



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

AUDIT YEAR 2017-18

AUDITOR GENERAL OF PAKISTAN

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ABBREVIATIONS AND ACRONYMS

AIR	Audit and Inspection Report
AC	Assistant Commissioner
ADP	Annual Development Plan
AOM&R	Annual Ordinary Maintenance and Repair
APR	Actual Payee Receipt
B&R	Building and Road
BHU	Basic Health Unit
BOQ	Bill of Quantity
CA	Conveyance Allowance
CD	Civil Dispensary
CPWA Code	Central Public Works Account Code
CPWD Code	Central Public Works Department Code
CSR	Composite Schedule of Rate
C&W	Communication and Works
DAC	Departmental Accounts Committee
DC	Deputy Commissioner
DDO	Drawing and Disbursing Officer
DHO	District Health Officer
DHQ	District Head Quarter
DO	District Officer
GFR	General Financial Rules
GHS	Government High School
HRA	House Rent Allowance
IHS	Integrated Health Services
IMU	Internal Monitoring Unit
KKH	Karakoram Highway
KP	Khyber Pakhtunkhwa
KPPRA	Khyber Pakhtunkhwa Public Procurement Regulatory Authority

LGA	Local Government Act
LG&RDD	Local Government and Rural Development Department
MB	Measurement Book
MFDAC	Memorandum for Departmental Accounts Committee
MOU	Memorandum of Understanding
MRS	Market Rate System
NAM	New Accounting Model
OPD	Out Door Patient Department
Pak PWD	Pakistan Public Works Department
PAO	Principal Accounting Officer
PAC	Public Accounts Committee
PATA	Provincially Administered Tribal Area
PC-I	Planning Commission One
PCC	Plain Cement Concrete
P&D	Planning & Development
PHED	Public Health Engineering Department
RHC	Rural Health Centre
RCC	Reinforced Concrete Cement
RDA	Regional Directorate of Audit
RHC	Rural Health Center
RRM	Random Rubble Masonry
TBC	Tuberculosis
THQ	Tehsil Head Quarter
TS	Technical Sanction
WSS	Water Supply & Sanitation
XEN	Executive Engineer
ZAC	Zilla Accounts Committee

Preface

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

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

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

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

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

Islamabad
Dated: 21 Feb, 2018

-Sd-
(Javaid Jehangir)
Auditor General of Pakistan

EXECUTIVE SUMMARY

The Director General District Governments Audit, Khyber Pakhtunkhwa carries out the audit of twenty five District Governments. Regional Directorate of Audit Abbottabad, on behalf of the Director General Audit, District Governments Khyber Pakhtunkhwa carried out the audit of Six District Governments namely Abbottabad, Mansehra, Haripur, Battagram, Kohistan and Tor Ghar.

The Regional Directorate has a human resource of thirteen officers and staff with a total of 3250 man days. The annual budget amounted to Rs 16.695 million was allocated to the office during financial year 2017-18. The office is mandated to conduct regularity (financial attest audit & compliance with authority audit) and performance audit of programs/ projects.

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

a. Scope of audit

There are eighteen departments in District Kohistan out of which the accounts of four departments were examined in detail. These departments were selected for detailed audit by excluding the last year audited entities keeping in view the available man days.

The total expenditure of the District Government, Kohistan for the financial year 2016-17 was Rs 2557.895 Million. Out of this, RDA Abbottabad

audited an expenditure of Rs 924.493 million of the selected four departments which, in terms of percentage, is 38% of auditable expenditure.

The receipts of District Government Kohistan for the Financial Year 2016-17, were 0.868 million.

b. Recoveries at the instance of audit

Recovery of Rs 122.979 million was pointed out during the audit. Out of the total recoveries, Rs 42.933 million were not in the notice of the executive before audit. However, no recovery was made till the finalization of this report.

c. Audit Methodology

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

d. Audit Impact

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

e. Comments on Internal Control and Internal Audit department

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

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

f. Key audit findings of the report;

- i. Non production of record Rs 14.800 million was noticed in one case.¹
- ii. Irregularities & non compliance in Rs 903.784 million were noticed in nine cases²
- iii. Internal control weaknesses of Rs 110.352 million were noticed in eight cases³

g. Recommendations

- i. Production of record for verification and appropriate action against person(s) at fault.
- ii. Investigation, fixing responsibility and disciplinary action against person(s) at fault where doubtful payments are made.
- iii. Action against the persons at fault and recoveries of losses to Government.
- iv. Deduction of sales taxes on supplies needs to be ensured.
- v. Deduction of all applicable Government Taxes and deposit into Government treasury.
- vi. Vacation of Government Accommodations from illegal occupants and recovery of rent.
- vii. Penalty should be imposed where contactor failed to complete the work in time.
- viii. All long outstanding deposits should be credited to Government treasury.

¹ 1.2.1.1

² 1.2.2.1 to 1.2.2.9

³ 1.2.3.1 to 1.2.3.8

- ix. Corrective actions/ Disciplinary actions need to be taken to stop the practice of violation of the rules and regulations in spending the public money.
- x. Cancellation of agreement and action against the person (s) at fault, besides recovery of lease money along with interest.
- xi. Departments need to strengthen internal controls mechanisms to ensure that lapses of the kind reported in this audit report are preempted and fair value for money is obtained from public spending.

SUMMARY TABLES & CHARTS

I: Audit Work Statistics

(Rs in million)

S. No	Description	No.	Budget		
			Expenditure	Receipts	Total
1	Total Entities (PAO) in Audit Jurisdiction	01	2557.895	0.868	2558.763
2	Total formations in audit jurisdiction	18	2557.895	0.868	2558.763
3	Total Entities(PAO) Audited	01	924.493	0.868	925.361
4	Total formations Audited	04	924.493	0.868	925.361
5	Audit & Inspection Reports	04	924.493	0.868	925.361

II: Audit observation Classified by Categories

(Rs in million)

S. No.	Description	Amount Placed under Audit Observation
1.	Unsound asset management	14.800
2.	Weak financial management	903.784
3.	Weak Internal controls relating to financial management	110.352
4.	Others	0
	Total	1028.936

III: Outcome Statistics**(Rs in million)**

S. No	Description	Expenditure on Acquiring Physical Assets (Procurement)	Civil Works	Receipts	Others	Total Current year	Total last year
1.	Outlays Audited	145.324	499.135	0.868	280.034	925.361	
2.	Amount Placed under Audit Observation /Irregularities of Audit	1.405	480.801	0	546.73	1028.936	
3.	Recoveries Pointed Out at the instance of Audit	0	122.979	0	0	122.979	
4.	Recoveries Accepted /Established at the instance of Audit						
5.	Recoveries Realized at the instance of Audit	-	-	-	-	-	

IV: Irregularities pointed out**(Rs in million)**

S. No	Description	Amount Placed under Audit Observation
1.	Violation of Rules and regulations, principle of propriety and probity in public operation	903.784
2.	Report cases of fraud, embezzlement, thefts and misuse of public resources.	0
3.	Accounting Errors (accounting policy departure from NAM ⁴ , misclassification, over or understatement of account balances) that are significant but are not material enough to result in the qualification of audit opinions on the financial statements.	0
4.	Quantification of weakness of internal control systems.	110.352
5.	Recoveries and overpayment, representing cases of establishment overpayment or misappropriations of public monies	0
6.	Non production of record	14.8
7.	Others, including cases of accidents, negligence etc.	0
	Total	1028.936

V: Cost Benefit Ratio**(Rs in million)**

S #	Description	Amount
1	Outlays Audited (item 1 of Table 3)	925.361
2	Expenditure on audit	0.450
3	Recoveries realized at the instance of audit	0
	Cost-Benefit Ratio	1:0

⁴The Accounting Policies and Procedures prescribed by the Auditor General of Pakistan which are IPSAS (Cash) compliant.

1. CHAPTER – 1

1.1 District Government Kohistan

1.1.1 Introduction

Activities of District Government are managed through offices of Deputy Commissioner and District Officers under Khyber Pakhtunkhwa Local Government Act 2013 (LGA 2013). Each group of District Offices consists of District Officer (DO). The DO by means of a standing order distributes the work among the officers, branches, and/or sections of each district office. The offices which manage the activities of District Government are Deputy Commissioner (DC), XEN C&W, XEN Public Health, District Officers Agriculture, Education, Health, Water Management, Fisheries, Population Welfare, LG & RDD, Sports, Live Stock & Dairy Development, Soil Conservation, Cooperation, Social Welfare, Public Transport and Municipal Services.

1.1.2. Comments on budget and expenditure (Variance analysis)

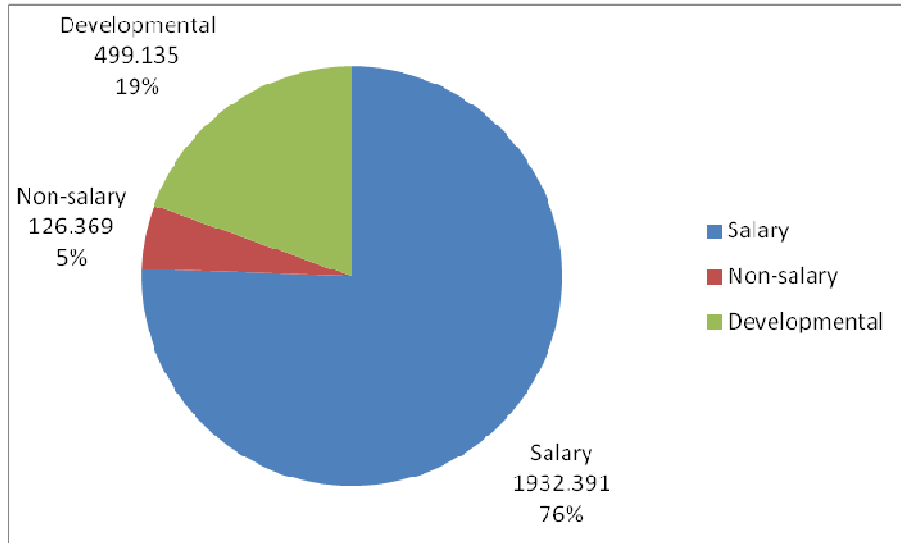
(Rs in million)

2016-17	Budget	Expenditure	Excess/ (Saving)	%age Excess/Saving
Salary	1945.654	1932.391	(13.263)	0.68%
Non-salary	337.684	126.369	(211.315)	62%
Developmental	499.135	499.135	0	
Total	2782.473	2557.895	(224.578)	8.0711%
Receipts	0.868	0.868	0	0
Grand Total	2783.341	2558.763	(168.612)	

The savings of Rs 224.578 million in all heads of accounts indicate inefficiency in the capacity of these local institutions to utilize the amount allocated.

A sum of Rs 499.135 million was allocated for developmental works under account-I against which an expenditure of Rs 499.135 million was incurred leaving a balance of zero saving.

Expenditure 2016-17



1.1.3 Compliance with DAC/PAC Directives

The audit reports pertaining to following years have been submitted to the Government of Khyber Pakhtunkhwa. Detail of PAC/ZAC meetings is given below:

S. No.	Audit Year	PAC/ZAC meeting convened/not convened
1	2002-03	Not convened
2	2003-04	Not convened
3	2004-05	Not convened
4	2005-06	Not convened

5	2006-07	Not convened
6	2007-08	Not convened
7	2008-09	Not convened
8	2009-10	Not convened
9	2010-11	Not convened
10	2011-12	Not convened
11	2012-13	Not convened
12	2013-14	Not convened
13	2016-17	Not convened

1.2 AUDIT PARAS

1.2.1 Non-Production of Record

1.2.1.1 Non Production of record of Primary Health Centers/Un authentic payment of – Rs 14.8 million

In accordance with section 169 and 170 of Constitution of Pakistan, any amount provided/spent by the Government (Federal, Provincial or District), the accounts would be got audited from Auditor General of Pakistan.

Section 14 (3) of the Auditor General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001 provides that any person or authority hindering the auditorial functions of the Auditor General of Pakistan regarding inspection of accounts shall be subject to disciplinary action under relevant Efficiency and Discipline Rules, applicable to such person.

Deputy Commissioner Kohistan paid Rs.14.8 million to District Police Officer Upper Kohistan and Lower Kohistan on the account of hiring of vehicles and feeding charges while APRs, Vouchers and relevant records in support of expenditures was not produced for audit. Moreover the following records were also not produced to audit.

1. Releases of Salary and non Salary budget
2. District expenditure Reconciliation Statement.
3. Reconciliation statement Land acquisition Expenditure

Similarly, District Health Officer Kohistan also did not produce the following auditable record for verification.

1. Record pertaining to the Primary Health Centers (BHU,RHC,CD)
2. District Health Management Information System record.

3. Stock Register of items handed over to DHO by I.H.S (Integrated Health Services)
4. Main Stock & Store Register DHO Office

Non production of auditable record lead to non-authenticity of public spending.

Non production of record incurred due to weak financial and administrative control, resulted in violation of rules.

The irregularity was pointed to the management in July 2017, management stated that detailed reply will be submitted in a week time. Reply was not satisfactory as no record was produced for audit.

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

Audit recommends that action against the person(s) at fault may be taken under intimation to audit.

AIR Para No.08 & 05/DC& DHO/2016-17

1.2.2 Irregularities / Non-Compliance

1.2.2.1 Non utilization of ADP Share amounting to Rs 530 million

According to Government of Khyber Pakhtunkhwa P&D Department Letter No. C/RD/PD&DD/6-8/1850-1970/W/E dated Peshawar 19th October 2015 that each District Government should formulate their district Development Plans and ADP Plans strictly adhering to Sectorial priorities and time lines.

Deputy Commissioner Kohistan received an amount of Rs.530 million as District ADP for the financial year 2016-17 to formulate District Development Plan and for onward distribution to various sectors. However, District Development Plan was not formulated and the funds remained unutilized.

Irregularity incurred due to weak financial and administrative control, resulted in violation of rules.

The irregularity was pointed to the management in July 2017, management stated that due to non conduction of local bodies election the amount remained unspent. Reply was not cogent as the local office was required to have midterm plans for the budget as per P&D guidelines.

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

Audit recommends that action against the person(s) at fault may be taken under intimation to audit.

AIR Para No.01/DC/2016-17

1.2.2.2 Un authorized retention and Non release of grant for urgent repair of protection work Doga Seo Bridge Rs.1.93

Para 12 of the General Financial Rules Volume I requires that a controlling officer must see not only that the total expenditure is kept within the limits of the authorized appropriation but also that the funds allotted to spending units are expended in the public interest and upon objects for which the money was provided.

Deputy Commissioner Kohistan during 2016-17 received Rs. 1.93 million for Repair Doga Seo Bridge as reflected in Schedule of authorized expenditure but the local office did not release the same to concerned executing agency in violation of the above mentioned rule.

Irregularity incurred due to weak financial and administrative control, resulted in violation of rules.

The irregularity was pointed to the management in July 2017, management stated that the executing agency did not submit PC-I before DDAC for administrative approval. Reply was not cogent as the funds remain remains unutilized and non conducting of DDAC is failure on the part of District administration.

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

Audit recommends that action against the executing agency for negligence in submission of PC-I.

AIR Para No.07/DC/2016-17

1.2.2.3 Doubtful payment on account of Lab Chemicals, Strychnine and Bedding Clothing Rs 1.405 million.

Para 23 of GFR Vol-I requires that every Government Officer should realize fully and clearly that he will be held personally responsible for any loss sustained by Government through fraud or negligence on his part and that he will also be held personally responsible for any loss arising from fraud or negligence on the part of any other government officer.

DHO Kohistan withdrew an amount of Rs.1,405,426 on account of purchase of lab chemicals, strychnine and bedding clothing and TBC medicines during 2016-17 as detailed below but actually the same were not purchased as no distribution was available on record.

S.No	Particular	Amount
1	Lab Chemicals	99,885
2	Strychnine	42,5561
3	Bedding Clothing	80,000
4	TBC medicines	799,980
	Total	1,405,426

Irregularity incurred due to weak internal control which resulted in loss to Government. Misappropriation of amount is not ruled out.

The irregularity was pointed to the management in August 2017, management stated the record will be consulted and reply will be submitted. Reply was not convincing as withdrawal of money without any supply was irregular.

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

Audit recommends investigation, fixing responsibility and action against the persons at fault.

AIR Para No.06/ DHO/2016-17

1.2.2.4 Loss to Government due to payment of pay and allowances to the staff of Closed BHUs amounting to Rs. 26.02 million

Para 23 of GFR Vol-I requires that every Government Officer should realize fully and clearly that he will be held personally responsible for any loss sustained by Government through fraud or negligence on his part and that he will also be held personally responsible for any loss arising from fraud or negligence on the part of any other government officer.

According to the report of Internal Monitoring Unit, Basic Health Units under supervision of DHO Kohistan were found closed. The local office was required to take disciplinary action against the officials besides recovery of pay and allowances amounting 26,019,943 from the official concerned.

The health facilities remained closed due to weak internal control which resulted in loss to Government.

The irregularity was pointed to the management in August 2017, management stated that there were no closed BHUs and report of IMU is neither reliable nor authentic. Reply was not cogent as IMU was established by Government for monitoring of the health facilities.

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

Audit suggests investigation, fixing responsibility and action against the persons at fault besides recovery of the pay & allowances from staff posted at closed BHUs.

AIR Para No.07/DHO/2016-17

1.2.2.5 Non deduction of Income Tax Rs 6.127 million

According to Government of Khyber Pakhtunkhwa Finance Department letter no. SO(Dev-II)/FD/12-6/12-13 dated Peshawar 20 June 2013. The payments to contractors on CSR basis with inbuilt provision of income tax without adjustment in their invoices is overpayment by the amount equal to deductible income tax.

XEN PHED Kohistan Division did not deduct income tax from the following contractors as per rates prescribed by the Government which resulted in loss to Government.

S.No	Name of Scheme	Name of Contractor	Amount Paid	Income Tax
1	WSS Chawa Dara	MS Ghulam & Sons	8,249,327	618,700
2	WSS Paro	MS Zardad & Brothers	19,083,293	1,431,247
3	WSS Seo	Munawar Shah	1,288,713	96,653
4	WSS Kuz & zor killy Ranolia	MS Bank Khel	10,258,747	769,406
5	WSS Peshwa Serto	MS Zardad & Brothers	31,424,635	2,356,848
6	WSS Pattan	MS Said Rahman	11,393,968	854,548
7	Total		81,698,683	6,127,402

Non deduction of income tax from the contractors at Government prescribed rates incurred due to weak internal control which resulted in loss to Government.

The irregularity was pointed to the management in August 2017, management did not furnished any reply.

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

Audit recommends recovery of income tax from the contractors and action against the persons at fault.

AIR Para No.08/ PHE (A/C-I)/2016-17

1.2.2.6 Irregular payment of Rs. 281.384 million without Technical Sanction.

i) Para 178 of GFR Vol-I & Para-56 of CPWA code provides that the work may not be started/executed without technical sanction.

ii) Para 89(d) (3) of CPWD Code also provide that a contract cannot be accepted by any officer if the work is not been technically sanctioned

iii) According to Para I of General Instructions issued vide Govt of NWFP Works & Services Department No. SO(PAC)DAC/48-2008 / DERA / W&SD dated 10-3-2008, Technical Sanction should be obtained prior to commencement of the works as per rules. In future if the TS is not obtained prior to commencement of scheme then disciplinary action will be initiated against the responsible officer.

XEN PHE Kohistan Division during the year 2016-17, incurred an expenditure of Rs 281,384,000 million on various developmental schemes without obtaining technical sanction. **Annexure 2**

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

The irregularity was pointed to the management in August 2017, management stated that the estimates have been sent to the competent authority for grant of Technical Sanction. The reply was not cogent as there was no provision in rule for execution of work without obtaining Technical Sanction.

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

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

AIR Para No.09/ PHE (A/C-I)/2016-17

1.2.2.7 Loss due to payment of escalation for extraordinary delayed works - Rs 3.605 million

According to Serial No. (v) of Government of Khyber Pakhtunkhwa, C&W Department Circular No. SO (B)II-5/2012-13/C&WE dated 30th April 2013, where extension is necessitated due to lapse (s) on part of contractor, no escalation be allowed.

Executive Engineer Communication & Works Division, Kohistan paid Rs 38.273 million upto June 2017 for two schemes in “Improvement & Standardization of District Headquarter Hospital, Dasso Kohistan” to M/s Holly Wood Construction. Detail is given below:

Rs in million						
S. No.	Name of work	Completion cost	Date of commencement	Time allowed	Payment upto 30.6.17	Escalation paid
1	ICC/CCU ward	16.654	01.02.11	18-months	16.654	1.770
2	Doctors hostel female	16.167	08.05.11	18-months	21.619	1.835
Total Rs					38.273	3.605

The local office paid escalation of Rs 3.605 million to the contractor for delay in work. The work was extraordinarily delayed due to failure of the contractors but escalation charges are regularly being paid to them. This action speaks the height if financial indiscipline.

Payment of escalation incurred in violation of government instructions which resulted in loss to government.

The irregularity was pointed to the management in October 2017, management stated that detail reply would be given after consulting the record. The reply was not cogent as no documentary proof was provided.

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

Audit recommends that escalation paid be recovered from the contractor under intimation to audit.

AIR Para No.01/ C&W(A/C-I)/2016-17

1.2.2.8 Non-imposition of penalty on various contractors & liquidated damages - Rs 48.071 million

Special Stipulation (Conditions of Contract) provides amount of Liquidated Damages 0.18 % for each day of delay in completion of the Works subject to a maximum of 10% of Contract Price stated in the Letter of Acceptance.

Furthermore, Clause-2 of the conditions of the Contract Agreement clearly provides that the contractor has to pay compensation @ 1 per day or maximum 10% of the estimated cost per day for the delay in completion of work.

XEN C & W Division Kohistan paid an amount of Rs 38.000 million to M/s Faisal Builders (Pvt.) Ltd. for construction of pre-stressed RCC Bridge over Indus River from KKH to Seo Valley villages during 2016-17. The work was awarded in 2010 by Pak PWD and transferred to C&W Kohistan during 2013.

It was observed that the contractor could not complete work till November 2017 despite repeated warnings since 2014 to 2017. Date of completion was mentioned in revised PC –I was 30.06.2015. Liquidated damages of Rs 28.324 million @ 10 % of bid cost of Rs 283.238 million were required to be imposed but not done by the management.

Similarly, Executive Engineer Communication & Works Division, Kohistan also awarded different works to various contractors for “Improvement & Standardization of DHQ Hospital Dassu, Kohistan” during 2009-10 and 2010-11 at estimated cost of Rs 197.470 million. The contractors could not complete the works till date of audit i.e. 03-11-2017. The local office was required to impose 10% penalty for late complication of works which was not done.

Annexure 3

The irregularity incurred due to weak internal controls which resulted in loss to government.

The irregularity was pointed to the management in October 2017, management stated that detail reply would be given after consulting the record. The reply was not cogent as no documentary proof was provided.

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

Audit recommends recovery from the contractor under intimation to audit.

AIR Para No.06&20/ C&W (A/C-I)/2016-17

1.2.2.9 Noncredit of lapsed deposits – Rs 5.242 million

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

Executive Engineer Communication & Works Division Kohistan did not credit Rs 5,242,177 in favour of Government which was lying in PW Deposit-II on 30.06.2017 as unclaimed balances of securities of the contractors since 1996 to 2014. The amount unclaimed for more than three complete financial years should have been credited to Government revenue as lapsed deposits. **Annexure 4.**

Audit is of the view that non-credit of money into Government treasury was negligence on the part of department.

The irregularity was pointed to the management in October 2017, management stated that detail reply would be given after consulting the record. The reply was not cogent as no documentary proof was provided.

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

Audit suggests credit of unclaimed amount into Government Treasury immediately.

AIR Para No.07/ C&W (A/C-I)/2016-17

1.2.3 Weak Internal Control

1.2.3.1 Loss due to non-deduction of voids – Rs 2.665 million

Clause 20 (d) of contract agreement provides that 10% deduction of voids is required to be made on random rubble stone masonry laid dry in retaining wall and stone filling behind retaining wall.

Executive Engineer Communication & Works Division Kohistan did not deduct Rs 2,664,694 on account of 10% voids in various works from the items “boulders filling behind retaining wall” and “Dry stone masonry” which resulted in overpayment to the contractors. **Annexure 5**

Overpayment incurred due to weak internal controls which resulted in loss to government.

The irregularity was pointed to the management in October 2017, management stated that detail reply would be given after consulting the record. The reply was not cogent as no documentary proof was provided.

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

Audit recommends recovery from the contractor under intimation to audit.

AIR Para No.08 &12 / C&W (A/C-I)/2016-17

1.2.3.2 Overpayment due to non-utilization of available stone – Rs 9.415 million

According to CSR/MRS issued by Government of Khyber Pakhtunkhwa Finance Department from time to time Labour Rates should be paid when material is available at site.

Executive Engineer Communication & Works Division, Kohistan paid full rate for items of work in 6 schemes instead of labour rates by non-deducting cost of available materials (stone/ hard rock) at site from excavation in sufficient quantity during financial year 2016-17. Available stone was required to be utilized in stone masonry and stone filling behind retaining walls.

This resulted into overpayment of Rs 9,411,987.53 due to non-utilization of available material. **Annexure 6**

Overpayment due to non-utilization of available material incurred due to weak internal control and negligence, which resulted in loss to government.

The irregularity was pointed to the management in October 2017, management stated that detail reply would be given after consulting the record. The reply was not cogent as no documentary proof was provided.

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

Audit recommends recovery and investigation under intimation to audit.

AIR Para No.13& 31/ C&W (A/C-I)/2016-17

1.2.3.3 Undue favour to contractor by not-obtaining additional bid security – Rs 7.500 million

Sr. No. 15 of Chief Engineer (East) letter No. 1762/7-C dated 22.06.2016 provides that additional earnest money to firm up the contractor bid may be obtained as per Government of Khyber Pakhtunkhwa, Finance Department Peshawar Notification No. SO(FR)FD/9-7/2011/Vol-II dated 03.01.2014.

Executive Engineer C&W Division Kohistan awarded the work for construction / black topping & rehabilitation of Palas Bridge to Mehreen 07 KMs

Package No. 1 (KM 1,2,3& 4) to M/s Subaidar & Sons for bid cost of Rs 68.400 million on 11.07.2016.

It was observed that the contractor bid was 11.86 % below than estimated cost of the work which requires 10 % additional bid security for Rs 7.500 million. The contractor provided a bank guarantee of Khyber Bank Abbottabad for Rs 7.500 million. The local office did not confirm the guarantee from Zonal/ Regional office of issuing bank as instructed by Chief Engineer.

The irregularity incurred due to weak internal controls which resulted in violation of rules.

The irregularity was pointed to the management in October 2017, management stated that detail reply would be given after consulting the record. The reply was not cogent as no documentary proof was provided.

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

Audit recommends action against the persons at fault besides securing interest of government.

AIR Para No.014/ C&W (A/C-I)/2016-17

1.2.3.4 Overpayment on account of 1:6 stone masonry instead of dry – Rs 1.371 million

According to Para 2.58 of B&R Code, payment should be made for quantities and rates mentioned in the Bill of Quantity/ technical sanction.

XEN C&W Division Kohistan paid an amount of Rs 6.698 million to M/s Suleman for construction of Shingle Kayder road U/C Bankhad (1.5 Km) vide V.No. 1-D dated 06.06.2017 upto 3rd running bill.

It was observed that an item of work “RRM 1:6” was measured and paid for 490cu.m @ Rs 5,914.84 per cu.m(80 % of total RRM work).This item was not provided in BOQ rather dry masonry for 174.22 cu.m was included for execution at site. No approval for execution of RRM 1:6 was available on record.

Moreover, the item was measured in 2nd running bill as dry masonry and paid for 774.992 cu.m vide V. No. 1-P dated 09.02.2017. It was measured again for 3rd running bill for quantity of 642.944 cu.m and out of this quantity 80 % was paid as 1:6 masonry @ Rs 5,916.84 per cu.m. No area/ RDs was mentioned for work done as dry or 1:6.

Audit is of the view that payment of RRM 1:6 without provision in BOQ, approval of this item and measurement at specific area was undue favour and mismanagement. Resultantly overpayment of Rs 1,370,564 was made to the contractor. Detail is given below:

Rate of RRM 1:6 (Rs)	Rate of dry masonry (Rs)	Difference (Rs)	Qty paid (M ³)	Amount (Rs)
5,916.84	3,119.77	2,797.07	490	1,370,564

Overpayment incurred due to weak internal control which resulted in loss to government.

The irregularity was pointed to the management in October 2017, management stated that detail reply would be given after consulting the record. The reply was not cogent as no documentary proof was provided.

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

Audit recommends recovery and disciplinary action against responsible under intimation to audit.

AIR Para No.015/ C&W (A/C-I)/2016-17

1.2.3.5 Non deduction of income tax – Rs 37.435 million

Notification No. SO(Dev-II)/FD/12-6/2012-13 dated Peshawar the 20th June, 2013 of Finance Department, Government of Khyber Pakhtunkhwa provides, “It has been observed that the cost estimate of those developmental schemes which fall in the exempted area like PATA are also framed on the same CSR/MRS without adjustment of non deductible income tax in those areas. The payment to contractors on CSR/MRS basis with inbuilt provision of Income Tax without adjustment in their invoices is overpayment by the amount equal deductible Income Tax”.

XEN C&W Division Kohistan, paid Rs 499,175,000 to contractors for execution of various works during 2016-17. However, income tax @ 7.5 % was not deducted which resulted in overpayment of Rs 37,435,125. **Annexure – 7**

Non-deduction of income tax incurred due to weak internal controls and administrative control, resulting in loss to government.

The irregularity was pointed to the management in October 2017, management stated that detail reply would be given after consulting the record. The reply was not cogent as no documentary proof was provided.

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

Audit suggests recovery and deposit into government treasury under intimation to audit.

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

1.2.3.6 Loss to Govt. due to irregular execution of work – Rs 1.233 million

According to Para 23 of GFR Vol.-I, every Government officer is personally responsible for any loss sustained by Government through fraud or negligence either on his part or on the part of his subordinate staff.

XEN C&W Division Kohistan paid Rs 518,000 for reconstruction of GGPS Sergari and paid Rs 715,000 for construction of science lab at GHS Jalkot. Both schemes were left incomplete with remarks that the school was fully damaged & cannot be repaired and science lab also cannot be constructed due to space availability resultantly government sustained loss of Rs 1,233,000.

Audit is of the view that loss incurred due to execution of schemes without feasibility report and technical sanctions.

The irregularity was pointed to the management in October 2017, management stated that detail reply would be given after consulting the record. The reply was not cogent as no documentary proof was provided.

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

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

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

1.2.3.7 Irregular / wasteful expenditure – Rs 32.838 million

According to Para 23 of GFR Vol.-I, every Government officer is personally responsible for any loss sustained by Government through fraud or negligence either on his part or on the part of his subordinate staff.

XEN C&W Division Kohistan paid Rs 32,838,000 for execution of various schemes to a number of contractors till June 2017. However, works were stopped and schemes were left incomplete due to site dispute.

Audit held that expenditure incurred without feasibility report and technical sanctions not only irregular & wasteful but also deprived the public from benefit due to non-completion of schemes. Detail is as under;

S. No.	Scheme name	Rs in million	
		Bid cost	Expenditure
1	GPS Yaqobabad	8.990	4.715
2	Shingle road Gabbar Valley	1.900	0.764
3	Shingle road Bar Paro 3KM	45.600	17.500
4	Black top road	7.840	7.318
5	Shingle road Datra Darra	5.000	2.541
Total		69.33	32.838

The irregularity was pointed to the management in October 2017, management stated that detail reply would be given after consulting the record. The reply was not cogent as no documentary proof was provided.

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

Audit recommends action against the persons at fault and completion of schemes as soon as possible under intimation to audit.

AIR Para No.29/ C&W (A/C-I)/2016-17

1.2.3.8 Overpayment due to execution of excess quantity than BOQ/ tender quantity – Rs 16.819 million

According to Para 2.58 of B&R Code, payment should be made for quantities and rates mentioned in the Bill of Quantity/ technical sanction.

XEN C&W Division Kohistan executed excess quantity than BOQ in 3 schemes which resulted in overpayment of Rs 16,819,454 during financial year 2016-17. **Annexure 8.**

Overpayment incurred due to weak internal control system and administrative control, resulting in loss to government.

The irregularity was pointed to the management in October 2017, management stated that detail reply would be given after consulting the record. The reply was not cogent as no documentary proof was provided.

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

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

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

ANNEXURE

Annexure-1

MFDAC

(Rs in million)

AIR Para No	Department	Caption	Amount (Rs)
01	PHE(A/C-IV)	Irregular expenditure of M&R	6.604
02	--do--	Un authorized Expenditure without PC-I	6.605
03	--do--	Loss to Govt. on non deduction of Old material	0.555
02	DC	Un authorized allocation of red crescent fund	0.019
03	--do--	Un authorized allocation of lumpsum fund	66.156
04	DHO	Un authorized allocation of fund	29.676
05	--do--	Un authorized allocation to non devolved entity	1.215
06	--do--	Non reconciliation of Expenditure	2119.487
09	--do--	Non collection of rent from shops	0
10	--do--	Non auctioning of unserviceable items	0
11	--do--	Non deduction of withholding tax	0.066
12	--do--	Irregular purchase of vehicle	0
01	DHO	Irregular appointment and pay and allowance	2.54
02	--do--	Unjustified cash balance cash bool	0.0812
04	--do--	Irregular cash payment on account Pay and Allowances	1.326
07	--do--	Loss to Government due to pay and allowances	26.02
08	--do--	Doubtful payment /Overpayment on account of TA/DA	0.055
10	--do--	Non Deposit of receipts	0.951
11	--do--	Wastage of public resources	0
12	--do--	Non accountable of stock items	0

13	--do--	Non Carrying of Physical verification of Store	0
14	--do--	Non deduction of income tax	0.0325
Total			2261.3887

Annexure 2
Para 1.2.2.4

Detail of Schemes without Technical Sanction

S.No	Name of Scheme	Estimated Cost
1	WSS Semo Dara	26.390
2	WSS Jijal	5.580
3	WSS Paro (Summar Gali, Kandro Dhar, Maidan, Shatial, Qudri)	20.00
4	Reh of Existing WSS Zaid Khad to Komila	13.751
5	WSS Dog & Adjoining areas	20.019
6	WSS Kabah Kot Nullah	25.119
7	WSS Gaddar Nullah	23.810
8	WSS Harban Dass	10.800
9	WSS AC Colony	12.788
10	WSS Pattan	29.737
11	Sanitation Scheme Serkari Khelto, Razaldar, Seroti	10.00
12	WSS Amba to Khar Jijal	4.598
13	WSS Kandro Bair & Tarees	4.5
14	WSS Gantar Gailto Zarayoun Baik	1.49
15	WSS Shera Kot	10.16
16	WSS U/C Haran	9.863
17	WSS Segal Banda	4.995
18	WSS Cher Chashma to Kuz Maidan Sharyal	4.840
19	WSS Dab Jamra Gali, Shamal Bown	4.979
20	Sanitation Scheme Harban Kot	3.000
21	SS Seo Kot Munawarabad	2.011
22	SS Ajmera & Misri	2.000
23	SS Butkhail Abad	0.950
24	SS Sazeen	3.100
25	WSS in UC Siglo	1.500
26	WSS in UC Seo	1.250
27	Komila	1.500
28	Sazeen	1.850
29	Dassu	4.400

30	Harban	3.500
31	Kuz Jalkot	2.850
32	Goshali	1.600
33	Baryar	1.550
34	WSS of Pak MDGs	6.904
	Total	281.384

**Annexure 3
Para 1.2.2.8**

Non Imposition of Penalty

S. No	Name of Contractor	Sub head	Start date	Due date of completion	Date of completion	Delay (Months)	Work done (Rs in million)	10% penalty
	M/s Holly Wood Con	Causality/Admin Block	27-05-2010	27-06-2012	W.I.P	53	39.424	3.942
2	-do-	40 Bedded OT/Medical D/Story	06-06-2011	06-02-2013	-do-	18	28.902	2.890
3	-do-	OT/Surgical D/Story	06-06-2011	06-02-2013	-do-	44	26.288	2.628
4	-do-	10 Medical female Doct: I/E)	25-05-2010	25-06-2012	-do-	53	22.221	2.221
5	M/s Abdul Malik	Tarrace partition	27-10-2009	27-07-2010	-do-	77	4.968	0.49
6	M/s Alamgir	Para meter wall	27-10-2009	27-07-2010	-do	77	8.423	0.824
7	M/s Pattan	OPD &Daisnatic block male	11-11-2010	11-06-2012	-do	64	29.442	2.944
8	M/s Fazal Khan	OPD Female	02-01-2011	02-12-2011	-do-	62	4.742	0.474
9	M/sPattan	Categ-III Res:3 Nos.	01-03-2011	01-10-2012	-do-	58	33.263	3.332
Total Rs								19.745

Annexure 4
Para 1.2.2.9

Deposit II

S.No	Item No.	Month in which transferred	Name of scheme & contractor	Amount
1	1/1/	09.1996	EAB: of bed wood M/S Jehazeb & Brothers	173,099
2	2/2/	09.2003	SH: Jail Daru M/S Ali Gohar	22,642
3	4/4	10.2005	M/S Fuzli Rehman AOM&R DCO/ACO Local Road	6.607
4	8/8	12.2005	M/S Karya Khan SH: Const: of S/Road dary nullah	142,101
5	15/10	08.2006	M/S Fuzli Rehman AOM&R DCO/ACO colony Road	55,254
6	14/15	09.2007	Abdur Rashid SH: GMS Shah Gar	172,000
7	16/20	06.2009	M/S Hanif & Co BTR Pattan Shakot Road	620,000
8	5/60	12.2010	M/S Kohistan Const pattan Ziacot Road	55,830
9	54/64	01.2011	M/S Munawar Shah GPS Kanoseer	34,000
10	64/74		M/S Kohistan Const haider khan village	26,000
11	70/81	02.2011	M/S Rayol Construction Restuation of Kiyal Kelly Road	199,784
12	71/83		M/S Munawar Shah GPS Lowi Para	40,000
13	75/87	03.2011	M/S Kasoor Construction GPS Charlook	18,593

14	77/89		M/S Abdul Wadood GPS Safi	35,120
15	93/107	05.2011	M/S Hubab Shah GPS Shatan	13,020
16	106/123	06.2011	M/S Huji M. Feroz clrwn Dong Palao	129,788
17	107/126		M/S Uldad & CO DCO Colony	40,950
18	115/140	02.2012	M/S Munawar Shah Flod derged road	105,760
19	116/141	03.2012	M/S M. Feroz GPS Mureen Bankat	42,835
20	117/142		M/S Inayat & CO GMS Kalo Bargai	38,376
21	119/143		M/S Huliwood GHS Dagar Ranable	30,000
22	120/144		M/S Abdur Rehan Palas PKG-8	107,818
23	124/148		M/S Munawar Steel GPM Charchang	33,890
24	125/149		M/S Said Akbar Basic facility PKG-8	31,694
25	126/150		M/S Akbar Band Steel Basic Facility PKG-8	40,162
26	127/151		M/S Akhtar Muneer REF pattan city Road	21,288
27	128/152		M/S M. Ghafar GPS Mehran Abad	79,093
28	129/153		M/S Alamgir GGPS Nawazabad	130,000
29	130/155		04.2012	M/S Huliwood GHS Badakot
30	131/156	M/S Sardar GHS Chakai		44,229
31	132/157	M/S Sardar Shaalgra PK-61		22,478
32	133/158	M/S Sardar GPS Karko bankat		16,515

33	134/159		M/S Amir Hunza GPS Sangai	737,884
34	135/160		M/S Anwar Hunza GGPS Bela Dubair	548,225
35	136/161		M/S Rafiq Shah	59,577
36	137/162		M/S Sardar GPS Malakpur	116,465
37	140/165	05.2012	M/S Haualia & Co GGPS waliabad	82,250
38	141/166		M/S Sardar GGPS Bura Bunyal	163,839
39	142/167		M/S Sardar GGPS Dar Suhail Khel	162,318
40	145/172		M/S Ferji Akhtar Mines Murial Road	233,500
41	146/175	06.2012	M/S M. Feroz Runalia Road	255,687
42	147/176		M/S Gul Khan GPS Karook	66,560
43	150/179		M/S Direjeed deen Keramat Akram	73,893
44	159/188	12.2012	M/S Muslim Bagh Lend Zazeen village	90,438
45	160/189		M/S Shah dad & brothers Road Furnat Palas Bridge	51,859
46	161/190		M/S Shah dad & brothers Road Furnat Palas Bridge	33,750
Total				5,235,370.607

Annexure 5
Para 1.2.3.1

Detail of non-deduction of 10 % Voids

S.No	Name of Contractor	Scheme Name	Item Name	Qty paid	Rate	Amount	10 % voids
1	M/S Iqbal Zara	AOM&R Sh: Keyal road Km 3,4,5	Stone boulders	84.94	1,949.27	165,571	18,875
2	M/S Iqbal Zara	-do Km 6,7		41.08	1,949.27	80,076	9,128
3	M/S Iqbal Zara	Chowa Dara road 6,8		107.59	1,949.27	209,722	23,908
4	M/S Iqbal Zara	Ronalia Road KM-5&6		966.67	1,949.37	1,884,397	214,821
5	M/S Iqbal Zara	Dubair Road KM-11		27.18	1,949.27	52,981	6,039
6	M/S Iqbal Zara	Chowa Dara Road KM-5		122.31	1,949.27	238,415	27,179
7	M/S Amir Said	SH: GGPS Losan Shaid	Dry masonry	59.59	1,100	65,549	6,554
8	M/S Kohistan	Play ground Patan		1533.82	6,250	9,586,375	958,637
9	M/S Zardad Brothers	SH: B.T Road from KKH to Pattan bazaar shingle Cost: of suspected bridge on sand river	Stone boulders	357.08	1,200	428,493	42,849
10	M/S Lower Kohistan	GGPS Bhoom	Dry masonry	47.39	1,500	71,085	7,108
11	Do	GGPS Domisar		48.41	1,500	72,615	7,261
12	Do	GGPS Shahabad		51.59	1,500	77,385	7,738
13	M/S Gal Const	GHS; Sanagai		64.99	6,000	389,940	38,994
14	M/S Akbar Shah	GGPS village Pattan (Dev: work)	Stone boulders	102.21	2,500	253,278	25,327
15	M/S Salamgir	GGMS Pattan	Dry masonry	30.54	2,500	76,337	7,633
16	M/S	GHS Dubair		27.25	2,367	64,502	6,450

	Bankhol Const	(Dev)					
17	-do-	Compound Wall		146.77	2,100	308,217	30,821
18	-do-	GGPS Gabar		123.47	2,400	296,342	29,634
19	M/S Hallywood	GGPS Mali Dara	Stone boulders	188.56	2,003	377,120	37,710
20	M/S Ghazi Kot	GGPS Dosham abad	Dry masonry	67.66	1,750	118,405	11,840
21	M/S Alamgir	DHO SH; QTR Vi No.2		95.85	1,596	152,977	15,297
22	M/S Jalkot & Co	GGPS Afsarabad		22.72	1,600	36,352	3,635
23	-do-	GGPS Sazeen		26.72	1,572	42,000	4,200
24	M/S Abdul Malik	GGPS Mehra		26.0	1,615	42,000	4,200
25	M/s Akbar Shah	GGPS Ghakuz Harban		97.17	5,016	487,405	48,740
26	M/s Gal Construction Co	Sanagai to MaidanDubair Road		1,688	3,556	6,002,066	600,207
27	M/s Suleman	Kuz Zaid Khar Road		407.7	4,300	1,753,110	175,311
28	M/s Fajju & Bros	Single Kaydr Road Union Council Bankad		152.944	3,119.77	477,150	47,715
29	M/s Akbar Shah & Brothers	Shingle Road Sanga Hajdeer		394.39	3,119.77	1,230,406	123,041
30	M/s Fajju & Bros	KeroSemo Dara	343.88	3,119.77	1,072,827	107,283	
		Shingle road Harigh Kayal	53.09	3,119	165,588	16,559	
Total Rs							2,664,694

Annexure 6
Para 1.2.3.2

Stone available

Name of work	Qty of hard rock cu.m	Qty of stone masonry Cu.m	Rate paid Rs	Rate admissible* Rs	Difference Rs	Overpayment Rs
A.DHQ Hospital Dassu Approach road						
RRM (1:6) 8-1-d-03 (21.44 %)	1,869	3,702	3,185	2,502.14	682.86	1,276,273
B.Mani Darra to Gabar 2 Km						
RRM (1:6) 8-1-d-03 (21.44 %)	1,262	2,036	6,744	5,298.09	1,445.91	1,824,743
C. Dong Nullah Road (1 Km)						
C.RRM (1:6) 8-1-d-03 (21.44 %)	485	2,463	2,800	2,199.68	600.32	291,155
D. Snagai to Maidan Dubair 2 km						
RRM Laid dry 8-1-a		1,687.87	3,556.00	2,002.38	1,553.62	2,622,302.51
stone filling behind retaining wall 8-15	12,112.24	1,468.50	1,572.00	550.20	1,021.80	1,500,513.30
E. Doga to Maidan						
RRM Laid dry 8-1-a	147.62	294.55	6745	2,360.75	4,384.25	647,202.99
F. Mani Dara to Gabar 2km						
RRM (1:6) 8-1-d-03		790.2	6744	5,190.18	1,553.82	1,227,826.67
stone filling behind retaining wall 8-15	2036	464.94	1572	550.20	1,021.80	475,075.69
Total overpayment after deducting 7% rebate for D to F (6,472,921 - (6,472,921*7%)						Rs 9,411,987.53

* Rate derived as percentage of stone in MRS 2015

Annexure 7
Para 1.2.3.6

List of schemes where income tax not deducted

S. No	Name of Sector	No. of Approved Schemes	AA Cost / E/Cost	TS Cost	Expenditure 16-17 Rs	Income tax Rs
1	Elementary & Secondary Education	17	682.805	788.650	203.340	15.25
2	Food.	2	4.553	-	15.415	1.16
3	Health	1	470.550	319.574	58.566	4.39
4	Home & Prisons	2	-	-	5.500	0.41
5	Local Govt; Roads	1	30.986	-	4.00	0.30
6	Mines & Minerals	1	46.950	-	27.950	2.10
7	Communication	6	1138.83	1315.36	166.8255	12.51
8	Social Welfare	1	32.489	35.392	12.250	0.92
9	Sport Programme.	1	15.00	9.436	5.218	0.39
Total Rs						37.43

Annexure 8
Para 1.2.3.9

Quantity executed over & above than BOQ

A	Snagai to Maidan Dubair 2 km					
	Items	BOQ Qty	Bill Qty as per 6th running bill	Excess quantity	Tender rate	Overpayme nt
	Road way excavation as in shingle gravel	12914	17134.23	4220.23	478	2,017,269.94
	Excavation as in hard rock G-1	2743	12112.24	9369.24	600	5,621,544.00
	RRM laid dry	517.92	1687.87	1169.95	3,556	4,160,342.20
	Stone filling behind retaining wall	176	1468.5	1292.5	1,572	2,031,810.00
	Total					13,830,966.14
B	Doga to Maidan Ranolia					
	Items	BOQ Qty	Bill Qty as per 3rd running bill	Excess quantity	Tender rate	Overpayment
	RRM laid dry	69.52	294.55	225.03	6,745	1,517,827.35
	Total					1,517,827.35
C	Mani Dara to Gabar 2 km					
	Items	BOQ Qty	Bill Qty as per 6th running bill	Excess quantity	Tender rate	Overpayment
	Road way excavation as in shingle gravel	8374.56	13500	5125.44	478	2,449,960.32
	Excavation as in hard rock G-1	1558.2	2036	477.8	600	286,680.00
	Total					2,736,640.32
	Total overpayment after deducting 7% rebate(18,805,433.84-1265980.37)					16,819,454