culvert 01 on Water Course at village Abdul Waheed Arain UC # 55 (Kario Ghanwar) District Badin	-do-	Shahid Builders	225/ 15.05.23	22-11-23	2,487,054	W.I.P	124,353

[Amount in Rs.]

District Council Badin(AIR Para: 5)								
Sr. No.	Description of Works	Duration of Work	Name of Contractors	Work Order # &Date	Stipulated Date of Completion	Contract Amount	Status of Work as on 30-06-24	Liquidated Damages # 5%
31	Construction of Brick Pavement at village Haji Muhammad Turk, Haji Adam Khaskheli, Mehar Lashari, Deh Gharo Sikandar Samejo, Nale Mitho Shaikh Deh Shekhano, Ratno Kolhi, Deh Akai RamchandKolhi, Kodo Kolhi, Muhammad BachalJunejo& Construction 01 No Culvert at village Ram Chand Kolhi UC # 56 (Gharo) District Badin	-do-	Shahid Builders	226/ 15.05.23 W.I.P	22-11-23	2,489,946	W.I.P	124,497
32	Construction of Brick pavement at village Chandar Kolhi, village Sukhyo Kolhi, village Mangho Kolhi & 04 No Culvertvillage Allah Rakhyo Lashari, Geo Kolhi, Geno Kolhi, Megho Kolhi UC # 56 (Gharo)District Badin	-do-	Shahid Builders	227/ W.I.P 15.05.23	22-11-23	1,788,661	W.I.P	89,433
33	Construction of 02 Pucca Water Pondat village Rabo Jamali, Water Pond at village Tahir Qureshi Chak No.13 UC # 62(Ahmed Rajo)District Badin	-do-	Khatti Brothers	228/ 15.05.23	22-11-23	2,826,685	W.I.P	141,334
37	Construction of 11 Culverts at various villages UC # 08 (Halepota) District Badin	-do-	Abdul Mujahid	232/ 15.05.23	22-11-23	2,868,256	W.I.P	143,413
38	Construction of 10 Culverts at various villages UC#06(Ghulam Shah Lighari) District Badin	-do-	Abdul Mujahid	233/ 15.05.23	22-11-23	2,611,008	W.I.P	130,550
Total						48,357,520	-	2,417,874

Annex-HYD4 [Para: 4.5.1.12]: Loss due to award of auction of advertisement tax at lower rates

[Rs. in Million]

Hyderabad Municipal Corporation (HMC) Hyderabad (AIR Para: 11)					
Award of contract at reduce rates instead of at official bid					
Description of Collection Rights Auctioned	Name of Contractor	Possession Order	Contract Amount	Official Bid	Difference [Loss]
Advertisement tax (Excluding Hoardings & Pylons)	M/S M. Arif	2022/2023 24-10-23	32.600	62.400	29.800

Non-obtaining performance security form successful bidder				
Description of Collection Rights	Period of Contract	Name of Contractor	Contract Amount	Performance Security @ 10%
Advertisement tax (Excluding Hoardings & Pylons)	2023-24	M/S M. Arif	32.600	3.260
Total			32.600	3.260

Non-collection of Taxes					
Sr. No.	Description of Collection Rights Auctioned	Name of Contractors	Bid Approved	Sales Tax on Auctioneer Services @ 10%	Advance Income Tax @ 10% [Paid Rs2.260]
1	Advertisement tax (Excluding Hoardings & Pylons)	M/S M. Arif	32.600	3.260	1.000
Total			32.600	4.260	

Annex-HYD5 [Para: 4.5.3.3]: Non-revision of rent of property at fair value

Sr. No.4 Municipal Committee Khairpur Nathan Shah				
Sr. No.	Detail of Shops	Location	Monthly Rent	Amount in Rupees
1	1	Juma Khan Shopping Center	500	6,000
2	2		500	6,000
3	3		500	6,000
4	4		500	6,000
5	5		500	6,000
6	6		500	6,000
7	7		500	6,000
8	8		500	6,000
9	9		500	6,000
10	10		500	6,000
11	11		500	6,000
12	12		500	6,000
13	13		500	6,000
14	14		500	6,000
15	15		500	6,000
16	16		500	6,000
17	17		500	6,000
18	18		500	6,000
19	19		500	6,000
20	1	Shakhi .M. Shah	500	6,000
21	2		500	6,000
22	3		500	6,000
23	4		500	6,000
24	5		500	6,000
25	6		500	6,000
26	7		500	6,000
27	8		500	6,000
28	9		500	6,000
29	10		500	6,000
30	11		500	6,000
31	12		500	6,000
32	13		500	6,000
33	1	Primary School Shopping Center	265	3,180
34	2		265	3,180
35	3		265	3,180
36	4		265	3,180
37	1	Bus Stop Shopping Center	450	5,400
38	2		450	5,400
39	3		450	5,400
40	4		375	4,500
41	5		375	4,500
42	6		450	5,400
43	7		350	4,200

Sr. No.4 Municipal Committee Khairpur Nathan Shah				
Sr. No.	Detail of Shops	Location	Monthly Rent	Amount in Rupees
44	8		350	4,200
45	9		325	3,900
46	10		-	-
47	11		450	5,400
48	12		325	3,900
49	13		325	3,900
50	14		450	5,400
51	15		500	6,000
52	16		265	3,180
53	17		265	3,180
54	18		165	1,980
55	19		-	-
56	20		600	7,200
57	21		245	2,940
58	22		165	1,980
59	23		165	1,980
60	1	Sayed Murtaza Shah Shopping Center	450	5,400
61	2		500	6,000
62	3		500	6,000
63	4		500	6,000
64	5		100	1,200
65	1	Sayed Masri Shah Shopping Center	588	7,056
66	2		500	6,000
67	3		500	6,000
68	4		400	4,800
69	1	Zulfiqar Ali Bhutto Shopping Center	200	2,400
70	2		200	2,400
71	3		300	3,600
72	4		200	2,400
73	5		200	2,400
74	6		200	2,400
75	7		200	2,400
76	8		200	2,400
77	9		200	2,400
78	10		500	6,000
79	11		200	2,400
80	1	Sabzi Market Shopping Center	225	2,700
81	2		200	2,400
82	3		200	2,400
83	4		200	2,400
84	5		200	2,400
85	6		200	2,400
86	7		200	2,400
87	8		250	3,000
88	9		200	2,400

Sr. No.4 Municipal Committee Khairpur Nathan Shah				
Sr. No.	Detail of Shops	Location	Monthly Rent	Amount in Rupees
89	10		200	2,400
90	11		200	2,400
91	12		200	2,400
92	13		200	2,400
93	14		200	2,400
94	15		300	3,600
95	16		200	2,400
96	17		265	3,180
97	18		200	2,400
98	19		200	2,400
99	20		200	2,400
100	21		125	1,500
101	22		200	2,400
102	23		250	3,000
103	24		300	3,600
104	25		200	2,400
105	1	Shahi Bazar Shopping Center	288	3,456
106	2		350	4,200
107	3		350	4,200
108	4		350	4,200
109	5		350	4,200
110	6		350	4,200
111	7		350	4,200
112	8		350	4,200
113	9		265	3,180
114	10		450	5,400
115	1	Trangale Shopping Center	410	4,920
116	2		410	4,920
117	3		350	4,200
118	4		350	4,200
119	5		350	4,200
120	6		265	3,180
121	7		265	3,180
122	8		350	4,200
123	9		265	3,180
124	1	New Bazar Shopping Center	265	3,180
125	2		265	3,180
126	3		265	3,180
127	4		265	3,180
128	5		1,500	18,000
129	6		265	3,180
130	7		265	3,180
131	8		265	3,180
132	9		265	3,180
133	10		265	3,180

Sr. No.4 Municipal Committee Khairpur Nathan Shah				
Sr. No.	Detail of Shops	Location	Monthly Rent	Amount in Rupees
134	11	Meat Mart: Shopping Center	265	3,180
135	12		265	3,180
136	1		100	1,200
137	2		100	1,200
138	3		100	1,200
Total			47,691	572,292
Rent for 2017 (10% Annual Increase)			52,460	629,521
Rent for 2018 (10% Annual Increase)			57,706	692,473
Rent for 2019 (10% Annual Increase)			63,477	761,721
Rent for 2020 (10% Annual Increase)			69,824	837,893
Rent for 2021 (10% Annual Increase)			76,807	921,682
Rent for 2022 (10% Annual Increase)			84,488	1,013,850
Rent for 2023 (10% Annual Increase)			92,936	1,115,235
Loss to Council (Approximately)			45,245	542,943

Sr. No.5 Municipal Committee Badin				
Shop No.	Name of Tenants	Location of Shops	Monthly Rent	Amount in Rupees
1	Yousifs/o Mohib	Auid-e-Azam road	1,200	14,400
2	Late Haji Shafi		1,200	14,400
3	M. Qasim		1,200	14,400
4	M. Mubarak		1,200	14,400
5	Late Haji Shafi		1,200	14,400
6	M. Soomar		1,200	14,400
7	Mubashar		1,350	16,200
8	M. Soomar		1,200	14,400
9	M. Yaqoob		1,200	14,400
10	Tooqer Ahmed		1,500	18,000
11	M. Azhar		1,200	14,400
12	M. Azhar		1,200	14,400
13	Yousif Mohib		1,200	14,400
14	M. Soomar		1,200	14,400
15	M. Nawaz		1,200	14,400
16	Shahnawaz		1,200	14,400
17	M. Yaqoob		1,200	14,400
18	M. Yaqoob		1,200	14,400
19	Saif-ul-Rehman		1,200	14,400
20	M. Juman		1,200	14,400
21	Uzair Ahmed		1,200	14,400
22	Riaz Ahmed		1,200	14,400
23	Ayoub Rahim Dino		1,200	14,400
24	Niaz Ahmed		1,200	14,400
25	Anwar Ali Ramzan		1,200	14,400
26	M. Ismail		1,200	14,400

Sr. No.5 Municipal Committee Badin				
Shop No.	Name of Tenants	Location of Shops	Monthly Rent	Amount in Rupees
27	Ali Akbar s/o Ghulam Hussain		1,200	14,400
28	Ali Akbar s/o Ghulam Hussain		1,200	14,400
29	Noor Ahmed s/o Muhammad		1,200	14,400
30	Raziq Dino		1,200	14,400
31	M. Saleh		1,200	14,400
32	Ghulam Hussain		1,200	14,400
33	Rab Dino s/o Mubarak		1,200	14,400
34	Rab Nawaz		1,200	14,400
35	Mazhar Panhwar	Mehran Chowk	1,500	18,000
36	Akther Hussain Khuwaja		1,500	18,000
37	Akther Hussain Khuwaja		1,500	18,000
38	M. Hashim Pathan		1,800	21,600
39	Abdul Aziz		1,650	19,800
40	Choudhry M. Sadique		1,500	18,000
41	Late Abdul Qudoos		1,500	18,000
42	Nadeem s/o Malik Mehmood		1,700	20,400
43	Hafiz SodoJat		1,650	19,800
44	Mazhar Shah Muhammad		1,500	18,000
45	Hazrat Ali		1,500	18,000
46	M. Iqbal		1,950	23,400
47	Hazrat Ali		1,950	23,400
48	Basher Ahmed Samoon		1,800	21,600
49	Basher Ahmed		1,800	21,600
50	Rsheed Ahmed		1,650	19,800
51	Late M. Ramzan Khan		1,500	18,000
52	Mazhar Panhwar		1,800	21,600
53	Abdul Aziz		1,800	21,600
54	Late M. Hashim Hajam		1,500	18,000
55	Mazhar Panhwar		1,350	16,200
56	M. Hassan Memon		1,650	19,800
57	Saleem Aziz		900	10,800
58	Abdul Qassem		1,650	19,800
59	Abdul Qasem / Abdul Raheem		1,800	21,600
60	Abdul Majeed Memon		1,950	23,400
61	Murtaza / M. Saleem Memon		1,650	19,800
62	Ghazi Khan / M. Khan		2,000	24,000
63	Hayatullah		1,800	21,600
64	Shahzad M. Saleh		2,115	25,380
65	Hassan Raza Khuwaja		1,800	21,600
66	Akram Shaikh		1,875	22,500
67	Basheer Ahmed Samoon		1,350	16,200
68	Nojawaz Sangat		900	10,800
69	Al-Friend Club		600	7,200
70	Akbar Khan Pathan		600	7,200
71	Hazrat Ali		600	7,200

Sr. No.5 Municipal Committee Badin				
Shop No.	Name of Tenants	Location of Shops	Monthly Rent	Amount in Rupees
72	M. Hanif Soomro	Shahi Bazar	600	7,200
73	Late Haji M. Memon		600	7,200
74	Late Haji Saoud Memon		600	7,200
75	Late Haji Ismail Memon		600	7,200
76	Late M. Urs Memon		450	5,400
77	Mukhtiar Ahmed		600	7,200
78	M. Mubarak Soomro		660	7,920
79	Tarique Memon		700	8,400
80	Late Haji Juman Memon		300	3,600
81	Late Haji Juman Memon		300	3,600
82	Mukhtiar Ahmed		600	7,200
83	Mukhtiar Ahmed		600	7,200
84	M. Saeed		900	10,800
				-
85	Burhan Abdul Jabbar Memon		900	10,800
86	Nadeem		300	3,600
87	Naveed		300	3,600
88	Abdul Hakeem		300	3,600
89	M. Qasim Soomro		700	8,400
90	Yousif Soomar Memon		600	7,200
91	Abdul Wahab Memon		1,050	12,600
92	Muhammad Saleh Memon		360	4,320
93	Late Haji M. Memon		300	3,600
94	Babu Meghwar		300	3,600
95	Late Kichro Mall		300	3,600
96	Kirshan Mall		300	3,600
97	Megho		300	3,600
98	Manji Mal		300	3,600
99	Late Dayo Mall		300	3,600
100	M. Uris Soormo		780	9,360
101	Late Muhammad s/o Yousif Soomro		600	7,200
102	Sheraz s/o M. Saleh		700	8,400
103	Muslim s/o Anwar		450	5,400
104	Ramzan s/o Jan Mohd:		720	8,640
105	Sheraz s/o M. Saleh		600	7,200
106	Zulfiqar Memon		1,200	14,400
107	G. Hussain Soomro		600	7,200
108	Mehmood Abdullah		600	7,200
109	Aslam Abbasi		300	3,600
				-
110	Arshad Nane Khan		1,200	14,400
111	Karim Bux Soormo		300	3,600
112	Late M. Moosa Memon		300	3,600
113	Late Hussain Yar Mohd		450	5,400

Sr. No.5 Municipal Committee Badin				
Shop No.	Name of Tenants	Location of Shops	Monthly Rent	Amount in Rupees
114	M. Bachal		450	5,400
115	Qazi Abdul Jabbar		450	5,400
116	Haji Abu Talib		450	5,400
117	Allah Dino Soomro		450	5,400
118	M. Siddique Soomro		450	5,400
119	M. Umar		450	5,400
120	M. Umar		450	5,400
121	Haji Abdullah Soomro		450	5,400
122	Late Haji Siddique		450	5,400
123	M. Juman		450	5,400
124	Late M. Suleman		450	5,400
125	Late M. Ibrahim Wadho		300	3,600
126	Haji Mubark Soomro		450	5,400
127	Late Photo Sheedi		200	2,400
128	Aijaz Rice Mill		1,500	18,000
129	M. Usman / M. Hanif		600	7,200
130	M. Juman s/o Mohib		1,500	18,000
131	Noor Muhammad Memon		900	10,800
132	Ameerullah Pathan		1,800	21,600
133	Aroo Achar		750	9,000
134	M. Ramzan Mallah		750	9,000
135	Late Choto Khan		750	9,000
136	Ishaque Khatti		600	7,200
137	Late M. Fazil Pathan		1,500	18,000
138	Niaz Memon		1,650	19,800
139	Niaz Memon		1,650	19,800
140	Niaz Memon		1,650	19,800
141	Jhangeer Korai		1,800	21,600
142	Piar Ali Khuwaja		1,500	18,000
143	Ghulam Mustafa Khatti		1,500	18,000
144	Ghulam Mustafa hatti		1,650	19,800
145	M. Hassan Mallah		1,500	18,000
146	M. Hasil Junejo		450	5,400
147	Haji Abdullah Memon		450	5,400
148	Mir Muhammad Soomro		450	5,400
149	Haji Abdullah Soomro		450	5,400
150	M. Hanif Channa		450	5,400
151	Khalil Haji Ramzan Memon		450	5,400
152	Haji Amin Soomro		450	5,400
153	Anwar Ismail Soomro		450	5,400
154	Babar Zaman		450	5,400
155	Vikyo Dano		450	5,400
156	Haji Gull Muhammad		450	5,400
157	M. Ramzan Memon		450	5,400
158	Haji Ahmed Umar Soomro		450	5,400

Sr. No.5 Municipal Committee Badin				
Shop No.	Name of Tenants	Location of Shops	Monthly Rent	Amount in Rupees
159	M. Hashim Mandhro		600	7,200
160	M. Hashim Mandhro		450	5,400
161	Haji Siddique Memon		450	5,400
162	Anwar Ahmed / Pir Nakeeb		450	5,400
163	Late Mir Shah Jhan		450	5,400
164	Late Maqbool Ahmed		450	5,400
165	Late Maqbool Ahmed		450	5,400
166	M. Aslam Khaskheli		450	5,400
167	Haji Abu Talib Soomro		450	5,400
168	M. Rahim Udhejo		450	5,400
169	Shahzeen Memon		450	5,400
170	Sikiladho Mandhro		450	5,400
171	Haji Abdullah Gopang		450	5,400
172	M. Suleman Soomro		450	5,400
				-
173	Abdul Wali		600	7,200
174	Altaf Hussain Memon		450	5,400
175	Abdullah Soomro		450	5,400
176	Abdul Ali Gopang		450	5,400
177	Abdul Qadar Rahimo		450	5,400
178	M. Ismail Rahimo		450	5,400
179	Abdul Qadar Gopang		450	5,400
180	Adam Usman		450	5,400
181	Rasool Bux Jamali		450	5,400
182	Abdul Qadar Memon		450	5,400
183	Khan Muhammad Chandio		450	5,400
184	Ali Ahmed Jokhio		450	5,400
185	Haji Iqbal Memon	Qazai Wah	450	5,400
186	Ayoub Haji Muhammad Memon		450	5,400
187	M. Aslam Memon		450	5,400
188	Zahid Iqbal Pathan		450	5,400
189	Naganr Khan Nohrio		450	5,400
190	M. Hassan Memon		450	5,400
191	Mehmood Abdullah Soomro		450	5,400
192	Ahsan Abbas Soomro		450	5,400
193	Mistri Yaseen		2,100	25,200
194	M. Ishaque Chandio		2,100	25,200
195	Haji Muhammad Lakhadino Soomro		2,100	25,200
196	Mumtaz Ali		500	6,000
197	Mumtaz Ali		500	6,000
198	Anas Raza		500	6,000
199	Anas Raza		500	6,000
200	Muhammad Ahsan	Golarchi road	500	6,000
201	Muhammad Ahsan		500	6,000

Sr. No.5 Municipal Committee Badin				
Shop No.	Name of Tenants	Location of Shops	Monthly Rent	Amount in Rupees
202	Burhan Memon		500	6,000
203	Manzoor Ahmed Chandio		500	6,000
204	Rabnawaz Khaskheli		600	7,200
205	Babu Bhaia Ram		300	3,600
Total Rent of Shops (Monthly/Annual)			183,910	2,206,920
Rent for 2016 (10% Annual Increase)			220,692	2,427,612
Rent for 2017 (10% Annual Increase)			242,761	2,670,373
Rent for 2018 (10% Annual Increase)			267,037	2,937,411
Rent for 2019 (10% Annual Increase)			293,741	3,231,152
Rent for 2020 (10% Annual Increase)			323,115	3,554,267
Rent for 2021 (10% Annual Increase)			355,427	3,909,694
Rent for 2022 (10% Annual Increase)			390,969	4,300,663
Rent for 2023 (10% Annual Increase)			430,066	4,730,729
Loss to Council (Approximately)			246,156	2,523,809

Sr. No.6 Town Committee Bhit Shah				
Sr. No.	Details of Shop	Name of Tenants	Rent Per Month	Amount in Rupees
1	Near Tambora	Zawar Shahmor	240	2,880
2		Syed Qasim Ali Shah	75	900
3		Jamshed Ahmed	120	1,440
4		Mazhar Khan	240	2,880
5		M Ashraf	120	1,440
6		Ahmed Khan	120	1,440
7		Mangat Ali	180	2,160
8		Imdad Ali	120	1,440
9		Muhammad Nadeem	120	1,440
10		Muhammad Nadeem	120	1,440
11		Muhammad Tariq	120	1,440
12		Muhammad Ibrahim	120	1,440
13		Abdul Sattar	120	1,440
14		Lonio Mal	180	2,160
15		Pervaiz Mehdi	120	1,440
16		Muhammad Rafique	50	600
17		Sahib Dino	120	1,440
18		Dhani Bux	120	1,440
19		Muhammad Rafique	50	600
20	Shahi Bazar & Dargah Chadhi	Haji Muhammad Hussain	1710	20,520
21		Muhammad Ismail	120	1,440
22		Riaz Ahmed	190	2,280
23		Sanjay Kumar	1500	18,000
24		Amir Aziz	180	2,160
25		Rasool Bux	300	3,600

Sr. No.6 Town CommitteeBhit Shah				
Sr. No.	Details of Shop	Name of Tenants	Rent Per Month	Amount in Rupees
26		Mehboob Ali	60	720
27		Muhammad Nadeem	1080	12,960
28		Seetal Das	100	1,200
29		Muhammad Aqil	90	1,080
30		Ahmed Khan	120	1,440
31		Ghulam Rasool	120	1,440
32		Aslam	180	2,160
33		Mehboob Ali	100	1,200
34		Ramesh Kumar	195	2,340
35		Imm Bux	210	2,520
36		Liar Mal	120	1,440
37		Ghulam Hyder	105	1,260
38		Dr. Jawad Hussain Shah	105	1,260
39		Dr. Ghulam Abbas Shaikh	105	1,260
40		Wadero Moula Bux	105	1,260
41		Gul Hassan	75	900
42	Allah Chowk Centre Waro Shops	Ghulam Shabir	660	7,920
43		Akhter Ali	445	5,340
44		Zahid Hussain	500	6,000
45		Jodho Mal	435	5,220
46		Ashwar Das	480	5,760
47		Pervaiz Ahmed	435	5,220
48		Munir Ahmed	435	5,220
49		Shafiq Ahmed	120	1,440
50		Muhammad Saleem	120	1,440
51		Bashir Ahmed	120	1,440
52		Faqeer Zafar Ali	500	6,000
Total				162,900

Sr. No.7 Municipal Committee Kotri				
Sr. No.	Name of Tenant	Shop No.	Address of Property	Amount in Rupees (Monthly)
1	Islamuddin	4	Bagh Road	2,000
2	Nadeem Nizamuddin	5		2,000
3	Zulfiquar Muhammad Hassan	6		2,000
4	Aijaz Muhammad Ashraf	7		2,000
5	Rehmat Ali Bundu Khan	8		2,000
6	Raffat Ali	9		2,000
7	Raffat Ali	10		2,000

Sr. No.7 Municipal Committee Kotri				
Sr. No.	Name of Tenant	Shop No.	Address of Property	Amount in Rupees (Monthly)
8	Muhammad Mustafa	10-A	Liaquat Road	3,000
9	Abdul Sattar	10-B		3,000
10	Absar-ul-Haq	12		3,000
11	Ramzan Genda	13		3,000
12	Giano Mal	14		2,000
13	Muhammad Sharif M. Ishaq	1		3,000
14	Muhammad Saeed	2		3,000
15	Abdul Waheed	3		3,000
16	Abdul Rasheed Moola Bux	4		3,000
17	Gul Sher Najabuddin	5		3,000
18	Sameeullah Khan	6		3,000
19	Abdul Hafeez	7		3,000
20	Ikhlaq Ahmed	8		3,000
21	Muhammad Rafique	9		3,000
22	Haji Abdul Raheem	10		3,000
23	Abdul Ghafoor Muhammad Hafeez	1		3,000
24	Muhammad Haji Abdul Majeed	2		3,000
25	Ghulam Muhammad Mehtab	3		3,000
26	Muhammad Siddique	4		3,000
27	Shabbir Ahmed	5		3,000
28	Muhammad Fazil	6		3,000
29	Muhammad Ibrahim Shaikh	7		3,000
30	Muhammad Khan M. Sher Khan	8		3,000
31	Ibrahim Shaikh Abdul Raheem	9		3,000
32	Muhammad Zahid Wilayat Khan	10		3,000
33	Rafiuddin Allauddin	1	Bagh Road	2,000
34	Jameel Ahmed	2		2,000
35	Akbar Islamuddin	3		2,000
36	Allahdino Ghulam Hyder	4		2,000
37	Abdul Kareem Abdul Habib	5		2,000
38	Abdul Hameed M. Ismail	6		2,000
39	Samandar Khan Jahangir Khan	7		2,000
40	Muhammad Mirza Shoro	8		2,000
41	Muhammad Sulleman	9		2,000
42	Habib ur Rehman	10		2,000
43	Shahbuddin	1	Meat Market	2,000
44	Mehboob Khan	1-A		2,000
45	Wafati	2		2,000
46	Ikramuddin	2-A		2,000
47	Abdul Shakoor	3		2,000
48	Muhammad Haji Nannhe Khan	3-A		2,000
49	Fazal Haji Nannhe Khan	4		2,000
50	Muhammad Haroon	4-A		2,000

Sr. No.7 Municipal Committee Kotri				
Sr. No.	Name of Tenant	Shop No.	Address of Property	Amount in Rupees (Monthly)
51	Chuttan Haji Nannhe Khan	5		2,000
52	Muhammad Usman	5-A		2,000
53	Muhammad Barkat Wafati	6		2,000
54	Ramzan Qamaruddin	6-A		2,000
55	Abdul Ghafoor	1	Mutton Market	2,000
56	Abdul Ghafoor	2		2,000
57	Badaruddin	3		2,000
58	Ghulam Hyder	4		2,000
59	Pir Bux Gul Muhammad	5		2,000
60	Aarab Allah Bachayo	6		2,000
61	Jummo Ismail	1		2,000
62	Jan Muhammad	2		2,000
63	Imamuddin	3		2,000
64	Hamzo Mevo	4		2,000
65	Muhammad Siddique	5		2,000
66	Bhagru Mal Kheman	6		2,000
67	Khair Muhammad	1	Bagh Road	2,000
68	Israr Hassan Ali Hassan	2		2,000
69	Bhoju Mal Ghanshamdas	3		2,000
70	Sharfuddin	4		2,000
71	Muhammad Ismail	5		2,000
72	Nathu Mal Bhoju Mal	6		2,000
73	Abdul Habib	7		2,000
74	Habib ur Rehman	8		2,000
75	Nazeer Ahmed Noor Ahmed	9		2,000
76	Leela Ram Teerathdas	10		2,000
77	Abdul Mateen	11	Veg. Market	2,000
78	Muhammad Imran	12		2,000
79	Abdul Rehman	13		2,000
80	Abdul Jaleel Wazeer Muhammad	14		2,000
81	Abdul Rasheed Abdul Jaleel	15		2,000
82	Bhuju Mal Ghanshamdas	16		2,000
83	Hoondul Mal	17		2,000
84	Wishandas	18		2,000
85	Muhammad Ashraf	19		2,000
86	Muhammad Raheem	20		2,000
87	Amir Shah	21		2,000
88	Abdul Hafeez	1	Hospital Road	2,000
89	Abdul Hameed Majeed	2		2,000
90	Abdul Fareed	3		2,000
91	Shafiq Ahmed	4		2,000
92	Muhammad Anwar Azeem	5		2,000
93	Mashooq Ali	6		2,000

Sr. No.7 Municipal Committee Kotri				
Sr. No.	Name of Tenant	Shop No.	Address of Property	Amount in Rupees (Monthly)
94	Iftikhar Ahmed	7		2,000
95	Jan Muhammad	8		2,000
96	Badal Khan	9		2,000
97	Muhammad Shareef	10		2,000
98	Abdul Rasheed Muhammad Saeed	11		2,000
99	Diyaldas	12		2,000
100	Sub-Circle Office Anti-Corruption, Kotri	2	Water Supply	2,000
101	Sub-Registrar Office, Kotri	3	Municipal Old	2,000
102	Abdul Ghani	2		2,000
103	Abdul Aziz	4		2,000
104	Faheemuddin	5		2,000
105	Ghulam Mustafa	6		2,000
106	Muhammad Naeem	7		2,000
107	Muhammad Urs	1	Municipal Centre	3,000
108	Qadir Bux	2		3,000
109	Kewal Ram	3		3,000
110	Muhammad Haneef	4		3,000
111	Muhammad Khan M. Sher Khan	5		3,000
112	Wajehuddin	6		3,000
113	Syed Ameer Shah	7		3,000
114	Shafi Muhammad Dadu Shoro	8		3,000
115	Muhammad Saleem Abdul Habib	9		3,000
116	Haji Ahmed	1	Ghani Centre	3,000
117	Muhammad Hussain	2		3,000
118	Ghulam Muhammad Mehtab	3		3,000
119	Muhammad Yousuf	4		2,000
120	Muhammad Hussain	5		2,000
121	Ahmed Ibrahim	6		2,000
122	Haji Muhammad	7		2,000
123	Muhammad Siddiq	8		2,000
124	Muhammad Farooq	9		2,000
125	Saleemuddin	10		2,000
126	Mst. Noor Bibi	11		2,000
127	Muhammad Aslam	12		2,000
128	Muhammad Jawaaid	13		2,000
129	Abdul Saleem	14		2,000
130	Abdul Ghafoor	15		2,000
131	Rasheed Ahmed	16		2,000
132	Muhammad Ashraf	17		2,000
133	Zahir Khan	18		2,000
134	Raees Ahmed	19		2,000
135	Muhammad Saeed	20		2,000
136	Dad Muhammad Khan	21		2,000

Sr. No.7 Municipal Committee Kotri				
Sr. No.	Name of Tenant	Shop No.	Address of Property	Amount in Rupees (Monthly)
137	Alam Khan	22		2,000
138	Abdul Aleem	23		2,000
139	Mst. Zareena	24		2,000
140	Muhammad Aslam	25		2,000
141	Muhammad Hussain	26		2,000
142	Asghar Ali	27		2,000
143	Muhammad Iqbal	28		2,000
144	Muhammad Younus	29		2,000
145	Khursheed Anwar	30		2,000
146	Abdul Rehman	31		2,000
147	Muhammad Younus Gohar Ali	32		Bagh Road
148	Bhag Chand Leela Ram	1	2,000	
149	Mst. Fareeda	2	2,000	
150	Muhammad Rafiq	3	2,000	
151	Abdul Hameed M. Azeem	4	2,000	
152	Mehboob Khan	5	2,000	
153	Abdul Shakoor	6	2,000	
154	Muhammad Aslam	7	2,000	
155	Riaz Ahmed	8	2,000	
156	Abdul Aziz	9	2,000	
157	Shafi Muhammad	10	2,000	
158	Jahangir	11	2,000	
159	Zulfiquar	12	2,000	
160	Shaikh Hafeez	13	2,000	
161	Dr. Sher Muhammad Shah	1	2,000	
162	Dr. Naheed Shah	2	2,000	
163	Dr. Ghulam Zohra	3	2,000	
164	Muhammad Babar	4	2,000	
165	Abdul Sattar	5	2,000	
166	Khair un Nisa	6	2,000	
167	Qamaruddin	7	2,000	
168	Muhammad Suleman	8	2,000	
169	Ahmed Muhammad	9	2,000	
170	Sualeh Muhammad	10	2,000	
171	Muhammad Haneef	11	2,000	
172	Abdul Razzaq	12	Hospital Road	2,000
173	Rupo Mal	13		2,000
174	Nisar Ali	14		2,000
Total				385,423

Sr. No.8 Municipal Committee Sehwan				
Sr. No.	Name of Tenants	Area/ Sqft		Amount in Rupees (Monthly)
1	Muhammad Saleem S/o M. Zaman Katohar	10X12	120	1,000
2	Safar Hussain S/o Gul Muhammad Abro	10X12	120	1,000
3	Wali Muhammad S/O Dodo Khan Birhamani	10X12	120	1,000
4	Muhammad Aslam S/o Ghulam Qadir Solangi	10X12	120	1,000
5	Feroz Ahmed S/o Muhammad Ismail Sahito	10X12	120	1,000
6	Feroz Ahmed S/o Muhammad Ismail Sahito	10X12	120	1,000
7	Feroz Ahmed S/o Muhammad Ismail Sahito	10X12	120	1,000
8	Imran Khan S/o Mushuqallah	10X12	120	1,000
9	Imran Khan S/o Mushuqallah	10X12	120	1,000
10	Sher Muhammad S/o Shafi Muhammad Panhwar	10X12	120	1,000
11	Sher Muhammad S/o Shafi Muhammad Panhwar	10X12	120	1,000
12	Asif Ali Raza S/o Feroz Ahmed Sahito	10X12	120	1,000
13	Safar Hussain S/o Gul Muhammad Abro	10X12	120	1,000
14	Safar Hussain S/o Gul Muhammad Abro	10X12	120	1,000
15	Muhammad Aslam S/o Ghulam Qadir Solangi	10X12	120	1,000
16	Muhammad Aslam S/o Ghulam Qadir Solangi	10X12	120	1,000
17	Mumtaz Ali S/o Gul Muhammad Abro	10X12	120	1,000
18	Noor Muhammad S/o Deen Muhammad	10X12	120	1,000
19	Sher Muhammad S/o Shafi Muhammad Panhwar	10X12	120	1,000
20	Sher Muhammad S/o Shafi Muhammad Panhwar	10X12	120	1,000
21	Sher Muhammad S/o Shafi Muhammad Panhwar	10X12	120	1,000
22	Umed Ali S/o Inayatullah Bhutto	10X12	120	1,000
23	Ghulam Qadir S/o Muhammad Ismail Solangi	10X12	120	1,000
24	Ghulam Qadir S/o Muhammad Ismail Solangi	10X12	120	1,000
25	Rizwanullah Bhutto S/o Inayatullah Bhutto	10X12	120	1,000
26	Haji Ghulam Hussain S/o Ahmed Khan Panhwar	10X12	120	1,000
27	Haji Ghulam Hussain S/o Ahmed Khan Panhwar	10X12	120	1,000
28	Haji Ghulam Hussain S/o Ahmed Khan Panhwar	10X12	120	1,000
29	Haji Ghulam Hussain S/o Ahmed Khan Panhwar	10X12	120	1,000
30	Haji Ghulam Hussain S/o Ahmed Khan Panhwar	10X12	120	1,000
31	Wali Muhammad S/o Dodo Khan Birhamani	10X12	120	1,000
32	Wali Muhammad S/O Dodo Khan Birhamani	10X12	120	1,000
33	Wali Muhammad S/O Dodo Khan Birhamani	10X12	120	1,000
34	Ghulam Nabi S/o Haji Khan Rahpoto	10X12	120	1,000
35	Ghulam Nabi S/o Haji Khan Rahpoto	10X12	120	1,000
36	Rizwan Ahmed Korejo S/o Kher Muhammad	10X12	120	1,000
37	Rizwan Ahmed Korejo S/o Kher Muhammad	10X12	120	1,000
38	Muhammad Khan S/o Noor Muhammad Panhwar	10X12	120	1,000
39	Talib Hussain S/o Noor Khan Jatoi	10X12	120	1,000
40	Karam Khan S/o Noor Khan Jatoi	10X12	120	1,000
41	Feroz Ahmed S/o Muhammad Ismail Sahito	10X12	120	1,000
42	Feroz Ahmed S/o Muhammad Ismail Sahito	10X12	120	1,000

Sr. No.8 Municipal Committee Sehwan				
Sr. No.	Name of Tenants	Area/ Sqft		Amount in Rupees (Monthly)
43	Rashid Ali S/o Khamiso Khan Solangi	10X12	120	1,000
44	Noor Ahmed S/o Haji Gulsher Panhwar	10X12	120	1,000
45	Noor Ahmed S/o Haji Gulsher Panhwar	10X12	120	1,000
46	Ghulam Qadir S/o Muhammad Isamil Solangi	10X12	120	1,000
47	Meer Muhammad S/o Yar Muhammad Korejo	10X12	120	1,000
48	Meer Muhammad S/o Yar Muhammad Korejo	10X12	120	1,000
49	Meer Muhammad S/o Yar Muhammad Korejo	10X12	120	1,000
50	Sikandar Ali S/o Muhammad Usman	10X12	120	1,000
51	Anwar Ali S/o Muhammad Usman Solangi	10X12	120	1,000
52	Mumtaz S/o Muhammad Suleman Panhwar	10X12	120	1,000
53	Sher Muhammad S/o Shafi Muhammad Panhwar	10X12	120	1,000
54	Sher Muhammad S/o Shafi Muhammad Panhwar	10X12	120	1,000
55	Parvez Ali S/o Dost Muhammad Lakho	10X12	120	1,000
56	Qurban Ali S/o Imam Din Solangi	10X12	120	1,000
57	Ghulam Qadir S/o Muhammad Isamil Solangi	10X12	120	1,000
58	Ghulam Qadir S/o Muhammad Isamil Solangi	10X12	120	1,000
59	Shahnawaz S/o Abdul Aziz Memon	10X12	120	1,000
60	Muhammad Ayoub S/o Muhammad Hassan Soomro	10X12	120	1,000
61	Muhammad Khan S/o Noor Muhammad Panhwar	10X12	120	1,000
62	Ghulam Hyder S/o Sikander Ali Katohar	10X12	120	1,000
63	Mazhar Ali S/o Din Muhammad Memon	10X12	120	1,000
64	Muhammad Haneef S/o M. Zaman Katohar	10X12	120	1,000
65	Muhammad Haneef S/o M. Zaman Katohar	10X12	120	1,000
66	Muhammad Saleem S/o M. Zaman Katohar	10X12	120	1,000
67	Baddar-ud- Din S/o Muhammad Hassan Otho	10X12	120	1,000
68	Baddar-ud- Din S/o Muhammad Hassan Otho	10X12	120	1,000
69	Feroz Ahmed S/o Muhammad Ismail Sahito	10X12	120	1,000
70	Muhammad Alam S/o Muhammad Rahpoto	10X12	120	1,000
71	Muhammad Alam S/o Muhammad Rahpoto	10X12	120	1,000
72	Muhammad Alam S/o Muhammad Rahpoto	10X12	120	1,000
73	Muhammad Alam S/o Muhammad Rahpoto	10X12	120	1,000
74	Muhammad Alam S/o Muhammad Rahpoto	10X12	120	1,000
75	Muhammad Juman S/o Gahi Khan Memon	10x15	150	1,000
76	Shahzad Ali Raza S/o Feroz Ahmed Sahito	10x15	150	1,000
77	Abu Bakar S/o Ghulam Hussain Panhwar	10x15	150	1,000
78	Zahid Hussain S/o Gul Muhammad Memon	15x15	225	1,000
79	Zahid Hussain S/o Gul Muhammad Memon	08x15	120	1,000
80	Haji Yar Muhammad S/o Dodo Khan Soomro	08x15	120	1,000
81	Haji Yar Muhammad S/o Dodo Khan Soomro	08x15	120	1,000
82	Mumtaz Ahmed S/o Suleman Panhwar	10x15	150	1,000
83	Abdul Hameed S/o Lal Bux Brohi	15x15	225	1,000
84	Gul Hassan S/o Lal Bux Brohi	15x15	225	1,000
85	Ghulam Hussain S/o Ahmed Khan Panhwar	10x15	150	1,000
86	Ghulam Hussain S/o Ahmed Khan Panhwar	10x15	150	1,000

Sr. No.8 Municipal Committee Sehwan				
Sr. No.	Name of Tenants	Area/ Sqft		Amount in Rupees (Monthly)
87	Din Muhammad S/o Hafiz Usman Soomro	10x15	150	1,000
88	Ghulam Hussain S/o Ahmed Khan Panhwar	10x15	150	1,000
89	Ghulam Shabir Birhamani S/o Doodo Khan	10x15	150	1,000
90	Farhan Hassan S/o Ahsan Ahmed Panhwar	30x40	1200	1,000
91	Ali Muhammad S/o Dhani Bux Otho	10x15	150	1,000
92	Ali Asghar S/o Din Muhammad Lashari	10x15	150	1,000
93	Ali Asghar S/o Din Muhammad Lashari	10x15	150	1,000
94	Ali Asghar S/o Din Muhammad Lashari	10x15	150	1,000
95	Ali Asghar S/o Din Muhammad Lashari	10x15	150	1,000
96	Haji Nizam-ud- Din S/o Ali Muhammad Otho	10x15	150	1,000
97	Shafi Muhammad S/o Wadhoo Faqir Panhwar	10x15	150	1,000
98	Muhammad Ramzan Suprio	10x10	100	1,000
99	Khameso Khan S/o Muhammad Ramzan Lashari	10x10	100	1,000
Total				99,000

Sr. No.9 Town Committee Daro			
Sr. No.	Address / Location of Property	Number of Shops	Amount in Rupees (Monthly)
1	Near Govt Hospital	34	1,200
2	Shahi Bazar	01	1,800
Total			3,000

Annex-HYD6 [Para: 4.5.4.2]: Unauthorized transfer & posting of employees

[Amount in Rs.]

Hyderabad Municipal Corporation, Hyderabad (AIR Para No.04)							
Sr. No.	Name of Employee	Designation	Parent Council	Posted as	Posting / Joining Orders		Total Salary Drawn 2023-24
1	Mir Manzoor Talpur	Council Employee (BS-18)	-	Director (Estate)	179/2023 12-06-23	Amjed Pathan (Dir-III) SLGB	2,258,753
2	Mr. Qamardin Bhurt	Council Employee (BS-17)	-	Dir (Parks) HMC	393/15-06-23	M. Farooque Khan (Administrator, HMC)	1,595,187
				Dir (Anti-ench.) HMC	-	-	
				Dir (Adv.) HMC	-	-	
3	Mr. Mehram Ali Sand	Council Employee (BS-17)	-	Dir (Land) HMC	-	-	322,054
4	Mr. Shakeel Ahmed Kaimkhani	Council Employee (BS-17)	-	Dir (Anti-encroachment) HMC	318/24-06-23	Mr. Fakhir Shakir (M.C) HMC	1,411,035
				A.Dir (Anti-encroachment)	175/08-05-24	Mr. Fakhir Shakir (M.C) HMC	
				D.Dir (Land) City	22/25-01-24	Dir (HRM) HMC	
				Supervisor (Special Anti-encroachment Cell) HMC	192/14-05-24	A.O (Admn) HMC	
5	Syed Imran Ali	Council Employee (BS-16) promoted to (BS-17)	-	Office Sup. (BS-17) Katchi Abadies	121/03-04-24	A.O (Admn) HMC	975,237
				A.Dir (Katchi Abadi) HMC	539/20-10-23	Dir (Admn) HMC	
				D.D (Cattle Colony)	266/01-07-24	Mr. Zahoor A. Lakhan (M.C HMC)	
6	Mr. Shahbaz Rajper	Council Employee (BS-16)	-	A.D (Katchi Abadies)	12/11-01-24	A.O (Admn) HMC	-
7	Mr. Sharique	Council Employee (BS-11)	-	Assistant (BS-16) Land HMC	126/09-04-24	A.O (Admn) HMC	-

[Amount in Rs.]

Hyderabad Municipal Corporation, Hyderabad (AIR Para No.04)							
Sr. No.	Name of Employee	Designation	Parent Council	Posted as	Posting / Joining Orders		Total Salary Drawn 2023-24
		promoted to (BS-16)		A.D (Land) HMC	127/09-04-24		-
				Inspector (Urban Reh.) Centre) HMC	164/03-05-24		-
8	Mr. Iftikhar Ahmed	Council Employee (BS-16)	-	A.D (Land)	N.P	N.P	1,390,951
9	Mr. Rizwan Ahmed Shaikh	Assistant (BS-16)	-	Incharge, Slaughter House, HMC	271/05-07-24	A.O (Admn) HMC	28,227
10	Mr. Gadda Hussain	Council Employee (BS-04)	-	Driver, Mayor Office	99/09-10-23	Dir (HRM) HMC	525,576
Total							8,507,020

Annex-HYD7 [Para: 4.5.5.1]: Non-production of record

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Description of Record	Amount
1	Town Committee Radhan	1	2020-23	i Establishment record i.e. Service Books & Personal Files, Appointments and Promotions ii Complaints/ ligation matters. iii Detail of shops with income	
2	Town Committee Daro	1	2021-22	i. Approved budget Books of 2021-22 & 2022-23 ii. Establishment record i.e. Service Books & Personal Files of employees.	
3	Town Committee Sanjar Chang	1		i Head-wise income & expenditure Statement reconciled with concerned ADLFA. ii Approved Schedule of Establishment, Sanctioned and Working Strength. iii Establishment record i.e. Service Books & Personal Files of employees iv Record related to contingency from July to December 2021 and March to June 2022 and Progress Reports of Development works v Complaint & litigation matters. vi Record related to own sources recoveries. vii Demand & collection registers, Inward & outward registers and Report of defalcation & losses.	
4	Town Committee Shaheed Fazil Rahu	1	2022-23	i Budget Book 2022-23 ii Establishment record i.e. Service Books & Personal Files. iii Detail/record of council property	
5	Town Committee Kario Ghanwar	1	2022-23	i Budget Book 2022-23	

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Description of Record	Amount
				ii Establishment record i.e. Service Books & Personal Files. iii Detail/record of council property	
6	Town Committee Nasarpur	1		i Establishment record i.e. Service Books & Personal Files, Appointments and Promotions. ii Complaints/ ligation matters.	
7	Municipal Committee Mehar	1		i Head-wise income & expenditure Statement. ii Approved Schedule of Establishment, Sanctioned and Working Strength. iii Establishment record i.e. Service Books & Personal Files, Promotions and Leave cases of employees. iv Statements of official bank accounts. v Detail/Record of pension cases. vi Demand & collection registers, Budget Control Register, Establishment Check Register, Register of Liabilities, Stock Registers etc.	
8	Municipal Committee Bolhari	1		i Approved Schedule of Establishment, Sanctioned and Working Strength. ii Establishment record i.e. Service Books & Personal Files, Promotions and Leave cases of employees. iii Detail of liabilities with record iv Detail/.record of own sources recovery with demand & collection register v Establishment Check Register	

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Description of Record	Amount
				vi Report of Defalcation & Losses	
9	Municipal Committee Kotri	1		i Head-wise income & expenditure Statement reconciled with concerned ADLFA. ii Approved Schedule of Establishment, Sanctioned and Working Strength. iii Establishment record i.e. Service Books & Personal Files, Promotions and Leave cases of employees. Ccontract /daily wages staff. Transfer & Posting record of other councils employees. iv Detail of liabilities with record v Detail/.record of own sources recovery vi Report of Defalcation & Losses	
10	Municipal Committee Johi	1		i Approved Schedule of Establishment, Sanctioned and Working Strength. ii Establishment record i.e. Service Books & Personal Files, Promotions and Leave cases of employees. Ccontract /daily wages staff. Transfer & Posting record of other councils employees. iii Detail of property encroached. iv Detail of property alongwith allotments orders. v Detail/.record of own sources recovery. vi Detail/record of street lights poles with replaced material. vii Demand & collection registers, Cash Book, Budget Control Register, Establishment Check Register, Stok Registers,	

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Description of Record	Amount
				Register of liabilities, Deposit Register and Report of defalcation & losses.	
11	Town Committee Mirpur Sakro	1		i Establishment record i.e. Service Books & Personal Files of employees	
12	Town Committee Gharo	1		Establishment record i.e. Service Books & Personal Files of employees. Record/vouchers related to development	3.242
13	Town Committee New Saeedabad	1		i. Establishment record i.e. Service Books & Personal Files of employees. ii. Detail/record of property alongwith allotments orders. iii. Detail/record of machinery & equipment's. iv. Detail/record of liabilities. v. Bank Statements of official accounts.	
14	Town Committee Sita Road	1		i. Establishment record i.e. Service Books & Personal Files and Promotion cases of employees. ii. Complaint & litigation matters.	
15	Town Committee Piyaro Lund	1		i Establishment record i.e. Service Books & Personal Files of employees.	
16	Town Committee Chamber	1		i Head-wise income & expenditure Statement reconciled with concerned ADLFA. ii Establishment record i.e. Service Books & Personal Files and promotion cases of employees. iii Detail/record of machinery & equipment's iv Record related to own sources recoveries. v Detail of incumbents.	

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Description of Record	Amount
17	Town Committee Mirpur Bathoro	1		ii Approved Schedule of Establishment, Sanctioned and Working Strength. iii Establishment record i.e. Service Books & Personal Files of employees. iv Detail/record of property alongwith allotments orders. v Budget Book 2022-23	
18	Town Committee Makli	1		i Establishment record i.e. Service Books & Personal Files of employees. ii Detail/record of property alongwith allotments orders. iii Budget Book 2022-23	-
19	Hyderabad Municipal Corporation, Hyderabad	1		i. Award of 35 works to contractor without obtaining credentials i.e. past experience, turnover and same experience for last three years undertaking for no litigation against contractor, affidavit for not blacklisted, electrical license for electrical installation along with registration with FBR, SRB and PEC	256.833
		15		ii. Establishment Record i.e., Sanctioned and Working Strength, Personal Files, Services Books and Promotions alongwith seniority list cadre-wise of employees. iii. Detail of incumbents (section/department-wise) during 2023-24. iv. Detail of employees availing official accommodations. v. Bank Statements of official accounts.	-
2	Town Municipal Corporation Qasimabad	1		i. Establishment record i.e. Service Books/ Personal Files of officers/Staff, Seniority list of all cadres	-

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Description of Record	Amount
				ii. Register i.e. Cash book, Budget Control Register and demand & collection register.	
3	Town Municipal Corporation Preetabad	1		i. Establishment record i.e. Service Books/ Personal Files of officers/Staff and Seniority list of all cadres. ii. List of official vehicles.	-
4	Town Municipal Corporation Sachal Sarmast	8		i. Establishment record i.e. Approval of Schedule of Establishment of newly established council, Sanctioned & Working Strength cadre wise of the council. ii. Detail/Record of bifurcation of staff, assets etc. iii. Bank Statement of Official Accounts	-
5	District Council Jamshoro	1		i. Service Books/ Personal Files of officers/Staff ii. Record of all litigation cases. iii. Register i.e. Establishment Check Register, Budget Control Register, Demand & collection register.	-
		3		i. Award of 26 works to contractor without obtaining credentials i.e. past experience, turnover and same experience for last three years undertaking for no litigation against contractor, affidavit for not blacklisted along with registration with FBR, SRB	47.175
6	Municipal Committee Sehwan	1		ii. Establishment record i.e. Services Books and personal files. iii. Progressive statement of development works upto June 2024.	-
7	Town Committee Bhan Sayedabad	1		i. Establishment record i.e. Services Books and personal files.	-

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Description of Record	Amount
				ii. Progressive statement of development works upto June 2024.	
8	Town Committee, Thana Bula Khan	1		i. Establishment record i.e. Service Books/ Personal Files of officers/Staff ii. Record related to auctions iii. Progress report of all development works. iv. Record/details of pension cases (pending /finalized) v. Record of all litigation cases vi. Demand & collection register.	-
9	District Council Sujawal	1		i. Establishment Control Register (ECR) ii. Progress reports development schemes (ongoing/new schemes) iii. POL bill of vide chq No. 39934560 Dt 23/8/23, Cheque No.43143742 Dt 13/12/23 and Cheque No.43387353 Dt 19/1/24. iv. Purchase Order No.1080465 vide Cheque No.45601626 Dated 24-5-24 v. Cash book, record of liabilities and vehicles, Machinery & Equipment purchased.	10.838
10	Municipal Committee Dadu	1		i. Establishment record i.e. Services Books, Seniority List ii. Income Tax deposited and Budget, Excess & Saving Statements	-
11	Municipal Committee Khairpur Nathan Shah	1		i. Establishment Record i.e. service books of staff, personal files of officers and officials and appointments and promotions. ii. Detail of complaints/ ligation matters	-
12	District Council Badin	1		i. Establishment Record i.e. sanctioned & working	-

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Description of Record	Amount
				strength cadre wise, service books and personal files and promotions of employees also litigation matters.	
13	Municipal Committee, Badin	1		ii. Establishment Record i.e. sanctioned & working strength cadre wise, service books and personal files and promotions of employees also litigation matters.	-
14	Municipal Committee Hala	1		i. Establishment record i.e. Service Books/ Personal Files of officers/Staff and litigation cases ii. Register i.e. Budget Control Register and Demand & collection register.	-
15	Municipal Committee Bolhari	1		i. Establishment Record i.e. service books, personal files and schedule of establishment.	-
16	Municipal Committee Kotri	1		i. Establishment Record i.e. Services Books, personal files, Seniority List. ii. Progressive statement, development works and Councils Resolution.	-
17	District Council Tando Allahyar	1		i. Establishment record i.e Service books of staff, Personal files and Record/details regarding appointments and promotions case of employees. ii. Detail of any special grant/funds. iii. List of bank accounts with bank statements iv. Detail of complaints, inquiries and litigation matters. v. Measurement Books of developments schemes vi. Budget Control Register & Establishment Control Register	-

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Description of Record	Amount
18	District Council Tando Muhammad Khan	1		i. Pension record i.e. expenditure incurred on account of leave encashment, commutation, gratuity, financial assistance. ii. Personal files and services books of employees iii. Progress report of development works. iv. Revised budget estimates for the FY-2023-24.	-
19	Municipal Committee Tando Muhammad Khan	1		i. Pension record i.e. expenditure incurred on account of leave encashment, commutation, gratuity, financial assistance. ii. Personal files and services books of employees iii. Revised budget estimates for the FY-2023-24.	-
20	Town Committee Tando Ghulam Hyder	1		i. Service books & personal files along with ECR ii. Progress reports of development works (Current & Ongoing) iii. Detail of own source revenue heads iv. Complete budget book along its approval along with working & sanction strength	-
21	Ton Committee Bulri Shah Karim	1		i. Complete record related to F.Ys 2022-23 & 2021-22. ii. Personal files & service books of staff and officers along with working and sanction strength & ECR and D-Sheet iii. Record of own source recovery along with property iv. Cash books for the F.Ys 2021-22, 2022-23 & 2023-24 v. Record of Promotions/Transfer/Posting of SUCG / Non- SUCG made with absorption of other Council's staff	450.461

[Rs. in Million]

Sr. No.	Name of Offices	AIR Para	F. Y.	Description of Record	Amount
				vi. Record of disciplinary action, enquiry under process, court case against any employees including Inward and out ward register of office, vii. Record of Liabilities	
22	District Council Thatta	1		i. Establishment Control Register (ECR) ii. Progress reports development schemes (ongoing/new schemes) iii. POL bill vehicle No.GSD-998 use by chairman M/O Feb-2024 (Paid vide Chq No.45100273 Dt 04-03-24)	-
23	MC, Thatta	1	2022-23	Complete record the F.Y. 2022-23	-
24	TC, Talhar	1		Complete record the F.Y. 2022-23	-
25	TC, Ghorabari	1		Complete record the F.Y. 2022-23	-
Union Councils, District Badin					
26	UC-III Mithi	1	2022-23	Complete record the F.Y. 2022-23	-
27	UC, Dadh	1		Complete record the F.Y. 2022-23	-
28	UC, Saeedpur @ village	1		Complete record the F.Y. 2022-23	-
29	UC, Dumbalo	1		Complete record the F.Y. 2022-23	-
30	UC, Dubi	1		Complete record the F.Y. 2022-23	-
31	UC, Abdullah Shah	1		Complete record the F.Y. 2022-23	-
32	UC, Nindo Shahar	1		Complete record the F.Y. 2022-23	-
33	UC, Shaheed Fazal Rahu	1		Complete record the F.Y. 2022-23	-
34	UC, Khorwah	1		Complete record the F.Y. 2022-23	-
35	UC, Saeed Khan Bhurgari @ Khoski	1		Complete record the F.Y. 2022-23	-
36	UC, Fateh Abad	1		Complete record the F.Y. 2022-23	-
37	UC, M. Shah @ Mureed Chang	1		Complete record the F.Y. 2022-23	-
38	UC, Khorwah Chowk	1		Complete record the F.Y. 2022-23	-
39	UC, Haji, M. Hashim Panhwar	1		Complete record the F.Y. 2022-23	-
40	UC, Khan Bahadur Mir Ghulam M Talpur	1		Complete record the F.Y. 2022-23	-
Total					721.374

Annex-SSA1 [Para: 4.5.5.2]: Inaction against the employees performing dual job

[Amount in Rs.]

Name of Employee	Fathers Name	CNIC No.	Details as per HMC Record					Details as per A.G Sindh Record			
			Date of Appointment	Branch	Designation	BS	Salary/ Month	Personal No.	BPS	P. Sub Area	Acctd to
Mr. Farhat Ali	Mr. Rehmat Ali	41304-2306015-3	24/08/1994	Medical	Lab Technician	16	122,551	10871374	11	Hyd	31/05/2024
Mr. Ashique Ali	Mr. Hassan Ali Soomro	41306-5781751-7	10/04/2000	Eng:	Assistant	16	100,822	10990270	11	Hyd	31/05/2024

Annex-SSA2 [Para: 4.5.5.3]: Irregular payment of salary without sanctioned posts

F.Y	Branch	Name of Employee	Name of Post	BPS	Salary/ Month	Salary/ Year
2020-21	Admin (Tax)	Muhammad Hussain	Junior Clerk	5	31,716	380,592
--do--	Pump Section	Mr. Tufail	P.O	3	28,402	340,824
--do--	Pump Section	Mr. Khalil Ahmed	P.O	3	28,402	340,824
--do--	Pump Section	Mr. Asghar	P.O	3	28,402	340,824
--do--	Pump Section	Muhammad Tahir	Bhishti	1	25,613	307,356
--do--	Pump Section	Syed Zulfiqar Ali Jafri	Bhishti	1	25,613	307,356
--do--	Tax	Mr. Zulfiqar	Junior Clerk	5	31,716	380,592
--do--	Tax	Syed Asim	Junior Clerk	5	31,716	380,592
--do--	SWM	Mr. Ali Nawaz	Junior Clerk	5	31,716	380,592
--do--	Mayor Office	Mr. Ghulam Rasool	P.S to Nazim	12	67,306	807,672
--do--	Deputy Mayor Office	Mr. Mushtaque Ahmed	P.S to Deputy Mayor	12	70,428	845,136
--do--	MC Office	Mr. Rashid Ali	P.S to TMO	12	65,745	788,940
--do--	Kali Mori Primary School	Mr Raja Ahmed	Assistant Teacher	15	59,207	710,484
--do--	Kali Mori Primary School	Mr. Ashfaque Ahmed	Assistant Teacher	14	56,823	681,876
--do--	Liaquat Colony Primary School	Syed Zulfiqar Zaidi	Assistant Teacher	15	60,207	722,484
--do--	Land Department	Mr. Umair Ahmed	Clerk	5	30,089	361,068
--do--	Tax Department	Syed Hassan Raza	CO/SC	9	32,929	395,148
--do--	Tax Department	Mr. Abdul Jameel	Junior Clerk	5	26,196	314,352
--do--	Tax Department	Mr. Asad-ul-hafeez	Junior Clerk	5	26,196	314,352
--do--	Tax Department	Mr. Ghulam Hussain	Junior Clerk	5	26,196	314,352
--do--	Tax Department	M. Iqbal Nizam	Junior Clerk	5	26,196	314,352
--do--	Tax Department	Mr. Nadeem Ramzan	Junior Clerk	5	26,196	314,352
--do--	Tax Department	Syed Mubeen Ahmed	Junior Clerk	5	40,877	490,524
--do--	Engineering	Muhammad Shabir Khan	Director Vigilance	18	95,473	1,145,676
--do--	Engineering	Rao Haris	Store Keeper	9	34,118	409,416
--do--	Engineering	Muhammad Umer	Workman/Oil Man	2	32,600	391,200
--do--	Medical SHMA Hospital	Dr. Abdul Salam	Senior Medical Officer	19	189,173	2,270,076
--do--	Medical SHMA Hospital	Dr. Rubina Shiakh	Lady Medical Officer	17	127,069	1,524,828
--do--	Medical SHMA Hospital	Dr. Samina Shaikh	Lady Medical Officer	17	127,069	1,524,828

F.Y	Branch	Name of Employee	Name of Post	BPS	Salary/ Month	Salary/ Year
--do--	Medical SHMA Hospital	Dr. Maryam	Lady Medical Officer	17	127,070	1,524,840
--do--	General Hospital	Mr. Ossama Rasheed	Dresser	3	22,770	273,240
--do--	General Hospital	Muhammad Akram	Ward Boy	6	48,996	587,952
--do--	General Hospital	Mr. Akhtar Hussain	Chowkidar	5	43,932	527,184
--do--	General Hospital	Ms. Venus Shakil	Mid Wife	9	51,553	618,636
--do--	General Hospital	Mr. Saleem Akber	Ward Boy	6	42,133	505,596
--do--	General Hospital	Mr. Abdul Rasheed Ghori	Ward Boy	6	40,223	482,676
--do--	General Hospital	Ms. Seema	Sanitary Worker	5	42,864	514,368
--do--	General Hospital	Mr. Raju	Sanitary Worker	5	42,928	515,136
--do--	General Hospital	Mr. Mukesh	Sanitary Worker	5	41,005	492,060
--do--	General Hospital	Mr. Shokat Ali	Naib Qasid	5	47,173	566,076
--do--	General Hospital	Mr. Chaman	Sanitary Worker	5	47,436	569,232
--do--	General Hospital	Muhammad Bashir	Naib Qasid	5	45,546	546,552
--do--	General Hospital	Muhammad Islam	Chowkidar	4	37,728	452,736
--do--	Solid Waste	Muhammad Junaid Khan	Junior Clerk	7	30,216	362,592
--do--	Vaccination	Imran Ahmed	Vaccinator	9	46,920	563,040
--do--	Vaccination	Mr. Mujahid Nabi	Vaccinator	9	47,178	566,136
--do--	Vaccination	Mirza Kashif Baig	Vaccinator	9	44,803	537,636
--do--	Maccaddam/CS I/SSI	Mr. Sohail Khan	Bhishti	1	25,613	307,356
--do--	Pump Section	Mr. Nadeem Ahmed	Pump Driver	5	40,536	486,432
--do--	Pump Section	Muhammad Uzair	Pump Driver	5	28,462	341,544
--do--	Pump Section	Mr. Noor Muhammad	Switch Pump Driver	4	27,742	332,904
--do--	Pump Section	Mr. Pawan Vero	Switch Pump Driver	4	36,834	442,008
--do--	Pump Section	Mr. Yousuf Sardar	Switch Pump Driver	4	44,661	535,932
--do--	Pump Section	Mr. Arshad Saleem	Switch Pump Driver	4	47,525	570,300

F.Y	Branch	Name of Employee	Name of Post	BPS	Salary/ Month	Salary/ Year
--do--	Pump Section	Mr. Ghulam Qadir	Switch Pump Driver	4	51,082	612,984
--do--	Pump Section	Mr. Maqsood Hussain	Switch Pump Driver	4	46,809	561,708
--do--	Pump Section	Muhammad Anwar	Switch Pump Driver	4	44,001	528,012
--do--	Pump Section	Mr. Babudin	Switch Pump Driver	4	41,797	501,564
--do--	General Admin Branch	Muhammad Ali Shaikh	Director Contract Management	19	160,656	1,927,872
--do--	General Admin Branch	Mr. Safdar Ali Bughio	Administrator	19	153,949	1,847,388
--do--	Engineering	Mr. Mehboob Ali	Director Vigilance	18	113,585	1,363,020
--do--	Information Office	Ms. Naghma Lallah	Director Information	18	115,256	1,383,072
--do--	Death & Birth Department	Mr. Adil Ameen	Junior Clerk	11	35,422	425,064
--do--	Planning Department	Mr. Kashif	Assistant	14	48,710	584,520
--do--	Planning Department	Mr. Abdul Rasheed	Head Draughtman	11	71,339	856,068
--do--	Planning Department	Syed Asif Ali	Senior Computer Operator	16	58,594	703,128
--do--	Katchi Abadi	Muhammad Ali	Lease Inspector	11	42,702	512,424
--do--	Katchi Abadi	Muhammad Sadiq	Sub-engineer	11	52,725	632,700
--do--	Katchi Abadi	Mr. Sarfaraz Khan	Draughtsman	10	61,278	735,336
2021-22	Accounts Branch	Mr. Naimatullah	Senior Accounts Officer	17	109,938	1,319,256
--do--	General Branch (Advertisement)	Mr. Kashmir Ali Jamali	A.D (Advertisemen t)	17	97,687	1,172,244
--do--	Taxation	Mr. Khawand Bux Domki	A.T.O	11	42,327	507,924
--do--	General Branch	Mr. Fida Hussain	Typist	5	35,818	429,816
--do--	SERI	44			2,226,741	26,720,892
--do--	UC Employees	2			95,998	1,151,976
--do--	UC Employees	15			571,545	6,858,540
--do--	UC Employees	104			4,315,475	51,785,700
--do--	Tax Department	Muhammad Hussain	Junior Clerk	5	35,818	429,816
--do--	CSI/SSI/Mucca ddam/	Mr. Noor Muhammad	Coolie	1	28,627	343,524

F.Y	Branch	Name of Employee	Name of Post	BPS	Salary/ Month	Salary/ Year
--do--	CSI/SSI/Mucca ddam/	Muhammad Nadeem	Coolie	1	28,627	343,524
--do--	Pump Section	Mr. Tufail	P.O	3	31,922	383,064
--do--	Pump Section	Mr. Khalil Ahmed	P.O	3	31,922	383,064
--do--	Pump Section	Mr. Asghar	P.O	3	31,922	383,064
--do--	Pump Section	Muhammad Tahir	Bhishti	1	28,627	343,524
--do--	Pump Section	Syed Zulfiqar Ali Jafri	Bhishti	1	28,627	343,524
--do--	Engineering	Muhammad Shabir Khan	Vigilance Officer	18	134,762	1,617,144
--do--	Engineering	Muhammad Shafique	Store Keeper	11	38,880	466,560
--do--	Engineering	Muhammad Umer	Workman/Oil Man	2	36,542	438,504
--do--	Engineering	Mr. Shoukat Ali	Coolie	2	48,018	576,216
--do--	Engineering	Syed M. Rafique	Coolie	2	25,819	309,828
--do--	Engineering	Mr. Danish Sheikh	Coolie	2	27,040	324,480
--do--	Engineering	Mr. Allah Warayo	Coolie	2	29,311	351,732
--do--	Land Department	Mr. Umair Ahmed	Clerk	5	33,991	407,892
--do--	Katchi Abadi	Muhamamd Younus	M. Mistri	5	64,007	768,084
--do--	Katchi Abadi	Mr. Mazhar Ahmed	Darogha	4	40,911	490,932
--do--	Katchi Abadi	Mr. Tulsi Das	Darogha	4	49,980	599,760
--do--	Katchi Abadi	Mr. Abdul Majeed	Darogha	4	44,931	539,172
--do--	Katchi Abadi	Mr. Aslam Ghani	Darogha	4	39,303	471,636
--do--	Planning Department	Mr. Kashif	Assistant	14	55,840	670,080
--do--	Planning Department	Mr. Abdul Rasheed	Head Draughtman	11	80,805	969,660
--do--	Planning Department	Syed Asif Ali	Senior Computer Operator	16	67,696	812,352
--do--	Planning Department	Mr. Sarfaraz Hussain	Darogha	3	31,822	381,864
--do--	Municipal Press	Syed M. Ayaz	Assistant Pressman	4	31,635	379,620
--do--	Municipal Press	Mr. Ayaz	Compositor	4	55,015	660,180
--do--	MC Office	Mr. Rashid Ali	P.S to TMO	12	74,649	895,788
--do--	Meat Section	Mr. Maqsood Ali	Chowkidar	2	38,960	467,520
--do--	Meat Section	Muhammad Shahid	Chowkidar	1	28,627	343,524
--do--	Directorate of Information Technology (a) Director Information (i) Education	Ms. Shamim	HST	14	51,567	618,804

F.Y	Branch	Name of Employee	Name of Post	BPS	Salary/ Month	Salary/ Year
	Officer) Kali Mori High School					
--do--	Directorate of Information Technology (a) Director Information (i) Education Officer) Kali Mori Primary School	Mr. Ashfaque Ahmed	Assistant Teacher	14	64,891	778,692
--do--	Directorate of Information Technology (a) Director Information (i) Education Officer) Kali Mori Primary School	Mr. Raja Ahmed	Assistant Teacher	15	67,885	814,620
--do--	Directorate of Information Technology (a) Director Information (i) Education Officer) Station Road	Mr. Javed Ali	Head Master	16	96,749	1,160,988
--do--	Directorate of Information Technology (a) Director Information (i) Education Officer Liaquat Colony High School	Mr. Anees-ur-Rehman	Head Master	16	82,560	990,720
--do--	Directorate of Information Technology (a) Director Information (i) Education Officer Liaquat Colony High School	Syed Zulfiqar Zaidi	Assistant Teacher	15	68,885	826,620

F.Y	Branch	Name of Employee	Name of Post	BPS	Salary/ Month	Salary/ Year
--do--	Medical Officers	Dr. Rubina Shiakh	Lady Medical Officer	17	140,160	1,681,920
--do--	Medical Officers	Dr. Samina Shaikh	Lady Medical Officer	17	140,160	1,681,920
--do--	Medical Officers	Dr. Maryam	Lady Medical Officer	17	140,160	1,681,920
--do--	General Hospital	Muhammad Akram	Ward Boy	6	55,320	663,840
--do--	General Hospital	Mr. Akhtar Hussain	Chowkidar	5	49,534	594,408
--do--	General Hospital	Mr. Sadiq Maseh	Sanitary Worker	5	47,915	574,980
--do--	General Hospital	Mr. Sanno	Sanitary Worker	5	51,597	619,164
--do--	General Hospital	Mr. Masood Kamal	Lab Technician	16	81,935	983,220
--do--	General Hospital	Mr. Farhat Ali	Lab Technician	16	87,410	1,048,920
--do--	General Hospital	Mst. Najma Ashraf	LHV	16	103,100	1,237,200
--do--	General Hospital	Muhammad Farooque	X-ray Technician	16	79,197	950,364
--do--	General Hospital	Muhammad Ashraf	X-ray Technician	16	79,197	950,364
--do--	General Hospital	M. Azam Chohan	Assistant O.T Technician	9	57,549	690,588
--do--	General Hospital	Mst. Nousheen Zehra	Assistant O.T Technician	9	33,841	406,092
--do--	General Hospital	Mst. Venis Shakil	Mid Wife	10	67,647	811,764
--do--	General Hospital	Mst. Nasreen Akram	Mid Wife	9	58,215	698,580
--do--	General Hospital	Mr. Saleem Akber	Ward Boy	6	47,637	571,644
--do--	General Hospital	Mr. Abdul Rasheed Ghori	Ward Boy	6	45,427	545,124
--do--	General Hospital	Mst. Seema Maseh	Sanitary Worker	5	48,870	586,440
--do--	General Hospital	Mr. Raju	Sanitary Worker	5	49,784	597,408
--do--	General Hospital	Mr. Mehmood-ul-haque	X-ray Technician	16	95,624	1,147,488
--do--	General Hospital	Muhammad Saeed	X-ray Technician	16	98,362	1,180,344
--do--	General Hospital	Mst. Saleema Mohan	Mid Wife	10	12,835	154,020

F.Y	Branch	Name of Employee	Name of Post	BPS	Salary/ Month	Salary/ Year
--do--	General Hospital	Mr. Mukesh	Sanitary Worker	5	46,207	554,484
--do--	General Hospital	Mr. Chaman	Sanitary Worker	5	53,438	641,256
--do--	General Hospital	Muhammad Islam	Chowkidar	4	42,744	512,928
--do--	Tax Branch	Mr. Shaiq Abbas	Tax Superintendent	12	46,612	559,344
--do--	Tax Branch	Mr. Altaf Baig	Tax Superintendent	12	67,756	813,072
--do--	Tax Branch	Syed Hassan Raza	C.O/S.C	9	37,546	450,552
--do--	Tax Branch	Mr. Pervaiz Akhtar	Junior Clerk	5	35,818	429,816
--do--	Tax Branch	Mr. Abdul Jameel	Junior Clerk	5	35,818	429,816
--do--	Tax Branch	Mr. Asad-ul-hafeez	Junior Clerk	5	35,818	429,816
--do--	Tax Branch	Mr. Ghulam Hussain	Junior Clerk	5	35,818	429,816
--do--	Tax Branch	M. Iqbal Nizam	Junior Clerk	5	35,818	429,816
--do--	Tax Branch	Mr. Nadeem Ramzan	Junior Clerk	5	35,818	429,816
--do--	Tax Branch	Mr. Irfan Ghouri	Junior Clerk	5	35,848	430,176
--do--	Solid Waste	Muhammad Arshad Saeed	AHO	17	133,928	1,607,136
--do--	Solid Waste	Muhammad Junaid Khan	Junior Clerk	5	35,818	429,816
--do--	Death & Birth Department	Muhammad Rafique	Naib Qasid	2	39,160	469,920
--do--	Pump Section	Muhammad Hanif	Pump Driver	4	47,753	573,036
--do--	Pump Section	Mr. Naeem Ahmed Khan	SPD	3	31,921	383,052
--do--	Pump Section	Syed Muhamamd Sadiq	SPD	3	31,922	383,064
--do--	Pump Section	Mr. Naveed Khan	SPD	3	32,326	387,912
--do--	Pump Section	Mr. Yousuf Sardar	SPD	4	50,205	602,460
--do--	Pump Section	Mr. Arshad Saleem	SPD	4	53,421	641,052
--do--	Pump Section	Mr. Ghulam Qadir	SPD	4	57,418	689,016
--do--	Pump Section	Mr. Maqsood Hussain	SPD	4	52,617	631,404
--do--	Pump Section	Muhammad Anwar	SPD	4	50,205	602,460
--do--	Pump Section	Mr. Babudin	SPD	4	46,989	563,868
--do--	Pump Section	Muhammad Mateen	Coolie	1	28,627	343,524
--do--	Pump Section	Muhammad Hamid	Coolie	1	28,627	343,524
--do--	Pump Section	Muhammad Jawaid	Coolie	1	28,680	344,160
--do--	Pump Section	Mr. Umar Daraz	Coolie	1	28,680	344,160
--do--	Pump Section	Mr. Dilshad Ahmed	Coolie	1	24,270	291,240
--do--	Pump Section	Mr. Wahid	Coolie	1	28,627	343,524
--do--	Pump Section	Mr. Abdul Wajid	Coolie	1	28,627	343,524
--do--	Pump Section	Mr. Akbar Hussain	Coolie	3	26142	313,704

F.Y	Branch	Name of Employee	Name of Post	BPS	Salary/ Month	Salary/ Year
--do--	Pump Section	Mr. Mubarak Ali	Pump Driver	4	24,531	294,372
--do--	CSI/SSI/Mucca ddam/	Muhammad Arif	Coolie	2	27,528	330,336
--do--	CSI/SSI/Mucca ddam/	Mr. Haresh Babu	Coolie	2	38,952	467,424
--do--	CSI/SSI/Mucca ddam/	Mr. Akhtar Raza	Coolie	1	28,627	343,524
--do--	CSI/SSI/Mucca ddam/	M/s. Naseer Ahmed	Coolie	1	28,627	343,524
--do--	CSI/SSI/Mucca ddam/	Mr. Raees Ahmed	Coolie	1	28,627	343,524
--do--	CSI/SSI/Mucca ddam/	Muhammad Amir	Coolie	1	28,627	343,524
--do--	CSI/SSI/Mucca ddam/	M/s. Sohail khan	Bhishti	1	28,627	343,524
2022- 23	Land Department	Mr. Moharam Ali Sand	Director Land	17	80,159	961,908
--do--	Land Department	Mr. Umair Ahmed	Clerk	5	37,570	450,840
--do--	Planning Department	Syed Asif Ali	Data Computer Operator	16	75,985	911,820
--do--	Planning Department	Mr. Abdul Hamid	Darogha	3	34,905	418,860
--do--	MC Office	Mr. Rashid Ali	P.S to TMO	12	82,523	990,276
--do--	Kali Mori High School	Ms. Shamim	HST	14	57,852	694,224
--do--	Kali Mori Primary School	Mr. Ashfaque Ahmed	Assistant Teacher	14	72,257	867,084
--do--	Kali Mori Primary School	Mr. Raja Ahmed	Assistant Teacher	15	75,883	910,596
--do--	Liaquat Colony Primary School	Syed Zulfiqar Zaidi	Assistant Teacher	15	76,883	922,596
--do--	Tax Department	Syed Hassan Raza	C.O/S.C	9	41,857	502,284
--do--	Tax Department	Mr. Pervaiz Akhtar	Junior Clerk	5	39,563	474,756
--do--	Tax Department	Mr. Abdul Jameel	Junior Clerk	5	39,563	474,756
--do--	Tax Department	Mr. Asad-ul-hafeez	Junior Clerk	5	39,563	474,756
--do--	Tax Department	Mr. Ghulam Hussain	Junior Clerk	5	39,563	474,756
--do--	Tax Department	Mr. Nadeem Ramzan	Junior Clerk	5	39,563	474,756
--do--	Engineering	Muhammad Umer	Workman/Oil Man	2	39,883	478,596
--do--	Workshop	Mr. Abdul Haseeb	Welder	4	34,514	414,168
--do--	Workshop	Mr. Raees Baig	Fitter	4	52,874	634,488
--do--	Workshop	Mr. Khalid Rajput	Fitter	4	37,085	445,020
--do--	Workshop	Mr. Shahbaz Wahab	Fitter	4	26,560	318,720

F.Y	Branch	Name of Employee	Name of Post	BPS	Salary/ Month	Salary/ Year
--do--	Pump Section	Mr. Yousuf Sardar	Switch Pump Driver	4	54,418	653,016
--do--	Pump Section	Mr. Frances Mukhtiar	Sanitary Worker	2	47,227	566,724
--do--	Medical	Dr. Abdul Salam	Senior Medical Officer	19	239,574	2,874,888
--do--	Medical	Dr. Rubina Shiakh	Lady Medical Officer	17	154,595	1,855,140
--do--	Medical	Dr. Samina Shaikh	Lady Medical Officer	17	154,595	1,855,140
--do--	Medical	Dr. Maryam	Lady Medical Officer	17	154,595	1,855,140
--do--	Medical	Dr. Vijay Kumar	Medical Officer	17	154,595	1,855,140
--do--	Medical	Dr. Nazeer Brohi	Medical Officer	17	154,595	1,855,140
--do--	Medical	Dr. Salahuddin	Medical Officer (Non-SCUG)	17	159,089	1,909,068
--do--	Medical	Dr. Shabi Hyder	Medical Officer (Non-SCUG)	17	159,089	1,909,068
--do--	Medical	Mr. Ossama Rasheed	Dresser	3	40,860	490,320
--do--	Medical	Mr. Azam Chohan	OT Technician	9	63,610	763,320
--do--	Medical	Ms. Venus Shakil	Mid Wife	10	74,423	893,076
--do--	Medical	Ms. Nasreen Karam	Mid Wife	9	64,160	769,920
--do--	Medical	Mr. Saleem Akber	Ward Boy	6	52,403	628,836
--do--	Medical	Mr. Abdul Rasheed Ghorl	Ward Boy	6	49,791	597,492
--do--	Medical	Ms. Seema	Sanitary Worker	5	53,768	645,216
--do--	Medical	Mr. Raju	Sanitary Worker	5	54,764	657,168
--do--	Medical	Mr. Mukesh	Sanitary Worker	5	50,777	609,324
--do--	Medical	Mr. Shokat Ali	Naib Qasid	5	58,501	702,012
--do--	Medical	Muhammad Islam	Chowkidar	4	47,180	566,160
--do--	Vaccination	Mr. Imran Ahmed	Vaccinator	9	59,259	711,108
--do--	Vaccination	Mr. Mujahid Nabi	Vaccinator	9	59,259	711,108
--do--	Vaccination	Mirza Kashif Baig	Vaccinator	9	56,358	676,296
--do--	UC (SEHRI)	Mr. Iftikhar Ahmed	Senior Clerk	14	78,710	944,520
--do--	UC (SEHRI)	Mr. Iftikhar Ahmed	Senior Clerk	14	69,440	833,280
--do--	UC (SEHRI)	Mr. Khadim Hussain	Work Supervisor	5	47,537	570,444
--do--	UC (SEHRI)	Mr. Ahmed Ali	S.I	5	47537	570,444

F.Y	Branch	Name of Employee	Name of Post	BPS	Salary/ Month	Salary/ Year
--do--	Tax Department	Muhammad Hussain	Junior Clerk	5	39,563	474,756
--do--	Industrial Home	Mst: Hina Anjum	Lady Instructor	5	39,563	474,756
--do--	Industrial Home	Mst: Sabahat	Lady Instructor	5	39,563	474,756
--do--	Industrial Home	Mst: Shahnaz	Lady Instructor	5	39,563	474,756
--do--	Industrial Home	Mst: Sana	Lady Instructor	5	33,268	399,216
--do--	Industrial Home	Mst: Rukhsana	Lady Instructor	5	62,488	749,856
--do--	Industrial Home	Mst: Farha Mubeen	Lady Instructor	5	58,501	702,012
--do--	Industrial Home	Mst: Kishwar Sarwari	Lady Instructor	5	56,246	674,952
--do--	Industrial Home	Mst: Tazeen Begum	Lady Instructor	5	55,511	666,132
--do--	Industrial Home	Mst: Farzana Begum	Lady Instructor	5	50,527	606,324
--do--	Industrial Home	Mst: Shagufta	Lady Instructor	5	39,563	474,756
--do--	Industrial Home	Mst: Afsheen Umar	Lady Instructor	5	39,563	474,756
--do--	Industrial Home	Mst: Saima	Lady Instructor	5	40,313	483,756
--do--	Industrial Home	Mst: Madiha Shoukat	Lady Instructor	5	39,563	474,756
--do--	Industrial Home	Mst: Shaista Shahid	Lady Instructor	5	37,570	450,840
--do--	Industrial Home	Mst: Shahida	Lady Instructor	5	37,570	450,840
--do--	Industrial Home	Mst: Nazia	Lady Instructor	5	37,570	450,840
--do--	Industrial Home	Mst: Naheed Khan	Lady Instructor	5	36,573	438,876
--do--	Industrial Home	Mst: Arifa Kiran	Lady Instructor	5	39,563	474,756
--do--	Industrial Home	Mst: Farkhanda Irfan	Lady Instructor	5	35,576	426,912
--do--	Industrial Home	Miss Mehwish	Lady Instructor	5	31,589	379,068
--do--	Solid Waste	Muhammad Arshad Saeed	AHO	17	153,036	1,836,432
--do--	Solid Waste	Muhammad Faisal	Junior Clerk	5	31,402	376,824
--do--	Death & Birth Department	Mr. Adil Ameen	Junior Clerk	11	45,462	545,544

F.Y	Branch	Name of Employee	Name of Post	BPS	Salary/ Month	Salary/ Year
--do--	Pump Section	Mr. Tufail	P.O	3	35,005	420,060
--do--	Pump Section	Mr. Khalil Ahmed	P.O	3	35,005	420,060
--do--	Pump Section	Mr. Asghar	P.O	3	35,005	420,060
--do--	Pump Section	Muhammad Tahir	Bhishti	1	31,202	374,424
--do--	Pump Section	Syed Zulfiqar Ali Jafri	Bhishti	1	31,202	374,424
--do--	Pump Section	Mr. Nadeem Ahmed	Pump Driver	5	50,766	609,192
--do--	Pump Section	Muhammad Umair	Pump Driver	5	35,576	426,912
--do--	Pump Section	Muhammad Hanif	Pump Driver	5	52,407	628,884
--do--	Pump Section	Mr. Noor Muhammad	Switch Pump Driver	4	34,454	413,448
--do--	Pump Section	Mr. Pawan Vero	Switch Pump Driver	4	45,480	545,760
--do--	Pump Section	Mr. Arshad Saleem	Switch Pump Driver	4	58,587	703,044
--do--	Pump Section	Mr. Ghulam Qadir	Switch Pump Driver	4	62,973	755,676
--do--	Pump Section	Mr. Maqsood Hussain	Switch Pump Driver	4	57,710	692,520
--do--	Pump Section	Muhammad Anwar	Switch Pump Driver	4	55,078	660,936
--do--	Pump Section	Mr. Mubarak Ali	Pump Driver	4	25,860	310,320
Total					21,523,817	258,285,804

Annex-SSA3(A) [Para: 4.5.5.4]: Unauthorized payment of various allowances

[Amount in Rs.]

Sr. No.	Salary /Month	Branch	No. of staff	Other Allow:	Special Allow:	PTA	HM Allow:	Teaching Allow:	AGA	HPA	NPA	SHA	Total Allow: /Month	Total Allow: /Year
1	21-Jan	Sanitation	1	60	-	-	-	-	-	-	-	-	60	720
2	21-Jan	Sanitation	51	9,326	-	-	-	-	-	-	-	-	9,326	111,912
3	21-Jan	General	1	1,000	-	-	-	-	-	-	-	-	1,000	12,000
4	21-Jan	Education – Kali Mori HS	2	400	-	-	-	-	-	-	-	-	400	4,800
5	21-Jan	Vehicle	10	5,500	-	-	-	-	-	-	-	-	5,500	66,000
6	21-Jan	SWM	1	1,000	-	-	-	-	-	-	-	-	1,000	12,000
7	21-Jan	Pump Section	17	6,271	-	-	-	-	-	-	-	-	6,271	75,252
8	21-Jan	Nala Gang I	5	260	-	-	-	-	-	-	-	-	260	3,120
9	21-Jan	Nala Gang II	6	340	-	-	-	-	-	-	-	-	340	4,080
10	21-Jan	Minorty Gang	2	180	-	-	-	-	-	-	-	-	180	2,160
11	21-Jan	Complaint Center 139 Preetabad	3	250	-	-	-	-	-	-	-	-	250	3,000
12	21-Jan	Sanitation UC 1 to 26	0	17,736	-	-	-	-	-	-	-	-	17,736	212,832
13	21-Jan	Sanitation UC 27 to 52	0	17,619	-	-	-	-	-	-	-	-	17,619	211,428
14	21-Jan	Finance	1	-	2,300	-	-	-	-	-	-	-	2,300	27,600
15	21-Jan	Council	1	-	-	2,000	-	-	-	-	-	-	2,000	24,000
16	21-Jan	Tax	16	-	-	9,500	-	-	-	-	-	-	9,500	114,000
17	21-Jan	UC	2	-	-	2,600	-	-	-	-	-	-	2,600	31,200
18	21-Jan	Education – Kali Mori HS	2	-	-	-	250	-	-	-	-	-	250	3,000
19	21-Jan	Education –Kali Mori HS	2	-	-	-	-	2,000	-	-	-	-	2,000	24,000
20	21-Jan	Education – Kali Mori PS	1	-	-	-	-	500	-	-	-	-	500	6,000

[Amount in Rs.]

Sr. No.	Salary /Month	Branch	No. of staff	Other Allow:	Special Allow:	PTA	HM Allow:	Teaching Allow:	AGA	HPA	NPA	SHA	Total Allow: /Month	Total Allow: /Year
21	21-Jan	Education – Liaquat Colony PS	2	-	-	-	-	1,500	-	-	-	-	1,500	18,000
22	21-Jan	Education – Station Road PS	2	-	-	-	-	1,750	-	-	-	-	1,750	21,000
23	21-Jan	Food	6	-	-	-	-	6,600	-	-	-	-	6,600	79,200
24	21-Jan	Malaria	7	-	-	-	-	-	14,000	-	-	-	14,000	168,000
25	21-Jan	Medical Officers	8	-	-	-	-	-	-	218,404	-	-	218,404	2,620,848
26	21-Jan	Medical Officers	8	-	-	-	-	-	-	-	34,000	-	34,000	408,000
27	21-Jan	Medical Officers	8	-	-	-	-	-	-	-	-	75,000	75,000	900,000
28	21-Jan	Mayor Office	1	-	4,000	-	-	-	-	-	-	-	4,000	48,000
29	22-Jan	General Branch	1	2,000	-	-	-	-	-	-	-	-	2,000	24,000
30	22-Jan	Medical	0	8,100	-	-	-	-	-	-	-	-	8,100	97,200
31	22-Jan	Vehicle	7	3,850	-	-	-	-	-	-	-	-	3,850	46,200
32	22-Jan	Pump Section	16	6,420	-	-	-	-	-	-	-	-	6,420	77,040
33	22-Jan	Sanitation	49	9,185	-	-	-	-	-	-	-	-	9,185	110,220
34	22-Jan	Nala Gang	4	254	-	-	-	-	-	-	-	-	254	3,048
35	22-Jan	Nala Gang 2	5	340	-	-	-	-	-	-	-	-	340	4,080
36	22-Jan	Minorty Gang	2	180	-	-	-	-	-	-	-	-	180	2,160
37	22-Jan	Compliant Center Preetabad	1	16	-	-	-	-	-	-	-	-	16	192
38	22-Jan	Sanitation	2	340	-	-	-	-	-	-	-	-	340	4,080
39	22-Jan	Sanitation UC 1 to 26	56	14,992	-	-	-	-	-	-	-	-	14,992	179,904
40	22-Jan	Sanitation UC 27 to 52	74	15,505	-	-	-	-	-	-	-	-	15,505	186,060
41	22-Jan	UC Employees	5	-	-	10,200	-	-	-	-	-	-	10,200	122,400

[Amount in Rs.]

Sr. No.	Salary /Month	Branch	No. of staff	Other Allow:	Special Allow:	PTA	HM Allow:	Teaching Allow:	AGA	HPA	NPA	SHA	Total Allow: /Month	Total Allow: /Year
42	22-Jan	Council Section	1	-	-	2,000	-	-	-	-	-	-	2,000	24,000
43	22-Jan	Tax	14	-	-	8,900	-	-	-	-	-	-	8,900	106,800
44	22-Jan	Kali Mori High School	1	-	-	-	-	500	-	-	-	-	500	6,000
45	22-Jan	Station Road Primary School	2	-	-	-	-	1,750	-	-	-	-	1,750	21,000
46	22-Jan	Liaquat Colony Primary School	2	-	-	-	-	1,500	-	-	-	-	1,500	18,000
47	22-Jan	Malaria	7	-	-	-	-	-	14,000	-	-	-	14,000	168,000
48	22-Jan	Food	4	-	-	-	-	-	6,600	-	-	-	6,600	79,200
49	22-Jan	Medical	8	-	-	-	-	-	-	218,404	-	-	218,404	2,620,848
50	22-Jan	Medical	8	-	-	-	-	-	-	-	34,000	-	34,000	408,000
51	22-Jan	Medical	8	-	-	-	-	-	-	-	-	75,000	75,000	900,000
52	23-Jan	General Branch	1	2,000	-	-	-	-	-	-	-	-	2,000	24,000
53	23-Jan	Pump	1	450	-	-	-	-	-	-	-	-	450	5,400
54	23-Jan	Vehicle	2	1,100	-	-	-	-	-	-	-	-	1,100	13,200
55	23-Jan	Medical	0	2,450	-	-	-	-	-	-	-	-	2,450	29,400
56	23-Jan	Vehicle	4	2,200	-	-	-	-	-	-	-	-	2,200	26,400
57	23-Jan	Pump	11	4,650	-	-	-	-	-	-	-	-	4,650	55,800
58	23-Jan	Nala Gang-I	2	140	-	-	-	-	-	-	-	-	140	1,680
59	23-Jan	Nala Gang-II	2	160	-	-	-	-	-	-	-	-	160	1,920
60	23-Jan	Sanitation	1	250	-	-	-	-	-	-	-	-	250	3,000
61	23-Jan	Minority Gang	1	90	-	-	-	-	-	-	-	-	90	1,080
62	23-Jan	Sanitation UC - 1	1	250	-	-	-	-	-	-	-	-	250	3,000
63	23-Jan	Sanitation UC - 3	2	113	-	-	-	-	-	-	-	-	113	1,356
64	23-Jan	Sanitation UC - 4	1	90	-	-	-	-	-	-	-	-	90	1,080
65	23-Jan	Sanitation UC - 6	1	250	-	-	-	-	-	-	-	-	250	3,000

[Amount in Rs.]

Sr. No.	Salary /Month	Branch	No. of staff	Other Allow:	Special Allow:	PTA	HM Allow:	Teaching Allow:	AGA	HPA	NPA	SHA	Total Allow: /Month	Total Allow: /Year
66	23-Jan	Sanitation UC - 7	1	90	-	-	-	-	-	-	-	-	90	1,080
67	23-Jan	Sanitation UC - 8	1	250	-	-	-	-	-	-	-	-	250	3,000
68	23-Jan	Sanitation UC - 13	1	250	-	-	-	-	-	-	-	-	250	3,000
69	23-Jan	Sanitation UC - 16	1	90	-	-	-	-	-	-	-	-	90	1,080
70	23-Jan	Sanitation UC - 17	1	250	-	-	-	-	-	-	-	-	250	3,000
71	23-Jan	Sanitation UC - 18	1	90	-	-	-	-	-	-	-	-	90	1,080
72	23-Jan	Sanitation UC - 19	2	2,060	-	-	-	-	-	-	-	-	2,060	24,720
73	23-Jan	Sanitation UC - 20	1	250	-	-	-	-	-	-	-	-	250	3,000
74	23-Jan	Sanitation UC - 21	1	30	-	-	-	-	-	-	-	-	30	360
75	23-Jan	Sanitation UC - 22	2	280	-	-	-	-	-	-	-	-	280	3,360
76	23-Jan	Sanitation UC - 23	4	1,430	-	-	-	-	-	-	-	-	1,430	17,160
77	23-Jan	Sanitation UC - 24	2	846	-	-	-	-	-	-	-	-	846	10,152
78	23-Jan	Sanitation UC - 25	4	1,000	-	-	-	-	-	-	-	-	1,000	12,000
79	23-Jan	Sanitation UC - 26	4	664	-	-	-	-	-	-	-	-	664	7,968
80	23-Jan	Sanitation UC - 27	3	750	-	-	-	-	-	-	-	-	750	9,000
81	23-Jan	Sanitation UC - 28	3	590	-	-	-	-	-	-	-	-	590	7,080
82	23-Jan	Sanitation UC - 30	2	1,090	-	-	-	-	-	-	-	-	1,090	13,080
83	23-Jan	Sanitation UC - 31	3	400	-	-	-	-	-	-	-	-	400	4,800
84	23-Jan	Sanitation UC - 32	1	250	-	-	-	-	-	-	-	-	250	3,000
85	23-Jan	Sanitation UC - 33	1	250	-	-	-	-	-	-	-	-	250	3,000

[Amount in Rs.]

Sr. No.	Salary /Month	Branch	No. of staff	Other Allow:	Special Allow:	PTA	HM Allow:	Teaching Allow:	AGA	HPA	NPA	SHA	Total Allow: /Month	Total Allow: /Year
86	23-Jan	Sanitation UC - 34	3	750	-	-	-	-	-	-	-	-	750	9,000
87	23-Jan	Sanitation UC - 35	10	1,913	-	-	-	-	-	-	-	-	1,913	22,956
88	23-Jan	Sanitation UC - 36	7	1,750	-	-	-	-	-	-	-	-	1,750	21,000
89	23-Jan	Sanitation UC - 37	2	444	-	-	-	-	-	-	-	-	444	5,328
90	23-Jan	Sanitation UC - 38	1	87	-	-	-	-	-	-	-	-	87	1,044
91	23-Jan	Sanitation UC - 39	2	427	-	-	-	-	-	-	-	-	427	5,124
92	23-Jan	Sanitation UC - 45	5	340	-	-	-	-	-	-	-	-	340	4,080
93	23-Jan	Sanitation UC - 47	6	500	-	-	-	-	-	-	-	-	500	6,000
94	23-Jan	Sanitation UC - 49	5	1,090	-	-	-	-	-	-	-	-	1,090	13,080
95	23-Jan	Sanitation UC - 50	2	340	-	-	-	-	-	-	-	-	340	4,080
96	23-Jan	Sanitation UC - 51	3	590	-	-	-	-	-	-	-	-	590	7,080
97	23-Jan	Sanitation UC - 52	2	180	-	-	-	-	-	-	-	-	180	2,160
98	23-Jan	Sanitation	10	960	-	-	-	-	-	-	-	-	960	11,520
99	23-Jan	Sanitation	3	2,020	-	-	-	-	-	-	-	-	2,020	24,240
100	23-Jan	Accounts	1	-	2,300	-	-	-	-	-	-	-	2,300	27,600
101	23-Jan	Nala Gang-I	1	-	1,900	-	-	-	-	-	-	-	1,900	22,800
102	23-Jan	Nala Gang-I	1	-	1,900	-	-	-	-	-	-	-	1,900	22,800
103	23-Jan	Council Section	1	-	-	2,000	-	-	-	-	-	-	2,000	24,000
104	23-Jan	UC	2	-	-	3,900	-	-	-	-	-	-	3,900	46,800
105	23-Jan	Kali Mori High School	1	-	-	-	-	500	-	-	-	-	500	6,000
106	23-Jan	Liaquat Colony Primary School	2	-	-	-	-	1,500	-	-	-	-	1,500	18,000

[Amount in Rs.]

Sr. No.	Salary /Month	Branch	No. of staff	Other Allow:	Special Allow:	PTA	HM Allow:	Teaching Allow:	AGA	HPA	NPA	SHA	Total Allow: /Month	Total Allow: /Year
107	23-Jan	Station Road Primary School	1	-	-	-	-	750	-	-	-	-	750	9,000
108	23-Jan	Malaria	7	-	-	-	-	-	14,000	-	-	-	14,000	168,000
109	23-Jan	Food	3	-	-	-	-	-	6,000	-	-	-	6,000	72,000
110	23-Jan	Medical (SCUG)	6	-	-	-	-	-	-	161,460	-	-	161,460	1,937,520
111	23-Jan	Medical (Non-SCUG)	2	-	-	-	-	-	-	56,944	-	-	56,944	683,328
112	23-Jan	Medical (SCUG)	6	-	-	-	-	-	-	-	26,000	-	26,000	312,000
113	23-Jan	Medical (Non-SCUG)	2	-	-	-	-	-	-	-	8,000	-	8,000	96,000
114	23-Jan	Medical (SCUG)	6	-	-	-	-	-	-	-	-	55,000	55,000	660,000
115	23-Jan	Medical (Non-SCUG)	2	-	-	-	-	-	-	-	-	20,000	20,000	240,000
116	23-Jan	Ucs	1	-	2,000	-	-	-	-	-	-	-	2,000	24,000
Total (A)				157,618	14,400	41,100	250	18,850	54,600	655,212	102,000	225,000	1,269,030	15,228,360

Annex-SSA3(B) [Para: 4.5.5.4]: Unauthorized payment of various allowances

[Amount in Rs.]

Sr. No.	Salary Month	Branch	No. of Staff	Nursing Allow:	Washing allow: SDA	Additional Allowance	KA	Computer Allow:	Disable Allow:	Personal Allow:	HE	Total Allow: /Month	Total Allowances / Year
1	Jan-21	Medical Branch	8	16,000	-	-	-	-	-	-	-	16,000	192,000
2	Jan-21	Work Shop	22	-	2,400	-	-	-	-	-	-	2,400	28,800
3	Jan-21	Street Light	3	-	300	-	-	-	-	-	-	300	3,600
4	Jan-21	Mayor Office	1	-	-	750	-	-	-	-	-	750	9,000
5	Jan-21	Garden Branch	2	-	-	-	260	-	-	-	-	260	3,120
6	Jan-21	Planning Branch	1	-	-	-	-	750	-	-	-	750	9,000
7	Jan-22	General Branch	2	-	-	-	-	-	-	1,900	-	1,900	22,800
8	Jan-22	Medical	7	12,387	-	-	-	-	-	-	-	12,387	148,644
9	Jan-22	Garden Branch	2	-	-	-	260	-	-	-	-	260	3,120
10	Jan-22	General Branch	1	-	-	-	-	750	-	-	-	750	9,000
11	Jan-22	Work Shop	1	-	-	-	-	-	2,000	-	-	2,000	24,000
12	Jan-22	Fire Brigade	7	-	-	-	-	-	-	7,500	-	7,500	90,000
13	Jan-22	Katchi Abadi	1	-	-	-	-	-	-	1,900	-	1,900	22,800
14	Jan-22	Planning	1	-	-	-	-	750	-	-	-	750	9,000
15	Jan-22	Kali Mori High School	1	-	-	-	-	-	-	1,900	-	1,900	22,800
16	Jan-22	Pump	3	-	300	-	-	-	-	-	-	300	3,600
17	Jan-23	Medical	6/7	13,900	-	-	-	-	-	-	-	13,900	166,800
18	Jan-23	Tax	2	-	4,000	-	-	-	-	-	-	4,000	48,000
19	Jan-23	Street Light	2	-	200	-	-	-	-	-	-	200	2,400
20	Jan-23	Ucs	1	-	2,000	-	-	-	-	-	-	2,000	24,000
21	Jan-23	Library	1	-	-	1,900	-	-	-	-	-	1,900	22,800
22	Jan-23	Parks	1	-	-	-	130	-	-	-	-	130	1,560
23	Jan-23	Planning	1	-	-	-	-	750	-	-	-	750	9,000
24	Jan-23	Engineering	1	-	-	-	-	-	-	-	2,500	2,500	30,000
Total (B)				42,287	9,200	2,650	650	3,000	2,000	13,200	2,500	75,487	905,844
Grand Total												1,344,517	16,134,204

Annex-SSA4 [Para: 4.5.5.5]: Irregular appointment and payment of salaries to underage employees

Sr. No.	Name	CNIC No:	Date of Birth	Date of Appointment	Total Age at the Time of Appointment	Designation	Grade	Branch
1	Syed Israr Ali S/o Syed Sardar Ali	41304-6809992-1	15/11/1969	24/08/1987	17Years 9Months9Days	Press Incharge	16	Press
2	Aijazuddin S/o Nizamuddin	41304-3615560-1	15/03/1972	17/01/1990	17Years 10Months2Days	Senior Clerk	14	Accounts Branch
3	Shahid Hanif S/o M/Haneef	41304-0822478-7	05/03/1971	28/11/1987	16Years 8Months23Days	Junior Clerk	11	Tax
4	Atiq Ahmed S/o Khalil Ahmed	41303-1482100-7	06/04/1970	21/03/1988	17Years 11Months15Days	Junior Clerk	11	Tax
5	Nasir Hafeez S/o Abdul Hafeez	-	14/08/1963	18/07/1981	17Years 11Months4Days	Junior Clerk	11	Tax
6	Muhammad Saleem S/o Muhammad Sharif	-	21/09/1963	02/09/1981	17Years 11Months12Days	Junior Clerk	11	Tax
7	Ameer Hamza S/o M/ Wakeel	41303-8389520-3	17/10/1967	18/10/1981	14Years 0Months1Days	Vaccinator	11	Medical
8	Lal Das Jai Lal	41303-8162765-1	03/08/1967	03/08/1985	18Years 0Months0Days	Junior Clerk	11	Fire Brigade
9	Anwar Ali Raja S/o M.Arab	41303-9562633-9	01/01/1977	30/05/1994	17Years4 Months29Days	O.Clerk	11	Cattle Colony
10	Akbar Masih S/o Inayat Masih	-	05/11/1972	07/06/1989	16Years 7Months2Days	Junior Clerk	11	Audit Office
11	Moinuddin Badurrdin	41303-9490009-9	12/09/1969	26/08/1987	17Years 11Months14Days	SSI	5	Sanitation
12	Shoukat Ali S/o Zahoor Ahmed	-	20/09/1963	30/06/1981	17Years 9Months10Days	Naib Qasid	5	Medical
13	Yousuf S/o Buskhsha	41303-3647812-7	02/03/1969	21/03/1986	17Years 0Months19Days	Driver	5	Fire Brigade
14	Jainti S/o Pershotam	41302-2129483-7	01/12/1970	01/01/1986	15Years 1Months0Days	Driver	5	Fire Brigade
15	Arshad Saleem S/o Saleemuddin	41303-4954940-3	15/03/1964	17/02/1982	17Years 11Months2Days	Pump Driver	4	Pump
16	Tulsi Das S/o Bhima Das	41303-1478830-7	10/10/1965	20/01/1980	14Years 3Months10Days	Darogha	4	Katchi Abadi

Sr. No.	Name	CNIC No:	Date of Birth	Date of Appointment	Total Age at the Time of Appointment	Designation	Grade	Branch
17	M. Taqi S/o M. Rehman	41303-1520529-1	17/06/1964	22/12/1981	17Years 6Months5Days	Naib Qasid	2	SWO
18	Badar KhanHaider Khan	41204-0957130-1	05/06/1979	02/03/1997	17Years 8Months25Days	Helper	2	Municipal Workshop
19	Imran Jan S/o Pir Abdul Kareem	41308-9610687-5	12/05/1981	19/05/1997	16Years 0Months7Days	Beldar	2	Cattle Colony
20	Muhammad Irfan S/o Muhammad Ishaq	41302-1845817-1	31/03/1993	16/12/2009	16Years 8Months15Days	Naib Qasid	1	Audit Office
21	Chaman S/o Bhag Chand	41303-8363403-1	01/02/1964	15/12/1981	17Years 10Months14Days	Sanitary worker	2	Medical
22	Mohan S/o Narsi	Nil	12/12/1979	23/12/1989	10Years 0Months11Days	Sanitary Worker	1	Sanitation
23	Kishan S/o Manak Lal	41303-1546655-1	10/05/1966	01/05/1984	17Years 11Months21Days	Sanitary Worker	1	Sanitation
24	Mangla W/oSojand	41303-3962876-6	10/02/1965	10/02/1983	18Years 0Months0Days	Sanitary Worker	1	Sanitation
25	Hari Chand S/o Fakira	41303-7942226-1	04/04/1965	04/04/1983	18Years 0Months0Days	Sanitary Worker	1	Sanitation
26	Baboo Gama	41303-0947535-9	26/12/1970	05/09/1983	12Years 8Months10Days	SPS	1	Pump
27	Kishor S/o Heera lal	-	01/01/1997	13/03/2012	15Years 2Months12Days	Chowkidar	1	Education Department

Annex-SSA5 [Para: 4.5.5.6]: Irregular appointment and payment of salaries to overage employees

Sr. No	Name	CNIC No.	Date of Birth	Date of Appointment	Total Age at the Time of Appointment	Designation	Grade	Branch
1	Dr. Shabi Hyder S/o S. Jarrar Hussain	41304-6524401-3	26/12/1966	28/06/2012	45Years 6Months2Days	Medical Officer	17	Medical
2	Syed Muhammad Shamim S/o Abdul Hameed	41304-7704099-9	06/10/1967	30/09/2013	45Years 11Months24Days	Drawing Teacher	14	Education
3	Muhammad Imran S/o Ikram-ud-din	41303-1516512-3	01/01/1975	21/12/2020	45Years 11Months20Days	Vaccinator	5	Medical
4	Abbas Yameen S/o Muhammad Yameen	41303-6004843-5	06/12/1969	01/12/2016	47Years 11Months25Days	Fireman	3	Fire Brigade
5	Muhammad Azam S/o Mohammad Yaseen	41303-5820521-3	05/11/1964	16/12/2009	45Years 1Months11Days	Naib Qasid	1	Accounts Branch
6	Yousuf Ali S/o Ahmed Ali	41304-6245394-9	01/01/1963	31/12/2009	46Years 11Months30Days	SPS	1	Pump
7	Muhammad Tahir Shaikh S/o Muhammad Ibrahim	Nil	25/08/1964	21/12/2009	45Years 3Months26Days	Sanitary Worker	1	M&E

Annex-SSA6 [Para: 4.5.5.7]: Irregular and unjustified hiring of legal advisors

[Amount in Rs.]

Sr. No.	Particulars	Name of Payee	Cheque No.	Date	Amount
1	Legal Fees to Legal Advisor	Mr. Irfan Siddiqui	31477201	23/08/2022	25,000
2	-----do-----	Muhammad Hamid	36697669	20/09/2022	25,000
3	-----do-----	Muhammad Salman	36697670	20/09/2022	5,000
4	-----do-----	Mr. Atif Imran	36697671	20/09/2022	5,000
5	-----do-----	Mr. Atif Imran	36697671	20/09/2022	35,000
6	-----do-----	Mr. Atif Imran	36697671	20/09/2022	35,000
7	-----do-----	Mr. Atif Imran	36697671	20/09/2022	35,000
8	-----do-----	Mr. Atif Imran	36697671	20/09/2022	35,000
9	-----do-----	Mr. Atif Imran	36697671	20/09/2022	85,000
10	-----do-----	Mr. Atif Imran	36697671	20/09/2022	75,000
11	-----do-----	Mr. Atif Imran	36697671	20/09/2022	80,000
12	-----do-----	Mr. Atif Imran	36697671	20/09/2022	85,000
13	-----do-----	Mr. Atif Imran	36697671	20/09/2022	85,000
14	-----do-----	Mr. Atif Imran	36697671	20/09/2022	87,500
15	-----do-----	Mr. Atif Imran	36697671	20/09/2022	120,000
16	-----do-----	Mr. Atif Imran	36697671	20/09/2022	120,000
17	-----do-----	Muhammad Ahmedullah Khan	36697687	12/10/2022	50,000
18	-----do-----	Muhammad Ahmedullah Khan	36697687	12/10/2022	50,000
19	-----do-----	Muhammad Ahmedullah Khan	36697687	12/10/2022	50,000
20	-----do-----	Muhammad Waqas Siddiqui	36697688	12/10/2022	25,000
21	-----do-----	Mr. Ayaz Ali Rajput	36697698	26/10/2022	70,000
22	-----do-----	Mr. Ayaz Ali Rajput	36697698	26/10/2022	70,000
23	-----do-----	Mr. Ayaz Ali Rajput	36697698	26/10/2022	70,000
24	-----do-----	Mr. Ayaz Ali Rajput	36697698	26/10/2022	70,000
25	-----do-----	Mr. Ayaz Ali Rajput	36697698	26/10/2022	70,000
26	-----do-----	Mr. Ayaz Ali Rajput	36697698	26/10/2022	65,000
27	-----do-----	Muhammad Hanif	36697711	26/10/2022	25,000
28	-----do-----	Muhammad Hanif	36697711	26/10/2022	25,000
29	-----do-----	Muhammad Hanif	36697711	26/10/2022	25,000
30	-----do-----	M. Saleem Hashmi	36697712	26/10/2022	50,000
31	-----do-----	M. Saleem Hashmi	36697712	26/10/2022	50,000
32	-----do-----	M. Saleem Hashmi	36697712	26/10/2022	50,000
33	-----do-----	M. Saleem Hashmi	36697712	26/10/2022	5,000
34	-----do-----	M. Saleem Hashmi	36697712	26/10/2022	35,000
35	-----do-----	M. Saleem Hashmi	36697712	26/10/2022	50,000
36	-----do-----	M. Saleem Hashmi	36697712	26/10/2022	10,000
37	-----do-----	M. Saleem Hashmi	36697712	26/10/2022	50,000
38	-----do-----	Mr. Waqas Siddiqui	36697717	07/11/2022	22,500
39	-----do-----	M/s. M. Arshad Pathan	36697725	10/11/2022	500,000
40	-----do-----	Mr. Waqas Siddiqui	36697731	25/11/2022	10,000
41	-----do-----	M/s. Ayaz Ali Rajpar	36697740	08/12/2022	70,000
42	-----do-----	M/s. Ayaz Ali Rajpar	36697740	08/12/2022	70,000

[Amount in Rs.]

Sr. No.	Particulars	Name of Payee	Cheque No.	Date	Amount
43	-----do-----	M/s. Ayaz Ali Rajpar	36697740	08/12/2022	125,000
44	-----do-----	M/s. Ayaz Ali Rajpar	36697740	08/12/2022	75,000
45	-----do-----	M/s. Ayaz Ali Rajpar	36697740	08/12/2022	120,000
46	-----do-----	M/s. Ayaz Ali Rajpar	36697740	08/12/2022	130,000
47	-----do-----	M/s. Ayaz Ali Rajpar	36697740	08/12/2022	75,000
48	-----do-----	M/s. Ayaz Ali Rajpar	36697740	08/12/2022	70,000
49	-----do-----	M/s. Ayaz Ali Rajpar	36697740	08/12/2022	75,000
50	-----do-----	M/s. Ayaz Ali Rajpar	36697740	08/12/2022	120,000
51	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	35,000
52	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	35,000
53	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	35,000
54	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	35,000
55	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	35,000
56	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	35,000
57	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	35,000
58	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	35,000
59	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	35,000
60	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	35,000
61	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	35,000
62	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	35,000
63	-----do-----	M/s. Farhad Ali Abro	36535985	09/01/2023	80,000
64	-----do-----	Muhammad Saeed Hanif	36535986	19/01/2023	25,000
65	-----do-----	Muhammad Waqas Siddiqui	36536005	08/02/2023	25,000
66	-----do-----	Muhammad Waqas Siddiqui	36536005	08/02/2023	25,000
67	-----do-----	M. Arshad.S. Pathan	36536037	14/03/2023	525,000
68	-----do-----	Muhammad Saleem	36536038	14/03/2023	25,000
69	-----do-----	Muhammad Saleem	36536038	14/03/2023	50,000
70	-----do-----	Muhammad Saleem	36536038	14/03/2023	50,000
71	-----do-----	Muhammad Saleem	36536038	14/03/2023	50,000
72	-----do-----	M/s. Hanif Shaikh	36536039	14/03/2023	25,000
73	-----do-----	M/s. Hanif Shaikh	36536039	14/03/2023	25,000
74	-----do-----	M/s. Hanif Shaikh	36536039	14/03/2023	25,000
75	-----do-----	Mr. Waqas Siddiqui	36536040	14/03/2023	25,000
76	-----do-----	Mr. Waqas Siddiqui	36536040	14/03/2023	25,000
77	-----do-----	Mr. Waqas Siddiqui	36536040	14/03/2023	37,500
78	-----do-----	Mr. Waqas Siddiqui	36536040	14/03/2023	26,000
79	-----do-----	Mr. Waqas Siddiqui	36536040	14/03/2023	10,000
80	-----do-----	Mr. Waqas Siddiqui	36536040	14/03/2023	9,000
81	-----do-----	Mr. Waqas Siddiqui	36536040	14/03/2023	28,000
82	-----do-----	M/s. Masood Rasool Baber	36536041	14/03/2023	55,000
83	-----do-----	M/s. Masood Rasool Baber	36536041	14/03/2023	55,000
84	-----do-----	M/s. Masood Rasool Baber	36536041	14/03/2023	55,000
85	-----do-----	M/s. Masood Rasool Baber	36536041	14/03/2023	55,000
86	-----do-----	M/s. Masood Rasool Baber	36536041	14/03/2023	55,000
87	-----do-----	M/s. Masood Rasool Baber	36536041	14/03/2023	55,000

[Amount in Rs.]

Sr. No.	Particulars	Name of Payee	Cheque No.	Date	Amount
88	-----do-----	M/s. Masood Rasool Baber	36536041	14/03/2023	55,000
89	-----do-----	Muhammad Waqas Siddiqui	36973245	17/04/2023	25,000
90	-----do-----	Mr. Atif Imran	36973246	17/04/2023	35,000
91	-----do-----	Mr. Atif Imran	36973246	17/04/2023	35,000
92	-----do-----	Mr. Atif Imran	36973246	17/04/2023	35,000
93	-----do-----	Mr. Atif Imran	36973246	17/04/2023	35,000
94	-----do-----	Mr. Atif Imran	36973246	17/04/2023	35,000
95	-----do-----	Mr. Atif Imran	36973246	17/04/2023	35,000
96	-----do-----	Mr. Abdul Rehman	36973254	19/04/2023	25,000
97	-----do-----	Mr. M. Saleem Hashmi	37419073	08/05/2023	50,000
98	-----do-----	Mr. Maqsood Ahmed	37419074	08/05/2023	25,000
99	-----do-----	M/s. M. Hanif Shaikh	37419075	08/05/2023	25,000
100	-----do-----	Mr. Abdul Rehman Memon	37419077	08/05/2023	25,000
101	-----do-----	M. Arshad.S. Pathan	36973272	25/05/2023	150,000
102	-----do-----	Mr. Abdul Rehman Advocate	36973273	25/05/2023	25,000
103	-----do-----	Mr. Abdul Rehman Advocate	36973273	25/05/2023	25,000
104	-----do-----	Mr. Maqsood Ahmed	36973274	25/05/2023	35,000
105	-----do-----	Mr. Maqsood Ahmed	36973274	25/05/2023	35,000
106	-----do-----	Muhammad Sabir	36973275	25/05/2023	25,000
107	-----do-----	Muhammad Sabir	36973275	25/05/2023	25,000
108	-----do-----	Muhammad Hanif Shaikh	36973276	25/05/2023	25,000
109	-----do-----	Muhammad Hanif Shaikh	36973276	25/05/2023	25,000
110	-----do-----	Mr. Farhad Ali Abro	36973277	25/05/2023	35,000
111	-----do-----	Mr. Farhad Ali Abro	36973277	25/05/2023	35,000
112	-----do-----	Mr. Farhad Ali Abro	36973277	25/05/2023	700,000
113	-----do-----	Mr. Ghulam Ali	36973278	25/05/2023	35,000
114	-----do-----	M. Waqas Siddiqui	36973279	25/05/2023	25,000
115	-----do-----	M. Waqas Siddiqui	36973279	25/05/2023	25,000
116	-----do-----	Mr. Ashar Majeed	36973280	25/05/2023	35,000
117	-----do-----	Mr. Ashar Majeed	36973280	25/05/2023	35,000
Total					6,940,500

Local Councils, Larkana Division

Annex-LRK1 [Para: 5.5.4.2]: Non-revision of rent of shops at fair value

1. Municipal Committee Shahdadkot			
Sr. No.	Name of Shop Keeper	Remarks	Rent Per Month
National Bank Market Station Road			
1	Saleem Akhtar Shaikh	Shop	425
2	Saleem Akhtar Shaikh	Shop	425
3	Muhammad Hayat	Shop	425
4	Javed Ahmed Shaikh	Shop	425
5	Zameer Ahmed Shaikh	Shop	425
6	Waseem Akhter	Shop	425
7	Essi Ram	Shop	425
8	Muhammad Arif	Shop	425
National Bank Market Dost Ali Road			
9	Dur Mohammad Magsi	Shop	236
10	Mohsin Khan Kamboh	Shop	236
11	Ghulam Hyder Magsi	Shop	236
12	Muhammad Nawaz Shaikh	Shop	236
13	Muhammad Bux Brohi	Shop	236
14	Akber Ali Brohi	Shop	236
15	Gulzar Ahmed Brohi	Shop	236
16	Irshad Ali Shaikh	Shop	236
17	Abdul Saboor Shaikh	Shop	472
18	Abdullah Shaikh	Shop	236
19	Manzoor Ahmed	Shop	236
Mehran School Market			
20	Ghulam Farooque Shaikh	Shop	210
21	Aijaz Ahmed Mastoi	Shop	210
22	Irfan Ali Seelro	Shop	210
23	Ghulam Muhammad Wadho	Shop	210
24	Aftab Ahmed Shaikh	Shop	210
25	Dr. Sobdar	Shop	210
26	Shahzad Qamar Mahesar	Shop	210
27	Shahzad Ali Shaikh	Shop	210
28	Muhammad Aamir Soomro	Shop	210
29	Muhammad Anwar Soomro	Shop	210
Old Gross Piri			
30	Imdad Ali Mangi	Shop	327
31	Akbar Ali Brohi	Shop	258
32	Muhammad Afzal	Shop	258
33	Abdul Sattar Kamboh	Shop	258
34	Akbar Ali Brohi	Shop	210
35	Akbar Ali Brohi	Shop	210
36	Akbar Ali Brohi	Shop	210
37	Muhammad Aslam Kamboh	Shop	210
Old Sabzi Mandi			
38	Faheem Mustafa Shaikh	Shop	346

1. Municipal Committee Shahdadkot			
Sr. No.	Name of Shop Keeper	Remarks	Rent Per Month
39	Siraj Ahmed Kamboh	Shop	282
40	Ahmed Nawaz Shaikh	Shop	120
41	Qamruddin Shaikh	Shop	190
42	Abdul Kareem Pathan	Shop	120
43	Mumtaz Hussain Brohi	Shop	100
44	Mumtaz Hussain Brohi	Shop	142
45	Naeem Akhter Shaikh	Shop	164
46	Mohammad Qasim Brohi	Shop	250
47	Waheed Ahmed Shaikh	Shop	300
48	Riaz Ahmed Brohi	Shop	500
49	Mazhar Ali Shaikh	Shop	500
50	Shafique Ahmed Pathan	Shop	142
51	Shabroz Shaikh	Shop	190
52	Sarfraz Ahmed Shaikh	Shop	142
53	Imtiaz Ali Chandio	Shop	120
54	Afsar Nadeem	Shop	120
55	Abdul Sattar Kamboh	Shop	120
56	Muhammad Nafees	Shop	120
57	Mohammed Younis Kamboh	Shop	120
58	Muhammad Waris	Shop	100
59	Khuda Bux Channa	Shop	173
60	Mohammed Younis Kamboh	Shop	173
61	Abid Ali Kamboh	Shop	173
62	Muhammad Aslam Kamboh	Shop	173
63	Gul Muhammad Shaikh	Shop	173
64	Nabi Bux Ghorl	Shop	346
65	Muhammad Arib Seelro	Shop	346
66	Saeed Ahmed Shaikh	Shop	190
67	Suhail Mustafa Shaikh	Shop	173
68	Wiqas Adwani	Shop	173
69	Raheel Ahmed Shaikh	Shop	173
70	Ghulam Mustafa Shaikh	Shop	240
71	Faiz Mohammad Brohi	Shop	173
72	Mohammed Panah Shaikh	Shop	144
73	Ghulam Hyder Abro	Shop	500
74	Waqar Hussain Abro	Shop	500
75	Imtiaz Ali Chandio	Shop	120
76	Ahsan Ali Pathan	Shop	120
77	Musharaf	Shop	120
78	Muhammad Achar Solangi	Shop	142
79	Abdul Ghafoor Kamboh	Shop	120
Bhittai Shopping Center			
80	Altaf Hussain Mangi	Shop	258
81	Mehboob Ali	Shop	288
82	Ali Muhammad	Shop	318

1. Municipal Committee Shahdadkot			
Sr. No.	Name of Shop Keeper	Remarks	Rent Per Month
83	Mansoor Ali	Shop	336
84	Muhammad Azam	Shop	336
85	M. Akram / Asif	Shop	290
86	Wishnomal	Shop	384
87	Kantesh Kumar	Shop	384
88	Kantesh Kumar	Shop	384
89	Sachomal	Shop	372
90	Asif Ali Soomro	Shop	276
91	Sundar Das	Shop	276
92	Dileep Kumar	Shop	276
93	Ropchand / Dileep Kumar	Shop	276
94	Harichand / Zulfiqar Ali	Shop	258
95	Sikander Ali	Shop	300
96	Muhammad Aslam	Shop	360
97	Mukhtiar Ahmed	Shop	444
98	Kareem Bux	Shop	492
99	Ahmed Shah	Shop	977
100	Abdul Khaliq	Shop	312
Qubo Bus Stand Market			
101	Ali Muhammad Brohi	Shop	200
102	Muhammad Azam Kamboh	Shop	200
103	Zulfiqar Ali	Shop	200
104	Muhammad Yousif Kamboh	Shop	200
105	Lal Jan Magsi	Shop	200
106	Siraj Hussain Solangi	Shop	200
107	Sabir Ali	Shop	200
108	Muhammad Azam	Shop	200
109	Mohammed Essa	Shop	200
110	Muhammad Moosa	Shop	200
111	Khan Muhammad	Shop	200
112	Noor Muhammad	Shop	200
113	Abdul Majeed	Shop	200
114	Sono Khan	Shop	200
115	Muhammad Aslam Kamboh	Shop	200
116	Ali Akbar Kamboh	Shop	200
117	Ali Akbar Kamboh	Shop	200
118	Lal Jan	Shop	300
119	Aftab Ahmed Magsi	Shop	300
120	Muhammad Saleh Magsi	Shop	300
121	Muhammad Saleh Magsi	Shop	300
122	Muhammad Saleh Magsi	Shop	300
123	Liaquat Ali Brohi	Shop	300
124	Muhammad Akhtar Kamboh	Shop	300
125	Muhammad Akhtar Kamboh	Shop	300
126	Shah Nawaz Brohi	Shop	300

1. Municipal Committee Shahdadkot			
Sr. No.	Name of Shop Keeper	Remarks	Rent Per Month
Lakhpat Road Market			
127	Sanjay Kumar	Shop	305
128	Dileep Kumar	Shop	305
129	Ghulam Rasool Dayo	Shop	305
130	Qazi Gulab	Shop	305
131	Ghulam Mustafa Kamboh	Shop	610
132	Nazeer Ahmed Shaikh	Shop	305
133	Vinood Kumar	Shop	305
134	Lal Bux Brohi.	Shop	305
135	Ghulam Mustafa Kamboh	Shop	305
Girls College Road Market			
136	Muhammad Uris/ Mir Baran	Shop	300
137	Muhammad Punhal	Shop	300
138	Aitbar Khan	Shop	300
139	Mir Baran Khan	Shop	300
140	Mohammed Saleh	Shop	300
141	Hamzo Khan Wadho	Shop	300
142	Yar Muhammad Brohi	Shop	120
143	Abdul Waheed Jarwar	Shop	300
Nishat Cenima Road Market			
144	Nawab Khan	Shop	142
145	Nawab Khan	Shop	142
146	Riaz Hussain Awan	Shop	142
147	Nazeer Ahmed Soomro	Shop	142
148	Nazeer Ahmed Soomro	Shop	142
149	Hussain Bux Sayal	Shop	251
150	Riaz Hussain Awan	Shop	164
151	Mujahid Hussain Awan	Shop	142
152	Shahid Hussain Awan	Shop	142
153	Majid Hussain Awan	Shop	142
154	Muhammad Murad Brohi	Shop	240
155	Abdul Aziz Brohi	Shop	60
156	Junaid Ahmed Wako	Quarter	750
157	Muhammad Hayat Shaikh	Sabzi Chakro	1000
158	Ashok Kumar	Shop	236
159	Asif Raza Shaikh	Shop	142
160	Faqeer Ghulam Ali	Bricks Batho	276
161	Pir Bux / Barkat	Shop	325
162	Pir Bux / Barkat	Shop	325
163	Jan Muhammad Leghari	Shop	146
164	Rajab Ali	Shop	208
165	Zameer Hussain	Shop	60
166	Fiyaz Ali Magsi	Band	200
167	National Bank of Pakistan	NBP Building	30000
168	Mohammd Juman Bhatti	Shop	200

2. Town Committee Naseerabad			
Sr. No.	Name of Allottee	Shop No.	Rent
1	Shafi Muhammad Brohi	1	500
2	Shafi Muhammad Brohi	2	500
3	Haji Fazul Muhammad	3	600
4	Haji Allah Wasayo	4	300
5	Haji Fazul Muhammad	5	300
6	Haji Allah Wasayo	6	300
7	Haji Fazul Muhammad	7	300
8	Basheer Ahmed Shaikh	8	300
9	Basheer Ahmed Shaikh	9	300
10	Sacha Nand	10	300
11	Sacha Nand	11	300
12	Gulsher Shaikh	12	300
13	Ghulam Shabir Shaikh	13	400
14	Ghulam Rasool Shaikh	14	300
15	Ghulam Yaseen Shaikh	15	300
16	Imdad Ali Masson	16	300
17	Imdad Ali Masson	17	300
18	Kaniya Lal	18	300
19	Kelash	19	390
20	Shafi Muhammad Brohi	20	300
21	Lakhmeeer Jalbani	21	600
22	Nawab Ali Channa	22	1400
23	Sartaj Ahmed Wahocho	23	400
24	Muhammad Yaqoob Gadehi	24	700
25	Sikander Ali Shaikh	25	600
26	Sikander Ali Shaikh	26	600
27	Ghulam Rasool Shaikh	27	500
28	Riaz Ahmed Shaikh	28	500
29	Qaimuddin Shaikh	29	650
30	Gulzar Ahmed Shaikh	30	500
31	Abdul Jabbar Shaikh	31	500
32	Haji Gulsher Shaikh	32	500
33	Haji Khan Kalhoro	33	650
34	Ali Asghar Soomro	34	500
35	Shamusddin Wahocho	35	500

2. Town Committee Naseerabad			
Sr. No.	Name of Allottee	Shop No.	Rent
36	Sarfraz Ahmed Shaikh	36	500
37	Ghulam Rasool Shaikh	37	650
38	Imdad Ali Kathio	38	800
39	Muhammad Khan Masson	39	400
40	Mukesh Kumar	40	450
41	Shamshad Ali Panhwar	41	450
42	Haji Muhammad Aacher	42	450
43	Muhammad Usman Shaikh	43	450
44	Muhammad Usman Shaikh	44	500
45	Javed Ali Shaikh	45	590
46	Muhammad Awais Wahocho	46	450
47	Muhamad AkramMasson	47	600
48	Ghulam Yaseen Massan	48	450
49	Haji Muhammad Salihlakho	49	200
50	Aijaz Ali Massan	50	600
51	Haji Allah Wasayo Massan	51	550
52	Haji Allah Wasayo Massan	52	200
53	Javed Ahmed Shaikh	53	450
54	Haji Fazul Muhammad	54	450
55	Haji Fazul Muhammad	55	450
56	Ravi Kumar	56	590
57	Aijaz Ahmed Massan	57	600
58	Press Club	58	700
59	Ashoque Kumar	59	700
60	Abdul Khaliq Brohi	60	700
61	Muhammad S/o Muhammad Hassan Chajinini	61	700
62	Irfan Ahmed Wahocho	62	700
63	Ramesh Kumar	63	700
64	Jai Kumar	64	700
65	Niaz Hussain Solangi	65	700
66	Imran Ali Phulpoto	66	900
67	Ghulam Hyder Channo	67	900
68	Muhammad Hassan Wahocho	68	640
69	Muhamad Hassan Wahocho	69	1040
70	Dost Muhammad Phulpoto	70	1040
71	Aneel Kumar	71	830

2. Town Committee Naseerabad			
Sr. No.	Name of Allottee	Shop No.	Rent
72	Manzoor Ali Phulpoto	72	640
73	Nadeem Ali Soomro	73	640
74	Naveed Ahmed Shaikh	74	830
75	Mumtaz Ali Lohar	75	830
76	Amar Lal	76	640
77	Yasir Ali Samejo	77	850
78	Yasir Ali Samejo	78	830
79	Muhammad Ramzan Shaikh	79	830
80	Parvez Ahmed Shaikh	80	830
81	Aijaz Ahmed kalhoro	81	600
82	Muhammad Ali Phulpoto	82	700
83	Abdul Qadir Tagar	83	700
84	Illahi Bux Brohi	84	700
85	Rustam Massan	85	700
86	Ramesh Kumar	86	700
87	Abdul Sattar Mangi	87	600
88	Shahid Ali Shaikh	88	700
89	Kelash	89	910
90	Ali Gohar Wahocho	90	600
91	Illahi Bux Tunio	91	600
92	Haji Mehboob	92	600
93	Rehmtullah Odhano	93	600
94	Pawan Kumar	94	600
95	Haji Ghulam Sarwar Shaikh	95	600
96	Mumtaz Ali Depar	96	200
97	Abdul Khalique Brohi	97	200
98	Abdul Khalique Brohi	98	200
99	Abdul Khalique Brohi	99	200
100	Abdul Khalique Brohi	100	200
101	Abdul Khalique Brohi	101	200
102	Aijaz Ali Brohi	102	200
103	QaimuddinWahocho	103	200
104	Mushtaque Ahmed Shaikh	104	200
105	Muhammad Ramzan Wahocho	105	260
106	Manzoor Ali Phulpoto	106	260
107	Dileep Kimar	107	260

2. Town Committee Naseerabad			
Sr. No.	Name of Allottee	Shop No.	Rent
108	Muhammad Saddique Phulpoto	108	200
109	Ghulam Saddique Malano	109	200
110	Wajid Ali Sohu	110	200
111	Mumtaz Ali Shaikh	111	200
112	Fiaz Muhammad Shaikh	112	400
113	Fiaz Muhammad Shaikh	113	1040
114	Riaz Ahmed Shaikh	114	800
115	Haji Fazul Muhammad	115	800
116	Haji Fazul Muhammad	116	800
117	Haji Fazul Muhammad	117	800
118	Qadeer Ahmed Wahocho	118	800
119	Muhammad Akram Shaikh	119	800
120	Ghulam Sarwar Shaikh	120	800
121	Muhammad Ayoub Panhwar	121	800
122	Shaman Ali Manganhar	122	800
123	Imdad Ali Massan	123	800
124	Nawab Ali Channa	124	200
125	Ijaz Ali Massan	125	400
126	Haji Mazhar Ali Wahocho	126	400
127	Badderuddin Wahocho	127	200
128	Badderuddin Wahocho	128	200
129	Ali Gohar Chhutto	129	200
130	Ali Gohar Chhutto	130	200
131	Zaffar Ali Peerzado	131	200
132	Zaffar Ali Peerzado	132	200
133	Basher Ahmed Badani	133	200
134	Basheer Ahmed Badani	134	200
135	Rajeesh Kumar	135	240
136	Rajeesh Kumar	136	240
137	Habibullah Brohi	137	100
138	Habibullah Brohi	138	100
139	Shamsuddin Chhutto	139	260
140	Muhammad Uris Buk	140	100
141	Ghulam Hussain Buk	141	100
142	Abdul Ghaffar Kalhoro	142	260
143	Fazullah Channa	143	400

2. Town Committee Naseerabad			
Sr. No.	Name of Allottee	Shop No.	Rent
144	Meer Babo Lanjwani	144	150
145	Muhammad Ayoub Panwhar	145	400
146	Muhammad Iqbal Channo	146	200
147	Mushtaque Ahmed Shaikh	147	200
148	Muhammad Azam Tagar	148	520
149	Ghulam Abbass Odhano	149	400
150	Abdul Qadir Tagar	150	750
151	Muhammad Khan Massan	151	400
152	Shamsuddin Malano	152	400
153	Abdul Qadir Tagar	153	650
154	Abdul Hafeez Khaskheli	155	400
155	Amanullah Tunio	156	350
156	Amanullah Tunio	157	350
157	Zahoor Ahmed Odhano	158	260
158	Aijaz Ali Massan	159	800
159	Hamzo Khan	160	200
160	Hamzo Khan	161	200
161	Hamzo Khan	162	200
162	Altaf Hussain	163	400

Annex-LRK2 [Para: 5.5.6.1]: Non-production of record

[Rs. in Million]

Sr. No.	Name of Office	AIR Para	F.Y	Description of Record	Amount
1	Municipal Committee Shahdaskot	1	2022-23	i. Personal files and service books of employees ii. Detail of complaints/ litigation matters iii. Record/details of appointments and promotions	-
		1	2023-24	i. Employees related record (service books & personal files) ii. Budget Control Register & Cheque issue register	-
2	Municipal Committee Naudero	1	2022-23	Personal files and service books of employees	-
3	Municipal Committee Thull	1	2022-23	iii. Service books and personal files of employees ix. Detail of machinery & equipment x. Record/details of appointments and promotions xi. Detail of complaints/ litigation matters	-
		1	2023-24	i. Employees related record (service books & personal files, schedule of establishment) ii. Budget Control register & demand collection register iii. Detail of unserviceable items	-
4	Town Committee Gouspur	1	2022-23	vi. Personal files and service books of employees vii. Budget Control Register viii. List of un-serviceable staff ix. Progress report regarding development works	-
5	Town Committee Naseerabad	1		i. Personal files and service books of employees ii. Detail of complaints/ litigation matters iii. Record/details of appointments and promotions	-
6	Town Committee Guddu	1		i. Approved sanctioned and working strength along with Establishment Check Register	-

[Rs. in Million]

Sr. No.	Name of Office	AIR Para	F.Y	Description of Record	Amount
				ii. Personal files and service books of employees with detail of promotions iii. Record/details of un-serviceable items iv. Record/details of property owned by council	
7	Town Committee Garhi Yasin	1		i. Personal files and service books of employees ii. Establishment Check Register iii. Budget Control Register iv. Liabilities Register	-
8	Town Committee Khanpur	1		i. Expenditure statement for the FY-2022-23 ii. Progress work of all development works, contract agreements executed iii. Personal files and services books of all employees along with promotions iv. Registers including Budget control, demand & collection, liabilities, establishment check, Pre-audit and TA DA v. Detail of Auctions cases vi. Bank statement of all official accounts of council vii. List of vehicles (on road and off road) viii. Record of Income	-
9	Town Committee Lakhi	1	2022-23	Complete record for the financial year 2022-23	-
10	Town Committee Gaji Khuhawar	1		Complete record for the financial year 2022-23	-
		1		Complete record for the financial year 2022-23	-
11	Town Committee Badah	1		iv. Employees related record (service books & personal files, schedule of establishment) v. Budget Control register & liabilities register vi. Property related record vii. Detail of unserviceable items	-

[Rs. in Million]

Sr. No.	Name of Office	AIR Para	F.Y	Description of Record	Amount
12	District Council Larkana	1	2023-24	i. Employees related record (service books & personal files, ECR) ii. Incumbency of officers iii. Property related record iv. Bank Statement	-
13	Larkana Municipal Corporation	1, 9		i. Employees related record (service books & personal files) ii. Property related record iii. Annual account iv. Bank statement v. Security deposit and tender/ works registers vi. Bidders credential in respect of 9 works – Rs21.450 million	21.450
14	District Council Shikarpur	1, 4		i. Employees related record (service books & personal files) ii. Budget Control Register & Cheque issue register iii. Bidder credentials as per NIT in respect of 3 contractors Rs 225.540 million	225.540
15	Municipal Committee Shikarpur	1		i. Employees related record (service books & personal files) ii. Budget Control Register & Cheque issue register iii. Detail of vehicles & machinery	-
16	District Council Jacobabad	1		i. Employees related record (service books & personal files) ii. Rent agreements of shops/property iii. Seniority lists	-
17	Municipal Committee Jacobabad	1		i. Employees related record (service books & personal files) ii. Detail of businesses run open councils shop along with copies of rental agreement iii. Comprehensive detail of council vehicles iv. Copy of contract agreement/offer letter of contractual employees	-
18	District Council Kashmore	1		i. Employees related record (service books & personal files, schedule of establishment) ii. Budget Control register & ECR	-

[Rs. in Million]

Sr. No.	Name of Office	AIR Para	F.Y	Description of Record	Amount
				iii. Property related record, agreements iv. Annual account of statements, budget book v. Detail of Taxes (Income Tax, Sindh Sales Tax and GST) deducted and deposited with along with CPR vi. Bank Statement(s) along with opening and closing balances	
Total					246.990

Local Councils, Sukkur Division

Annex-SUK1 [Para: 6.5.2.4]: Irregular award of routine works by declaring emergency

[Amount in Rs.]

Sr. No.	Name of work / Description	Name of Contractor	V. No.	Cheque No.	Dated	Work Order No	Dated	Amount
1	Supply of HDPE 100 Solid Pipe PN-8 (315-MM) for Rain Emergency 2024	M/s Makhdoom Bilawal Associates	Nil	46530287	12.06.2024	272	09.05.2024	5.744
2	Supply of vehicle mounted de-watering pump for rain emergency 2024	M/s Meraj Limited	Nil	46530288	12.06.2024	281	20.05.2024	29.000
3	Repair of 250-KVA Generators (Dosan)	M/s SM Engineering	Nil	46530289	12.06.2024	274	10.05.2024	1.560
4	Repair of 400-KVA Diesel Generator (Perkins) at Phase-I Water Works	M/s SM Engineering	Nil	46530290	12.06.2024	288	23.05.2024	2.078
5	Supply of King Power Genuine 3X3 Engines Pump for Rain Emergency 2024	M/s Aslam Machinery Store	Nil	46530291	12.06.2024	278	13.05.2024	2.715
6	Repair of 250-KVA Generators (Dosan)	M/s SM Engineering	Nil	46530292	12.06.2024	282	20.05.2024	1.012
7	Repair of 135-KVA Generators (Dosan)	M/s SM Engineering	Nil	46530293	12.06.2024	280	16.05.2024	0.768
8	Supply of Diesel Engines 25-HP and 16-HP	M/s Mehran Machinery Store	Nil	46530294	12.06.2024	271	09.05.2024	9.522
9	Repair of 500-KVA Generators (Dosan)	M/s Allied Engineering Works	Nil	46530295	12.06.2024	294	27.05.2024	2.596
10	Supply of No.01 Millat's Tractor Model MF-385 2WD(85-HP) and No.02 MF-240 (50 HP) with standard Tool Kit &	M/s Millat Tractor Limited	Nil	46530296	12.06.2024	328	11.06.2024	8.055

[Amount in Rs.]

Sr. No.	Name of work / Description	Name of Contractor	V. No.	Cheque No.	Dated	Work Order No	Dated	Amount
	Accessories during rain emergency							
11	Supply of Cummins Powered 100/110-KVA and 200/220-KVA Diesel Generators for Rain Emergency 2024	M/s Usman Engineering Works	Nil	46530304	12.06.2024	263	27.04.2023	73.500
12	Supply of Cummins Powered 45/50-KVA and 100/110-KVA Diesel Generators for Rain Emergency 2024	M/s Usman Engineering Works	Nil	46530325	28.06.2024	303	26.06.2024	18.717
13	Supply of Diesel Engines 25-HP and 16-HP	M/s Mehran Machinery Store	Nil	46530326	28.06.2024	306	27.06.2024	7.530
14	Follow up progress of rain emergency preparation/ precautionary arrangements	M/s Pakistan State Oil	Nil	46530329	28.06.2024	Nil	Nil	10.000
Total								172.797

Annex-SUK2 [Para: 6.5.5.1]: Non-deposit of deducted amount of pension contributions

[Amount in Rs.]

Sr. No.	Name of Branch	Month	Amount of Pension Contributions	Amount of Leave Salary	Total of Pension Contributions
1	General	Sep 2023	940,538	190,191	1,130,729
2	Building		220,506	43,000	263,506
3	Library		221,998	44,816	266,814
4	Garden		374,007	72,170	446,177
5	PWD		1,154,098	228,536	1,382,634
6	Fire Brigade		458,675	93,600	552,275
7	Taxation		604,240	123,714	727,954
8	Encroachment		559,218	110,818	670,036
9	Sanitation		1,014,472	201,050	1,215,522
10	UC Ali whan		665,943	162,828	828,771
11	Rural Water Supply		1,063,882	245,789	1,309,671
12	General	Nov 2023	951,988	191,739	1,143,727
13	Building		220,602	43,056	263,658
14	Library		221,950	44,816	266,766
15	Garden		374,007	72,190	446,197
16	PWD		1,152,895	228,859	1,381,754
17	Fire Brigade		437,536	93,683	531,219
18	Taxation		60,443	123,828	184,271
19	Encroachment		560,079	111,115	671,194
20	Electric/ PWD		230,363	46,215	276,578
21	Sanitation		1,013,391	201,104	1,214,495
22	Water supply		1,597,226	314,901	1,912,127
23	UC Aliwhan		665,943	162,828	828,771
24	UC Loung Bahtti		324,763	81,922	406,685
25	Rural Water Supply		1,085,042	245,896	1,330,938
26	Library	Feb 2024	226,202	46,173	272,375
27	Garden		376,098	72,806	448,904
28	PWD		1,170,971	233,680	1,404,651
29	Fire Brigade		439,424	89,925	529,349
30	Electric/ PWD		225,577	46,999	272,576
31	Sanitation		999,324	199,979	1,199,303
32	UC Ali whan		691,919	161,554	853,473
33	Rural Water Supply		1,093,232	246,681	1,339,913

[Amount in Rs.]

[Amount in Rs.]					
Sr. No.	Name of Branch	Month	Amount of Pension Contributions	Amount of Leave Salary	Total of Pension Contributions
34	SUG Staff	Apr 2024	79,269	-	79,269
35	Water supply		1,596,780	316,276	1,913,056
36	Building		222,657	43,731	266,388
37	PWD		1,173,245	234,506	1,407,751
38	Water supply		1,601,077	317,500	1,918,577
39	General	June 2024	955,700	197,668	1,153,368
40	PWD		1,178,291	236,163	1,414,454
41	Taxation		617,272	130,616	747,888
42	Sanitation		990,873	198,819	1,189,692
43	Water supply		1,593,102	317,430	1,910,532
44	Rural Water Supply		1,093,691	248,075	1,341,766
45	Encroachment		562,023	113,539	1,341,766
46	SUG Staff		79,269		79,269
Total					40,736,789

Annex-SUK3 [Para: 6.5.5.2]: Non-adjustment of temporary advances

[Amount in Rs.]

Sr. No.	Cheque No	Date	Name	Amount
1	40302140	08/07/2023	Mr. Abdul Wahid Pirzada (PA to Mayor)	100,000
2	40302141	08/07/2023	Mr. Islamuddin Shaikh (Office Superintendent General Branch)	100,000
3	40302142	08/07/2023	Mr. Abdul Ghani Shaikh (Fire Officer)	100,000
4	40302169	23/8/2023	Mr. Aijaz Ali Shaikh (Council Officer)	50,000
5	40302185	30/8/2023	Mr. Abdul Wahid Pirzada (PA to Mayor)	100,000
6	40302198	09/08/2023	Mr. Muhammad Irfan Khan (PA to Municipal Commissioner)	100,000
7	40302199	09/08/2023	Mr. Islamuddin Shaikh (Office Superintendent General Branch)	100,000
8	42276570	11/07/2023	Mr. Muhammad Irfan Khan (PA to Municipal Commissioner)	25,000
9	42276584	11/07/2023	Mr. Abdul Wahid Pirzada (PA to Mayor)	100,000
10	42760894	11/07/2023	Mr. Abdul Ghani Shaikh (Fire Officer)	100,000
11	43140852	01/12/2024	Mr. Abdul Wahid Pirzada (PA to Mayor)	100,000
12	43140853	01/12/2024	Mr. Muhammad Pinyal Shaikh (PA to MC)	100,000
13	44376505	21/3/2024	Mr. Abdul Wahid Pirzada (PA to Mayor)	100,000
14	44376506	21/3/2024	Mr. Muhammad Pinyal Shaikh (PA to MC)	100,000
15	44809621	05/06/2024	Mr. Aijaz Ali Shaikh (Council Officer)	50,000
16	44809637	05/08/2024	Mr. Islamuddin Shaikh (Office Superintendent General Branch)	100,000
17	46530302	06/12/2024	Mr. Abdul Wahid Pirzada (PA to Mayor)	100,000
18	46530303	06/12/2024	Mr. Muhammad Pinyal Shaikh (PA to MC)	100,000
Total:				1,625,000

Annex-SUK4 [Para: 6.5.6.1]: Non-production of record

[Rs in million]

Sr. No.	Name of Offices	F.Y.	AIR Para	Particulars	Amount
1	Municipal Committee Mirpur Mathelo	2022-23	1	Employee related record (personal files and service books)	-
2	Municipal Committee Rohri		1	i. Employee related record i.e personal files and service books, ECR ii. Bank statement iii. Detail of machinery and equipment iv. Detail of auctions held in 2022-23	-
3	Town Committee Pano Akil		1	i. Employee related record i.e personal files and service books, ECR ii. Bank statement iii. Detail of machinery and equipment iv. Detail of property (movable/immovable) v. Detail of vehicles	-
4	Town Committee Saleh Pat		1	i. Establishment record ii. Budget Control register iii. Dead stock register	-
5	Town Committee Khuhra		1	i. Employee related record i.e personal files and service books ii. Bills and vouchers for Unforeseen – Rs4.820 million	4.82
6	Town Committee Agra		1	i. Employee related record i.e personal files and service books ii. Bills and vouchers for development expenditure – Rs2.561 million	2.561
7	Town Committee Pacca Chang		1	i. Employee related record i.e personal files and service books ii. Bills and vouchers for development expenditure – Rs4.330 million iii. Bills and vouchers for payment of liability – Rs4.000 million iv. Detail relating to shortfall of pay and pension – Rs72.948 million	81.278
8	Town Committee Ahmedpur		1	Employee related record (personal files and service books, ECR)	-
9	Town Committee Therhi-II		1	Complete auditable record	22.249
10	Town Committee Therhi-I		1	i. Employee related record (personal files and service books, ECR) ii. Budget Control iii. Deadstock register	-

[Rs in million]

Sr. No.	Name of Offices	F.Y.	AIR Para	Particulars	Amount
11	Town Committee Baberloi	2020-23	1	i. Employee related record i.e personal files and service books, ECR ii. Bank statement iii. Detail of machinery and equipment iv. Detail of auctions held in 2022-23	-
12	Sukkur Municipal Corporation	2023-24	1	i. Personal files & service books of staff and officers. ii. Auction files. iii. Detail of property (movable & non-movable) iv. Establishment Control Register v. Progressive statement of development works upto June 2024.	-
			8	Detail of appointment of daily wages staff	11.234
13	District Council Sukkur	2023-24	1	i. Personal files and service books of employees. ii. Approved Sanction and working strength iii. Detail / record of income and expenditure for the period under audit. iv. Detail of Government properties v. Progressive statement of development works upto June 2024.	-
14	District Council Ghotki	2023-24	1	Detail / record of leave encashment	7.52
15	Municipal Committee Ghotki	2023-24	1	i. Service Books & Personal Files ii. Budget Book 2023-24 Bank Statement(s) all accounts iii. Detail of property (movable & non-movable) iv. Annual Accounts of Municipal Committee Ghotki v. Bank Statement(s) along with opening and closing balances vi. Tender Register / Work Register	-
16	Municipal Committee Mirpur Mathelo	2023-24	1	i. Service Books/ Personal Files of officers/Staff ii. Budget Control Register iii. Register of liabilities iv. Details of un-serviceable items	-
17	Municipal Committee Gambat	2023-24	1	i. Service Books/ Personal Files of officers/Staff ii. Budget Control Register iii. Details of un-serviceable items	-

[Rs in million]

Sr. No.	Name of Offices	F.Y.	AIR Para	Particulars	Amount
18	Municipal Committee Rohri	2023-24	1	i. Services Books of all computer operators/programmer, Mr. Shahid Chachar Junior Clerk and Toufiq Shah Junior Clerk and personal files of all employees ii. Proformas regarding detail of daily wages staff and payment of salaries, regular employees, expenditure on quotation basis, certificates and NOCs issued, detail of contractor and suppliers/service providers iii. Complete vouchers of expenditure on Out saucing (de-silting, Garbage lifting and cleaning etc) iv. Detail of taxes deducted and deposited pertaining to F.Y 2023-24 and previous year(s)	16.35
19	Town Committee Pano Akil	2023-24	1	i. Establishment Control Register (ECR) ii. Budget Control Register (BCR) iii. Detail of Certificates and NOCs issued	-
Total					146.012

Local Councils, Mirpurkhas Division

Annex-MPK1 [Para: 7.5.1.7]: Non-imposition of liquidated damages

1. Municipal Committee, Umerkot, 2023-24, [AIR Para: 4]

[Amount in Rs.]

Sr. No.	Work #	Description Works	Duration	Name of Firms	Contract Amount	Actual Date of Start	Stipulated Dated of Completion	Already Paid	Balance	Liquidated Damages @ 5%	Status
1	8	Construction of Brick Pavement Road in Various Street Ward No.04	06 Months	M/S. Lal Chand	1,977,459	24-05-18	23-11-18	1,122,969	854,490	98,873	WIP
2	17	Providing Laying Jointing UPVC Pressure Pipe 6"X4"3" dia in Various Street Ward No.06 Umerkot Town.	06 Months	M/ Faizan	1,986,679	24-05-18	23-11-18	1,122,738	863,941	99,334	WIP
3	25	Construction of CC Road Street in Various Para Ward No.10 Umerkot	06 Months	M/ Bux	2,490,826	24-05-18	23-11-18	1,623,582	867,244	124,541	WIP
4	28	Construction of Brick Pavement Road in Various Street Ward No.10	06 Months	M/ Bux	3,978,973	24-05-18	23-11-18	1,328,348	2,650,625	198,949	WIP
5	32	Construction of CC Road Street in Various Para Ward No.12 Umerkot	06 Months	M/S. Chetan Mal	1,993,412	24-05-18	23-11-18	1,260,737	732,675	99,671	WIP
6	36	Providing Laying Jointing UPVC Pressure Pipe 6"X4"3" dia in Various Street Ward No.12 Umerkot Town.	06 Months	M/S. Wanhia l Soomro	995,994	21-05-18	20-11-18	635,642	360,352	49,800	WIP
7	39	Providing Laying Jointing UPVC	06 Months	M/ Soomro	996,411	24-05-18	23-11-18	426,945	569,466	49,821	WIP

[Amount in Rs.]

Sr. No.	Work #	Description Works	Duration	Name of Firms	Contract Amount	Actual Date of Start	Stipulated Dated of Completion	Already Paid	Balance	Liquidated Damages @ 5%	Status
		Pressure Pipe 6"X4"3" dia in Various Street Ward No.13 Umerkot Town.									
8	43	Construction of CC Road Main Road Abdullah Rahimoon House to Bilawal Masjid.	06 Months	M/S.Chetan Mal	1,991,494	24-05-18	23-11-18	1,758,752	232,742	99,575	WIP
9	46	Construction of CC Road Pirthiv Oad.	06 Months	M/S.D K Govt:Contractor	1,613,022	24-05-18	23-11-18	486,539	1,126,483	80,651	WIP
10	58	Construction of Brick Pavement Road Part-B in Various Street Town Umerkot	06 Months	M/ Bux	4,986,601	21-05-18	20-11-18	3,133,077	1,853,524	249,330	WIP
11	76	Construction of Surface Drain Type-B Umer Rahimoon House to Maghani Chowk.	06 Months	M/S.A QS Construction	3,989,476	24-05-18	23-11-18	2,763,769	1,225,707	199,474	WIP
12	84	Construction of Surface Drain Type-C Nala in Various Umerkot Town.	06 Months	M/S.Imtiaz Ali	1,121,847	24-05-18	23-11-18	735,837	386,010	56,092	WIP
13	91	Providing Cement Paving Block Flooring Road from Imam Bargha to Moti Chowk Umerkot.	06 Months	M/S.Shaukat Ali Samejo	7,976,239	24-05-18	23-11-18	6,690,463	1,285,776	398,812	WIP

[Amount in Rs.]

Sr. No.	Work #	Description Works	Duration	Name of Firms	Contract Amount	Actual Date of Start	Stipulated Dated of Completion	Already Paid	Balance	Liquidated Damages @ 5%	Status
14	101	Providing Cement Paving Block Flooring Road from Maloo Mal Shop to Rab Nawaz Chowk.	06 Months	M/S.ShaukatAli Samejo	8,602,214	24-05-18	23-11-18	7,125,956	1,476,258	430,111	WIP
15	105	Construction of Drain Type-B Allah Wala Chowk to D.C Office Umerkot.	06 Months	M/S.Imtiaz Ali	6,285,809	18-05-18	17-11-18	5,143,797	1,142,012	314,290	WIP
16	110	Installation of Solar PollsUmerkot Town	06 Months	M/S.National Electronics	9,993,143	24-05-24	23-11-18	6,000,000	3,993,143	499,657	WIP
17	115	Repair of Masjid Ali Jinah Park Umerkot	06 Months	M/S.SyedSibt-E-Hassan	2,989,993	24-05-18	23-11-18	1,950,159	1,039,834	149,500	WIP
18	124	Repair of Mandir Ward No.09	06 Months	M/S.Gorakh Enterprise	497,363	24-05-18	23-11-18	216,646	280,717	24,868	WIP
19	144	Construction of Black Top Road from Allah Wala Chowk to Teen Tilwar Chowk Part-A	06 Months	M/S.Muhammad Bux	13,986,568	24-05-18	23-11-18	10,364,683	3,621,885	699,328	WIP
20	145	Construction of Black Top Road from Teen Tilwar Chowk to Allah Wala Chowk Umerkot Part-B	06 Months	M/S.SyedSibt-E-Hassan	13,987,913	24-05-18	23-11-18	10,237,271	3,750,642	699,396	WIP
Total					92,441,436	-	92,441,436	64,127,910	28,313,526	4,622,073	-

2. District Council, Umerkot, 2023-24 [AIR Para: 2]

[Amount in Rs.]

Sr. No.	Name of Scheme	Name of Contractors	Contract Amount	Duration of Work	Actual Date of Start	Stipulated dated of completion	Total Expenditure	Balance	Liquidated Damages 5%	Status
1	Drilling & Installing & Fixing of Low-Capacity Submersible Pump @ Village Bhaadi Bhugro Menghwar Deh Soonheri UC Kaplore Taluka & District Umerkot	M/s Buniyad Govt. Contractor	1,248,430	06-Months	28-03-22	28-09-22	600,000	495,000	62,422	WIP
2	Drilling & Installing & Fixing of Low-Capacity Submersible Pump @ Village Kunbhar Bhada Chahniya Malya Deh Kaplore UC Kaplore Taluka & District Umerkot	M/s Mubarik Ali Govt. Contractor	1,250,683	06-Months	30-03-22	30-09-22	600,000	495,000	62,534	WIP
3	Drilling & Installing & Fixing of Low-	M/s Shaista Khan Govt. Contractor	915,550	06-Months	30-03-22	30-09-22	450,000	371,250	45,778	WIP

[Amount in Rs.]

Sr. No.	Name of Scheme	Name of Contractors	Contract Amount	Duration of Work	Actual Date of Start	Stipulated dated of completion	Total Expenditure	Balance	Liquidated Damages 5%	Status
	Capacity Submersible Pump @ Village Syed Tahir Shah Deh Sinhohi Thar UC Faqir Abdullah Taluka & District Umerkot									
4	Construction of Sinking Well 03 Nos @ Villages Noor Muhammad Sekhariyo / Gaffor Ji Dhani / Village Jummon Sadique UC Mahendre Jo Par Taluka & District Umerkot	M/s AfaqueFarooque Govt. Contractor	2,365,987	06-Months	30-03-22	30-09-22	1,886,327	1,556,220	118,299	WIP
TOTAL			5,780,650	-	-	-	3,536,327	2,917,470	289,033	-

[Rs. in Million]

Sr.	Office	No. of Works	Estimated Cost	Liquidity Damages 5%	Status of Works
1	Municipal Committee, Umerkot	20	92.441	4.622	Work in progress
2	District Council, Umerkot	4	5.781	0.289	Work in progress
Total		22	98.222	4.911	

Annex-MPK2 [Para: 7.5.3.1]:Payment of sales tax on behalf of the contractors

[Rs. in Million]				
Sr. No.	Name of Offices	F.Y.	AIR Para	Amount
1	Town Committee, Kot Ghulam Muhammad	2022-23	7	1.220
2	District Council, Tharparkar	2023-24	3	0.428
Total				1.648

1. Town Committee, Kot Ghulam Muhammad, 2022-23, [AIR Para:7]

[Amount in Rs.]						
Sr. No.	Description of Works	Name of Contractors	Cheque # & Date	Sales Tax Added in Bill	Gross Bill Amount in Rupees	Sales Tax Deducted
1	Installation of Sewer Line & Chamber at Imran Rajput House to Sultan Rajput Main Disposal	M/S Iqrar Enterprises	34767464 05-08-22	8,115	167,941	8,397
2	Surface Drin / RCC Slabs at Umer Din Gali, Khatri House, Waheed Khaskheli House, Factory Road Momin Mohallah KGM		34767465 05-08-22	11,731	240,367	12,018
3	Arrangement of Labor for Sanitation Work in Ward No.1 to 8	M/s Concern Waste Sindh & recycling Pvt Ltd	88755382 17-11-20	29,575	257,075	33,420
4				29,575	257,075	33,420
5				25,025	217,525	28,278
6				29,575	257,075	33,420
7	Arrangement of Labor for Sanitation Work in Ward No.1 to 8	M/s Concern Waste Sindh & recycling Pvt Ltd	37896806 16-12-22	29,575	257,075	33,420
8				29,575	257,075	33,420
9				29,575	257,075	33,420
10				29,575	257,075	33,420
11				29,575	257,075	33,420
12	Arrangement of Labor for Sanitation Work in Ward No.1 to 8	M/S Waris Enterprises	37896791 Dec,22	34,125	296,625	38,561
13			37896792 Dec,22	34,125	296,625	38,561
14				34,125	296,625	38,561
15				34,125	296,625	38,561
16	Arrangement of Labor for Sanitation Work in Ward No.1 to 8	M/S Iqrar Enterprises	37896820 12-01-23	34,125	296,625	38,561
17				34,125	296,625	38,561
18				34,125	296,625	38,561
19				34,125	296,625	38,561
20	Arrangement of Labor for Sanitation Work in Ward No.1 to 8	M/S Iqrar Enterprises	37896833 26-02-23	34,125	296,625	38,561
21				34,125	296,625	38,561
22				34,125	296,625	38,561
23				34,125	296,625	38,561
24				33,973	295,306	38,390

[Amount in Rs.]

[Amount in Rs.]						
Sr. No.	Description of Works	Name of Contractors	Cheque # & Date	Sales Tax Added in Bill	Gross Bill Amount in Rupees	Sales Tax Deducted
25	Arrangement of Labor for Sanitation Work in Ward No. to 8	M/S Muhammad Wali	37896847 03-03-23	33,973	295,306	38,390
26				33,973	295,306	38,390
27				33,973	295,306	38,390
28	Arrangement of Labor for Sanitation Work in Ward No.1 to 8	M/S Muhammad Wali	37896856 Apr,23	34,125	296,625	38,561
29				34,125	296,625	38,561
30				34,125	296,625	38,561
31				34,125	296,625	38,561
32	Arrangement of Labor for Sanitation Work in Ward No.1 to 8	M/S Muhammad Wali	37896874 03-05-23	34,242	297,642	38,693
33				34,242	297,642	38,693
34				34,242	297,642	38,693
35				34,242	297,642	38,693
36	Arrangement of Labor for Sanitation Work in Ward No.1 to 8	M/S Muhammad Wali	39914755 19-06-23	30,030	261,030	33,934
37				30,030	261,030	33,934
38				30,030	261,030	33,934
39				30,030	261,030	33,934
Total				1,220,451	10,844,345	1,377,100

2. District Council, Tharparkar, 2023-24, [AIR Para:3]

[Rs. in Million]

Scheme#	Name of Work	Name of Contractor	Bill Amount	SST 5% Added	Total Amount Paid	5% SST Deducted
1	Providing/Fixing wooden frame with steel frame, wooden centre table & executive chairs etc	M/S Shahzad Construction Company	1.884	0.090	1.974	0.090
2	Providing & Fixing Amplifier Sound System with Mikes	M/S Khuda dost	1.864	0.089	1.953	0.089
3	Providing wooden Desk with Steel frame	M/S Khuda dost	1.244	0.059	1.303	0.059
4	Providing & Fixing of Office Tables (3*7) 06 Nos	M/S Khuda dost	2.000	0.095	2.095	0.095
5	Providing/fixing Side rack, Executive Chair, Easy Chair, Sofa Set Five Seater & Wall Paper	M/S Shahzad Construction Company	1.884	0.090	1.974	0.090
Total			8.876	0.423	9.299	0.423

Annex-MPK3 [Para: 7.5.5.1]: Non-production of record

[Rs. in Million]

Sr. No.	Name of office	F.Y.	AIR Para	Description of Record	Amount
1	Town Committee, Diplo, Tharparkar	2021-22	1	Salary bills of pay & allowances and pension	43.957
2	Town Committee, Pithoro, Umerkot	2021-22	14	i. Schedule of Establishment duly approved by Administrative Department ii. Personal Files & Services Books of Staff iii. Cash Book and Cheque Register. iv. Detail/record of development works (Current / Ongoing) v. Detail of enquiries pending in department, at NAB and Courts etc	-
3	Town Committee, Tando Jan Muhammad, Mirpurkhas	2022-23	1	i. Service books of staff ii. Personal files of officers and officials iii. Detail of rent of shops iv. Detail of complaints/ litigation matters v. Record/details regarding appointments and promotions	-
4	Town Committee, Kot Ghulam Muhammad, Mirpurkhas	2022-23	20	i. Schedule of Establishment duly approved by Administrative Department ii. Personal Files & Services Books of Staff iii. Posting & Salary Bills of Administrators iv. Cash Book, Budget Control Register (BCR), Establishment Control Register (ECR), Cheque Register. v. Lease Agreements, Allotment Orders and Rent Agreements of Shops and Property vi. Auction file of Parking Fee vii. Detail/record of development works (Current & Ongoing) viii. Detail of enquiries pending in department, at NAB and Courts	-
5	Town Committee, Hingorno, Mirpurkhas	2022-23	1	i. Personal files and service books of employees ii. Copy of Budget Approval for the year 2022-23	-
6	Town Committee, Kheme Jo Par, Tharparkar	2022-23	1	Complete non-production of record	-

[Rs. in Million]

Sr. No.	Name of office	F.Y.	AIR Para	Description of Record	Amount
7	Municipal Committee, Mirpurkhas	2023-24	1	i. Complete record of encroachment branch & land Katchi Abadi branch ii. Seniority lists of all cadres iii. Record/details of pension cases of pending /finalized iv. Demand & collection register	-
8	Town Committee, Mirwah Gorchani, Mirpurkhas	2023-24	10	i. Service Books, Personal Files and Promotions record of employees ii. Approval of Schedule of establishment related to Council employees iii. Detail/Record of Transfer & Posting of other council's employees. iv. Detail/Record of disciplinary action, enquiry under process, court case against any employee.	-
9	Municipal Committee, Tharparkar	2023-24	1	Establishment record i.e. Service Books & Personal Files.	-
10	Municipal Committee, Umerkot,	2023-24	10	i. Service Books, Personal Files and ECR ii. Approval of Schedule of establishment related to Council employees iii. Detail/Record of Transfer & Posting of other council's employees. iv. Detail/Record of disciplinary action, enquiry under process, court case against any employee.	-
Total					43.957

Local Councils, Shaheed Benazirabad Division

Annex-SBA1 [Para: 8.5.4.6]: Non-maintenance of works and deposit register

[Rs. in Million]

Sr. No.	Particulars	Name of Payee	Cheque No. & Date	WO No. & Date	Amount	SD
1	Construction of Paver Block, Surface Drain, Brick Pavement, CC Topping, Earth Filling, Culverts and Silt Clearance in various villages of UC Dali, Rajo Kerio, Darya Khan, etc - 6th RA Bill	M/s. Roshan Ali Chandio	40653365-66 22/ 24-07-2023	120 24/06/2021	2.732	0.191
2	Construction of Paver Block, Surface Drain, Brick Pavement, CC Topping, Earth Filling, Culverts and Silt Clearance in various villages of UC Dali, Rajo Kerio, Darya Khan, etc - 7th RA Bill	M/s. Roshan Ali Chandio	40653367 40653423 25-07-2023 15-08-2023	120 24/06/2021	2.677	0.187
3	Construction of Paver Block, RCC Sewer Line 9"dia, Surface Drain, Earth Filling, Shops & Culverts of UC Kamal Dero, Ghulam Shah, Derbelo, Taluka Kandiaro - 8th RA Bill	M/s. National Engineering Works	40653424-26 15/16-08-2023	121 24-06-2021	3.704	0.259
4	Construction of Paver Block, RCC Sewer Line 9"dia, Surface Drain, Earth Filling, Shops & Culverts of UC Kamal Dero, Ghulam Shah, Derbelo, Taluka Kandiaro - 9th RA Bill	M/s. National Engineering Works	40653427-28- 29 16/17-08-2023	121 24-06-2021	4.137	0.290
5	Construction of Paver Block, Surface Drain, Brick Pavement, CC Topping, Shops & Culverts in various	M/s. J.J Construction Co	40653373-74 21/24-07-2023	123 24-06-2021	2.083	0.146

[Rs. in Million]

Sr. No.	Particulars	Name of Payee	Cheque No. & Date	WO No. & Date	Amount	SD
	villages of UC Cheeho, Dangeja, Bhambri, Channari, Vesar, Phull, Noorpur etc - 7th RA Bill					
6	Construction of Paver Block, CC Topping, Earth Filling, Surface Drain, Dehat, Kotri Kabeer, Behlani, Hote Khan Jalbani & various Talukas of Mehrabpur - 4th RA Bill	M/s. National Engineering Works	40653368 406533402 23-07-2023 08-08-2023	122 24-06-2021	2.525	0.177
7	Construction of Paver Block, CC Topping, Earth Filling, Surface Drain, Dehat, Kotri Kabeer, Behlani, Hote Khan Jalbani & various Talukas of Mehrabpur - 3rd RA Bill	M/s. National Engineering Works	40653369 70-71 23/23/24 07-2023	122 24-06-2021	3.288	0.230
8	Construction of Paver Block, CC Topping, Earth Filling, Surface Drain, Dehat, Kotri Kabeer, Behlani, Hote Khan Jalbani & various Talukas of Mehrabpur - 2nd RA Bill	M/s. National Engineering Works	40653372 24-07-2023	122 24-06-2021	0.240	0.017
9	Silt Clearance	M/s. S. Baloch & Co	40653432 21-08-2023	375/2023 13-07-2023	0.294	0.021
10	Construction of culverts at village Molvi Usman Brohi, Gul Muhammad Brohi etc	Muhammad Hanif Siyal	45547153 17-04-2023	07 07-02-2024	0.494	0.049
11	P/F of Paver Blocks at village Muhammad Hayat Awan, H/o Soomar Awan UC Lundki, Taluka Moro	M/s. Nisar Ahmed Siyal	45547151 17-04-2023	08 07-02-2024	0.494	0.049

[Rs. in Million]

Sr. No.	Particulars	Name of Payee	Cheque No. & Date	WO No. & Date	Amount	SD
12	P/F of Paver Blocks at village Muhammad Hayat Awan, Taluka Moro	M/s. Nisar Ahmed Siyal	45547150 17-04-2023	09 07-02-2024	0.496	0.050
13	P/F of Paver Blocks at village Muhammad Hayat Mangrio	Muhammad Hanif Siyal	45547152 17-04-2023	09 09-02-2024	0.392	0.039
14	Construction of Surface Drains	M/s. Nisar Ahmed Siyal	44120883 01-02-2024		0.454	0.045
15	Construction of Paver Block, SD, Brick Pavement, CC Topping, Earth Filling, Silt Clearance, Culverts & Metal Road, UC Lundki, Daris Vessar Kehkat, Taluka Moro	M/s. National Engineering Works	46730085-86 07-06-2024	117 24-06-2021	2.121	0.148
Total					26.131	1.898

Annex-SBA2 [Para: 8.5.6.1]: Non-production of record

Sr. No.	Name of Offices	AIR Para	F.Y.
1	Town Committee, Daur	12	2022-23
2	Municipal Committee, Sinjhor	1	
3	Town Committee, Berani,	1	
4	Town Committee, Jatia,	10	2022-23
5	Town Committee, Naushahro Feroze,	1	
6	CODC Naushahro Feroze	1	
7	Chief Officer District Council Sanghar	1	2023-24
8	CODC Shaheed Benazirabad	1	
9		4	
10	Municipal Committee Sanghar	1	
11	Municipal Committee Tando Adam	1	
12	Municipal Committee Khipro	1	
13	Municipal Committee Shahdadpur	1	
14	Municipal Committee Moro	1	
15	Town Committee Kandiaro	1	
16	Town Committee Bhiria City	1	
17	Town Committee Sakrand	1	
18	Town Committee Mehrabpur	1	

Sr. No	Name of Office	AIR Para	F.Y	Remarks
1	Town Committee, Daur	12	2022-23	i. Complete record for the F.Y. 2021-22 ii. Approved sanctioned and working strength iii. Personal files & Service books iv. Record/details regarding appointments and promotions v. Record of liabilities vi. Progress report of development works, vii. Payment vouchers related to establishment, contingency and development for the month of July to Oct, 2022 viii. Cash book, budget control, establishment check and demand & collection register ix. Detail of complaints/ ligation matters
2	Municipal Committee, Sinjhor	1	2022-23	Personal files & service books
3	Town Committee, Berani	1	2021-23	i. Approved sanctioned and working strength ii. Personal files & service books

Sr. No	Name of Office	AIR Para	F.Y	Remarks
				iii. Record related to disciplinary proceedings under process, legation matters iv. Income & expenditure statement v. Record related to income from own sources & auctions vi. Details of bank accounts vii. Inward & outward register viii. Certificate of defalcation & losses
4	Town Committee, Jatia	10	2022-22	i. Annual accounts statements ii. Approved sanctioned and working strength iii. Personal files & service books iv. Record of promotions, up-gradation of employees v. Cash book, budget control, establishment check and cheque register vi. Record related to rent of shops & property vii. Record related to disciplinary proceedings under process, legation matters.
5	Town Committee, Naushahro Feroze	1	2022-23	i. Payment vouchers for Rs.1.736 million ii. Personal files & services Books of Staff iii. Bank statement of bank accounts for the month of April to June, 2023 iv. Cheque books and counter folios of cheque books v. Cheque issue register for the month of Oct, 2022 & April to June, 2023 of Sind bank and Jan to June, 2023 of NBP
6	CODC Naushahro Feroze	1	2023-24	i. Service Books and Personal Files ii. Sanctioned and working strength 2023-24 iii. Bank statements (all accounts) iv. Detail of machinery and equipment v. Tender Register vi. Progress Report (Development Expenditure)
7	Chief Officer District Council Sanghar	1		Record/ details of establishment i.e. sanctioned & working strength cadre wise, service books and personal files of employees

Sr. No	Name of Office	AIR Para	F.Y	Remarks
8	CODC Shaheed Benazirabad	1	2023-24	Record/ details of establishment i.e. sanctioned & working strength cadre wise, service books and personal files and promotions of employees
9		4		Detail/record of credentials of contractors awarded contracts e.g. evidence of past experience, turnover for last three years, undertaking for no litigation against contractors, affidavit for not blacklisted alongwith registration with SRB and electrical license for electrical installation work (NIT No. DE/DC/SBA/667 of 2023 Dated:11-08-2023 & No:DE/DC/SBA/884 of 2024 Dated:28-02-2024 amounting to 13.161 million)
10	MC Sanghar	1		i. Detail/record of disciplinary, inquiry cases, and legal proceedings against employees NAB/Anti corruption/Court. ii. Personal Files and Service Books/promotion cases of Officers/Officials iii. Detail of property/shops rented out iv. Head wise expenditure statement & Sanctioned working strength. v. Detail of parks, schools and dispensaries and employees appointed there in e.g Doctors and Teachers
11	MC Tando Adam	1		i. Detail/record of disciplinary, inquiry cases, and legal proceedings against employees NAB/Anti corruption/Court. ii. Personal Files and Service Books of Officers/Officials. iii. Record of promotion/up-gradation cases
12	MC Khipro	1		i. Personal Files/Service Books and promotion cases of Officers/Officials ii. Detail/record of disciplinary, inquiry cases, and legal proceedings against employees NAB/Anti-corruption/Court. iii. Sanctioned working strength. iv. Head wise budget and expenditure statement
13	MC Shahdadpur	1		i. Detail/record of disciplinary, inquiry cases, and legal proceedings against

Sr. No	Name of Office	AIR Para	F.Y	Remarks
				employees NAB/Anti corruption/Court. ii. Personal Files and Service Books of Officers/Officials, Approved budget and sanctioned working strength
14	MC Moro	1		i. Service Books & Personal Files ii. Detail of property (movable & non-movable) iii. Establishment Check Register iv. Cash Book 2023-24
15	TC Kandiaro	1		i. Service Books & Personal Files ii. Detail of property (movable & non-movable) iii. Bank Statement(s) along with opening and closing balances
16	TC Bhiria City	1		i. Service Books & Personal Files ii. Detail of shops along with name of allottees iii. Establishment Check Register
17	TC Sakrand	1		Detail/record of establishment i.e. sanctioned & working strength cadre wise, service books and personal files of employees
18	TC Mehrabpur	1		i. Service Books & Personal Files ii. Detail of property (movable & non-movable) iii. Complete details of shops along with detail of security deposits and updated rental agreements iv. Annual Accounts of Town Committee Mehrabpur v. Detail of Taxes (Income Tax, Sindh Sales Tax and GST) deducted and deposited with along with CPR

Thematic Audit

Annex-TH1: Shortage of Technical Staff

1-Medical Superintendent, Abbasi Shaheed Hospital, KMC					
Sr. No	Designation	BPS	Sanctioned	Working	Vacant
1	Dental Surgeon	20	1	0	1
2	Senior Medical Officer	20	2	0	2
3	Associate Dental Surgeon	19	1	0	1
4	Senior Medical Officer	19	12	1	11
5	Senior Registrar	19	13	1	12
6	Senior R.M.O.	19	17	0	17
7	Consultant Microbiologist	19	1	0	1
8	R.M.O.	18	62	56	6
9	Medical Officer	18	17	2	15
10	Senior Registrar	18	13	0	13
11	Consultant	18	19	1	18
12	Associate Consultant	18	15	5	10
13	Associate Dental Surgeon	18	1	0	1
14	Chief Pharmacist	18	1	0	1
15	Ultra-Sonologist	18	7	0	7
16	Clinical Pathologist	18	1	1	0
17	Blood Bank Senior Officer	18	1	0	1
18	Pharmacist	17	3	1	2
19	Senior Registrar	17	8	6	2
20	R.M.O.	17	154	65	89
21	Medical Officer	17	14	4	10
22	Senior Speech Therapist	17	1	1	0
23	Senior Audio metrician	17	1	0	1
24	Microbiologist	17	2	2	0
25	Bio-Chemist	17	4	2	2
26	Associate Consultant Physiotherapist	17	5	1	4
27	Dietician	17	1	0	1
28	Assistant Dietician	16	1	0	1
29	Audio metrician	16	1	0	1
30	Speech Therapist	16	1	1	0
31	Medical Technologist	16	7	2	5
32	Cyto Technologist	16	4	1	3
33	Assistant Physiotherapist	16	4	3	1
34	Chief Radiographer	16	2	2	0
35	Nursing Sister	16	100	3	97
36	Staff Nurse	14/16	158	119	39
37	Technician Ventilator	14	10	8	2
38	Ct Scan Technician	14	4	7	-3
39	Medical Transcriptionist	12	4	3	1
40	Treatment Room In charge	11	3	3	0
41	Technician Bio-Chemistry	11/12	6	7	-1
42	Technician Hematology	11/16	8	4	4
43	Laboratory Technician Chemistry	11	3	0	3

1-Medical Superintendent, Abbasi Shaheed Hospital, KMC					
Sr. No	Designation	BPS	Sanctioned	Working	Vacant
44	Technician Para cytology/ Micro Biology/ Serology	11	6	1	5
45	Blood Bank Technician	11	7	2	5
46	Histo Technologist	11	2	2	0
47	Senior Technician (E.E.G.)	11	1	0	1
48	Senior Technician (E.M.G)	11	1	0	1
49	Senior Technician (E.C.G)	11/12	7	6	1
50	Senior Technician (E.T.T)	11	2	0	2
51	Senior Technician (Echo)	11	2	0	2
52	Senior Theatre Technician	11/16	51	31	20
53	Radiographer	11/16	12	4	8
54	Medical Photographer	11	1	1	0
55	Technician (E.C.G)	9	6	1	5
56	Lab Technician	9/16	28	23	5
57	Histo Technician	9	1	0	1
58	Theatre Technician	9	3	2	1
59	X-Ray Technician	9	6	7	-1
60	Dental Technician	9/16	3	2	1
61	Technician Echo / E.T.T.	8	3	3	0
62	Dialysis Technician	7/8	4	2	2
63	Assistant Technician Dialysis	7	3	3	0
64	Laundry Attendant	7/11	5	2	3
65	Assistant Theatre Technician	7/8	37	27	10
66	Ward Assistant	7/8	20	17	3
67	Mortuary Attendant	7	3	3	0
68	sanitary Sub Inspector	7	1	1	0
69	Assistant X-Ray Technician	7/9	15	11	4
70	Assistant Technician Lab	7	6	6	0
71	Assistant Librarian	7	2	3	-1
72	Senior Nurse Aid	6	44	30	14
73	Dispenser / Dresser	6/16	72	37	35
74	Midwife	6/7	2	0	2
75	Phlebotomist	5	45	41	4
76	Incinerators Operator	5	1	0	1
77	Assistant Mortuary Attendant	5	1	1	0
78	Lab Boy	5/6	20	13	7
79	Lady Tailor	5	1	2	-1
80	Assistant Dispenser/Dresser	3	6	5	1
81	Dark Room Attendant	3/7	14	9	5
82	Aya	1/5	79	36	43
83	Attendant (Iii)	1	5	5	0
84	Attendant-Iii (Stretcher Man)	1/4	30	11	19
Total			1,251	662	589

2-Medical Superintendent, Spencer Eye Hospital, KMC					
Sr. No.	Name of Post	BPS	Sanctioned	Working	Vacant
1	Dy: Medical Superintendent	18	1	0	1
2	Associate Ophthalmic Surgeon	18	5	0	4
3	Senior Anesthetist	18	2	0	2
4	Director Optometry	18	1	0	1
5	Senior Orthoptist	17	1	0	1
6	RMO (SCUG)	17	4	0	4
7	Surgical Medical Officer	17	1	0	1
8	Medical Officer (SCUG)	17	7	5	2
9	Medical Officer (KMC)	17	7	5	2
10	Senior Registrar	17	2	0	2
11	Nursing Superintendent	17	1	0	1
12	Pharmacist	17	2	1	1
13	Optometrist	16	1	0	1
14	Nursing Sister	17	15	1	14
15	Staff Nurse	16	25	20	5
16	Theatre Technician	9	4	2	2
17	Ophthalmic Aid	8	16	14	2
Total			95	48	46

3-Medical Superintendent, Sobhraj Maternity Hospital, KMC					
Sr. No.	Name of Post	BPS	Sanctioned	Working	Vacant
1	Add: Medical Superintendent	18	1	0	1
2	Asso: Const. Child (SCUG)	18	1	0	1
3	Asso: Const. Physician	18	1	0	1
4	Consultant Pathologist	18	1	0	1
5	Consultant Radiologist	18	1	0	1
6	Consultant Ultrasound	18	1	0	1
7	Associate Surgeon (SCUG)	18	1	0	1
8	Senior Anesthetist (SCUG)	18	3	0	3
9	Senior Anesthetist	18	1	0	1
10	Senior Registrar	17	3	0	3
11	RMO (SCUG)	17	7	3	4
12	RMO	17	12	8	4
13	Nursing Superintendent	17	2	0	2
14	Pharmacist	17	1	0	1
15	Nursing Instructor	17	1	0	1
16	Nursing Sister	16	10	1	9
17	Medical Technologist	16	1	0	1
18	Staff Nurse	14	20	9	11
19	LHV	8/16	5	0	5
Total			73	21	52

4-Medical Superintendent, Gizri Eye Hospital, KMC					
Sr. No.	Name of Post	BPS	Sanctioned	Working	Vacant
1	Dy: Medical Superintendent	18	1	0	1
2	Consultant Anesthetist	18	1	0	1
3	Consultant Gynecology	18	1	0	1
4	MO	17	1	0	1
5	Midwife	6	1	0	1
6	L.H.V	8	1	0	1
7	Sr. Attendant	2	2	1	1
8	Ayah	2	6	2	4
Total			14	3	11

6-Medical Superintendent, Landhi Medical Complex, KMC					
Sr. No	Name of Post	BPS	Sanctioned	Working	Vacant
1	Medical Superintendent	20	1	0	1
2	Asst. Medical Superintendent	19	1	0	1
3	Constant Physician	18	1	0	1
4	Consultant Surgeon	18	1	0	1
5	Consultant ENT	18	1	0	1
6	Consultant Orthopedic	18	1	0	1
7	Consultant Radiologist	18	1	0	1
8	Senior Dental Surgeon	18	1	0	1
9	Consultant Anesthetist	18	4	0	4
10	Consultant Pathologist	18	1	0	1
11	Consultant Pediatrician	18	2	0	2
12	Consultant Skin Specialist	18	1	0	1
13	Sr. Medical Officer	18	10	2	8
14	Sr. Medical Officer	18	2	0	2
15	Residential Medical Officer	17	19	11	8
16	Residential Medical Officer	17	16	0	16
17	Medical Legal Officer (Female)	17	2	0	2
18	Medical Officer	17	18	1	17
19	Staff Nurse	14	40	21	19
20	Blood Bank Technician	9	2	0	2
21	Sterilization Technician	9	3	0	3
22	Dispenser/ Dresser	9	12	5	7
23	Nurse Aids	5	8	1	7
24	Aya	1	10	4	6
Total			158	45	113

Annex-TH2 [Para: 11.8.5]: Shortage of Medical Personnel

1-Medical Superintendent, Abbasi Shaheed Hospital, KMC						
Sr. No.	Designation	BPS	Sanctioned	Working	Vacant	Shortage %
1	DENTAL SURGEON	20	1	0	1	100
2	SENIOR MEDICAL OFFICER	20	2	0	2	100
3	ASSOCIATE DENTAL SURGEON	19	1	0	1	100
4	SENIOR MEDICAL OFFICER	19	12	1	11	92
5	SENIOR REGISTRAR	19	13	1	12	92
6	SENIOR R.M.O.	19	17	0	17	100
7	CONSULTANT MICROBIOLOGIST	19	1	0	1	100
8	R.M.O.	18	62	56	6	10
9	MEDICAL OFFICER	18	17	2	15	88
10	SENIOR REGISTRAR	18	13	0	13	100
11	CONSULTANT	18	19	1	18	95
12	ASSOCIATE CONSULTANT	18	15	5	10	67
13	ASSOCIATE DENTAL SURGEON	18	1	0	1	100
14	CHIEF PHARMACIST	18	1	0	1	100
15	ULTRA SONOLOGIST	18	7	0	7	100
17	BLOOD BANK SENIOR OFFICER	18	1	0	1	100
18	PHARMACIST	17	3	1	2	67
19	SENIOR REGISTRAR	17	8	6	2	25
20	R.M.O.	17	154	65	89	58
21	MEDICAL OFFICER	17	14	4	10	71
23	SENIOR AUDIO METRICIAN	17	1	0	1	100
25	BIO-CHEMIST	17	4	2	2	50
26	ASSOCIATE CONSULTANT PHYSIOTHERAPIST	17	5	1	4	80
27	DIETICIAN	17	1	0	1	100
28	ASSISTANT DIETICIAN	16	1	0	1	100
29	AUDIO METRICIAN	16	1	0	1	100
31	MEDICAL TECHNOLOGIST	16	7	2	5	17
32	CYTO TECHNOLOGIST	16	4	1	3	75
33	ASSISTANT PHYSIOTHERAPIST	16	4	3	1	25
35	NURSING SISTER	16	100	3	97	97
36	STAFF NURSE	14/16	158	119	39	25

1-Medical Superintendent, Abbasi Shaheed Hospital, KMC						
Sr. No.	Designation	BPS	Sanctioned	Working	Vacant	Shortage %
37	TECHNICIAN VENTILATOR	14	10	8	2	20
39	MEDICAL TRANSCRIPTIONIST	12	4	3	1	25
42	TECHNICIAN HEMATOLOGY	11/16	8	4	4	50
43	LABORATORY TECHNICIAN CHEMISTRY	11	3	0	3	100
44	TECHNICIAN PARA CYTOLOGY/MICRO BIOLOGY/SEROLOGY	11	6	1	5	83
45	BLOOD BANK TECHNICIAN	11	7	2	5	71
47	SENIOR TECHNICIAN (E.E.G.)	11	1	0	1	100
48	SENIOR TECHNICIAN (E.M.G)	11	1	0	1	100
49	SENIOR TECHNICIAN (E.C.G)	11/12	7	6	1	14
50	SENIOR TECHNICIAN (E.T.T)	11	2	0	2	100
51	SENIOR TECHNICIAN (ECHO)	11	2	0	2	100
52	SENIOR THEATRE TECHNICIAN	11/16	51	31	20	39
53	RADIOGRAPHER	11/16	12	4	8	67
55	TECHNICIAN (E.C.G)	9	6	1	5	83
56	LAB TECHNICIAN	9/16	28	23	5	18
57	HISTO TECHNICIAN	9	1	0	1	100
58	THEATRE TECHNICIAN	9	3	2	1	33
60	Dental Technician	9/16	3	2	1	33
62	DIALYSIS TECHNICIAN	7/8	4	2	2	50
64	LAUNDRY ATTENDANT	7/11	5	2	3	60
65	ASSISTANT THEATRE TECHNICIAN	7/8	37	27	10	27
66	WARD ASSISTANT	7/8	20	17	3	15
69	ASSISTANT X-RAY TECHNICIAN	7/9	15	11	4	27
72	SENIOR NURSE AID	6	44	30	14	32
73	DISPENSER / DRESSER	6/16	72	37	35	49
74	MIDWIFE	6/7	2	0	2	100
75	PHLEBOTOMIST	5	45	41	4	9
76	INCINERATOR OPERATOR	5	1	0	1	100
78	LAB BOY	5/6	20	13	7	35

1-Medical Superintendent, Abbasi Shaheed Hospital, KMC						
Sr. No.	Designation	BPS	Sanctioned	Working	Vacant	Shortage %
80	ASSISTANT DISPENSER/DRESSER	3	6	5	1	17
81	DARK ROOM ATTENDANT	3/7	14	9	5	36
82	AYA	1/5	79	36	43	54
84	ATTENDANT-III (Stretcher man)	1/4	30	11	19	63
Total			1,197	601	596	

2-Medical Superintendent, Landhi Medical Complex, KMC						
Sr. No.	Name of Post	BPS	Sanctioned	Working	Vacant	Shortage %
1	Medical Superintendent	20	1	0	1	100
2	Asst. Medical Superintendent	19	1	0	1	100
3	Constant Physician	18	1	0	1	100
4	Consultant Surgeon	18	1	0	1	100
5	Consultant ENT	18	1	0	1	100
6	Consultant Orthopedic	18	1	0	1	100
7	Consultant Radiologist	18	1	0	1	100
8	Senior Dental Surgeon	18	1	0	1	100
9	Consultant Anesthetist	18	4	0	4	100
10	Consultant Pathologist	18	1	0	1	100
11	Consultant Pediatrician	18	2	0	2	100
12	Consultant Skin Specialist	18	1	0	1	100
13	Sr. Medical Officer	18	10	2	8	80
14	Sr. Medical Officer	18	2	0	2	100
15	Residential Medical Officer	17	19	11	8	42
16	Residential Medical Officer	17	16	0	16	100
17	Medical Legal Officer (Female)	17	2	0	2	100
18	Medical Officer	17	18	1	17	95
19	Staff Nurse	14	40	21	19	48
20	Blood Bank Technician	9	2	0	2	100
21	Sterilization Technician	9	3	0	3	100
22	Dispenser/ Dresser	9	12	5	7	58
23	Nurse Aids	5	8	1	7	88
24	Aya	1	10	4	6	60
Total			158	45	113	

3-Medical Superintendent, Sobhraj Maternity Hospital, KMC						
Sr. No.	Name of Post	BPS	Sanctioned	Working	Vacant	Shortage %
1	Add: Medical Superintendent	18	1	0	1	100

3-Medical Superintendent, Sobhraj Maternity Hospital, KMC						
Sr. No.	Name of Post	BPS	Sanctioned	Working	Vacant	Shortage %
2	Asso: Const. Child (SCUG)	18	1	0	1	100
3	Asso: Const. Physician	18	1	0	1	100
4	Consultant Pathologist	18	1	0	1	100
5	Consultant Radiologist	18	1	0	1	100
6	Consultant Ultrasound	18	1	0	1	100
7	Associate Surgeon (SCUG)	18	1	0	1	100
8	Senior Anesthetist (SCUG)	18	3	0	3	100
9	Senior Anesthetist	18	1	0	1	100
10	Senior Registrar	17	3	0	3	100
11	RMO (SCUG)	17	7	3	4	57
12	RMO	17	12	8	4	33
13	Nursing Superintendent	17	2	0	2	100
14	Pharmacist	17	1	0	1	100
15	Nursing Instructor	17	1	0	1	100
16	Nursing Sister	16	10	1	9	90
17	Medical Technologist	16	1	0	1	100
18	Staff Nurse	14	20	9	11	55
19	LHV	16-Aug	5	0	5	100
Total			73	21	52	

4-Medical Superintendent, Spencer Eye Hospital, KMC						
Sr. No.	Name of Post	BPS	Sanctioned	Working	Vacant	Shortage %
1	Dy: Medical Superintendent	18	1	0	1	100
2	Associate Ophthalmic Surgeon	18	5	0	4	80
3	Senior Anesthetist	18	2	0	2	100
4	Director Optometry	18	1	0	1	100
5	Senior Orthoptist	17	1	0	1	100
6	RMO (SCUG)	17	4	0	4	100
7	Surgical Medical Officer	17	1	0	1	100
8	Medical Officer (SCUG)	17	7	5	2	29
9	Medical Officer (KMC)	17	7	5	2	29
10	Senior Registrar	17	2	0	2	100
11	Nursing Superintendent	17	1	0	1	100
12	Pharmacist	17	2	1	1	50
13	Optometrist	16	1	0	1	100
14	Nursing Sister	17	15	1	14	93
15	Staff Nurse	16	25	20	5	20
16	Theatre Technician	9	4	2	2	50
17	Ophthalmic Aid	8	16	14	2	13
Total			95	48	46	

5-Medical Superintendent, Gizri Eye Hospital, KMC						
Sr. No.	Name of Post	BPS	Sanctioned	Working	Vacant	Shortage %
1	Dy: Medical Superintendent	18	1	0	1	100
2	Consultant Anesthetist	18	1	0	1	100
3	Consultant Gynecology	18	1	0	1	100
4	MO	17	1	0	1	100
5	Midwife	6	1	0	1	100
6	L.H.V	8	1	0	1	100
7	Sr. Attendant	2	2	1	1	50
8	Cook	2	2	0	2	100
9	Ayah	2	6	2	4	67
10	Chowkidar	2	7	5	2	29
11	Maali	2	1	0	1	100
12	Sweeper	1	9	6	3	33
13	Naib Qasid/ Worker	1	3	2	1	33
Total			36	16	20	

KARACHI INSTITUTE OF HEART DISEASES, KMC VACANCY POSITION						
Sr. No.	Facility Name	Category of Staff	BPS	Sanctioned Strength	Filled	Vacant
1	KIHD, KMC	Executive Director	20	1	0	1
2	KIHD, KMC	Professor Pediatric Surgery	20	1	0	1
3	KIHD, KMC	Director Cath Lab	20	1	0	1
4	KIHD, KMC	Professor Cardiac Surgery	20	1	0	1
5	KIHD, KMC	Professor Cardiology	20	1	0	1
6	KIHD, KMC	Professor Cardiovascular Imaging	20	1	0	1
7	KIHD, KMC	Professor Anesthesia	20	1	0	1
8	KIHD, KMC	Deputy Executive Director	19	1	1	0
9	KIHD, KMC	Assistant Director Cath Lab	19	1	0	1
10	KIHD, KMC	Associate Professor	19	4	1	3
11	KIHD, KMC	Professor Cardiac	19	1	0	1
12	KIHD, KMC	Professor Cardiology II	19	1	0	1
13	KIHD, KMC	Associate Professor Peads	19	1	0	1
14	KIHD, KMC	Associate Professor CT Scan	19	1	0	1
15	KIHD, KMC	Associate Professor Nuclear Cardiology	19	1	0	1
16	KIHD, KMC	Associate Professor Anesthesia	19	1	0	1
17	KIHD, KMC	Associate Professor CME	19	1	0	1
18	KIHD, KMC	Associate Professor Rehab	19	1	0	1
19	KIHD, KMC	Senior Pathologist	19	1	0	1
20	KIHD, KMC	Assistant Professor	18	9	1	8
21	KIHD, KMC	Assistant Director Administration	18	1	0	1
22	KIHD, KMC	Assistant Director Finance	18	2	2	0
23	KIHD, KMC	Assistant Director Nursing	18	1	1	0

KARACHI INSTITUTE OF HEART DISEASES, KMC VACANCY POSITION						
Sr. No.	Facility Name	Category of Staff	BPS	Sanctioned Strength	Filled	Vacant
24	KIHD, KMC	Assistant Professor	18	1	0	1
25	KIHD, KMC	Assistant Professor Nuclear	18	1	0	1
26	KIHD, KMC	Assistant Professor CT Scan	18	1	0	1
27	KIHD, KMC	Assistant Professor Echo	18	1	0	1
28	KIHD, KMC	Assistant Professor Anesthesia	18	1	0	1
29	KIHD, KMC	Assistant Professor Rehab	18	1	0	1
30	KIHD, KMC	Coordinator Rehabilitation	18	1	0	1
31	KIHD, KMC	Radiologist	18	1	0	1
32	KIHD, KMC	Pathologist	18	1	0	1
33	KIHD, KMC	Senior Registrar	18	11	0	11
34	KIHD, KMC	Secretary to Director	18	1	1	0
35	KIHD, KMC	Senior Registrar Cath Lab	18	4	0	4
36	KIHD, KMC	Senior Registrar OPD	18	1	0	1
37	KIHD, KMC	Senior Registrar Peads	18	1	0	1
38	KIHD, KMC	Senior Registrar Anesthesia	18	2	1	1
39	KIHD, KMC	Manager HR	18	1	1	0
40	KIHD, KMC	System Administrator	18	1	1	0
41	KIHD, KMC	Accounts Officer	17	2	2	0
42	KIHD, KMC	Administrative Officer	17	1	1	0
43	KIHD, KMC	Biochemist	17	1	1	0
44	KIHD, KMC	Bio-Medical Engineer	17	2	2	0
45	KIHD, KMC	Database Administrator	17	1	1	0
46	KIHD, KMC	Dietitian	17	1	1	0
47	KIHD, KMC	Internal Audit	17	1	1	0
48	KIHD, KMC	Librarian	17	1	0	1
49	KIHD, KMC	Matron	17	1	0	1
50	KIHD, KMC	Micro Biologist	17	1	1	0
51	KIHD, KMC	Nuclear Physicist	17	1	0	1
52	KIHD, KMC	Junior Pathologist	17	1	0	1
53	KIHD, KMC	Hematologist	17	1	0	1
54	KIHD, KMC	Pharmacist	17	2	2	0
55	KIHD, KMC	Physiotherapist	17	1	1	0
56	KIHD, KMC	Procurement Officer	17	1	1	0
57	KIHD, KMC	Public Relation Officer	17	1	1	0
58	KIHD, KMC	Senior RMO	17	8	2	6
59	KIHD, KMC	RMO	17	88	65	23
60	KIHD, KMC	RMO General	17	3	3	0
61	KIHD, KMC	Social Welfare Officer	17	1	1	0
62	KIHD, KMC	HR Officer	17	1	0	1
63	KIHD, KMC	Sister Incharge	17	15	3	12
64	KIHD, KMC	Statistical Officer	17	1	1	0
65	KIHD, KMC	Office Superintendent	17	1	1	0
66	KIHD, KMC	Blood Bank Officer	17	2	0	2
67	KIHD, KMC	Store Officer	17	1	1	0
68	KIHD, KMC	Statistician	17	1	1	0

KARACHI INSTITUTE OF HEART DISEASES, KMC VACANCY POSITION						
Sr. No.	Facility Name	Category of Staff	BPS	Sanctioned Strength	Filled	Vacant
69	KIHD, KMC	Assistant Physiotherapist	16	1	1	0
70	KIHD, KMC	Assistant Accounts Officer	16	1	1	0
71	KIHD, KMC	Civil Supervisor	16	1	1	0
72	KIHD, KMC	Computer Hardware n Network Engineer	16	2	2	0
73	KIHD, KMC	Electrical Supervisor	16	2	2	0
74	KIHD, KMC	General Supervisor	16	1	0	1
75	KIHD, KMC	General Supervisor House Keeping	16	1	1	0
76	KIHD, KMC	Nursing Supervisor	16	4	2	2
77	KIHD, KMC	A/C Supervisor	16	1	1	0
78	KIHD, KMC	P.A to DED	16	1	1	0
79	KIHD, KMC	P.A to Director	16	1	0	1
80	KIHD, KMC	P.A to Professor	16	3	2	1
81	KIHD, KMC	Perfusionist	16	3	3	0
82	KIHD, KMC	Record Room Supervisor	16	1	1	0
83	KIHD, KMC	Software Developer	16	2	1	1
84	KIHD, KMC	Staff Nurse	16	101	78	23
85	KIHD, KMC	Transport Supervisor	16	1	1	0
86	KIHD, KMC	Stenographer	16	1	1	0
87	KIHD, KMC	Store Supervisor	16	1	0	1
88	KIHD, KMC	Chief Security Supervisor	16	1	1	0
89	KIHD, KMC	Chief Cath Lab Technician	15	1	1	0
90	KIHD, KMC	Senior Technician CT Scan	15	1	0	1
91	KIHD, KMC	Senior Technician Nuclear	15	1	1	0
92	KIHD, KMC	Senior Technician Echo	15	4	2	2
93	KIHD, KMC	Senior Technician Blood Bank	15	3	3	0
94	KIHD, KMC	Assistant Procurement Officer	14	1	1	0
95	KIHD, KMC	Assistant Social Welfare Officer	14	4	4	0
96	KIHD, KMC	Assistant Software Developer	14	2	2	0
97	KIHD, KMC	Biomedical Technician	14	5	5	0
98	KIHD, KMC	ICU Technician	14	30	20	10
99	KIHD, KMC	Perfusionist	14	1	0	1
100	KIHD, KMC	Steno typist	14	1	1	0
101	KIHD, KMC	Head Clerk	14	1	1	0
102	KIHD, KMC	Office Assistant	14	1	1	0
103	KIHD, KMC	Personal Assistant	14	2	2	0
104	KIHD, KMC	Theater Technician	14	8	8	0
105	KIHD, KMC	CSSD Technician	14	2	1	1
106	KIHD, KMC	Security Supervisor	14	2	1	1
107	KIHD, KMC	Cath Lab Technician	12	10	9	1
108	KIHD, KMC	Technician CT Scan	12	2	2	0
109	KIHD, KMC	Technician Nuclear	12	1	0	1
110	KIHD, KMC	Echo Technician	12	5	3	2

KARACHI INSTITUTE OF HEART DISEASES, KMC VACANCY POSITION						
Sr. No.	Facility Name	Category of Staff	BPS	Sanctioned Strength	Filled	Vacant
111	KIHD, KMC	ETT Technician	12	3	1	2
112	KIHD, KMC	Dialysis Technician	12	2	1	1
113	KIHD, KMC	A/C Technician	11	3	3	0
114	KIHD, KMC	Accountant Budget	11	1	1	0
115	KIHD, KMC	Accountant Payroll	11	1	1	0
116	KIHD, KMC	Anesthesia Technician	11	6	6	0
117	KIHD, KMC	Assistant Librarian	11	1	1	0
118	KIHD, KMC	Assistant Dietitian	11	2	1	1
119	KIHD, KMC	CSSD Technician	11	1	0	1
120	KIHD, KMC	Echo Technician	11	3	3	0
121	KIHD, KMC	ECG Technician	11	30	20	10
122	KIHD, KMC	ETT Technician	11	3	1	2
123	KIHD, KMC	Phlebotomist	11	3	3	0
124	KIHD, KMC	Technician ESMR	11	2	0	2
125	KIHD, KMC	Electrician	11	3	3	0
126	KIHD, KMC	Holter ABP Technician	11	3	2	1
127	KIHD, KMC	KPO	11	49	29	20
128	KIHD, KMC	Laboratory Technician	11	7	6	1
129	KIHD, KMC	Office Assistant	11	2	2	0
130	KIHD, KMC	Store Keeper	11	7	7	0
131	KIHD, KMC	Theater Technician	11	4	4	0
132	KIHD, KMC	X-Ray Technician	11	4	4	0
133	KIHD, KMC	Technician Blood Bank	11	4	1	3
134	KIHD, KMC	Technician Rehabilitation	11	4	0	4
135	KIHD, KMC	Assistant Technician	11	2	2	0
136	KIHD, KMC	Senior Clerk	9	1	1	0
137	KIHD, KMC	Dispenser	9	6	6	0
138	KIHD, KMC	Assistant Cath Lab Technician	7	10	7	3
139	KIHD, KMC	Assistant Technician CT Scan	7	2	2	0
140	KIHD, KMC	Assistant Technician Nuclear	7	1	0	1
141	KIHD, KMC	Assistant ETT Technician	7	4	3	1
142	KIHD, KMC	Auto Electrician	7	1	1	0
143	KIHD, KMC	Auto Mechanic	7	1	0	1
144	KIHD, KMC	Clerk	7	1	1	0
145	KIHD, KMC	Audit Clerk	7	1	1	0
146	KIHD, KMC	Account Clerk	7	2	2	0
147	KIHD, KMC	Junior Clerk	7	4	4	0
148	KIHD, KMC	Radiographer	7	4	4	0
149	KIHD, KMC	Receptionist	7	12	12	0
150	KIHD, KMC	Telephone Technician	7	2	2	0
151	KIHD, KMC	Senior Clerk	7	1	1	0
152	KIHD, KMC	Telephone Operator	6	6	5	1
153	KIHD, KMC	Cashier	6	6	5	1
154	KIHD, KMC	Nurse Aid	6	96	46	50
155	KIHD, KMC	Assistant Lab Technician	5	4	2	2

KARACHI INSTITUTE OF HEART DISEASES, KMC VACANCY POSITION						
Sr. No.	Facility Name	Category of Staff	BPS	Sanctioned Strength	Filled	Vacant
156	KIHD, KMC	Dark Room Attendant	5	4	4	0
157	KIHD, KMC	Dispatch Clerk	5	2	2	0
158	KIHD, KMC	Driver	5	19	16	3
159	KIHD, KMC	Lecture Room Attendant	5	1	1	0
160	KIHD, KMC	Tailor Master	4	2	2	0
161	KIHD, KMC	Carpenter	4	2	2	0
162	KIHD, KMC	Generator Operator	4	4	4	0
163	KIHD, KMC	Lift Operator	4	8	8	0
164	KIHD, KMC	Fitter	4	2	1	1
165	KIHD, KMC	Mason	4	1	0	1
166	KIHD, KMC	Plumber	4	3	2	1
167	KIHD, KMC	Pump Operator	4	2	2	0
168	KIHD, KMC	Photocopy Operator	4	2	1	1
169	KIHD, KMC	Dispatch Rider	3	2	2	0
170	KIHD, KMC	Ambulance Attendant	2	6	3	3
171	KIHD, KMC	Lab Boy	2	4	0	4
172	KIHD, KMC	Ward Boy	2	74	60	14
173	KIHD, KMC	Sign Painter	2	1	0	1
174	KIHD, KMC	Aya	1	49	39	10
175	KIHD, KMC	Cleaner	1	26	17	9
176	KIHD, KMC	Helper	1	22	9	13
177	KIHD, KMC	Peon	1	49	45	4
178	KIHD, KMC	Stretcher Man	1	11	8	3
179	KIHD, KMC	Loader	1	3	1	2
180	KIHD, KMC	House Officer	1	32	0	32
181	KIHD, KMC	Trainee RMO	1	38	0	38
Total				1,110	707	403

Annex-TH3 [Para: 11.8.6]: Non-maintenance of machinery & equipment

1-Medical Superintendent, Abbasi Shaheed Hospital, KMC					
Sr. No.	Detail of Machinery/ Equipment	Model #	Total Quantity in Stock	Functional	Non-Functional
1	Ventilators	Pronus/Sechrist/ Philips/ Galileo	26	20	6
2	X rays/ Portable X ray	Perlove/ staphnix/ Listem	10	6	4
3	Anesthesia machines	SP21006/ Astra	11	5	6
4	Diathermy Machines	Techno/ bovie	11	8	3
5	Multi Para Monitors	DS7100	4	2	2
6	Suction Machines	YUWELL/ EUROVAC	11	7	4
7	O.T Lights	Chromophore	8	6	2
8	O.T Tables	Sturdy1010-5	9	8	1
9	Auto claves	China	3	1	2
10	Incubators	Ningbo/ Bistos	15	14	1
11	C Arms	Toshiba/ Listum	3	0	3
12	Ortho scopes	-	2	1	1
13	Microscopes(ENT)	-	2	0	2
14	CR systems(Rental)	Agfa	3	1	2
15	Ultrasound Machines	Toshiba/ Esote/ medison/ Philips	7	3	4
16	Electrography	Aixplorer	1	0	1
17	C.T Scan	Toshiba	1	0	1
18	MRI	Philips	1	0	1
19	Fluoroscopy	Stepnix	1	0	1
Total			122	76	46

2-Medical Superintendent, Spencer Eye Hospital, KMC			
Sr. No.	Equipment Detail	Place where Installed	Non-Functional
1	Phaco Machine	Operation Theater	4
2	Micro Scope	-do-	5
3	Vitrectomy	-do-	1
4	Stream Auto Clip	-do-	4
5	Slit Lamp	OPD	2
6	Auto Refractor	-do-	1
7	Ophthalmic Unit with Slit Lamp	-do-	1

3-Medical Superintendent, Gizri Maternity Home, KMC		
Sr. No.	Name of Equipment	Non-Functional
1	Nebulizer	2
2	Incubators	1
3	Tables	3
4	Ot table	1
5	Beds	5
6	Elmirah	2
7	Fridge	1
8	Opd benches	2
9	Infant warmer	1
10	Vehicles	1
11	Ultrasound machine	2

4-Executive Director, Karachi Institute of Heart Diseases, KMC				
Sr. No.	Name of Equipment	Total Installations	Functional	Non-Functional
1	Patient Monitor	79	75	04
2	E.C.G Machine	15	10	05
3	Defibrillator	18	16	02
4	Suction Machine	14	13	01
5	Mobile X-Ray	03	02	01
6	ECHO Machine	06	05	01
7	E.T.T Machine	05	04	01
8	Angiography	05	02	03
9	Gamma camera	02	01	01
10	C.T Angio	01	00	01
11	Autoclave	03	02	01
12	Heart lung machine	05	04	01
13	Diathermy	03	02	01
14	O.T light	04	03	01
15	Anesthesia machine	04	01	03
16	C-arm	01	00	01

5-Medical Superintendent, Landhi Medical Complex, KMC				
Sr. No.	Name of Equipment	Quantity	Functional	Non-Functional
1	Incubator	4	2	2`
2	Multiparameter Monitor	10	7	3
3	ECG Machine	6	3	3
4	Defibrillator	2	1	1
5	Suction Machine	15	10	5
6	Dialysis Machines	16	3	13
7	Auto Clave	5	2	3
8	Operating Microscope	2	1	1
9	Pulse Oximeter	4	2	2
10	Diathermy Machine	5	3	2

5-Medical Superintendent, Landhi Medical Complex, KMC				
Sr. No.	Name of Equipment	Quantity	Functional	Non-Functional
11	Ultra sound Machine	2	1	1
12	Hot Air Oven	5	3	2
13	Blood Bank Refrigerator	1	0	1
14	Dental Unit Complete	3	2	1
15	Dental X-Ray	2	0	2
16	CTG Machine	3	1	2
17	NI BP Monitor	8	4	4
18	Anesthesia Machine	2	1	1
19	X-Ray machine	2	1	1
20	Micro Scope (Bi Nuclear)	2	1	1
21	Hematology Analyzer	2	1	1
22	Centrifuge Machine	4	2	2
23	Bio Chemistry	2	1	1
24	Prolyte Analyzer	2	1	1

6-Medical Superintendent, Sobhraj Maternity Hospital, KMC				
Sr. No.	Equipment Detail	Quantity	Functioning	Non-Functional
1	ECG Machine	1	0	1
2	Monitor Blue Tooth	1	0	1
3	Anesthesia Machine	7	4	3
4	Suction Machine	6	5	1
5	Diathermy Machine	6	3	3
6	Danimap	18	8	10
7	Pulse Oximeter	4	0	4
8	Ventilator	5	3	2
9	Laparoscopy	2	1	1
10	Frigtnocic (Colposcopy)	1	0	1
11	Hysteroscopy	1	0	1
12	Operation Top Light	3	0	3
13	Operation Emergency Light (Potable)	3	1	2
14	Air Conditioner	6	4	2
15	Stretcher	4	2	2
16	Ceiling Fan	15	10	5
17	Drip stand	8	5	3
18	Operation Trolley	7	5	2
Total		98	51	47

Annex-TH4 [Para: 11.8.10]: Non-utilization of budget allocated for various heads

[Rs. in Million]

1-Medical Superintendent, Abbasi Shaheed Hospital, KMC				
Sr. No.	Head of Account	Budget	Expenditure made During FY 2023-24	Non-utilized Amount
1	Medicines	190.000	1.728	188.272
2	X-Ray Film etc.	30.000	0.095	29.905
3	Anti-Rabies	5.000	0.000	5.000
4	Dressing Material	10.000	0.252	9.748
5	Laboratory Articles	15.000	1.819	13.181
6	Surgical & Disposable Articles	10.000	0.261	9.739
7	Kidney Shunt Solutions	5.000	0.000	5.000
8	Purchase of Linen articles	2.000	0.000	2.000
9	Installation of Oxygen Gas pipe line in Operation Theater	1.000	0.000	1.000
10	Purchase of Ventilator for ICU	40.000	0.000	40.000
11	Purchase of Steel Statues & Wheel Chairs	0.600	0.000	0.600
12	Purchase of Furniture for Nursing School	0.800	0.000	0.800
13	Purchase of C.T Scan Tubes	1.000	0.000	1.000
14	R&M of Medical, Surgical and Electrical items	9.000	0.000	9.000
15	Purchase of Mattress, Pillows, Beds & Bed sheets	2.000	0.000	2.000
16	Installation of Oxygen Gas pipe line in Operation Theater	1.000	0.000	1.000
Total		322.400	4.155	318.245

[Rs. in Million]

2-Medical Superintendent, Spencer Eye Hospital, KMC				
Sr. No.	Head of Account	Budget	Expenditure made During FY 2023-24	Non-utilized Amount
1	Purchase of office instruments & Equipment	0.200	-	0.200
2	Medical & Surgical instruments & Equipment	1.000	-	1.000
3	Beds, Pillow & Linen Articles	0.200	-	0.200
4	Purchase of Fico Machine	0.500	-	0.500
5	Auto Refractor with Keratometry	1.000	-	1.000
Total		2.900	-	2.900

[Rs. in Million]

3-Medical Superintendent, Sobhraj Maternity Hospital, KMC				
Sr. No.	Head of Account	Budget	Expenditure made During FY 2023-24	Non-utilized Amount
1	X-Ray Films	0.300	-	0.300
2	Laboratory Reagents	0.600	-	0.600
3	Purchase of Surgical instruments	7.500	-	7.500
4	Purchase of Matress/ Pillow/ Beds Sheets	1.000	-	1.000
5	Purchase of Iron Beds	2.500	-	2.500
6	Purchase of Delivery Table	2.000	-	2.000
7	R&M of Surgical / Mechanical/ Electrical items	0.500	-	0.500
Total		14.400	0	14.400

[Rs. in Million]

4-Medical Superintendent, Gizri Maternity Home, KMC				
Sr. No.	Head of Account	Budget	Expenditure made During FY 2023-24	Non-utilized Amount
1	Chemical, Goods & Insectic Ide Medicines	0.050	-	0.050
2	Medical Gas	0.500	0.070	0.430
3	Surgical items & Disposable articles	0.400	0.070	0.330
4	Bandages & Other items	0.500	0.020	0.480
5	Medicines	3.500	0.090	3.410
6	Establishment of Blood bank & purchases other items	0.400	-	0.400
7	X-Ray Films	0.400	-	0.400
8	Purchase of Medical & Surgical Instruments	0.250	-	0.250
9	Purchase of latest instruments for Operation Theatre	0.500	-	0.500
10	Purchase of Equipment/ Instruments for Laboratory	0.500	0.097	0.403
11	Purchase of Ultrasound Machine	1.500	-	1.500
Total		8.500	0.346	8.154

[Rs. in Million]

5-Executive Director Karachi Institute of Heart Dieses, KMC				
Sr. No.	Head of Account	Budget	Expenditure made During FY 2023-24	Non-utilized Amount
1	Medical Oxygen Gas, Surgical, Disposable Items	17.000	0.325	16.675
2	Janitorial & Washing Hospital Linen	18.000	0.000	18.000

[Rs. in Million]

5-Executive Director Karachi Institute of Heart Dieses, KMC				
Sr. No.	Head of Account	Budget	Expenditure made During FY 2023-24	Non-utilized Amount
3	Medical Surgical & Others including Angiography X-Ray Tube	5.000	0.000	5.000
4	Medical Gas Pipe Line Phase-II	0.500	0.000	0.500
5	Surgical, Electrical & Mechanical Instruments & Office machines	2.500	0.013	2.487
Total		43.000	0.338	42.662

[Rs. in Million]

6-Medical Superintendent, Landhi Medical Complex, KMC				
Sr. No.	Head of Account	Budget	Expenditure made During FY 2023-24	Non-utilized Amount
1	Medicines	17.000	0.015	16.985
2	X-Ray Films Chemicals	1.350	-	1.350
3	R&M of X-Ray machines	0.250	-	0.250
4	Purchase of Medical & Surgical items	7.500	-	7.500
5	Purchase of Refrigerator, Air Conditioner & Deep Freezer	0.200	-	0.200
6	Purchase of Mattress, Pillows, Beds & Bed sheets	0.300	-	0.300
7	Purchase of articles for Blood Bank	0.500	-	0.500
8	Purchase of Laboratory Items	0.500	-	0.500
Total		27.600	0.015	27.585

Foreign Aided Projects

Annex-FP1 [Para: 12.1.2.1]:Less deduction of Sindh sales tax on services

[Rs. in Million]

Sr. No.	Particulars	Name of payee	Cheque no. date	Amount	SST due	SST deducted	Less Deduction of SST
1	Design & Tender Documents	M/s. NESPAK Pvt Ltd	23170597 30-10-2023	15.593	2.027	1.794	0.233
2	Design & Tender Documents	M/s. NESPAK Pvt Ltd	25911468 15-11-2023	15.284	1.987	1.758	0.229
3	Design & Tender Documents	M/s. NESPAK Pvt Ltd	25911478 17-11-2023	68.133	8.857	7.838	1.019
4	Design & Tender Documents	M/s. NESPAK Pvt Ltd	25911535 12-02-2024	13.664	1.776	1.572	0.204
5	Design & Tender Documents	M/s. NESPAK Pvt Ltd	17416236 01-04-2024	14.943	1.943	1.719	0.223
6	Design & Tender Documents	M/s. NESPAK Pvt Ltd	17416239 01-04-2024	29.688	3.860	3.415	0.444
7	Design & Tender Documents	M/s. NESPAK Pvt Ltd	17416242 01-04-2024	16.739	2.176	1.926	0.250
8	Design & Tender Documents	M/s. NESPAK Pvt Ltd	86863780 12-08-2023	19.397	2.522	2.232	0.290
Total				193.442	25.147	22.254	2.893

Annex-FP2 [Para: 12.1.2.2]:Non-recovery of water charges

[Rs. in Million]

Sr. No.	Package No.	Lot No.	Name of Work	Name of Contractor	IPC No	IPC Amount	Gross Work Done	Water Charges 1.5%
1	Package No. 01	Lot No. 2 - Disrict Korangi & Malir	Repair / Replacement of damage sections of water lines and sewers on Peoples Bus Service Routes in different districts of Karachi - District Korangi & Malir	M/s. Haji Sherjan Mosakhail & Sons	5	4.970	381.210	5.718
2	Package No. 01	Lot No. 3 - Disrict Central and Keamari	Repair / Replacement of damage sections of water lines and sewers on Peoples Bus Service Routes in different districts of Karachi - District Central & Keamari	M/s. Haji Sherjan Mosakhail & Sons	9	12.292	547.394	8.211
3	Package No. 02	Lot No. 1 - District Central	Repair / Replacement of damage sections of water lines and sewers in different districts of Karachi - District Central	M/s. Haji Sherjan Mosakhail & Sons	4	9.586	412.469	6.187
4	Package No. 03	Lot No. 1 - District West	Repair / Replacement of damage sections of water lines and sewers in different districts of Karachi - District West	M/s. Haji Syed Ammer & Brothers	8	1.679	451.354	6.770
5	Package No. 03	Lot No. 2 - District South	Repair / Replacement of damage sections of water lines and sewers in different districts of Karachi - District South	M/s. Qasim Khan & Company	8	7.532	125.628	1.884

[Rs. in Million]

Sr. No.	Package No.	Lot No.	Name of Work	Name of Contractor	IPC No	IPC Amount	Gross Work Done	Water Charges 1.5%
6	Package No. 03	Lot No. 3 - District Keamari	Repair / Replacement of damage sections of water lines and sewers in different districts of Karachi - District Keamari	M/s. Mukhtar Enterprises (JV)	4	4.386	29.124	0.437
7	Package - KA-1	Nil	Rehabilitating water supply and sewerage system in Soba Nagar	M/s. Haji Syed Ammer & Brothers	2	26.552	48.511	0.728
8	Package - KA-2	Nil	Rehabilitating water supply and sewerage system in Essa Nagri	M/s. Haji Syed Ammer & Brothers	2	6.527	16.965	0.254
9	Nil	Nil	Construction and protection / rehabilitation work for G.K Conduit, K-II, K-III, 84" diameter conveyance and 36" diameter Malir River Bed, Phase-I and Phase-II	M/s. Sultan Mahmood & Co M/s. Sherjan Mosakhail & Sons (JV)	6	164.754	1136.373	17.046
10	Package - G2	SOP-I	Supply and installation of intermittent chlorination station under component-02, SOP-1	M/s. Hawan Construction Co	2	45.240	56.327	0.845
11	Nil	Nil	Replacement of rising main no. 05 with X-42 grade steel 72" (1800 mm) dia MS Rising Main from Dhabaji Pumping Complex to Forbay High Point	M/s. Noor-ul-Haq	1	10.135	10.135	0.152
Total						293.653	3,215.490	48.232

Annex-FP3 [Para: 12.1.3.3]: Non-imposition of liquidated damages

[Rs. in Million]

Component No.	Period of Work	Date of Commencement	Proposed Date of Completion	Actual Date of Completion	Contract Value	Total Payment	Liquidated Damage
Component-02	Name: Package-01 Lot-01 East Name of Contractor:Haji Syed Ameer & Brothers						
	60	14/12/2022	14-02-2023	31/12/2023	101.143	94.878	10.114
	Name: Package-01 Lot-03 Central & Kemari Name of contractor: M/s. Sherjan Mosakhail & Sons						
	60	14/12/2022	14-02-2023	31/12/2023	548.789	516.898	54.879
	Name; Package-03 Lot-01 West Name of contractor: Haji Syed Ameer & Brothers						
	60	13/2/2023	13-04-2023	31/12/2023	452.460	420.962	45.246
	Name: Package-03 Lot-03 Kemari Name of contractor: M/s.Mukhtar Enterprises JV Qasim Khan & Company						
	60	13/2/2023	13-04-2023	31/12/2023	29.527	26.097	2.953
Total					1,131.919	1,058.835	113.192

Annex-FP4 [Para: 12.1.3.4]: Non-revalidating of performance securities/bank guarantees

[Rs. in Million]

Sr. No.	Name of Contract	Name of Consultant / Contractor	Contract Value	Amount of Performance/ Bank Guarantee	Validity of Performance/ Bank Guarantee	Actual Date of Completion	Remarks
1	Package KA-2 Rehabilitating Water Supply and Sewerage in Essa Nagari	Haji Syed Ameer & Brothers	639.839	63.984	13-12-2024	06/12/2024	Work in Progress
2	Package KA-1 Rehabilitating Water Supply and Sewerage in Soba Nagar	Haji Syed Ameer & Brothers	353.902	35.390	13-12-2024	06/12/2024	Work in Progress
3	Construction & Protection/Rehabilitation Work for G.K. Conduit, K- II, K-II, 84" Diameter Balance Conveyance and 36" Diameter Malir Main at Malir River Bed Phase-I & Phase-III	M/s. SMC-SMS JV (Sultan Mahmood & Company – Sherjan Mosakhail & Sons)	2,050.764	181.484	3/8/2024	31-12-2024	Work in Progress
4	Package-01 Lot-02 Korangi & Malir	M/s. Sherjan Mosakhail & Sons	381.822	38.182	29-11-2023	31-12-2023	Completed
5	Package-01 Lot-03 Central & Kemari	M/s. Sherjan Mosakhail & Sons	548.789	54.879	29-11-2023	31-12-2023	Completed
Total			3,975.116	373.919			

Annex-FP5 [Para: 12.1.4.1]: Poor performance due to execution of only 18% of work

[Rs. in Million]

Component No.	Name of Contract	Name of Consultant/ Contractor	Tenure/ Period of Work	Commencement Date	Actual Date of Completion for Completed Works	% of Work Done	Months Passed	Contract Value	Payment Inception till June-24
Component-01	Institutional Reform Studies of KW & SC	M/s. GFA Consulting	12 Months	23-08-2023	23-08-2024	1.8	10	582.768	10.562
Component-02	Supply and Installation of Intermittent Chlorination Stations under Component-2, SOP-I	M/s. Hawaan Construction	12 onths	12/08/2023	12/08/2024	17.7	10	290.645	51.478
Total								873.413	62.040

Annex-FP6 [Para: 12.2.2.1]: Less-deduction of Sindh sales tax on services

[Rs. in Million]

Loan ID	Particulars	Name of Payee	Cheque #	Amount	SST Due	SST Deducted	Less Deduction of SST
AIIB	Design & Tender Documents	M/s. NESPAK Pvt Ltd	40316617 23-08-2023	11.811	1.535	1.359	0.177
AIIB	Design & Tender Documents	M/s. NESPAK Pvt Ltd	42942709 15-09-2023	31.005	4.031	3.567	0.464
AIIB	Design & Tender Documents	M/s. NESPAK Pvt Ltd	51400617 23-01-2024	60.163	7.821	6.921	0.900
AIIB	Design & Tender Documents	M/s. NESPAK Pvt Ltd	51400620 25-01-2024	14.389	1.871	1.655	0.215
AIIB	Design & Tender Documents	M/s. NESPAK Pvt Ltd	17416661 15-05-2024	35.537	4.620	4.088	0.531
AIIB	Design & Tender Documents	M/s. NESPAK Pvt Ltd	17416682 23-05-2024	58.437	7.597	6.723	0.874
Total				211.343	27.475	24.314	3.161

Annex-FP7 [Para: 12.2.2.2]: Non-recovery of water charges

[Rs. in Million]

Sr. No.	Package No.	Lot No.	Name of Work	Name of Contractor	IPC No	IPC Amount	Gross Work done	Water Charges 1.5%
1	Package No. 01	Lot No. 1 District East	Repair / Replacement of damage sections of water lines and sewers on Peoples Bus Service Routes in different districts of Karachi - District East	M/s. Haji Syed Ammer & Brothers	3	7.466	100.316	1.505
2	Package No. 02	Lot No. 2 - District East	Repair / Replacement of damage sections of water lines and sewers in different districts of Karachi - District East	M/s. Muhammad Iqbal Shaikh & Co	2	2.222	8.353	0.125
3	Package No. 02	Lot No. 3 - District Malir & Korangi	Repair / Replacement of damage sections of water lines and sewers in different districts of Karachi - District Malir & Korangi	M/s. Muhammad Iqbal Shaikh & Co	2	12.490	14.657	0.220
Total						22.178	123.326	1.850

Annex-FP8 [Para: 12.2.2.3]: Non-verification of performance securities/bank guarantees from respective banks

[Rs. in Million]					
Sr. No.	Name of Contract	Name of Consultant /Contractor	Contract Value	Performance Guarantee	Validity
1	Priority Sewer Network Rehabilitation of Teen Hatti.	M/s. Sherjan Mosakhail & Sons	375.121	37.512	31-07-2024
2	Replacement of damaged section of 72" dia, 66" dia and 54" dia old Pipri water main with X42 grade mild steel pipe and rehabilitation /strengthening of 48" dia PRCC pipe joints at existing old Pipri water Main with allied works	M/s. Noor-ul-Haq & Brothers	2,330.125	233.013	20-03-2025
Total			2,705.246	270.525	-

Annex-FP9 [Para: 12.2.3.2]: Non-imposition of liquidated damages

[Rs. in Million]

Component No.	Period of Work	Date of Signing/ Commencement Date	Proposed Date of Completion	Actual Date of Completion	Contract Value	Delay in Days	Liquidated Damage
	Name: Package-01 Lot-02 Korangi & Malir Name of contractor: Sherjan Mosakhail & Sons						
Component-02	60	12/12/2022	23-01-2023	31/12/2023	381.822	359.795	38.182
	Name: Package-01 Lot-02 Korangi & Malir Name of contractor: Sherjan Mosakhail & Sons						
	60	10/2/2023	31-01-2023	31/12/2023	413.003	390.383	41.300
	Name: Package-02 Lot-02 East Name of contractor: Muhammad Iqbal Shaikh & Co.						
	60	10/2/2023	31-01-2023	31/12/2023	129.559	7.874	12.956
	NameP: Package-02 Lot-03 Korangi & Malir Name of contractor: Muhammad Iqbal Shaikh & Co.						
	60	10/2/2023	31-01-2023	31/12/2023	290.464	13.924	29.046
	Name: Package-03 Lot-02 South Name of contractor: Qasim Khan & Company						
	60	10/2/2023	17-02-2023	31/12/2023	127.459	115.074	12.746
Total					1,342.307	887.050	134.230

Annex-FP10 [Para: 12.2.3.3]: Non-revalidating of performance securities/bank guarantees

[Rs. in Million]

Sr. No.	Name of Contract	Name of consultant/name of contractor	Contract Value	Amount of Performance/ Bank Guarantee	Validity of Performance/ Bank Guarantee	Actual date of completion	Remarks
1	Package S-1 Priority Sewer Network Rehabilitation of Teen Hatti.	M/s. Sherjan Mosakhail & Sons	375.121	37.512	31-07-2024	31-01-2025	Work in Progress
2	RFB/Replacement of damaged section of 72" dia, 66" dia and 54" dia old Pipri water main with X42 grade mild steel pipe and rehabilitation /strengthening of 48" dia PRCC pipe joints at existing old Pipri water Main with allied works.	M/s. Noor-ul-Haq & Brothers	2,330.125	233.013	20-03-2025	27-03-2025	Work in Progress
3	Package-01 Lot-01 East	Haji Syed Ameer & Brothers	101.143	10.114	28-02-2023	31-12-2023	Completed
Total			2,806.389	280.639	-	-	-

Annex-FP11 [Para: 12.2.4.1]: Payments without obtaining completion reports

[Rs. in Million]

Sr. No.	Name of Contract	Name of contractor	Contract Value	Expenditure	Actual date of completion	Remarks
1	Package-01 Lot-01 East	Haji Syed Ameer & Brothers	101.143	94.878	31-12-2023	Completed
2	Package-02 Lot-02 East	Muhammad Iqbal Shaikh & Co.	129.559	7.874	31-12-2023	Completed
3	Package-02 Lot-03 Korangi & Malir	Muhammad Iqbal Shaikh & Co.	290.464	13.924	31-12-2023	Completed
Total			521.166	116.676	-	-

Annex-FP12 [Para: 12.2.5.1]: Poor performance due to execution of only 13% of work

[Rs. in Million]

Component #	Name of Contract	Name of Consultant/ Contractor	Tenure/ Period of Work	Commenceme nt Date	Actual Date of Completion	% of Work Done	Months Passed	Contract Value	Payment Inception till June-24
Component-02	PK-KWSB-366239-CW-RFB/Package KA-1 Rehabilitating Water Supply and Sewerage in Soba Nagar	Haji Syed Ameer & Brothers	12 Months	12/09/2023	06/12/2024	12.4	9	353.902	43.719
	PK-KWSB-369067-CW-RFB/Package KA-2 Rehabilitating Water Supply and Sewerage in Essa Nagari	Haji Syed Ameer & Brothers	12 Months	26-12-2023	06/12/2024	2.5	6	639.839	16.117
Total								993.741	59.836

Annex-FP13 [Para: 12.3.2.1]: Less-deduction of Income Tax

[Rs. in Million]

Sr. No.	Payee	Cheque No. & Date	Amount	IT Due	IT Deducted	Less Deduction
Payments on account of Environment & Social Assessment Studies of Group-02 & Feasibility Studies Design Review & Detailed Engineering Design of Group-03 Sub-Projects KWSSIP-2						
1	M/s. M.M. Pakistan (Pvt) Ltd.	24281804 23-08-2023	5.856	0.644	0.176	0.468
2	M/s. M.M. Pakistan (Pvt) Ltd.	24281813 19-09-2023	10.994	1.209	0.498	0.711
3	M/s. M.M. Pakistan (Pvt) Ltd.	52815487 27-11-2023	1.936	0.213	0.077	0.136
4	M/s. M.M. Pakistan (Pvt) Ltd.	52815496 30-11-2023	8.456	0.930	0.338	0.592
5	M/s. M.M. Pakistan (Pvt) Ltd.	52815508 13-12-2024	5.809	0.639	0.232	0.407
6	M/s. M.M. Pakistan (Pvt) Ltd.	52815546 24-04-2024	12.215	1.344	0.489	0.855
7	M/s. M.M. Pakistan (Pvt) Ltd.	52815549 25-04-2024	28.488	3.134	1.140	1.994
8	M/s. M.M. Pakistan (Pvt) Ltd.	52815563 03-05-2024	1.936	0.213	0.077	0.136
Total			75.690	8.326	3.027	5.299

Annex-FP14 [Para: 12.3.2.2]: Irregular payment to consultants by allowing additional scope of services

[Rs. in Million]

Group	Name of Contract	Name of Contractor	Initial Contract Amount	Variation Order-1	Variation Order-2	Total Variations	Total Contract Value	% of Additional Scope
1	Environment & Social Assessment Studies	NESPAK	96.450	13.139	8.835	21.973	118.423	22.78
3	Feasibility Studies Design Review & Detailed Engineering Design of Group-03 Sub-Projects KWSSIP-2	MMP Pakistan (Pvt) Limited	193.632	22.092	0.000	22.092	215.724	11.41
3	Feasibility Studies Design Review & Detailed Engineering Design of Preparatory Works of Group-05 Sub-Projects KWSSIP-2	ILF Consulting Engineers Austria GmbH and Techno Consultant International (Pvt) Limited	82.655	22.115	18.541	40.656	123.311	49.19
Total			372.737	57.346	27.376	84.721	457.458	

Annex-FP15 [Para: 12.3.3.1]: Non-imposition of liquidated damages

[Rs. in Million]

Group	Name of Contract	Name of Contractor	Total Contract Amount	Starting Date	Stipulated Date of Completion	Actual date of Completion	LD 10 %
1	Environment & Social Assessment Studies	NESPAK	140.396	1/10/2021	31-03-2022	Dec 2023	14.040
2	Environment & Social Assessment Studies of Group-02	MMP Pakistan (Pvt) Limited	93.960	15-12-2021	15-06-2022	Dec 2023	9.396
3	Feasibility Studies Design Review & Detailed Engineering Design of Group-03 Sub-Projects KWSSIP-2	MMP Pakistan (Pvt) Limited	237.815	20-10-2021	18-05-2022	Dec 2023	23.782
4	Feasibility Studies Design Review & Detailed Engineering Design of Preparatory Works of Group-04 Sub-Projects KWSSIP-2	SUNJIN Engineering & Architecture Co. Ltd. & Euroconsult Pakistan (Pvt) Ltd	95.333	1/12/2021	31-05-2022	Dec 2023	9.533
5	Feasibility Studies Design Review & Detailed Engineering Design of Preparatory Works of Group-05 Sub-Projects KWSSIP-2	ILF Consulting Engineers Austria GmbH and Techno Consultant International (Pvt) Limited	163.967	1/11/2021	30-04-2022	Dec 2023	16.397
Total			731.470	-	-	-	73.147