



**AUDIT REPORT  
ON  
THE ACCOUNTS OF  
TOWN MUNICIPAL ADMINISTRATIONS  
CITY DISTRICT MULTAN**

**AUDIT YEAR 2015-16**

**AUDITOR GENERAL OF PAKISTAN**

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## **ABBREVIATIONS AND ACRONYMS**

ADP	Annual Development Programme
APR	Actual Payee's Receipt
BCR	Budget Control Register
CCB	Citizen Community Board
CCTV	Close Circuit Television
CPWA	Central Public Works Account
DAC	Departmental Accounts Committee
DGA	Director General Audit
FD	Finance Department
FIR	First Information Report
IPSAS	International Public Sector Accounting Standards
IP	Immovable Property
IPT	Immovable Property Tax
LG&CD	Local Government & Community Development
MEPCO	Multan Electric Power Company
MFDAC	Memorandum for Departmental Accounts Committee
NAM	New Accounting Model
NOC	No Objection Certificate
PAC	Public Accounts Committee
PCC	Portland Cement Concrete
PDG	Punjab District Government
PDSSP	Punjab Devolved Social Services Program
PFC	Provincial Finance Commission
P/F	Providing/Fixing
PLGO	Punjab Local Government Ordinance
POL	Petrol Oil Lubricants
PPRA	Punjab Procurement Regulatory Authority
PTCL	Pakistan Telecommunication Company Limited
RB	Ramzan Bazar
S ft	Square feet
TA	Travelling Allowance

TAC	Town Accounts Committee
TMA	Town Municipal Administration
TMO	Town Municipal Officer
TO (F)	Town Officer (Finance)
TO (I&S)	Town Officer (Infrastructure & Services)
TO (P&C)	Town Officer (Planning & Coordination)
TO (R)	Town Officer (Regulations)
TS	Technical Sanction
TTIP	Tax on Transfer of Immovable Property
UA	Union Administration
UC	Union Council
VVIP	Very Very Important Person

## **PREFACE**

Articles 169 and 170 of the Constitution of the Islamic Republic of Pakistan, 1973 and Section 115 of the Punjab Local Government Ordinance, 2001 require the Auditor General of Pakistan to conduct audit of Receipts and Expenditure of the Local Fund and Public Accounts of District Governments.

The report is based on audit of the accounts of Town Municipal Administrations of City District Multan for the Financial Year 2014-15. The Directorate General of Audit District Governments Punjab (South), Multan conducted audit during Audit Year 2015-16 on test check basis with a view to reporting significant findings to the relevant stakeholders. The main body of Audit Report includes only the systemic issues and audit findings carrying value of Rs 1 million or more. Relatively less significant issues are listed in the Annex-A of the Audit Report. The audit observations listed in the Annex-A shall be pursued with the Principal Accounting Officer at the DAC level and in all cases where the PAO does not initiate appropriate action, the audit observations will be brought to the notice of the Public Accounts Committee through the next year's Audit Report.

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

The observations included in this Report have been finalized in the light of written responses of the management concerned and DAC directives.

The Audit Report is submitted to the Governor of the Punjab in pursuance of Article 171 of the Constitution of the Islamic Republic of Pakistan, 1973 read with Section 115 of the Punjab Local Government Ordinance 2001, for causing it to be laid before the Provincial Assembly.

Islamabad  
Dated:

**(Imran Iqbal)**  
**Auditor General of Pakistan**

## **EXECUTIVE SUMMARY**

The Directorate General of Audit, (DGA), District Governments, Punjab (South), Multan, a Field Audit Office of the Auditor General of Pakistan is mandated to carry out the audit of all District Governments in Punjab (South) including Tehsil and Town Municipal Administrations. Regional Directorate of Audit Multan has audit jurisdiction of District Governments, TMAs and UAs of six Districts i.e. Multan, Lodhran, Vehari, Sahiwal, Pakpattan and Khanewal.

The Regional Directorate has a human resource of 27 officers and other staff. Total mandays available were 6,094 and the budget amounting to Rs 24.922 million was allocated in Audit Year 2015-16. The office is mandated to conduct financial attest audit, audit of sanctions, audit of compliance with authority and audit of receipts as well as the performance audit of entities, projects and programs. Accordingly, RDA Multan carried out audit of the accounts of six TMAs of City District Multan for the Financial Year 2014-15 and the findings included in the Audit Report.

Each Town Municipal Administration in City District Multan is headed by a Town Nazim / Administrator who carries out operations as per Punjab Local Government Ordinance, 2001. Town Municipal Officer is the Principal Accounting Officer (PAO) and acts as coordinating and administrative officer, responsible to control land use, its division and development and to enforce all laws including Municipal Laws, Rules and By-laws. The Punjab Local Government Ordinance (PLGO), 2001, requires the establishment of Town Local Fund and Public Account for which Annual Budget Statement is authorized by the Town Nazim / Town Council / Administrator in the form of Budgetary Grants.

The total Development Budget of six TMAs in City District Multan for the Financial Year 2014-15, was Rs 583.496 million and expenditure incurred was of Rs 359.626 million, showing savings of Rs 223.870 million. The total Non-Development Budget for Financial Year 2014-15 was Rs 821.784 million and expenditure was of Rs 674.577 million, showing savings of Rs 147.207 million.



The reasons for savings in Development and Non-development Budgets are required to be provided by TMO and PAO concerned.

Audit of TMAs of City District Multan was carried out with a view to ascertaining that the expenditure was incurred with proper authorization, in conformity with laws/rules/regulations and whether the procurement of assets and hiring of services were economical or not.

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

**a. Scope of Audit**

Out of total expenditure of TMAs City District Multan for the Financial Year 2014-15, auditable expenditure under the jurisdiction of Regional Director Audit, Multan was Rs 1,034.203 million covering six PAOs / formations. Out of this, RDA Multan audited an expenditure of Rs 286.419 million which, in terms of percentage, is 28% of total auditable expenditure and irregularities amounting to Rs 515.275 million were pointed out. Regional Director Audit planned and executed audit of 06 formations i.e. 100% achievement against the planned audit activities.

Total receipts of TMAs of District Multan for the Financial Year 2014-15, were Rs 928.643 million. RDA Multan audited receipts of Rs 329.648 million which, in terms of percentage, is 35% of total receipts and irregularities amounting to Rs 186.156 million were pointed out.

**b. Recoveries at the Instance of Audit**

Recoveries of Rs 269.049 million were pointed out by Audit which was not in the notice of the management before audit. An amount of Rs 4.102 million was recovered by the management and verified by Audit during year 2015-16, till the time of compilation of the Report.

However, against the total recovery amount of Rs 221.270 million pertaining to Paras (over one million) drafted in this report, no amount of recovery has been made by the management till the time of compilation of this report.

**c. Audit Methodology**

Audit was conducted after understanding the business processes of TMAs with respect to its functions, control structure, prioritization of risk areas by determining their significance and identification of key controls. This helped auditors in understanding the systems, procedures, environment and the audited entity before starting field audit activity.

**d. Audit Impact**

A number of improvements in record maintenance and procedures have been initiated by the departments concerned, however audit impact in shape of change in rules could not be materialized as the Provincial Accounts Committee has not discussed Audit Reports pertaining to Town Municipal Administrations.

**e. Comments on Internal Control and Internal Audit department**

Internal control mechanism of TMAs of City District Multan was not satisfactory during audit. Many instances of weak internal controls have been highlighted during the course of audit which includes some serious lapses. Negligence on the part of TMA authorities may be captioned as one of the important reasons for Weak Internal Controls.

According to Section 115-A (1) of PLGO, 2001, Nazim of each District Government and Tehsil / Town Municipal Administration shall appoint an Internal Auditor but the same was not appointed in all TMAs of District Multan.

**f. The Key Audit Findings of the Report**

- i. Misappropriation of Rs 2.275 million was noted in two cases<sup>1</sup>
- ii. Non-production of record of Rs 69.618 million was noted in five cases.<sup>2</sup>

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<sup>1</sup> Para: 1.2.1.1, 1.5.1.1

- iii. Irregularities and Non-compliance of Rs 203.766 million were noted in twenty four cases.<sup>3</sup>
- iv. Performance issues of Rs 249.960 million were noted in twenty one cases<sup>4</sup>.
- v. Internal Control Weaknesses of Rs 20.538 million were noted in seven cases<sup>5</sup>.

Audit Paras on the accounts for the Financial Year 2014-15 involving procedural violations including internal control weaknesses and irregularities which were not considered worth reporting to Provincial PAC have been included in Memorandum for Departmental Accounts Committee (Annex-A).

#### **g. Recommendations**

Audit recommends that the PAO/management of TMAs should ensure to resolve the following issues seriously:

- i. Hold investigations for wastage, fraud, misappropriation and losses, and disciplinary actions after fixing responsibilities.
- ii. Production of record to audit for verification.
- iii. Compliance of DAC directives and decisions in letter and spirit.
- iv. Strengthening of financial and managerial controls.
- v. Expediting recoveries pointed out by Audit as well as other recoveries in the notice of management.
- vi. Compliance of relevant laws, rules, instructions and procedures, etc.
- vii. Proper maintenance of accounts and record.
- viii. Appropriate actions against officers/ officials responsible for violation of rules and losses.
- ix. Addressing systemic issues to prevent recurrence of various omissions and commissions.

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<sup>2</sup>Para: 1.2.2.1, 1.2.2.2, 1.3.1.1, 1.5.2.1, 1.7.1.1

<sup>3</sup>Para: 1.2.3.1, 1.2.3.2, 1.2.3.3, 1.2.3.4, 1.3.2.1, 1.3.2.2, 1.3.2.3, 1.3.2.4, 1.3.2.5, 1.4.1.1, 1.4.1.2, 1.4.1.3, 1.5.3.1, 1.5.3.2, 1.5.3.3, 1.5.3.4, 1.5.3.5, 1.5.3.6, 1.6.1.1, 1.7.2.1, 1.7.2.2, 1.7.2.3, 1.7.2.4, 1.7.2.5

<sup>4</sup>Para: 1.2.4.1, 1.2.4.2, 1.2.4.3, 1.2.4.4, 1.3.3.1, 1.3.3.2, 1.4.2.1, 1.4.2.2, 1.4.2.3, 1.5.4.1, 1.5.4.2, 1.6.2.1, 1.6.2.2, 1.6.2.3, 1.6.2.4, 1.6.2.5, 1.6.2.6, 1.7.3.1, 1.7.3.2, 1.7.3.3, 1.7.3.4

<sup>5</sup> Para: 1.2.5.1, 1.2.5.2, 1.2.5.3, 1.3.4.1, 1.5.5.1, 1.5.5.2, 1.7.4.1

## SUMMARY TABLES AND CHARTS

**Table 1: Audit Work Statistics**

(Rupees in million)

Sr. No.	Description	No.	Expenditure	Receipt	Total
1	Total Entities (PAOs) in Audit Jurisdiction	06	1,034.203	928.643	1,962.846
2	Total formations in Audit Jurisdiction	06	1,034.203	928.643	1,962.846
3	Total Entities (PAOs) / DDOs Audited	06	286.419	329.648	616.067
4	Total Formations Audited	06	286.419	329.648	616.067
5	Audit & Inspection Reports	06	286.419	329.648	616.067
6	Special Audit Reports	-	-	-	-
7	Performance Audit Reports	-	-	-	-
8	Other Reports (Relating to TMA)	-	-	-	-

**Table 2: Audit observations regarding Financial Management**

(Rupees in million)

Sr. No.	Description	Amount Placed under Audit Observation
1	Unsound asset management	2.592
2	Weak financial management	270.723
3	Weak Internal controls relating to financial management	20.538
4	Others	252.304
<b>Total</b>		<b>546.157</b>

**Table 3: Outcome Statistics**

(Rupees in million)

Sr. No.	Description	Expenditure on Physical Assets	Salary	Non Salary	Civil Works	Receipt	Total Current Year	Total Last Year
1	Total Financial Outlays	7.065	308.660	358.852	359.626	928.643	1,962.846	2,123.437
2	Outlays audited	4.250	90.522	94.547	97.1	329.648	616.067*	763.034
3	Amount placed under audit observation / irregularities pointed out.	2.592	39.116	79.039	155.989	269.421	546.157	162.707
4	Recoveries pointed out at the instance of Audit	1.267	1.008	3.304	3.186	212.505	221.270	82.289
5	Recoverable Accepted / Established at the instance of Audit	1.267	1.008	3.304	3.186	212.505	221.270	82.289
6	Recoveries realized at the instance of Audit	-	-	-	-	4.102	4.102	-

\*The amount mentioned against Sr. No.2 in column of “Total Current Year” is the sum of expenditure and receipts, whereas the total expenditure was Rs 286.419 million.

**Table 4: Irregularities Pointed Out**

(Rupees in million)

<b>Sr. No.</b>	<b>Description</b>	<b>Amount placed under Audit observation</b>
1	Violation of Rules and regulations and violation of principle of propriety and probity in public operations.	224.282
2	Reported cases of fraud, embezzlement, thefts and misuse of public resources.	2.275
3	Accounting Errors (accounting policy departure from *IPSAS, misclassification, over or understatement of account balances) that are significant but are not material enough to result in the qualification of audit opinions on the financial statements.	8.174
4	Quantification of weaknesses of internal control systems.	20.538
5	Recoveries and overpayments, representing cases of established overpayment or misappropriations of public money.	221.270
6	Non-production of record to Audit	69.618
7	Others, including cases of accidents, negligence etc.	-
<b>Total</b>		<b>546.157</b>

**Table 5: Cost–Benefit**

(Rupees in million)

<b>Sr. No.</b>	<b>Description</b>	<b>Amount</b>
1	Outlays Audited (Item 2 Table 3)	616.067
2	Expenditure on Audit	0.075
3	Recoveries realized at the instance of Audit	4.102
4	Cost-Benefit Ratio	55

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

# CHAPTER-1

## 1.1 Town Municipal Administrations, City District Multan

### 1.1.1 Introduction

According to 1998 population census, the population of District Multan is 3.117 million (1.315 million or 42.20% in urban area). District Multan comprises of six TMAs namely Shah Rukn e Alam Town, Sher Shah Town, Bosan Town, Musa Pak Town, Shujabad Town and Jalalpur Pirwala Town. Business of each TMA is run by the Administrator and five Drawing & Disbursing Officers i.e. TMO, TO (I&S), TO (Finance), TO (P&C) and TO (Regulations) under Punjab Local Government Ordinance, 2001.

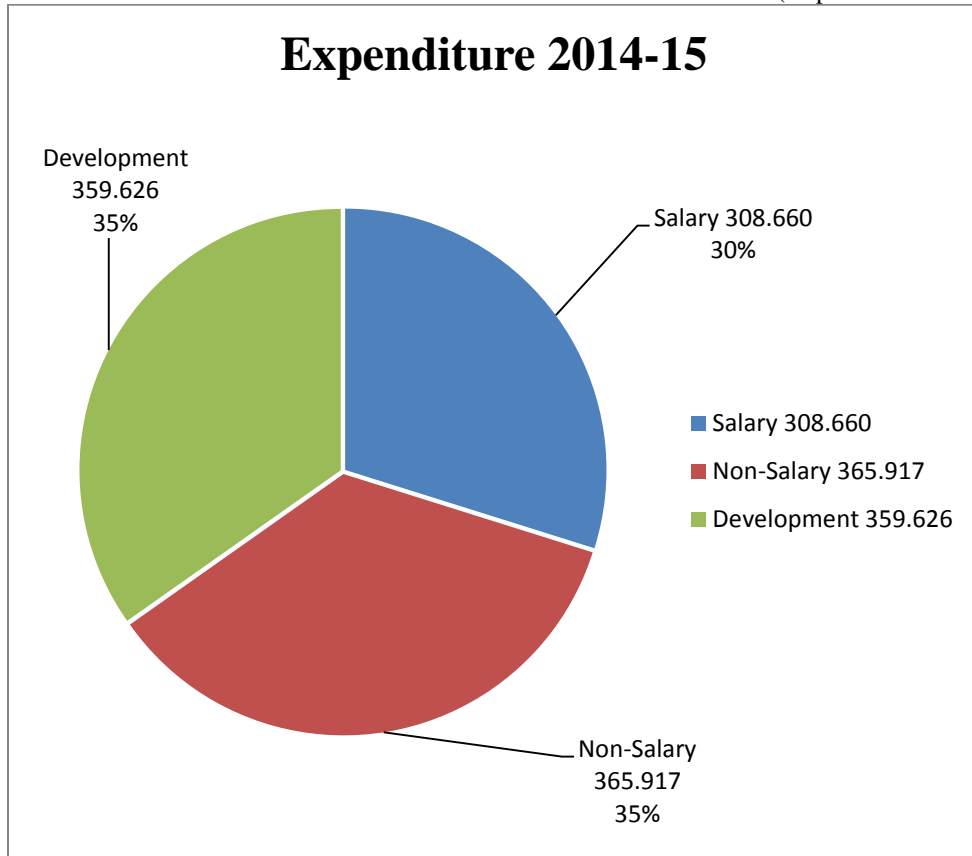
### 1.1.2 Comments on Budget and Accounts

The detail of budget and expenditure is given below in tabulated form:

**(Rupees in million)**

<b>2014-15</b>	<b>Budget</b>	<b>Actual</b>	<b>Excess (+) / Savings(-)</b>	<b>% savings</b>
Salary	360.092	308.660	-51.432	-14%
Non-salary	461.692	365.917	-95.775	-21%
Development	583.496	359.626	-223.87	-38%
<b>Sub Total</b>	<b>1,405.280</b>	<b>1,034.203</b>	<b>-371.077</b>	<b>-26%</b>
Revenue	1,093.317	928.642	-164.675	-15%

(Rupees in million)



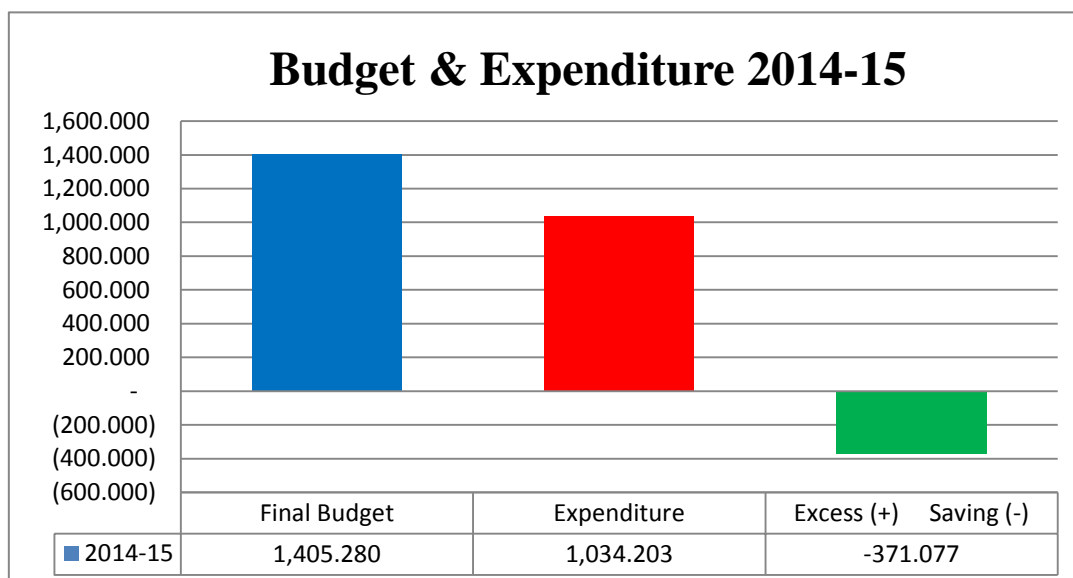
Details of budget allocations, expenditures and savings of each TMA in City District Multan are at Annex-B.

As per Budget Books for the Financial Year 2014-15 of TMAs in City District Multan, the original and final budgets were of Rs 1,405.280 million. Total expenditures incurred by these TMAs during Financial Year 2014-15 were Rs 1,034.203 million. A saving of Rs 371.077 million came to the notice of audit which shows that the TMAs failed to provide essential municipal services as envisaged and planned at the time of preparation and approval of annual budget for the year. No plausible explanation was provided by the PAO, Tehsil Nazims and management of TMAs. **(Annex-B)**



The comparative analysis of the budget and expenditure of current Financial Year is depicted as under:

(Rupees in million)



### 1.1.3 Brief Comments on the Status of Compliance of MFDAC Audit Paras of Audit Report 2014-15

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

### 1.1.4 Brief Comments on the Status of Compliance with PAC Directives

The Audit Reports pertaining to following years were submitted to the Governor of the Punjab but have not been examined by the Public Accounts Committee.

#### Status of Previous Audit Reports

Sr. No.	Audit Year	No. of Paras	Status of PAC Meetings
1	2009-12	55	PAC not constituted
2	2012-13	12	PAC not constituted
3	2013-14	41	PAC not constituted
4	2014-15	60	PAC not constituted

# **AUDIT PARAS**

## **1.2 Town Municipal Administration, Bosan Town**

## **1.2.1 Misappropriation / Fraud**

### **1.2.1.1 Misappropriation of pay and allowances - Rs 1.008 million**

According to Rule 2.31 of the PFR Vol-1, a drawer of bill for pay, allowances, contingent and other expenses will be held responsible for any overcharges, frauds and misappropriation.

Town Municipal Officer Bosan Town fraudulently withdrew salaries of Rs 1.008 million of daily wage employees during 2014-15 without ensuring their performance of duties. During physical inspection of water filtration plants, it was found that water filtration plants were out of order / being operated by general public for at least two years but salaries of the daily wages employees of those plants were used to be drawn continuously without performing duties.

#### **Annex-C**

Audit is of the view that due to weak internal controls, bogus salary payments were being drawn and misappropriated.

Bogus salary payments resulted in loss of Rs 1.008 million.

The matter was reported to the TMO / PAO in February, 2016. DDO replied that all the workers were performing their duties properly as the payment of salary bills were made after due verification by Monitoring Officers. These plants never remained out of order and were repaired on priority basis whenever any fault occurred. Reply was not tenable as no evidence was provided.

DAC, in its meeting, held in April, 2016 directed the TMO to inquire the matter. No progress was intimated till the finalization of this Report.

Audit recommends Inquiry and fixing of responsibility on the person(s) at fault, besides recovery of Rs 1.008 million, under intimation to Audit.

[AIR Para: 14]

## 1.2.2 Non production of Record

### 1.2.2.1 Non production of vouched accounts – Rs 10.098 million

According to Clause 14 (1) (b) of the Auditor General’s (Functions, Powers and Terms and Conditions of Service) Ordinance 2001, “The Auditor General shall in connection with the performance of his duties under this ordinance, have authority to inspect any office of accounts, under the control of Federation or of the Province or of District including Treasuries and such offices responsible for the keeping of initial and subsidiary accounts”. Furthermore, according to Section 115(6) of the Punjab Local Government Ordinance 2001, “All officials 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”.

Town Municipal Administration Bosan Town did not produce the record of Rs 10.098 million during 2014-15, despite various written and verbal requests. These vouchers were entered in Budget Control Register (BCR) but were not produced for audit scrutiny on demand. It included an expenditure amounting to Rs 8.800 million incurred for leasing of tentage for Ramzan Bazar 2013 which was paid during 2014-15 and event-wise / date-wise invoices were not produced for audit scrutiny. The detail is given below:

**(Rupees in million)**

Head of Account	Page No.	DDO	Date	Purpose	Amount
A03470 - Tentage	108	TO (I&S)	13.01.2015	Paid for ornamental plants in Bosan Town Ramzan Bazar	1.000
A03470 - Tentage	108	TO (I&S)	13.01.2015	Provision / Fixing of electric items for Ramzan Bazar Qadir Pur Raan	0.100
A03470 - Tentage	108	TO (I&S)	13.01.2015	Provision / Fixing of electric items for Ramzan Bazar Multan Development Authority	0.098
A03470 - Tentage	165	TO (I&S)	13.01.2015	Provision / Fixing of electric items for Ramzan Bazar Gulgasht	0.100
A03470 - Tentage	108	TO (I&S)	13.01.2015	Leasing of tentage	8.800
<b>Total</b>					<b>10.098</b>

Further, important record i.e. diary and dispatch registers, service books, personal files, transfer orders files, log book of vehicle No. LZJ 7606 and its allotment record, registers of durable goods, copies of FIRs against encroachers and notification of jurisdiction of TMA Bosan Town was not provided

Audit is of the view that due to weak internal controls, the record was not produced.

Non-production of record of Rs 1.298 million created doubt regarding the legitimacy of expenditure / record.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that all the record / accounts were available in TMA office which could be seen at any time. Reply was not tenable as the record was not produced during audit and at the time of record verification and DAC meeting.

DAC, in its meeting, held in April, 2016 directed the TMO to take disciplinary action against the responsible. No progress was intimated till the finalization of this Report.

Audit recommends immediate production of record for audit scrutiny, besides fixing of responsibility on the person(s) at fault for non-production of record of Rs 10.098 million.

[AIR Para: 16, 41, 57]

#### **1.2.2.2 Non production of record about deposit of taxes deducted at source**

According to Clause 14 (1) (b) of the Auditor General's (Functions, Powers and Terms and Conditions of Service) Ordinance 2001, "The Auditor General shall in connection with the performance of his duties under this ordinance, have authority to inspect any office of accounts, under the control of Federation or of the Province or of District including Treasuries and such offices responsible for the keeping of initial and subsidiary accounts". Furthermore, according to Section 115(6) of the Punjab Local Government Ordinance 2001,

“All officials 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”.

TMO Bosan Town deducted sales tax and income tax at source as detailed below and failed to deposit the same in Government treasury. The record related to deposit proof not produced to audit. Except, income tax deducted on works payments the figure of sales tax and income tax may be ascertained by the department.

(Rupees in million)

Particulars of Expenditure FY 2014-15	Expenditure	Income Tax	Sales Tax
Pay	37.396	to be worked out by department	Nil
Contingency	76.723		to be worked out by department
Development Expenditure	89.594		to be worked out by department
<b>Total Expenditure</b>	<b>203.713</b>		<b>To be worked out by department</b>

Audit is of the view that due to weak internal controls, Sales Tax and Income Tax was not deducted and deposited in the Government treasury.

Non-deduction and depositing of taxes resulted in loss of revenue to the Government.

The matter was reported to TMO / PAO in February, 2016. DAC, in its meeting dated 30.03.2016 directed the DDO to produce the certificate from TAO about total deduction of Income Tax and Sales Tax. No compliance of DAC directives was shown till the finalization of this Report.

Audit recommends immediate production of record for audit scrutiny, besides fixing of responsibility and appropriate disciplinary action against the concerned DDOs for non-production of record.

[AIR Para: 53]

## **1.2.3 Irregularities and non compliance**

### **1.2.3.1 Splitting of expenditure to avoid procurement rules – Rs 19.627 million**

According to Rules 12(1)(2) of the Punjab Procurement Rules, 2014, all procurement opportunities over two million rupees should be advertised on the PPRA's website as well as in other print media or newspapers having wide circulation. The advertisement in the newspapers shall principally appear in at least two national dailies, one in English and the other in Urdu. Further, according to Chapter II, Rule 9 of Punjab Procurement Rules 2014, a procuring agency shall announce in an appropriate manner all proposed procurements for each financial year and shall proceed accordingly without splitting or regrouping of procurements so planned. Furthermore, according to Rules 2.10 (b) of PFR Vol-1 no charges / claims of previous years should be allowed to stand over to be paid from the grant of another year.

Town Municipal Administration Bosan Town made expenditure of Rs 19.627 million during 2014-15 on account of different events e.g. Ramzan Bazar, Moharram-ul-Haram, Independence Day, electric items for street lights without advertisement on PPRA's website and in two national dailies. The entire expenditure was incurred through quotations in violation of above mentioned rules. It is worth mentioning that this expenditure included Rs 8.800 million on account of Ramzan Bazar 2013 which was a pending liability. This expenditure was paid during 2014-15 without budget allocation for clearance of pending liabilities. **Annex-D**

Audit is of the view that due to weak financial management, irregular expenditure was made without advertisement.

Non-compliance of the Government instructions resulted in irregular and uneconomical expenditure of Rs 19.627 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that all the payments were made after observing all codal formalities under



Punjab Procurement Rules and after pre-audit. The reply was not tenable as the procurements / leasing of assets / hiring of services were neither advertised on PPRA's website nor in two national daily newspapers.

DAC, in its meeting, held in April, 2016, directed the TMO to get the expenditure regularized from competent authority. No progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure from Punjab Finance Department besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 19]

### **1.2.3.2 Irregular appointment of contingent paid staff – Rs 18.128 million**

According to Para 2 (vi) of the Government of the Punjab, Finance Department Notification No. FD.SO (GOODS)44-4/2011 dated 11<sup>th</sup> September 2014, no contingent paid staff shall be appointed without obtaining prior approval of Finance Department. Further, according to Government of the Punjab, Finance Department, Notification No.RO(Tech)FD-2-2/2001 dated 03.11.2008, appointment of work charge / daily wages employee shall be made with procedure that the post(s) shall be advertised properly in the leading newspapers and recruitment to all posts shall be made on the basis of merit specified for regular establishment and according to Para 3 of Government of the Punjab LG & CD Department letter No.SO-ADMN-II (LG) 3-55/2007 dated 03.03.2016, it has also come to the notice of the Department that the Local Governments in Punjab are appointing the work charge / daily wages employees without adhering to the formalities pertaining to appointment and eligibility criteria provided in the relevant service rules. Therefore, it has been decided that in future no work charge / daily wages employee will be appointed in the local governments without the approval of LG&CD Department and without adhering to the formalities pertaining to appointment and eligibility criteria provided in the relevant service rules.

Contrary to the above TMO Bosan Town made payment of Rs 18.128 million from non-development budget on account of contingent paid staff during 2014-15 without obtaining approval from the Finance Department. The request made by the TMO for creation of 128 posts of operators and chowkidars for water filtration plants was declined by the LG & CD department being not covered under the law. No advertisement was made for such appointments. Appointments were also not made by the committee. Audit called for appointment orders, original attendance register and payment acknowledgements for staff but the same were not produced to audit. **Annex-E**

Audit is of the view that due to weak internal controls, irregular appointments of contingent paid staff was made.

Irregular appointment and payment on account of contingent paid staff amounting to Rs 18.128 million resulted in violation of rules.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that the filtration plants constructed by different departments in the vicinity of Multan were handed over to all Towns with the directions that these may be made functional and should be handed over to the User Committees. The expenditure incurred on this exercise was declared as valid charge and the employees were engaged on daily basis as per decision made by District Steering Committee constituted by the Government in order to keep the plants operational for welfare of public. Reply was not tenable as TMA authorities were not authorized to pay salaries to contingent paid staff after regretted by the LG & CD Department being not covered under law.

DAC, in its meeting, held in April, 2016, directed the DDO to get the matter regularized from Finance Department. No further progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure from Finance Department, forthwith stoppage of any such future appointments / payments and disciplinary action against the responsible, under intimation to Audit.

[AIR Para: 47]

### **1.2.3.3 Misclassification of expenditure – Rs 7.124 million**

According to Para 12 (1) (5) of the Punjab Local Government Account Manual, 2001 the expenditure shall be classified into account heads relating to nature of item. Further, according to Rule 9(1) of PDG & TMA (Budget) Rules, 2003 the Budget shall be prepared in accordance with Chart of Classification of accounts issued by the Auditor General of Pakistan.

Administration of Bosan Town incurred expenditures of Rs 7.124 million during Financial Year 2014-15 by misclassification and without ensuring the availability of budget allocated in relevant account head. **Annex-F**

Audit is of view that due to weak financial management, irregular expenditure was made through misclassification.

Non-compliance of the Government instructions resulted in irregular expenditure of Rs 7.124 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that all the expenditure was of miscellenous nature and paid from the miscellenous sub head and no violation occurred as all the payments were made according to Rules. The reply was not tenable as no evidence was provided in support of reply.

DAC, in its meeting, held in April, 2016 directed the DDO to get the expenditure regularized from competent authority. No progress was intimated till the finalization of this Report.

Audit recommends regularization from the competent authority besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 11]

#### **1.2.3.4 Irregular payment of hiring charges of CCTV cameras and walk through gates – Rs 2.150 million**

According to Government of the Punjab LG and CD Department letter No.SO Estate (LG) 2-2/2011 (P) dated 20.10.2015, installation of CCTVs at Imambargahs, routes of Jaloos does not fall under the purview of the municipal service and therefore, not a valid charge on the funds of TMA.

TMO Bosan Town withdrew Rs 2.150 million from TMA fund and made payment during Financial Year 2014-15 on events of Ramzan Bazar and Muharram Route. All the expenditure incurred was irregular in view of the following:

- i. Expenditure of Rs 1.050 million was incurred on CCTV cameras on the direction of DCO as a measure for the enforcement of Law & Order, whereas, the enforcement of Law & Order was not the function of TMA. Moreover, no quotations were received from PTCL or other firm for installations of CCTV cameras and payment was made to PTCL without issuing supply order. No recorded videos were available to justify the expenditure incurred.
- ii. Expenditure of Rs 1.100 million was incurred on hiring of walk through gates in Ramzan Bazars at Gulgashat / MDA Chowk near office Sanat Zar and Qadir pur Raan for general public safety. In the absence of one organized entry supported by walk through gate, the payment of rent was unjustified and seemed bogus as no any videos / photographs were available which can show the daily functioning of walk through gates at sites.

Audit is of the view that due to weak internal control, irregular expenditure were made.

Irregular payment amounting to Rs 2.150 million resulted in gross violation of the Government instructions.

The matter was reported to TMO / PAO in February, 2016. DDO replied that all the expenditures were incurred / payments were made in compliance of higher offices. The reply of the DDO was not tenable as no documentary evidence was provided for audit scrutiny.

DAC, in its meeting dated April, 2016 directed the DDO to recover the excess paid amount and get the expenditures regularized from competent authority. No compliance of DAC directives was shown till the finalization of this Report.

Audit recommends constitution of an independent inquiry committee for fixing of responsibility on the person(s) at fault and recovery of overdrawn amount, under intimation to Audit.

[AIR Para: 6]

## **1.2.4 Performance**

### **1.2.4.1 Illegal construction of commercial buildings – Rs 21.125 million**

According to approved schedule of TMA Bosan Town, map fee at the rate of Rs12 per Sft will be charged at the covered area of the building of commercial market / commercial shops if the building did not exist prior to 2001. In case of existing building / constructed building rate will be two times and fine of 25% will also be charged for approval of map.

Town Municipal Administration Bosan Town allowed illegal construction and running of businesses in commercial buildings in its jurisdiction during Financial Year 2014-15 without obtaining TMA dues i.e. map fee, fine and conversion fee amounting to Rs 21.125 million. **Annex-G**

Audit is of the view that due to weak internal controls, illegal constructions of buildings were allowed without recovering TMA dues.

Non recovery of TMA dues resulted in loss of Rs 21.125 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that some owners had presented plans approved by the Municipal Corporation, Multan, Town Committee, Qadirpur Raan etc. and notices had been issued to the remaining owners of the illegal constructed buildings and the progress would be shown to Audit soon. The reply was not tenable as illegal buildings had been constructed and no action was taken against the owners.

DAC, in its meeting, held in April, 2016, directed the TMO to initiate action against Building Inspectors and owners for illegal constructions. No progress was intimated till the finalization of this Report.

Audit recommends recovery of the Government dues amounting to Rs 21.125 million, besides taking prescribed penal action and fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 02]

#### 1.2.4.2 Loss due to non-auction of disposal water – Rs 3.456 million

According to Rule 76 (1) (2) of PDG & TMA (Budget) Rules, 2003, the primary obligation of the Collecting Officers shall be to ensure that all revenue due is claimed, realized and credited immediately into the local government fund under the proper receipt head. The Head of the Offices shall supervise and take corrective measures in respect of the activities of the Collecting Officers.

TMO/TO (Finance) Bosan Town did not auction the disposal water of treatment plant at Qadirpur Raan. Disposal of Qadirpur Raan was working daily round the clock and sewer water was being disposed-off far away from residential area in agricultural area. In treatment plant this water was treated and then used for agricultural land for watering the crops being fertilizer to the land. TMO failed to recover the dues of Rs 3.456 million from the users of disposal water:

**(Rupees in million)**

<b>Total Operating Days in FY 2014-15</b>	<b>Working Hours Per Day</b>	<b>Rate Per Hour of Disposal Water</b>	<b>Loss due to Non-auction</b>
360	24	Rs. 400	3.456

Audit is of the view that due to the ineffective management of controlling officer / monitoring officer, the disposal water was not auctioned.

Non-auction of disposal water resulted in loss amounting to Rs 3.456 million.

The matter was reported to TMO / PAO in February, 2016. The Collecting Officer replied that attempts were made but nobody took part in auction. Hence self- recovery was being made. The reply was not satisfactory as record was not produced for audit verification.

DAC, in its meeting dated 30.03.2016 directed the DDO to produce the complete record for verification. No compliance of DAC directives was shown till the finalization of this Report.

Audit recommends strict disciplinary action against the TO (Finance) and TMOs of period mentioned above and loss may also be recovered from them, under intimation to Audit.

[AIR Para: 52]

### 1.2.4.3 Irregular additional construction without approval of map and payment of map & conversion fee – Rs 3.400 million

According to approved schedule of TMA Bosan Town map fee at the rate of Rs. 3 per Sft will be charged at the covered area of the building of factory/industries if the building does not exist prior to 2001. In case of existing building / constructed building rate will be two times and fine of 25% will also be charged for approval of map. Further, according to Rule 60 of Punjab Land Use (Classification, Reclassification and Redevelopment) Rules, 2009 as amended in 2012 a City District Government or a Tehsil Municipal Administration shall levy fee for conversion of land use from agricultural, residential, industrial, peri-urban area or intercity service area to commercial use conversion fee at the rate of 5% of the value of the land up to 1 million, 10% of the value of the land up to 10 million and 20% of the value of the land if value of the land value exceeds 10 million.

TO (P&C) Bosan Town allowed the additional construction and running their industries in the jurisdiction of Bosan Town without the recovery of map fee, fine and without ensuring NOC of conversion fee received by CDG Multan. Audit physically inspected these building in the presence of Building Inspector and pointed out additional constructions. On this pointation, TO (P&C) only issued notices but not provided to Audit the map or assessment of actually constructed additions in the building and area extended.

(Rupees in million)

Type of Building	Address	Name of Owner	Area/ Measurement	Total Area in Marlas	Per Marla Rate	Land Valuation	Map Fee (as per covered area of Total area)	Fine (Compound Fee)	Conversion Fee	Total Recoverable
Additional Constructions in Reliance Weaving Mills Ltd	Khanewal Road near Wapda Chowk Mills Sadiqabad	M/s Reliance Weaving Mill	Total Area of Extension 4 Acres 2 acres	640	.098	62.710	0.259	.005	3.136	3.400



			covered area taken aprox. Basis for map fee							
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Audit is of the view that due to weak internal controls, Government dues were not recovered.

Non-obtaining of TMA dues resulted in loss amounting to Rs 3.400 million.

The matter was reported to TMO / PAO in February, 2016. The Collection Officer replied that notice has been issued to the owner of M/S Reliance Weaving Mill Ltd but no documentary evidence was provided for audit verification.

DAC, in its meeting dated 30.03.2016 directed the Collection Officer to recover the Government dues. No compliance of DAC directives was shown till the finalization of this Report.

Audit recommends recovery of the Government dues amounting to Rs 3.400 million, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 20]

#### **1.2.4.4 Non recovery of sewerage tax and license fee – Rs 2.406 million**

According to Rule 4.7(1) of Punjab Financial Rules, Vol-I, it is primarily the responsibility of the departmental authorities to see that all revenue or other debts due to Government, which have to be brought to account, are correctly and promptly assessed, realized and credited to Government account.

TMO Bosan Town did not recover the sewerage tax and license fee amounting to Rs 2.406 million during Financial Year 2014-15. The arrears were increasing but no concrete efforts were made to recover the arrear amount. The detail is as under:

<b>(Rupees in million)</b>		
<b>Sr. No.</b>	<b>Head of Income/ Collection Rights</b>	<b>Recoverable Dues</b>
1	Sewerage Tax (Current + Arrears) (0.325+2.049)	2.374
2	License Fee (defaulting Tyre shops and kabar khana etc)	0.032
<b>Total</b>		<b>2.406</b>

Audit is of the view that due to weak internal controls, sewerage tax and license fee was not recovered.

Non-recovery of sewerage tax and license fee resulted in loss amounting to Rs 2.406 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that recovery of TMA dues was an ongoing activity of office and hectic efforts were being made to recover all outstanding dues. All the field staff had been directed to expedite the recovery. The reply was not tenable as the Government dues were not recovered.

DAC, in its meeting, held in April, 2016 directed the TMO to recover the outstanding amount. No progress was intimated till the finalization of this Report.

Audit recommends recovery of arrears amounting to Rs 2.406 million, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 12]

## **1.2.5 Internal Control Weaknesses**

### **1.2.5.1 Non crediting of unclaimed securities in TMA fund – Rs 3.272 million**

According to Section 399(1) of CPWA, all balances unclaimed for more than three complete accounting years will, at the close of June in each year, be credited to the Government by means of transfer entries as lapsed deposit.

TMO Bosan Town did not credit unclaimed security deposits pending since long period into Government treasury amounting to Rs 3.272 million during 2014-15. Audit calculated a few number of cases since 2007 and there were many cases where the security had been pending since devolution period but not yet credited to TMA fund.

Audit is of the view that due to financial indiscipline, unclaimed securities were not credited and were released which had to be credited to the Government account.

Unauthorized retention and non crediting of security amounting to Rs 3.272 million resulted in violation of the Government rules.

The matter was reported to TMO / PAO in February, 2016. The DDO replied that TMA (Works) Rules, 2003 were applicable in TMA and as the security accounts were on the name of contractor independently but were pledged with TMA which were operated after granting release order of security under rules by TMA authorities. The reply was not tenable as the Government instructions were not followed.

DAC, in its meeting dated 30.03.2016 directed the DDO to credit the unclaimed securities in the Government account. No compliance of DAC directives was shown till the finalization of this Report.

Audit recommends transfer of unclaimed security deposits into the Government treasury besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 8]

### **1.2.5.2 Excess payment to the contractor due to charging of excess rate of carpeting –Rs 2.066 million**

According to Rule 54(a)(b)(c) and (d) of the Punjab Tehsil/Town Municipal Administration (Works) Rules, 2003 any interruption in the execution of a work, any unusual loss in materials, any damage to property and any accident during the execution of any work the Tehsil Officer (Infrastructure & Services) or the person in-charge of the work shall report the case to the Tehsil/Town Nazim who shall take such action as he may deem necessary, with intimation to the concerned Tehsil/ Town Council and such other authority, as may be specified by the Government in this behalf. Further, according to Secretary (C&W) Department Lahore vide letter No. SOR-I (C&W) 1-42 (MISC) dated 30.07.1997. The work may be executed strictly in according to the scope and provision of the technically sanctioned estimates. Items of work executed in violation of the provision of the sanctioned estimate will not be entertained.

Town Municipal Officer Bosan Town paid Rs 17.250 million against the works for carpeting of different roads and streets during Financial Year 2014-15. The rate of plant pre-mixed carpeting was paid to the contractor by using 4.5% or 4% bitumen. Carpeting was executed in different streets where pre-mixed plant cannot work. Physical examination revealed that manual plant was used instead of Plant Premixed. No rate of manual plant was available on the website of Finance Department. The payment was made without obtaining approval of non schedule item from the competent authority. Hence, excess payment had been computed at the rate of 15% due to execution of work with the manual plant.

#### **Annex-H**

Audit is of the view that due to weak internal controls, work was executed with manual plant without approval of rate analysis from competent authority and rate of pre-mixed plant was paid.

Payments of excess rate without approval of non schedule item from competent authority resulted in loss of Rs 2.066 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied works were completed as per approved estimates under the supervision of field staff of Engineering Wing of TMA. Hence, neither excess payment was made to contractor nor below specification work was accepted. The reply was not tenable as there was no justification for use of plant pre-mixed rates without use of such plant at site.

DAC in its meeting, held in April, 2016, directed the DDO to recover the excess paid amount of Rs 2.066 million. No compliance of DAC directives was shown till the finalization of this Report.

Audit recommends recovery of excess paid amount of Rs 2.066 million from the contractor, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 04]

### **1.2.5.3 Purchase of panaflex on higher rates - Rs 1.006 million**

According to Rule 4 of the Punjab Procurement Rules, 2014, a procuring agency, while making any procurement, shall ensure that the procurement is made in a fair and transparent manner, the object of procurement brings value for money to the procuring agency and the procurement process is efficient and economical.

Town Municipal Officer Bosan Town allowed excess payment of Rs 1.006 million from TMA fund on account of fixing of panaflex by accepting higher rates during the year 2014-15. Audit scrutinized the record and observed that TMA made an agreement on 28.06.2014 with a supplier for provision and fixing of panaflex banners in Bosan Town @ Rs 19 per feet. Whereas a supplier supplied panaflex @ Rs 50 per feet or above to the same town which was beyond justification. **Annex-I**

Audit is of the view that due to poor financial management, payment of excess rates was made.

Payment of excess rates resulted in loss of Rs 1.006 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that rates of panaflex were obtained after observing codal formalities. The lower most rates were approved and supply order was placed accordingly. The reply was not tenable as the rates were unjustifiably high.

DAC, in its meeting, held in April, 2016 directed the DDO to recover an amount of Rs 1.006 million, besides referring the case to Anti-Corruption Establishment. No progress was intimated till the finalization of this Report.

Audit recommends recovery of Rs 1.006 million besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 07]

### **1.3 Town Municipal Administration, Musa Pak**

### 1.3.1 Non production of Record

#### 1.3.1.1 Non production of record of development projects – Rs 3.800 million

According to Clause 14 (1) (b) of the Auditor General’s (Functions, Powers and Terms and Conditions of Service) Ordinance 2001, “The Auditor General shall in connection with the performance of his duties under this ordinance, have authority to inspect any office of accounts, under the control of Federation or of the Province or of District including Treasuries and such offices responsible for the keeping of initial and subsidiary accounts”. Furthermore, according to Section 115(6) of the Punjab Local Government Ordinance 2001, “All officials 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”.

TMA Musa Pak Town released an amount of Rs 3.800 million to Malook CCB for various development projects during the Financial Year 2014-15 whereas the record thereof was not produced for audit scrutiny. The detail of development projects is as under:

(Rupees in million)

Sr. No.	Particular of Expenditure	Date of Payment	Gross Amount
1	Construction of Soling Drain earth filling basti malook UC88	15.07.2014	0.700
2	Construction of Soling earth filling jalal shah Mor Pull dawa basti malook UC 88	26.07.2014	0.600
3	Construction of Soling Drain earth filling Gali peer Bakhsh bhatti walia kramraza wali shujaabad road toward office UC wali gali basti malook UC 88	26.07.2014	0.700
4	Construction of PCC paver tuff tile earth filling Almadina Town Basti Malooq UC-88	03.09.2014	0.600
5	Construction of soling drain sewer earth filling gali Peer Bakhsh wali Akram Raza wali Shujaabad road to UC office wali gali basti malook UC-88	18.12.2014	0.400
6	Construction of PCC paver tuff tile earth filling Almadina Town Basti malooq UC-88	23.12.2014	0.400
7	Construction of soling earth filling Jalal shah moor pull dawa taken wala basti malooq UC-88	26.12.2014	0.400
<b>Total</b>			<b>3.800</b>



Audit is of the view that due to weak internal controls, the record of development schemes was not produced.

Non production of record of Rs 3.800 million created doubt regarding legitimacy of expenditure.

The matter was reported to the Town Municipal Officer in February, 2016. The TMO discussed the audit observation but did not submit any reply. Despite various efforts DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends production of record for audit scrutiny, besides fixing of responsibility on the person(s) at fault for non-production of record, under intimation to Audit.

[AIR Para: 06]

## **1.3.2 Irregularities and non compliance**

### **1.3.2.1 Irregular payment to contingent paid staff– Rs 8.720 million**

According to Para 2 (vi) of the Government of the Punjab, Finance Department Notification No. FD.SO (GOODS)44-4/2011 dated 11<sup>th</sup> September 2014, no contingent paid staff shall be appointed without obtaining prior approval of Finance Department. Further, according to Government of the Punjab, Finance Department, Notification No.RO(Tech)FD-2-2/2001 dated 03.11.2008, appointment of work charge / daily wages employee shall be made with procedure that the post(s) shall be advertised properly in the leading newspapers and recruitment to all posts shall be made on the basis of merit specified for regular establishment and according to Para 3 of Government of the Punjab LG & CD Department letter No.SO-ADMN-II (LG) 3-55/2007 dated 03.03.2016, it has also come to the notice of the Department that the Local Governments in Punjab are appointing the work charge / daily wages employees without adhering to the formalities pertaining to appointment and eligibility criteria provided in the relevant service rules. Therefore, it has been decided that in future no work charge / daily wages employee will be appointed in the local governments without the approval of LG&CD Department and without adhering to the formalities pertaining to appointment and eligibility criteria provided in the relevant service rules.

TMO Musa Pak Town made payment of Rs 8.720 million from non-development budget on account of salaries to contingent paid staff during Financial Year 2014-15. The TMO appointed contingent paid staff without obtaining permission from Finance Department. No advertisement was made for such appointments. Appointments were also not made by the committee. Audit called for appointment orders, original attendance register and payment acknowledgements of the staff. But the same was not produced to audit. **Annex-J**

Audit is of the view that due to weak internal controls, irregular payments were made to contingent paid staff.

Payments to contingent paid staff resulted in irregular expenditure of Rs 8.720 million.

The matter was reported to the Town Municipal Officer in February, 2016. The TMO discussed the audit observation but did not provide the detailed reply. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 01]

### **1.3.2.2 Irregular award of work without additional performance securities – Rs 7.975 million**

According to Finance Department letter No. R O (Tech) FD 1-2/83 (VI)(P) dated 06-05-2005, para No. 01, in case the total tendered amount is less than 5 % of the approved estimated ( DNIT) amount, the lowest bidder will have to deposit additional performance security from the scheduled bank ranging from 5 % to 10 % within 15 days from the issuance of notice. An amendment was issued in this rule vide F.D letter No.RO(Tech) FD 1-2/83 VI (P) dated 24-01-2006, that performance security is to be obtained according to rate below offered by the contractor. For an example if contractor offered 11 % below rate from the rate of T.S estimate, he had to deposit 11 % of T.S estimate performance security.

TMA Musa Pak Town awarded works to various contractors by obtaining less additional performance securities to the extent of Rs 7.975 million who offered more than 5% below rates from TS. Further it was observed that the performance securities were not deposited into the TMA account (into scheduled bank). **Annex-K**

Audit is of the view that due to weak internal controls, performance securities were less obtained from the contractor and not deposited into the TMA account.

Less obtaining of performance securities of Rs 7.975 million and not depositing into scheduled bank resulted in violation of the Government rules.

The matter was reported to the TMO / PAO during March, 2016. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends regularization of less obtaining of performance security from the competent authority and the same may be deposited into interest account (scheduled bank) besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 02]

### **1.3.2.3 Irregular expenditure in violation of procurement rules – Rs 6.386 million**

According to Rules 12(1)(2) of the Punjab Procurement Rules, 2014, all procurement opportunities over two million rupees should be advertised on the PPRA's website as well as in other print media or newspapers having wide circulation. The advertisement in the newspapers shall principally appear in at least two national dailies, one in English and the other in Urdu. Further, according to Chapter II, Rule 9 of Punjab Procurement Rules 2014, a procuring agency shall announce in an appropriate manner all proposed procurements for each financial year and shall proceed accordingly without splitting or regrouping of procurements so planned.

TMA Musa Pak Town incurred expenditure of Rs 6.386 million during 2014-15 on account of different events e.g. Ramzan Bazar, Moharram-ul-Haram, Independence Day, Electric items for street lights, water filters and water taps for water filtration plants without advertisement on PPRA's website and in two national daily newspapers in violation of Rules. Purchases were made on quotations instead of tendering process. Specifications of the items to be purchased were not given in advertisement (if advertised in some cases) only list of items / services to be purchased / hired was given. Quantum of money involved in leasing could not be ascertained by the potential suppliers. Hence attention of potential suppliers was deliberately circumvented.

Audit is of the view that due to weak internal controls, irregular expenditure was incurred through quotations.

Non-compliance of the Government instructions resulted in irregular and uneconomical expenditure of Rs 6.386 million.

The matter was reported to the TMO / PAO in February, 2016. The TMO discussed the audit observation but did not submit detailed reply. Despite various efforts DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure from the Finance Department, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 03]

#### **1.3.2.4 Irregular expenditure on the event of Independence Day, VVIP visit – Rs 1.775 million**

According to Rule 12(1) of the Punjab Procurement Rules, 2014, a procuring agency shall advertise procurement of more than one hundred thousand rupees and up to the limit of two million rupees on the website of the PPRA in the manner and format specified by regulations.

TMO Musa Pak Town incurred an expenditure of Rs 1.775 million on the Independence Day celebrations and VVIP visit to Electric House Bahawalpur etc. through quotations instead of advertising proposed procurements at PPRA's website and print media in violation of the above Rule during 2014-15. The claims were passed for payments from different head of accounts. In addition, Audit observed following shortcomings:

- i. Expenditure was incurred prima facie more than demand of the occasion.
- ii. An expenditure of Rs 1.220 million was incurred on the panaflex of Independence Day, Cleanliness Week in the Punjab and on the visit of

VVIP at Electric House Bahawalpur on high prices @ Rs 94, Rs 92, Rs 48, Rs 47 per Sft respectively.

- iii. An amount of Rs 190,921 was shown as incurred on lighting decoration of office building and fly over Mumtazabad which was unjustified.
- iv. An amount of Rs 126,673 was incurred on arrangement of ceremony, sports activities on Independence Day, whereas, these sports activities were managed by DO (Sports).
- v. An expenditure of Rs 84,240 was shown as incurred on supply of flags and badges and the consumption record thereof was not recorded / maintained.
- vi. GST of Rs 53,998 was paid on account of rental charges of various store/materials which was not justified.

Audit is of the view that due to weak internal controls, the funds were utilized irregularly.

Irregular utilization of funds resulted in non-transparent expenditure of Rs 1.775 million in violation of the Government instructions.

The matter was reported to the TMO / PAO in February, 2016. The TMO discussed the audit observation but did not submit detailed reply. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends regularization of the expenditure from Finance Department, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

AIR Para: 10]

#### **1.3.2.5 Irregular expenditure on account of purchase of durable goods – Rs 1.325 million**

According para (VII) of the Austerity Measures for the year 14-15 issued by the Finance Department, Government of the Punjab vide letter No. FD.SO

(GOODS)/44-4/2011 dated September 11, 2014 “purchase of furniture and fixture, procurement of item of machinery and equipment including I.T equipment, printers, fax machine, photocopier, generators, air conditioner and luxury items, etc. shall not be allowed except with the prior concurrence of the austerity committee constituted for the purpose”.

TMA Musa Pak Town incurred an expenditure of Rs 1.325 million on account of purchase of various durable goods without prior approval of austerity committee constituted for this purpose. **Annex-L**

Audit is of the view that due to weak internal controls, durable goods were purchased without prior approval of austerity committee.

Purchase of durable goods amounting to Rs 1.325 million without prior approval of austerity committee resulted in violation of Government instructions.

The matter was reported to the TMO / PAO in February, 2016. The TMO discussed the audit observation but did not submit detailed reply. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure from the Finance Department, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 09]

### **1.3.3 Performance**

#### **1.3.3.1 Illegal construction of commercial buildings – Rs 3.958 million**

According to Rule 60 (1)(a) of Punjab Land Use (Classification, Reclassification and Redevelopment) Rules, 2009 as amended in 2012 a City District Government or a Tehsil Municipal Administration shall levy fee for conversion of land use from agricultural, residential, industrial, peri-urban area or intercity service area to commercial use conversion fee at the rate of 5% of the value of the land up to 1 million, 10% of the value of the land up to 10 million and 20% of the value of the land if value of the land value exceeds 10 million.

TMO Musa Pak Town did not take any action against the culprits of illegal construction of buildings in the jurisdiction of the TMA during the Financial Year 2014-15. During physical inspection of buildings in the presence of field staff being representative of TMO, it was observed that different buildings were illegally constructed without payment of map fee and conversion fee and without approval of maps. Further, the buildings were constructed in residential area where such business activity was prohibited under law. Necessary detail is given in **Annex-M**.

Audit is of the view that due to weak financial management and inefficiency, conversion fee was not realized.

Non-realization of conversion fee resulted in loss amounting to Rs 3.958 million.

The matter was reported to the Town Municipal Officer in February, 2016. The TMO discussed the audit observation but did not provide the detailed reply. Despite various efforts DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends immediate recovery of Rs 3.958 million, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 05]



### **1.3.3.2 Non-recovery of rent of shops – Rs 1.426 million**

According Rule 76 (1) of PDG & TMA (Budget) Rules, 2003 , the primary obligation of the Collecting Officers shall be to ensure that all revenue due is claimed, realized and credited immediately into the local government fund under the proper receipt head. The Head of the Offices shall supervise and take corrective measures in respect of the activities of the Collecting Officers.

TMO Musa Pak Town did not recover the rent of Rs 1.426 million during Financial Year 2014-15 from the tenants of 57 shops which were owned by the TMA. Authorities neither imposed fine on tenants nor efforts were made to recover the principal amount of rent. The detail is given in **Annex-N**.

Audit is of view that due to weak internal controls, less / non-recovery of rent of shops was made.

Less/ non-recovery of rent of shops amounting to Rs 1.426 million resulted in loss to the Government.

The matter was reported to the TMO / PAO in February, 2016. The TMO discussed the audit observation but did not submit detailed reply. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends recovery of Government dues of Rs 1.426, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 12]

### **1.3.4 Internal Control Weaknesses**

#### **1.3.4.1 Irregular deduction of expenditure from the PFC share - Rs 10.226 million**

According to Rule 26 of the Punjab District Government and Tehsil Municipal Administration (Budget) Rules, 2003, all conditional grants shall be budgeted and utilized in accordance with the conditions of the grant.

TMO Musa Pak Town received Provincial Finance Commission (PFC) share from Government of the Punjab during 2014-15 after deduction of Rs 10.226 million on account of recovery of MEPCO dues and loans whereas electricity bills were being paid regularly. The details of unpaid expenditure and liabilities were neither found available in the office record nor produced on demand for scrutiny. TMO did not get actual outstanding amount reconciled with the deduction made out of PFC award. **Annex-O**

Audit is of the view that due to weak internal controls, PFC share was received less than the due share.

Less receipt of PFC share from Government of the Punjab resulted in loss of Rs 10.226 million.

The matter was reported to the TMO / PAO in February, 2016. The TMO discussed the audit observation but did not submit detailed reply. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends to take up the matter with Government of the Punjab for reconciliation of PFC share received and deductions made, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 14]

## **1.4 Town Municipal Administration, Sher Shah**

## 1.4.1 Irregularities and non compliance

### 1.4.1.1 Non-maintenance of demand registers of income – Rs 2.520 million

According to Rule 5(2) of the Punjab Local Government (Property) Rules, 2003, the concerned officer of the local Government shall maintain registers of immovable property, rent demand and collection register and arrears demand and collection register in prescribed form.

TO (Finance) of TMA Sher Shah Town did not maintain demand register of the Property of TMA which was given on rent. Total income of these properties was Rs 2.520 million received by the DDO but neither demand register was maintained nor proper reconciliation was carried out.

(Rupees in million)

Description and Situation of Property	Property No. As per Property Register	Annual Rent	Amount of Last Five Year
Quarter Bagh Langay Khan	57	0.072	0.360
Quarter Bagh Langay Khan	58	0.072	0.360
Quarter Bagh Langay Khan	59	0.072	0.360
Quarter Bagh Langay Khan	60	0.072	0.360
Quarter Bagh Langay Khan	62	0.072	0.360
Quarter Bagh Langay Khan	61	0.072	0.360
Quarter Bagh Langay Khan	Null	0.072	0.360
<b>Total</b>		<b>0.504</b>	<b>2.520</b>

Audit is of the view that due to weak financial management, demand registers were not maintained.

Non-maintenance of demand registers of income Rs 2.520 million resulted in violation of the Government rules.

The matter was reported to TMO / PAO in February, 2016. The DDO replied that record was maintained. The reply of the DDO was not tenable as no record was produced for audit verification.

DAC, in its meeting dated 05.04.2016 directed the DDO to take up the matter with the departments for recovery and maintenance of record. No compliance of DAC directives was shown till the finalization of this Report.

Audit recommends proper maintenance of books of accounts besides ensuring reconciliation with all stakeholders to ensure the proper recovery, under intimation to Audit.

[AIR Para: 13]

#### **1.4.1.2 Less recovery of rent of shops due to application of reduced rates – Rs 2.383 million**

According to Clause 6 of Rent Agreement, lease agreement executed between the TMA and tenant is for one year, maximum duration is five years and there would be annual increment of 10% every year.

Town Municipal Officer Sher Shah Town did not add the 10% annual increment in the rent of certain shops due to which amount of Rs 2.383 million was less realized during 2006-15 and TMA suffered loss of Rs 2.383 million. **Annex-P**

Audit is of view that due to weak financial management, annual increase in rent was not made.

Non-compliance of agreement resulted in loss of Rs2.383 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that matter was in court. Reply was not tenable as the complete record was not produced while the matter of shops of Chowk Shaheedan was not in court, cancellation orders of auction were not produced during audit and at the time of record verification and DAC meeting.

DAC, in its meeting, held in April, 2016, kept the para pending for recovery. No progress was intimated till the finalization of this Report.

Audit recommends recovery of the amount of Rs2.383 million, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 10]

#### **1.4.1.3 Irregular payment of CCTV cameras and walk-through gates- Rs 1.983 million**

According to letter No. SO Estate (LG) 2-2 / 2011 (P), dated 20<sup>th</sup> Oct, 2015 Government of the Punjab Local Government & Community Department Lahore, as per section 54 and 54-A of PLGO,2001, TMAs are responsible for provision of municipal services including water supply, sanitation, solid waste managements, street lights, road, streets etc. Installation of CCTVs at Imambargahs, routes of processions / jaloos do not fall under the purview of the Municipal services, and therefore, not a valid charge on the funds of TMA.

TMO Sher Shah Town made the irregular payment of CCTV cameras of Rs 1.983 million on the eve of Muharrum-2014. TMAs were responsible for provision of Municipal Services. Installation of CCTV cameras and walk through gates did not fall under the purview. Against the direction of apex office expenditures were made as mentioned below:

**(Rupees in million)**

<b>Voucher No.</b>	<b>Date</b>	<b>Subject</b>	<b>Amount</b>
115	23.06.2015	CCTV cameras	0.650
103	25.11.2014	Walk Through Gates Hi-Fi Multi Zone With Installation Charges & Service Charges	1.333
<b>Total</b>			1.983

Audit is of view that due to weak internal controls, unjustified payment of CCTV cameras was made.

Non compliance of the Government instructions resulted in irregular expenditure of Rs 1.983 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that expenditure was paid on the direction of apex office. Reply was not tenable as the CCTV services did not fall under the Municipal Services.

DAC, in its meeting, held in April, 2016, directed the DDO to get the expenditure regularized. No progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 32]

## **1.4.2 Performance**

### **1.4.2.1 Illegal construction of commercial buildings - Rs 38.476 million**

According to Rule 60(1)(a) of Punjab Land Use (Classification, Reclassification and Redevelopment) Rules, 2009 as amended in 2012 a City District Government or a Tehsil Municipal Administration shall levy fee for conversion of land use from agricultural, residential, industrial, peri-urban area or intercity service area to commercial use conversion fee at the rate of 5% of the value of the land up to 1 million, 10% of the value of the land up to 10 million and 20% of the value of the land if value of the land value exceeds 10 million. Further, according to Section 146-D of Local Government Ordinance 2001, Inspector can suspend any work, seize the goods, seal the premises, demolish or remove work and issue directions for taking corrective measures in the time specified by him.

Town Municipal Officer Sher Shah Town did not recover the conversion fee amounting to Rs 38.476 million during 2014-15 from the owners of many buildings which were constructed under the jurisdiction of TMA, without submitting and getting the plans approved, and without paying the conversion fee and also ignoring the bye laws of the buildings. **Annex-Q**

Audit is of the view that due to weak management, recovery of fee was not made.

Non recovery of commercialization fee and map fee resulted in loss of Rs 38.476 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that recovery would be made.

DAC, in its meeting, held in April, 2016, kept the para pending till complete recovery. No progress was intimated till the finalization of this Report.



Audit recommends complete recovery of Rs 38.476 million, besides fixing of responsibility on the person(s) at fault and appropriate action against the illegal developers, under intimation to Audit.

[AIR Para: 03, 04, 05]

#### **1.4.2.2 Non-recovery of arrears of immovable property tax and license fee – Rs 10.514 million**

According to Rule 76 (1) of PDG & TMA (Budget) Rules, 2003, the primary obligation of the Collecting Officers shall be to ensure that all revenue due is claimed, realized and credited immediately into the local government fund under the proper receipt head. The Head of the Offices shall supervise and take corrective measures in respect of the activities of the Collecting Officers.

Town Municipal Officer Sher Shah Town did not recover the arrears of Immovable Property Tax (IPT) and License Fee amounting to Rs 2.213 million during F.Y 2014-15. Arrears were pending since 2006, no concrete efforts were made to recover the arrear amount. The detail is as under:

(Rupees in million)

<b>Name of income Head</b>	<b>Amount</b>
Arrear of IP Tax (2007-08)	9.700
Arrears of License Permit Fee (2006-07)	0.814
<b>Total</b>	<b>10.514</b>

Audit is of the view that due to weak financial management, arrears of immovable property tax and license fee were not recovered.

Non-recovery of arrears of immovable property tax and license fee resulted in loss amounting to Rs 10.514 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied accepted the recovery and said that matter is in court. Reply of the DDO was not supported with documentary evidence for audit verification.

DAC, in its meeting, held in April, 2016, kept the para pending till complete recovery. No progress was intimated till the finalization of this Report.

Audit recommends recovery of arrears amounting to Rs 10.514 million, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 14]

#### **1.4.2.3 Non recovery of rent of shops – Rs 2.039 million**

According to Rule 76(1) of PDG&TMA (Budget) Rules, 2003 the Collecting Officers shall ensure that all revenue due is claimed, realized and credited immediately into the Local Government Fund.

Town Municipal Officer Sher Shah Town did not recover the rent of Rs 2.039 million during 2014-15 on account of 23 shops and 13 plots owned by the TMA. Authorities neither imposed fine nor efforts were made to recover the Government revenue. **Annex-R**

Audit is of view that due to weak financial management, less recovery of rent fee was made.

Less recovery of rent resulted in loss to the Government amounting to Rs 2.039 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that matter is in litigation. Reply was not tenable as no evidence of litigation was shown.

DAC, in its meeting, held in April, 2016, kept the para pending till complete recovery. No progress was intimated till the finalization of this Report.

Audit recommends recovery of Rs 2.039 million besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 11]

## **1.5 Town Municipal Administration, Shah Rukn-E-Alam**

## **1.5.1 Misappropriation / Fraud**

### **1.5.1.1 Misappropriation of different equipment / items- Rs 1.267 million**

According to Rule 15.9 of the PFR Vol-1, Separate stock accounts of inventories should be maintained of – (i) “Dead Stock “register such as plants and machinery, furniture and fixtures, and (ii) “Other Stores” which consist of consumable and perishable.

Town Municipal Officer Shah Rukn-e-Alam Town incurred irregular expenditure of Rs 1.267 million on account of purchase of ornamental plants, computer with Uninterrupted Power supply (UPS), sound system and dustbins for Ramzan Bazar at Shamasabad Park and Madni Chowk. Purchased material was misappropriated and was not available in the store of the TMA. Moreover, no stock entry was available. Even a single plant was not shown as received back from the Ramzan Bazar. APRs were also not obtained from the contractors, all the bills were passed on 27.10.2014 and payment was made through cash. **Annex-S**

Audit is of the view that due to weak internal controls, different items were misappropriated.

Misappropriation of items amounting to Rs 1.267 million resulted in loss to TMA.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that all the purchases for setting Ramzan bazar were executed by the TO(I&S). Process was completed in TO (I&S) branch, only budget provision was prepared by TO(R). Reply of the DDO was not tenable as no stock was available / provided for audit verification. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends Inquiry at appropriate level and recovery of Rs 1.267 million, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 25, 43, 55, 65]

## **1.5.2 Non production of Record**

### **1.5.2.1 Non production of record – Rs 1.482 million**

According to Clause 14 (1) (b) of the Auditor General's (Functions, Powers and Terms and Conditions of Service) Ordinance 2001, "The Auditor General shall in connection with the performance of his duties under this ordinance, have authority to inspect any office of accounts, under the control of Federation or of the Province or of District including Treasuries and such offices responsible for the keeping of initial and subsidiary accounts". Furthermore, according to Section 115(6) of the Punjab Local Government Ordinance 2001, "All officials 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".

TO(I&S) Shah Rukn-e-Alam Town incurred expenditure amounting to Rs 4.307 million on account of unforeseen expenditure and produced vouched account of Rs 3.175 million and did not produce record / vouched account of Rs 1.482 million. DDO did not produce the record of quotations, work orders, supplies received and stock registers for audit verification. **Annex-T**

Audit is of the view that due to weak administrative controls, record was not produced.

Non-production of record created doubt regarding the legitimacy of the expenditure amounting to Rs 1.482 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that all record is available now and para may be dropped. Reply of the DDO was not tenable as no record was produced for Audit scrutiny. Despite various efforts DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends production of record for audit scrutiny, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 14]

### **1.5.3 Irregularities and non compliance**

#### **1.5.3.1 Loss due to unauthorized constructions and less collection of rent - Rs 18.380 million**

According to Rule 2.31 of the PFR Vol-1, a drawer of bill for pay, allowances, contingent and other expenses will be held responsible for any overcharges, frauds and misappropriation. Further, according to Rules 16 (a),(b) of the Punjab Local Government (Property) Rules, 2003 (1) The immovable Property may be leased out in a manner prescribed the immovable property shall be given on lease through competitive bidding. The procedure prescribed in sub Rule (2) of Rule 9, shall be followed, mutatis mutandis, in case of lease of the Property, the period of such lease shall be up to five years at a time. Further, according to Rule 4(a),(d) the Manager shall take as much 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, ensure that the rented Property fetches the maximum rent.

TMO Shah Rukn-e-Alam Town rented out property for Rs 250,000 per month at Hussain Agahi in July, 2007 with the condition that tenant will construct the plaza according to site plan approved by the TMA. TMA approved the single floor plaza measuring the covered area 10,263 Sft and rent was fixed for covered area. Later on, TMO extended the lease agreement for further ten years with increase of 10% in last rent paid. Audit physically visited the plaza and found the following illegalities in the lease of plaza:

- i. The tenant extended the construction of 2<sup>nd</sup> floor measuring 4453sft without obtaining the approval from Town Council. TMO allowed the construction on 12.09.2009 with the condition that construction will be property of TMA after expiry of lease period (TMA allowed the extension of construction before contracting a new lease agreement)
- ii. The first agreement was executed between Nazim and the tenant in 2008 and it expired in 2013. TMO extended the lease / rent agreement for further ten years without fresh competitive bidding.
- iii. TMO ignored the facts while extending the lease period that tenant has extended the construction and covered area has been increased and lease

- period was extended without advertisement for open competition for fetching maximum rent. Only 10% rent was increased while in other shops rent after five year was increased by 25% of the running rent.
- iv. Construction of 2<sup>nd</sup> floor without obtaining the structure feasibility report from the engineer was also another violation of building by-laws which was liable to be penalized.
  - v. Passage / open space at ground floor was also rented out/ encroached.

#### **Annex-U**

Audit is of the view that due to weak internal controls, lease of TMA building was extended illegally.

Illegal extension in building construction and lease agreement resulted in loss to the Government amounting to Rs 18.380 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that there was no loss to TMA due to non-collection of rent. Lease agreement was extended according to provision of law. Reply was not tenable as no proof was shown in the light of reply. Despite various efforts DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends recovery amounting to Rs 18.380 million, besides fixing of responsibility on the person(s) at fault, under intimation to audit.

[AIR Para: 1]

#### **1.5.3.2 Irregular expenditure due to award of work through splitting - Rs 10 million**

According to Rules 12(1)(2) of the Punjab Procurement Rules, 2014, all procurement opportunities over two million rupees should be advertised on the PPRA's website as well as in other print media or newspapers having wide circulation. Further, according to Chapter II, Rule 9 of Punjab Procurement Rules 2014, a procuring agency shall announce in an appropriate manner all proposed procurements for each financial year and shall proceed accordingly without splitting or regrouping of procurements so planned.



TMO Shah Rukn-e-Alam Town constructed the building in TMA office namely “Construction of first floor of General Block” worth Rs 5 million and “Construction of first floor of Admin Block” worth Rs 5 million during the financial year 2014-15 by splitting the development scheme to avoid the admin approval from the competent authority.

Audit is of the view due to weak internal controls, expenditure was incurred irregularly.

Irregular expenditure amounting to Rs 10 million resulted in violation of Government rules.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that two separate blocks were constructed for TMA admin & general block. Reply of TMO was not tenable as same building was constructed by allocating different names. Despite various efforts DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 3]

### **1.5.3.3 Splitting of expenditure to avoid tendering process – Rs 4.084 million**

According to Rules 12(1)(2) of the Punjab Procurement Rules, 2014, all procurement opportunities over two million rupees should be advertised on the PPRA’s website as well as in other print media or newspapers having wide circulation. Further, according to Chapter II, Rule 9 of Punjab Procurement Rules 2014, a procuring agency shall announce in an appropriate manner all proposed procurements for each financial year and shall proceed accordingly without splitting or regrouping of procurements so planned.

TO (R) and TO (I&S) made payments of Rs 4.084 million on account of purchase of panaflexes for Ramzan Bazar and for various other occasions

respectively during the financial year 2014-15 by splitting and without advertisement on PPRA's website and in newspaper. Rates charged by the TMA were very high as compared to market rates. Audit compared the rate of flexes with local market which was Rs 24 per Sft, while the DDO allowed the payment @ Rs 55 per Sft and made excess payment of Rs 31 per Sft. Due to uneconomical expenditure total excess payment was Rs 2.298 million.

(Rupees in million)		
Name of Branch	Total Purchase	Excess payment due to purchase at higher price
TO (I & S)	2.665	1.498
TO (Regulation)	1.419	0.800
<b>Total</b>	<b>4.084</b>	<b>2.298</b>

Audit is of the view that due to weak internal controls, irregular expenditures were incurred.

Irregular payments resulted in violation of Punjab Procurement Rules and uneconomical purchases of Rs 4.084 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that all purchase for setting Ramzan bazar was executed by the TO(I&S). All the process was completed by TO(I&S) branch, only budget provision was obtained from TO(R). The reply of DDO was not tenable as uneconomical expenditures were incurred without tendering process. Despite various efforts DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends recovery of Rs 2.298 million and regularization of expenditure, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 8, 10,11,22]

#### **1.5.3.4 Irregular expenditure on fixing of iron boards and panaflex-Rs 1.172 million**

According to Rule 15.10 (2) and (3) of the PFR Vol-I, an inventory of the dead stock should be maintained in all Government offices. The inventory should

ordinarily be maintained at the site of the dead stock. Whether it is desirable, in any particular case, to depart from this general principle, or to maintain additional consolidated inventories elsewhere, should be decided on the merits of each case and the inventory should be checked by the head of the department once a year and a certificate of the result of check recorded. Further, according to Rule 8.5 of the PFR Vol-I, Actual payees' receipts duly stamped where necessary, showing full particulars, of the charges, should invariably be obtained, when making payments of claims against Government. In order to avoid their being used again all such receipts (whether required to be submitted to the Audit Office or not) should be stamped "Cancelled" by the drawing officers at the time of initialing the entries relating to them in the contingent registers.

Town Municipal Officer Shah Rukn-e-Alam Town incurred expenditure of Rs 1.172 million on account of fixing of iron boards and panaflexes during 2014-15. No Stock entry in the permanent stock register / property register of the TMA was made. Quotations were suspected on grounds of tampered dates and without date in same hand writing. No APRs were obtained from the recipients.

**Annex-V**

Audit is of the view that due to weak internal controls, irregular expenditures were incurred.

Irregular expenditure resulted in loss amounting to Rs 1.172 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that all purchase for setting Ramzan bazar was executed by the TO (I&S). All the process was completed by TO (I&S) branch, only budget provision was obtained from TO(R). The reply of DDO was not tenable as no stock entries and stock was provided/available for audit verification. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends Inquiry at appropriate level and fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 26, 31]

### **1.5.3.5 Irregular expenditures for purchases of Ramzan Bazar and Independence Day- Rs 1.085 million**

According to Rules 12(1)(2) of the Punjab Procurement Rules, 2014, all procurement opportunities over two million rupees should be advertised on the PPRA's website as well as in other print media or newspapers having wide circulation. Further, according to Chapter II, Rule 9 of Punjab Procurement Rules 2014, a procuring agency shall announce in an appropriate manner all proposed procurements for each financial year and shall proceed accordingly without splitting or regrouping of procurements so planned.

Town Municipal officer Shah Rukn-e- Alam Town incurred expenditure during Financial Year 2014-15 on Ramzan Bazar and Independence Day amounting to Rs 1.085 million for purchase of electric cable, panaflexes, earth filling in Ramzan bazar and portraits of Quaid-e-Azam and Allama Iqbal etc. Various irregularities were noticed which are mentioned below:

- i. Purchase was made by splitting vouchers / supply order to avoid the condition of advertisement on PPRA's website.
- ii. Purchase of panaflex was made immediately on next day of the first purchase showing that panaflex were torn due to storm and rain.
- iii. Quotations were without date and bills were without any invoice no. & date.
- iv. No locations / roads for affixing of panaflexes, portraits, were mentioned in any supply order.
- v. Neither electric cable was available, nor was stock entry of electric cable made.
- vi. Earth filling after erecting of tents / shops by the shop keepers was unjustified. **Annex-W**

Audit is of the view that due to weak internal controls, irregular heavy expenditure was incurred.

Irregular expenditure resulted in non-transparent expenditure in violation of the Government instructions.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that all purchase for setting Ramzan bazar was executed by the TO(I&S). All the process was completed by TO(I&S) branch, only budget provision was obtained from TO(R). The Reply of TMO was not tenable as no documentary evidence was provided to prove the genuineness of expenditures. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends Inquiry at appropriate level to fixing of responsibility on the person(s) at fault, besides regularization of the expenditure, under intimation to Audit.

[AIR Para. 40, 41, 42, 52]

#### **1.5.3.6 Misclassification of expenditures due to payment of contingent expenditure from pay & allowances – Rs 1.050 million**

According to para 12 (1) (5) of the Punjab Local Government Account Manual, 2003 the expenditure shall be classified into account heads relating to nature of item. Further, according to rule 20 of the District Government and TMA (Budget) Rules, 2003 guidelines shall be followed for purposes of determining the Estimates of Expenditure that provision for each expenditure shall be included under the appropriate function and object head, provision for any foreseeable expenditure shall be included therein while ensuring that each provision is restricted to the absolute minimum necessary sum, Drawing and Disbursing Officer shall develop the most realistic and sound estimates and the estimates for each financial year shall provide only for such expenditure as are to be actually paid during the next financial year.

TO(I&S) of TMA Shah Rukn-e-Alam Town Multan incurred expenditures made from the wrong object code during the financial year 2014-15 in violation of above mentioned rules/ provision of law. Payment of contingent expenditures were paid from the object code of A-12 relating to pay and allowances while there was no budget allocation for the object code A-1299. The detail is as under:

(Rupees in million)

<b>BILL No.</b>	<b>date</b>	<b>Items Purchased</b>	<b>Inv. No.</b>	<b>Date</b>	<b>Wrong Code</b>	<b>Actual Code</b>	<b>Amount</b>
155	18.02.2015	Pumphlets for terrorism awareness	NIL	26.01.2015	A01299	A03907	0.100
157	18.02.2015	Fixing of stimmer terrorism awareness	NIL	26.01.2015	A01299	A03907	0.100
159	18.02.2015	Panaflexes for awareness	NIL	26.01.2015	A01299	A03907	0.100
153	18.02.2015	Panaflexes for awareness	NIL	26.01.2015	A01299	A03907	0.100
1	08.06.2015	Installation of CCTV Cameras on rent basis	NIL	10.12.2014	A-09601	A03408	0.650
<b>Total</b>							<b>1.050</b>

Audit is of the view that due to weak financial management, TMA funds were utilized without justification.

Irregular expenditure amounting to Rs 1.050 million resulted in violation of Government instructions.

The matter was reported to the TMO / PAO during March, 2016. DDO received the audit observation but did not provide the detailed reply. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 30]

## **1.5.4 Performance**

### **1.5.4.1 Illegal construction of commercial buildings without paying map and conversion fee - Rs 17.787 million**

According to Rule 60 (i) (a) of Punjab Land Use (Classification, Reclassification and Redevelopment) Rules, 2009 as amended in 2012 a City District Government or a Tehsil Municipal Administration shall levy fee for conversion of land use from agricultural, residential, industrial, peri-urban area or intercity service area to commercial use conversion fee at the rate of 5% of the value of the land up to 1 million, 10% of the value of the land up to 10 million and 20% of the value of the land if value of the land value exceeds 10 million.

Town Municipal Officer Shah Rukn-e-Alam Town allowed to construct illegal buildings without recovery of map fee, conversion fee and imposition of fine of Rs 17.787 million during 2014-15 from the owners of illegal buildings. No fee was taken from owners of buildings which were constructed under the jurisdiction of TMA. **Annex-X**

Audit is of the view that due to weak financial management, recovery of the Government dues was not made.

Non-recovery of the Government dues resulted in loss of Rs 17.787 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that proceedings have already been initiated against the defaulters. The reply of the collecting officer was not tenable as no documentary evidence was provided for audit verification. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends recovery of TMA dues amounting to Rs 17.787 million, besides initiating disciplinary action against Building Inspectors, under intimation to Audit.

[AIR Para: 2, 7]

#### **1.5.4.2 Non-recovery of penalty for illegal construction of commercial buildings - Rs 1.875 million**

According to notices issued to the owners of unapproved constructions, it was directed by the TMA to submit their site plan within fifteen days otherwise penalty of Rs 15,000 or three years imprisonment or both punishments could be implemented.

Town Municipal officer of the TMA Shah Rukn-e-Alam Town did not impose penalty of Rs 1.875 million during 2014-15 from the owners of illegal buildings. Owners of illegal building were allowed to construct illegal buildings within the jurisdiction of TMA Shah Rukn e Alam Town without submitting and getting approved building maps.

**(Rupees in million)**

<b>Total No. of Outstanding Notices issued to Illegal Building owners</b>	<b>Rate of Penalty</b>	<b>Total Recovery</b>
125	0.015	1.875

Audit is of the view that due to weak internal controls, penalty was not imposed.

Non imposing of penalty resulted in loss of Rs 1.875 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied all the constructors/owners of the buildings stopped further construction till approval of building plan. He further stated that penalty would be imposed after approving the building plan. The collecting officer admitted the recovery. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends recovery amounting to Rs 1.875 million, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 6]



## **1.5.5 Internal Control Weakness:**

### **1.5.5.1 Excess payment to the contractor due to charging of excess rate of carpeting – Rs 1.120 million**

According to Rule 54(a)(b)(c) and (d) of the Punjab Tehsil/Town Municipal Administration (Works) Rules, 2003 any interruption in the execution of a work, any unusual loss in materials, any damage to property and any accident during the execution of any work the Tehsil Officer (Infrastructure & Services) or the person in-charge of the work shall report the case to the Tehsil/Town Nazim who shall take such action as he may deem necessary, with intimation to the concerned Tehsil/ Town Council and such other authority, as may be specified by the Government in this behalf. Further, according to Secretary (C&W) Department Lahore vide letter No. SOR-I (C&W) 1-42 (MISC) dated 30.07.1997. The work may be executed strictly in according to the scope and provision of the technically sanctioned estimates. Items of work executed in violation of the provision of the sanctioned estimate will not be entertained.

Town Municipal Officer Shah Rukn-e-Alam Town awarded the carpeting of different roads and streets situated in jurisdiction of town costing Rs 8.580 million during 2014-15. The rate of plant pre-mixed carpeting was paid to the contractor by using 4.5% or 4% bitumen. Carpeting was executed in different streets where pre-mixed plant cannot work. Photographs were taken which revealed that the manual plant was used instead of Plant Premixed. No rate of manual plant was available on the website of Finance Department. The payment was made without obtaining approval of non schedule item from the competent authority. Hence, excess payment had been computed at the rate of 15% due to execution of work with the manual plant. **Annex-Y**

Audit is of the view that due to weak internal controls, work was executed with manual plant without approval of rate analysis from competent authority and rate of pre-mixed plant was paid.

Payments of excess rate without approval of non schedule item from competent authority resulted in loss of Rs 1.120 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that work of carpeting was done with premixed plant which was available in mini size. Work was done as per site requirement & specification. The reply of the DDO was not acceptable as premixed plant could not be used in such short / narrow streets. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends recovery of excess payment of Rs 1.120 million / regularization, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 16]

#### **1.5.5.2 Loss due to wrong calculation of rent of shops – Rs 1.048 million**

As per Rule 9 (2) (a) read with Rule 16(b) (c) of the Punjab Local Government (Property) Rules, 2003, the auction shall be made only through open auction, the period of such lease shall be up to five years at a time and the legal occupant shall be allowed the right of first refusal of the highest bid.

TMO Shah Rukn-e-Alam Town extended the lease agreement with increase of 25% of last paid rent instead of re-auction of lease of shops during the financial year 2014-15. TMA incurred loss amounting to Rs 1.048 million by avoiding fresh auction. **Annex-Z**

Audit is of the view that due to weak internal controls, less rent was calculated.

Wrong calculation of base rent for increasing rent resulted in loss of Rs 1.048 million.

The matter was reported to the TMO / PAO in February, 2016. TMO did not submit any reply. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends recovery of Rs 1.048 million, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 17]

## **1.6 Town Municipal Administration, Jalalpur Pirwala**

## **1.6.1 Irregularities and non compliance**

### **1.6.1.1 Irregular payment to contingent paid staff – Rs 10.210 million**

According to Para 2 (vi) of the Government of the Punjab, Finance Department Notification No. FD.SO (GOODS)44-4/2011 dated 11<sup>th</sup> September 2014, no contingent paid staff shall be appointed without obtaining prior approval of Finance Department. Further, according to Government of the Punjab, Finance Department, Notification No.RO(Tech)FD-2-2/2001 dated 03.11.2008, appointment of work charge / daily wages employee shall be made with procedure that the post(s) shall be advertised properly in the leading newspapers and recruitment to all posts shall be made on the basis of merit specified for regular establishment and according to Para 3 of Government of the Punjab LG & CD Department letter No.SO-ADMN-II (LG) 3-55/2007 dated 03.03.2016, it has also come to the notice of the Department that the Local Governments in Punjab are appointing the work charge / daily wages employees without adhering to the formalities pertaining to appointment and eligibility criteria provided in the relevant service rules. Therefore, it has been decided that in future no work charge / daily wages employee will be appointed in the local governments without the approval of LG&CD Department and without adhering to the formalities pertaining to appointment and eligibility criteria provided in the relevant service rules.

Town Municipal Officer Jalalpur Pirwala Town made payment of Rs 10.210 million on account of salaries of contingent paid staff. The TMO appointed contingent paid staff without obtaining permission from Finance Department. No advertisement was made for such appointments. Appointments were also not made by the Recruitment Committee. Audit called for appointment orders, original attendance register and payment acknowledgements for staff but the same were not produced to audit. **Annex-AA**

Audit is of the view that due to weak internal controls, irregular appointments were made without prior approval of Finance Department.

Irregular appointment of contingent paid staff and payment of salaries amounting to Rs 11.042 million resulted in violation of rules.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that sanitation staff appointed against sanctioned posts in accordance with the Government instructions and budget provision. These workers were appointed for less than 90 days but not on regular basis. Reply was not tenable as payment of salary was made without approval from Finance Department.

DAC, in its meeting, held in March, 2016, directed the TMO to get the expenditure regularized from Finance Department. No progress was intimated till the finalization of this Report.

Audit recommends regularization of the expenditure from Finance Department, under intimation to Audit.

[AIR Para: 02]

## **1.6.2 Performance**

### **1.6.2.1 Loss due to non-achievement of targets - Rs 19.716 million**

According to Rule 76(1)(2) of Punjab District Government and Tehsil Municipal Administration (Budget) Rules, 2003, the primary obligation of the Collecting Officers shall be to ensure that all revenue due is claimed, realized and credited immediately into the local government fund under the proper receipt head and the Head of the Offices shall supervise and take corrective measures in respect of the activities of the Collecting Officers.

The collection staff of TMA Jalalpur Pirwala Town failed to achieve the targets of revenue under various heads amounting to Rs 19.716 million during 2014-15. **Annex-AB**

Audit is of the view that due to weak internal control, targets could not be achieved.

Non-achievement of targets resulted in loss amounting to Rs 19.716 million.

The matter was reported to TMO / PAO in February, 2016. Collecting officer replied that best efforts were made for recovery with available staff. The reply of the Collecting Officer was not satisfactory as recovery position was very poor.

DAC, in its meeting dated 21.03.2016 directed the Collecting Officer to initiate the departmental inquiry against concerned staff. No compliance of DAC directives was shown till the finalization of this Report.

Audit recommends action against concerned for non-achievement of targets, besides remedial measures to improve the revenue in future, under intimation to Audit.

[AIR Para: 8]

### 1.6.2.2 Illegal construction of commercial buildings - Rs 19.090 million

According to Rule 60 (i) (a) of Punjab Land Use (Classification, Reclassification and Redevelopment) Rules, 2009 as amended in 2012 a City District Government or a Tehsil Municipal Administration shall levy fee for conversion of land use from agricultural, residential, industrial, peri-urban area or intercity service area to commercial use conversion fee at the rate of 5% of the value of the land up to 1 million, 10% of the value of the land up to 10 million and 20% of the value of the land if value of the land value exceeds 10 million.

Town Municipal Officer Jalalpur Pirwala Town did not recover the conversion fee amounting to Rs 19.090 million during 2014-15 from the owners of buildings which were constructed under the jurisdiction of TMA. The detail is as under:

(Rupees in million)

Sr. No	Building/ Plaza	Address	Description	Location	Total Area (Cft)	Rate of conversion fee as per schedule 2014-15	Total Value	Conversion fee not collected
1	Kamran Plaza	Permit Road Eid Gah to Gailywal	Commercial Plaza	Permit Road Eid Gah to Gailywal	3,488	4,455	15.539	3.108
2	Alhussnain Plaza	Permit Road Eid Gah to Gailywal	Cmmercila Plaza	Permit Road Eid Gah to Gailywal	17,938	4,455	79.914	15.982
<b>Total</b>								<b>19.090</b>

Audit is of the view that due to weak financial management, recovery of conversion fee was not made.

Non-recovery of Government fee resulted in loss of Rs 19.090 million to TMA fund.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that TMA dues were recovered as per schedule but conversion fees were not recovered. City District Government issued notice for payment several times. The reply of the DDO was not tenable as illegal buildings were constructed within the



jurisdiction of TMA, and no efforts were being made for recovery of Government dues.

DAC, in its meeting, held in March, 2016, directed the TMO to produce the copy of FIR, paid challans of conversion fee. No progress was intimated till the finalization of this Report.

Audit recommends recovery of conversion fee of Rs 19.090 million, under intimation to Audit.

[AIR Para: 20]

### 1.6.2.3 Non-recovery of water rate charges – Rs 4.467 million

According to Rule 76(1) of PDG and TMA (Budget) Rules, 2003, the Collecting Officers shall ensure that all revenue due is claimed, realized and credited immediately into the Local Government Fund.

Town Municipal Officer Jalalpur Pirwala Town did not recover the water rate charges amounting to Rs 4.467 million for the period 2014-15. The detail is as under:

**(Rupees in million)**

Period	Head	No. of Connection	Rate	Amount	Recovery	Balance
<b>Arrear on 30.06.2014</b>				3.500	1.216	2.284
<b>Current Demand 2014-15</b>	Domestic Connections	5,466	792	4.329	3.827	2.182
	Domestic Connections	140	1,080	0.151	-	-
	Commercial Connections	43	1,728	0.074	-	-
	Commercial Connections	13	2,592	0.034	-	-
	Ice Factory	3	129,600	0.389	-	-
	Virtual University, Jalalpur Piwala Public School	2	180,000	0.360	-	-
	Tehsil Head Quarter Hospital, GBDC	2	216,000	0.432	-	-
Technical College	1	240,000	0.240	-	-	
<b>Total Current Demand</b>				<b>6.009</b>	<b>-</b>	<b>-</b>
<b>Grand Total</b>				<b>9.509</b>	<b>5.042</b>	<b>4.467</b>

Audit is of the view that due to weak internal controls, huge amount of water rate charges remained un-recovered.

Non-recovery of water rate charges resulted in loss to the Government amounting to Rs 4.467 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that the notices had been issued and recovery would be made soon. Reply of the DDO was not satisfactory as no progress was shown to Audit.

DAC, in its meeting, held in March, 2016, directed the TMO to expedite the recovery. No progress was intimated till the finalization of this Report.

Audit recommends recovery of Rs 4.467 million, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 07]

#### **1.6.2.4 Non-recovery of rent of shops - Rs 3.771 million**

According to Rule 76 (1) of PDG & TMA (Budget) Rules, 2003 the Collecting Officers shall ensure that all revenue due is claimed, realized and credited immediately into the Local Government Fund.

Town Municipal Officer Jalalpur Pirwala Town did not recover arrears amounting to Rs 3.771 million on account of rent of shops from 577 shopkeepers / tenants during Financial Year 2014-15. No efforts were made to recover the Government revenue. **Annex-AC**

Audit is of the view that due to weak management, TMA dues were not realized.

Non collection of rent of shops resulted in loss amounting to Rs 3.771 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that some tenants were granted stay order by the honorable court. Therefore,

recovery will be ensured after the decision of court. Reply of the DDO was not acceptable as litigation documents were not produced for audit verification.

DAC, in its meeting, held in March, 2016, directed the TMO to make maximum efforts to pursue the matter in court and kept the para pending. No progress was intimated till the finalization of this Report.

Audit recommends recovery of Rs 3.771 million after decision of the court, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 6]

#### **1.6.2.5 Non-obtaining of additional performance securities – Rs 2.350 million**

According to Finance Department letter No.R O (Tech) FD 1-2/83 (VI)(P) dated 06-05-2005, para No. 01, in case the total tendered amount is less than 5 % of the approved estimated ( DNIT) amount, the lowest bidder will have to deposit additional performance security from the scheduled bank ranging from 5 % to 10 % within 15 days from the issuance of notice. An amendment was issued in this rule vide F.D letter No.RO(Tech) FD 1-2/83 VI (P) dated 24-01-2006, that performance security is to be obtained according to rate below offered by the contractor. For an example if contractor offered 11 % below rate from the rate of T.S estimate, he had to deposit 11 % of T.S estimate performance security.

TMO Jalalpur Pirwala Town awarded works during Financial Year 2014-15 without obtaining of additional performance securities of Rs 2.350 million from the contractor who offered more than 5% below rates from TS.

Audit is of the view that due to weak internal controls, additional performance security was not obtained from the contractors.

Non-obtaining of additional performance securities of Rs 2.350 million resulted in irregular award of contract and unauthorized payment to contractor.

The matter was reported to TMO / PAO in February, 2016. DAC, in its meeting dated 21.03.2016 directed the DDO to conduct the inquiry of the matter. No compliance of DAC directives was shown till the finalization of this Report.

Audit recommends action against concerned for non-obtaining of additional performance securities, besides regularization from the competent authority, under intimation to Audit.

[AIR Para: 15]

### 1.6.2.6 Non recovery of sewerage and sanitation fee – Rs 1.417 million

According to Rule 4.7(1) of Punjab Financial Rules, Vol-I, it is primarily the responsibility of the departmental authorities to see that all revenue or other debts due to Government, which have to be brought to account, are correctly and promptly assessed, realized and credited to Government account.

Town Municipal Officer Jalalpur Pirwala Town did not recover the sewerage and sanitation fee amounting to Rs 1.417 million during F.Y 2014-15. The arrears had increased but no concrete efforts were made to recover the arrears amount. The detail is as under:

(Rupees in million)

Description	No. Connection	Rate	Amount	Recovery	Balance
<b>Arrears 30.06.2014</b>			<b>0.500</b>	<b>0.262</b>	<b>0.238</b>
Domestic connection	1,730	200	0.346		
Hamam	30	400	0.012		
Commercial	48	1,200	0.058		
Naali	357	120	0.043		
			0.459	<b>0.253</b>	<b>0.206</b>
<b>Total</b>	<b>2,165</b>	<b>1,920</b>	<b>1.417</b>	-	<b>1.417</b>

Audit is of the view that due to weak internal controls, huge amount of sewerage tax was not recovered.

Non-recovery of sewerage and sanitation fee resulted in loss amounting to Rs 1.417 million.

The matter was reported to the TMO / PAO in February, 2016. TMO replied that efforts have been made by the field staff for the recovery of said fees. However, notices have been issued to the defaulters. The TMO admitted the recovery.

DAC, in its meeting, held in March, 2016, directed the TMO to expedite the recovery. No progress was intimated till the finalization of this Report.

Audit recommends recovery of arrears amounting to Rs 1.417 million, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 09]

## **1.7 Town Municipal Administration, Shujabad**

## **1.7.1 Non-production of record**

### **1.7.1.1 Non production of record- Rs 54.238 million**

According to Clause 14 (1) (b) of the Auditor General's (Functions, Powers and Terms and Conditions of Service) Ordinance 2001, "The Auditor General shall in connection with the performance of his duties under this ordinance, have authority to inspect any office of accounts, under the control of Federation or of the Province or of District including Treasuries and such offices responsible for the keeping of initial and subsidiary accounts". Furthermore, according to Section 115(6) of the Punjab Local Government Ordinance 2001, "All officials 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".

TO (I&S) of TMA Shujabad Town incurred development expenditures amounting to Rs 30.160 million during financial year 2014-15 but no record regarding tendering process, issuances of work orders, MBs and vouched account was maintained and produced to audit for verification. Similarly, TO(I&S) issued work orders of Rs 24.078 million to the successful bidders for execution of development schemes during the financial year 2014-15 but no record of enlistment of contractors with the TMA Shujabad Town / any other TMA of the district enabling the contractors to participate and execute an agreement was produced to audit.

Audit is of the view that due to weak administrative controls, record pertaining to development schemes was not produced.

Non-production of record created doubt regarding the legitimacy of the expenditure amounting to Rs 54.238 million.

The matter was reported to the TMO / PAO in February, 2016. TMO did not submit replies of Audit observations. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends production of record of Rs 54.238 million for audit scrutiny, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 3,4]



## 1.7.2 Irregularities and non compliance

### 1.7.2.1 Irregular expenditure due to defective tendering process- Rs 38.293 million

According to Rule 50(4) of the Punjab Tehsil/Town Municipal Administration (Works) Rules, 2003, a receipt shall be issued by the Tehsil/Town Municipal Administration on receiving a tender from the contractor on Form-I. Further, according to Rules 50(8) the Punjab Tehsil/Town Municipal Administration (Works) Rules, 2003 the tenders shall be accepted by the Tehsil/Town Municipal Officer after scrutiny by the Tehsil Officer (Infrastructure & Services) and certification of the availability of funds by the Tehsil/Town Officer (Finance) and Tehsil/Town Accounts officer, and the contract shall be executed in such manner and form as prescribed by the Communication and Works Department.

TO(I&S) of TMA Shujabad Town issued work orders of Rs 38.293 million during 2014-15 for execution of development schemes after issuance of tenders. Audit observed that no acknowledgement was issued to contractor on receiving of tender document from the contractor and tendering process was initiated and completed without obtaining funds availability certificate from the TO(F) and TAO of TMA. Detail is as under:

(Rupees in million)

Sr. No.	No. of Development Schemes	Date of tender	Work Order Date	Amount
1	71	15.06.2015	16.06.2015	14.215
2	147	06.01.2015	16.01.2015	24.078
<b>Total</b>				<b>38.293</b>

Audit is of the view that due to weak internal controls, non-transparent tendering process was adopted.

Non-transparent tendering process resulted in fake tendering valuing Rs 38.293 million and uneconomical expenditure.

The matter was reported to the TMO / PAO in February, 2016. TMO did not give the replies of Audit observations. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure of Rs 38.239 million, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 2]

### **1.7.2.2 Irregular award of work of development schemes - Rs 18.215 million**

According to Rule 42 (1)(2)(3) of the Punjab District Government and Tehsil Municipal Administration (Budget) Rules, 2003, in letter & spirit, as far as possible development projects shall be completed within the financial year, in exceptional circumstances a project may be phased over two financial years, multi-year planning shall reflect and cater for the operation and maintenance costs of completed development projects and shall ensure that such costs are considered by the Budget and Development Committee when approving development projects.

TO (I&S) of TMA Shujabad Town initiated the process of execution of development schemes of Rs 18.215 million in May, 2015 and issued work orders dated 16.06.2015. While time span for execution / completion of all the works was between three to six months which ultimately came under two financial years, in violation of above mentioned Budget Rules. Budget was allocated in July, 2014 in the beginning of financial year. Works started in January, 2015 were allotted through healthy competition at 38%-48% below TS estimates and works allotted in June, 2015 were at 0.50% below TS estimates.

Audit is of the view that due to weak financial controls, irregular expenditure was incurred.

Irregular expenditure resulted in loss of Rs 6.831 million.

The matter was reported to the TMO / PAO in February, 2016. TMO did not give the replies of Audit observations. Despite various efforts DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 5]

### **1.7.2.3 Non-collection of additional performance security- Rs 9.344 million**

According to clause 26 A of the tender document in case total tendered amount is less than 5% of the approved estimated (DNIT) amount, the lowest bidder will have to deposit additional performance security from the schedule bank ranging from 5% to 10% within 15 days of issuance of notice of within expiry period of bid, whichever is earlier and as clarified as per Government of the Punjab, Finance Department letter No. RC(Tech) FD-1-2/83 VI (P) dated 24-01-2006, if contractor quote 11% below the technically sanctioned and then corresponding additional security for subsequent % below the estimated cost shall be deposited.

TO(I&S) of TMA Shujabad Town issued work orders during the financial year 2014-15 to the contractors who offered rates below 5% of the TS rates but they failed to provide additional performance securities of Rs 9.344 million in relation to rates below the TS rates within fifteen days.

Audit is of the view that due to weak internal controls, additional performance securities were not obtained and contract was not cancelled.

Non-collection of additional performance securities of Rs 9.344 million resulted in loss to TMA funds.

The matter was reported to TMO in February, 2016. But TMO did not submit any reply. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 10]

#### **1.7.2.4 Non-reconciliation of difference in expenditures - Rs 6.521 million**

According to Rule 3(4) (xi) of the Punjab Local Government (Budget) Rules, 2003 Finance and Budget Officer will monitor the receipts and expenditure of the local government. Further, according to Government of the Punjab, Finance Department Letter No. SO (TT) 3-1/98 dated 19<sup>th</sup> November 2001, “reconciliation of receipt and expenditures is to be done promptly as prescribed under the rule. Further, according to Rule 68(3) The Head of Offices shall forward the consolidated statement of expenditure to the Finance and Budget Officer, so as to reach him by the 16<sup>th</sup> day of the month following that to which the accounts relate and according to Rule 67(4) in case the reconciled statement is not provided by the Head of Offices by the 20<sup>th</sup> of the month to the Finance and Budget Officer, following the month to which the Accounts relate, no bills may be passed by the Accounts Officer for the defaulting DDOs.

TMO Shujabad Town did not get reconciled the expenditure of Rs 95.575 million with TAO as well as with the sub-ordinate DDOs of TMA during the financial year 2014-15. Audit found a difference of Rs 6.521 million in annual accounts and expenditures provided by the respective DDOs during the year which needs justification along with the support of relevant record under intimation to audit. Detail is given as under:

(Rupees in million)

<b>Sr. No.</b>	<b>DDOs</b>	<b>Budget</b>	<b>Expenditure</b>
1	Administrator/ Town Nazim	2.386	1.162
2	Town Naib Nazim/ Secretariat	2.448	1.019
3	Town Municipal Officer	22.083	18.416
4	Town Officer(Finance)	8.434	7.417
5	Town Officer(I&S)	69.055	60.152
6	Town Officer(Regulation)	6.688	5.374
7	Town Officer(P&C)	3.691	2.035
<b>Total</b>		<b>114.785</b>	<b>95.575</b>
<b>According to annual accounts</b>			<b>102.096</b>
<b>Difference</b>			<b>6.521</b>

Audit is of the view that due to weak internal controls, expenditures were not reconciled with TAO concerned.

Non-reconciliation of the difference of expenditure result in loss of Rs 6.521 million.

The matter was reported to TMO in February, 2016. But TMO did not submit any reply. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends that DDO wise reconciliation of expenditure be made with TAO concerned, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 12]

#### **1.7.2.5 Splitting of development expenditure to avoid tendering process- Rs 5.316 million**

According to Rule 59(C)(V) of Punjab Procurement Rules, 2014 procuring agency may utilize the following alternative methods of procurement of goods, services and works in case of an emergency but the procuring agency shall specify appropriate fora vested with necessary authority to declare an emergency. Further according Rule 9 of Punjab Procurement Rules, 2014, a procuring agency shall announce in an appropriate manner all proposed procurements for each financial year and shall proceed accordingly without any splitting or regrouping of the procurements so planned. The annual requirements thus determined would be advertised in advance on the PPRA's website as well as on the website of the procuring agency in case the procuring agency has its own website.

Town Municipal Officer Shujabad Town incurred expenditure of Rs 5.316 million during 2014-15 on development works i.e soling, sewerage, drain etc on quotations from the development budget by splitting schemes on excuse of emergency. All the civil works accepted in the form of quotations were on very nominal quoted rates below schedule rates e.g. at par, 0.5 % below,

0.10 % below. While in case of advertisement, same kinds of works were awarded 38 % to 45% below the TS estimates.

Audit is of the view that due to poor financial management, expenditure on civil works was split to avoid tendering process.

Non-compliance of the Government instructions resulted in non-transparent and irregular expenditure of Rs 5.316 million.

The matter was reported to the TMO / PAO in February, 2016. TMO did not give the replies of Audit observations. Despite various efforts DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure amounting to Rs 5.316 million from the Finance Department under intimation to Audit.

[AIR Para: 13]

## 1.7.3 Performance

### 1.7.3.1 Irregular approval of housing schemes without obtaining of security – Rs 37.200 million

According Rule 17 (1) (f) (i)(ii) of Punjab Private Housing Schemes and Land Sub-division Rules, 2010, A Town Municipal Administration, a Tehsil Municipal Administration or a Development Authority shall, prior to issuance of sanction for scheme, require a developer to mortgage deed, in accordance with form C, twenty percent for housing scheme and ten percent for farm housing scheme of saleable area as security for completion of development works; or (ii) a performance bond, in accordance with form D and D1, consisting of a performance agreement and a bank guarantee respectively and the amount of bank guarantee shall be equivalent to total cost of development works.

TO(P&C) of TMA Shujabad Town illegally approved the housing schemes of Rs 37.200 million during 2014-15. TMO neither obtained security in shape of plots/ performance bond nor mortgage deed was executed with the owners of housing schemes. Detail of schemes approved as under.

(Rupees in million)

Name of Housing Scheme/Sub-Division	Established Since	Area	1% Fee/Plan Fee Recoverable	Security of plots
Abdul Khaliq Town	22.02.1999	43 Kanal	1% Fee Not Applicable	10.800
Gulistan Peer Mubeen Town	11.12.2001	35 Kanal	-do-	10.800
Zakriya Town	15.11.2001	100 Kanal	-do-	12.000
Makka Town	03.04.2008	34 Kanal	0.170	3.600
<b>Total</b>				<b>37.200</b>

Audit is of the view that due to weak internal controls, performance bond / security plots were not obtained.

Non-obtaining of performance bond / security plots from the housing schemes developers resulted in placing the public money at risk.

The matter was reported to the TMO / PAO in February, 2016. TMO did not give the replies of Audit observations. Despite various efforts DAC meeting was not convened. No progress was intimated till the finalization of this Report.

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

[AIR Para: 1]

### **1.7.3.2 Illegal construction of commercial building - Rs 29.916 million**

According to Rule 60 (i) (a) of Punjab Land Use (Classification, Reclassification and Redevelopment) Rules, 2009 as amended in 2012 a City District Government or a Tehsil Municipal Administration shall levy fee for conversion of land use from agricultural, residential, industrial, peri-urban area or intercity service area to commercial use conversion fee at the rate of 5% of the value of the land up to 1 million, 10% of the value of the land up to 10 million and 20% of the value of the land if value of the land value exceeds 10 million.

Town Municipal Officer Shujabad did not recover the conversion fee and map fee amounting to Rs 29.916 million during 2014-15 from the owners of buildings which were constructed under the jurisdiction of TMA. **Annex-AD**

Audit is of the view that due to weak financial management, recovery of conversion fee of Rs 29.916 million was not made.

Non-recovery of Government fee resulted in loss of Rs 29.916 million to the Government.

The matter was reported to the TMO / PAO in February, 2016. TMO did not give the replies of Audit observations. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends recovery of conversion fee of Rs 29.916 million, under intimation to Audit.

[AIR Para: 6, 8]



### 1.7.3.3 Non-transfer of property to TMA- Rs 15.264 million

According to Rule 17 (e) (i) (ii) of Punjab Private Housing Schemes and Land Sub-division Rules, 2010, A Town Municipal Administration, a Tehsil Municipal Administration or a Development Authority shall, prior to issuance of sanction for scheme, require a developer to submit a transfer deed in accordance with form B for free of cost transfer to a Town Municipal Administration, a Tehsil Municipal Administration or a Development Authority, area reserved for road, open space, park and graveyard, solid waste management and one percent of scheme area for public buildings, excluding the area of mosque.

TO (P&C) approved the detailed below housing schemes of Rs 15.264 million during Financial Year 2014-15 but neither obtained the open space for parks, graveyard from the developers of housing schemes nor took any measures against the developers of schemes.

(Rupees in million)

Name of Housing Scheme/ Land Sub-Division	Date	Area	Rate per Marla	1% Fee/Plan Fee Recoverable	Amount / Value of 6% Space
Abdul Khaliq Town	22.02.1999	43 Kanal	0.060	1% Fee Not Applicable	3.096
Gulistan Peer Mubeen Town	11.12.2001	35 Kanal	0.060	-do-	2.520
Zakriya Town	15.11.2001	100 Kanal	0.060	-do-	7.200
Makka Town	03.04.2008	34 Kanal	0.060	0.170	2.448
<b>Total</b>					<b>15.264</b>

Audit is of the view that due to weak internal controls, property was not transferred in the name of TMA.

Non-obtaining of TMA properties from the developers of housing schemes resulted in loss of Rs 15.264 million.

The matter was reported to the TMO / PAO in February, 2016. TMO did not give the replies of Audit observations. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends recovery of TMA property of Rs 15.264 million from the land developers, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 7]

#### **1.7.3.4 Non-recovery of rent of TMA shops – Rs 10.307 million**

According to Rule 76 (1) (2) of PDG and TMA (Budget) Rules, 2003 the primary obligation of the Collecting Officers shall be to ensure that all revenue due is claimed, realized and credited immediately into the local Government fund under the proper receipt head and the head of the Offices shall supervise and take corrective measures in respect of the activities of the Collecting Officers.

TO(Finance) of TMA Shujabad Town did not recover the rent of shops Rs 9.741 million for the period of 2014-15 and also did not take measures to get the rent amounting Rs 0.566 million of shop No. 3 in Shuja Shopping Center w.e.f 29.03.2013. Hence, total amount of Rs 10.307 million on account of rent of shops held recoverable. **Annex-AE**

Audit is of the view that due to weak financial management, Government dues were not recovered.

Non-recovery of rent resulted in loss of Rs 10.307 million.

The matter was reported to the TMO / PAO in February, 2016. TMO did not give the replies of Audit observations. Despite various efforts DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends recovery of rent of shops Rs 10.307 million, besides fixing of responsibility on the person(s) at fault, under intimation to Audit.

[AIR Para: 9, 24]

## 1.7.4 Internal Control Weakness

### 1.7.4.1 Irregular expenditure without stock entry and stock of tentage and fans- Rs 1.800 million

According to Rule 15.4(a) and 15.5 of the PFR, Vol-I, all materials received should be examined, counted, measured and weighed, as a case may be, when delivery is taken and they should be kept in charge of a responsible Government servant. The receiving Government servant should also be required to give a certificate that he has actually received the materials and recorded them in his appropriate stock registers. When materials are issued a written acknowledgement should be obtained from the person to whom they are ordered to be delivered or dispatched and when materials are issued from stock for departmental use, manufacture or sale, etc.

TO (I&S) incurred expenditure amounting to Rs 1.800 million on account of purchase of shamianas, daris, chairs, pedestal fans during Financial Year 2014-15 for Ramzan bazars as detailed below but no stock was available in TMA.

(Rupees in million)

Date	Items Purchased	Invoice Date	Amount
26.07.14	Purchase of Shamiana&Padestal fan	NIL	0.750
26.07.14	Purchase of Jhallarand Chairs	9.06.2014	0.570
13.11.14	Purchase and hiring of tent	NIL	0.480
<b>Total</b>			<b>1.800</b>

Audit is of the view that due to weak internal controls, stock purchased was not entered into stock registers.

Non-availability of stocks amounting to Rs 1.800 million resulted in irregular purchases.

The matter was reported to the TMO / PAO in February, 2016. TMO did not give the replies of Audit observations. Despite various efforts, DAC meeting was not convened. No progress was intimated till the finalization of this Report.

Audit recommends regularization of expenditure of Rs 1.800 million, besides fixing of responsibility on person(s) at fault, under intimation to Audit.

[AIR Para: 15]

## **Annex**

## Annex-A

## Part-I

**Memorandum for Departmental Accounts Committee Paras Pertaining to Audit  
Year 2015-16**

(Rupees in million)

Form ation Name	Para No.	AIR Para No.	Description	Amount
TMA Jalalpur	1	1	Non-deduction of conveyance allowance	0.183
	2	4	Deterioration of government property due to non-auction thereof	2.908
	3	10	Non-production of record of receipts and expenditures	0.000
	4	11	Non- deposit of sales tax	0.480
	5	12	Non-deposit of income tax	0.142
	6	14	Unjustified delay in approval of maps and processing of applications	1.380
	7	16	Non-recovery of professional tax	0.028
	8	18	Excess payment due to charging excess lead than the occasion	0.068
	9	19	Non-recovery of prescribed rate of conversion fee	0.305
TMA Sher Shah	10	2	Less recovery of conversion fee & plenty fee	0.125
	11	6	Non recovery of extra height charges from Dubai Plaza	0.986
	12	7	Unauthorized submitting of file of housing colony (Azwar Town) without taking map fee and conversion fee	0.301
	13	8	Poor performance of building branch due to which blockage of revenue	25.410
	14	9	Unjustified drawl of pay & allowances during absent period & drawl of conveyance allowance, during leave period	0.058
	15	12	Loss to government due to less recovery of enlistment fee	0.099
	16	17	Recovery of license fee without survey which resulted into expected loss	0.345
	17	26	Non deduction of cost of dismantled material	0.098
	18	29	Unauthorized execution of work of sewerage	0.348

<b>Form ation Name</b>	<b>Para No.</b>	<b>AIR Para No.</b>	<b>Description</b>	<b>Amount</b>
	19	33	Loss to the government due to purchase of electric items on higher rates than the schedule rates	0.134
	20	34	Unjustified payment of higher price of POL for Ramzan Bazar & Bakar mandi	0.084
	21	36	Irregular purchases of generators at higher rates and shortage of one generator	0.100
	22	37	Excess payment to contractor due to non deduction of income tax at source	0.031
	23	9	Loss to TMA fund by payment of excess rates in sports gala and Ramzan Bazars recovery thereof	0.486
	24	10	Unjustified expenditure on the event of Independence Day	1.925
	25	13	Fake maintenance / non-maintenance of realistic survey of license/ permit fee and misappropriation of possible revenue of	1.000
	26	17	Misappropriation of Laptop	0.085
	27	18	Misappropriation of encroachment material due to non-maintenance of inventory register and non-auction of encroached items since long	1.000
	28	22	Overpayment to contractor due to payment of excess rates	0.835
	29	23	Doubtful withdrawal of POL, payment of rent for generators despite having TMA's own Generators without maintenance of log book of generators	0.648
	30	24	Bogus withdrawal of pol without usage and maintenance of log books of generators.	0.384
	31	25	Irregular and costly repair of single vehicle inquiry thereof	0.749
	32	26	Substandard execution of work, inquiry thereof besides recovery	0.581
	33	27	Loss to TMA fund due to payment of high rates recovery thereof	0.103
	34	28	Doubtful execution of works at site due to concealment of works from site inspection	7.063
	35	29	Loss to TMA fund by excess measurement and payment of earthwork	0.104
	36	30	Short recovery of tax on transfer of immoveable property recovery thereof	0.123
	37	31	Doubtful payment of steel in execution of works	1.336
	38	32	Whereabouts of the visits shown on log books for encroachments could not be verified from encroachment fees resulted into expenditure of POL	0.539

<b>Form ation Name</b>	<b>Para No.</b>	<b>AIR Para No.</b>	<b>Description</b>	<b>Amount</b>
	39	33	Overpayment to contractor due to excess measurement – Rs 1.005 million	1.005
	40	34	Doubtful approval and payment of non-scheduled items due to non-availability of rate analysis	0.582
	41	35	Doubtful execution of work prior to administrative approval and technical sanction	1.719
	42	36	Loss to govt. by misappropriation of parking fee collected by encroachers and not deposited in TMA fund and non-action against permanent encroachers	8.590
	43	37	Loss to govt. due to defective rate analysis of earthwork by allowing excess lead in works of soling and tuff tiles recovery thereof	0.444
	44	38	Loss to govt. due to defective rate analysis of earthwork in works of soling and tuff tiles recovery	0.238
	45	39	Bogus claim of rent of rickshaw recovery	0.100
	46	40	Excess payment due to payment of excess carriage of sub-base and base course	0.130
	47	42	Non-imposition of penalty on contractors due to late completion of works	2.049
	48	43	Non-recovery on account of use of substandard bricks	1.321
	49	44	Doubtful repair of air conditioners of Bosan Hall	0.377
	50	45	Early refund of securities inquiry thereof	0.692
	51	46	Doubtful withdrawal of salaries without performance of duties by daily wagers deputed at water filtration plants inquiry	4.536
	52	48	Doubtful use of POL in tractors and bogus maintenance of log books recovery	0.278
	53	49	Non-deduction of liquidity damages and overpayment to supplier of aerial platform 42ft height on Hino Dutro	0.094
	54	50	Doubtful purchase of substandard and inferior quality aerial platform on Hino Dutro truck	4.700
	55	51	Overpayment due to payment at higher rates recovery	0.018
	56	54	Doubtful withdrawal of salaries with performance of duties in concerned post by Mr. Muhammad Anwar	0.336
	57	55	Doubtful withdrawal of funds for purchase of cable recovery	0.036
	58	56	Unauthorized appointment of sub-engineer without any authority by Tehsil Nazim inquiry thereof	2.500
	59	4	Improper pursuance the case of rent of shops in the	5.834



<b>Form ation Name</b>	<b>Para No.</b>	<b>AIR Para No.</b>	<b>Description</b>	<b>Amount</b>
			court of law and blockade of revenue	
	60	7	Irregularly incurring of expenditure from irrelevant head of account by means of misclassification	3.138
	61	8	Loss to TMA fund by non-auctioning of shops to actualize recovery of rent at competitive rates	2.765
	62	11	Non-collection of proof of deposit of sales tax	1.579
	63	13	Less allocation of prescribed ratio of funds to sports activities	1.337
	64	15	Unjustified payment of electricity bills without installation of electricity meters	47.112
	65	16	Non-reconciliation of mutation and registration fee with revenue department	56.636
	66	17	Improper pursuance of the case in the court of law of 10 marla land valuing titled Toya Kani Wala	50.000
	67	18	Non-realization of entertainment fee	0.625
	68	19	Unauthorized hiring charges of CCTV cameras and walk through gates on Ramzan Bazar and Moharram route	0.625
	69	20	Non collection of house rent and 5% maintenance charges	0.543
	70	21	Loss to TMA funds due to shortage of assets in physical	0.492
	71	22	Loss to TMA fund due to claim of excess rates of panaflex	0.480
	72	23	Loss to TMA on account of over payment to the contractor	0.423
	73	24	Loss to the government due to execution of the contract of installation of water filtration plants through the contractor	1.028
	74	25	Unjustified expenditure on accounts of rent and POL of generator without maintaining log book	0.392
	75	26	Overpayment due to less/non-deduction of shrinkage	0.210
	76	27	Loss to Government due to negligence and non-recovery of trade license fee	0.262
	77	28	Poor recovery position of water rates which resulted into blockage of revenue	0.192
	78	29	Excess payment to contractor on account of excess rate charged than schedule of rates	0.168
	79	30	Loss to government due to misappropriation of fine for encroachments and unjustified pay and allowance of encroachment staff	2.142

Form ation Name	Para No.	AIR Para No.	Description	Amount
TMA Shah Rukn-E-Alam	80	4	Irregular exercising DDO Powers and sanctioning of expenditure	2.848
	81	5	Irregular expenditure without proper advertisement - and excess payment	0.388
	82	9	Irregular/ Non-transparent tendering process for development schemes	1.523
	83	12	Award of work through Fake tendering process	1.403
	84	13	Non-obtaining of additional performance guarantee	1.300
	85	15	Misclassification of expenditures due to payment of contingent expenditure from pay & allowances	1.050
	86	18	Wasteful expenditure on installation of water purification plant	0.920
	87	19	Fake tendering process	0.900
	88	20	Less collection of rent of shops	0.864
	89	21	Non imposition of penalty due to late completion of scheme	0.864
	90	23	Doubtful expenditure on repair of truck	0.796
	91	24	Loss to government due to non- auction of shops	0.700
	92	27	Irregular delay in finalization of schemes without submission of final bill valuing	0.664
	93	28	Unjustified expenditure on hiring of lights	0.663
	94	29	Irregular/ unjustified expenditures on lighting	0.493
	95	30	Unjustified excess payment of quantities and rate	0.487
	96	32	Irregular/unjustified purchase of carpet and excess payment	0.159
	97	33	Loss to government due to charging excess rates	0.272
	98	34	Non- deduction of sales tax	0.367
	99	35	Non- deduction of sales tax	0.196
	100	36	Irregular unjustified purchase of fan and excess payment	0.342
	101	37	Fake consumption of POL	0.435
	102	38	Unjustified expenditure on account of hiring of generator	0.327
	103	39	Irregular purchases of generators at higher rates and excess payment	0.180
	104	44	Doubtful payment of daily wages staff	0.281
	105	45	Illegal construction of building without approval of map	0.176
	106	46	Unjustified expenditure on account of repair of machinery & equipment	0.258
	107	47	Unjustified payment of double duty payments	0.224

Form ation Name	Para No.	AIR Para No.	Description	Amount
	108	48	Unjustified expenditure on purchase of electricity material	0.219
	109	49	Non Imposition of penalty due to late completion of scheme	0.218
	110	50	Irregular Unjustified purchase of trollies excess payment	0.210
	111	51	Unjustified expenditure on earth filling	0.214
	112	53	Irregular expenditures by split-up vouchers	0.197
	113	54	Irregular/ Unjustified expenditure on Repair of Vehicle	0.193
	114	56	Unjustified payment of double duty payments	0.155
	115	57	Doubtful expenditure on repair of Building	0.140
	116	58	Illegal sales of plots in unapproved housing schemes	0.140
	117	59	Doubtful purchase of UPS and excess payment	0.137
	118	60	Overpayment due to non-deduction of shrinkage in the earth work for bank measurements	0.121
	119	61	Irregular unjustified expenditure on installation of water pump and excess payment	0.114
	120	62	Irregular/ doubtful expenditure on repair of vehicle	0.110
	121	63	Unjustified payment of fixed TA	0.096
	122	64	Non- stock entry / issuance of uniform	0.099
	123	66	Unjustified expenditure on account of national songs on vehicle	0.098
	124	67	Unjustified expenditures on purchase of water tanks & ice	0.094
	125	68	Irregular Unjustified purchase of Fans excess payment	0.09
	126	69	Misappropriation of funds for purchase of mist fan	0.072
	127	70	Misappropriation of fund by Fake withdrawal of POL-	0.054
	128	71	Non-production of record	0.000
TMA Shujabad	129	11	Irregular variation in street lights electricity bills	6.949
	130	14	Irregular enhancement of cost of schemes instead of preparing new schemes	4.140
	131	16	Illegal sales of plots in unapproved housing schemes	1.481
	132	17	Non collection of record from the contractor	1.143
	133	18	Doubtful TS of development Schemes	1.000
	134	19	Unjustified execution of repair work by splitting up	0.956
	135	20	Loss to government due to charging excess quantity	0.818

<b>Form ation Name</b>	<b>Para No.</b>	<b>AIR Para No.</b>	<b>Description</b>	<b>Amount</b>
	136	21	Misappropriation of funds on account of purchase	0.796
	137	22	Irregular expenditure on purchase of equipment	0.667
	138	23	Non-production of record	0.621
	139	25	Illegal Construction of building without approval of map	0.479
	140	26	Doubtful expenditure on repair of machinery and equipment	0.467
	141	27	Unjustified / irregular expenditure on CCTV cameras	0.400
	142	28	Non-recovery of water rates	0.306
	143	29	Unjustified expenditure on repair of building-	0.296
	144	30	Doubtful expenditures on construction of sewerage	0.280
	145	31	Unjustified expenditure on hiring of generator	0.232
	146	32	Misclassification of expenditures	0.227
	147	33	Irregular expenditure by the splitting-up voucher without approval	0.198
	148	34	Purchase of fan at higher rate and excessive payment	0.140
	149	35	Irregular/ Unjustified expenditure on Repair of Vehicle	0.121
	150	36	Irregular expenditure on purchase of daris without Advertisement	0.107
	151	37	Doubtful expenditure on purchase of barrier	0.099
	152	38	Fake execution of repair work	0.085
	153	39	Non imposition of penalty for late renewal	0.019
<b>Total</b>				<b>18,507.658</b>

**Part-II****[Para-1.1.3]****Memorandum for Departmental Accounts Committee Paras not attended in Accordance with the Directives of DAC Pertaining to Audit Year 2014-15****(Rupees in million)**

<b>Formation Name</b>	<b>Sr. No</b>	<b>Para No.</b>	<b>Subject</b>	<b>Amount</b>	<b>Nature</b>
<b>TMA Bosan Town</b>	1	3	Bogus payment of earth work due to non –execution of work at site	0.415	Misappropriation
	2	4	Excess payment to the contractor	1.102	weak internal control
	3	7	Bogus payment on account of earth work	0.578	Misappropriation
	4	11	Doubtful expenditures and excess claim of quantity of uniform provided in youth festival	0.819	Irregularity and Non-compliance
	5	12	Overpayment to the contractor due to excess payment of quantity of tentage to the contractor	0.724	weak internal control
	6	14	Excess charges on account of fixing of iron frame	0.433	weak internal control
	7	27	Non-recovery of license fee	0.159	Performance
	8	31	Excess payment to the contractor due to charging of excess rate	0.07	weak internal control
<b>TMA Musa Pak Town</b>	9	1	Non-collection of house rent and maintenance charges	5.262	weak internal control
	10	2	Unjustified claim of refreshment charges in excess of allowed limit recovery thereof	0.605	Irregular
	11	8	Non-recovery of penalty from the contractors	0.477	Performance
	12	9	Loss to TMA funds due to shortage of assets in physical	1.116	Performance
	13	10	Loss to Government due to illegal construction of buildings without payment of conversion fee	0.483	Performance

Formation Name	Sr. No	Para No.	Subject	Amount	Nature
	14	14	Unauthorized expenditure on hiring of tentage for small cattle mandi without advertisement on PPRA website and in violation of PPRA	1.899	Irregular
	15	15	Excess payment due to charging high rates on hiring of tentage for small cattle mandi	1.156	Irregular
	16	17	Unauthorized expenditure on hiring of tentage for youth festival and in violation of PPRA rules	1.956	Irregular
	17	21	Overpayment to contractors due to charging excess rates	0.285	Irregular
	18	22	Non-reconciliation of mutation fee with revenue department	-	Performance
	19	23	Unauthorized hiring of tentage for sasta / ramzan bazar without advertisement and tendering process and without observing PPRA rules	7.858	Irregular
	20	25	Excess payment on account of GST on hiring of tentage	0.117	Irregular
	21	26	Non recovery of professional tax from contractors	0.399	Performance
	22	27	Excess payment to the contractor by taking extra quantities and rates in TS estimate	0.913	weak internal control
<b>TMA Shah Rukn-e-Alam Town</b>	23	1	Fictitious preparation of map fees challans and recovery	0.1	Performance
	24	2	Recovery due to tempering in rate of quotations. Purchase of date plants.	0.16	Irregular
	25	5	Double drawl of earth for "Madni Dustart Khawan" behind Lohari Gate Multan	0.198	Irregular
	26	7	Doubtful purchases without observing Government rules	4.735	Irregular
	27	9	Recovery on account of excess rate charge	0.444	Performance
	28	14	Irregular purchase of fun race shirts	0.563	Irregular
	29	21	Recovery on account of excess rate charge.	0.316	Performance

Formation Name	Sr. No	Para No.	Subject	Amount	Nature
	30	22	Non recovery of map fees and conversion fees	1.605	Performance
	31	25	Undue retention of commercial maps beyond time limit and loss to Government	1.35	Performance
	32	30	Irregular expenditure without advertisement on PPRA's website	2.31	Irregular
	33	32	Irregular expenditure without advertisement on PPRA's website	0.565	Irregular
	34	36	Irregular purchases	0.764	Irregular
	35	38	Non-completion of work construction of general block 1 <sup>st</sup> floor office Building TMA Shah Rukn-e-Alam Town Multan and recovery	0.348	Performance
	36	39	Irregular sanction of administrative approval of work construction of 1 <sup>st</sup> floor general block office building Shah Rukn-e-Alam Town Multan	1	Irregular
	37	42	Non-production of record	12.069	Non-production
	38	46	Non-deposit of sale tax	0.198	Performance
	39	48	Recovery on account of excess payment to contractor	0.157	weak internal control
	40	49	Leasing of walk through gates on excessive rate	1.125	Performance
	41	50	Non-recovery of professional tax	0.107	Performance
	42	51	Non-recovery of permit fees	0.462	Performance
	43	52	Misuse of Government vehicle No. MNG 1017 & 3838 and recovery	0.154	Irregular
	44	53	Irregular opening of tender without opening committee and loss to TMA	0.397	Irregular
	45	55	Unjustified use of carpeting and loss to TMA	0.246	Irregular
	46	56	Recovery of on account of less recovery of dismantled material	0.141	weak internal control
	TMA Jalalpur Pirwala	47	1	Un-authorized repair of machinery and equipment	0.505
48		2	Irregular expenditure without	0.253	Irregular

Formation Name	Sr. No	Para No.	Subject	Amount	Nature
			stock entry and consumption account thereof		
	49	3	Irregular expenditure on account of purchase of durable goods	2.246	Irregular
	50	5	Deterioration of Government property due to non-auction thereof	2.693	Performance
	51	6	Irregular expenditure on account of installation of CCTV camera, lights and bamboo	0.154	Irregular
	52	7	Non-deduction of conveyance allowance	0.077	weak internal control
	53	8	loss to Government due to negligence and non-recovery of trade license and pure food fee	1.023	Performance
	54	9	Non-realization of entertainment fee	0.5	Performance
	55	10	Non-maintenance of record of security deposit of TMA shops	0.122	Performance
	56	11	Irregular and doubtful expenditure on sport activities	0.056	Irregular
	57	13	Non-collection of advance tax	0.037	weak internal control
	58	14	Less allocation of prescribed ratio of funds to sports activities	1.182	Irregular
	59	15	Non-collection of proof of deposit of sales tax	0.083	Performance
	60	16	Loss to Government due to misappropriation of fine for encroachments and unjustified pay and allowance of encroachment staff	1.009	Misappropriation
	61	17	Poor recovery position of water rates	7.258	Performance
	62	18	Unauthorized auction of collection rights through irrelevant auction committee and without full media coverage	0.68	Irregular
	63	19	Shortfall in income during the year 2013-14	29.062	Performance
	64	20	Non-production of record of receipt books	0.68	Non production
	65	21	Non-recovery of income tax	0.032	Performance



Formation Name	Sr. No	Para No.	Subject	Amount	Nature
	66	22	Loss to TMA fund by non-auctioning of shops to actualize recovery of rent at competitive rates	1.728	Performance
	67	23	Improper pursuance the case of rent of shops in the court of law and blockade of revenue	2.159	Performance
	68	24	Non-cancelation of lease from the defaulters of rent of shops	1.03	Performance
	69	25	Non-collection of cost of land of katchiabadi from the occupants	0.17	Performance
	70	26	Non-preparation of register of revenue in arrears	-	Performance
	71	27	Non-maintenance of cash book of expenditures	51.844	Performance
	72	28	Construction of unapproved commercial unit without payment of conversion fee	0.927	Performance
	73	29	Unjustified deduction of expenditure from the PFC award	5.415	Irregular
	74	31	Non-installation of motors for disposal of sludge water and generator for water supply	5.375	Performance
	75	32	Unauthorized balance in bank statement	3.177	Irregular
	76	33	Non-reconciliation of expenditure and difference	2.495	Performance
	77	34	Misappropriation of Government Receipts	3.078	Misappropriation
	78	35	Loss to Government due to misappropriation of slaughter house fee and unjustified payment of pay and allowance of recovery staff	0.91	Misappropriation
	79	36	Misclassification of expenditure	1.234	Irregular
TMA Shujabad	80	2	Excess payment to contractor by charging high rates	0.318	weak internal control
	81	3	Excess payment to contractor by approving higher rates of items	0.251	weak internal control
	82	4	Loss to the Government due to purchase of electric items on higher rates than the schedule	0.67	Performance

Formation Name	Sr. No	Para No.	Subject	Amount	Nature
			rates		
	83	5	Unjustified purchase of UPS for TMO house & payment of sui gas bill of TMO house	0.099	Irregular
	84	6	Unjustified drawl of conveyance allowance & house rent allowance& excess drawl of pay	0.113	Irregular
	85	7	Unjustified purchase of luxury items, water dispensers, UPS, computers etc.	0.426	Irregular
	86	8	Excess payment to the contractor due to charging excess rate of carpeting	0.347	Irregular
	87	9	Sub-standard work in construction of roads	6.277	Performance
	88	10	Excess payment to contractor by paying excess quantities & rates	0.065	weak internal control
	89	11	Excess payment to contractor by charging high rates of earth filling	0.061	weak internal control
	90	12	Excess payment to contractor by charging high rates	0.074	weak internal control
	91	13	Excess payment to contractor by charging excess rate of earth compaction	0.671	weak internal control
	92	14	Unjustified purchase of electric items in the absence of stock entry and consumption record	1.2	Irregular
	93	15	Excess payment to contractor by paying excess quantities & rates	0.093	weak internal control
	94	16	Excess payment to contractor by paying excess quantities & rates	0.07	weak internal control
	95	17	Loss to Government due to excess payment of rates	0.42	Irregular
	96	18	Unjustified payment of earth without recording of cross section area	2.9	Irregular
	97	19	Non-obtaining of additional performance securities	1.66	Irregular
	98	20	Excess payment to contractor by approving higher rates of tuff tile & quantities	0.286	Irregular

Formation Name	Sr. No	Para No.	Subject	Amount	Nature
	99	21	Unauthorized payment without technical sanction of estimate by the competent authority	0.4	Irregular
	100	22	Unjustified hiring of walk through gates during Muharrumand Recovery	0.324	Irregular
	101	23	Non-deduction/payment of income tax	0.241	weak internal control
	102	24	Doubtful award of CCBs projects to the contractors for concealing the contractor profit which resulted into the loss	0.5	Irregular
	103	26	Illegal issuance of NOC of establishment of cellular phone towers	-	Performance
	104	30	Excess payment to contractor by charging higher rates & quantities of tenting items in camp of encroachment	0.038	Performance
	105	31	Non-vacation of Government property from the illegal occupants	204.3	Performance
	106	32	Non-recovery of arrear of lease of rent of shop	6.995	Performance
	107	33	Poor recovery position of water rates which resulted into blockage of revenue	0.109	Performance
	108	34	Poor recovery position of license fee which resulted into blockage of revenue	0.181	Performance
	109	35	Down fall In the income of IP tax	0.205	Performance
	110	36	Down fall in the income of encroachment fee	0.032	Performance
TMA Sher Shah Town	111	1	Non-collection of record from the contractors	222.3	Performance
	112	2	Irregular payment to the contractor without photo graphs of sites	47.463	Irregular
	113	3	Loss to Government due less self-recovery of cattle sales fee	15.216	Irregular

Formation Name	Sr. No	Para No.	Subject	Amount	Nature
	114	4	Irregular expenditure of construction of development schemes without proper advertisement	47.643	Irregular
	115	5	Non-reconciliation of expenditure and difference	22.382	Performance
	116	6	Irregular expenditure of construction of development schemes without advertisement on PPRA website	12.69	Irregular
	117	8	Non-issuance of cheque in favour of contractor / suppliers	7.361	Irregular
	118	10	Unjustified deduction of recovery of loan from the PFC	5.415	Irregular
	119	14	Unauthorized construction of buildings	3.136	Irregular
	120	15	Non-collection of late surcharge/penalty	2.465	Irregular
	121	19	Loss to Government due to charging excess quantity	1.269	Irregular
	122	20	Non-reconciliation of receipts and difference	1.236	Performance
	123	21	Unjustified excess payment on refreshment charges	1.162	Irregular
	124	22	Doubtful payment of daily wages staff	1.127	Irregular
	125	24	Irregular Expenditure on Walk through Gate	1.026	Irregular
	126	25	Illegal financial benefit to the contractors	0.974	Performance
	127	26	Non-cancellation of rent agreement and loss to Government	0.973	Performance
	128	27	Fake withdrawal of expenditure on Jashn-e-Baharan	0.972	Irregular
	129	28	Fake consumption of POL	0.833	Irregular
	130	29	Unjustified payment of POL charges	0.816	Irregular
	131	30	Irregular variation in street lights electricity bills	0.694	Irregular
	132	31	Illegal construction of tuff tile and soling at private place	0.682	Irregular
	133	32	Non-stock entry of store items	0.673	Irregular

Formation Name	Sr. No	Para No.	Subject	Amount	Nature
			and proof of consumption of stores		
	134	33	Shortage of stock	0.617	Irregular
	135	34	Unjustified expenditure without mentioning the budget and object code	0.405	Irregular
	136	35	Unrealistic budget and collection of license fee	0.376	Performance
	137	36	Unjustified excess payment on refreshment charges	0.344	Irregular
	138	37	Overpayment due to non-deduction of shrinkage in the earth work for bank measurements	0.323	Irregular
	139	38	Loss to Government due to charging excess rates	0.317	Irregular
	140	39	Unauthorized constructions of building without approval of map	0.313	Irregular
	141	40	Loss to Government due to charging excess quantity	0.309	Performance
	142	41	Loss to Government due to charging excess days	0.306	Performance
	143	42	Irregular expenditure on construction of soling without advertisement	0.3	Irregular
	144	43	Irregular expenditure on construction of soling without advertisement	0.299	Irregular
	145	44	Irregular expenditure by the splitting-up voucher without approval	0.299	Irregular
	146	45	Loss to Government due to charging excess rates on sports items	0.262	Performance
	147	46	Unjustified / irregular expenditure on repair of vehicle	0.258	Irregular
	148	47	Doubtful payment of compaction in construction of road	0.257	Irregular
	149	48	Less collection of commercial buildings map fee and construction without approval	0.239	Performance
	150	49	Irregular expenditure on	0.197	Performance

Formation Name	Sr. No	Para No.	Subject	Amount	Nature
			purchase of material for cattle mandi without advertisement		
	151	50	Irregular purchase of UPS & furniture against austerity measures	0.174	Irregular
	152	51	Fake/bogus withdrawal of POL	0.121	Irregular
	153	52	Embezzlement of sports Items	0.078	Misappropriation
	154	53	Doubtful withdrawal of expenditure on panaflex and excess payment	0.067	Irregular
	155	54	Non-collection / imposition of penalty for late supplies	0.065	Performance
	156	55	Non-deduction of sales tax	0.055	weak internal control
	157	56	Loss to Government due to charging excess rates	0.053	Irregular
	158	57	Unjustified / Irregular expenditure on repair of vehicle	0.049	Irregular

## TMAs of District Multan

### Budget and Expenditure Statement for Financial Year 2014-15

#### TMAs, District Multan

<b>TMA Bosan Town</b>		<b>(Rupees in million)</b>		
Description	Budget	Actual	Excess (+) / Savings(-)	% savings
Salary	60.285	37.396	-22.889	-38%
Non-salary	103.424	76.723	-26.701	-26%
Development	183.5	89.594	-93.906	-51%
Revenue	251.602	280.726	(+29.124)	(+12%)
<b>Total</b>	<b>598.811</b>	<b>484.439</b>	<b>-114.372</b>	<b>-19%</b>
<b>TMA Sher Shah</b>		<b>(Rupees in million)</b>		
Description	Budget	Actual	Excess (+) / Savings(-)	% savings
Salary	62.0638	54.467	-7.597	-12%
Non-salary	116.8852	97.585	-19.301	-17%
Development	124.361	77.670	-46.691	-38%
Revenue	252.6697	211.976	-40.693	-16%
<b>Total</b>	<b>555.9797</b>	<b>441.698</b>	<b>-114.281</b>	<b>-21%</b>
<b>TMA Jalal Pur</b>		<b>(Rupees in million)</b>		
Description	Budget	Actual	Excess (+) / Savings(-)	% savings
Salary	48.65	47.777	-0.873	-2%
Non-salary	34.63	22.499	-12.131	-35%
Development	43.0035	10.067	-32.936	-76%
Revenue	109.5203	99.564	-9.956	-9%
<b>Total</b>	<b>235.8038</b>	<b>179.907</b>	<b>-55.897</b>	<b>-24%</b>
<b>TMA Musa Pak</b>		<b>(Rupees in million)</b>		
Description	Budget	Actual	Excess (+) / Savings(-)	% savings
Salary	41.914	40.213	-1.701	-4%
Non-salary	76.829	72.263	-4.566	-6%

Development	79.034	77.009	-2.025	-3%
Revenue	198.810	155.137	-43.663	-22%
<b>Total</b>	<b>396.577</b>	<b>344.622</b>	<b>-51.955</b>	<b>-13%</b>
<b>TMA Shujabad</b>			<b>(Rupees in million)</b>	
<b>Description</b>	<b>Budget</b>	<b>Actual</b>	<b>Excess (+) / Savings(-)</b>	<b>% savings</b>
Salary	70.879	57.853	-13.026	-18%
Non-salary	43.906	37.723	-6.183	-14%
Development	78.272	54.238	-24.035	-31%
Revenue	115.571	11.128	-104.442	-90%
<b>Total</b>	<b>308.628</b>	<b>160.942</b>	<b>-147.687</b>	<b>-48%</b>
<b>TMA Shah Rukn e Alam</b>			<b>(Rupees in million)</b>	
<b>Description</b>	<b>Budget</b>	<b>Actual</b>	<b>Excess (+) / Savings(-)</b>	<b>% savings</b>
Salary	76.300	70.954	-5.346	-7%
Non-salary	86.018	59.124	-26.894	-31%
Development	75.325	51.048	-24.277	-32%
Revenue	165.16	170.110	4.956	3%
<b>Total</b>	<b>402.803</b>	<b>351.236</b>	<b>-51.559</b>	<b>-13%</b>



**Annex-C**

**[Para No. 1.2.1.1]**

**Misappropriation of pay and allowances - Rs 1.008 million**

(Rupees in million)

<b>Name/ Location of Plant</b>	<b>Audit Findings</b>	<b>Designation</b>	<b>Rate of Pay(Avg)</b>	<b>Months</b>	<b>Recovery</b>
Water Filtration Plant (WFP) at the corner of Gulgashat Model School Multan UC-3	The Plant was visited and found out of order since long (Photographs attached)	Operator	10,500	12	0.126
		Chowkidar	10,500	12	0.126
WFP near Pakeeza Hotel UC-3	WFP is being operated by the general public even lock & keys were not available with the TMA officials. This plant is run / being paid by the subscription of general public as evident from the pictures that a collection box is retained at plant for replacement of filters and payment of utility bills. Subscription @ Rs. 10 per visit is requested in the statement written in plant. Photograph of the same is attached.	Operator	10,500	12	0.126
		Chowkidar	10,500	12	0.126
WFP at Garden Town UC-128	WFP is situated in the house of private person and nobody was allowed to operate the same neither any operator nor any chowkidar is needed there. Only bogus bills were being claimed for their salaries. Only a bib cock was provided outside the wall by the owner of house for	Operator	10,500	12	0.126
		Chowkidar	10,500	12	0.126

<b>Name/ Location of Plant</b>	<b>Audit Findings</b>	<b>Designation</b>	<b>Rate of Pay(Avg)</b>	<b>Months</b>	<b>Recovery</b>
	filling of water by the general public and no one is allowed to enter inside the plant hence the withdrawal of salaries against this WFP is recoverable.				
WFP at Bahadurpur inside Madrissa Ibn-ul-Qasimi Bosan Road	WFP is situated in the premises of ModrissaIbn-ul-Qasimi at Bahadar pur chowk Bosan Road Multan the plant is being operated by the Modrissa Management but bogus salaries are being withdrawn by TMA authorities as there is no need of posting of operators/ chowkidar as nobody of TMA staff / daily wager is operating this plant.	Operator	10,500	12	0.126
		Chowkidar	10,500	12	0.126
<b>Total</b>					<b>1.008</b>

**Annex-D****[Para No. 1.2.3.1]****Splitting of expenditure to avoid procurement rules –  
Rs 19.627 million**

(Rupees in million)

<b>Sr. No.</b>	<b>Description of Expenditure / Event</b>	<b>Amount</b>
1	Ramzan Bazar	5.762
2	Ramzan Bazar, 2013	8.800
3	Independence Day	1.925
4	Moharram ul Haraam	0.846
5	Street lights	0.793
6	Jashan-e-Baharan	0.588
7	Sports Gala	0.567
8	Repair of AC Bosan Hall	0.163
9	Announcement for Sale of Tickets	0.100
10	Repair of Transport	0.083
<b>Total</b>		<b>19.627</b>

**Annex-E****[Para No. 1.2.3.2]****Irregular appointment of contingent paid staff – Rs 18.128 million**

(Rupees in million)

Head of Account	Page No.	DDO	BCR No./ Date	Purpose	Amount
A-13199 - Repair Purification Plant	124	TO (I&S)	26.07.2014	Pay bill of Plant Operator month of July	0.471
A-13199 - Repair Purification Plant	124	TO (I&S)	26.07.2014	Pay bill of Chowkidar month of July	0.479
A-13199 - Repair Purification Plant	124	TO (I&S)	16.08.2014	Pay bill of Chowkidar	0.115
A-13199 - Repair Purification Plant	124	TO (I&S)	16.08.2014	Pay bill of Plant Operator	0.113
A-13199 - Repair Purification Plant	124	TO (I&S)	09.09.2014	Pay bill of Plant Operator	0.695
A-13199 - Repair Purification Plant	124	TO (I&S)	09.09.2014	Pay bill of Chowkidar	0.707
A-13199 - Repair Purification Plant	124	TO (I&S)	10.01.2014	Pay bill of Plant Operator	0.628
A-13199 - Repair Purification Plant	124	TO (I&S)	10.01.2014	Pay bill of Chowkidar	0.638
A-13199 - Repair Purification Plant	124	TO (I&S)	10.01.2014	Pay bill of Plant operator and chowkidar	0.065
A-13199 - Repair Purification Plant	162	TO (I&S)	11.06.2014	Pay bill of Plant Operator	0.788
A-13199 - Repair Purification Plant	162	TO (I&S)	11.06.2014	Pay bill of Chowkidar	0.865
A-13199 - Repair Purification Plant	162	TO (I&S)	12.11.2014	Pay bill of Plant Operator	0.673
A-13199 - Repair Purification Plant	162	TO (I&S)	12.11.2014	Pay bill of Chowkidar	0.023
A-13199 - Repair Purification Plant	162	TO (I&S)	12.11.2014	Pay bill of Chowkidar	0.662
A-13199 - Repair Purification Plant	162	TO (I&S)	No date	Pay bill of Chowkidar	0.692
A-13199 - Repair Purification Plant	162	TO (I&S)	No date	Pay bill of Plant Operator	0.603
A-13199 - Repair Purification Plant	162	TO (I&S)	No date	Pay bill of Plant operator and	0.054

Head of Account	Page No.	DDO	BCR No./ Date	Purpose	Amount
				chowkidar	
A-13199 - Repair Purification Plant	162	TO (I&S)	No date	Pay bill of Chowkidar	0.851
A-13199 - Repair Purification Plant	162	TO (I&S)	No date	Pay bill of Plant Operator	0.838
A-13199 - Repair Purification Plant	162	TO (I&S)	03.04.2015	Pay bill of Plant Operator	0.670
A-13199 - Repair Purification Plant	162	TO (I&S)	03.04.2015	Pay bill of Chowkidar	0.681
A-13199 - Repair Purification Plant	162	TO (I&S)	30.03.2015	Pay bill of Plant Operator	0.622
A-13199 - Repair Purification Plant	162	TO (I&S)	30.03.2015	Pay bill of Chowkidar	0.642
A-13199 - Repair Purification Plant	162	TO (I&S)	22.05.2015	Pay bill of Plant Operator	1.057
A-13199 - Repair Purification Plant	162	TO (I&S)	22.05.2015	Pay bill of Chowkidar	1.055
A-13199 - Repair Purification Plant	162	TO (I&S)	06.10.2015	Pay bill of Chowkidar	0.958
A-13199 - Repair Purification Plant	162	TO (I&S)	06.10.2015	Pay bill of Plant Operator	0.956
A-13199 - Repair Purification Plant	162	TO (I&S)	25.06.2015	Pay bill of Chowkidar	0.020
A-13199 - Repair Purification Plant	163	TO (I&S)	30.06.2015	Pay bill of Plant Operator	0.749
A-13199 - Repair Purification Plant	163	TO (I&S)	30.06.2015	Pay bill of Chowkidar	0.760
<b>Total</b>					<b>18.128</b>

**Annex-F**

**[Para No. 1.2.3.3]**

**Misclassification of expenditure – Rs 7.124 million**

(Rupees in million)

Sr. No.	Head of Account	Page No.	DDO	BCR No./ Date	Event	Purpose	Relevant Head of Account	Amount
1	A03915- Sports youth Festival	115	TOI&S	Nil	Sports Gala	Tentage for sports	A03470-tentage	0.277
2	A03940-unforseen Exp.	42	TMO	18.11.14	Flood	Fuel for Generators	A03807	0.253
3	A03470 - Tentage	165	TOI&S	Nil	Ramzan Bazar	prov of fuel for generators at RBs in TMA	A03807	0.083
4	A03470 - Tentage	165 (13 cases), 42 (03 cases) and 116 (1 ase)	TOI&S	NIL date in most of the cases	Ramzan Bazar in most of the cases	Panaflex	A03907- Advertisement	1.659
5	A-13101 - Repair Machinery (TMO)	156	TO (I&S)	Different dates		Repair works pertaining to CO (Unit)	A13101 of CO Unit	0.376
6	A03470 - Tentage	108	TOI&S	13.01.15 & Nil date in some cases	Ramzan Bazar	P/F of electric items	Electric items head of account	0.498
7	A-03918 - Jasan e Baharan	116	TO (I&S)	09-04-14 and 10-02-14	Jasan e Azadi		Head of Account - National Events	0.574
8	A03470 - Tentage	108	TOI&S	13.01.15	Ramzan Bazar	Ornamental plants	Jashan e baharran head A03918	1.687
9	A03940-unforseen Exp.		TMO		for office	Purchase of lap top	Major head A09	0.871

Sr. No.	Head of Account	Page No.	DDO	BCR No./ Date	Event	Purpose	Relevant Head of Account	Amount
10	A03940-unforeseen Exp.	42	TMO	30.06.15	Moharram ul haram	rent of items at imam bargahs qasim Bela	Moharam expenditure is not unforeseen	0.747
11	A03470 - Tentage	165	TOI&S	Nil	Ramzan Bazar	Prov of keeri / mitti at Ramzan Bazars	fudge quotation not paid according to MRS	0.099
<b>Total</b>								<b>7.124</b>

**Annex-G**

**[Para No. 1.2.4.1]**

**Illegal construction of commercial buildings – Rs 21.125 million**

(Rupees in million)

Sr. No.	Type of Building	Address	Map Fee (as per covered area of Total area)	Fine (Compound Fee)	Conversion Fee	Total Recoverable
1	Three story Showroom commercial no set back	Pir Khursheed Colony opposite pump	0.259	0.065	2.439	2.763
2	The Net Rider		0.032	0.008	1.220	1.260
3	Best Way guest House		0.130	0.032	4.879	5.041
4	Commercial Plaza	Nawab pur Road Multan	0.078	0.019	0.289	0.386
5	Jamil's Commercial Market		0.045	0.011	0.519	0.576
6	Commercial Market of 20 Shops	Sarkar e Madina Chowk Near Mills Sadiqabad	0.097	0.024	0.225	0.347
7	IRC Interactive Resource Centre Media House Office	Near Shakh Madina GT Road Qadir Pur Ranwaan multan	0.097	0.024	0.784	0.905



Sr. No.	Type of Building	Address	Map Fee (as per covered area of Total area)	Fine (Compound Fee)	Conversion Fee	Total Recoverable
8	IRC Interactive Resource Centre Media House Office Basement		0.097	0.024	-	0.122
9	RanwanPetroleum Service	Near Qadir Pur	0.216	0.054	0.784	1.054
10	Athar's Commercial Market	Ranwaan Near at opp. Site CO Unit GT Road Qadir Pur	0.031	0.008	0.098	0.136
11	Karachi Steel and Khan Iron Store Commercial Market	Ranwaan multan	0.058	0.015	0.196	0.269
12	Commercial Hall opp. Khushalli Bank	G.T Road QPR	0.019	0.005	0.015	0.039
13	Khushalli Bank		0.065	0.016	0.049	0.130
14	Zaheer Hospital		0.194	0.049	0.784	1.027
15	Askari Bank		0.130	0.032	0.098	0.260
16	Mehwish Clinic		0.026	0.006	0.069	0.101
17	Arshad Market		0.078	0.019	0.098	0.195
18	commercial Market		Main Bazar Tatypur road	0.019	0.005	0.015

Sr. No.	Type of Building	Address	Map Fee (as per covered area of Total area)	Fine (Compound Fee)	Conversion Fee	Total Recoverable
19	Alflah General Hospital	Tatypur Road QPR	0.028	0.007	0.098	0.133
20	commercial Market Hair		0.065	0.016	0.078	0.159
21	Shellan Safdar Filling Station		0.108	0.027	0.392	0.527
22	Commercial Market	ChokBaran Riaz abad Road QPR	0.019	0.005	0.015	0.039
23	Mazahar Abbas Kharal Residential banglow		0.065	0.010	-	0.075
24	commercial Market	Near DeraMazhar Abbas Raan	0.039	0.010	0.049	0.098
25	Commercial Market	Main Zakariya Town Road Near St. No. 13	0.032	0.008	0.719	0.759
26	Combination (Commercial Restaurant)	Pir Khursheed Colony Road	0.041	0.010	4.635	4.685
27	Extension of Combination (Commercial Restaurant)	Opp. Capital Tailor Pir Khursheed Colony Road	0.032	0.008	9.757	9.798
<b>Total</b>			<b>2.069</b>	<b>0.511</b>	<b>18.545</b>	<b>21.125</b>

**Annex-H**  
**[Para no.1.2.5.2]**

**Excess payment to the contractor due to charging of excess rate of carpeting  
–Rs 2.066 million**

(Rupees in million)

Name of Work	Particular of Item	Quantity	Rate Paid	Actual Rate 15% Below	Excess Rate	Amount
Const. and repair carpeting street col. Zafarullah gondal & Dr. zubair shahid Colony MDA Chowk	Plant 1.5 inch thick carpeting complete in all respect	5,950	5,846.59%	4,969.60%	876.99%	0.052
const. of M/R Kotla Waris Shah pull wasil suraj miani UC 41	Plant 2 inch thick carpeting complete in all respect	5,540	8,546.05%	7,264.14%	1,281.91%	0.071
const. of M/R chah kory wala near VIP Colony	Plant 1 inch thick carpeting complete in all respect	9,688	6,684.02%	5,681.42%	1,002.60%	0.097
Improvement of M/R bosan road to chowk shalimar colony	Plant 1.5 inch thick carpeting complete in all respect	5,585	6,545.00%	5,563.25%	981.75%	0.055
Carpeting chah hafiz wala Qasim Bela	Plant 0.5 inch thick carpeting complete in all respect	7,700	6,760.00%	5,746.00%	1,014.00%	0.078
Improvement of M/R at Bahadurpur chowk near office NAB Multan	Carpetting with 4% bitumen	1,147.5	6,664.25%	5,664.61%	999.64%	0.011
Improvement of M/R at Bahadurpur chowk and Ramp RCC near office NAB Multan	Carpetting with 4% bitumen	1,039.5	6,664.25%	5,664.61%	999.64%	0.010
Improvement of M/R at Bahadurpur chowk and Ramp RCC near office NAB Multan	Carpetting with 4% bitumen	1,303.75	6,664.25%	5,664.61%	999.64%	0.013
cont. of M/R near Post office GulgashatMultan	Plant 1.25 inch thick carpeting complete in all respect	4,734	6,684.03%	5,681.43%	1,002.60%	0.047
const. of M/R tuff tile carpeting Ali Homes Shalimar colony	Plant 1.5 inch thick carpeting complete in all respect	4,656.5	6,760.70%	5,746.60%	1,014.11%	0.047
const. repair soling Moharram Roots Suraj Miani bosan town	Plant 1.5 inch thick carpeting complete in all respect	19,650	6,684.03%	5,681.43%	1,002.60%	0.197
const. of M/R carpeting Gali No. 3 Tariq Shijra wali	Plant 1.5 inch thick carpeting complete in all respect	8,640	7,190.17%	6,111.64%	1,078.53%	0.093
cont. of tuff tile , carpeting Zakaria town prof ghulam shabbir wali No. 32, 22 chowk mian M. Abid adovcate	Plant 1.5 inch thick carpeting complete in all respect	13,032	6,684.03%	5,681.43%	1,002.60%	0.131
const. of M/R basti Bahadurpur	Plant 1.5 inch thick carpeting complete in all respect	7,324	6,558.67%	5,574.87%	983.80%	0.072
tameer soling M/ R Nali , and sullage carrier at UC Nawabpur PM Package	Plant 0.5 inch thick carpeting complete in all respect	24,685	4,781.70%	4,064.45%	717.26%	0.177
repair of roads annait pur mahoota moharram roots	Plant 1.5 inch thick carpeting complete in all respect	193	6,684.03%	5,681.43%	1,002.60%	0.002
repair of soling basti nandla opp. Ameer nawaz nandla waseem sodani homes street	Plant 1.25 inch thick carpeting complete in all respect	3,230	5,851.40%	4,973.69%	877.71%	0.028

Name of Work	Particular of Item	Quantity	Rate Paid	Actual Rate 15% Below	Excess Rate	Amount
Const. of M/R at Pul Wasil to Ameen Town	Plant 1.5 inch thick carpeting complete in all respect	14,253	6,760.70%	5,746.60%	1,014.11%	0.145
Const. of M/R Shalimar colony Toyota Showroom Street	Plant 1.5 inch thick carpeting complete in all respect	13,380	6,760.70%	5,746.60%	1,014.11%	0.136
const. of M/R at Khair Pur Bhutta road	Plant 1.5 inch thick carpeting complete in all respect	3,266.25	6,783.43%	5,765.92%	1,017.51%	0.033
const. of M/R at Khan Colony Multan	Plant 1.5 inch thick carpeting complete in all respect	4,444.75	6,660.70%	5,661.60%	999.11%	0.044
cosnt. Of M/R Rajbah Multan Distr. Khu Manik Bucha	Plant 1.5 inch thick carpeting complete in all respect	1,000	6,198.68%	5,268.88%	929.80%	0.009
cosnt. Of M/R from khairpur minor to muzaffar abad	Plant 1.5 inch thick carpeting complete in all respect	3,550	6,787.43%	5,769.32%	1,018.11%	0.036
cosnt. Of M/R from khairpur minor to muzaffar abad	Plant 2.0 inch thick carpeting complete in all respect	1,859	8,660.55%	7,361.47%	1,299.08%	0.024
const. of M/R street No. 35 Ch. Aashiq hussain Zakariya Town	Carpetting with 4% bitumen	3,828.85	6,684.05%	5,681.44%	1,002.61%	0.038
const. of M/R streets in Zakariya Town	Carpetting with 4% bitumen	5,041	8,546.35%	7,264.40%	1,281.95%	0.065
Repair of M/R near Taleemi board Mltan	Carpetting with 4% bitumen	10,359	6,198.68%	5,268.88%	929.80%	0.096
Rep. of carpetting Gulraiz colony dera Fiaz ahmed Khan wala	Carpetting with 4% bitumen	9,730	8,328.90%	7,079.57%	1,249.34%	0.122
Rep of soling basti Nandla opp. Ameer nawaz	Plant 1.25 inch thick carpeting complete in all respect	3,230	5,851.40%	4,973.69%	877.71%	0.028
cosnt. Of carpetting and tuff tile st. paradise dry cleaner rehman colony	Carpetting with 4% bitumen	3,030	2,428.30%	2,064.06%	364.25%	0.011
construction / carpetting Raza Park Road or Mosque Quba road Rehmat Colony Multan	Plant 1.5 inch thick carpeting complete in all respect	9,403	6,787.43%	5,769.32%	1,018.11%	0.096
<b>Total</b>						<b>2.066</b>

## [Para No. 1.2.5.3]

## Purchase of panaflex on higher rates - Rs 1.006 million

(Rupees in million)

Vr. No. & Date	Name of Supplier	Work Order Date	No. of Pana-flex	Size	Qty in Feet	Rate Charged in 2014-15/ 2013-14	Amount Withdrawn	Rate in 2014-15	Diff.	Amount Recoverable
488 18.03.15	Khan Engineering Const. Co.	01.07.14	32	8x6	1,536	50	0.077	19	31	0.0 48
488 18.03.15	Khan Engineering Const. Co.	01.07.14	32	2x3	192	50	0.010	19	31	0.006
487 18.03.15	Khan Engineering Const. Co.	02.07.14	33	15x4	1,980	50	0.099	19	31	0.061
478 18.03.15	Khan Engineering Const. Co.	23.06.14	1	20x20	400	249	0.100	19	230	0.0 92
480 18.03.15	Khan Engineering Const. Co.	24.06.14	29	8x6	1,392	50	0.070	19	31	0.043
480 18.03.15	Khan Engineering Const. Co.	24.06.14	29	3x3	174	50	0.008	19	31	0.005
486 18.03.15	Khan Engineering Const. Co.	24.06.14	1	20x20	400	249	0.100	19	230	0.092
482 18.03.15	Khan Engineering Const. Co.	24.06.14	32	15x4	1,920	50	0.096	19	31	0.060
481 18.03.15	Khan Engineering Const. Co.	20.06.14	1	20x20	400	249	0.100	19	230	0.092
485 18.03.15	Khan Engineering Const. Co.	23.06.14	36	6x8	1,728	50	0.086	19	31	0.054
485 18.03.15	Khan Engineering Const. Co.	23.06.14	36	3x2	216	50	0.011	19	31	0.007

Vr. No. & Date	Name of Supplier	Work Order Date	No. of Panaflex	Size	Qty in Feet	Rate Charged in 2014-15/ 2013-14	Amount Withdrawn	Rate in 2014-15	Diff.	Amount Recoverable
483 18.03.15	Khan Engineering Const. Co.	28.06.14	228	3.5x2.5	3,135	55	0.172	19	36	0.113
479 18.03.15	Khan Engineering Const. Co.	02.07.14	26	15x4	1,560	50	0.078	19	31	0.048
479 18.03.15	Khan Engineering Const. Co.	02.07.14	6	5x3	90	50	0.004	19	31	0.003
479 18.03.15	Khan Engineering Const. Co.	02.07.14	7	10x5	350	50	0.017	19	31	0.011
489 18.03.15	Khan Engineering Const. Co.	28.06.14	33	15x4	1,980	50	0.099	19	31	0.061
427 06.03.15	Khan Engineering Const. Co.	20.07.14	33	15x4	1,980	50	0.099	19	31	0.061
424 05.03.15	Khan Engineering Const. Co.	21.06.14	33	15x4	1,980	50	0.099	19	31	0.061
786 30.06.15	M. Aslam Qureshi	765 20.06.13	5	20x8	800	55	0.044	19	36	0.029
Nil Nil	M. Aslam Qureshi	Nil 11.10.13	24	20x4	1,920	50	0.096	19	31	0.060
<b>Total</b>										<b>1.006</b>

**Annex-J**

**[Para No. 1.3.2.1]**

**Irregular payment to contingent paid staff– Rs 8.720 million**

(Rupees in million)

Sr. No.	Name of operators	Designation	Rate Per Day	Period (July 2014 to Feb 2015, Figure in Days)	Amount	Rate Per Day	Period (March 2015 to June 2015, Figure in Days)	Amount	Total Amount
1	Ishtiaq Haider s/o Aftab Haider	Operator	390	236	0.092	488	119	0.058	0.15
2	Nasir Sohail S/O Abdul Khaliq	Operator	390	236	0.092	488	119	0.058	0.15
3	Mahboob Farooq S/O Farooq Ahmed	Operator	390	236	0.092	488	119	0.058	0.15
4	ShahbazQadir S/O Ghulam Qadir	Operator	390	236	0.092	488	119	0.058	0.15
5	MamoonTahair Rana s/o Ghulam Tahir Rana	Operator	390	236	0.092	488	119	0.058	0.15
6	Tanveer Ali s/o Muhammad Yamin	Operator	390	236	0.092	488	119	0.058	0.15
7	Saqlain Abbas S/O Sabir Hussain Zia	Operator	390	236	0.092	488	119	0.058	0.15
8	Faisal Riaz s/o Riaz Ahmed	Operator	390	236	0.092	488	119	0.058	0.15
9	Wlayat Ali S/O Haji Muhammad Arif	Operator	390	236	0.092	488	119	0.058	0.15
10	SulamanMurid S/O Murid Hussain	Operator	390	236	0.092	488	119	0.058	0.15
11	Abdul Basit Khan S/O Khadium Hussain	Operator	390	236	0.092	488	119	0.058	0.15
12	SarfrazHussainS/O Shahnsha Hussain	Operator	390	236	0.092	488	119	0.058	0.15
13	Syed Zahid Hussain s/o Syed Karar Hussain	Operator	390	236	0.092	488	119	0.058	0.15
14	Zafar Abbas s/o M.Shafi	Operator	390	236	0.092	488	119	0.058	0.15
15	Wajaht Hussain S/O SikandarHayyat	Operator	390	236	0.092	488	119	0.058	0.15
16	M. Adnan Farid S/O Ghulam Farid	Operator	390	236	0.092	488	119	0.058	0.15
17	M. Imran S/O Ilam Din	Operator	390	236	0.092	488	119	0.058	0.15
18	KashifGulam Hussain S/o Ghulam Hussain	Operator	390	236	0.092	488	119	0.058	0.15
19	Abdul Aleem shah s/o Amin Shah	Operator	390	236	0.092	488	119	0.058	0.15
20	M. Shabaz S/O M.Tariq	Operator	390	236	0.092	488	119	0.058	0.15

Sr. No.	Name of operators	Designation	Rate Per Day	Period (July 2014 to Feb 2015, Figure in Days)	Amount	Rate Per Day	Period (March 2015 to June 2015, Figure in Days)	Amount	Total Amount
21	Sajjad Hussain S/O Ghulam Hussain	Operator	390	236	0.092	488	119	0.058	0.15
22	Shabeer Hussain S/O Ghulam Hussain	Operator	390	236	0.092	488	119	0.058	0.15
23	Aslam Shahzad S/O Emmanuel Masih	Operator	390	236	0.092	488	119	0.058	0.15
24	M. Zeshan Jameel s/o Jameel Ahmed	Operator	390	236	0.092	488	119	0.058	0.15
25	Muhammad Younas S/O M. Aslam	Operator	390	236	0.092	488	119	0.058	0.15
26	Abdul Waheed s/o Abdul Hakeem	Operator	390	236	0.092	488	119	0.058	0.15
27	Uzair Hassan S/o Peer Zada Sadiq Hussain	Operator	390	236	0.092	488	119	0.058	0.15
28	Mir Muhammad Faiz S/o Mir Ejaz Din	Operator	390	236	0.092	488	119	0.058	0.15
29	Saddique S/o QadirBux	Operator	390	236	0.092	488	119	0.058	0.15
30	Muhammad Shahid S/O Allah Ditta	Chowkidar	380	236	0.090	480	119	0.057	0.147
31	Muhammad Usman S/O M. Shakir	Chowkidar	380	236	0.090	480	119	0.057	0.147
32	Bilal Iqbal S/O M.Iqbal	Chowkidar	380	236	0.090	480	119	0.057	0.147
33	Hamid Ali S/O Ghulam Qadir	Chowkidar	380	236	0.090	480	119	0.057	0.147
34	Tahir Mahmood S/O Abdul Aziz	Chowkidar	380	236	0.090	480	119	0.057	0.147
35	Muhammad Shahzad S/O M. Rafique	Chowkidar	380	236	0.090	480	119	0.057	0.147
36	Muhammad Sadiq S/O Muhammad Ramzan	Chowkidar	380	236	0.090	480	119	0.057	0.147
37	M. Waseem Abbas S/O Allah Bukhsh	Chowkidar	380	236	0.090	480	119	0.057	0.147
38	Zafar Iqbal S/O Arshad Ahmad	Chowkidar	380	236	0.090	480	119	0.057	0.147
39	Syed Muhammad Ali S/O Saqlain Naqvi	Chowkidar	380	236	0.090	480	119	0.057	0.147
40	Aamirjaved S/o M.Rafique	Chowkidar	380	236	0.090	480	119	0.057	0.147
41	M.ShakeelMasud s/o Masod Khalid	Chowkidar	380	236	0.090	480	119	0.057	0.147
42	Muhammad Arif S/o Karam Hussain	Chowkidar	380	236	0.090	480	119	0.057	0.147
43	Muhammad Asif S/O M.Akhter	Chowkidar	380	236	0.090	480	119	0.057	0.147
44	Ali Nawaz S/o Raheem Nawaz	Chowkidar	380	236	0.090	480	119	0.057	0.147
45	Rizwan Shahid S/O Shahid Hussain	Chowkidar	380	236	0.090	480	119	0.057	0.147
46	M. Imran S/o M. Shafi	Chowkidar	380	236	0.090	480	119	0.057	0.147
47	Javaid Iqbal S/O Iqbal Hussain	Chowkidar	380	236	0.090	480	119	0.057	0.147



Sr. No.	Name of operators	Designation	Rate Per Day	Period (July 2014 to Feb 2015, Figure in Days)	Amount	Rate Per Day	Period (March 2015 to June 2015, Figure in Days)	Amount	Total Amount
48	Sabbir Hussain S/O M. Ramzan	Chowkidar	380	236	0.090	480	119	0.057	0.147
49	M. Asif Riaz S/O Riaz Hussain	Chowkidar	380	236	0.090	480	119	0.057	0.147
50	Shahbaz Ahmed S/O MunawarHayyat	Chowkidar	380	236	0.090	480	119	0.057	0.147
51	Muhammad Naveed s/o Maqbool Ahmed	Chowkidar	380	236	0.090	480	119	0.057	0.147
52	Afzal Hussain Qurashi S/O m. Islam	Chowkidar	380	236	0.090	480	119	0.057	0.147
53	Saeed Nawaz S/o Hameed Nawaz	Chowkidar	380	236	0.090	480	119	0.057	0.147
54	Muhammad Rizwan Ishfaq S/O M. Ishfaq	Chowkidar	380	236	0.090	480	119	0.057	0.147
55	M. Safdar s/o Mursid Ali	Chowkidar	380	236	0.090	480	119	0.057	0.147
56	Ali Abidi S/o Liaq Ali Abidi	Chowkidar	380	236	0.090	480	119	0.057	0.147
57	Nadeem Iqbal S/o Muhammad Iqbal	Chowkidar	380	236	0.090	480	119	0.057	0.147
58	Muhammad Azhar S/o Ghulam Rasool	Chowkidar	380	236	0.090	480	119	0.057	0.147
Payment of Balances to Operators (1862*29)									0.054
Payment of Balances to Chowkidars (1900*29)									0.055
<b>Total</b>									<b>8.720</b>

## Annex-K

[Para No. 1.3.2.2]

### Irregular award of work without additional performance securities – Rs 7.975 million

(Rupees in million)

Sr. No.	File No.	Name of Scheme	Estimated Cost	Rate Below	MB. No.	Page No.	Contractor Payment	Performance Security required to be made	Payment made to the Contractor	Performance already deducted	Less Deduction of Performance
1	1	Construction of soling resolving drain sullage carrier culverts	1	38.38 %	3,536	81 TO 85,85 TO 87	0.616	0.384	0.616	0.050	0.334
2	2	Construction of soling resolving drain sullage carrier culverts	1	36.08 %	3,535	39 to 42	0.639	0.361	0.639	0.050	0.311
3	3	Construction of soling resolving drain sullage carrier culverts	1	40.80 %	3,535	43 to 46 and 56 to 59	0.590	0.408	0.590	0.050	0.358
4	4	Construction of soling resolving drain sullage carrier culverts	0.950	38.39 %	1,937	40 TO 44,49 TO 52	0.585	0.365	0.585	0.048	0.317
5	5	Construction of soling resolving drain sullage carrier culverts	0.800	38.39 %	1,937	45 TO 48,53 TO 55	0.496	0.307	0.496	0.040	0.267
6	19	Construction of soling resolving, earth filling, carpeting PCC Paver Mohallah Hadiri Colony	1	13.80 %	5,502	27 to 32	0.458	0.138	0.458	0.050	0.088
7	20	Construction of soling resolving, earth filling, carpeting, PCC Paver	1	41.86 %	3,522	78 to 80	0.581	0.419	0.581	0.050	0.369
8	21	Construction of soling resolving, earth filling, carpeting, PCC Paver	1	41.86 %	3,535	47 to 55	0.491	0.419	0.491	0.050	0.369
9	23	Construction of culverts mettled road 5/F	2.325	15%	5,502	3 TO 7,15 TO 18 AN D 33 TO 37	1.945	0.349	1.945	0.116	0.233

Sr. No.	File No.	Name of Scheme	Estimated Cost	Rate Below	MB. No.	Page No.	Contractor Payment	Performance Security required to be made	Payment made to the Contractor	Performance already deducted	Less Deduction of Performance
10	24	Construction of concrete flooring tuff tile drain, sullage carrier Iron Cross slab etc	1	40%	5,500 and 5,502	76 to 83 and 19 to 24	0.600	0.400	0.600	0.050	0.35
11	25	Construction of concrete flooring tuff tile drain, sullage carrier Iron Cross slab etc	1	41.30 %	5,504	7 to 14	0.587	0.413	0.587	0.050	0.363
12	26	Construction of concrete flooring tuff tile drain, sullage carrier Iron Cross slab etc	1	39%	3,525	53 to 50	0.430	0.390	0.430	0.050	0.34
13	27	Construction of concrete flooring tuff tile drain, sullage carrier Iron Cross slab etc	1	46.60 %	3,531	39 to 49	0.533	0.466	0.533	0.050	0.416
14	28	Construction of concrete flooring tuff tile drain, sullage carrier Iron Cross slab etc	1	13.60 %	7,709	1 to 6, 6 to 11	0.864	0.136	0.864	0.050	0.086
15	29	Construction of concrete flooring tuff tile drain, sullage carrier Iron Cross slab etc	1	14.80 %	7,709	12 to 15	0.333	0.148	0.333	0.050	0.098
16	30	Supply Electric Material for street lights for PP-197	0.900	28.10 %	5,503	11 to 13	0.647	0.253	0.647	0.045	0.208
17	31	Construction of soling re-soling earth filling drain sullage carrier culverts etc Makhdum Rasheed	0.300	45%	3,531	51 to 54	0.165	0.135	0.165	0.015	0.12
18	32	Construction of soling re-soling earth filling drain sullage carrier culverts etc 18/MR	0.500	47.79 %	3,518	73 to 74	0.261	0.239	0.251	0.025	0.214
19	33	Construction of soling re-soling earth filling drain sullage carrier culverts etc Booty Wala	0.500	37%	-	-	0.315	0.185	0.315	0.025	0.16

Sr. No.	File No.	Name of Scheme	Estimated Cost	Rate Below	MB. No.	Page No.	Contractor Payment	Performance Security required to be made	Payment made to the Contractor	Performance already deducted	Less Deduction of Performance
20	34	Construction of soling re-soling earth filling drain culverts Jhook Lashkar Pur	1	13.50 %	7,706	1 to 6 and 7 to 9	0.865	0.135	0.865	0.050	0.085
21	35	Construction of sullage carrier and repair of road Basti Arbi	0.600	37%	25,382	94 to 98	0.379	0.221	0.379	0.030	0.191
22	36	Construction of soling re-soling earth filling drain sullage carrier culverts Khan Pur Marral	0.900	48.79 %	3,529	45 to 47, 48 to 51	0.461	0.439	0.461	0.045	0.394
23	37	Construction of soling re-soling earth filling drain sullage carrier culverts Dera Muhammadi	0.800	41%	5,500	64 to 67	0.472	0.328	0.472	0.040	0.288
24	38	Construction of soling drain culverts sullage carrier etc	1	50%	5,505	1 to 4 and 25 to 27	0.500	0.500	0.575	0.050	0.45
25	41	Construction of soling drain culverts sullage carrier Tuff Tile etc Mouza Rana Wahin	1	49%	5,505	10 to 15 and 32 to 35	0.510	0.490	0.586	0.050	0.44
26	44	Construction of Boundary wall with Grill Gate Plot D Type near Railway Phatak Mumtazabad	0.785	46.15 %	3,518	75 to 78	0.423	0.362	0.111	0.039	0.323
27	46	Construction and repair of flooring drain sullage carrier incrom cross mettled road carpeting tuff tile etc. Mohallah Shah Shakooran Chah Hafeez wala	0.900	34.51 %	3,525	32 TO 37, 40 TO 43	0.589	0.311	0.589	0.045	0.266
28	47	Construction and repair of flooring drain sullage carrier incrom cross mettled road carpeting tuff tile etc. Mohallah Shadna Shaheed	0.932	37.60 %	3,534	70 TO 75, 76 TO 79	0.582	0.350	0.581	0.047	0.304

Sr. No.	File No.	Name of Scheme	Estimated Cost	Rate Below	MB. No.	Page No.	Contractor Payment	Performance Security required to be made	Payment made to the Contractor	Performance already deducted	Less Deduction of Performance
		Badroo Sher Kha wala									
29	50	Construction of drain soling concrete flooring Gulshan-a-Faiz Dera Muhammadi	0.217	40.41 %	3,522	83 to 84	0.129	0.088	0.129	0.011	0.077
30	51	Construction of soling re-soling carpeting etc.	0.300	45.90 %	3,534	80 to 81	0.162	0.138	0.162	0.015	0.123
31	53	Construction of tuff tile gali Masjid wali Qasim Pur Colony near Rana House	0.360	14.80 %	29,260	89 to 92	0.307	0.053	0.297	0.018	0.035
<b>Total</b>							<b>16.515</b>	<b>9.329</b>	<b>16.331</b>	<b>1.353</b>	<b>7.975</b>

**Annex-L**

[Para No. 1.3.2.5]

**Irregular expenditure on account of purchase of durable goods –  
Rs 1.325 million**

(Rupees in million)

Sr. No.	Particular of Expenditure	Type of Expenditure	Date	Qty	Rate	Amount	GST	Amount Recoverable
1	Expenditure Incurred on Account of Purchase of Generator 3KV for Ramzan Bazar Basti Malooq	Generator 3KV	12.11.2014	1	84,500	0.085	0.014	0.099
2	Expenditure Incurred on Account of Purchase of Wheel Chair and Pedestal Fan for Ramzan Bazar Basti Malooq	Wheel Chair	12.11.2014	1	23,216	0.023	-	0.023
3	Expenditure Incurred on Account of Purchase of Red Carpet for Ramzan Bazar	red carpet size 36x12	5.1.2015	2	85	0.073	0.014	0.088
4	Expenditure Incurred on Account of Purchase of Red Carpet for Ramzan Bazar	Red carpet size 3x12		4	82	0.012	-	0.012
5	Expenditure Incurred on Account of Expenditure Incurred on Account of Purchase of Iron Frame	Iron Frame (pipe size 1") 10x2	3.9.2014	10	8,450	0.085	0.014	0.099
6	Expenditure Incurred on Account of Purchase Sound System with Mic for Ramzan Bazaar	Sound System	3.9.2014	3	27,500	0.083	0.014	0.096
7	Expenditure Incurred on Account of Purchase of UPS Battery Computer Set etc	UPS1200/w	3.9.2014	1	21,300	0.021	-	0.021
8	Expenditure Incurred on Account of Purchase of UPS Battery Computer Set etc	Computer set LCD, Hard Disk complete	3.9.2014	1	30,900	0.031	-	0.031

Sr. No.	Particular of Expenditure	Type of Expenditure	Date	Qty	Rate	Amount	GST	Amount Recoverable
9	Expenditure Incurred on Account of Purchase of UPS Battery Computer Set etc	Battery 27 Plate OSAKA 12/w	3.9.2014	1	31,500	0.032	-	0.032
10	Expenditure Incurred on Account of Purchase Pedestal Fans Pak Fan Company for Ramzan Bazaar	Pedestal Fans	3.9.2014	8	9,850	0.079	0.013	0.092
11	Expenditure Incurred on Account of Purchase Iron Board with Frame for Ramzan Bazaar	Iron Board with Frame (Pipe size 1") 10x2	3.9.2014	10	8,450	0.085	0.014	0.099
12	Expenditure Incurred on Account of Purchase of Wheel Chair Mega Phone big etc for Ramzan Bazaar	Wheel Chair	3.9.2014	2	23,216	0.046	0.011	0.058
13	Expenditure Incurred on Account of Purchase of Wheel Chair Mega Phone big etc for Ramzan Bazaar	Mega phone big	3.9.2014	3	3,800	0.011	-	0.011
14	Expenditure Incurred on Account of Purchase Hand Rehri for Shopping Ramzan Bazaar	Hand Rehri (Hand Cart)	3.9.2014	5	16,750	0.084	0.014	0.098
15	Expenditure Incurred on Account of Purchase of Iron Board with Writing for Ramzan Bazaar	Iron Board with Writing	3.9.2014	1	21,000	0.021	0.004	0.025
16	Expenditure Incurred on Account of Purchase UPS Battery Computer Set with LCD for Security for Ramzan Bazaar Mumtazabad	UPS1200/w	3.9.2014	1	21,300	0.021	-	0.021
17	Expenditure Incurred on Account of Purchase UPS Battery Computer Set with LCD for Security for Ramzan Bazaar Mumtazabad	Computer set LCD, Hard Disk complete		1	30,900	0.031	-	0.031

Sr. No.	Particular of Expenditure	Type of Expenditure	Date	Qty	Rate	Amount	GST	Amount Recoverable
18	Expenditure Incurred on Account of Purchase UPS Battery Computer Set with LCD for Security for Ramzan Bazaar Mumtazabad	Battery 27 Plate OSAKA 12/w	3.9.2014	1	31,500	0.032	-	0.032
19	Expenditure Incurred on Account of Purchase of UPS Battery Computer Set with LCD for Security for Ramzan Bazaar Mumtazabad	UPS1200/w	3.9.2014	1	21,300	0.021	-	0.021
20	Expenditure Incurred on Account of Purchase of UPS Battery Computer Set with LCD for Security for Ramzan Bazaar Mumtazabad	Computer set LCD, Hard Disk complete	3.9.2014	1	30,900	0.031	-	0.030
21	Expenditure Incurred on Account of Purchase of UPS Battery Computer Set with LCD for Security for Ramzan Bazaar Mumtazabad	Battery 27 Plate OSAKA 12/w	3.9.2014	1	31,500	0.032	-	0.032
22	Expenditure Incurred on Account of Purchase of Generator 3KV for Ramzan Bazar Makhdoom Rashid	Generator 3KV	3.9.2014	1	84,800	0.085	0.014	0.099
23	Expenditure Incurred on Account of Purchase Small Troli for Shopping in Ramzan Bazaar Mumtazabad	Small Trali	3.9.2014	5	16,750	0.084	0.014	0.098
24	Expenditure Incurred on Account of Purchase of Motor Pump etc Ramzan Bazaar 2014	Motor Pump double AM 3/4 HP	18.03.2015	1	19,000	0.019	-	0.019
25	Expenditure Incurred on Account of Purchase of Motor Pump for Water Plant Chah Moorat Wala	Pump motor G-2	21.7.2014	1	17,500	0.018	-	0.018
26	Expenditure Incurred for Purchase of Membrane water plant chahmooratwala UC: 28	Membrane for Water Plant	19.8.2014	1	20,000	0.020	0.003	0.023



<b>Sr. No.</b>	<b>Particular of Expenditure</b>	<b>Type of Expenditure</b>	<b>Date</b>	<b>Qty</b>	<b>Rate</b>	<b>Amount</b>	<b>GST</b>	<b>Amount Recoverable</b>
27	Expenditure Incurred on of Purchase of Pressure Motor and Device of water plant kracri market	Pressure motor complete		1	17,000	0.017	-	0.017
<b>Total</b>								<b>1.325</b>

## [Para No. 1.3.3.1]

## Illegal construction of commercial buildings – Rs 3.958 million

(Rupees in million)

Sr. No.	Name	Address	Nature	Approx Area (in Sq Foot)	Approx Covered Area (in Sq Foot)	Rate as per Valuation Table (in Sq Foot)	Total Value of the Property (in Sq Foot)	Rate Conversion Fee Applicable	Conversion Fee	Schedule Rate for Map Fee (in Sq Foot)	Total Fee Rs	Total Amount of Recovery
1	Rana Javed S/o Salah-ud-Din	Ram Kali Near Bhatta Rana Nawab	Guest House	5,400	4,500	206.222	1.114	10%	0.111	12	0.054	0.165
2	Hafiz Mohammad Tahir	MitrooMor Chowk Duniya Pur Road	Fish Form	10,000	10,000	69.384	0.694	5%	0.035	1.88	0.019	0.054
3	ArshadPeervaiz	Duniya Pur Road Gulzar Pur	Dera + Shops	5,400	2,000	69.384	0.375	5%	0.019	1.88	0.004	0.022
4	LiaqatHashmi	Mouza Mubarak Pur	Ice Factory	4,000	2,500	206.222	0.825	5%	0.041	1.88	0.005	0.046
5	SagheerBodla	Mouza Chadhar	Control Shed	100,000	60,000	69.384	6.938	10%	0.694	1.88	0.113	0.807
6	Mohammad Saleem S/o Shokat Ali	Duniya pur Road GulzarPur	Shops	1,000	1,000	69.384	0.069	5%	0.003	1.88	0.002	0.005
7	Bilal Lodhi	DeraMohammadi Bahawalpur Road	Godown / Store	2,000	1,500	206.222	0.412	5%	0.021	10	0.015	0.036
8	Mohammad Riawan S/o Hakim Din	GaliCycleWaliKaaly Mandi Multan	Shop	1,500	1,500	429.333	0.644	5%	0.032	12	0.018	0.05
9	Rao Muqeeb Anjum	Shujjabad Road Basti Malook	School	5,400	4,000	34.722	0.188	5%	0.009	1.88	0.008	0.017

Sr · No.	Name	Address	Nature	Approx Area (in Sq Foot)	Approx Covered Area (in Sq Foot)	Rate as per Valuation Table (in Sq Foot)	Total Value of the Property (in Sq Foot)	Rate Conversion Fee Applicable	Conversion Fee	Schedule Rate for Map Fee (in Sq Foot)	Total Fees	Total Amount of Recovery
10	Multan Fabrics	Ansar Colony near Laureate School	Industry	80,000	65,000	206.222	16.498	15%	2.475	3	0.195	2.667
11	Ghulam Bheek S/o Rana Imam Din	Basti Ahal pur Duniyapur Road	Shops	1,000	1,000	69.384	0.069	5%	0.003	12	0.012	0.015
12	Mohammad Asif S/o Naimatali	Ansar Colony Opposite Wasa Tank	Godown	2,000	2,000	429.333	0.859	5%	0.043	10	0.020	0.063
13	Mohammad Sufyan	Duniya pur Road Opposite Fatima Jinnah Faiz II	Shop	500	500	69.384	0.035	5%	0.002	12	0.006	0.007
<b>Total</b>									<b>3.488</b>		<b>0.469</b>	<b>3.958</b>

## Annex-N

[Para No. 1.3.3.2]

### Non-recovery of rent of shops – Rs 1.426 million

(Rupees in million)

Sr. No.	Name of Market	Name of Tenant	Shop No.	Rent per Month	Arrear of 30-06-2014	Annual Demand 2014-15	Total demand	Amount Received	Balance
1	Shaheen Market	M Ishiaq s/o M Ishaq	193	2036	0.004	0.024	0.028	0.002	0.026
2		Zaffar s/o Ishaq	194	2036	0.013	0.024	0.038	0.028	0.010
3		Aslam Zahid s/o Fazal Muhaamad	195	2036	0.004	0.024	0.028	0.026	0.002
4		Qadir Ahmed s/o Allah Diya	203	2036	0.009	0.024	0.034	0.024	0.010
5		M Aqeel s/o Ramzan Saleem	204	2036	0.002	0.024	0.026	0.020	0.006
6		M Naeem s/o Ramzan Saleem	205	2036	0.002	0.024	0.026	0.018	0.008
7		Intikhabalam s/o Ilyasali	106/A	2197	-	0.026	0.026	0.018	0.009
8		M Ali s/o Ilyasali	107/A	2169	0.004	0.026	0.030	0.021	0.009
9		Abdul Hameed s/o Rahim ud Din	111/A	2197	-	0.026	0.026	0.020	0.007
10		Ishfaq s/o Shafi	112/A	2197	0.008	0.026	0.034	0.032	0.002
11		Shouqat Ali s/o Barkat Ali	Land 10x7	1672	0.003	0.020	0.023	0.020	0.003
12	Touseh Shaheen Market	Faheem Akhtar s/o Allah Ditta	10	2130	0.006	0.026	0.031	0.027	0.004
13		Shabir Ahmed s/o Rahim Din	23	1770	0.006	0.021	0.028	0.017	0.011
14		M Hafeez s/o Abdul Rashid	35	2036	-	0.024	0.024	0.018	0.006
15		Amir Bunyad s/o Bunyad Ali	40	1797	-	0.022	0.022	0.018	0.004
16		Saif Ur Rahman s/o Mazed Hussain	41	1837	-	0.022	0.022	0.017	0.006
17		Abdul Wahid s/o M Ramzan	Land 25x15	1013	-	0.012	0.012	0.006	0.006
18	Fine Market Bohar Gate	M Miraj s/o M Siddique	6	3352	0.006	0.040	0.046	0.033	0.013
19		Syed QaswarGardezi / Saif Ur Rahman s/o Yousaf Ali	7	3061	0.006	0.037	0.042	0.033	0.009
20		Syed QaswarGardezi / Saif Ur Rahman s/o Yousaf Ali	8	3061	0.011	0.037	0.048	0.039	0.009
21		Syed Ishfaq Husain s/o Mushtaq Hussain	9	3153	0.009	0.038	0.046	0.040	0.006
22		Rashid Udin s/o Mubarik Din	15	3458	-	0.041	0.041	0.038	0.003
23		Rashid Udin s/o Mubarik Din	16	3458	0.006	0.041	0.048	0.044	0.003
24		Syed Mukhtar Hussain s/o Syed Imran Hussain	17	3838	0.010	0.046	0.057	0.045	0.012
25		Ghulam Ahmed s/o Haji Fazal Ahmad	18(17a)	5205	0.019	0.062	0.081	0.076	0.005
26	Kabotar Mandi near Gur Mandi	M Sharif s/o M Siddique	Land No.637	3884	0.134	0.047	0.181	0.048	0.133
27		Ghulam Sabir s/o Shabir	Land 6x8	1328	0.071	0.016	0.087	0.018	0.069
28	Alang Dehli	Sh. Wali Muhammad	Land	854	0.002	0.010	0.013	0.010	0.003

Sr. No.	Name of Market	Name of Tenant	Shop No.	Rent per Month	Arrear of 30-06-2014	Annual Demand 2014-15	Total demand	Amount Received	Balance
	Gate	s/o Sana Ullah							
29	Pak Gate Alang	M Siddique s/o FaizBakhsh	1(Small)	2248	0.008	0.027	0.035	0.028	0.007
30		Rauf Ahmed s/o Imam Din	2(Tall)	9902	0.027	0.119	0.146	0.106	0.040
31	Chungi No.14 Bahawal Pur Road	Javed s/o Rahmat	Land	5638	0.056	0.068	0.124	-	0.124
32	Chowk Shaheedan	AmeerBakhsh s/o NabiBakhsh	9	5960	-	0.072	0.072	0.070	0.002
33		Amir Nawaz s/o M Alamgir	11	6120	-	0.073	0.073	0.067	0.006
34		M Farooq s/o Abdul kareem	12	6149	-	0.811	0.811	0.079	0.732
35	Chungi No.13 Manzoor Abad Chowk	M Nazir s/o Allah Rakha	1	4445	-	0.053	0.053	0.027	0.027
36	Shaheed Market Near Tanqipaniwali	M Ashraf s/o M Iqbal	4	2223	0.004	0.027	0.031	0.026	0.004
37	Shaheed Market	Naseer Ahmed s/o M Shafi	20	2103	0.008	0.025	0.033	0.029	0.004
38		Javed s/o Akram	25	1783	0.003	0.021	0.025	0.021	0.004
39		Abdul Salam s/o Salam uddin	33	2130	0.002	0.027	0.028	0.027	0.001
40		Numan s/o Jahangir	39	1770	0.006	0.021	0.028	0.022	0.005
41		Iqbal s/o Yaseen	53	2064	0.006	0.025	0.030	0.028	0.002
42		Junaid Javed s/o M javed	54	1997	0.007	0.024	0.031	0.025	0.006
43		Javed Ahmed s/o Shams Uddin	57	1770	-	0.021	0.021	0.019	0.002
44		M Rizwan s/o Abdul Majeed	59	2090	0.004	0.025	0.029	0.027	0.002
45		Habid Ur Rahman s/o Abdul Majeed	70	2090	0.006	0.025	0.031	0.029	0.002
46		Hassan Akhtar s/o Ghulam Hussain	71	2103	0.006	0.025	0.031	0.029	0.002
47		Maqsood khan s/o Mune khan	78	1770	0.008	0.021	0.029	0.028	0.002
48		Sajid Ali s/o Rashid Ahmed	98	2036	-	0.024	0.024	0.018	0.006
49		M Toqeer s/o Ghulam Samad	101	2090	-	0.025	0.025	0.019	0.006
50		Khalil s/o Rahim Bakhsh	106	2103	-	0.025	0.025	0.019	0.006
51		Shouqat Ali s/o M Ali	131	1770	0.003	0.021	0.024	0.019	0.005
52		M Shahid s/o Iqbal	143	2169	0.006	0.026	0.032	0.030	0.002
53		Riaz Ahmed s/o Jameel Ahmed	167	2036	0.007	0.024	0.032	0.028	0.004
54	M Fiaz s/o M Riaz	170	2036	0.017	0.024	0.041	0.023	0.018	
55	M Younas s/o M Jahangir	176	2036	0.007	0.024	0.032	0.030	0.002	
56	M Aslam Zahid s/o M Fazal	180	2036	0.004	0.024	0.028	0.026	0.002	
57	M Saleen s/o M Aslam	181	2036	-	0.024	0.024	0.020	0.004	
<b>Grand Total</b>					<b>0.531</b>	<b>2.569</b>	<b>3.100</b>	<b>1.675</b>	<b>1.426</b>

**Annex-O****[Para No. 1.3.4.1]****Irregular deduction of expenditure from the PFC share - Rs 10.226 million**

(Rupees in million)

<b>Details of deductions of MEPCO dues and loans recovered from PFC share of TMA Musa Pak</b>						
<b>Sr. No.</b>	<b>Month</b>	<b>PFC Monthly Grant Share MN 4510</b>	<b>Deduction on Account of MEPCO dues</b>	<b>Loan Recovered from MCS/TCS</b>	<b>Total Deductions</b>	<b>Net PFC Share Current</b>
1	13-Jul	3.555	1	-	0.1	3.455
2	13-Aug	3.555	1	1.805	1.905	1.65
3	13-Sep	2.990	1	1.805	1.905	1.085
4	13-Oct	2.990	1	1.805	1.905	1.085
5	13-Nov	3.555	1	1.805	1.905	1.65
6	13-Dec	3.555	1	1.805	1.905	1.65
7	14-Jan	3.555	1	-	0.1	3.455
8	14-Feb	3.555	1	-	0.1	3.455
9	14-Mar	3.555	1	-	0.1	3.455
10	14-Apr	3.555	1	-	0.1	3.455
11	14-May	3.555	1	-	0.1	3.455
12	14-Jun	3.555	1	-	0.1	3.455
<b>Total</b>		<b>41.530</b>	<b>12</b>	<b>5,415,300</b>	<b>10.226</b>	<b>31.305</b>

**Annex-P**

**[Para No. 1.4.1.2]**

**Less recovery of rent of shops due to application of reduced rates – Rs 2.383 million**

(Rupees in million)

Sr.#	Description and Situation of Property	Name and Date of agreement with lease the	1st Rent At time of Agreement	Last Rent to be drawn After Annual Increments	Actual Last Rent used to be Taken	Less Rent received Per Month	Total Outstanding Period	Recovery	Remarks
1	Shop No.8 HasanParwana Market	1/7/2006	6,000	14,147.7	12,088	2,059.686	116	0.239	Last Rent of Jan-2016 was taken
2	Shop No.1 Chowk Shahedan	14-06-2011	5,700	9,179.9	4,971	4,208.907	56	0.236	Initial Rent was 5700 while written as 3735 wrongly. Increment in December 2011. Last Rent of 2014 was taken
3	Shop No.2 Chowk Shahedan	14-06-2011	7,800	12,562.0	5,154	7,407.978	56	0.415	Initial Rent was 7800 while written as 3873 wrongly. Increment in December 2011
4	Shop No.3 Chowk Shahedan	14-06-2011	9,500	15,299.8	5,181	10,118.845	56	0.567	Initial Rent was 9500 while written as 3885 wrongly. Increment in December 2011
5	Shop No.4 Chowk Shahedan	14.06.11	4,100	6,603.1	6,251	352.091	56	0.020	Shop was auctioned for Rs.4100 per month but starting rent was mentioned Rs.3881. Increment due in December
6	Shop No.7 Chowk Shahedan	14.06.11	4,100	6,603.1	6,135	468.091	56	0.026	-
7	Shop No.8 Chowk Shahedan	14-06-2011	8,700	14,011.4	6,649	7,362.437	56	0.412	-
8	Shop No.9 PSO Chowk Shahedan	14-06-2011	7,000	11,273.6	2,902	8371.57	56	0.469	-
<b>Total</b>								<b>2.383</b>	-

## Annex-Q

[Para No. 1.4.2.1]

### Illegal construction of commercial buildings - Rs 38.476 million

(Rupees in million)

Business	Location	Area	Av. Sale Price	Total value Of Land	Map Fee	Conversion Fee
Hotel Residence In	Altaf Town	15 M	0.301	4.508	0.081	0.451
Hotel Shalimar	Tariq Road	16 M	0.433	6.925	0.088	6.925
Guest House	LalaZar Colony	15 M	0.432	6.480	0.081	0.648
Lords in Guest House Altaf Town	Altaf Town	20 M	0.301	6.011	0.115	0.601
Executive Guest House	House No. 30, Street No. 03, Altaf Town	20 M	0.301	6.011	0.115	0.601
Bloom Field Todlers	Abic Road Near Dera Adda	20 M	0.264	5.290	0.046	0.529
Educator School	Shujabad Road	40 M	0.559	22.361	0.092	4.472
Jelani Public School	jail Road Multan	20 M	0.264	5.290	0.046	0.529
Ideal Cars	Old BWP Road	15 M	1.394	20.909	0.088	4.182
14 shops	Ada Lar	10 M	0.100	1.000	0.054	0.05
15 shops	QasbaMaral	20 M	0.100	2.000	0.115	0.2
Godown	SurajKund Road Rangeel Pur	4 Kanal	0.200	16.000	0.035	3.2
Q mobile Office	Street In front of New Lords Guest House Altaf Town	20 M	0.301	6.011	0.115	0.601
GRC construction Company	Street adjacent of Al-miada Hotel Old BWP Road	40 M	0.301	12.023	0.236	2.405
Commercial Plaza four stairs	near PSO Petrol Pump Hassan Parwana Road (Press)	32 M	0.259	8.289	0.778	0.829
Rauf Pharma Medicine Market	Ghanta Ghar Multan	8.5 M	0.525	4.459	0.069	0.446
Grace Hotel	Ghanta Ghar Multan	23 M	0.812	18.665	0.0259	3.733
Godown Ahmad SohanHalwa	Inside Qadir-A-Bad Multan	38 M	0.407	15.471	0.257	3.094
New Gull tax Show Room	Near Ahmad SohanHalwa	11 M	0.407	4.479	0.137	0.448
Madina hardware Commercial Market	Near Rakshaw Market Chowk Fauara	32 M	0.407	13.029	0.389	2.606
Pak Graphic Commercial Market	Near Rakshaw Market Chowk Fawara	10 M	0.407	4.071	0.081	0.407
Rehman Glass House	Commercial Market Near Chowk fawara	10 M	0.407	4.071	0.081	0.407
International Cloth House	in Income tax waligali, Near Nawa Sher Multan	9 M	0.519	4.672	0.109	0.467
Commercial building / press Plaza	PuraniGana Mandi mohalla Farid-A-Bad Multan Waqar Khan	40 M	0.265	10.614	0.486	2.123
Commercial Market , Olympic plaza	Near PSO petrol Pump Hassan Parwana Road	17 M	0.272	4.631	0.344	0.463
<b>Total</b>					<b>4.409</b>	<b>34.184</b>
<b>Grand Total</b>						<b>38.476</b>



**Annex-R****[Para No. 1.4.2.3]****Non recovery of rent of shops – Rs 2.039 million**

(Rupees in million)

<b>Description and Situation of Property</b>	<b>Name of Address of the lessee</b>	<b>Arrear</b>
Shop No.4 HasanParwana Market	Muhammad Tahir Hassan Parwana	0.093
Shop Chungi No. 22	Sheikh Tanveeriqbal Ahmed vehari Road	0.097
Plot No.1 Bohar Gate	Mohammad Hasan Qureshi Bohar Gate	0.145
Plot No.2 Bohar Gate	Ahmed YarZakirBohar Gate	0.162
Plot No.3 Bohar Gate	KashifimranBohar Gate	0.016
Plot No.4 Bohar Gate	Mirza Nizamud din Bohar Gate	0.167
Plot No.5 Bohar Gate	Sheikh Muhammad AfzalBohar Gate	0.158
Plot No.6 Bohar Gate	Sheikh Muhammad AmjidBohar Gate	0.142
Plot No.7 Bohar Gate	Mohammad YusefBohar Gate	0.143
Plot No.8 Bohar Gate	Mirza Zia ud din Bohar Gate	0.159
Plot No.9 Bohar Gate	Shiekh Muhammad AmeenBohar Gate	0.188
Plot No.10 Bohar Gate	Mirza Muhammad Nadir Khan Bohar Gate	0.126
Plot No.11 Bohar Gate	Rouf Mirza Bohar Gate	0.135
Plot No.12 Bohar Gate	Malik Rizwan Abid Bohar Gate	0.166
Plot No.13 Bohar Gate	Malik Rizwan Abid Bohar Gate	0.144
<b>Total</b>		<b>2.039</b>

## Annex-S

[Para No. 1.5.1.1]

### Misappropriation of different equipment / items- Rs 1.267 million

Plants:

(Rupees in million)

Bill No.	Date	Suppliers Name	Items purchased	S/E	Inv. No.	Date	Amount	Quotation
63	27.10.14	Arain Enterprises	Gamlas with plants ramzan Bazar shamasabad& Madni park	NA	NA	NIL	0.100	NIL
64	27.10.14	Arain Enterprises	Gamlas with plants ramzan Bazar shamasabad&madni park	NA	NA	NIL	0.099	NIL
61	27.10.14	Tawakkal Enterprises	Gamlas with plants ramzan Bazar shamasabad&madni park	NA	NA	NIL	0.100	NIL
60	27.10.14	Tawakkal Enterprises	Gamlas with plants ramzan Bazar shamasabad&madni park	NA	NA	NIL	0.100	NIL
59	27.10.14	Tawakkal Enterprises	Gamlas with plants ramzan Bazar shamasabad&madni park	NA	NA	NIL	0.100	NIL
62	27.10.14	Tawakkal Enterprises	Gamlas with plants ramzan Bazar shamasabad&madni park	NA	NA	NIL	0.100	NIL
65	27.10.14	Arain Enterprises	Gamlas with plants ramzan Bazar shamasabad&madni park	NA	NA	NIL	0.099	NIL
<b>Total</b>							<b>0.698</b>	

Computer with UPS:

No.	Bill No.	Date	Suppliers Name	Items purchased	S/E	Inv. No.	Date	Amount	Quotation
5	108	15.08.14	Mian Junaiood Farooq (Hussain)	Computer with Camera Shah Shamas park	NA	NIL	07.08.2014	0.095	27.06.2014
6	106	15.08.14	Mian Junaiood Farooq (Hussain)	UPS for Shah Shamas Park & Gulshan market	NA	NIL	07.08.2014	0.100	27.06.2014
8	93	15.08.14	Mian Junaiood Farooq (Hussain)	Computer with Camera Madni park	NA	NIL	07.08.2014	0.095	27.06.2014
<b>Total</b>								<b>0.290</b>	

Sound System:

Bill No.	Date	Suppliers Name	Items purchased	S/E	Quotation	Inv. No.	Date	Amount
105	15.08.14	Mian Farooq	Supply of sound system , shams park	NA	29.06.2014	NIL	07.08.14	0.090
107	15.08.14	Mian Junaid Farooq (Hussain)	Supply of sound system Madni Park	NA	29.06.2014	NIL	07.08.14	0.090
<b>Total</b>								<b>0.180</b>

Dust Bins:

Bill No.	Date	Suppliers Name	Items purchased	S/E	Inv. No.	Date	Amount
149	22.08.14	Khan Engineering	Supply of Dust bin for Ramzan Bazar makki chowk, Shamasabad, Madni Park (150)	NA	NIL	04.07.14	0.099
<b>Grand Total</b>							<b>1.267</b>

**Annex-T****[Para No. 1.5.2.1]****Non production of record – Rs 1.482 million**

(Rupees in million)

Bill No.	date	Suppliers Name	Items Purchased	Date	Amount
45	13.11.14	Qamar Mehmood	Tandoor & dry wood fire	28.09.2014	0.160
107	05.05.15	Pak graphics	banners for denguee, STIMMERS	-	0.032
63	19.11.14	Khan Engineering	material for removal of wall chalking	-	0.098
144	18.05.15	through Head cashier	pumphlets for cleanliness week	-	0.008
154	22.05.15	Oxford graphics	panaflex 2+1	05.05.2015	0.080
232	27.06.15	Ikram ul haq	guidance board for NAB office	-	0.024
231	27.06.15	Ikram ul haq	Panaflex @Rs. 35 psft	-	0.070
246	29.10.14	M. Aslam Qureshi	Advertsiement for Cricket match	-	0.100
55	20.10.14	Cantt Filling Station	POL Bill for generator at Flood Camps	-	0.229
103	05.05.15	Through Head cashier	panaflex for earth day	-	0.002
106	05.05.15	Modern sign	banners , stimmers and pumphlets	21.04.2015	0.079
214	20.06.15	Malik Aslam Langah	Panaflexstimmers	18.05.2015	0.098
208	02.06.15	Abdul Latif Ansari	Panaflex with Irin Board 20x10 @210	12.05.2015	0.084
142	18.05.15	Oxford graphics	stimmerspanaflexes for solar plant	05.05.2015	0.100
61	15.08.14	Tawakkal Enterprises	sound system hired for women day at Raza Hall	24.07.2014	0.099
NIL	01.09.14	M. Aslam Qureshi	banner on both side of stair crosing pull Madni Chowk	15.08.2014	0.092
98	01.10.14	Z M builders	supply of water tank for flood releif camp and ice block	-	0.094
94	01.10.14	Z M builders	Pana flex stimmer 25 for merathon race	-	0.099
96	01.10.14	Z M builders	Panaflexes for flood releif camp at three locations	-	0.036
92	01.10.14	Qamar Mehmood	Hiring of 30KVA Generator for flood releif camp	-	0.068
211	23.06.15	Malik Aslam Langah	Stimmer pana flexes for solar plant	18.05.2015	0.097
168	21.03.15	Waqas Construction company	Hiring of 400 watt beam lights for 10 days Muharram	-	0.663
124	02.09.14	M. Aslam Qureshi	banner on both side of stair crosing pull Madni Chowk fpr cricket match adv	15.08.2014	0.092

<b>Bill No.</b>	<b>date</b>	<b>Suppliers Name</b>	<b>Items Purchased</b>	<b>Date</b>	<b>Amount</b>
134	02.09.14	Sheikh & sons	panaflexes for wazirastan relief	15.08.2014	0.099
221	05.09.14	Khan Engineering	pana flex for cricket match for IDPs	18.08.2014	0.099
194	22.06.15	M. Ikram ul Haq	panaflexes for women day at Raza Hall	-	0.025
320	30.06.14	M. Aslam Qureshi	pana flexes for wazirastan relief FA	-	0.099
<b>Total</b>					<b>2.825</b>
<b>Total expenditure</b>					<b>4.307</b>
<b>Non production of record</b>					<b>1.482</b>

**Annex-U****[Para No. 1.5.3.1]****Loss due to unauthorized constructions and less collection of rent -  
Rs 18.380 million**

(Rupees in million)

<b>Year</b>	<b>Rent Fixed for</b>	<b>Additional Area</b>	<b>Month</b>	<b>Amount</b>
	10,263 sft	7,105 sft		To be recovered
2008	250,000	173,073	12	According to original rent agreement, it was decided that tenant will recover the construction cost from the amount of rent payable to TMA Shah Rukn e Alam Town. Construction cost of ground and first floor was recovered during the period of first agreement period.
2009	275,000	190,380	12	
2010	302,500	209,418	12	
2011	332,750	230,360	12	
2012	366,025	253,396	12	
2013	402,627.5	278,736	12	3.345
2013	442,890.3	306,610	12	3.679
2014	487,179.3	337,271	12	4.047
2015	535,897.2	370,998	12	4.452
2016	589,486.9	408,098	7	2.857
<b>Total</b>				<b>18.380</b>

**Annex-V****[Para No. 1.5.3.4]****Irregular expenditure on fixing of iron boards and panaflex - Rs 1.172 million**

(Rupees in million)

No.	Bill No.	Date	Suppliers Name	Items purchased	S/E	Inv. No.	Date	Amount
14	196	26.08.14	M. Aslam Qureshi	Supply of iron Board for Ramzan Bazar Madni Park	NA	NIL	03.07.2015	0.100
19	208	29.08.14	Shaikh & Sons	Supply of iron Board for Ramzan Bazar Shamas Park	NA	NIL	05.07.2015	0.100
38	181	15.10.14	M. Aslam Qureshi	supply of iron board sasta bazar Madni Chowk	NA	NIL	26.08.2014	0.098
41	179	15.10.14	M. Aslam Qureshi	Fixing of iron board at shamasabad Bazar	NA	NIL	19.08. 2014	0.098
52	126	02.09.14	M. Aslam Qureshi	Supply of iron Board for Ramzan Bazar Madni Park	NA	NIL	12.08. 2014	0.097
56	128	02.09.14	M. Aslam Qureshi	supply of iron Board for Ramzan bazar Makki Chowk	NA	NIL	09.08. 2014	0.097
67	189	03.09.14	M. Aslam Qureshi	Iron board Shamsabad	na	NIL	12.08. 2014	0.097
<b>Total</b>								<b>0.687</b>

**Panaflex:**

No.	Bill No.	Date	Suppliers Name	Nature of repair	S/E	Inv. No.	Date	Amount
21	198	26.08.14	Shaikh & Sons	Supply of Panaflex for Makki Chowk Bazar (50)	NA	Nil	06.07.14	0.099
22	206	29.08.14	Shaikh & Sons	Supply of Panaflex for shamasabad, Makki Chowk Bazar (27)	NA	Nil	06.07.14	0.094
23	194	26.08.14	M. Aslam Qureshi	Supply of iron Board for Ramzan BazaRmakkichowk	NA	NIL	05.07.15	0.100
25	190	26.08.14	Khan Engineering	Supply of Panaflex for shamasabad, Makki Chowk Bazar (27)	NIL	NIL	05.06.14	0.098
26	192	26.08.14	M. Aslam Qureshi	Supply of Panaflex for shamasabad, Makki Chowk Bazar (39)	NIL	NIL	05.07.14	0.097
<b>Total</b>								<b>0.488</b>
<b>Grand Total</b>								<b>1.172</b>

**Annex-W**

**[Para No. 1.5.3.5]**

**Irregular expenditures for purchases of Ramzan Bazar and Independence Day- Rs 1.085 million**

Earth filling:

(Rupees in million)

Bill No.	Date	Suppliers Name	Nature of repair	Date	Amount	I. Tax	Quotations
202	26.08.14	M/s Mian Farooq	earth filling Ramzan bazar Shamasabad 20 trolley	-	0.098	0.009	02.07. 2014
119	18.08.14	Tawakkal Enterprises	earth filling Ramzan bazar Shamasabad 20 trolley	04.08.14	0.100	0.010	02.07. 2014
167	03.10.14	M/s QaiserBhutta	earth filling Ramzan bazar Shamasanbad 24 trolley	-	0.098	0.010	-
<b>Sub Total</b>					<b>0.296</b>		

Electric cable:

Bill No.	Date	Suppliers Name	Items purchased	S/E	Inv. No.	Date	Amount	Quotation
50	13.08.14	M/s Farooq Ahmed Contractor	Supply of electric Material for shamasabad& Madni	NA	NIL	07.08.14	0.090	27.06.14
48	13.08.14	M/s Farooq Ahmed Contractor	Supply of cable wire for fan	NA	NIL	07.08.14	0.100	27.06.14
49	13.08.14	M/s Farooq Ahmed Contractor	Supply of cable wire for fan	NA	NIL	07.07.14	0.100	27.06.14
<b>B - Sub Total</b>							<b>0.290</b>	



Portraits:

229	05.09.14	Khan Engg	Portrait Quaid e Azam&Allamaiqbal	08.08.14	NA	NIL	15.08.14	0.100
183	03.09.14	Khan Engg	Portrait Quaid e Azam&Allamaiqbal	08.08.14	NA	NIL	NIL	0.100
<b>C- Sub Total</b>								<b>0.200</b>

Pana Flex:

29.08.14	Khan Engg	supply of stimmers for sasta Ramzan bazar	NA	NIL	05.07.14	0.100
29.08.14	Shaikh& Sons	supply of stimmers for sasta Ramzan bazar	NA	NIL	03.07.14	100,000
29.08.14	Shaikh& Sons	Supply of Panaflex for madi Park Bazar (50)	NA	Nil	06.07.14	0.099
<b>D- Sub Total</b>						<b>0.299</b>
<b>Grand Total(A+B+C+D)</b>						<b>1.085</b>

**Annex-X****[Para No. 1.5.4.1]****Illegal construction of commercial buildings without paying map and conversion fee - Rs 17.787 million**

(Rupees in million)

<b>Name of Property</b>	<b>Location</b>	<b>Area in Marla</b>	<b>Rate per marla</b>	<b>Cost</b>	<b>Conversion fee</b>
Ch. Abdul ghaffar prop. Jalandhar Marriage Club	UsmanGhani Road (Nala Khad Factory)	80	0.263	21.040	4.208
Syyed Ali Haseef Prop. Of Couple marriage Club	Raheem Chowk Masoom Shah Road	220	0.400	880	11.573
Muhammad Ashfaq	UsmanGhani Road (Nala Khad Factory)	2	0.263	0.526	0.026
Ghulam Jillani	UsmanGhani Road (Nala Khad Factory)	3	0.263	0.789	0.039
masood Khan	UsmanGhani Road (Nala Khad Factory)	10	0.263	2.630	0.263
Saeed Ahmed	Gulistan Chowk Masoom Shah Road	5	0.400	2	0.2
<b>Total (A)</b>					<b>16.309</b>
<b>Name of Property</b>	<b>Location</b>	<b>Area in Marla</b>	<b>Map fee</b>	<b>Fine</b>	<b>Total</b>
Ch. Abdul ghaffar prop. Jalandhar Marriage Club	UsmanGhani Road (NalaKhad Factory)	80	0.216	0.054	0.27
Syyed Ali Haseef Prop. Of Couple marriage Club	Raheem Chowk Masoom Shah Road	220	0.594	0.149	0.743
Muhammad Ashfaq	UsmanGhani Road (nalaKhad Factory)	2	0.019	0.005	0.024
Ghulam Jillani	UsmanGhani Road (Nala Khad Factory)	3	0.029	0.007	0.036
Masood Khan	UsmanGhani Road (Nala Khad Factory)	10	0.130	0.032	0.162
Saeed Ahmed	Gulistan Chowk Masoom Shah Road	5	0.194	0.049	0.243
<b>Total (B)</b>			<b>1.183</b>	<b>0.296</b>	<b>1.478</b>
<b>Grand Total (A +B)</b>					<b>17.787</b>

**Annex-Y**

**[Para No. 1.5.5.1]**

**Excess payment to the contractor due to charging of excess rate of carpeting  
– Rs 1.120 million**

(Rupees in million)

Name of Work	Name of Item	QTY	Rate allowed per%	Rate be allowed per %	Excess per %	Amount	MB NO./PAGE
Const. of carpet Road / streer Imam bargah Bagh e Hussain wali	P/L plant premixed carpeting 4.5% bitumen 2" thick	8,80 3	8,771.6	7,627	1,144.6	0.101	121/19-21
Const. of soling, tuff tile, carpeting 17 Kassi	-do-	13,5 42	6,756.34	5,875	8,81.34	0.119	-
Const. of soling, tuff tile, carpeting Bukhari colony near fish market	-do-	8,27 7	8,771.6	7,627	1,144.6	0.095	121/27
Const. of matted street Asghar MajeedWali, T-Block New Multan	-do-	4,15 5	8,771.6	7,627	1,144.6	0.048	20433/ 81-83
Special repair of road street 40-G Shah Rukn-e-Alam Colony	-do-	5,29 5	8,029.5	6,982	1,047.5	0.055	12596/
Const. of soling & carpeting UC. No.23	-do-	3,36 5	8,771.6	7,627	1,144.6	0.039	7364/44-47
Const. of carpeting, patch work behind Fatima Medical Center Naqshnad Colony	-do-	2,30 2	8,771.6	7,627	1,144.6	0.026	130/ 3-4
Construction of matted road, street Ali Marble Wali near Ali Hospital Khanewal Road.	-do-	2,00 1	8,771.6	7,627	1,144.6	0.023	130/8-10
Const. of soling, carpeting, drain PVC paver Nawaz Abad Naqshband Colony Abbas Pura	-do-	9,12 5	8,771.6	7,627	1,144.6	0.104	130/10-15
Construction of soling, drain & sludge carrier UC.No.23	-do-	7,99 6	8,720.1	7,583	1,137.1	0.091	4432/131-138
Special repair of matted road near Pathan Market Khanewal road opposite Bilal-Motors	-do-	5,65 0	8,720.1	7,583	1,137.1	0.064	16922/20-21
Repair / construction of metalled road street No.17, Block-S Shah Rukn-e-Alam Colony, Multan.	-do-	8,37 6	7,853.7	6,829	1,024.7	0.086	7769/31-33
Construction of carpeting road Bagh Hussain Chowk to UsmanGhani Road (Remaining Work)	-do-	4,00 0	8,720.1	7,583	1,137.1	0.045	45/96-100

Name of Work	Name of Item	QTY	Rate allowed per%	Rate be allowed per %	Excess per %	Amount	MB NO./PAGE
Special repair of road Tatay-pur to Mari Pathan alongwith Railway line.	-do-	6,17 4	7,720.74	6,714	1,006.74	0.062	12601/59-60
Construction of carpeting UC.No.23	-do-	4,20 3	8,720.1	7,583	1,137.1	0.048	421/96-99
Construction of soling, carpeting, tuff tils and drain in streets New Shamas Abad, Nawza-Abad TakiyaJafir Shah.	-do-	5,57 0	8,720.1	7,583	1,137.1	0.063	19362/09-14
Construction / repair of carpeting & soling street Malik NadeemWali Graveyard Shahbadar Road.	-do-	4,42 6	8,720.1	7,583	1,137.1	0.050	3430/46-50
<b>Total</b>						<b>1.120</b>	

[Para No. 1.5.5.2]

## Loss due to wrong calculation of rent of shops – Rs 1.048 million

(Rupees in million)

SHOP No.	tenant	First Agreement Date	Rent	New Agreement date	Rent computed	Base	Base to be	Inc%	Reserve rent	Recoverable
25	ALLAH WALI MARKET Sabir Ali S/o Mehboob Elahi	07.09.2006	1,000	04.07.2013	2,013	1,610	1,948	2,435	825	0.015
26	Muhammad Irshad s/o Ali Ahmed	26.12.2007	1,150	-	2,105	1,684	2,038	2,547.5	863.5	0.016
27	Ehsan Elahi S/o Karam Elahi	31.10.2006	1,111	-	2,462.5	1,970	1,970	2,462.5	492.5	0.009
28	Muhammad Ashraf S/o Akhter Ali	30.12.2006	1,080	-	2,175	1,740	1,913	2,391.25	651.25	0.012
29	Muhammad Jameel S/o M. Latif	23.10.2006	1,100	-	2,213.75	1,771	1,948	2,435	664	0.012
30	Muhammad Javed S/O Shah Muhammad	23.12.2006	1,050	-	2,115	1,692	2,046	2,557.5	865.5	0.016
31		23.12.2006	1,111	-	2,238.75	1,791	1,970	2,462.5	671.5	0.012
32	SM Nawaz Nasir S/o SM Ramzan	23.12.2006	1,100	2013	2,213.75	1,771	1,948.72	2,435.9	664.896	0.012
33	Kh. Mughees Ahmed s/o M. tufail	26.11.2007	1,150	01.07.13	2,315	1,852	2,037.3	2,546.62	694.619	0.013
34	Sh. Hakim Ali Qureshi S/O M. Haneef	07.12.2006	1,111	-	2,236.25	1,789	1,968.2	2,460.26	671.255	0.012
35	SyyedPervaiz Ahmed S/o syeed Fayyaz Ahmed	16.10.2006	1,111	-	2,236.25	1,789	1,968.2	2,460.26	671.255	0.012
1	SHAH SHAMAS MARKET Muhammad Aslam Khan S/o Wahid bakhsh	23.12.2006	2,600	2013	5,235	4,188	4,606.06	5,757.57	1,569.573	0.028
3	Muhammad Iqbal S/o M. Umar	07.09.2006	3,500	2013	-	-	-	-	-	0
3		23.1.2006	1,700	2013	3,422.5	2,738	3,011.65	-	-2,738	-0.049
4	Muhammad Iqbal S/o Muhammad Umer	Sep-06	2,326	2013	5,153.75	4,123	4,120.65	5,150.81	1,027.814	0.019
5	Muhammad Naeem S/o Muhammad Usman	Sep-06	2,175	2013	4,380	3,504	3,853.15	4,816.43	1,312.431	0.024
8	Allah rakha S/o Laal Din	30.12.2006	2,300	2013	4,630	3,704	4,074.59	5,093.24	1,389.238	0.025
14	Arif Iqbal S/O Munawar Ali	01.10.2006	1,500	-	3,021.25	2,417	2,657.34	3,321.68	904.6769	0.016
20	M Ishtiaq S/o M. shafi	15.01.2007	1,800	-	3,625	2,900	3,188.81	3,986.01	1,086.012	0.019
1	RADHEED ABAD Abdul Raheem S/o Abdul majeed (fake agreement)	17.10.2006	7,200	-	15,943.75	12,755	14,030.8	17,538.5	4,783.454	0.086
2	Abdul Ghaffar S/o Abdul Sattar	19.05.2004	5,500	01.01.2014	16,211.25	12,969	14,265.6	17,832	4,862.979	0.088
3	Hafeez ur Rehman S/o M. Shafee	19.05.2004	5,000	01.01.2014	14,750	11,800	12,968.7	16,210.9	4,410.89	0.079
1	Wahid Ahmed qureshi S/o Manzoor Ahmed qureshi	23.12.2006	2,500	01.07.2013	5,258.75	4,207	4,428.9	55,36.13	1,329.128	0.024

SHOP No.	tenant	First Agreement Date	Rent	New Agreement date	Rent computed	Base	Base to be	Inc%	Reserve rent	Recoverable
2	Wahid Ahmed qureshi S/o Manzoor Ahmed qureshi	23.12.2006	3,500	01.07.2013	7,047.5	5,638	6,200.46	7,750.58	2,112.579	0.038
3	Muhammad Javaid S/o Muhammad Salman	23.12.2006	3,500	01.07.2013	7,047.5	5,638	5,636.79	7,045.98	1,407.981	0.025
4	Muhammad Javaid S/o Muhammad Salman	23.09.2006	1,104	01.07.2012	2,020	1,616	1,955.8	2,444.75	8,287.54	0.015
6	Muhammad Khalid s/o Muhammad Salman and less assessed to oblige	23.09.2006	2,635	01.07.2012	5,787.5	4,630	4,630	5,787.5	1,157.5	0.021
10	Saeed Ahmed S/o Muhammad salman	23.09.2006	6,203	01.07.2012	11,340	9,072	9,989.99	12,487.5	3,415.492	0.061
13	Muhammad Khalid s/o Muhammad Salman and less assessed to oblige	23.09.2006	1,130	01.07.2012	2,067.5	1,654	2,202.05	2,752.56	1,098.563	0.020
14	Shahid Ahmed Qureshi S/o Manzoor Ahmed qureshi	23.12.2006	2,000	01.07.2013	4,026.25	3,221	3,897.43	4,871.79	1,650.793	0.030
15	Shahid Ahmed Qureshi S/o Manzoor Ahmed qureshi	23.12.2006	3,000	01.07.2013	6,038.75	4,831	5,846.15	7,307.69	2,476.689	0.045
16	Shahid Ahmed Qureshi S/o Manzoor Ahmed qureshi	23.12.2006	1,500	01.07.2013	3,021.25	2,417	2,923.08	3,653.84	1,236.845	0.022
17	saqib Mehboob S/o Mehboob elahi	23.12.2006	2,000	01.07.2013	4,026.25	3,221	3,897.43	4,871.79	1,650.793	0.030
18	Syed fiazGillani s/o Khadiam Hussain gillani	16.02.2007	2,372	01.07.2013	5,252.5	4,202	4,622.36	5,777.95	1,575.946	0.028
22	Liaquat Ali S/o Noor Muhammad	23.09.2006	1,622	01.01.2014	3,590	2,872	3,476.9	4,346.13	1,474.126	0.027
22A		23.09.2006	3,481	01.01.2014	7,708.75	6,167	7,461.83	9,327.29	3,160.291	0.057
1A	MuzammilYaseen S/o Muhammad yaseen	27.12.2006	1,400	01.07.2012	2,561.25	2,049	2,480.19	3,100.23	1,051.232	0.019
28	Muhammad Salman S/o Abdul Aziz	27.12.2006	2,050	01.07.2013	4,127.5	3,302	3,994.87	4,993.59	1,691.588	0.030
1	<b>PROVISION MARKET</b> Syed NaseemRaza S/o Syed Hassan Raza	28.11.2006	1,750	01.11.2013	3,876.25	3,101	3,410.25	4,262.82	1,161.819	0.021
2	Muhammad Idrees s/o Muhammad siddique	23.12.2006	1,350	01.07.2013	2,718.75	2,175	2,630.77	3,288.46	1,113.46	0.020
3	Muhammad Aslam S/o Abdul Rasheed	23.09.2006	2,300	01.11.2013	5,092.5	4,074	4,482.05	5,602.56	1,528.562	0.028
5	Sh. Akhter Hussain S/o Sh. Hakeem ud Din	30.12.2006	1,100	01.11.2013	2,435	1,948	2,143.59	2,679.49	731.486	0.013
<b>Total</b>									<b>1,048</b>	

[Para No. 1.6.1.1]

**Irregular payment to contingent paid staff – Rs 10.210 million**

(Rupees in million)

<b>Statement Showing the Details of Payment of Work Charge/Daily Wages/Contingent Staff During 2014-2015</b>		
<b>Sr. No.</b>	<b>Month of Payment</b>	<b>Amount Paid</b>
1	Jul-14	0.669
2	Aug-14	1.238
3	Sep-14	0.515
4	Oct-14	0.816
5	Nov-14	0.822
6	Dec-14	0.818
7	Jan-15	0.764
8	Feb-15	0.797
9	Mar-15	0.807
10	Apr-15	0.831
11	May-15	1.077
12	Jun-15	1.056
<b>Total</b>		<b>10.210</b>

**Annex-AB****[Para No. 1.6.2.1 ]****Loss due to non-achievement of targets - Rs 19.716 million**

(Rupees in million)

<b>Major / Minor Head of Receipts</b>	<b>Budget for the Year 2014-15</b>	<b>Actual Income 2014-15</b>	<b>Less Achievement</b>
UIP Tax Share	1.500	0.184	-1.316
Building Application fee	2.000	1.650	-0.350
License Fee (Dangrous & Offensice Trade)	1.000	0.610	-0.390
License Fee (Pure Food)	0.100	0.054	-0.046
Entertainment Fee	0.100	0.000	-0.100
Slaughtering Fee	0.300	0.141	-0.159
Naqoolat Fee	0.010	0.006	-0.004
Renewal Fee	0.200	0.000	-0.200
Water Rate	6.500	3.827	-2.673
Receipt on Sale of Water Arear	3.500	1.216	-2.284
Sewer Rate	0.500	0.253	-0.247
Sanitation Fee	2.150	0.000	-2.150
Receipt on sale of water through tankers	0.200	0.049	-0.151
Rent Of Shops	8.000	0.519	-7.481
Rent Of Shops arrear	1.500	0.126	-1.374
Sale of Sullage Water	3.500	3.110	-0.390
Others Misc.	0.400	0.000	-0.400
<b>Total</b>	<b>31.460</b>	<b>11.744</b>	<b>-19.716</b>



**Annex-AC****[Para No. 1.6.2.4 ]****Non-recovery of rent of shops - Rs 3.771 million**

(Rupees in million)

Name of market	Total shop	Annual Demand	Recovery	Arrears
<b>Year 2013-14</b>		<b>0.226</b>	<b>0.173</b>	<b>-0.053</b>
<b>Year 2014-15</b>				
Chowk Bazar	11	0.144	0.115	0.029
Gharbi Bazar	22	3.010	0.317	2.693
Chowk Abbass	2	0.251	0.146	0.104
Shopping center Shujabad	14	0.280	0.108	0.172
General Bus Stand	4	0.115	0.065	0.051
Mohallah Khokhran	1	0.003	0	0.003
Mohallah Hyderiya	2	0.050	0.050	0
Shumali Bazar	17	0.667	0	0.667
<b>Total</b>	<b>73</b>	<b>4.519</b>	<b>0.801</b>	<b>3.718</b>
<b>Grand Total</b>				<b>3.771</b>

**Illegal construction of commercial building - Rs 29.916 million**

(Rupees in million)

Sr. No	Name of Building with Location	Year of Establishment Approximate	Approval Status	Area	Value	Conversion fee
1	Iqra Education Complex & Women College, Jalal pur Road, Shujabad	2006	Not Approved	720M	72.000	14.400
			Plan No 66	80M	4.800	0.480
2	Khushi Marriage Lawn near Public Park bye pass road	2012	Dated 29.05.2012			0
3	Fahad Marriage Club bye pass road	2008	Not Approved	80M	4.800	0.480
4	Pakistan Iron Merchant Multan Road	2015	Not Approved	40M	4.000	0.400
5	Iqbal Mutt Welding Multan Road	2015	Not Approved	40M	4.000	0.400
6	Fiza Public School Jalalpur Road near Al Shakoor Petrol Pump	2013	Not Approved	40M	4.000	0.400
9	Bukhari Awami Hospital Jalalpur Road	2007	Plan No 02	40M	4.000	0.400
			Dated 04.07.2008			0
<b>TOTAL</b>						<b>16.960</b>

(Rupees in million)

File No.	Name	Per marla value (Rs)	Area	Total Value	Conversion fee
10	KhawajPeroleum	66,000	45M	2.970	0.297
11	Atta Elahi	125,400	2M	0.251	0.013
13,14	AL rehman Colony	93,720	24K	44.986	0.450
18	Punjab College	95,040	16K	30.413	6.083
21	Muhammad hashim	125,400	3M-4.5S	0.439	0.022
22	Muhammad Iqbal	93,720	3M-7S	0.356	0.018
26	M. Iqbal	59,400	9m-3S	0.554	0.028
27	Mumtaz Ahmed	76,560	1m-7S	0.135	0.007
28	M. Aslam	66,000	8M-	0.528	0.026
29	Abdul Raheem	66,000	7M-2S	0.482	0.024
31	Hussain City	112,200	12K	26.928	5.386
36	Khalil Rehman	76,560	15M	1.148	0.115
40	M. Arshad	118,800	11M	1.307	0.131
45	M. Ishaq	118,800	2M	0.238	0.012
56	SohailAarif	66,000	10M	0.726	0.036

<b>File No.</b>	<b>Name</b>	<b>Per marla value (Rs)</b>	<b>Area</b>	<b>Total Value</b>	<b>Conversion fee</b>
57	Mukhtiar Ahmed	132,000	2M	0.264	0.013
61	M. Javed	132,000	3M	0.396	0.020
62	M. riaz	132,000	5M	0.660	0.033
74	Mueez ul Hassan	93,720	20M	1.874	0.187
78	qasimMahmood	132,000	4M-7S	0.657	0.033
83	Shafiq Rehman	79,200	2M-3S	0.185	0.009
87	M. Ramzan	100,320	3M	0.301	0.015
<b>Total</b>					<b>12.957</b>
<b>Grand Total</b>					<b>29.916</b>

**Annex-AE**

**[Para No. 1.7.3.4]**

**Non-recovery of rent of TMA shops – Rs 10.307 million**

(Rupees in million)

Sr.#	Shopping Center	Total No. of shops	Arrear 30.06.2014	Target	Recovery Current	Outstanding Arrear 30.6.2015	Remarks
1	Municipal Shopping center	49	0.852	2.109	2.018	0.943	
2	New Shopping Center	49	3.762	2.171	2.501	3.433	Court Case. Rs.3,442,847
3	Shuja Shopping Center	42	1.446	1.421	1.072	1.789	Court Case. Rs.42,000
4	Jinnah Shopping Center(i)	30	0.684	1.277	1.121	0.843	Estimate 2,726,165
5	Jinnah Shopping Center (ii)	28	0.731	0.292	0.121	0.902	
6	Zeal Ghar Road	21	0.616	0.575	0.513	0.678	
7	Bismillah Shopping Center	14	0.224	0.302	0.219	0.307	
8	Near Masjid Adda Wali	06	0.134	0.210	0.291	0.168	
9	Near Water Works	05	0.226	0.095	0.205	0.231	
10	Civil Court	04	0.149	0.311	0.019	0.310	
11	KamraJat Masjid Adda wali	04	0.040	0.027	0.014	0.051	
12	Out Side Multani Gate	03	0.084	0.035	0.034	0.086	
	<b>Total</b>		<b>8.948</b>	<b>8.825</b>	<b>8.128</b>	<b>9.741</b>	

(Rupees in million)

Shop No. & Plaza	Per month	Months	Amount
3 Shuja Shopping center	16,634	34	0.566
<b>Total</b>			<b>10.307</b>