



**AUDIT REPORT
ON
THE ACCOUNTS OF
LOCAL GOVERNMENTS
DISTRICT KARAK**

AUDIT YEAR 2018-19

AUDITOR GENERAL OF PAKISTAN

TABLE OF CONTENTS

| | |
|---|-----|
| Abbreviation..... | i |
| Preface..... | iii |
| EXECUTIVE SUMMARY..... | iv |
| SUMMARY TABLES & CHARTS..... | vii |
| I: Audit Work Statistics | |
| II: Audit observations Classified by Categories | |
| III: Outcome Statistics | ix |
| IV: Table of Irregularities pointed out | ix |
| V: Cost Benefit Ratio..... | ix |
| CHAPTER 1 | 1 |
| 1.1 Local Governments | 1 |
| 1.1.1 Introduction | 1 |
| 1.1.2 Comments on Budget and Accounts (Variance Analysis) | 6 |
| 1.1.3 Comments on the status of compliance with DAC / TAC Directives | 8 |
| 1.2 District Government..... | 9 |
| 1.2.1 Misappropriation and Fraud..... | 10 |
| 1.2.2 Irregularity/Non-compliance..... | 11 |
| 1.2.3 Weak Internal Control..... | 40 |
| 1.3 TMAs Karak/BD Shah/Takht-e-Nasrati | 45 |
| 1.3.1 Misappropriation..... | 46 |
| 1.3.2 Non Production..... | 48 |
| 1.3.3 Irregularities and Non-Compliance..... | 49 |
| 1.3.4 Weak Internal Control | 59 |
| 1.4 AD LGE&RDD& VCs/NCs Karak..... | 63 |
| 1.4.1 Irregularities and Non-Compliance | 64 |
| 1.5 Karak Development Authority | 68 |
| 1.5.1 Weak Internal Control..... | 69 |

| | |
|---|-----------|
| ANNEXURES..... | 72 |
| Annex-1 Detail of MFDAC Paras | 72 |
| Annex-2 Detail of Unauthorized cash withdrawal | 77 |
| Annex-3 Detail of non deduction of HRA and Conveyance | 80 |
| Annex-4 Detail of Irregular expenditure on purchase of medicines | 84 |
| Annex-5 Detail of Non utilization of machinery | 85 |
| Annex-6 Detail of Irregular and doubtful appointment | 86 |
| Annex-7 Detail of Irregular and doubtful appointment | 91 |
| Annex-8 Detail of Unauthorized cash withdrawal | 94 |
| Annex-9 Detail of Non deduction of receipts | 95 |
| Annex-10 Detail of overpayment of HPA and CA | 96 |
| Annex-11 Detail of Non recovery of dues | 98 |
| Annex-12 Detail of Non recovery of rental charges | 99 |

ABBREVIATIONS AND ACRONYMS

| | |
|------------|---|
| ADP | Annual Development Programme |
| AD LGE&RDD | Assistant Director Local Government Election and Rural Development Department |
| AIR | Audit and Inspection Report |
| AA | Administrative Approval |
| BD Shah | Banda Daud Shah |
| BHUs | Basic Health Units |
| BOQ | Bill of Quantity |
| CMD | Chief Minister Directives |
| CPWA Code | Central Public Works Account Code |
| CPWD Code | Central Public Works Department Code |
| C&W | Communication and Works |
| DAC | District Accounts Committee |
| DEO | District Education Officer |
| DC | Deputy Commissioner |
| DDO | Drawing and Disbursing Officer |
| DGHS | Director General Health Services |
| DHO | District Health Officer |
| DO | District Officer |
| DPR | Disabled Person Reserve |
| GFR | General Financial Rules |
| HRA | House Rent Allowance |
| IHP | Integrated Health Programme |
| LGO | Local Government Ordinance |
| MFDAC | Memorandum for Departmental Accounts Committee |
| MFSC | Model Farm Services Centre |
| NCs | Neighborhood Councils |
| NIT | Notice for Inviting Tender |
| PAC | Public Accounts Committee |
| PAO | Principal Accounting Officer |
| PCC | Plain Cement Concrete |
| PEC | Pakistan Engineering Council |
| PHE | Public Health Engineering |
| PPHI | Primary Public Health Initiative |

| | |
|-----|---------------------------------|
| PTC | Parents Teacher Council |
| RDA | Regional Directorate of Audit |
| RHC | Rural Health Centre |
| TAC | Tehsil Accounts Committee |
| TMA | Tehsil Municipal Administration |
| TMO | Tehsil Municipal Officer |
| TS | Technical Sanction |
| UCs | Union Councils |
| VCs | Village Councils |

Preface

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

The report is based on audit of the accounts of various Local Governments i.e. offices of District Government, Tehsil Municipal Administrations, Assistant Director Local Government Elections and Rural Development, Village and Neighborhood Councils and Development Authorities in district Karak for the financial year 2017-18. The Director General of Audit, District Governments, Khyber Pakhtunkhwa conducted audit during 2018-19 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 Annex-1 of the Audit Report. The audit observations listed in the Annex-1 shall be pursued with the Principal Accounting Officer at DAC level. In all cases where the PAO's do not initiate appropriate action, the audit observations will be brought to the notice of appropriate forum 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, except in few cases mentioned in report. However, in a few cases certain departments did not submit written replies, except Developmental Authorities. 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 the appropriate legislative forum.

Islamabad
Dated:

(Javaid Jehangir)
Auditor General of Pakistan

EXECUTIVE SUMMARY

The Director General Audit District Governments, Khyber Pakhtunkhwa carries out audit of Local Governments of Khyber Pakhtunkhwa. Regional Directorate of Audit (RDA) Kohat, on behalf of the DG Audit District Governments, Khyber Pakhtunkhwa carried out the audit of Local Governments of three District Governments namely Kohat, Karak and Hangu.

The Regional Directorate has a human resource of seven officers and staff with a total of 1,960 man-days. The annual budget amounting to Rs 13.646 million was allocated to the office during financial year 2018-19. The office is mandated to conduct regularity (financial attest audit and compliance with authority audit) and performance audits of programs/projects.

Local Governments of district Kara consist of three tiers which perform their operations under Khyber Pakhtunkhwa Local Government Act 2013. Tier-1, the District Government comprises one Principal Accounting Officer (PAO) i.e. Deputy Commissioner for the District government, who is Officer in charge of nine departments devolved to local governments. 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. The second tier- Town/Tehsil Municipal Administrations have one PAO i.e. Tehsil Municipal officer for each administration. There are three Tehsil administrations in district Karak. The third tier- Village and Neighborhood Council have one principal accounting officer for development funds of these councils. There are 62 NC/VC's in district Karak. In addition district Karak has one development authority i.e. Karak Development Authority. Secretary LGE&RDD is the PAO for these authorities.

a. Scope of audit

There are nine offices in District government Karak, three Tehsil Municipal Administrations, one development authority, one AD LGE&RDD, 62 VC/NC's out of which the accounts of 06 offices of district government, three TMA's, one AD LGE &RDD and 06 VC/NC's were examined in detail. These

entities were selected for detailed audit keeping in view the materiality and auditable man days.

The total expenditure of District Government Karak for the Financial Year 2017-18 was Rs 5,327.712 million against available budget of Rs 5,683.618. Out of this, RDA Kohat audited an expenditure of Rs 3,196.627 million which, in terms of percentage, was 60% of auditable expenditure. The total expenditure of three TMA's was Rs 409.363 million against available budget of Rs 580.439. Out of this, RDA Kohat audited an expenditure of Rs 327.490 million which, in terms of percentage, was 80% of auditable expenditure. The total expenditure of AD LGE & RDD Kohat for the Financial Year 2017-18 was Rs 120.511 million against available budget of Rs 266.627 million. Out of this, RDA Kohat audited an expenditure of Rs 96.408 million which, in terms of percentage, was 80% of auditable expenditure.

The receipts of District Government Karak, for the Financial Year 2017-18 was Rs 827.549 million. Out of this, RDA Kohat audited receipts of Rs 496.529 million which, in terms of percentage, was 60% of total auditable receipts. The receipts of TMAs were Rs 73.921 million out of which Rs 59.136 were audited which in terms of percentage was 80% of the auditable receipts.

The total of expenditure of local governments of district Karak for the financial year 2017-18 was Rs 6,155.261 million against which the audit of Rs 3,693.156 million was conducted which, in terms of percentage, was 60%. The total receipts of the local governments of district Kohat were Rs 827.549 million against which a receipt of Rs 662.039 million was audited which in terms of percentage was 80%.

b. Recoveries at the instance of audit

Recovery of Rs 92.236 million was pointed out during the audit. Recoveries pointed out were not in the notice of the executives before audit. However, 0.970 million was made till finalization of this report.

c. Audit Methodology

Audit was conducted after understanding the business processes of Local Government Karak with respect to their functions, control structure and key

controls. This helped auditors in understanding the systems, procedures, environment, and 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.

d. Audit Impact

Audit pointed out various irregularities of serious nature. Cases related to weak internal 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 and proper legislative forum.

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 of local Governments Karak.

f. Key audit findings of the report;

- i. Misappropriations were noted in 02cases amounting to Rs 7.800 million.¹
- ii. Non-Production was noted in 01 case amounting to Rs 33.385 million.²

¹Para 1.2.1.1, 1.3.1.1

² Para 1.3.2.1

³ Para 1.2.2.1 to 1.2.2.27, 1.3.3.1 to 1.3.3.8, 1.4.1.1 to 1.4.1.3

⁴ Para 1.2.3.1 to 1.2.3.6, 1.3.4.1 to 1.3.4.4, 1.5.1.1 to 1.5.1.3

- iii. Irregularities & Non-Compliance was noted in 38 cases amounting to Rs1, 369.34 million.³
- iv. Weak Internal Control was noted in 13 cases amounting to Rs 83.189 million.⁴

Minor irregularities/weaknesses pointed out during the audit are being pursued separately with the authorities concerned, as detailed at Annex-1.

g. Recommendations

- i. Disciplinary actions need to be taken to stop the practice of violation of the rules and regulations in spending the public money.
- ii. Strenuous efforts need to be made by the departments to recover long outstanding dues on account of water charges.
- iii. Deduction of taxes on supplies and contracts need to be ensured. .
- iv. Lapsed deposits need to be timely credited into treasury.
- v. Departments need to strengthen internal controls i.e. financial, managerial, operational, administrative and accounting controls etc. 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 | 05 | 5,327.712 | 827.549 | 6,155.261 |
| 2. | Total formations in audit jurisdiction | 18 | 5,327.712 | 827.549 | 6,155.261 |
| 3. | Total Entities (PAO) Audited | 05 | 3,196.627 | 496.529 | 3,693.156 |
| 4. | Total formations Audited | 18 | 3,196.627 | 496.529 | 3,693.156 |
| 5. | Audit & Inspection Reports | 18 | 3,196.627 | 496.529 | 3,693.156 |

II: Audit observations Classified by Categories

(Rs in million)

| S. No. | Description | Amount Placed under Audit Observation |
|--------|---------------------------|---------------------------------------|
| 1. | Unsound asset management | 290.201 |
| 2. | Weak financial management | 1,079.139 |
| 3. | Weak Internal controls | 83.189 |
| 4. | Others | 41.185 |
| | Total: | 1,493.714 |

III: Outcome Statistics

(Rs in million)

| S# | Description | Expenditure on Acquiring Physical Assets (Procurement) | Civil Works | Receipts | Others | Total Current year 2017-18 | Total last year 2016-17 |
|----|--|--|-------------|----------|-----------|----------------------------|-------------------------|
| 1 | Outlays Audited | -- | 1,765.087 | 534.523 | 1,393.546 | 3,693.156 | - |
| 2 | Amount Placed under Audit Observation /Irregularities of Audit | -- | 1,023.081 | 64.097 | 406.536 | 1,493.714 | - |
| 3 | Recoveries Pointed Out at the instance of Audit | -- | 10.064 | 61.17 | 21.002 | 92.236 | - |
| 4 | Recoveries Accepted /Established at the instance of Audit | -- | -- | -- | -- | -- | -- |
| 5 | Recoveries Realized at the instance of Audit | -- | -- | -- | 0.970 | 0.970 | - |

IV: Table of 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 | 1,095.887 |
| 2. | Reported cases of fraud, embezzlement, thefts and misuse of public resources. | - |
| 3. | Accounting Errors (accounting policy departure from NAM ³ , misclassification, over or understatement of account balances) that are significant but are not material enough to result in the qualification of audit opinions on the financial statements. | - |
| 4. | Quantification of weaknesses of internal control systems. | 279.818 |
| 5. | Recoveries and overpayment, representing cases of establishment overpayment or misappropriations of public monies | 77.949 |
| 6. | Non-production of record | 33.385 |
| 7. | Others, including cases of accidents, negligence etc. | 6.675 |
| | Total | 1,493.714 |

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

| S.No | Description | Amount |
|-------------|--|---------------|
| 1. | Outlays Audited (item 1 of Table 3) | 3,693.156 |
| 2. | Expenditure on audit | 13.646 |
| 3. | Recoveries realized at the instance of audit | 0.970 |
| | Cost-Benefit Ratio | 1:0 |

¹ The Accounting Policies and Procedures prescribed by the Auditor General of Pakistan which are IPSAS (Cash).

CHAPTER 1

1.1 Local Governments Karak

1.1.1 Introduction

Under Khyber Pakhtunkhwa Local Government Act 2013 (LGA 2013), activities of District Government are managed through offices of Deputy Commissioner and District Officers. Each group of District Offices is headed by a District Officer (DO). The DO according to Rules of Business of District Government, 2015 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), District Officers Agriculture, Education, Health, Water Management, Fisheries, Population Welfare, LG & RDD, Sports, Live Stock & DD, Soil Conservation, Cooperation, Social Welfare and Municipal Services.

District Karak has three Tehsils i.e. Karak, BD Shah and Takht-e-Nasrati. The office of a Tehsil Municipal Administration is managed by the Tehsil Municipal Officer. He is assisted by Tehsil Officer Finance. A Tehsil Accounts Officer and a Tehsil officer Technical.

According to section 22 of Local Government Act, 2013 the functions and powers of TMAs are as under:-

- (a) To monitor and supervise the performance of functionaries of Government offices located in the Tehsil and hold them accountable by making inquiries and reports to the district government or, as the case may be, Government for consideration and action;
- (b) Prepare spatial plans for the Tehsil including plans for land use and zoning and disseminate these plans for public inquiry;
- (c) Execute and manage development plans for improvement of municipal services and infrastructure;
- (d) Exercise control over land-use, land-subdivision, land development and zoning by public and private sectors for any purpose, including for agriculture, industry, commercial markets, shopping centers; residential,

recreation, parks, entertainment, passenger and freight transport and transit stations;

- (e) Enforce municipal laws, rules and bye-laws;
- (f) Prevent and remove encroachments;
- (g) Regulate affixing of sign-boards and advertisements;
- (h) Provide, manage, operate, maintain and improve municipal services;
- (i) Prepare budget, long term and annual municipal development programmes;
- (j) Maintain a comprehensive data base and information system on services in the Tehsil municipal record and archives and provide public access to it on nominal charges;
- (k) Collect taxes, fines and penalties provided under this Act;
- (l) Organize sports, cultural, recreational events, fairs and shows;
- (m) Organize cattle fairs and cattle markets;
- (n) Co-ordinate and support municipal functions amongst village and neighborhood councils;
- (o) Regulate markets and services, issue licenses, permits, grant permissions and impose penalties for violation thereof;
- (p) Manage municipal properties, assets and funds;
- (q) Develop and manage schemes, including site development in collaboration with district government;

There is an Assistant Director Local Government Election & Rural Development Department and 63 VCs/NCs. Each VCs/NCs has a Administrator and Secretary. Assistant Director Local Government Election & Rural Development Department is Drawing and Disbursing Officer (DDO) for his office and Administrator for VCs/NCs of the District Karak.

Functions and powers of Assistant Director, Local Government Election and Rural Development Department.

- i. Providing secretarial support to the Council
- ii. Matters relating to Local Government Commission

- iii. Matters relating to local taxes and local rate
- iv. Coordination and supervision of village and neighborhood councils
- v. Grants, establishment and budget of village and neighborhood councils
- vi. Coordination of activities relating to local council elections, population census and surveys in the district
- vii. Rural Development Works including water supply, rural access roads, embankment and drainage works
- viii. Overseeing registration of births, deaths and marriages in village and neighborhood councils
- ix. Working as interface for knowledge management and communication on local governance issues in the district
- x. Review, evaluation and assessment of local government system, processes and procedures in the district particularly at the village and neighborhood level
- xi. Collection, compilation and dissemination of primary data Training and research in the areas of local governance

Functions and Powers of Village Council or Neighborhood Council:

- i. Functions of the village council and neighborhood council, as the case may be, shall be to:
- ii. Monitor and supervise the performance of functionaries of all government offices located in the area of the respective village council or neighborhood council, including education, health, public health engineering, agriculture, livestock, police and revenue, and hold them accountable by making inquiries and reports to the Tehsil municipal administration, district government or, as the case may be, the Government for consideration and action;
- iii. Provide effective forum for out of court amicable settlement of disputes and, for this purpose, constitute panels of members as conciliators;
- iv. Register births, deaths and marriages;
- v. Implement and monitor village level development works;

- vi. Improve water supply sources, maintain water supply distribution system and take measures to prevent contamination of water;
- vii. Maintain village level infrastructure, footpaths, tracks, streets, prevent and abate nuisances and encroachments in public ways, public streets and public places.
- viii. Maintain and improve collective property including playgrounds, graveyards, funeral places, eid-gah, parks, public open spaces and community centers;
- ix. Identify development needs of the area for use by municipal administration and district government in prioritizing development plans;
- x. Make arrangements for sanitation, cleanliness, disposal of garbage and carcasses, drainage and sewerage system;
- xi. Display land transactions in the area for public information;
- xii. Mobilize community for maintaining public ways, public streets, culverts, bridges and public buildings, de-silting of canals and other development activities;
- xiii. Develop sites for drinking and bathing of cattle;
- xiv. Organize cattle fairs and agriculture produce markets;
- xv. Organize sports teams, cultural and recreational activities;
- xvi. Organize watch and ward in the area;
- xvii. Promote plantation of trees, landscaping and beautification of public places;
- xviii. Regulate grazing areas, establish cattle ponds and provide protection against stray animals and animal trespass;
- xix. Consider and approve annual budget presented by the respective Nazim, village council or neighborhood council;
- xx. Facilitate formation of voluntary organizations for assistance in functions assigned to it;
- xxi. Facilitate the formation of co-operatives for improving economic returns and reduction of poverty;
- xxii. Elect an Accounts Committee and review its recommendations on the annual statement of accounts and audit reports; and

Report cases of handicapped, destitute and of extreme poverty to district government.

Functions and Powers of the Karak Development Authority:

- i. To provide infrastructural and civic facilities such as water supply draining waste management, roads, streetlights, parking and development of parks in the entire townships beside planning / zoning of unplanned area in to new resorts / township schemes.
- ii. To levy and collect taxes.
- iii. To sell, lease, exchange or dispose off any property vested in it.
- iv. To exercise and control building regulation through BCA and building bye-laws.
- v. Tourism infrastructure development.
- vi. To undertake any other functions which provincial government may assign to it

1.1.2 Comments on Budget and Accounts (Variance Analysis)

District Government

(Rs in million)

| 2017-18 | Budget | Actual Expenditure/ Receipts | Excess/(Saving) | %age |
|-----------------|------------------|---|------------------------|--------------|
| Salary | 4,099.615 | 4,149.217 | 49.602 | 1.19% |
| Non-salary | 448.55 | 388.877 | (59.673) | 15.34% |
| Developmental | 2.0 | 1.999 | (0.001) | 0.05% |
| Total | 4,550.165 | 4,540.093 | (10.072) | 0.22% |
| Receipts | 1.340 | 1.086 | (1.086) | 100% |

TMA**(Rs in million)**

| 2017-18 | Budget | Actual Expenditure/ Receipts | Excess/(Saving) | %age |
|-----------------|----------------|---|------------------------|----------------|
| Salary | 92.559 | 77.049 | (15.510) | (16.76) |
| Non-salary | 49.401 | 30.316 | (19.085) | (38.63) |
| Developmental | 438.479 | 301.998 | (136.481) | (31.13) |
| Total | 580.439 | 409.363 | (171.076) | (29.47) |
| Receipts | 73.921 | 73.921 | 0 | 0 |

AD LGE&RDD**(Rs in million)**

| 2017-18 | Budget | Actual Expenditure/ Receipts | Excess/(Saving) | %age |
|----------------|----------------|---|------------------------|----------------|
| Salary | 37.339 | 37.339 | 0.00 | 0.00 |
| Non-salary | 1.189 | 1.110 | (0.079) | (6.64) |
| Developmental | 228.099 | 82.062 | (146.037) | (64.02) |
| Total | 266.627 | 120.511 | (146.116) | (54.80) |

Developmental Authority**(Rs in million)**

| 2017-18 | Budget | Actual Expenditure/ Receipts | Excess/(Saving) | %age |
|-----------------|----------------|---|------------------------|----------------|
| Salary | 71.939 | 64.7451 | (7.1939) | (10.00) |
| Non-salary | 91.348 | 82.2132 | (9.134) | (10.00) |
| Developmental | 123.10 | 110.79 | (12.31) | (10.00) |
| Total | 286.387 | 257.7483 | (28.639) | (10.00) |
| Receipts | 660.095 | 660.095 | (0) | 0 |

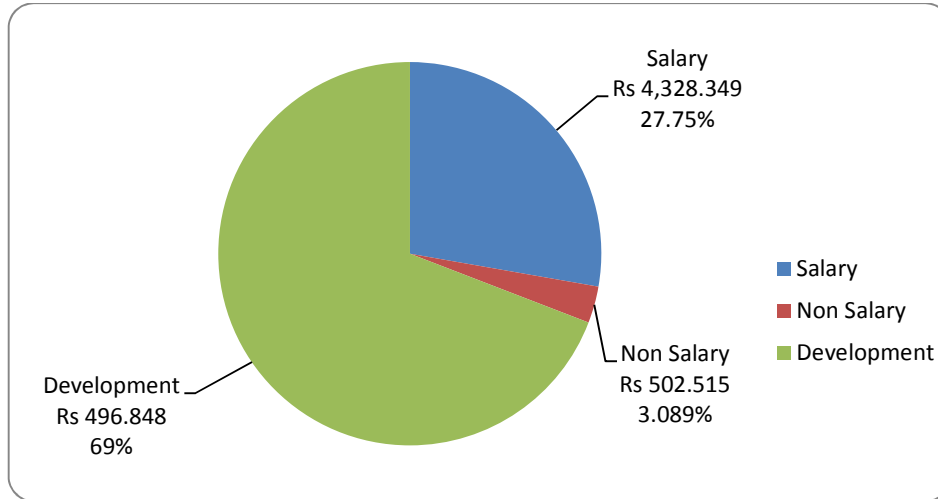
Grant Total Expenditure and Receipts (Distt Govt, TMAs, AD LGE&RDD & Developmental Authority)

(Rs in million)

| 2017-18 | Budget | Actual Expenditure/ Receipts | Excess/(Saving) | %age |
|-----------------|------------------|---------------------------------|------------------|---------------|
| Salary | 4,301.452 | 4,328.349 | (26.897) | 0.63 |
| Non-salary | 590.488 | 502.515 | (87.973) | (14.90) |
| Developmental | 791.678 | 496.848 | (294.830) | (37.24) |
| Total | 5,683.618 | 5,327.712 | (355.906) | (6.26) |
| Receipts | 827.549 | 827.549 | 0 | 0 |

The savings of Rs 355.906 million indicates inefficiency in the capacity of District Government Departments to utilize the amount allocated.

**EXPENDITURE 2017-18
(Rs in millions)**



1.1.3 Comments on the status of compliance with DAC / TAC Directives

The audit reports pertaining to following years have been submitted to the Governor of Khyber Pakhtunkhwa. Details of PAC/DAC meetings are given below:

| S# | Audit Year | PAC/DAC 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 |
| 14 | 2017-18 | Not Convened |

DISTRICT GOVERNMENT

1.2 Audit Paras-District Government

1.2.1 Misappropriation and Fraud

1.2.1.1 Misappropriation on account of solarization fund-Rs.1.00 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.

District Education Officer (Male) Karak transferred Rs 1,000,000 to GMS Khada Banda for installation of solar system under district ADP during 2017-18. During physical verification conducted jointly with representative of Education Department Karak, the system was not available to provide power supply.

Misappropriation occurred due to non-compliance of rules, which resulted in loss to Government.

The Irregularity was pointed out to the Management in November 2018, Management stated that reply would be submitted after scrutiny of record, but reply was not submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 31 (2017-18)

1.2.2 Irregularities & Non compliance

1.2.2.1 Unauthorized release/advance payment on account of Gas Royalty fund-Rs 302.533 million

According to Para 279 of GFR, the drawl of money government treasury in anticipation of the work done is prohibited. According to treasury Rule 290 no money shall be drawn from the treasury unless it is required for immediate disbursement. It is not permissible to draw money from the treasury in anticipation of demands or to prevent the lapse of budget grants.

DC Karak received fund amounting to Rs 302.533 out of Provincial ADP (10% Oil & Gas Royalty) during 2017-18. The following observations were noticed:

- i. The DC Karak unauthorizedly placed the amount at the disposal of executing agencies for utilization on simple receipts.
- ii. The executing agencies drew the amount from Government Treasury without pre-audit through simple receipts in advance and transferred the amount to PLA and designated bank account.
- iii. The executing agencies drew the amount from the DDO Code KK-5129 of DC office Karak without the counter signature of the DDO concerned/DC Karak.
- iv. Progress report was not submitted to DC Karak on monthly/quarterly/six monthly and annual basis as required vide AA No. 773/DC/DA/DDC/AA dated 22-11-2017.
- v. The Account officer of DC office Karak did not reconcile the expenditure with Accounts office Karak and Executing Agencies and report to the P&D department, CM Secretariat, Finance Department and AG Khyber Pakhtunkhwa as required and mentioned in AA.

Unauthorized release of fund occurred due to non-compliance of rules, which resulted in violation of Government rules.

The Irregularity was pointed out to the management in November 2018, management stated that according to Para –xii of the Guidelines for the release and utilization of 10% Oil and Gas Royalty, circulated vide Finance Department Government of Khyber Pakhtunkhwa letter No. SO (Dev-IV) FD/4-3/Guidelines dated 24.1.2014, the Deputy Commissioner of concerned District being controlling officer the schemes is authorized to accord administration approval and concurrently release funds to the respective executing agencies for the approved projects. All the executing agencies have submitted expenditure statement duly reconciled by the District Accounts officer Karak and already placed in record for audit purpose. Progress review meetings were convened at regular intervals. Reply was not tenable. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 18 (2017-18)

1.2.2.2 Non-Utilization of District ADP fund-Rs 101.500 million

According to Para 12 of GFR Vol-I, a controlling officer must see that funds allotted to spending units are expended in the public interest and upon objects for which the money was provided.

DC Karak received Rs 101,500,000 from Finance Department Khyber Pakhtunkhwa. The District Government did not utilize the developmental fund despite having sufficient time during 2017-18. Resultantly, the public were deprived of the benefit of developmental activities.

Non utilization of fund occurred due to non-compliance of rules, which resulted in violation of Government rules.

The management stated that the District Government budget for the year 2017-18 was presented before the District council on 3.8.2018, but the council was unable to accord approval. Reply was not tenable. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 22 (2017-18)

1.2.2.3 Non-transparent procurement of furniture-Rs.85.355 million

According to miscellaneous provisions in KPPRA Rules 2014, each procuring entity shall plan its procurements with due consideration to transparency, economy, efficiency and timeliness, and shall ensure equal opportunities to all prospective bidders.

DEO Male Karak floated NIT for procurement of furniture costing Rs. 85,355,000 for schools during the year 2017-18. Audit observed the following:

- The sample produced was not according to the specification given in the NIT. Hence as per technical evaluation bidder will be declared non responsive/disqualified for the instant bid.
- Best Contesting firms like Pak-German wood working centre having vast and good experience of supply of furniture to Education Department were rejected and only two bidders were selected on their sweet will of
- Bidding documents of both the selected pre-qualified firms were filled in with same ink and handwriting.
- The second pre-qualified firm who was not declared successful was of the same person i.e. of the successful bidder, which is evident from the fact that when the call deposit of the second unsuccessful bidder was returned it was received by the owner of the successful bidder as evident from the signature and name on the acknowledgement on receiving.

Non-transparent procurement occurred due to non-compliance of rules, which resulted in miss-procurement.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record, but reply was not submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 29 (2017-18)

1.2.2.4 Irregular and doubtful expenditure of Rs 61.463 million on account of purchase of machinery & equipments (IHP)

According to Para 23 of GFR Vol-I, 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 to the extent to which he contributed. CTR 290 provides that no money shall be drawn from the treasury unless it is required for immediate disbursement. It is not permissible to draw money from the treasury in anticipation of demands or to prevent the lapse of budget grants.

DHO Karak received Rs 61,463,000 from DG Health Services KP for “Purchase of equipments for ADP completed schemes and provision of equipments of health facilities in KP including BHUs, THQs and DHQ hospitals” during 2017-18. Audit observed the following irregularities:

1. The local office failed to produce NIT, Tender documents, AA, PC-1, Agreement, Inspection Report, Official bids and comparative statements etc and letter No. 1314-76/Proc. cell dated: 08.5.2018.

2. The cheque was directly transferred to DHO designated bank account instead of payment to suppliers and cash payment was made to the suppliers.
3. The procurement was made on the sweet will of DG Health Services besides keeping in view the requirement of health facilities on emergency basis and thus some unnecessary items were purchased, which were still lying in stores of health facilities.
4. The items purchased were issued to health facilities without any criteria and inspection/physical verification of some items were not carried out.
5. No entry was made in cash book, stock register and no committee for disbursement and inspection was constituted.
6. Payment acknowledgement was not found on record and last date for supply was 13.2.2018 while most items were supplied after 13.2.2018 for which penalty should had been imposed.

Irregular expenditure occurred due to non-compliance of rules, which resulted in loss to Government.

The irregularity was pointed out in November 2018, management stated the following:

1. The purchases were made out of central contract rates for which all these formalities have been carried out at DGHS office.
2. Cheques were issued to suppliers and not cash was given
3. The procurement was made after approval by DGHS.
4. Inspection/physical verification of all the supplied items have been carried out.
5. Everything done.
6. There was some delay due to Christmas.

Reply was not tenable as the required record was not provided till date and no supporting was provided in connection of reply. Request for convening

DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 08 (2017-18)

1.2.2.5 Irregular expenditure on account of purchase of furniture- Rs.55.800 million

According to Government of KP E&SE Department letter No.CPO/PO-II/E&SE/1-1/ADP/ Furniture Project/2014-15 dated 04/11/2016 “ In view of the aforementioned, necessary instructions/guidelines have already issued by this department to the district formations regarding purchase of furniture as per approved criteria/specification from SIDB and FDC through District Purchase Committee headed by respective Deputy Commissioners.

DEO (Male) Karak incurred an expenditure of Rs 55,800,000 on account of purchase of furniture during the financial year 2016-17. Audit holds that purchase was made without the approval of District Purchase Committee in contravention to instructions mentioned above. Inspection report of technical evaluation committee was not available on record. Furthermore, sanction of Competent Authority i.e. Deputy Commissioner was not obtained.

Irregular expenditure occurred due to non-compliance of government instructions, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record, but reply was not submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 35 (2017-18)

1.2.2.6 Non-transparent procurement of furniture-Rs. 27.502 million

According to miscellaneous provisions in KPPRA Rules 2014, each procuring entity shall plan its procurements with due consideration to transparency, economy, efficiency and timeliness, and shall ensure equal opportunities to all prospective bidders.

District Education Officer (Female) Karak floated NIT for procurement of furniture amounting to Rs 27,502,000 for schools during 2017-18. Audit observed the following:

- As per inspection of sample of the successful bidder by the technical committee, there were found shortcomings and thus the sample was not 100% according to approved specification. Hence as per technical evaluation criteria for the purchase of furniture scoring 100% marks against item no.7 “ Sample as per approved specification” was mandatory failing which the contesting bidder will be declared non-responsive/disqualified for the instant bid.
- Contesting firms having vast and good experience of supply of furniture to Education department were declared disqualified and only two bidders were selected.
- Bidding documents of both the selected pre-qualified firms were filled in with same ink and same handwriting.
- The second pre-qualified firm who was not declared successful was of the same person i.e. of the successful bidder, which is evident from the fact that when the call deposit of the second unsuccessful bidder was returned it was received by the owner of the successful bidder as evident from the signature and name on the acknowledgement on receiving.

Non-transparent procurement occurred due to non-compliance of rules, which resulted in loss to Government.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but reply was not submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 42 (2017-18)

1.2.2.7 Non-Utilization of Oil and Gas Production Bonus fund-Rs 18.513 million

According to Para 12 of GFR Vol-I, a controlling officer must see that funds allotted to spending units are expended in the public interest and upon objects for which the money was provided.

DC, Karak received Rs 18,167,544 as on 05-6-2017 on account of Oil and Gas Production Bonus fund. The cheque was lately credited to the designated bank account on 5-9-2017. The amount along with opening balance of Rs 345,979 was not utilized during 2017-18 despite having sufficient time.

Non utilization of fund occurred due to non-compliance of rules, which resulted in violation of Government rules.

The Irregularity was pointed out to the management in November 2018, management stated that in pursuance of the verdict of Peshawar High Court Judgment dated 15.6.2017 in writ petition NO.703/B of 2016. The Energy & Power Department Government of Khyber Pakhtunkhwa has declared MPA of the concerned District as Chairman of PSDC for utilization of production bonus

funds. Reply was not tenable. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 21 (2017-18)

1.2.2.8 Irregular expenditure on account of purchase of furniture- Rs.18.334 million

According to Government of KP E&SE Department letter No.CPO/PO-II/E&SE/1-1/ADP/ Furniture Project/2014-15 dated 04/11/2016 “In view of the aforementioned, necessary instructions/guidelines have already issued by this department to the district formations regarding purchase of furniture as per approved criteria/specification from SIDB and FDC through District Purchase Committee headed by respective Deputy Commissioners.

DEO (Female) Karak incurred an expenditure of Rs 18,334,440 on account of purchase of furniture during the financial year 2016-17. Audit holds that purchase was made without the approval of District Purchase Committee in contravention to Government instructions as mentioned above. There was no inspection report of technical evaluation committee available on record. Furthermore sanction of Competent Authority i.e. Deputy Commissioner was not obtained.

Irregular expenditure occurred due to non-compliance of government instructions, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but reply was not submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

Audit recommends inquiry and to take action against person (s) at fault.

AIR Para No. 46 (2017-18)

1.2.2.9 Blockage of Government fund-Rs 15.600 million

According to Para 95 of GFR Vol- I, all anticipated savings should be surrendered to Government well before close of financial year. No savings should be held in reserve for possible future expenditure.

DC, Karak received Rs 10,000,000 on account of earthquake relief from PDMA and Rs 7,000,000 directly deposited by PDMA and intimated under the head monsoon relief. Only Rs 1,400,000 was spent on account of earthquake relief during November, 2015 whereas, expenditure on account of monsoon relief was not made till date of audit i.e October, 2018. As a result Rs 8,600,000 on account of earthquake relief and Rs 7,000,000 on account of monsoon relief was still lying in the designated bank account.

Blockage of fund occurred due to non-compliance of rules, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that the PDMA Khyber Pakhtunkhwa specifically advised that the funds earmarked for “Earthquake 2015” and “Moonsoon-2017” shall not be utilized for other purposes without prior approval of PDMA. This office time & again requested the PDMA Khyber Pakhtunkhwa about the balance funds either to return/remit to the quarter concerned or authorize this office to utilize the balance funds under “General Relief” head of account as per enclosed correspondence. However, no response has been received from PDMA Khyber Pakhtunkhwa so far. Reply was not tenable. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 20 (2017-18)

1.2.2.10 Unauthorized cash withdrawals from designated bank account-Rs 15.279 million

According to 2.3.2.8 of the APPM, the accounting system shall include controls to minimize the risk of fraud and corruption. This objective shall be addressed by issue of payment through direct bank transfer and cheques.

DC Karak withdrew Rs 15,279,143 as cash from designated bank account during 2017-18 instead of cross cheques as evident from the bank statement. Detail is given at annexure-2.

Irregular cash withdrawal occurred due to non-compliance of government instructions, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that the amount was drawn on account of MRC, TA of Non Gazetted government servants and vouchers of vouched bills having no vender number with DAO Karak. The entire amount has been acknowledged as per enclosed actual payee receipts. Reply was not tenable. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 26 (2017-18)

1.2.2.11 Irregular expenditure on account of purchase of IT and Science equipments-Rs.14.580 million

According to Para 9 of GFR Vol-I, no authority may incur any expenditure until the expenditure has been sanctioned by an authority to which power has been duly delegated in this behalf and the expenditure has been provided in the authorized grants and appropriations for the year.

DEO (Male) Karak incurred an expenditure of Rs 3,080,000 on account of purchase of IT equipments and Rs 11,400,000 on account of Science equipments during 2017-18. Audit observed the following:

- The purchase was not approved from the chairman District Purchase Committee i.e Deputy Commissioner.
- Sanction for incurrence of expenditure was not obtained from Deputy Commissioner being Controlling Officer and PAO in the district.
- Specifications of the items procured were not given in the N.I.T.
- White fluids were used in the bid of the successful bidder.

Irregular expenditure occurred due to non-compliance of government rules, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but reply was not submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 37 (2017-18)

**1.2.2.12 Irregular and doubtful cash withdrawal from bank account-
Rs 12.409 million**

According to 2.3.2.8 of the APPM, the accounting system shall include controls to minimize the risk of fraud and corruption. This objective shall be addressed by issue of payment through direct bank transfer and cheques.

DO Social Welfare Karak withdrew a sum of Rs 12,409,173 from bank account in cash instead of cross cheques.

Irregular cash withdrawal occurred due to non-compliance of government instructions, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that that open cheques were issued to persons with disabilities. Apart from this some petty payments were made to venders and some cheques were issued on 28.06.2018 by the District Accounts Office. Reply was not tenable as payments were required to be made through crossed cheques directly to the concerned and payments were not petty. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 82 (2017-18)

1.2.2.13 Irregular cash withdrawal from bank account-Rs 8.04 million

According to 2.3.2.8 of the APPM, the accounting system shall include controls to minimize the risk of fraud and corruption. This objective shall be addressed by issue of payment through direct bank transfer and cheques.

DEO (Male) Karak withdrew a sum of Rs 8,040,000 in cash from the designated bank account instead of direct payment to the suppliers through cross cheques.

Irregular cash withdrawal occurred due to non-compliance of government instructions, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but reply was not submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 33 (2017-18)

- 1.2.2.14** **i. Irregular expenditure on account of purchase of sewing machines-
Rs 6.00 million**
ii. Loss due to uneconomical purchase-Rs 2.02 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.

DO Social Welfare Karak incurred an expenditure of Rs 6,000,000 on account of purchase of 811 Sewing machines under District ADP during 2017-18. Audit observed the following:

1. Lowest bid of Rs.4,900 offered by M/s Khattak Trade Zone Karak was rejected and higher bid of Rs 7,400 was accepted resulting in loss of Rs.2,027,500 (7400-4900 X 811).

2. The bid of M/S Nawaz Traders, Mardan @ Rs.6,450 was also rejected while Contract of supply of sewing machines in the year 2017-18 was awarded to the same supplier. Audit was of the view that if it was not fit during 2016-17 then how contract was awarded to him in the next year for supply of sewing machines.
3. The supplies were not taken on stock register.

Irregular expenditure and loss occurred due to non-compliance of government rules, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that the sewing machines offered by the M/S Khattak Trade Zone did not fulfill the required specifications in bidding documents. The sample produced by Singer Private Limited was best one being company of international standard. The reply was not tenable as the lowest bidder was prequalified. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 85 (2017-18)

1.2.2.15 Non-recovery of house rent and conveyance allowance-Rs 7.027 million

According to Rule 45 (c) FR the Government servants, who have been provided with official designated accommodation, are not entitled for the drawl of House Rent Allowance (HRA).

DHO Karak did not deduct house rent and conveyance allowance amounting to Rs 7,027,072 from various officers/officials who have occupied residences in the colonies of various health facilities under the administrative control of DHO Karak during 2017-18. Detail is given at annexure-3.

Non recovery of house rent and conveyance allowance occurred due to non-compliance of government rules, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that that house rent and conveyance allowance will be deducted from all those officers/officials where residence are available in good status as in most of the health facilities, the residences are not worth residing. Reply was not tenable as no recovery was made till date. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 02 (2017-18)

1.2.2.16 Irregular expenditure on account of purchase of IT and Science equipments-Rs.6.310 million

According to Para 9 of GFR Vol-I, no authority may incur any expenditure until the expenditure has been sanctioned by an authority to which power has been duly delegated in this behalf and the expenditure has been provided in the authorized grants and appropriations for the year.

DEO (Female) Karak incurred an expenditure of Rs 1,210,000 on account of purchase of IT equipments and Rs 5,100,000 on account of Science equipments during 2017-18. Audit observed the following:

- The purchase was not approved from the Chairman District Purchase Committee i.e. Deputy Commissioner.
- Sanction for incurrence of expenditure was not obtained from Deputy Commissioner being Controlling Officer and PAO in the District.

- Specifications of the items procured were not given in the N.I.T.
- White fluids were used in the bid of the successful bidders.

Irregular expenditure occurred due to non-compliance of government rules, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but reply was not submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 48 (2017-18)

**1.2.2.17 Unauthorized advance payment on account of District ADP-Rs
6.030 million**

According to treasury Rule 290 no money shall be drawn from the treasury unless it is required for immediate disbursement. It is not permissible to draw money from the treasury in anticipation of demands or to prevent the lapse of budget grants. According to Section 36 (2) (e) of the Khyber Pakhtunkhwa LGA, 2013 provides that the District Accounts Officer shall perform pre-audit of all payments from the funds of the district.

District Sports Officer Karak withdrew an amount of Rs 6,030,500 on simple receipts out of District ADP 2016-17 in advance without having any requirement of its disbursement and pre audit and kept in designated bank account.

Unauthorized advance payment occurred due to non-compliance of government rules, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but reply was not submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 68 (2017-18)

1.2.2.18 Wasteful expenditure on pay and allowances and operation expenses-Rs 4.783 million

According to Para 10 (i) of GFR Volume-I, every public officer is expected to exercise the same vigilance in respect of expenditure from public moneys as a person of ordinary prudence would exercise in respect of expenditure of his own money.

Assistant Registrar Cooperative Societies, Karak incurred an expenditure of Rs 4,783,251 on pay and allowances of staff during 2017-18 without having any job to perform. Not a single Cooperative Society was registered nor any loan granted/ recovered during this period. The department did not provide any service from last 15 years.

Wasteful expenditure occurred due to non-compliance of government rules, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but reply was not submitted. Request for convening DAC meeting was made in

November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 87 (2017-18)

1.2.2.19 Irregular cash withdrawal from bank account-Rs.4.165 million

According to 2.3.2.8 of the APPM, the accounting system shall include controls to minimize the risk of fraud and corruption. This objective shall be addressed by issue of payment through direct bank transfer and cheques.

DEO (Female) Karak withdrew funds amounting to Rs 4,165,000 in cash from bank account instead of direct payment to the suppliers through cross cheques.

Irregular cash withdrawal occurred due to non-compliance of government instructions, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but reply was not submitted. Request for convening DAC meeting was made in 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 44 (2017-18)

1.2.2.20 Irregular/ unauthorized expenditure on account of Purchase of medicines- Rs 3.366 million

According to Delegation of Powers 2001, 5(ii) category –II officer can accord sanction under head Local purchase of other stores for Rs 100,000 for one

article or a class of similar articles of stores at one time without splitting the indent during the period of one year. Para 146 of GFR Vol-I claim should not be split up in order to avoid the necessity sanction of next higher authority.

Assistant Director Live Stock and Dairy Development, Karak incurred an expenditure of Rs 3,366,347 on account of purchase of medicines during the year 2017-18. Detail is given at annexure-4. The following irregularities were noticed:

1. The expenditure of Rs 1,068,057 was held irregular and unauthorized as AD Live Stock accorded sanction beyond his powers.
2. The expenditure of Rs 2,298,290 was split up in order to avoid the necessity of sanction of next higher authority.

Unauthorized expenditure occurred due to non-compliance of government rules, which resulted in violation of rules.

The Irregularity was pointed out in November 2018, management stated that request was send to Deputy Commissioner Karak for ex-post sanction and the expenditure was made on different dates and within the competency of DD Live Stock. Reply was not tenable. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 64 (2017-18)

1.2.2.21 Blockage of public money and loss to Government-Rs 2.825 million

According to Para 95 of GFR Vol-I, "All anticipated savings should be surrendered to Government immediately well before close of financial year. No savings should be held in reserve for possible future expenses." As per serial No.

7 (e) of the Khyber Pakhtunkhwa Model Farm Services Centres Act 2014, “Management Committee has the power and function to sale surplus inputs in the market on prevailing rates”

District Director Agriculture, Karak failed to sale out the long outstanding fertilizer stock of Rs 2,824,593 purchased by MFSC (Model Farm Services Centre) Karak and BD shah as per detail given below during 2017-18.

| S. No. | Item purchased | Name of MFSC | Quantity | Rate | Amount (Rs) |
|--------|----------------|--------------|----------|----------|------------------|
| 1 | DAP | BD Shah | 150 | 3,875 | 581,250 |
| 2 | DAP | Karak | 288 | 3,884.90 | 1,118,851 |
| 3 | Sona Urea | Karak | 563 | 1,997.32 | 1,124,492 |
| | Total | | | | 2,824,593 |

The following irregularities were noticed:

1. DAP and Sona Urea to the tune of Rs 2,824,593 were purchased during 2015, but Balance Sheets of these Centres showed that the same was lying in their stores till 30th June 2018. As these were perishable items which could not be stored for such a long period of time. Hence it was apprehended that these items had lost their utility and were just shown in the books of accounts to equalize their Balance Sheets;
2. The items were shown in Balance Sheets under head old stock and were carried forward from one month to another; and
3. New stock of DAP and Sona Urea was purchased and sold during these two years, while the old stock remained in the stock.

Blockage of fund occurred due to non-compliance of rules, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record. Reply was not tenable. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 57 (2017-18)

1.2.2.22 Non-utilization of valuable agriculture machinery- Rs 2.796 million

According to LGA 2013, the District Government shall be responsible to the people and the Government for improvement of governance and delivery of services within the ambit of the authority decentralized to it under this Ordinance.

District Director Agriculture, Karak failed to utilize valuable agriculture machinery of Rs. 2,795,513.. The machinery was not utilized and was lying idle in MFSC (Model Farm Services Centre) Karak since its receipt i.e. 2013. Detail is given at annexure-5.

Non utilization of fund occurred due to weak administrative and internal control, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record. Reply was not tenable. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 56 (2017-18)

1.2.2.23 Irregular and non-transparent expenditure of district ADP- Rs.2.40 million

Accordance to miscellaneous provisions in KPPRA Rules 2014, each procuring entity shall plan its procurements with due consideration to transparency, economy, efficiency and timeliness, and shall ensure equal opportunities to all prospective bidders.

DEO Male Karak transferred funds of Rs. 2400,000 to schools under District ADP for installation of Solar Systems as per detail given below:

| Name of School | Funds Released (Rs.) |
|--------------------------------------|-----------------------------|
| Government Middle School Mianki | 400,000 |
| Government Middle School Khada Banda | 1000,000 |
| Government High School GM Khel | 1000,000 |
| Total | 24,00,000 |

Audit observed that the funds were transferred to PTC Accounts of the schools. Thus no tendering was made to invite healthy competition and make the expenditure economical. Accounts of the spending units showed that payments were not made to the suppliers directly through crossed cheques rather cash was drawn from the PTC Accounts. Procurement was not made from qualified firms and the procurement process was also not transparent.

Non-transparent expenditure occurred due to non compliance of rules, which resulted in mis-procurement.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but reply was not submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 30 (2017-18)

**1.2.2.24 Irregular and un-authorized expenditure without estimation –
Rs 1.312 million**

According to Section 7 (J) of the Khyber Pakhtunkhwa Farm Services Centers Act 2014, it is the function of the Management Committee to prepare and get the budget of the Centre approved from General Body by majority.

District Director Agriculture, Karak spent an amount of Rs 1,312,171 as per detail below through Facilitators of its MFSCs from their own receipts during 2017-18.

| S. No. | MFSC | Amount outstanding (Rs.) |
|--------------|----------------|--------------------------|
| 1 | Karak | 575,427 |
| 2 | BD Shah | 58,670 |
| 3 | Takhte Nasrati | 678,074 |
| Total | | 1,312,171 |

The following irregularities were noticed:

- (i) The above mentioned expenditure was incurred but neither budget was prepared nor got approved from General Body as referred above; and
- (ii) The expenditure was not sanctioned by the competent authority.

Unauthorized expenditure occurred due to non-compliance of government rules, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record. Reply

was not tenable. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 59 (2017-18)

1.2.2.25 Irregular and doubtful appointment of technical staff

As per circular No. E&D(Health)2-65/2014, dated 14.01.2015 “All types of recruitments of employees shall be made through NTS in Health Department Khyber Pakhtunkhwa except for the employees in BS-01 to BS-05”. As per Estacode page No. 61, “Reference this Department's circular letter No. SORI(S&GAD) 4-1/75 (Vol.I), dated 4th March, 1992 as amended vide this department letter of even number dated 12th October, 1992, it was inter alia provided that candidates qualifying the written test for posts in BPS-11 to 15 be interviewed by a broad based panel of Selection Committees of five/six members headed by the Ministries concerned”. As per Finance Department letter No BO/W&M/1-1/FD/2017-18 dated: 12th September, 2017 there shall

DHO Karak appointed various categories of technicians during the year 2017-18. Audit observed the following including remarks in the annexure. Detail is given at annexure-6.

1. The appointments were made while Finance Department KP had imposed complete ban on new recruitments vide letter stated above.
2. Most of the candidates appointed were given 20 marks having no technical diploma during interview being basic requirement for selection as the same was issued after interview/selection, which was irregular and doubtful.
3. The experience marks (10 marks) were given to various candidates on the basis of doubtful/no certificate of experience.

4. Scrutiny of candidates was required to be made through NTS written test as per criteria mentioned above.
5. High marks were given in interview in order to select candidates on the sweet will of the selection panel and no record in this regard was available with the local office, which creates doubts in selection process.
6. Approval of the Director General Health Services for the appointment against these posts was not available on record of the local office.
7. The Selection Committee was comprised of less than five members and not headed by Minister concerned.
8. Attendance of the candidates was neither available with the local office nor produced to Audit as most of the eligible candidates were marked absent in interview.
9. Detail of vacant posts at the time of selection was neither produced nor mentioned in advertisement.
10. Most of the eligible candidates with high marks were ignored but all ineligible candidates from Karak were selected.
11. Verification of diplomas and educational certificates was not produced to Audit.
12. Higher qualification and experience marks were given but was not mentioned in advertisement that it will be given preference so many candidate were selected besides basic qualification/requirement for selection.
13. In 1st advertisement i.e. on 06.01.2017, extra marks for higher qualification and experience was given while in 2nd advertisement i.e. 13.10 2017, no marks were given for the same, which authenticate the above mentioned 12th number observation.

Irregular appointment of staff occurred due to non-compliance of government rules, which resulted in violation of rules.

The irregularity was pointed out in November 2018, management stated that:

1. Due to shortage of technical staff in the health facilities, services to public were affecting so the department directed to fill all the vacant technical posts immediately.
2. 20 marks were given for technical qualification as per ESTA Code. These marks were given on the basis of DMC to the candidates who were not issued diplomas at the time of interview who were asked to provide diplomas.
3. Experience marks were given on the basis of certificates provided by the candidates from PMDC recognized private institutions or from Govt: institutions with paid jobs like project experience. All such marks were given after approval of the panel of interview.
4. NTS has been waived off for technical staff in Health Department.
5. Interviews were held in a manner which is prevalent in whole of KP.
6. Approval was sought from DGHS and is available.
7. Selection committee was constituted as per ESTA Code.
8. Attendance of the candidates is available.
9. In the advertisement, it is mentioned that number of posts may be increased or decreased.
10. As per ESTA Code, candidates from other districts can be considered only if candidates are not available from that district. It was also mentioned in the advertisement that candidates from Karak will be preferred.
11. Verification of diplomas and educational certificates available.
12. Higher qualification and experience marks were given as per ESTA Code.
13. Extra marks were given in both the advertisements however, for the 13.10.2017, extra marks were given for “relevant” higher qualification.

Reply was not tenable as neither supporting were attached nor the observations in the table in shape of remarks were entertained. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

Audit recommends to probe into the matter.

AIR Para No. 01 (2017-18)

1.2.2.26 Irregular and unauthorized appointment of class –IV staff

As per Finance Department letter No BO/W&M/1-1/FD/2017-18 dated 12 September 2018 there shall be complete ban on further recruitment.

DHO Karak appointed various class-IV staff during the year 2017-18. Detail is given at annexure-7. Audit observed the following including remarks in the annexure, which is irregular and doubtful and chances of fake appointment could not be ruled out.

1. The appointments were made while Finance Department KP had imposed complete ban on new recruitments as stated above in the criteria.
2. The merit list of Employment Exchange was neither followed nor produced to Audit and men of choice were selected.
3. Several selected candidates registered themselves in Employment Exchange Karak just one day before the last date of submission of documents, which depicts the fraudulent system of appointment made.
4. Approval of the Director General Health Services for the appointment against these posts was not available on record of the local office and
5. Attendance of the candidates was neither available with the local office nor produced to Audit as most of the eligible candidates were marked absent in interview.
6. Detail of vacant posts at the time selection was neither produced nor mentioned in advertisement.
7. Most of the eligible candidates with high marks were ignored but all ineligible candidates from Karak were selected.
8. 25% quota of retired and deceased son was not followed.

9. In attendance list of Ward Attendant, candidates were inserted after 31 to 40 by pen.

Irregular appointment of staff occurred due to non-compliance of government rules, which resulted in violation of rules.

The Irregularity When pointed out in November 2018, management stated that:

1. Health Department directed time and again to fill the vacant posts.
2. No person has been selected without valid registration of Employment Exchange.
3. As in Para 1 & 2 above.
4. Director General has sent its representative, which means approval.
5. Attendance is available.
6. All candidates selected on vacant posts, which can be increased or decreased till interview date.
7. In class IV, only candidates from Karak were selected as there was no merit for class IV.

Reply was tenable as the replies to the observations mentioned in table below were not given and the appointment was not made on merit thus fact finding inquiry be conducted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

Audit recommends inquiry into the matter.

AIR Para No. 04 (2017-18)

1.2.2.27 Unauthorized cash withdrawals from designated bank account-Rs 2.782 million

According to 2.3.2.8 of the APPM, the accounting system shall include controls to minimize the risk of fraud and corruption. This objective shall be addressed by issue of payment through direct bank transfer and cheques.

DO, Sports Karak withdrew a sum of Rs 2,782,000 in cash from the designated bank account instead of direct payment to the suppliers through cross cheques. Detail is given at annexure-8.

Irregular cash withdrawal occurred due to non-compliance of government instructions, which resulted in violation of government rules.

The Irregularity was pointed out to the management in October 2018, management stated that reply would be submitted after scrutiny of record but reply was not submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 70 (2017-18)

1.2.3 Internal Control Weaknesses

1.2.3.1 Loss to Government due to applying higher rate of compulsory acquisition charges-Rs 17.067 million

According to Government of Khyber Pakhtunkhwa Board of Revenue and estate department letter No REV; V/4/notification/12280-312 dated 27-2-2018 while assessing the cost of land under section 23 of the land acquisition act, 1894 15% compulsory acquisition charges will also be paid by the acquiring department and 25% will be charged if the acquisition is made for a company.

DC, Karak assessed, demanded and received Rs 42,669,706 as 25% compulsory acquisition charges from FWO for Construction of Crude Oil Refinery at District Karak instead of 15% Rs 25,601,821. As a result Government was put into loss of Rs 17,067,885.

Applying higher rate occurred due to non-compliance of government instructions, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that detail reply will be furnished after scrutiny of record. No reply was submitted till date. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 19 (2017-18)

1.2.3.2 Non-Deposit of receipts on account of rent of shops-Rs 6.106 million

According to Para 26 of GFR Vol-I, it is the duty of the Departmental Controlling Officers to see that all sums due to Government are regularly and promptly assessed, realized and duly credited in the Public Account.

DC Karak collected Rs 6,106,006 as rent of 23 shops in front of civil hospital Takht-e-Nasrati and retained in designated NBP bank account instead of depositing the same into Government Treasury.

Non deposit of rent occurred due to non-compliance of government rules, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that Finance Department Government of Khyber Pakhtunkhwa directed that the amount may be deposited in the receipts head of Health Department, so the amount has been deposited in the relevant head of account. Reply was not tenable. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

Audit recommends deposit of rent and action against person (s) at fault.

AIR Para No. 23 (2017-18)

1.2.3.3 Non-deposit of receipts into government treasury –Rs 3.219 million

According to Para 8 and 26 of the General Financial Rules Volume I, each administrative department has to see that the dues of the government are correctly promptly assessed and collected.

District Director Agriculture, Karak collected an amount of Rs 3,219,344 on account of Registration fee, profit from inputs, profit from agriculture machinery and other sources through different MFSCs during 2017-18 but was deposited into the designated bank account instead of government treasury. Detail is given at annexure-9.

Non deposit of receipts occurred due to non-compliance of government rules, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

Audit recommends deposit of receipts and action against person (s) at fault.

AIR Para No. 58 (2017-18)

1.2.3.4 Loss to Government due to payment of HPA and CA during leave period-Rs 2.320 million

As per Government rules, conveyance allowance and HPA is not allowed during leave period.

DHO Karak paid an amount of Rs 2,320,268 to various Doctors and Paramedic staff during leave period, which was not allowed to them. Detail is given at annexure-10.

Unauthorized payment of allowances occurred due to non-compliance of government instructions, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that recovery will be made. Reply was not tenable as no recovery was made till date. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 05 (2017-18)

1.2.3.5 Non-recovery of long outstanding dues- Rs 1.915 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.

District Director Agriculture, Karak failed to recover long outstanding amount of Rs 1,914,581 from various officers/ officials of Model Farm Services Centers. Detail is given at annexure-11.

Non recovery occurred due to non-compliance of government rules, which resulted in loss to government.

Non recovery was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 55 (2017-18)

1.2.3.6 Non recovery of rental charges amounting-Rs 1.011 million

According to Para 8 and 26 of the General Financial Rules Volume I, each administrative department to see that the dues of the government are correctly and promptly assessed, collected and paid into Government Treasury.

DC Karak did not recover the rental charges amounting to Rs 1,011,600 of the Government commercial shops of Ajmal Market Karak. Detail is given at annexure-12.

Non recovery of rental charges occurred due to non-compliance of government rules, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that the notices were issued to the allottees but they failed to deposit the outstanding amount. Reply was not tenable as no recovery was made till date. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 25 (2017-18)

TEHSIL MUNICIPAL ADMINISTRATIONS

1.3 Audit Paras-TMAs Karak/BD Shah/Takht-e-Nasrati

1.3.1 Misappropriation/ Fraud

1.3.1.1 Fraudulent award of works due to non-transparent tendering process-Rs 6.800 million

According to procurement planning chapter V (Miscellaneous Provisions) of Khyber Pakhtunkhwa Public Procurement Regulatory Authority 2014, each procuring entity shall plan its procurements with due consideration to transparency, economy, efficiency and timeliness, and shall ensure equal opportunities to all prospective bidders in accordance with section 22 of the Act.

TMO, Karak tendered the work “Installation of Pressure Pumps at Tehsil Karak” for estimated cost of Rs 4.00 million and “Installation of Pressure Pumps at all UCs of Tehsil Karak” for estimated cost of Rs 2.8 million out of 30% ADP during 2017-18. The following irregularities were noticed:

- i. The bidder Mr. Wazir Khan quoted 10% below for the work “Installation of Pressure Pumps at Tehsil Karak” with estimated cost Rs 4.00 million. The TMO awarded the work to Mr. AsmatUllah who quoted 1.38% below. In the comparative statement the lowest bidder Mr. Wazir Khan was totally omitted without quoting any reason. Further, the rate of successful bidder was manipulated by over writing from 8% to 1.38% and the rate of second lowest bidder M/s. KK Construction Co. was manipulated from 8% to 0.48%. Similarly, the rate of third lowest bidder M/s Haseeb Enterprises was also manipulated from 1.40% to 0.40%.
- ii. In the second work “Installation of Pressure Pumps at all UCs of Tehsil Karak” with estimated cost Rs 2.80 million, the bidders Mr. Muhammad Atif and Mr. Muhammad Akbar Khan quoted 10% below. The TMO awarded the work to M/s KK Construction Co. who quoted 0.90% below. In the comparative statement the lowest bidders Mr. Muhammad Atif and

Mr. Muhammad Akbar Khan was totally omitted without quoting any reason. Further, the rate of successful bidder was manipulated by over writing from 10% to 0.90%.

- iii. The tender forms/BOQs of all the bidders were not signed by TMO and TOI.
- iv. Comparative statements were not signed by TMO and TOI.
- v. The works were tendered and executed without site identification in the work orders and also without feasibility report.

Fraudulent award of work occurred due to non-compliance of rules, which resulted in loss to Government.

The Irregularity was pointed out to the Management in November 2018, Management stated that reply would be submitted after scrutiny of record, but no reply was submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 90 (2017-18)

1.3.2 Non Production

1.3.2.1 Non production of record-Rs 33.385 million.

According to Section 14 (3) of the Auditor-General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, 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.

TMO, Karak incurred an expenditure of Rs 33,385,429 on account of execution of developmental schemes out of CMD, Production Bonus, Gas Royalty and 30% District ADP during 2017-18 but did not produce auditable record to audit for verification despite repeated requests.

Non-Production of record occurred due to weak Administrative control, which resulted in non authentication of record.

The Irregularity was pointed out to the Management in November 2018, Management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 96 (2017-18)

1.3.3 Irregularities/ Non Compliance

1.3.3.1 Unclassified expenditure out of PLA-Rs 154.735 million

According to Para 89(4) (iii) of GFR, the head of department / Accountant General will jointly be responsible for the reconciliation of figure given in the accounts maintained by head of the department. According to Para 72 of CPWA Code, vouchers setting forth full and clear particulars of the claim and all information necessary for its proper classification and identification in the accounts must support every payment for whatever purpose.

TMO, Banda Daud Shah incurred an expenditure of Rs 154,735,409 out of PLA on account of Gas Royalty, Gas Production Bonus, 30% ADP, CMD, Octroi Share, Grants in aid etc during 2017-18. The following irregularities were noticed:

- i. Only cash book was maintained for PLA. Not any other accounting procedure was adopted to classify the expenditure.
- ii. The opening balance as on 1-7-2017 was shown as Rs 42,491,739 and closing balance as on 30-6-2018 was shown as Rs 3,739,643 in the cash book. The sources of the balances were not known to audit to verify the available budget in a particular head of account.
- iii. The TMO Banda Daud Shah incurred the expenditure without observing the budget to meet a particular purpose out of particular fund.
- iv. The expenditures were not reconciled with NBP as well as with DAO Banda Daud Shah as both had not maintained any record in support of payments.

Irregular expenditure occurred due to non-compliance of government instructions, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 102 (2017-18)

1.3.3.2 Unclassified expenditure out of PLA-Rs 86.636 million

According to Para 89(4)(iii) of GFR Vol-1, the head of department / Accountant General will jointly be responsible for the reconciliation of figure given in the accounts maintained by head of department. According to Para 72 of CPWA Code, vouchers setting forth full and clear particulars of the claim and all information necessary for its proper classification and identification in the accounts must support every payment for whatever purpose.

TMO Karak incurred an expenditure of Rs 86,636,921 out of PLA on account of Gas Royalty, Gas Production Bonus, 30% ADP, CMD, Octroi Share, Grants in aid etc during 2017-18. The following irregularities were noticed:

- i. Only cash book was maintained for PLA. Not any other accounting procedure was adopted to classify the expenditure.
- ii. The opening balance as on 1-7-2017 was shown as Rs 118,112,751 and closing balance as on 30-6-2018 was shown as Rs 102,561,563 in the cash book. The sources of the balances were not known to audit to verify the available budget in a particular head of account.
- iii. The TMO Karak incurred expenditure without observing the budget to meet a particular purpose out of particular fund.

- iv. The expenditures were not reconciled with NBP as well as with DAO Karak as both had not maintained any record in support of payments.

Irregularity occurred due to non-compliance of government instructions, which resulted in violation of rules.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but no reply not submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 91 (2017-18)

1.3.3.3 Irregular expenditure without Technical Sanction- Rs 45.979 million

According to Para 32 of CPWA Code states that expenditure can only be incurred on a work if sanction, either special or general of the competent authority has been obtained authorizing the expenditure. No work shall be executed without Administrative Approval / Technical Sanction and Budget allotment.

TMO Takht-e-Nasrati spent Rs 45.979 million on various developmental schemes without obtaining technical sanction from Competent Authority as per detail given below:

| S# | Name of Schemes | Expenditure (Rs in million) |
|--------------|--|--------------------------------|
| 1 | Installation/Solarization of mini tube wells at UC SirajKhel | 8.525 |
| 2 | Installation/Solarization of UC Lathambar | 9.417 |
| 3 | Installation/Solarization of mini tube wells at UC Warana Ahmad Abad | 14.105 |
| 4 | Installation/Solarization of mini tube wells at UC Jehangiri | 13.932 |
| Total | | 45.979 |

Irregular expenditure occurred due to non-compliance of rules, which resulted in violation of Government rules regarding ascertaining the estimate of actual quantities to be executed during the work based on engineering specifications and schedule of rates.

The Irregularity was pointed out to the Management in December 2018, Management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in December 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 110 (2017-18)

1.3.3.4 Irregular award of work to unqualified contractor-Rs 24.00 million

According to NIT sealed tender on MRS 2017 for below mentioned works are hereby invested from Government contractors enlisted with LGE&RDD &PEC in IKC relevant category and having registration/enlistment renewal for the current year. According to NIT condition No. 11, in case the bidder quotes **more than 10% below** the bid cost and the bid is not accompanied by the additional 8% security then the bid shall be considered as non-responsive and the second lowest bidder and so on will be considered accordingly.

TMO, Takht e Nasrati awarded the following works to a contractor not registered by the Pakistan Engineering Council in the relevant category/field of specialization during 2017-18.

| S# | Name of work | Estimated cost (Rs in million) |
|----|---|--------------------------------|
| 1 | Construction of PCC road and drain at Takht e Nasrati out of CMD fund | 10.00 |

| | | |
|---|--|-------|
| 2 | PCC tracks at UC Jehangiri and warana/chokara Ahmad Abad | 14.00 |
| | | 24.00 |

Non-transparent award of work occurred due to non compliance of rules, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 112 (2017-18)

1.3.3.5 Unauthorized award of work due to non-transparent tendering process-Rs 20.00 million

According to procurement planning chapter V (Miscellaneous Provisions) of Khyber Pakhtunkhwa Public Procurement Regulatory Authority 2014, each procuring entity shall plan its procurements with due consideration to transparency, economy, efficiency and timeliness, and shall ensure equal opportunities to all prospective bidders in accordance with section 22 of the Act. According to NIT condition No. 11, in case the bidder quotes **more than 10% below** the bid cost and the bid is not accompanied by the additional 8% security then the bid shall be considered as non-responsive and the second lowest bidder and so on will be considered accordingly.

TMO, Banda Daud Shah tendered the work “Installation of Hand Pumps and Pressure Pumps at NA-15 Banda Daud Shah” for estimated cost of Rs 20.00 million out of production bonus of 2015-16. The bidder Mr. Hamid & sons

quoted 10% below as per BOQ/tender form but the TMO rejected his bid quoting the reason in the comparative statement that additional security was not accompanied with bid whereas, the additional security was not required as the quoted bid cost was not more than 10% below. The work was awarded to Mr. Nadir Khan & Sons considering him lowest bidder with quoted bid cost at Par as per BOQ/tender form. The work was tendered and executed without sites identification in the work order and also without feasibility report.

Non-transparent award of work occurred due to non compliance of rules, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 100 (2017-18)

1.3.3.6 Un-authorized execution of excess quantities of work from TS-Rs 7.635 million

According to Para 56 of CPWD Code, if subsequent to the grant of technical sanction, material structural alterations are contemplated, orders of the original sanctioning authority should be obtained, even though no additional expenditure may be involved by the alterations

TMO, Banda Daud Shah during 2015-16 executed and paid Rs 7,635,150 for the following items of work “Repair/Rehabilitation of road from indus high way to village Nashpa Banda District Banda Daud Shah” out of OGDCL social welfare fund to contractor. Detail is given at annexure-2. The quantities executed were over and above to the approved quantities in TS. The execution and payment of extra quantities were made at the cost of reducing quantities from

8545 M³ to 2125 M³ of other item of work i.e “formation of Embankment from road way excavation” dully approved in TS. The expenditure of Rs 7,635,150 was therefore held unauthorized and illegal.

The unauthorized execution of work occurred due to non-observance of government rules/orders, which resulted into unauthorized expenditure.

The Irregularity was pointed out to the management in November 2018, management stated that the sewing machines offered by the M/S Khattak Trade Zone did not fulfill the required specifications in bidding documents. The sample produced by Singer Private Limited was best one being company of international standard. The reply was not tenable as the lowest bidder was prequalified. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 106 (2017-18)

1.3.3.7 Unauthorized purchase of vehicles-Rs 3.365 million

According to Government of Khyber Pakhtunkhwa Administration department (Transport Section) minutes of the transport committee meeting circulated vide No. SOT(AD)/TCR/2015/KC dated 20-10-2017, the provincial Government has imposed complete ban on purchase of vehicle, which can be relaxed by the Chief Minister on case to case basis. However, the case of purchase of vehicle may be moved after obtaining non-availability certificate from Administration Department. Further, the case for purchase of vehicle should be moved only after obtaining condemnation certificate as per procedure laid down S.No 9 of delegation of powers Rules-2001.

According to clause D of the Government of Khyber Pakhtunkhwa LGE&RDD notification No SO(C&D)LGE&RDD/Transport Committee/2015-16 dated 3-4-2017, the proposed purchase of vehicles should be made out of own

resources of respective local Government after observing all codal formalities and rules and regulations of Khyber Pakhtunkhwa public procurement authority.

TMO Karak purchased 2 vehicles for Rs 3,365,500 during 2017-18. The following irregularities were noticed:

- i. The purchase of vehicles were made out of 30% ADP instead of own resources/local fund. The funds of Rs 5.00 million were unauthorizedly transferred from PLA to local fund on 30-11-2017 as the balance in local fund was only Rs 242,979 on the same date. The payments to the suppliers were made on 29-12-2017.
- ii. The NOC obtained from Secretary LCB also directed to purchase the vehicles from own resources/local fund subject to availability of funds, whereas the TMO did not observe the directions.
- iii. Relaxation on ban of vehicles was not obtained from Chief Minister as per above criteria.
- iv. Non-availability of vehicles certificate was also not obtained from administration department.

Unauthorized purchase of vehicle occurred due to non-compliance of government rules, which resulted in irregular expenditure.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 93(2017-18)

1.3.3.8 Unauthorized purchase of vehicles-Rs 3.310 million

According to Government of Khyber Pakhtunkhwa Administration department (Transport Section) minutes of the transport committee meeting circulated vide No. SOT(AD)/TCR/2015/KC dated 20-10-2017, the provincial Government has imposed complete ban on purchase of vehicle, which can be relaxed by the Chief Minister on case to case basis. However, the case of purchase of vehicle may be moved after obtaining non-availability certificate from Administration Department. Further, the case for purchase of vehicle should be moved only after obtaining condemnation certificate as per procedure laid down S.No 9 of delegation of powers Rules-2001.

According to clause D of the Government of Khyber Pakhtunkhwa LGE&RDD notification No SO(C&D)LGE&RDD/Transport Committee/2015-16 dated 3-4-2017, the proposed purchase of vehicles should be made out of own resources of respective local Government after observing all codal formalities and rules and regulations of Khyber Pakhtunkhwa public procurement authority.

TMO Banda Daud Shah purchased 2 vehicles for Rs 3,310,078 during 2017-18. The following irregularities were noticed:

- v. The purchase of vehicles were made out of 30% ADP instead of own resources/local fund. The funds were unauthorizedly transferred from PLA to local fund. The payments to the suppliers were made on 19-7-2017 and 20-11-2017.
- vi. The NOC from competent authority was not obtained as the same was not available on record.
- vii. Relaxation on ban of vehicles was not obtained from Chief Minister as per above criteria.
- viii. Non-availability of vehicles certificate was also not obtained from administration department.

Unauthorized purchase of vehicle occurred due to non-compliance of government rules, which resulted in irregular expenditure.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 103 (2017-18)

1.3.4 Internal Control Weaknesses

1.3.4.1 Overpayment due to allowing excess quantities-Rs 6.052 million

According to Para 2.58 read with Para-2.100 of B&R Code, a work is given out on contract, BOQ be prepared and approved for all items of works and due to site requirements only 5% excess over technically sanctioned estimate was allowed.

TMO Takht-e-Nasrati paid an amount of Rs 6,052,000 to the contractors during financial year 2017-18 for the execution of excess solar system on pressure pumps as per detail given below:

| S # | Name of work | No. of P. Pumps | No. of S. systems | Excess | Overpayment (Rs) |
|-----|---|-----------------|-------------------|--------|------------------|
| 1 | Solarization of pressure pumps at UC Jehangiri, Warana Ahmad Abad and Mianki | 15 | 25 | 10 | 3,490,000 |
| 2 | Solarization of pressure pumps at UC Chokara, Mitakhel, Takht e Nasrati and SirajKhel | 10 | 16 | 06 | 2,562,000 |
| | | | | | 6,052,000 |

Overpayment occurred due to weak internal and financial control, which resulted in loss to Government.

The Irregularity was pointed out to the Management in December 2018, Management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in December 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 111 (2017-18)

1.3.4.2 Non imposition of Penalty due to non-completion of work-Rs 3.00 million

As per Work Order Form No.1288/2.M dated 28-05-2013 time allowed for the completion of work was 06 months.

TMO Takht-e-Nasrati awarded the following works with estimated cost of Rs 30,000,000. The contractors failed to complete the work within stipulated period of time and the works were still in progress till date. The department failed to impose penalty on contractors for Rs 3,000,000.

| S# | Name of Work | Estimated Cost (Rs) | Penalty (Rs) | Work Order date | Targeted date of completion |
|----|---|---------------------|--------------|-----------------|-----------------------------|
| 1 | Installation/Solarization of mini tube wells at UC MithaKhel | 10,000,000 | 1000,000 | 20/12/2017 | 5 months |
| 2 | Installation/Solarization of Pressure Pumps at UC Jehangiri, Warana Ahmad Abad and Mianki out of CMD Fund | 20,000,000 | 2000,000 | 01/02/2018 | 5 months |

Non imposition of penalty occurred due to weak internal control, which resulted in loss to Government.

The Irregularity was pointed out to the Management in December 2018, Management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in December 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 109 (2017-18)

1.3.4.3 Non-recovery of receipts from contractors-Rs 2.108 million

According to Rules 51(1) of the Revenue Receipts Management of the TMA Budget Rules 2016, the TO(R) shall be, to ensure that all revenue dues is claimed, realized and credited immediately into Tehsil Fund under proper receipt head.

TMO Karak failed to recover the contractual amount of Rs 2,108,440 from the contractors on account of the following contracts during 2017-18.

| Name of Contract | Auction amount (Rs) | Receipts collected departmentally during 2017-18 (Rs) | Loss (Rs) |
|-------------------|---------------------|---|------------------|
| General Bus Stand | 1,764,000 | 411,000 | 1,353,000 |
| Entry Fees | 1,086,000 | 540,560 | 545,440 |
| Shopping Plaza | 840,000 | 630,000 | 210,000 |
| Total | 3,690,000 | 1,581,560 | 2,108,440 |

Non recovery of receipts occurred due to non-compliance of government rules, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 98 (2017-18)

**1.3.4.4 Loss to government due to non-deduction of income Tax-Rs
1.012 million**

According to Inland Revenue Officer With holding unit -49 Regional Tax office, Peshawar letter No. Unit-49/WHZ/2017-2018/270 dated 12-07-2017 the rate of withholding tax is 7.5% on contracts.

TMO, Karak paid Rs 13,500,000 to the contractor Gul Mast Khan for execution of work “Installalton of Solar system for Tube Well at UC Terri/UC Latambar” out of production Bonus 2013-14 during 2017-18. Income tax @ 7.5% amounting to Rs 1,012,500 was not deducted from the contractor.

Non deduction of tax occurred due to non-compliance of government rules, which resulted in loss to government.

The Irregularity was pointed out to the management in November 2018, management stated that reply would be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in November 2018, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 95 (2017-18)

AD LGE&RDD

1.4 Audit Paras-AD LGE&RDD& VCs/NCs Karak

1.4.1 Irregularity/ Non Compliance

1.4.1.1 Non utilization of fund – Rs 140.894 million

According to Finance department Khyber Pakhtunkhwa vide release No. FD/BO(PFC-III)/1-6/VCs/NCs/ADP/2017-18 dated 29-3-2018 the fund must be utilized during the financial year 2017-18.

AD LGE&RDD Karak received Rs 140,894,000 from Finance Department Khyber Pakhtunkhwa during 2017-18. The fund was transferred to the designated bank accounts of the respective Secretaries of the Village/Neighborhood Councils for meeting expenditure on account of development activities but they failed to utilize the fund despite having sufficient time. As a result public were deprived from the timely benefit.

Non utilization of fund occurred due to non-compliance of rules, which resulted in violation of Government rules.

Non utilization of fund was pointed out to the management in January 2019, management stated that reply will be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in January 2019, however meeting of DAC could not be convened till finalization of this report.

Audit recommends to probe into the matter and action against person (s) at fault.

AIR Para No. 01 (2017-18)

1.4.1.2 Unauthorized development expenditure-Rs 82.062 million

According to KPPRA 2014 Chapter-V MISCELLANEOUS PROVISIONS Entry into force of the procurement contract (b), where the procuring entity requires signing of a written contract, from the date on which the

signatures of both the procuring entity and the successful bidder are affixed to the written contract. Such affixing of signatures shall take place within 15 days after the letter of acceptance or award has been issued. According to Para 56 of CPWD Code requires that work may not be commenced or liability incurred unless the work is technically sanctioned by competent authority.

AD LGE&RDD Karak incurred an expenditure of Rs 82,062,000 on 75 developmental schemes during 2017-18. The following irregularities were noticed:

- i. Agreements were not executed with contractors as the same were not available on record.
- ii. PC-1 of the schemes was not signed by Sub Engineer, Assistant Engineer and Assistant Director LG&RDD.
- iii. TS were accorded only to the total cost of the schemes without detail cost estimates showing items to be executed, their rates and quantities.
- iv. Identifications/locations of the schemes were not available on record.

Unauthorized expenditure occurred due to non-compliance of rules, which resulted in violation of Government rules.

Unauthorized expenditure was pointed out to the management in January 2019, management stated that reply will be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in January 2019, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 02 (2017-18)

**1.4.1.3 Doubtful award of work due to more than 50% below rates–
Rs 12.00 million**

According to KPPRA 2014 Chapter-V MISCELLANEOUS PROVISIONS post Bid negotiation, Procuring entity may negotiate with the

highest ranked bidder regarding methodology, work plan, staffing and special conditions of the contract.

AD LGE&RDD Karak awarded contracts of the following developmental schemes with estimated cost of Rs 12.00 million to various contractors who quoted more than 50% below rates on BOQs based on MRS-2017 during 2017-18. The methodology, work plan and the extreme lowest items rates were not negotiated with the contractors to ensure quality and completion of work.

| S# | Name of Scheme | Contractor | E. Cost (Rs) | Bid |
|--------------|--|-------------------|----------------|------------|
| 1 | Inst: of P/Pumps & H/Pumps at VC Mitta Khel | Shah Jehan | 2.0 m | 61 % below |
| 2 | Inst: of P/Pumps & H/Pumps at NC College Town | Abdur Rahim & Co. | 2.0 m | 51 % below |
| 3 | Cutting leveling and dressing of dozer track at Khanan Khel | Shah Jehan | 2.0 m | 55% below |
| 4 | Cutting leveling and dressing of dozer track at Mazmir Koroona | Shah Jehan | 2.0 m | 56% below |
| 5 | Cutting leveling and dressing of dozer track at VC Shah Salim | Shah Jehan | 2.0 m | 55% below |
| 6 | Cutting leveling and dressing of dozer track at Khanan Mir Koroona | Shah Jehan | 2.0 m | 55% below |
| Total | | | 12.00 m | |

Unauthorized expenditure occurred due to non-compliance of rules, which resulted in violation of Government rules.

Unauthorized expenditure was pointed out to the management in January 2019, management stated that reply will be submitted after scrutiny of record but no reply was submitted. Request for convening DAC meeting was made in January 2019, however meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 95 (2017-18)

Development Authorities

1.5 AUDIT PARAS- Development Authority

1.5.1 Internal Control weaknesses

1.5.1.1 Non recovery of outstanding dues on account of non-user charges- Rs 32.673 million

According to Para 8 and 26 of the General Financial Rules Volume I, each administrative department has to see that the dues of the government are correctly and promptly assessed, collected and paid into Government Treasury.

Project Director, KDA Karak during 2014-15 & 2015-16 failed to recover Rs 32,672,805 as non user charges from the below mentioned allottees of plots.

| S. No | Category | No. of Plots | Year | Amount due (Rs) |
|--------------|----------------|--------------|---------|-------------------|
| 1 | 01 Kanal Plots | 140 | 2014-15 | 8,750,456 |
| 2 | 10 Marla Plots | 121 | 2014-15 | 5,106,100 |
| 3 | 01 Kanal Plots | 276 | 2015-16 | 8,078,711 |
| 4 | 10 Marla Plots | 182 | 2015-16 | 4,087,760 |
| 5 | 07 Marla Plots | 183 | 2015-16 | 2,881,381 |
| 6 | 05 Marla Plots | 189 | 2015-16 | 2,938,269 |
| 7 | 03 Marla Plots | 49 | 2015-16 | 830,128 |
| Total | | | | 32,672,805 |

Non recovery of outstanding dues occurred due to weak internal control, which resulted in loss to Government.

Non recovery was pointed out in March 2017, management stated that detailed reply would be furnished in a couple of days but no reply was received till finalization of this report. In DAC meeting held on 18.10.2017, Para stands for full recovery of the above amount.

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

AP No. 64 (2014-15) & 157 (2015-16)

**1.5.1.2 Non recovery of outstanding dues on account of Gas charges-
Rs 4.606 million**

According to Para 8 and 26 of the General Financial Rules Volume I, each administrative department to see that the dues of the government are correctly and promptly assessed, collected and paid into Government Treasury.

Project Director, KDA Karak during 2015-16 failed to recover Rs 7,631,793 as Gas charges from the below mentioned allottees of plots.

| S. No. | Category | No. of Plots | Amount due (Rs) |
|--------------|----------------|--------------|------------------|
| 1 | 01 Kanal Plots | 276 | 1,750,000 |
| 2 | 10 Marla Plots | 182 | 1,129,793 |
| 3 | 07 Marla Plots | 183 | 870,000 |
| 4 | 05 Marla Plots | 189 | 705,000 |
| 5 | 03 Marla Plots | 49 | 152,000 |
| Total | | | 4,606,793 |

Non recovery of outstanding dues occurred due to weak internal control, which resulted in loss to Government.

Non recovery was pointed out in March 2017, management stated that detailed reply would be furnished in a couple of days but no reply was received till finalization of this report. In DAC meeting held on 18.10.2017, Para stand for full recovery of the above amount.

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

AP No. 158 (2015-16)

1.5.1.3 Loss to Authority due to non-auction of shops-Rs 2.100 million

According to Rule 1 of Annexure A to Para 38 of GFR Vol-I requires the Departmental authorities to see that all revenues due to Government which have been brought to account are correctly and promptly assessed, realized and credited to government account.

Project Director, KDA Karak constructed 07 numbers of shops several years ago but the Authority failed to auction these shops till date of audit. The proposed price was Rs 300,000 per shops and thus the authority was deprived of revenue amounting to Rs 2,100,000 (Rs 300,000 x 07=Rs 2,100,000) in shape of rent.

Loss occurred due to weak internal control.

Loss was pointed out in March 2017, management stated that detailed reply would be furnished in a couple of days but no reply was received till finalization of this report. Request for the convening of DAC meeting was made on 20.03.2017 but no response was received from the Principal Accounting Officer, as a result DAC meeting could not be convened till finalization of this report in June, 2017.

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

AP No. 161 (2015-16)

ANNEXURES

Annexure -1

(Detail of MFDAC Paras)

(Rs in million)

| S# | AIR No. | Department | Gist of Para | Amount |
|----|---------|------------|---|--------|
| 1 | 3 | DHO Karak | Suspected miss-appropriation on account of purchase of X-Rays films | 0.382 |
| 2 | 6 | -do- | Overpayment on account of 25% doctor share and doubtful health receipts | 0.137 |
| 3 | 7 | -do- | Overpayment of Health Professional Allowance- Rs 816,000 and Excess drawl of Health Professional Allowance | 4.608 |
| 4 | 9 | -do- | Non deduction of Taxes from purchase of machinery & equipments (IHP | 14.586 |
| 5 | 10 | -do- | Unnecessary retention of money in designated accounts. Irregular/Doubtful cash withdrawal from designated bank account | 18.489 |
| 6 | 11 | -do- | Irregular Expenditure on Purchase of medicine | 24.312 |
| 7 | 12 | -do- | Non-crediting of sales tax into Government treasury | 0.264 |
| 8 | 13 | -do- | Loss to Government due to non-recovery of overpayment on account of Pay & Allowances | 0.579 |
| 9 | 14 | -do- | Irregular expenditure. Non deduction of sales tax and income tax on account of purchase of machinery & equipments | 8.034 |
| 10 | 15 | -do- | Irregular expenditure and non deposit of Government revenue | 5.967 |
| 11 | 16 | -do- | Overpayment of pay & allowances | 3.174 |
| 12 | 17 | DC | Unauthorized reappointment and overpayment of pay & allowances | 0.599 |
| 13 | 22 | -do- | Non-recovery of rent of shops | 0.561 |
| 14 | 24 | -do- | Loss to Government on account of excess | 0.789 |

| | | | consumption of POL | |
|----|----|-----------------------|---|-------|
| 15 | 28 | DEO (M&F) | Irregular and unauthorized appointment of class – IV staff | -- |
| 16 | 34 | -do- | Duplication of expenditure on account of science equipments | 0.650 |
| 17 | 38 | -do- | Non recovery of Loan out of Shaheen/Scouts Fund | 0.095 |
| 18 | 39 | -do- | Non deposit of Shaheen and Scout Fund | -- |
| 19 | 40 | -do- | Non deduction sales tax | 0.523 |
| 20 | 41 | -do- | Non Production of Appointment record | -- |
| 21 | 45 | -do- | Duplication of expenditure on account of science equipments | 0.200 |
| 22 | 47 | -do- | Non- imposition of penalty on account of late supply | 0.733 |
| 23 | 49 | -do- | Non deduction of Sales Tax from Supplier. | 0.205 |
| 24 | 50 | -do- | Non recovery of conveyance allowance. | 0.120 |
| 25 | 51 | DD Agriculture | Non Utilization of Fund | 5.744 |
| 26 | 52 | -do- | Non-realization of revenue | 0.376 |
| 27 | 53 | -do- | Irregular expenditure due to non-maintenance of log book | 0.884 |
| 28 | 54 | -do- | Irregular expenditure under head repair of transport | 0.499 |
| 29 | 60 | -do- | Irregular and un-authorized refund of Share amount (security) | 0.077 |
| 30 | 61 | DD Live Stock | Unauthorized/ doubtful Expenditure on account of repair of Vehicle | 0.269 |
| 31 | 62 | -do- | Irregular purchase of medicines | 1.424 |
| 32 | 63 | -do- | Irregular purchase of medicines | 0.915 |
| 33 | 65 | -do- | Irregular/ unauthorized expenditure on account of Purchase of machinery & equipments. | 0.548 |
| 34 | 66 | -do- | Suspected misappropriation | 0.676 |
| 35 | 67 | DO Sports | Non-maintenance of cash book | 3.235 |
| 36 | 69 | -do- | Non-maintenance of appropriate stock Register | 0.049 |
| 37 | 71 | DO Population Welfare | Irregular and doubtful appointment of Family Welfare Assistants | -- |

| | | | | |
|----|-----|--------------------|--|--------|
| 38 | 72 | -do- | Irregular and unauthorized appointment of class – IV staff | -- |
| 39 | 73 | -do- | Doubtful appointment of Family Welfare Assistant (Female) | -- |
| 40 | 74 | -do- | Irregular advance withdrawal of fund on account of purchase of medicines and non imposition of penalty for late supply | 1.222 |
| 41 | 45 | -do- | Irregular utilization and irregular sanction | 2.00 |
| 42 | 76 | -do- | Doubtful expenditure on account of Hot & Cold Charges | 0.040 |
| 43 | 77 | -do- | Less deduction of taxes | 0.193 |
| 44 | 78 | -do- | Non recovery of conveyance allowance during leave period | 0.031 |
| 45 | 79 | -do- | Irregular adjustment against vacant posts | -- |
| 46 | 80 | -do- | Irregular/doubtful cash withdrawal from designated bank account Rs. 1.269 million | |
| 47 | 81 | DO Social Welfare | Loss to Government due to less deduction of income tax | 0.469 |
| 48 | 83 | -do- | Irregular payment | 0.275 |
| 49 | 86 | -do- | Irregular expenditure on account of purchase | 0.853 |
| 50 | 88 | AR Cooperative | Non-surrender of saving | 0.581 |
| 51 | 89 | -do- | Non-recovery of loans | 0.114 |
| 52 | 92 | TMA Karak | Unauthorized Purchase | 2.240 |
| 53 | 94 | -do- | Unauthorized cash withdrawals from designated bank account | 18.795 |
| 54 | 97 | -do- | Loss to Government Due To Less Realization of Receipts | 0.351 |
| 55 | 99 | -do- | Non-retention of contracts receipts record-Rs million | 2.648 |
| 56 | 101 | TMA BD Shah | Unauthorized award of work due to non-transparent tendering process | 10.00 |
| 57 | 104 | -do- | Unauthorized cash withdrawals from designated bank account | 20.805 |
| 58 | 105 | -do- | Non adjustments of advances | 1.255 |
| 59 | 107 | -do- | Loss to Government Due To Less Realization of Receipts | 0.826 |
| 60 | 108 | -do- | Non-retention of contracts receipts record | 3.132 |
| 61 | 113 | TMA Takhte Nasrati | Unauthorized payment of non schedule items without market rate analysis | 3.682 |
| 62 | 114 | -do- | Excess expenditure than the approved in PC-1 | 2.297 |

| | | | | |
|----|-----|-----------------------------------|--|--------|
| 63 | 115 | -do- | Overpayment due to allowing excess quantities | 1.944 |
| 64 | 116 | -do- | Excess expenditure than the approved in PC-1 | 7.238 |
| 65 | 117 | -do- | Excess expenditure than the approved in PC-1 | 9.417 |
| 66 | 118 | -do- | Loss to government due to non deduction of sales tax | 1.033 |
| 67 | 119 | -do- | Loss to TMA due to non recovery of mutation fee | 0.067 |
| 68 | 159 | Karak Development Authority | Non Recovery of water supply charges | 0.268 |
| 69 | 160 | | Doubtful payment on account of M&R | 0.231 |
| 70 | 162 | | Irregular payment of CP Fund advances and non recovery | 0.965 |
| 71 | 163 | | Irregular/doubtful expenditure on account of TA/DA and POL | 0.649 |
| 72 | 164 | | Irregular/doubtful payment on account of Advertisement charges | 0.031 |
| 73 | 165 | | Doubtful cash withdrawal from bank account | 13.941 |

Annexure-2
Para No. 1.2.2.10

(Detail of Irregular Cash withdrawal)

| S. No | Date | Cheque No | Amount (Rs) |
|--------------|-------------|------------------|--------------------|
| 1 | 4-7-2017 | 35168317 | 29,670 |
| 2 | 4-7-2017 | 35168333 | 28,840 |
| 3 | 4-7-2017 | 35168334 | 38,000 |
| 4 | 5-7-2017 | 35168350 | 800,000 |
| 5 | 6-7-2017 | 35168344 | 48,700 |
| 6 | 6-7-2017 | 35168343 | 401,300 |
| 7 | 7-7-2017 | 35168349 | 32,450 |
| 8 | 10-7-2017 | 35168314 | 370,933 |
| 9 | 10-7-2017 | 35168327 | 61,420 |
| 10 | 11-7-2017 | 35168361 | 4,123,000 |
| 11 | 14-7-2017 | 35168346 | 30,160 |
| 12 | 17-7-2017 | 35168337 | 50,250 |
| 13 | 11-8-2017 | 35168371 | 270,000 |
| 14 | 11-8-2017 | 35168370 | 300,000 |
| 15 | 15-8-2017 | 35168366 | 60,000 |
| 16 | 15-8-2017 | 35168367 | 50,000 |
| 17 | 15-8-2017 | 35168364 | 60,000 |
| 18 | 16-8-2017 | 35168369 | 40,000 |
| 19 | 16-8-2017 | 35168372 | 300,000 |
| 20 | 16-8-2017 | 35168363 | 80,000 |
| 21 | 16-8-2017 | 35168355 | 80,000 |
| 22 | 16-8-2017 | 35168357 | 80,000 |
| 23 | 16-8-2017 | 35168365 | 80,000 |
| 24 | 17-8-2017 | 35168368 | 40,000 |
| 25 | 22-8-2017 | 35168362 | 50,000 |
| 26 | 21-9-2017 | 35168373 | 41,361 |
| 27 | 5-10-2017 | 35168374 | 300,000 |
| 28 | 5-10-2017 | 35168375 | 34,434 |
| 29 | 23-10-2017 | 35168376 | 600,000 |
| 30 | 30-10-2017 | 35168379 | 168,375 |
| 31 | 30-10-2017 | 35168378 | 51,824 |
| 32 | 8-11-2017 | 35168380 | 44,862 |
| 33 | 22-11-2017 | 35168385 | 53,864 |
| 34 | 24-11-2017 | 35168383 | 34,434 |
| 35 | 2-12-2017 | 35168384 | 300,000 |
| 36 | 27-12-2017 | 35168391 | 57,144 |
| 37 | 27-12-2017 | 35168387 | 300,000 |

| | | | |
|----|-----------|----------|---------|
| 38 | 3-1-2018 | 35168390 | 25,176 |
| 39 | 16-1-2018 | 35168392 | 600,000 |
| 40 | 22-1-2018 | 35168394 | 264,700 |
| 41 | 26-1-2018 | 35168396 | 78,681 |
| 42 | 29-1-2018 | 35168395 | 35,698 |
| 43 | 7-2-2018 | 35168397 | 41,920 |
| 44 | 12-2-2018 | 35168398 | 21,120 |
| 45 | 20-2-2018 | 66609803 | 66,770 |
| 46 | 15-3-2018 | 35168400 | 200,000 |
| 47 | 16-3-2018 | 66609807 | 45,606 |
| 48 | 4-4-2018 | 66609813 | 28,622 |
| 49 | 19-4-2018 | 66609837 | 79,172 |
| 50 | 2-5-2018 | 66609838 | 32,626 |
| 51 | 2-5-2018 | 66609841 | 225,778 |
| 52 | 2-5-2018 | 66609842 | 70,000 |
| 53 | 4-5-2018 | 66609839 | 20,750 |
| 54 | 8-5-2018 | 66609851 | 110,600 |
| 55 | 18-5-2018 | 66609849 | 39,044 |
| 56 | 23-5-2018 | 66609843 | 36,000 |
| 57 | 24-5-2018 | 66609857 | 168,046 |
| 58 | 25-5-2018 | 66609868 | 126,000 |
| 59 | 26-5-2018 | 66609817 | 24,000 |
| 60 | 26-5-2018 | 66609816 | 24,000 |
| 61 | 28-5-2018 | 66609821 | 24,000 |
| 62 | 28-5-2018 | 66609829 | 24,000 |
| 63 | 28-5-2018 | 66609819 | 24,000 |
| 64 | 28-5-2018 | 66609815 | 24,000 |
| 65 | 28-5-2018 | 66609818 | 24,000 |
| 66 | 29-5-2018 | 66609831 | 24,000 |
| 67 | 29-5-2018 | 66609832 | 24,000 |
| 68 | 30-5-2018 | 66609833 | 24,000 |
| 69 | 30-5-2018 | 66609822 | 24,000 |
| 70 | 31-5-2018 | 66609824 | 24,000 |
| 71 | 31-5-2018 | 66609828 | 24,000 |
| 72 | 31-5-2018 | 66609827 | 24,000 |
| 73 | 31-5-2018 | 66609826 | 24,000 |
| 74 | 31-5-2018 | 66609855 | 64,070 |
| 75 | 2-6-2018 | 66609825 | 24,000 |
| 76 | 5-6-2018 | 66609859 | 30,000 |
| 77 | 7-6-2018 | 66609873 | 94,630 |
| 78 | 7-6-2018 | 66609814 | 24,000 |
| 79 | 8-6-2018 | 66609877 | 30,872 |

| | | | |
|--------------|-----------|----------|-------------------|
| 80 | 8-6-2018 | 66609830 | 24,000 |
| 81 | 8-6-2018 | 66609882 | 90,000 |
| 82 | 11-6-2018 | 66609883 | 90,000 |
| 83 | 11-6-2018 | 66609874 | 30,000 |
| 84 | 11-6-2018 | 66609869 | 25,980 |
| 85 | 12-6-2018 | 66609878 | 100,000 |
| 86 | 13-6-2018 | 66609881 | 60,000 |
| 87 | 14-6-2018 | 66609884 | 50,000 |
| 88 | 14-6-2018 | 66609888 | 640,423 |
| 89 | 19-6-2018 | 66609880 | 100,000 |
| 90 | 19-6-2018 | 66609887 | 330,000 |
| 91 | 20-6-2018 | 66609879 | 100,000 |
| 92 | 21-6-2018 | 66609885 | 40,000 |
| 93 | 21-6-2018 | 66609870 | 51,070 |
| 94 | 22-6-2018 | 66609886 | 43,000 |
| 95 | 22-6-2018 | 66609889 | 192,588 |
| 96 | 25-6-2018 | 66609890 | 877,180 |
| Total | | | 15,279,143 |

Annexure-3

Para No. 1.2.2.15

(Detail showing Non recovery of house rent and conveyance allowance)

| S# | Name of occupant | Accommodation | C A | HRA | Total Months | Total Recovery (Rs) |
|----|------------------------|-----------------|-------|-------|--------------|---------------------|
| 1 | Dr. Fazal Muhammad | BHU Khurram | 5,000 | 2,955 | 12 | 95,460 |
| 2 | Nazia Sajjad, LHV | ---do--- | 2,856 | 1,307 | 12 | 49,956 |
| 3 | Medical Technician | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 4 | Jehan Saeed, Attendant | ---do--- | 1,785 | 972 | 12 | 33,084 |
| 5 | Niamatullah, Tech: | CH Gurguri | 2,856 | 1,500 | 12 | 52,272 |
| 6 | Ahmed Ali, Tech: | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 7 | Sheryar, Tech: | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 8 | M. Saleem, Sweeper | ---do--- | 1,785 | 972 | 12 | 33,084 |
| 9 | Ziaulhaq, Ward Orderly | ---do--- | 1,932 | 1,002 | 12 | 35,208 |
| 10 | Anwar Habib, WO | ---do--- | 1,932 | 1,002 | 12 | 33,084 |
| 11 | Ikramullah, WO | ---do--- | 1,932 | 1,002 | 12 | 33,084 |
| 12 | Asimullah, Tech | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 13 | Abdul qadir, Tech | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 14 | Bilal Ahmed, Dhobi | ---do--- | 1,932 | 1,002 | 12 | 33,084 |
| 15 | Atif Nadeem, Tech: | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 16 | Malika Shadaat, LHV | BHU JI. Khel | 2,856 | 1,307 | 12 | 49,956 |
| 17 | Muslim Gul, sweeper | ---do--- | 1,932 | 1,002 | 12 | 33,084 |
| 18 | Dr. Ghazni Gul | CH Terri | 5,000 | 2,955 | 12 | 95,460 |
| 19 | Dr. Maqsood rehman | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 20 | Immadudin, Tech; | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 21 | Haider Gul, Chow: | ---do--- | 1,785 | 972 | 12 | 33,084 |
| 22 | Eid Marjan, Dai | ---do--- | 1,785 | 1,002 | 12 | 33,444 |
| 23 | LHV | BHU Mona Khel | 2,856 | 1,307 | 12 | 49,956 |
| 24 | M. Saleem, Chow: | ---do--- | 1,785 | 972 | 12 | 33,084 |
| 25 | Ghazala, C. Nurse | Type-D Latamber | 5,000 | 2,955 | 12 | 95,460 |

| | | | | | | |
|----|---------------------|--------------------------|-------|-------|----|--------|
| 26 | Irum Parveen, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 27 | Nazia, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 28 | Shoaib, Tech: | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 29 | Salama, Clerk | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 30 | Dr. Tahir | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 31 | Adnan, Beh: | ---do--- | 1,785 | 972 | 12 | 33,084 |
| 32 | Ajmal, Tech: | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 33 | Dr. Rajwali | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 34 | Baitullah, Tech: | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 35 | Arif, Tech: | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 36 | Umer Farooq, Chow: | BHU Zara Ghundi | 1,785 | 972 | 12 | 33,084 |
| 37 | Husan Pari, LHV | ---do--- | 2,856 | 1,307 | 12 | 49,956 |
| 38 | Asmatullah, Chow: | BHU Darshikhel | 1,785 | 972 | 12 | 33,084 |
| 39 | Medical Officer | RHC Jandri | 5,000 | 2,955 | 12 | 95,460 |
| 40 | Shagufta Begum, LHV | BHU Mithakhel | 2,856 | 1,307 | 12 | 49,956 |
| 41 | Bibi Sajida, LHV | ---do--- | 2,856 | 1,307 | 12 | 49,956 |
| 42 | Abdul Hai, Sweeper | BHU Shamshaki | 1,785 | 972 | 12 | 33,084 |
| 43 | Gul Ghaffar, Chow: | ---do--- | 1,785 | 972 | 12 | 33,084 |
| 44 | Dr. Abdurahman | Type-C Takhte Nasriti | 5,000 | 2,955 | 12 | 95,460 |
| 45 | Dr. Amir Nawaz | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 46 | Dr. Zahoorullah | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 47 | Dr. Saddiqullah | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 48 | Dr. Abid Rasheed | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 49 | Dr. Goharullah | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 50 | Dr. M. Ali | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 51 | Dr. Safdar Irfan | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 52 | Dr. Mubashir qayyum | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 53 | Dr. Zohra Islam | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 54 | Dr. Shafqat Jehan | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 55 | Asmat Firdus, Tech: | ---do--- | 2,856 | 1,500 | 12 | 52,272 |

| | | | | | | |
|----|--------------------------|----------------------|-------|-------|----|--------|
| 56 | Rehmat Bibi, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 57 | Zakia Bibi, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 58 | Samina, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 59 | Sundus, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 60 | Nadia, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 61 | Fatima, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 62 | Shamshad, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 63 | Fahmida, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 64 | Naheed Raza, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 65 | Dr. Gul Sanat | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 66 | Dr. Niaz Ali | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 67 | Dr. Irfanuddin | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 68 | Dr. Fauzia Naureen | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 69 | Talmir, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 70 | Asia Bibi, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 71 | Tazeen, CN | Type-D Abad Sabir | 5,000 | 2,955 | 12 | 95,460 |
| 72 | Fozia, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| 73 | Zahidullah, Tech: | ---do--- | 2,856 | 1,500 | 12 | 52,272 |
| 74 | Dr. Shahab Iqbal ,MO | --- | 5,000 | --- | 12 | 60,000 |
| 75 | Imran Begum, C. Nurse | --- | 5,000 | --- | 12 | 60,000 |
| 76 | Tazeem Akhtar, CN | --- | 5,000 | --- | 12 | 60,000 |
| 77 | Fauzia Sultan, CN | --- | 5,000 | --- | 12 | 60,000 |
| 78 | Dr. Manzoor Ahmed, MO | --- | 5,000 | --- | 12 | 60,000 |
| 79 | Safina Dil, CN | --- | 5,000 | --- | 12 | 60,000 |
| 80 | Razneen, CN | --- | 5,000 | --- | 12 | 60,000 |
| 81 | Nazia Kalsoom, CN | --- | 5,000 | --- | 12 | 60,000 |
| 82 | Dr. Tahirullah | --- | 5,000 | --- | 12 | 60,000 |
| 83 | Zahidullah, CT | --- | 2,856 | --- | 12 | 34,272 |
| 84 | Dr. Abdurahman | --- | 5,000 | --- | 12 | 60,000 |
| 85 | Saminullah, JCT | --- | 2,856 | --- | 12 | 34,272 |

| | | | | | | |
|--------------|---------------------|-------------|-------|-------|----|------------------|
| 86 | Samina Akhtar, CN | --- | 5,000 | --- | 12 | 60,000 |
| 87 | Sundus, CN | --- | 5,000 | --- | 12 | 60,000 |
| 88 | Bibi Fatima, CN | --- | 5,000 | --- | 12 | 60,000 |
| 89 | Dr. Shafqat Jehan | --- | 5,000 | --- | 12 | 60,000 |
| 90 | Dr. Safdar Irfan | --- | 5,000 | --- | 12 | 60,000 |
| 91 | Dr. AAmir Rashid | --- | 5,000 | --- | 12 | 60,000 |
| 92 | Bibi Sakina, LHV | | 2,856 | --- | 12 | 34,272 |
| 93 | Dr. Maryam, WMO | THQ BD Shah | 5,000 | 2,955 | 12 | 95,460 |
| 94 | Rabia Basri, LHV | ---do--- | 2,856 | 1,307 | 12 | 49,956 |
| 95 | M. Shahid , Attend: | ---do--- | 1,785 | 972 | 12 | 33,084 |
| 96 | Payo Mazadi, Dai | ---do--- | 1,785 | 1,002 | 12 | 33,444 |
| 97 | Nofia Begum, CN | ---do--- | 5,000 | 2,955 | 12 | 95,460 |
| Total | | | | | | 7,027,072 |

Annexure-4

Para No. 1.2.2.20

(Detail of expenditure incurred beyond powers)

| S. No. | Sanction No. | Sanction date | Amount (Rs) |
|--------|----------------|---------------|------------------|
| 1 | 2022/DDD Karak | 26.04.2018 | 199,962 |
| 2 | 2026/DDD Karak | 26.04.2018 | 199,962 |
| 3 | 2023/DDD Karak | 26.04.2018 | 199,962 |
| 4 | 2024/DDD Karak | 26.04.2018 | 199,962 |
| 5 | 2025/DDD Karak | 26.04.2018 | 152,352 |
| 6 | 2029/DDD Karak | 27.04.2018 | 115,857 |
| | Total | | 1,068,057 |

(Detail of expenditure incurred beyond powers)

| S. No. | Company Name | Invoice No. | Invoice Date | Cheque No. | Cheque date | Amount (Rs) |
|--------|--------------|-------------|--------------|------------|-------------|------------------|
| 1 | Avicenna | 878 | 11.10.2017 | 0646979 | 31.10.2017 | 99,981 |
| 2 | Avicenna | 879 | 13.10.2017 | 0646979 | 31.10.2017 | 99,981 |
| 3 | Avicenna | 880 | 14.10.2017 | 0646979 | 31.10.2017 | 99,981 |
| 4 | Avicenna | 881 | 18.10.2017 | 0646979 | 31.10.2017 | 99,981 |
| 5 | Avicenna | 882 | 02.10.2017 | 0646979 | 31.10.2017 | 99,981 |
| 6 | Avicenna | 883 | 04.10.2017 | 0646979 | 31.10.2017 | 99,981 |
| 7 | Avicenna | 885 | 05.10.2017 | 0646979 | 31.10.2017 | 99,981 |
| 8 | Avicenna | 886 | 09.10.2017 | 0646979 | 31.10.2017 | 99,981 |
| 9 | Avicenna | 889 | 25.10.2017 | 0646979 | 31.10.2017 | 98,900 |
| 10 | Avicenna | 890 | 26.10.2017 | 0646979 | 31.10.2017 | 99,799 |
| 11 | Intervag | Nil | 20.10.2017 | 0646981 | 31.10.2017 | 99,960 |
| 12 | Intervag | Nil | 23.10.2017 | 0646981 | 31.10.2017 | 99,992 |
| 13 | Mallard | Nil | 03.10.2017 | 0646990 | 02.11.2017 | 99,981 |
| 14 | Mallard | Nil | 06.10.2017 | 0646990 | 02.11.2017 | 99,981 |
| 15 | Mallard | Nil | 10.10.2017 | 0646990 | 02.11.2017 | 99,981 |
| 16 | Mallard | Nil | 12.10.2017 | 0646990 | 02.11.2017 | 99,981 |
| 17 | Mallard | Nil | 16.10.2017 | 0646990 | 02.11.2017 | 99,981 |
| 18 | Mallard | Nil | 17.10.2017 | 0646990 | 02.11.2017 | 99,981 |
| 19 | Mallard | Nil | 19.10.2017 | 0646990 | 02.11.2017 | 99,981 |
| 20 | Avicenna | 934 | 18.12.2017 | 0701395 | 17.01.2018 | 99,981 |
| 21 | Avicenna | 935 | 19.12.2017 | 0701395 | 17.01.2018 | 99,981 |
| 22 | Avicenna | 936 | 20.12.2017 | 0701395 | 17.01.2018 | 99,981 |
| 23 | Avicenna | 937 | 20.12.2017 | 0701395 | 17.01.2018 | 99,981 |
| | Total | | | | | 2,298,290 |

Annexure-5
Para No. 1.2.2.22

| S. No. | Particulars | Quantity | Rate | Amount outstanding (Rs) |
|---------------|------------------------|-----------------|-------------|--------------------------------|
| 01 | Tractor 75 horse power | 1 | 940,500 | 940,500 |
| 02 | Tractor 65 horse power | 2 | 709,500 | 1,419,000 |
| 03 | Tractor Trolley | 2 | 476,820 | 953,640 |
| 04 | Cultivator | 2 | 47,000 | 94,000 |
| 05 | Rotavator | 1 | 79,786 | 79,786 |
| 06 | MB Plough | 1 | 43,000 | 43,000 |
| 07 | Ridger | 1 | 55,000 | 55,000 |
| 08 | Post Hole Digger | 1 | 77,000 | 77,000 |
| 09 | Seed Drill Machine | 1 | 70,000 | 70,000 |
| 10 | Chisel Plough | 1 | 43,000 | 43,000 |
| 11 | Potato Digger | 1 | 183,768 | 183,768 |
| 12 | Disc Harrow | 1 | 98,400 | 98,400 |
| 13 | Power Sprayer | 3 | 52,000 | 156,000 |
| | Total | | | 2,795,513 |

Annexure-6

Para No. 1.2.2.25

| S# | Name of Appointee | Father's Name | Designation | Remarks |
|-----------|--------------------------|----------------------|--------------------|---|
| 1 | Bahadar Zaman | Rozi Marjan | CT, Pharmacy | He was overage for more than 05 years. No matric certificate attached. He has FA 3 rd division while 8 marks were given for BA 2 nd division, which was not attached. No original diploma of medical faculty and no experience. |
| 2 | Zafar Mehmood | Hassan Gul | ---do--- | Diploma was not provided during interview as mentioned in merit list |
| 3 | Asmatullah | Niaz Wali | ---do--- | He was retired from FC having 68.8 Marks while M. Saddiq S/O Gul Nawaz having 75 marks was dropped. He was overage also. He was given 8 marks for BA but he had FA in 3 rd division. |
| 4 | Hamidullah | Hajat Gul | ---do--- | 15 Marks were given for 2 nd division diploma but he had 3 rd division diploma from Balochistan medical Faculty instead of KP Medical Faculty. Age relaxation for one year and 18 days was given by DHO. 8 Marks given for higher qualification but no degree found attached. |
| 5 | Zafar Mehmood | Hassan Gul | ---do--- | 15 Marks were given for 2 nd division diploma but he had 3 rd division diploma from Balochistan medical Faculty instead of KP Medical Faculty. 10 marks given for experience but no NOC from Kohat Prison was produced and total experience in years was also not known. |
| 6 | M. Hanif | Asal Karim | ---do--- | 10 marks given for experience while experience of a school was considered, which was not relevant. Cutting/overwriting was made in his application in date of application and years of experience. No NOC found from school. Passed exam as dispenser. |

| | | | | |
|----|-------------------|-----------------|----------|--|
| | | | | No original diploma found, no division and marks written on certificate. He was overage also. 6 marks given for higher qualification but no degree produced. |
| 7 | Zaffar Iqbal | Sher Abbas Khan | ---do--- | Matric without science, which was basic requirement. No NOC from DPWF Karak and no relevant experience. No 2 years diploma from KP Medical Faculty as stated in application. He was overage also. |
| 8 | M. Younas | Wilayat Shah | ---do--- | He had 3 rd division in matric and was not eligible for post besides given 38 marks for second division. 6 marks given for higher qualification but was not attached. He was ward orderly and was overage also. No original diploma found. |
| 9 | Saleem Zafar | M. Zamir | ---do--- | He was overage. His experience was as gate keeper in Pakistan Railway so nil marks given. 8 marks given for BA but not attached. No original diploma found. |
| 10 | M. Naseer | Zar Khanan | ---do--- | He was overage. 8 marks given for BA but not attached. Experience as tubewell operator. No original diploma found. |
| 11 | Hamza Ali Khan | Rasool Jan | ---do--- | He had no diploma from KP Medical Faculty. |
| 12 | Shamsul Wahab | Laiq Rehman | ---do--- | No diploma and he was fail in DMCs of Pharmacy as stated in application that qualification is FA. He had the lowest 59 marks in total while one Naemullah and Abdul Malik were dropped having 70 marks. |
| 13 | Mehboob Ur Rehman | M. Rahman | ---do--- | No original diploma besides 20 marks given. He had the 2 nd lowest 62 marks in total while one Naemullah and Abdul Malik were dropped having 70 marks. |

| | | | | |
|----|--|--|-----------------|--|
| 14 | Naseebullah Wajid Iqbal M. Iqrar M. Kashif Shamsurahman Abdul Hadi Nazia Begum Munawar Iqbal Qadir Alam Muddasir Anwar | Saifullah Said Badshah Nausherwan M. Akram Payo Rahman Abdul Qadir Noor Mohd: M. Nawaz Attaullah -- | CT Pathology | No original diploma found. 10 marks given for experience but no experience. No domicile and no application attached. No diploma found. No Matric certificate found. No DMCs |
| 15 | Gul Nawar | Mir Shah Wali | ---do--- | Overage. No Matric Attached. No original diploma/DMCs And domicile |
| 16 | Ahmed Sajjad | Jehanzeb | CT Dental | No original diploma. 4 th semester DMC issued on 25.10.2017 while last date of submission of documents was 28.10.2017 so no diploma was attained at that time. |
| 17 | Ishtiaq Ahmed | Younas | ---do--- | 5.5 marks given for experience while no NOC found besides total marks for one year experience were only 4. No original metric certificate and diploma/DMCs found. |
| 18 | Naveed anjum | Dost Ali Khan | ---do--- | Overage. 3 rd and 4 th semester DMC not from KP Medical Faculty. No metric certificate and diploma found. |
| 19 | Azizullah Israr Ahmed | Abdur Rais Said Ali Khan | ---do--- | No Metric certificate found. No domicile. |
| 20 | Rifaqat Aziz | Azizurahman | ---do--- | No diploma from KP MF, diploma is from GPMIMT. |
| 21 | Abdul Qadir | Sarbuland | CT Radiology | No diploma attached and 20 marks given. |
| 22 | Nafees Akhtar | Eid Akbar | ---do--- | He is fail in DMCs. Diploma and DMCs received on 5.12.2017 while last date was 28.10.2017. |
| 23 | Ponam Naz M. Zeeshan | Hamidullah M. Rasheed | ---do--- | No metric attached. No metric, diploma and DMCs. |

| | | | | |
|----|-------------------|----------------|---------------|---|
| | M. Bilal | M. Tariq | | |
| 24 | Tariq Shaheed | Hawaladar Khan | ---do--- | Overage. No original diploma and 20 marks given. Low marks i.e. 63.3 |
| 25 | M. Ijaz Jawad | Abdur Rahim | ---do--- | No original diploma and he is fail in DMCs. |
| 26 | Saifullah | Lal Zardam | CT Surgical | No metric certificate and original diploma attached. |
| 27 | Zahoor Ahmed | Sultan Hussain | ---do--- | Selected without diploma as he stated in application that I have applied for diploma. Neither DMCs attached. |
| 28 | Maqsood Ur Rahman | Yousaf khan | ---do--- | No original diploma and his DMCs are in orthopedic not in surgical. His 4 th semester DMC was issued on 23.10.2017. No metric certificate attached. |
| 29 | Abdullah | Ali zahir Shah | ---do--- | No original diploma. 4 th semester DMC issued on 21.10.2017 and 3 rd semester DMC was not attached so he may be fail. |
| 30 | Zeeshanullah | Niazurahman | ---do--- | No original diploma and matric certificate. 4 th semester DMC was issued on 25.10 2017 (last date). Lowest marks i.e. 57. |
| 31 | Abdullah | Gul Mohammad | CT Anesthesia | No FA certificate attached and 4 marks given. |
| 32 | Shehzad Gul | Bahar Gul | ---do--- | Very overage (1979). No BA attached. |
| 33 | Wasim Iqbal | M. Saeed khan | ---do--- | No metric, no FA attached. |
| 34 | Shahid Zaman | Ahmed Khan | CT Pathology | 20 marks given for technical diploma while he is 2 nd division. 4 marks given for experience while he has no NOC. 8 marks given for BA, which was not attached. |
| 35 | Hizbullah | Doctor khan | ---do--- | 6 marks given for FA, which was not attached. Metric original was also not attached. Cutting was made in diploma in "GRADE". 4 marks given for experience neither attached nor given in application. |

| | | | | |
|----|-----------------------------------|------------------------------|------------------|--|
| 36 | Asma Naureen | Rayat Shah | CT MP | No metric attached and FA is in Arts so matric should be in science. |
| 37 | M. Ikhlq | M. Rais | --do-- | 3 rd division in metric while marks given for 2 nd division as he was not entitled. Overage. No NOC. Ward boy. |
| 38 | Sabirullah | Ziwar Shah | ---do--- | 3 rd division in metric while marks given for 2 nd division as he was not entitled. No diploma attached. Looks fake. |
| 39 | Jauhar Idrees | Ahia | CT Cardiology | No BA attached while 8 marks given. Waqas Ahmed S/O Sultan Hussain having same position was marked absent but no proof provided. |
| 40 | Hassan Nasir | Sher Bahadur | CT Radiology | Overage |
| 41 | Zulqarnain Tehsinullah | Misran Ihsanullah | ---do--- | No FA attached |
| 42 | M. Khalid | --- | ---do--- | No matric certificate, experience attached and 4 marks given. |
| 43 | Farhan Khattak Abdul Jabbar | Gul Saif Abdul Ghaffar | CT Surgical | Abdul Jabbar having 73 marks was not selected instead farhan khattak having 70.2 marks was selected and his metric certificate was not attached and was given Ist division marks. |
| 44 | Asif mehmood | Taj Raiyat Khan | ---do--- | 6 marks given for FA but was not attached. Original matric certificate was not attached. |
| 45 | M. Ibrahim | Gul Amin | ---do--- | Overage and 8 marks given for BA, which was not attached. |
| 46 | Abdul Rehman | Falak Niaz | ---do--- | 6 marks given for FA, which was not attached. 10 marks given for experience but no NOC found. He has been given 20 marks for ist division in diploma while he is 2 nd division. |
| 47 | M. Abid | Abdul khanan | ---do--- | He is overage. |

Annexure-7
Para No. 1.2.2.26

| S# | Name of Appointee | Father's Name | Designation | Remarks |
|----|---|---|--|--|
| 1 | Akhtar Nawaz M. Shahid | M. Nawaz M. Taraz | Chowkidar X-ray Attendant | He was selected out of 14 candidates and his name was written on pen at last in the attendance list having no documents. |
| 2 | M. Aftab Zahoor Ul Islam Qadir Nawaz Noor Said Ghulam zaman M. Junaid M. Waqas Ihsan Gul Umer Nawaz Faridulhaq M. Awais | Khair Mohd. Islamurehman Zari Jan Abdulsattar Mir Islam Zahir Ahmed Husain Habib Gul Gul Nawaz Ghulam Saddique Fazal rabbi | Mali ---do--- ---do--- ---do--- ---do--- ---do--- ---do--- ---do--- ---do--- Ward Attend: ---do--- | No Employment Exchange registration and documents attached. |
| 3 | Bilal Ahmed | Noor Islam | Laundry Operator | He was registered with Employment Exchange on 06.12.2017 i.e. one day before interview. |
| 4 | Umer Nawaz M. Saleem Abdullah M. Iftikhar Khan | Gul Nawab Zair Mohd. Mir Gul Khan Taj Ali Shah | Mali ---do--- ---do--- ---do--- | In minutes of meeting of selection committee/ final merit list 20 candidates were selected while appointment orders of these candidates were issued in excess besides final merit list/minutes. |
| 5 | Tahir Iqbal Rashid Mehmood | Abdul Sattar Mohsin Shah | Mali ---do--- | Employment Exchange registration was not available. |
| 6 | Hassan Javed | Hakim Khan | Generator Operator | He was overage (1975) He has been given 10 marks for experience but his experience was from private firm. There was no need for experience marks as it was not mentioned in advertisement. |
| 7 | Hidayatullah | M. Ibrahim | Driver | Overage (1974) |

| | | | | |
|----|-------------------------------|--------------------------|----------------------|--|
| | Gulab Sardar Sadirurrahman | Khan Sardar Zain Khan | ---do--- ---do--- | Overage (1974) Overage (1970) |
| 8 | Nasir Jan | Rahim Jan | ---do--- | He had no LTV/HTV license. He had only motorcar/jeep license |
| 9 | Rizwana Rehman | M. Rahman | Ward Attendant | She was on serial No. 47 of appointment list and was selected while appointment final list was upto 17 numbers. Her E. Exchange registration was made on 06.12.2017 i.e. one day before selection. |
| 10 | Bibi Samina | M. Fayyaz | ---do--- | She was in serial no. 4 of the above list of 17 numbers while she was dropped and Rizwana (as stated above) was selected. She was registered with E. Exchange on 14.12.2017 while Rizwana was registered on 06.12.2017 |
| 11 | Aiman Sherin | Lal Sherin | ---do--- | Last date of application/documents submission was 07.12.2017 and interview date was 12.12.2017 while her E. Exchange registration date was changed/ overwritten from 12.12.2017 to 12.10. 2017, which was last date of interview. No application was found attached. |
| 12 | Kainat Sherin | ---do--- | ---do--- | Both are sisters and has same observation as stated above. |
| 13 | Anam Yasmin | Danish Sohail | ---do--- | Same observation as stated above. |
| 14 | Manzoor Elahi | Sail Rehman | ---do--- | As per his mother CNIC, his father name was Sabil Ur Rahman while his father name was Sail Rehman as per his record. No Employment Exchange registration found available. |
| 15 | Sarfat Ullah | Mujahideen | ---do--- | No proof or mother affidavit and CNIC or other record available. |
| 16 | Zaitoon Jana | Amanullah | Ward Attendant | She was registered with E. Exchange on 07.12.2017 i.e. last date. |

Annexure-8**Para No. 1.2.2.27**

| S. No | Date | Cheque No | Amount (Rs) |
|--------------|-------------|------------------|--------------------|
| 1 | 12-7-2017 | 2949013 | 20,000 |
| 2 | 19-7-2017 | 2949014 | 50,000 |
| 3 | 20-7-2017 | 2949015 | 200,000 |
| 4 | 20-7-2017 | 2949016 | 100,000 |
| 5 | 20-7-2017 | 2949017 | 250,000 |
| 6 | 2-8-2017 | 2949018 | 40,000 |
| 7 | 4-8-2017 | 2949019 | 220,000 |
| 8 | 23-8-2017 | 2949021 | 500,000 |
| 9 | 23-8-2017 | 2949020 | 220,000 |
| 10 | 25-8-2017 | 2949022 | 220,000 |
| 11 | 30-8-2017 | 2949023 | 19,000 |
| 12 | 14-12-2017 | 2949024 | 50,000 |
| 13 | 20-12-2017 | 2949025 | 100,000 |
| 14 | 28-12-2017 | 2949026 | 20,000 |
| 15 | 10-1-2018 | 2949027 | 100,000 |
| 16 | 15-1-2018 | 2949028 | 150,000 |
| 17 | 15-1-2018 | 2949029 | 7,000 |
| 18 | 23-1-2018 | 2949030 | 36,000 |
| 19 | 9-2-2018 | 2949031 | 50,000 |
| 20 | 12-2-2018 | 2949032 | 20,000 |
| 21 | 12-2-2018 | 2949033 | 50,000 |
| 22 | 15-2-2018 | 2949034 | 100,000 |
| 23 | 19-2-2018 | 2949035 | 12,000 |
| 24 | 19-3-2018 | 2949036 | 19,000 |
| 25 | 3-4-2018 | 2949037 | 50,000 |
| 26 | 21-5-2018 | 2949038 | 24,000 |
| 27 | 31-5-2018 | 2949039 | 11,500 |
| 28 | 6-6-2018 | 2949040 | 30,000 |
| 29 | 11-6-2018 | 2949041 | 20,000 |
| 30 | 13-6-2018 | 2949042 | 50,000 |
| 31 | 21-6-2018 | 2949043 | 43,500 |
| Total | | | 2,782,000 |

Annexure-9

Para No. 1.2.3.3

| S. No. | Head of account | MFSC | Amount outstanding (Rs.) |
|---------------|-----------------------------------|----------------|---------------------------------|
| 1 | Registration | Karak | 277,100 |
| 2 | Profit from Inputs | Karak | 466,794 |
| 3 | Profit from Agriculture Machinery | Karak | 1,600,379 |
| 4 | Other Source | Karak | 96,909 |
| 5 | Registration | BD Shah | 200,000 |
| 6 | Profit from Inputs | BD Shah | 150,971 |
| 7 | Profit from Agriculture Machinery | BD Shah | 0 |
| 8 | Other Source | BD Shah | 80,517 |
| 9 | Registration | Takhte Nasrati | 290,300 |
| 10 | Profit from Inputs | Takhte Nasrati | 27,514 |
| 11 | Profit from Agriculture Machinery | Takhte Nasrati | 23,860 |
| 12 | Other Source | Takhte Nasrati | 5,000 |
| | Total | | 3,219,344 |

Annexure-10

Para No. 1.2.3.4

| S# | Name and Designation | Name Health Facility | Days | HPA (Rs) | CA (Rs) | Total Recovery (Rs) |
|-----------|-----------------------------|-----------------------------|-------------|-----------------|----------------|----------------------------|
| 1 | Moeenullah, CT | THQ BD Shah | 30 days | 10,000 | 2,856 | 12,856 |
| 2 | Naseerullah, CT | ---do--- | 45 days | 10,000 | 2,856 | 19,284 |
| 3 | Shamsul Islam, CT | ---do--- | 30 days | 10,000 | 2,856 | 12,856 |
| 4 | Alamgir Khan, WO | ---do--- | 30 days | -- | 1,932 | 1,932 |
| 5 | Naseerullah, CT | ---do--- | 15 days | 10,000 | 2,856 | 6,428 |
| 6 | Hamza Ali Khan, CT | ---do--- | 30 days | 10,000 | 2,856 | 12,856 |
| 7 | Jamshed Afaq, WO | ---do--- | 30 days | -- | 1,932 | 1,932 |
| 8 | M. Jamil, CT | ---do--- | 70 days | 10,000 | 2,856 | 29,997 |
| 9 | Israr Ahmed, CT | ---do--- | 30 days | 10,000 | 2,856 | 12,856 |
| 10 | Shoaib Mohammad, Att: | ---do--- | 30 days | -- | 1,932 | 1,932 |
| 11 | Hajat Khan, M. Nurse | ---do--- | 150 days | 10,000 | 2,856 | 64,280 |
| 12 | Shoaib Mohammad, Att: | ---do--- | 45 days | -- | 1,932 | 2,898 |
| 13 | Shamsurahman, Behish: | ---do--- | 40 days | -- | 1,932 | 2,576 |
| 14 | Dr. Sidra, WMO | ---do--- | 135 days | 92,000 | 5,000 | 436,500 |
| 15 | Dr. Maryam, WMO | ---do--- | 90 days | 92,000 | 5,000 | 291,000 |
| 16 | Dr. Shahida, WMO | ---do--- | 30 days | 92,000 | 5,000 | 97,000 |
| 17 | Moeenullah, CT | ---do--- | 30 days | 10,000 | 2,856 | 12,856 |
| 18 | M. Ishaq, CT | ---do--- | 30 days | 10,000 | 2,856 | 12,856 |
| 19 | Alamgir, WO | ---do--- | 55 days | -- | 1,932 | 3,542 |
| 20 | Shah Iran, CT | ---do--- | 120 days | 10,000 | 2,856 | 51,424 |
| 21 | Javed Masih, Sweeper | ---do--- | 120 days | -- | 1,785 | 7,140 |
| 22 | Shamsurahman, Behish: | ---do--- | 40 days | -- | 1,785 | 2,380 |
| 23 | Moeenullah, CT | ---do--- | 90 days | 10,000 | 2,856 | 38,568 |
| 24 | Payo Nazadi, Dai | ---do--- | 25 days | -- | 1,932 | 1,610 |
| 25 | Shamsul islam, CT | ---do--- | 30 days | 10,000 | 2,856 | 12,856 |

| | | | | | | |
|--------------|-----------------------|--------------------|----------|--------|-------|------------------|
| 26 | Bibi Ghamina, Dai | BHU Khurram | 150 days | -- | 1,932 | 9,660 |
| 27 | Asma Naureen, FMT | ---do--- | 90 days | 10,000 | 2,856 | 38,568 |
| 28 | M. Ayub, CT | ---do--- | 40 days | 10,000 | 2,856 | 17,141 |
| 29 | Rifat Jehan, LHS | ---do--- | 25 days | 10,000 | 2,856 | 10,713 |
| 30 | Naseer Khan, Driver | ---do--- | 25 days | -- | 1,932 | 1,610 |
| 31 | Niamatullah, Driver | CH Gurguri | 30 days | -- | 1,932 | 1,932 |
| 32 | Tariq Shaheed, CT | ---do--- | 90 days | 10,000 | 2,856 | 38,568 |
| 33 | Niamatullah, Driver | ---do--- | 90 days | -- | 1,932 | 5,796 |
| 34 | Yunas ali, CT | ---do--- | 120 days | 10,000 | 2,856 | 51,424 |
| 35 | Nadeem Akhtar, CT | ---do--- | 120 days | 10,000 | 2,856 | 51,424 |
| 36 | Irfanurrahman, Ct | BHU JI. Khel | 60 days | 10,000 | 2,856 | 25,712 |
| 37 | Haroon ur Rasheed, CT | BHU Makori | 365 days | 10,000 | 2,856 | 154,272 |
| 38 | Asif Hayat, Attend: | RHC Nari Panos | 120 days | -- | 1,932 | 7,728 |
| 39 | Imrana Khattak, LHS | RHC Jandri | 90 days | 10,000 | 2,856 | 38,568 |
| 40 | Johar Nisa, FMT | BHU Dabb | 90 days | 10,000 | 2,856 | 38,568 |
| 41 | Bibi Sajida, LHV | BHU Mithakhel | 90 days | 10,000 | 2,856 | 38,568 |
| 42 | Shagufta Begum, LHV | ---do--- | 25 days | 10,000 | 2,856 | 10,713 |
| 43 | Khatam Naz, LHV | BHU Essak Chaunt: | 45 days | 10,000 | 2,856 | 19,284 |
| 44 | Saeed Ur Rahman, CT | BHU Shamshaki | 365 days | 10,000 | 2,856 | 154,272 |
| 45 | Asim Iqbal, CT | BHU Ghundi M. Khel | 365 days | 10,000 | 2,856 | 154,272 |
| 46 | Hizbullah, CT | Type-D Sabir Abad | 365 days | 10,000 | 2,856 | 154,272 |
| 47 | Dr. Adeela, WMO | ---do--- | 45 days | 92,000 | 5,000 | 145,500 |
| 48 | Rasool Jan, Dai | ---do--- | 20 days | -- | 1,932 | 1,288 |
| Total | | | | | | 2,320,268 |

Annexure-11

Para No. 1.2.3.5

| S. No. | Name of officer/ official | Amount outstanding (Rs) |
|---------------|--|--------------------------------|
| 1 | Mr. Mir Wali Khan, President MFSC Karak | 56,550 |
| 2 | Mr. Sher Afzal Khan, Agriculture Inspector Karak | 199,035 |
| 3 | Mr. Muhammad Saddique, DDA Karak | 43,000 |
| 4 | Mr. Asghar Khan | 1,335,449 |
| 5 | Mr. Zaheer Ullah Khan | 280,547 |
| | Total | 1,914,581 |

Annexure-12

Para No. 1.2.3.6

| S# | Name of Allottee/Defaulter | Rate per month (Rs) | Total outstanding upto 6/2013 (Rs) | Total outstanding w.e.f 7/2013 to 6/2018 60months (Rs) | Total outstanding upto 6/2018 (Rs) |
|-----------|---|----------------------------|---|---|---|
| 1 | Arab Gul r.o Mitha Khel (Transferred from Zafar Azam s/o Sher Azam r/o Takhti Nasrati | 200 | 10,400 | 12,000 | 22,400 |
| 2 | Zahir Shah s/o Gul Khanan r/o Awazi Banda Tehsil Takhti Nasrati Distt: Karak | 200 | 61,600 | 12,000 | 73,600 |
| 3 | Mr. Taleem Khan s/o Khawaja Mohammad Khan r/o Kamali Banda (Advocate Karak) | 200 | 58,200 | 12,000 | 70,200 |
| 4 | Ali Hassan s/o Abdul Janan r/o ahmad Abad. | 200 | 37,200 | 12,000 | 49,200 |
| 5 | Mr. Noor Rehman s/o ahmad Khan of Topi Killa (Advocate Karak) | 200 | 56,800 | 12,000 | 68,800 |
| 6 | Mr. Farooq Khan s/o Abdur Rehman r/o Zarki Nasratti.(Advocate) Takhti Nasrati. | 200 | 60,800 | 12,000 | 72,800 |
| 7 | Mehar Amin s/o Gul Min r/o Lagharhi Banda. | 200 | 29,200 | 12,000 | 41,200 |
| 8 | Muhammad Hassan s/o Abdul Janan r/o Ahmadabad. (Transferred from Mr Abdul Majid Khan s/o Mir Janan r/o Soorati Killa | 200 | 57,600 | 12,000 | 69,600 |
| 9 | Haji Abdur Rehman s/o Abdul Hanan r/o Ahmad Abad c/o Rehmania Medicos Karak. | 200 | 60,800 | 12,000 | 72,800 |
| 10 | Mr. Ghulam Mohio Din s/o Meraj ud Din r/o Latamber (Advocate Karak) | 200 | 59,200 | 12,000 | 71,200 |
| 11 | Javid Hassan Advocate s/o Abdur Rashid r/o Karak. | 200 | 24,400 | 12,000 | 36,400 |
| 12 | Mashah Jan r/o Gurguri Tehsil Banda Daud Shah Distt: Karak | 200 | 56,400 | 12,000 | 68,400 |

| | | | | | |
|--------------|--|-----|----------------|----------------|------------------|
| 13 | Nadir Shah s/o Zahir Shah r/o Awazi Banda Yousaf Khel. | 200 | 62,400 | 12,000 | 74,400 |
| 14 | Arab Gul | 200 | 39,400 | 12,000 | 51,400 |
| 15 | Gul Shah Baz r/o Sai Kot | 200 | 62,400 | 12,000 | 74,400 |
| 16 | Mohammad Younas s/o Jana Mir r/o Warana Ahmad Abad. | 400 | 70,800 | 24,000 | 94,800 |
| TOTAL | | | 807,600 | 204,000 | 1,011,600 |