



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

AUDIT YEAR 2021-22

AUDITOR GENERAL OF PAKISTAN

TABLE OF CONTENTS

ABBREVIATIONS AND ACRONYMS	i
Preface.....	iii
EXECUTIVE SUMMARY	iv
CHAPTER-1	1
Public Financial Management.....	1
1.1 Sectoral Analysis.....	1
1.2 AUDIT PARAS.....	6
CHAPTER-2	8
District Government Haripur.....	8
2.1 Introduction	8
2.2 Comments on Budget and Accounts (Variance Analysis)	9
2.3 Classified Summary of Audit Observations.....	9
2.4 Comments on the status of compliance with ZAC Directives	10
2.5 Audit Paras	11
2.5.1 Irregularities	11
HR/Employees related irregularities	11
Procurement related irregularities	11
2.5.2 Value for money and service delivery issues	15
2.5.3 Others, including cases of accidents, negligence etc.....	18
CHAPTER-3	21
Tehsil Municipal Administration	21
3.1 Introduction	21
3.2 Comments on Budget and Accounts (Variance Analysis).....	22
3.3 Classified Summary of Audit Observations.....	23
3.4 Comments on the status of compliance with TAC Directives	23
3.5 AUDIT PARAS.....	24
3.5.1 Irregularities	24
Procurement related irregularities	24
3.5.2 Value for money and service delivery issues	27
3.5.3 Others, including cases of accidents, negligence etc.....	29
CHAPTER-4	32
AD LGE &RDD.....	32
4.1 Introduction	32
4.2 Comments on Budget and Accounts (Variance Analysis)	34
4.3 Classified Summary of Audit Observations.....	35
4.4 Comments on the status of compliance with VACs/NACs Directives	35
4.5 AUDIT PARAS.....	36

4.5.1	Irregularities	36
	Procurement related irregularities	36
4.5.2	Value for money and service delivery issues	37
4.5.3	Others, including cases of accidents, negligence etc.....	38
	ANNEXURES.....	39

ABBREVIATIONS AND ACRONYMS

AD LG E & RDD	Assistant Director Local Government Election & Rural Development Department
ADP	Annual Development Programme
AGP	Auditor General of Pakistan
AIR	Audit & Inspection Report
APPM	Accounting Policies & Procedures Manual
BHU	Basic Health Unit
CD	Civil Dispensary
CH	Civil Hospital
DAC	Departmental Accounts Committee
DAO	District Accounts Officer
DDEO	Deputy District Education Officer
DDO	Drawing & Disbursing Officer
DEO	District Education Officer
DG	Director General
DHO	District Health Officer
DPR	Disable Person Rehabilitation
EPI	Expanded Programme on Immunization
FY	Financial Year
GER	Gross Enrollment Rate
GPO	General Post Office
GPS	Global Positioning System
GPS	Government Primary School
HPA	Health Professional Allowance
HR	Human Resources
IMU	Independent Monitoring Unit
INTOSAI	International Organization of Supreme Audit Institutions
KP	Khyber Pakhtunkhwa
KPRA	Khyber Pakhtunkhwa Revenue Authority
LCB	Local Council Board
LGA	Local Government Act
MCC	Medical Coordination Cell

MCH	Mother and Child Health
MFDAC	Memorandum for Departmental Accounts Committee
NCs	Neighborhood Councils
NER	Net Enrollment Rate
PAO	Principal Accounting Officer
PKHA	Pakhtunkhwa Highways Authority
PLS	Profit and Loss Sharing
POL	Petroleum, Oil & Lubricants
PTC	Parent Teacher Council
RDA	Regional Directorate of Audit
RHC	Rural Health Centers
SDEO	Sub-divisional Education Officer
TAC	Tehsil Accounts Committee
TBC	Tuberculosis
THQ	Tehsil Head Quarter
TMA	Tehsil Municipal Administration
TMO	Tehsil Municipal Officer
TS	Technical Sanction
TT	Tetanus Toxoid
VCs	Village Councils
ZAC	Zilla Accounts Committee

Preface

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

The report is based on audit of the accounts of offices of the District Government, Tehsil Municipal Administrations, Assistant Director Local Government Elections and Rural Development Department in District Haripur for the financial year 2020-21. The Director General of Audit, District Governments, Khyber Pakhtunkhwa conducted audit during 2021-22 on test check basis with a view to report significant findings to the relevant stakeholders. The main body of the audit report includes systemic issues and significant audit findings. Relatively less significant issues are listed in Annex-1 of the Audit Report. The audit observations listed in Annex-1 shall be pursued with the Principal Accounting Officers at the DAC level. In all cases where Principal Accounting Officers do not initiate appropriate action, the audit observations will be brought to the notice of appropriate legislative 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.

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

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 causing it to be laid before the appropriate legislative forum.

Islamabad
Dated:

(Muhammad Ajmal Gondal)
Auditor General of Pakistan

EXECUTIVE SUMMARY

The Directorate General Audit District Governments, Khyber Pakhtunkhwa carries out the audit of Local Governments in 35 Districts of Khyber Pakhtunkhwa. Regional Directorate of Audit (RDA) Abbottabad on behalf of the DG Audit District Government, Khyber Pakhtunkhwa carried out the audit of Local Governments of eight Districts namely; Abbottabad, Haripur, Mansehra, Battagram, Torghar, Kohistan Upper, Kohistan Lower and Kolai Palas Kohistan.

This Directorate General has a human resource of 61 officers and staff with a total of 15,250 man-days. The annual budget amounting to Rs. 172.467 million was allocated to the office during FY 2021-22. The office is mandated to conduct regularity audit, financial attest audit, performance audit and special studies etc.

Local Governments of District Haripur consist of three tiers, which perform their operations under Khyber Pakhtunkhwa Local Government Act, 2013. Financial provisions of the Act describe the Local Consolidated Fund and Public Account for which annual Budget Statement is approved by the respective councils in the form of budgetary grants. Top Tier-the District Government comprises one Principal Accounting Officer (PAO) i.e. Deputy Commissioner for the District Government, who is officer in charge of 11 devolved departments including AD Local Government Election & Rural Development Department. The second Tier-Tehsil Municipal Administrations have one PAO i.e. Tehsil Municipal Officer for each administration. There are three Tehsils administrations in District Haripur. The third Tier-village and neighborhood Councils have AD LGE & RDD as their Principal Accounting Officer. There are 180 VCs/NCs in District Haripur.

a. Scope of audit

This office is mandated to conduct audit of 251 formations working under 05 PAOs. Total expenditure and receipts¹ of these formations were Rs. 7,959.05 million and Rs. 586.000 million, respectively for the financial year 2020-21.

Audit coverage relating to expenditure for the current audit year comprises 08 formations of 05 PAOs having a total expenditure of Rs. 7,769.569

¹ District Government has no receipts

million for the financial year 2020-21. In terms of percentage, the audit coverage for expenditure is 97.62% of auditable expenditure.

Audit coverage relating to receipt for the current audit year comprises 3 formations of 03 PAOs (3 TMAs) having a total receipt of Rs. 586.000 million for the financial year 2020-21. In terms of percentage, the audit coverage for receipt is 100% of auditable receipt.

In addition to this compliance audit report, Directorate of District Audit conducted Financial Attest audits, Performance Audits and special Studies for which reports are being published separately.

b. Recoveries at the Instance of Audit

As a result of audit, recovery of Rs. 44.85 million was pointed out in this report. No recovery against these figures was reported.

c. Audit Methodology

Audit was conducted according to INTOSAI guidelines for compliance audit and Financial Audit Manual of AGP.

Audit procedure employed to obtain evidence were inspections, analytical procedures, observations and computations.

d. Audit Impact

Recovery of Rs. 44.85 million was pointed out by the audit, however, positive audit impact depends on management's willingness to implement internal control framework and recommendations of the audit.

e. Comments on Internal Control.

Internal control is designed to address risk and to provide reasonable assurance that in pursuit of entity's mission, its objectives are being achieved.

Comments on five components of internal control are given below:

The organizational structure followed in the local Government Offices was according to the LGA 2013

No activity i.e. risks identification, risk evaluation and appropriate responses were carried out in the local government.

Accounts were not submitted by TMAs concerned to the DCA. No review was carried out of the performances.

Moreover, TMAs did not follow the accounting procedure given in the APPM.

No system of monitoring was found to track the progress of District Government towards its objectives. No internal Auditor was appointed. Annual Review of internal control was also not carried out.

f. Key Audit Findings of the Report

- i. Non-Compilation/Consolidation of Accounts of Local Governments Rs. 2,564.931 million.²
- ii. Unauthorized payments to DDOs instead of crossed cheques to vendors Rs. 251.858 million.³
- iii. Unverified payment of arrears on account of pays and allowances Rs. 140.616 million.⁴
- iv. HR/Employees related irregularities were noticed in one case amounting to Rs. 1.071 million.⁵
- v. Procurement related irregularities were noticed in eight cases amounting to Rs. 133.289 million.⁶
- vi. Value for money and service delivery issues were noticed in seven cases amounting to Rs .132.314 million⁷
- vii. Others, including cases of accidents, negligence etc. were noticed in seven cases amounting to Rs. 55.842 million.⁸

Minor irregularities/weaknesses pointed during the audit are being taken up separately with the authorities concerned, as detailed in Annex-1.

e. Recommendations

- i. TMA accounts needs to be consolidated at DAO level.

²Para 1.2.1

³Para 1.2.2

⁴Para 1.2.3

⁵Para 2.5.1.1

⁶Para 2.5.1.2 to 2.5.1.5,3.5.1.1 to 3.5.1.3 & 4.5.1.1

⁷Para 2.5.2.1 to 2.5.2.4,3.5.2.1,3.5.2.2 & 4.5.2.1

⁸Para 2.5.3.1 to 2.5.3.3,3.5.3.1 to 3.5.3.3 & 4.5.3.1

- ii. All payments need to be made through crossed cheques to vendors.
- iii. Strenuous efforts need to be made by the departments to recover long outstanding dues on account of rent of shops, revenue contracts and income tax.
- iv. 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 pre-empted and fair value for money is obtained from public spending.
- v. The DAC meetings should be held more frequently.

CHAPTER-1

Public Financial Management

1.1 Sectoral Analysis

In compliance to the Notification of Local Government, Election and Rural Development Department issued on 4th September, 2019, Councils of all tiers of District Government were stood dissolved on the culmination of their respective tenure on 29th August, 2019. The same notification authorized Deputy Commissioners (DCs), Tehsil/Town Municipal Officer (TMOs) and Assistant Director LG & RDD to perform functions of respective Nazimeen as envisaged under local Government Act, 2013, till the instillation of newly elected Local Governments. In the light of LGA, 2013, District Haripur is headed by Deputy Commissioner who is Principal Accounting Officer of the budget grant allocated to the 11 offices devolved at district level. Similarly, Tehsil/Town Municipal Administration is headed by Tehsil/Town Municipal Officer who is its Principal Accounting Officer. Furthermore, Assistant Director LGE & RDD is the Principal Accounting Officers of Village/Neighborhood Councils.

In District Haripur, Funds amounting to Rs. 9,390.71 million were allocated to 248 formations working under 05 PAOs. Out of which, expenditure of Rs. 7,959.05 million was made resulting into saving of Rs. 1,432.67 million. Receipts of Rs. 586.000 million were collected through these formations during the financial year 2020-21. Audit coverage relating to expenditure for the current audit year comprises 08 formations of 05 PAOs having a total expenditure of Rs. 7,959.05 million for the financial year 2020-21. In terms of percentage, the audit coverage for expenditure is 97.62% of auditable expenditure. Similarly, audit coverage for receipts is 100%.

District Haripur					
2020-21	Budget	Actual expenditure / Receipt	Excess/(Saving)	Expenditure/ Receipts Audited	% age
Salary	6,530.27	6,260.80	269.48	7,769.569	4.127
Non salary	1,897.54	1,109.38	788.15		41.536
Development	962.91	588.87	374.04		38.845
Total	9,390.72	7,959.05	1,431.67	7,769.569	97.62
Receipts	586.000	586.000	0	586.000	

According to Section 36(3) of Local Government Act 2013, the District Accounts Officer was required to consolidate accounts of Local Government on quarterly and annual basis. However, District Accounts Officer, Haripur did not reflect Rs. 2,564.931 million into the consolidated financial statement of Local Government, Haripur. Similarly, the expenditure of Rs. 251.858 million was directly paid to DDO instead of crossed cheque to the vender.

District Government, Haripur was found lagging behind in many areas envisioned as integral component of the Local Government in the Khyber Pakhtunkhwa Local Government Act 2013. The District Government could not establish & maintain Public Fund account as required under section 30 of LGA 2013. Similarly, it also failed to prepare, present and approve the budget estimates of receipts from district council for District Government, Haripur as required under section 34 of LGA 2013. The receipts collected as taxes/fees/rents under section 42 of LGA-2013 were also not credited to the District Fund. Most importantly, Finance Department, Khyber Pakhtunkhwa could not provide District Account Office, Haripur with prescribed format and necessary trainings to compile the accounts of TMAs and Village/Neighborhood councils and then reflect the same in the consolidated financial statement of the district, which resulted in disclaimer of its accounts by the Auditor General of Pakistan. Moreover, Internal Audit function could not be established as provided in sub section 4 of section 37 of LGA 2013, as internal auditors were not posted in the District and Tehsil Councils. In addition, Asset management by District Government was yet another area it could not address as required under section 38 of the LGA 2013.

The Local government provided services in the following sectors.

Education

The education sector is one of the major sectors devolved at district level. Statistics show that there are 891 primary, 126 middle, 120 secondary and 36 higher secondary schools in District Haripur. The estimated Teacher Student Ratio is 1:72 at primary, 1:40 at middle, 1:44 at secondary and 1:47 at the level of higher secondary schools. District Haripur literacy rate is 56 %, the Gross Enrollment Rate (GER) is 53.005% and the Net Enrollment Rate (NER) is 33.03% at the primary level.

District Education Offices in Haripur were given target of enrolment of 154,342 children for current year against which 154,342 kids were enrolled; wherein, DEO (male) and DEO (female) enrolled 84,916 and 69,426 children respectively. Similarly, annual average of teacher's attendance rate and student attendance rate as per independent Monitoring Unit (IMU) data were approximately 92% & 86% respectively. Furthermore, 89% schools in district Haripur were provided with all basic facilities like classrooms, water supply, group latrine, boundary walls and electrification. However, administrative visits of DEO, DDEO and SDEO were 100% against the assigned targets.

Health

Health is another important sector of District Haripur with a total of 68 health facilities spread across the district, among which 08 are urban while the rest are rural based. Their further break-up is 40 BHUs, 08 CDs, 02 MCH, 05 RHCs, 03 CHs, 01 TBC, 06 sub health centers and 03 THQ/Category-D hospitals with the total catchment area population of approximately 1,003,031 as per survey carried out by Health department in 2019.

The Department of Health has established an "Independent Monitoring Unit" for continuous monitoring of the performance of health facilities through its field-based Data Collection Assistants and District Monitoring Officers. Department twice examines data collected through various sources to improve efficiency and effectiveness in the business processes of service delivery.

On mother and child health care front, 1519 babies were born with 967 and 437 in primary and secondary health facilities respectively. Out of them, 87 infant and 173 maternal deaths were recorded. Lab investigations and diagnostic facilities were also fully utilized as 11433 lab tests, 4164 X-rays, 3374 ultrasounds and 560 ECGs were done in both primary and secondary health facilities in district Haripur. Figures of immunization from EPI register were also very impressive as 19646 pregnant women received TT-2 vaccines, 27340 kids under 12 months received full immunization, 28586 children under 12 months received 1st measles vaccines and 27040 kids under 12 months received 3rd pentavalent vaccine. 5423 families were provided family planning services as evident from family planning register. Human resource data from facility records revealed that these health facilities were amply provided with medical officers and paramedics as only very few positions were found vacant. As these facilities

were frequently visited by patients so they also generated good revenue from OPD services, indoor patients' treatment and other lab investigations etc.

Social Welfare

In social Welfare and Women Empowerment sector, budgetary allocations were focused on providing social cushion to the deprived and marginalized segments of society especially, women and children. In the proposed development plan, the department had continued to proceed with its ongoing projects which included schemes for the wellbeing and safeguarding of destitute women, orphans, beggars, drug addicts and special persons.

Panagah(s) were established under Ehsaas Program of the Federal Government, in order to provide valued but temporary/overnight stay with two-time meals to the needy individuals seeking bed and breakfast in pursuit of employment. Panagah(s) were established in major cities/Divisional Districts based on need assessment in 1st phase. However, panagah services were not existed in District Haripur.

There was no Dar-ul-Kafala for beggars in district Haripur with the objective to rehabilitate them by imparting vocational training. Various vocational and industrial trainings were provided by the Social Welfare Department. However, keeping in view the spread of drug use and incidence of poverty, the efforts made by Social Welfare office are not likely to bring about any visible improvement in the short or long run unless more resources are diverted to this sector.

Municipal Services

Tehsil Municipal Administrations, District Haripur did not fulfill some primary requirements envisioned as essential component of Local Government in the Khyber Pakhtunkhwa Local Government Act, 2013. The Local Government could not establish & maintain Tehsil Public Fund Account as required under the section 30 of LGA, 2013. Similarly, Tehsil/Town Account Officers were not appointed in TMAs. The accounts of receipt and expenditure were also not maintained in such form as prescribed by Auditor General of Pakistan and required under section 36 of LGA, 2013. Financial Statements, Finance Account and Appropriation Accounts of the TMAs were not prepared accordingly. Most importantly, Finance Department, Khyber Pakhtunkhwa could not provide

District Account Office, Haripur with prescribed format and necessary trainings to compile the accounts of TMAs and then reflect the same in the consolidated financial statement of the district, which resulted in disclaimer of its accounts by the Auditor General of Pakistan. Moreover, Internal Audit function could not be established as provided in sub section 4 of section 37 of LGA 2013, as internal auditors were not posted in the TMAs to support the Council. In addition, Asset management by tehsil councils was yet another area it could not address as required under section 38 of the LGA, 2013.

1.2 AUDIT PARAS

1.2.1 Non-compilation/Consolidation of Accounts of Local Governments – Rs. 2,564.931 million

According to section 36(3) of Local Government Act 2013, the District Accounts Officer shall, quarterly and annually consolidate the accounts of Local Governments in the district separately for receipts from the government and local resources and send a copy to the Government, Accountant General and Nazim District Council.

During certification audit of the accounts of the DAO Haripur for the financial year 2020-21, audit observed incompleteness and incorrect presentation of the financial statements as the DAO failed to consolidate them into the quarterly and annual accounts of the district, both government and local resources, as required under section-36(3) of the Local Government Act, 2013. Receipts and expenditure of Rs 2,006.82 million and Rs 558.111 million respectively, of the TMAs are not reflected in the accounts.

Due to non-consolidation of accounts of TMAs, the financial statements of local government remained incomplete which led to disclaimer of audit opinion.

As per decision of DAC meeting held in September 2021, Para stands till correction of these omissions.

Audit recommends that necessary action needs to be taken for the consolidation of Local Government Accounts into District Accounts.

1.2.2 Unauthorized payments to DDOs instead of crossed cheques to vendors – Rs 251.858 million

According to Para 2.3.2.8 of APPM, the accounting system shall improve controls to minimize the risk of fraud and corruption. This objective shall be addressed by issue of payment through direct bank transfer and cheques (to employees/ vender concerned) instead of payment through DDOs.

Finance Department Letter No: BO (W&M) /6-5/2019-20 dated 19/02/2020 provides that in order to streamline the management in public account and observe fiscal discipline, it has been decided to stop forthwith all payments through open cheques or cash payments.

District Accounts Officer Haripur, paid Rs 251.858 million to various DDOs instead of issuance crossed cheques to Vender/Payees Accounts.

The lapse occurred due to weak internal controls, which resulted in unauthorized payments to DDOs.

As per decision of DAC meeting held in September 2021, Para stands for investigation of the matter and appropriate action.

The matter should be investigated and regularized by ensuring payments to the supplier/vendor instead of DDOs as per APPM.

1.2.3 Unverified payment of arrears on account of pay & allowances—Rs. 140.616 million

Para 296 of CTR read with Para 75(2) of KP City & District Govt. Budget Rules 2016, the controlling officer shall be responsible for seeing that the expenditure included in the bills, are of obvious necessity and are at fair and reasonable rates. Sanction and the requisite vouchers are all received and in order. The calculation is correct and the grants have not been exceeded over allotment.

During certification audit of Haripur for the financial year 2020-21, while analyzing HR data it was noticed that arrears of pay and allowances of Rs.140,616,000 was paid; however, local office could not produce supporting documents for verification to audit.

The lapse occurred due to weak internal controls, which resulted in unverified payments.

As per decision of DAC meeting held in September 2021, Para stands for investigation of the matter and appropriate action.

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

CHAPTER-2

District Government Haripur

2.1 Introduction

Under the Khyber Pakhtunkhwa Local Government Act 2013, activities of District Government are managed through offices of Deputy Commissioner and District Officers. Each department of the District is headed by a District Officer (DO). According to the Rules of Business of District Government 2015, work of the district departments is distributed among the officers, branches, and/or sections in the district departments. Deputy Commissioner is the Principal Accounting Officer for all the devolved departments of the district which includes District Officers Agriculture, Education, Health, Fisheries, Population Welfare, LGE & RDD, Sports, Animal Husbandry, Soil Conservation, Cooperative Society & Social Welfare.

According to section 13 of the Khyber Pakhtunkhwa Local Government Act 2013 the authority and responsibilities of the District Government have been given as under:

- (1) The authority of district government shall comprise the operation, management and control of offices of the departments which are devolved to it; provided that district government shall exercise such authority in accordance with general policy of Government.
- (2) Every order in district government shall be expressed to be made in the name of the district government and shall be executed by a duly authorized officer.
- (3) The district government shall be responsible to the people and the Government for improvement of governance and delivery of services within the ambit of authority devolved to it.

Audit Profile of the District Government Haripur

(Rs. in million)

S. No	Description	Total No's	Audited	Expenditure audited FY 2020-21	Revenue /Receipts audited FY 2020-21
1	Formations	10	04	6,601.43	NIL

2.2 Comments on Budget and Accounts (Variance Analysis)

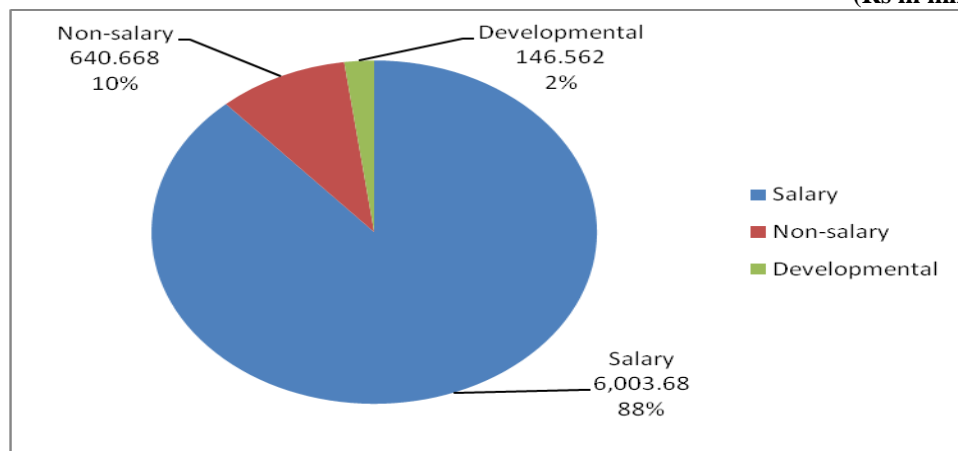
(Rs in million)

District Government Haripur				
2020-21	Budget	Actual Expenditure/ Receipts	Excess/(Saving)	%age Saving
Salary	6,065.10	6,003.68	61.424	1.029
Non-salary	1,160.03	640.668	519.357	44.771
Developmental	154.502	146.562	7.939	5.138
Total	7,379.632	6,790.91	588.72	
Receipts	-	-	-	-

The savings of Rs. 588.72 million indicate inefficiency in the capacity of District Government Departments to utilize the amount of allocated funds.

EXPENDITURE 2020-21

(Rs in million)



2.3 Classified Summary of Audit Observations

Audit observations amounting to Rs. 238.233 million were raised in this audit report. This amount also includes recoverable of Rs. 5.761 million as pointed out by the audit. Summary of the audit observations classified by nature is as under:

Sr. No.	Classification	Amount (Rs in million)
1	Irregularities	-
A	HR/employees related irregularities	1.071
B	Procurement related irregularities	108.357
2	Value for money and services delivery issues	112.052
3	Others, including cases of accidents, negligence etc.	16.753
	Total	238.233

2.4 Comments on the status of compliance with Zilla Accounts Committee Directives

The audit reports pertaining to following years have been submitted to the Governor of Khyber Pakhtunkhwa. Status of ZAC meetings are given below:

Sr. No.	Audit Year	ZAC meetings
1.	2002-03	Not Convened
2.	2003-04	Not Convened
3.	2005-06	Not Convened
4.	2006-07	Not Convened
5.	2007-08	Not Convened
6.	2008-09	Not Convened
7.	2009-10	Not Convened
8.	2010-11	Not Convened
9	2011-12	Not Convened
10	2012-13	Not convened
11	2013-14	Not Convened
12	2016-17	Not Convened
13	2017-18	Not Convened
14	2018-19	Not Convened
15	2019-20	Not Convened
16	2020-21	Not Convened

2.5 AUDIT PARAS

2.5.1 Irregularities

A. HR/Employees related irregularities

2.5.1.1 Overpayment on account of Health Professional Allowance – Rs. 1.071 million

According to Government of KP, Finance Department (Regulation Wing) Notification No FD(SOSR-II) 8-18/2016 dated 07-01-2016, the rate of Health Professional Allowance for Medical Officer/ Dental Surgeon in District Haripur has been fixed as Rs 52,000 & Rs 42,000 for Urban & Rural area respectively w.e.f. 01.01.2016.

District Health Officer, Haripur overpaid Rs. 1,071,000 to various doctors on account of Health Professional Allowance during financial year 2020-21. The doctors were performing duties in urban area of Peshawar; however, they were allowed HPA @Rs. 72,000 per month. Detail is given at annexure-2

The lapse occurred due to weak internal controls which resulted in loss to Government.

When pointed out in July 2021, management stated that recovery will be made from the officer concerned on account of health professional allowance and will be shown to audit. The reply was not convincing as no proof of recovery made was provided till finalization of this report.

Request for convening DAC was made in September 2021, which could not be held till finalization of this report.

Audit recommends recovery of the amount under observation and stoppage of further overpayment besides action against the person(s) at fault under intimation to audit.

AIR Para No.01(2020-21)

B. Procurement related irregularities

2.5.1.2 Unverified expenditures of PTC fund- Rs 20.900 million

According to PTC guidelines, PTC shall maintain complete record of receipts and payments and shall also submit copies thereof to the DEO concerned at the closer of financial year.

District Education Officer Male Haripur transferred Rs. 20,900,500 to various schools on account of “Class Room Consumables” and “Petty Repairs” during financial year 2020-21. However, administrative inspection of the utilized funds was not carried out by the officers/committee concerned. Moreover, accounts record i.e. vouchers, cashbook and other supporting documents were not available on record. The detail is as following;

S.No	Office	Petty Repair	CRC	Amount (Rs)
1	DEO	1,758,000	1,055,000	2,813,000
2	SDEO Haripur	6,948,000	6,074,500	13,022,500
3	SDEO Khanpur	1,092,000	1,820,000	2,912,000
4	SDEO Ghazi	1,173,000	980,000	2,153,000
Total				20,900,500

The lapse occurred due to lack of internal controls and coordination which resulted in an unverified expenditure.

When pointed out in August, 2021, the management stated that record will be provided to audit. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in September 2021, which could not be held till finalization of this report.

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

AIR Para No.07 (2020-21)

2.5.1.3 Unverified expenditures of PTC fund- Rs 19.339 million

According to PTC guidelines, PTC shall maintain complete record of receipts and payments and shall also submit copies thereof to the DEO concerned at the closer of financial year.

District Education Officer Female Haripur transferred Rs. 19,339,000 to various schools on account of “Class Room Consumables” and “Petty Repairs” during financial year 2020-21. However, administrative inspection of the utilized funds was not carried out by the officers/committee concerned. Moreover, accounts record i.e. vouchers, cashbook and other supporting documents were not available on record. The detail is as following;

S.No	Office	Petty Repair (Rs)	CRC (Rs)	Amount (Rs)
1	DEO	1,740,000	1,020,000	2,760,000
2	SDEO Haripur	5,862,000	4,855,000	10,717,000
3	SDEO Khanpur	1,626,000	1,355,000	2,981,000
4	SDEO Ghazi	1,626,000	1,255,000	2,881,000
Total				19,339,000

The lapse occurred due to lack of internal controls and coordination which resulted in an unverified expenditure.

When pointed out in August, 2021, management stated that the record will be obtained from the schools and will be shown to audit. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in September 2021, which could not be held till finalization of this report.

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

AIR Para No.06 (2020-21)

2.5.1.4 Non-reporting of clinical efficacy reports of medicines worth -Rs. 66.821 million

According to Para H of the Director General Health Services Khyber Pakhtunkhwa Peshawar letter No 4333-4450/DDC/DGHIS dated 27.10.2020, the purchasing entity shall submit quarterly reports regarding the clinical efficacy of the MCC approved brands of medicines, surgical disposables etc used at their ends. In case of failure, disciplinary action may be initiated against the in charge of purchasing entity.

District Health Officer, Haripur purchased medicines amounting to Rs. 66,821,788 from various suppliers and issued to various health facilities in the district during financial year 2020-21. However, the clinical efficacy reports of the medicines were not submitted to the quarter concerned which was contrary to the above instructions.

The lapse occurred due to weak internal controls, which resulted in non-reporting of clinical efficacy reports of medicines.

When pointed out in July 2021, management stated that Clinical Efficacy report of medicines will be obtained by medical officers working under the

control of District Health Officer, Haripur and will be shown to audit. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in September 2021, which could not be held till finalization of this report.

Audit recommends that clinical efficacy of medicines must be performed and reported to the higher authorities as required under the rules.

AIR Para No.03 (2020-21)

2.5.1.5 Non-supply of medicines - Rs 1.297 million

According to serial 22 of the terms and conditions of standard contract deed under MCC Rules, the supply of goods ordered under this agreement shall be completed within one month by the supplier after receipts of the supply orders from the purchasing entity.

District Health Officer, Haripur placed supply orders for the supply of medicines of Rs. 1,297,080 during financial year 2020-21, but the suppliers failed to supply the medicine till date of audit i.e. July 2021. The local office was required to get the supply completed or initiate appropriate action against the suppliers in accordance with the rules. Detail is given at annexure-3.

The lapse occurred due to weak internal control which resulted in risk of misappropriation and deprived the patients of the free medicine facility.

When pointed out in July 2021, management stated that the local office has made correspondence with the firms concerned for immediate supply of medicine. Delivery challan will be produced to audit on supply of medicine. The reply was not convincing as no documentary proof in support was provided till finalization of this report.

Request for convening DAC was made in September 2021, which could not be held till finalization of this report.

Audit recommends immediate completion of supply or initiate appropriate action against suppliers.

AIR Para No.02 (2020-21)

2.5.2 Value for money and service delivery issues

2.5.2.1 Non-reconciliation of stipend fund -Rs 104.171 million

According to Government of Khyber Pakhtunkhwa Elementary and secondary education department letter No: DPC/E&SED/Stipend/2020-21 dated 31/05/2021, Stipend disbursement completion date is 5th July 2021 and figures shall be reconciled on 15th July 2021.

District Education Officer Female Haripur, paid Rs. 104,174,004 to GPO, Haripur for onward payment to girl students of Government schools. Timeline for reconciliation of payment was 15th July 2021 but till date of Audit i.e. 31/08/2021 the amount was not reconciled with General Post Office, Haripur resulting in unverified payments.

The lapse occurred due to weak internal control which resulted in non-reconciliation of stipend fund.

When pointed out in August, 2021, management stated that reconciliation will be made with post office and shown to audit. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in September 2021, which could not be held till finalization of this report.

Audit recommends reconciliation of the stipend with post office under intimation to audit.

AIR Para No.01 (2020-21)

2.5.2.2 Non-reconciliation of closing balance in designated bank account –Rs 7.123 million

According to Government of Khyber Pakhtunkhwa, Finance Department letter No 2/3/(F/L)/FD/2018Vol-XII dated 03.07.2018, all the departments are required to reconcile the closing balances in all designated bank accounts with Finance Department latest by 15th July. along with duly verified bank statements.

District Education Officer Female Haripur failed to reconcile closing balances amounting to Rs. 7,123,669 as on 30th June, 2021 in designated bank accounts, in violation of above instructions of Finance Department. Detail is given at annexure-4.

The lapse occurred due to weak financial control which resulted in unfair view of the financial information.

When pointed out in August, 2021, management stated that closing balances will be reconciled and shown to audit. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in September 2021, which could not be held till finalization of this report.

Audit recommends confirmation of closing balance bank accounts with Khyber Pakhtunkhwa Finance Department.

AIR Para No.09 (2020-21)

2.5.2.3 Irregular retention of funds in designated bank account –Rs 5.455 million

According to Finance Department Khyber Pakhtunkhwa letter No. SOR.III (FD) 6-1/90/XIII dated 29.06.1991 and No. 5/24/FD/SOR-III/1983 dated 22.11.1983, no amount should be kept in any commercial bank by any Drawing and Disbursing Officer unless expressly authorized by the Finance Department. Such amount lying in commercial banks should be drawn and credited to Government immediately. Failure to comply with these instructions shall be taken seriously and stern disciplinary action will be taken.

Scrutiny of the bank statement of the designated bank account (A/c No: 21844-00-7) of District Health Officer, Haripur for the financial year 2020-21, revealed that an amount of Rs. 5,455,506 was laying unspent as on 30.06.2021. However, neither the amount was surrendered to Government nor authorization by the Finance Department was available on record.

The lapse occurred due to violation of rules which resulted in irregular retention of funds.

When pointed out in July 2021, management stated that disbursement of the amount was in progress and will be shown to audit. The reply was not convincing as no documentary evidence was provided till finalization of this report.

Request for convening DAC was made in September 2021, which could not be held till finalization of this report.

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

AIR Para No.07 (2020-21)

2.5.2.4 Unauthorized retention of mutation fee on account of land acquisition -Rs 2.426 million

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

Deputy Commissioner Haripur acquired land for various schemes during 2020-21. Audit observed that mutation fee amounting to Rs. 2,426,528 was not deposited into relevant head of account. Detail is given at annexure-5.

The lapse occurred due to weak financial control which resulted in unauthorized retention of mutation fee.

When pointed out in July,2021, management stated that amount has been paid to tehsildar concerned for onward payment into proper head of account. The reply was not convincing as no proof of payment into government treasury under proper head of account was provided till finalization of this report.

Request for convening DAC was made in September 2021, which could not be held till finalization of this report.

Audit recommends immediate deposit of mutation fee and action against the person at fault.

AIR Para No.09 (2020-21)

2.5.3 Others, including cases of accidents, negligence etc.

2.5.3.1 Non-deduction of taxes -Rs 1.184 million

According to section 153 (1) (a) of the Income Tax Ordinance 2001, supply for sales of goods, income tax rate was @ 4.5%.

According to section 3 of the Sales Tax Act 1990, there shall be charges, levied and paid Sales Tax @ 17% on supply of goods.

District Education Officer Male, Haripur, purchased various items for play areas in Government primary schools amounting to Rs. 5,511,015 during 2020-21. The local office failed to deduct taxes amounting to Rs. 1,184,868 from bills of suppliers. Detail is given at annexure-6.

The lapse occurred due to violation of rules which resulted in loss to the Government.

When pointed out in August, 2021, the management stated that all the concerned schools will be directed to deposit the income tax accordingly. The reply was not convincing as proof of deposit of income tax was not provided till finalization of this report.

Request for convening DAC was made in September 2021, which could not be held till finalization of this report.

Audit recommends immediate recovery of taxes and action against the person at fault.

AIR Para No.01 (2020-21)

2.5.3.2 Loss to Government due excess payment of POL beyond ceiling-Rs 3.506 million

According to serial No. b & c (15) of the Government of Khyber Pakhtunkhwa Administration Department letter No. SOT (AD)3-20/2013 Dated 7th October, 2015, ceiling of fuel was fixed for Additional Deputy Commissioners, Assistant Commissioners and Additional Assistant Commissioners of Hazara and Malakand Region as 350 liters per month both for in station and out station duties

Deputy Commissioner Haripur allowed payment of Rs. 3,506,293 during 2020-21 on account of POL charges to the officers beyond ceiling which resulted in loss to Government. Detail is given at annexure- 7.

The lapse occurred due to weak internal control which resulted in loss to Government.

When pointed out in July,2021, management stated that necessary instructions have been issued to all officers for strict observance of POL ceiling. The reply was not convincing as excess payment was made beyond ceiling.

Request for convening DAC was made in September 2021, which could not be held till finalization of this report.

Audit recommends observing of monthly ceiling besides recovery from the person(s) at fault.

AIR Para No.14 (2020-21)

2.5.3.3 Unauthentic Arms Licenses receipts – Rs 12.063 million

As per Agreement deed Para 6.1 monthly licenses receipts must be submitted by M/S M.Comm private limited into treasury on 5th date of next month and communication into this effect shall be made to the authorities.

In the office of Deputy Commissioner Haripur for financial year 2020-21, it was noticed that Rs. 12,063,900 were collected by M/S M.Comm (A2Z E-Payments) on account of Arms licenses in District Haripur but no proof of deposited amount into treasury was available in the local office. Furthermore reconciliation of receipts collected by M/S M.Comm Private Ltd with Home Department was not provided to audit.

The lapse occurred due to administrative control which resulted in unauthentic receipts.

When pointed out in July,2021, management stated that Home and Tribal Affairs Department has been requested to provide reconciled statement, as and when received, will be provided to audit. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in September 2021, which could not be held till finalization of this report.

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

AIR Para No. 02 (2020-21)

CHAPTER-3

Tehsil Municipal Administration

3.1 Introduction

District Haripur has three Tehsils i.e. Haripur, Ghazi and Khanpur. The office of Tehsil Municipal Administration is managed by the Tehsil Municipal Officer. He is assisted by a Tehsil Officer (Finance), Tehsil Officer (Regulation) and Tehsil Officer (Infrastructure).

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

- (a) Monitoring and supervising the performance of functionaries of Government offices located in the Tehsil,
- (b) Land management in the Tehsil, provision of municipal services, execution and management of development plans for improvement of municipal services and infrastructure.
- (c) Enforcing municipal laws, rules and bye-laws, Preventing and removing encroachments, regulate affixing of sign-boards and advertisements;
- (d) Financial management of the Tehsil such as, Preparation of budget and annual municipal development programs, collection of revenue such as taxes, penalties, fines etc. manage municipal properties, assets and funds, and liaise with the district government in all these matters.
- (e) Maintaining 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;
- (f) Organizing sports, cultural, recreational events, fairs, cattle fairs and cattle markets;
- (g) Co-ordinate and support municipal functions amongst village and neighborhood councils;
- (h) Regulate markets and services, issue licenses, permits, grant permissions and impose penalties for violation thereof.

Audit Profile of TMAs of the District Haripur

(Rs. in million)

S. No	Description	Total No's	Audited	Expenditure audited FY 2020-21	Revenue /Receipts audited FY 2020-21
1	Authorities/Autonomous Bodies etc under the PAO	3	3	1,133.718	586.000

3.2 Comments on Budget and Accounts (Variance Analysis)

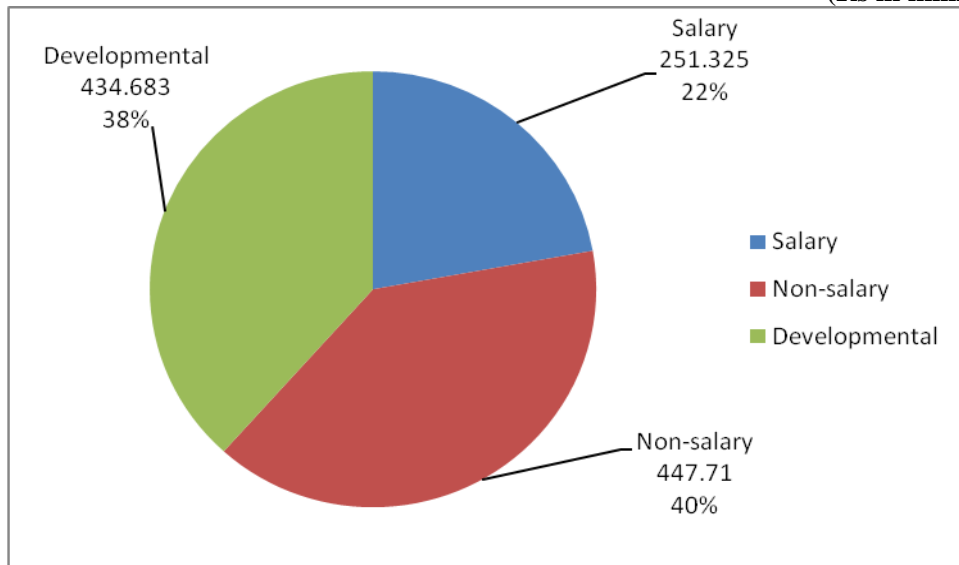
(Amount in million)

TMAs				
2020-21	Budget	Actual Expenditure/ Receipts	Excess/ -Saving	%age
Salary	459.306	251.325	207.981	45.281
Non-salary	626.967	447.710	179.257	28.591
Developmental	800.340	434.683	365.657	45.687
Total	1,886.613	1,133.718	752.895	
Receipts	586.000	586.000		

The savings of Rs. 752.895 million indicate inefficiency in the capacity of Local Government Departments to utilize the amount of allocated funds.

EXPENDITURE 2020-21

(Rs in million)



3.3 Classified Summary of Audit Observations

Audit observations amounting to Rs. 71.627 million were raised in this audit report. This amount also includes recoverable of Rs. 37.747 million as pointed out by the audit. Summary of the audit observations classified by nature is as under:

Sr. No.	Classification	Amount (Rs in million)
1	Irregularities	-
A.	Procurement related irregularities	22.22
2	Value for money and services delivery issues	11.66
3	Others, including cases of accidents, negligence etc.	37.747
Total		71.627

3.4 Comments on the status of compliance with Tehsil Accounts Committee Directives

The audit reports pertaining to following years have been submitted to the Governor of Khyber Pakhtunkhwa. Detail of TAC meetings are given below:

Sr. No.	Audit Year	TAC meeting
1.	2002-03	Not convened
2.	2003-04	Not convened
3.	2005-06	Not convened
4.	2006-07	Not convened
5.	2007-08	Not convened
6.	2008-09	Not convened
7.	2009-10	Not convened
8.	2010-11	Not convened
9	2011-12	Not convened
10	2012-13	Not convened
11	2013-14	Not Convened
12	2016-17	Not Convened
13	2017-18	Not Convened
14	2018-19	Not Convened
15	2019-20	Not Convened
16	2020-21	Not Convened

3.5 AUDIT PARAS

3.5.1 Irregularities

A. Procurement related irregularities

3.5.1.1 Unauthentic expenditure on account of developmental schemes -Rs 13.300 million

According to Government of Khyber Pakhtunkhwa, Local Government, Election and Rural Development Department, Local Council Board letter No.AO (Planning)/LCB/Gen/Inst/4-10/2016 dated 31.01.2019;

- Before and after pictures of developmental schemes should be the part of concerned file.
- Provision of detail cost estimates along-with x-section with unit cost and GPS coordinates.
- District Monitoring Officers of concerned Districts should visit all developmental schemes and submit detail report.

Tehsil Municipal Officer, Ghazi incurred expenditure of Rs. 13,300,000 on various developmental schemes during 2020-21. Detail is given at annexure-8. Audit observed the following shortcomings;

1. GPS coordinates were not available.
2. Before and after pictures of developmental schemes were not available.
3. Monitoring of schemes was not done by District Monitoring Officers as no monitoring report of developmental scheme was available.

In view of the above shortcomings, audit held the expenditure irregular.

The lapse occurred due to weak internal control which resulted in unauthentic expenditure.

When pointed out in October,2021, management stated that the schemes were duly visited/inspected by ADC, AC and Planning Officer, Haripur and GPS coordinates/pictures are available and will be shown to audit. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in November 2021, which could not be held till finalization of this report.

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

AIR Para No. 07 (2020-21)

3.5.1.2 Irregular expenditure without material testing–Rs 5.500 million

According to letter No Director (LG)3-16/ADP/2013 dated 29.01.2019 the contractor was required to perform the quality assurance must be ensured during execution of the Schemes

Tehsil Municipal Officer, Ghazi made expenditure on various developmental schemes worth Rs. 5,500,000 during financial year 2020-21. However, material tests were not performed. Hence, payment without material test reports was irregular, which needs justification. Detail is as following;

S.No	Name of scheme	Amount
1	Pavement of street/pcc work in village kala khata uc kotehra	1.50
2	Pavement of street/pcc work in village Amgah uc kotehra	2.00
3	Pavement of street/pcc work at Chaprian uc kotehra	2.00
Total		5.500

The lapse occurred due to weak internal controls, which resulted in irregular expenditure.

When pointed out in October,2021, management stated that material testing will be carried out through contractors and report will be shown to audit. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in November 2021, which could not be held till finalization of this report.

Audit recommends clarification in the matter and action against the person(s) at fault.

AIR Para No. 01 (2020-21)

3.5.1.3 Non-recovery of penalty for late completion of schemes – Rs3.420 million

According to clause 02 of the conditions of contract agreement, 1% penalty should be deducted from the contractor's bill for every day delay. The penalty is subject to maximum of 10%.

Tehsil Municipal Officer, Khanpur did not recover Rs. 3,420,000 from various contractors on account of penalty for delay in completion of developmental schemes during 2020-21. Detail is given at annexure-9

The lapse occurred due to weak internal control, which resulted in loss to Government.

When pointed out in October, 2020, management stated that the matter has been noted for compliance. The reply was not convincing as no progress was intimated till finalization of this report.

Request for convening DAC was made in November 2021, which could not be held till finalization of this report.

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

AIR Para No. 09 (2020-21)

3.5.2 Value for money and service delivery issues

3.5.2.1 Irregular advance payment -Rs 8.200 million

Para 23 of the General Financial Rules Volume I requires that every Government Officer should realize fully and clearly that he will be held personally responsible for any loss sustained by Government through fraud or negligence on his part.

Tehsil Municipal officer, Khanpur, paid Rs. 8,200,401 in advance on account of various developmental schemes during financial year 2020-21. Audit held the payment was irregular which needs justification. Detail is given at annexure-10.

The lapse occurred due to weak internal controls, which resulted in irregular advance payment.

When pointed out in October, 2020, management stated that the matter has been noted for compliance. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in November 2021, which could not be held till finalization of this report.

Audit recommends inquiry besides adjustment of the advances and action against the person(s) at fault.

AIR Para No. 04 (2020-21)

3.5.2.2 Non-recovery of various receipts –Rs 3.460 million

According to rule 45.3 of Local Government Act 2013 chapter–X (Local Government Taxation), all arrears of taxes, rents and other moneys claimable by a local government under this Act shall be recoverable as arrears of land revenue.

According to rule 51(1) of Tehsil Municipal Administration budget rules 2016, the primary obligation of the Tehsil Officer (Regulation) shall be to ensure that all revenue due is claimed, realized and credited immediately into the Tehsil Fund under the proper receipt head.

Tehsil Municipal Officer, Haripur failed to recover various receipts amounting Rs. 3,420,092 for the year 2020-21. The detail is given below;

Particulars	Outstanding
Rent of shops/cabins	244,462
Water charges	3,215,630
Total	3,460,092

The lapse occurred due to weak internal control which resulted in loss to government.

When pointed out in October 2020, management stated that the action will be taken as pointed out by audit. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in November 2021, which could not be held till finalization of this report.

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

AIR Para No. 06 (2020-21)

3.5.3 Others, including cases of accidents, negligence etc.

3.5.3.1 Non-deposit of Income tax, stamp duty, DPR fund & professional tax into Government treasury –Rs 5.435 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.

Tehsil Municipal Officer, Ghazi executed 53 developmental schemes during financial year 2020-21. Audit observed that various Government taxes and duties amounting to Rs. 5,435,918 were deducted from contractors but not deposited into Government treasury. Detail is at annexure-11.

The lapse occurred due to weak internal controls, which resulted in loss to Government.

When pointed out in October,2021, management stated that the amount will be deposited in relevant heads of government treasury. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in November 2021, which could not be held till finalization of this report.

Audit recommends immediate deposit of amount into government treasury.

AIR Para No. 09 (2020-21)

3.5.3.2 Non-deduction of KPRA tax 4.017 million

According to Khyber Pakhtunkhwa Revenue Authority Letter No F-7(2)/KPRA/clarification/2018/5807 dated 12.02.2019, construction projects below Rs 50 million are taxable @5% without input tax adjustment.

Tehsil Municipal Officer Khanpur, Haripur incurred expenditure of Rs. 80,347,890 on account of execution of various developmental schemes during financial year 2020-21. Audit held that an amount of Rs 4,017,395 was not deducted on account of KPRA tax @ 5% from the bills of the contractors which caused loss to the government as per detail below.

Total development	KPRA Tax @5%
80,347,890	4,017,395

The lapse occurred due to weak internal and financial controls which resulted in loss to government.

When pointed out October,2020, management stated that the matter has been noted for compliance. The reply was not convincing as no progress was intimated till finalization of this report.

Request for convening DAC was made in November 2021, which could not be held till finalization of this report.

Audit recommends recovery and its deposits into the concerned heads of accounts besides action against the person(s) at fault.

AIR Para No. 03 (2020-21)

3.5.3.3 Non-deduction of KPRA tax -Rs 28.295 million

According to Khyber Pakhtunkhwa Revenue Authority Letter No F-7(2)/KPRA/clarification/2018/5807 dated 12.02.2019, construction projects below Rs 50 million are taxable @5% without input tax adjustment.

Tehsil Municipal Officer Haripur incurred expenditure of Rs. 572,295,956 on account of execution of various developmental schemes during financial year 2020-21. Audit held that an amount of Rs. 28,295,798 was not deducted on account of KPRA tax @ 5% from the bills of the contractors which caused loss to the government as per detail below.

Total development	KPRA tax @ 5% (Rs)
572,295,956	28,295,798

The lapse occurred due to weak internal control which resulted in loss to government.

When pointed out in October,2020, management stated that action will be taken as pointed out by audit. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in November 2021, which could not be held till finalization of this report.

Audit recommends recovery and its deposits into the concerned heads of accounts besides action against the person(s) at fault.

AIR Para No. 01 (2020-21)

CHAPTER-4

AD, Local Government Elections & Rural Development Department

4.1 Introduction

Assistant Director Local Government, Election and Rural Development Department in District Haripur have 180 VCs/NCs. Each VC/NC has a Secretary. Assistant Director Local Government Election & Rural Development Department is Drawing and Disbursing Officer (DDO) for his office and PAO for VCs/NCs of the District Haripur.

According to section 29 of the Khyber Pakhtunkhwa Local Government Act, 2013 the authority and responsibilities of the District Government have been given as under:

Functions and Powers of Assistant Director, LGE&RDD includes:

- i. Providing secretarial support to the Council, matters relating to Local Government Commission
- ii. Coordination and supervision of village and neighbourhood councils
- iii. Matters related to local taxes, grants, budget of village and neighbourhood councils
- iv. Coordination of activities relating to local council elections, population census and surveys in the district
- v. Rural Development Works including water supply, rural access roads, embankment and drainage works
- vi. Overseeing registration of births, deaths and marriages in village and neighbourhood councils
- vii. Review, evaluation and assessment of local government system, processes and procedures in the district particularly at the village and neighbourhood level
- viii. Collection, compilation and dissemination of primary data Training and research in the areas of local governance

Functions and Powers of the Village Council or Neighborhood Council include:

- i. Monitoring and supervision of the performance of functionaries of all government offices located in the area of the respective village council or

neighbourhood 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;

- ii. Providing effective forum for out of court amicable settlement of disputes and, for this purpose, constitute panels of members as conciliators;
- iii. Registration of births, deaths and marriages;
- iv. Implementation and monitoring of village level development works;
- v. Improving water supply sources, maintain water supply distribution system and take measures to prevent contamination of water;
- vi. Maintenance of village level infrastructure, footpaths, tracks, streets, playgrounds, graveyards, funeral places, eid-gah, parks, public open spaces and community centres.
- vii. Identifying development needs of the area for use by municipal administration and district government in prioritizing development plans;
- viii. Making arrangements for sanitation, cleanliness, disposal of garbage and carcasses, drainage and sewerage system;
- ix. Displaying land transactions in the area for public information;
- x. Mobilizing community for maintaining public ways, public streets, culverts, bridges and public buildings, de-silting of canals and other development activities;
- xi. Organizing cattle fairs and agriculture produce markets;
- xii. Organizing sports teams, cultural and recreational activities;
- xiii. Organizing watch and ward in the area;
- xiv. Promoting plantation of trees, landscaping and beautification of public places;
- xv. Regulating grazing areas, establish cattle ponds and provide protection against stray animals and animal trespass;
- xvi. Considering and approving annual budget presented by the respective Nazim, village council or neighbourhood council;
- xvii. Facilitating formation of voluntary organizations for assistance in functions assigned to it;
- xviii. Facilitating the formation of co-operatives for improving economic returns and reduction of poverty;

- xix. Electing an Accounts Committee and review its recommendations on the annual statement of accounts and audit reports; and
- xx. Reporting cases of handicapped, destitute and of extreme poverty to district government.

Audit profile of AD LGE & RDD Haripur

(Rs. in million)

S. No	Description	Total Nos	Audited	Expenditure audited FY 2020-21	Revenue /Receipts audited FY 2020-21
1	Formations	1	1	34.421	0

4.2 Comments on Budget and Accounts (Variance Analysis)

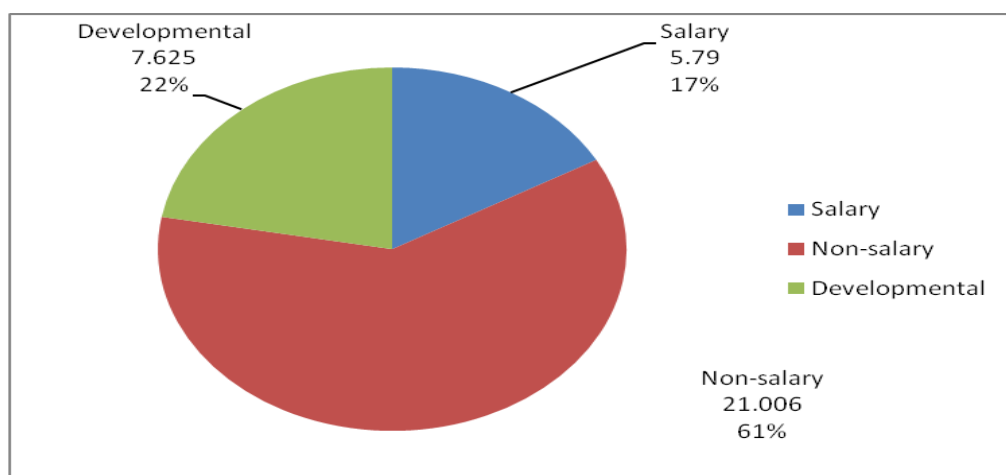
(Rs. in million)

AD LGE&RDD				
2020-21	Budget	Actual expenditure/Receipt	Excess/(Saving)	%age
Salary	5.866	5.79	0.076	1.296
Non salary	110.539	21.006	89.533	80.997
Development	8.067	7.625	0.442	5.479
Total	124.472	34.421	90.051	

The savings of Rs. 90.051 million indicate inefficiency in the capacity of Local Government Departments to utilize the amount of allocated funds.

EXPENDITURE 2020-21

(Rs in million)



4.3 Classified Summary of Audit Observations

Audit observations amounting to Rs. 5.533 million were raised in this audit report. This amount also includes recoverable of Rs. 1.342 million as pointed out by the audit. Summary of the audit observations classified by nature is as under:

Sr. No.	Classification	Amount (Rs in million)
1	Irregularities	-
A.	Procurement related irregularities	2.712
2	Value for money and services delivery issues	1.479
3	Others, including cases of accidents, negligence etc.	1.342
Total		5.533

4.4 Comments on the status of compliance with Village/Neighborhood Accounts Committee Directives

The audit reports pertaining to following years have been submitted to the Governor of Khyber Pakhtunkhwa. Detail of VACs/NACs meetings are given below:

S. No.	Audit Year	VACs/NACs meeting
1	2013-14	Not Convened
2	2016-17	Not Convened
3	2017-18	Not Convened
4	2018-19	Not Convened
5	2019-20	Not Convened
6	2020-21	Not Convened

4.5 AUDIT PARAS

4.5.1 Irregularities

A. Procurement related irregularities

4.5.1.1 Irregular expenditure without material testing –Rs 2.712 million

According to letter No Director (LG)3-16/ADP/2013 dated 29.01.2019 the contractor was required to perform the quality assurance must be ensured during execution of the Schemes

Assistant Director Local Government Elections & Rural Development Department, Haripur made expenditure on various developmental schemes worth Rs. 2,712,613 during financial year 2020-21. However, material tests were not performed. Hence, payment without material test reports was irregular, which needs justification. Detail is given at annexure-12.

The lapse occurred due to weak internal controls, which resulted in irregular expenditure.

When pointed out in October,2021, management stated that material testing will be carried out through contractors and report will be shown to audit. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening DAC was made in November 2021, which could not be held till finalization of this report.

Audit recommends clarification in the matter and action against the person(s) at fault.

AIR Para No. 06 (2020-21)

4.5.2 Value for money and service delivery issues

4.5.2.1 Loss to government due to electricity and gas charges of rest house -Rs 1.479 million

Para 23 of GFR Vol.-I states that 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.

ADLGE&RDD Haripur, incurred a total expenditure of Rs. 1,479,478 on the utility bills of District Council Rest House during 2020-21, out of which Rs. 830,988 on electricity and Rs. 648,490 on Sui Gas were spent. However, no receipts were realized from the said rest house during the year nor electricity and Gas charges were recovered from the incumbents.

Incurrence of huge expenditure without receipts occurred due to weak financial control which resulted in loss to government.

When pointed out in October 2021, management stated that earning money was spent on minor repair and maintenance of rest house. The reply was not convincing as no recovery from rest house was on record and also no detail of repair and maintenance was shown to audit till finalization of this report.

Request for convening DAC was made in November 2021, which could not be held till finalization of this report.

Audit recommends investigation and action against the person(s) at fault under intimation to audit.

AIR Para No. 08 (2020-21)

4.5.3 Others, including cases of accidents, negligence etc.

4.5.3.1 Non-deposit of Government taxes –Rs. 1.342 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.

Assistant Director Local Government Elections & Rural Development Department Haripur executed different developmental schemes in different VCs during financial year 2020-21. Audit observed that Government taxes amounting to Rs. 1,342,292 was deducted but not deposited into the Government treasury. Detail is at annexure-13.

Non deposit of taxes occurred due to weak internal controls which caused undue retention of government dues and loss to exchequer.

Request for convening DAC was made in November 2021, which could not be held till finalization of this report.

When pointed out in October,2021, management stated that the amount will be deposited into Government Treasury. The reply was not convincing as no progress was shown to audit till finalization of this report.

Audit recommends immediate deposit of amount into government treasury and action against the person(s) at fault.

AIR Para No. 03 (2020-21)

ANNEXURES

Annexure-1

Detail of MFDAC Paras

S. No	Deptt	AIR NO	Caption	Amount
1	DC	3	Loss to Government due to imposition of fines at lesser rates	0.875
2	DC	4	Unauthentic and unverified receipts	4.873
3	DC	5	Non conversion of current bank accounts into PLS	
4	DC	6	Non recovery of House rent Allowance plus 5% maintenance charges	0.018
5	DC	7	Irregular expenditure under head Entertainment & Gifts	0.997
6	DC	13	Unauthorized expenditure on POL & Repair of vehicle and non-provision of log books	0.877
7	DC	15	Irregular cash payment instead of payment through crossed cheque	10.245
8	DC	16	Non-carrying of physical verification of store/stock and non-auction of unserviceable items	
9	DC	17	Unauthorized payment on account of printing and publication charges	0.22
10	DHO	4	Unauthorized payments to DDOs instead of crossed cheques to vendors	4.092
11	DHO	5	Unauthentic expenditure on account of POL for Dengue spray	1.168
12	DHO	6	Irregular drawl of fund	5.455
13	DHO	8	Non deposit of receipts	0.706
14	DHO	10	Non utilization of funds on account of purchase of medicine	26.32
15	DHO	11	Unauthorized payment on account of Health Professional Allowance and Conveyance Allowance	0.213
16	DHO	12	Non-deposit of Bank profit into Government treasury	0.147
17	DHO	13	Non-imposition of penalty	0.177
18	DHO	14	Non recovery from absent doctor	0.044
19	DHO	15	Non deduction of Income Tax and stamp duty	0.033
20	DHO	16	Non-carrying of physical verification of store/stock and non-auction of unserviceable items.	
21	DHO	17	Non-functioning of X-Ray machine	
22	DHO	18	Loss to government due to non-conversion of current account into PLS	
23	DHO	19	Unauthorized payment on account of NPA	0.126

24	DHO	20	Loss to Government due non accountal of OPD	0.35
25	DHO	21	Unjustified purchase of X-ray films	0.263
26	DHO	22	Non deduction of House Rent Allowance	0.126
27	DEO(M)	2	Irregular transfer of play area fund to schools without required land	0.12
28	DEO(M)	3	Unauthorized payments through DDO instead of crossed cheques to vendors	0.923
29	DEO(M)	4	Non recovery of pay from absent teaching/non-teaching staff	
30	DEO(M)	6	Irregular Appointment of 27 Nos Class-IV Employees	
31	DEO(M)	8	Unauthentic expenditure on POL & repair of vehicles due to non-maintenance of log books	0.487
32	DEO(M)	9	Non conversion of current bank account into saving resulting loss to exchequer	
33	DEO(M)	10	Non-reconciliation of closing balance in designated bank account	5.756
34	DEO(M)	11	Non imposition of teacher's rationalization policy	
35	DEO(M)	12	Loss to Government due to illegal cutting of trees in GHS Gudwalian	
36	DEO(M)	13	Irregular payment of pay and allowances due to willful absence from duties	0.137
37	DEO(F)	2	Unauthorized payments on DDO	1.606
38	DEO(F)	3	Non-recovery of Girls Guide Fund	0.246
39	DEO(F)	4	Irregular appointment of 64 Nos Class-IV employees	
40	DEO(F)	6	Non utilization of conditional grant funds	43.36
41	DEO(F)	7	Non conversion of current bank account into saving resulting loss to exchequer	
42	DEO(F)	9	Non implementation of teacher's rationalization policy	
43	DEO(F)	11	Non-deposit of Bank profit into Government treasury	0.122
44	S.welfare	1	Unauthorized payments to DDOs instead of crossed cheques to vendors	2.803
45	S.welfare	2	Non maintenance of issue and consumption record of food items for Darulaman	1.8
46	S.welfare	3	Unauthentic expenditure on POL and repair of vehicle due to non-maintenance of vehicles log book	0.313
47	S.welfare	4	Non conversion of current bank account into saving resulting loss to exchequer	0.0
48	S.welfare	5	Unauthorized payment of conveyance allowance during vacations	0.045
49	S.welfare	6	Non-carrying of physical verification of store/stock	0.0
50	S.welfare	7	Irregular expenditure on account of purchases without annual procurement plan	0.300

51	S.welfare	8	Irregular expenditure on purchase of medicines	0.80
52	S.welfare	9	Irregular expenditures on the account of repair of Transport amounting to	0.200
53	TMA(G)	2	Irregular expenditure in absence of mutation deed	2
54	TMA(G)	3	Irregular developmental expenditure without TS	20.6
55	TMA(G)	4	Non-reconciliation of closing balances in designated bank accounts	13.351
56	TMA(G)	5	Non-submission of Accounts of Local Government	174.111
57	TMA(G)	6	Non deposit of 3% RTA Share	0.046
58	TMA(G)	10	Loss to government due to non-imposition of penalty	0.66
59	TMA(G)	11	Loss to government due to non-deduction of Professional Tax	0.05
60	TMA(G)	12	Non recovery of advances	0.265
61	TMA(G)	13	Irregular payment of pay and allowances through DDO	6.784
62	TMA(H)	2	Non-deposit of profit into Government treasury	1.183
63	TMA(H)	4	Irregular expenditure without observing codal formalities	4.651
64	TMA(H)	7	Non-conducting survey of manufacturer, vendor and trader/Un- authentic Govt. receipts	
65	TMA(H)	9	Substandard construction of work due to 50.10% below	
66	TMA(H)	10	over payment to contractor due to allowing higher rate	0.663
67	TMA(H)	11	over payment to contractor due to allowing higher rate	0.256
68	TMA(H)	12	Loss to Government due to deposit of income tax	0.132
69	TMA(H)	13	Non-recovery of penalty for late deposit of income of Marriage Hall	0.54
70	TMA(H)	15	Loss to Government due to Non-execution of contracts	
71	TMA(H)	16	Irregular payment of street light electricity bill	17.038
72	TMA(H)	17	Non-recovery of annual fee from Mobile towers	4.92
73	TMA(H)	18	Non-recovery of monthly fee from Marriage Halls	2.88
74	TMA(H)	19	Unauthorized execution of works	0.79
75	TMA(H)	20	Un-justified expenditure on account of charcoal allowance	0.716
76	TMA (K)	1	Non-deposit of profit into Government treasury	9.622
77	TMA (K)	2	Loss due to non-conversion of current bank account into PLS mode	
78	TMA (K)	5	Irregular expenditure without observing codal formalities	5.64
79	TMA (K)	6	Non-conducting survey of manufacturer, vendor and	0.157

			trader/Un- authentic Govt. receipts	
80	TMA (K)	7	Substandard construction of work due to 50.10% below	7.7
81	ADLG	1	Unauthorized execution of scheme without Technical Sanction	2
82	ADLG	2	Non-reconciliation of closing balances with the Finance Department	1.603
83	ADLG	4	Irregular award of schemes without proper agreements worth	1.2
84	ADLG	5	Non-carrying of physical verification of store/stock	
85	ADLG	7	Unauthorized posting of staff on detailment	1.358
86	ADLG	9	Loss to government due to non-conversion of current accounts into PLS	
87	ADLG	10	Irregular expenditure in absence of mutation deed	1.6
88	ADLG	12	Loss to Government due to non-execution of development schemes	2.25
Total				401.109

Annexure-2**Para No. 2.5.1.1****Detail of overpayment on account of HPA**

S. No	Name	Designation	Health Facility	P.No	Drawing HPA per month	Due HPA per month	Diff	Period	Recoverable w.e.f 06-08-2020 to 30-07-2021
1	Bakhti Jan	Medical Officer	RHC Kalinger	953845	72000	42000	30000	11 Month 26 days	356,000
2	Syed Sufyan Khaliq	Medical Officer	BHU Bait Gali	953848	72000	42000	30000	11 Month 26 days	356,000
3	Abid Ali	Medical Officer	BHU Ludermung	953847	72000	42000	30000	11 Month 29 days	359,000
Total									1,071,000

Annexure-3
Para No. 2.5.1.5

Detail of non-supply of medicines

S.No	Name of Supplier	Name of Medicines	Supply order No	Supply Order date	Amount
1	M/S Zafa Pharma	Syp. Salbutamol 2mg 60 ml	4072-76	31/5/2021	346,320
2	Brooks Pharma	Payodine Iodine solution	4062-66	31/5/2021	174,960
3	M/S Rehman Rainbow	Gauze Cloth Roll packing	1383-87	2/3/2021	295,800
4	M/S GSK Manufacturer	Syp. Amoxicillin 125mg	4027-31	31/05/2021	480,000
Total					1,297,080

Annexure-4
Para No. 2.5.2.2

Detail of closing balances

S.NO	Office	Account No	Closing balance on 30-6-2021
1	DEO	BOK 2001656228	1,431,511
2	Girls Guide	BOK 2001529458	845,555
3	SDEO Khanpur	NBP 4149834755	1,779,231
4	SDEO Haripur	NBP 4033679142	2,553,500
5	SDEO Ghazi	NBP 4137019739	513,872
Total			7,123,669

Annexure-5
Para No. 2.5.2.4

Detail of unauthorized retention of mutation fee

S.No	Acquiring department	Name of scheme	Mutation fee @ 2 %
1	PKHA	Dualization of Hattar Road at bypass Kangra	54,433
2	PKHA	Haripur bypass Road village Alam	91,523
3	PKHA	PAF-IAST Mang	151,968
4	PKHA	Changi Bandi Road	548,090
5	PKHA	Dualization of Road Hattar	7,847
6	PKHA	Hattar special economic zone	1,572,667
Total			2,426,528

Annexure-6**Para No. 2.5.3.1****Detail of taxes not deducted**

S.No	School Name	Items	Amount	Sales Tax @ 17%	Income Tax @ 4.5%
1	GPS Kotehra	See saw, Monkey Bar, Steel Slide.	102,700	17,459	4,622
2	GPS Kala Katha	See saw, Monkey Bar, Steel Slide.	102,200	17,374	4,599
3	GPS Amgah	See saw, Monkey Bar, Steel Slide.	104,300	17,731	4,694
4	GPS Bugnnian	See saw, Monkey Bar, Steel Slide.	102,400	17,408	4,608
5	GPS Jammu	See saw, Monkey Bar, Steel Slide.	103,850	17,655	4,673
6	GPS Kihari	See saw, Monkey Bar, Steel Slide.	106,760	18,149	4,804
7	GPS Ghari Maira	See saw, Monkey Bar, Steel Slide.	104,820	17,819	4,717
8	GPS Chhoi Kiari Siri Kot	See saw, Monkey Bar, Steel Slide.	107,300	18,241	4,829
9	GPS Bharwasa	See saw, Monkey Bar, Steel Slide.	102,100	17,357	4,595
10	GPS Kangroocha	See saw, Monkey Bar, Steel Slide.	97,000	16,490	4,365
11	GPS Pir Colony Haripur	See saw, Monkey Bar, Steel Slide.	120,000	20,400	5,400
12	GPS Teer	See saw, Monkey Bar, Steel Slide.	108,800	18,496	4,896
13	GPS Sunger	See saw, Monkey Bar, Steel Slide.	111,050	18,879	4,997
14	GPS Karach S.N. Khan	See saw, Monkey Bar, Steel Slide.	109,370	18,593	4,922
15	GPS Mohara	See saw, Monkey Bar, Steel Slide.	110,800	18,836	4,986
16	GPS Kandal S.N. Khan	See saw, Monkey Bar, Steel Slide.	110,210	18,736	4,959
17	GPS Pahdana	See saw, Monkey Bar, Steel Slide.	110,000	18,700	4,950
18	GPS Darwesh NO. 2	See saw, Monkey Bar, Steel Slide.	115,000	19,550	5,175
19	GPS Magri	See saw, Monkey Bar, Steel Slide.	98,240	16,701	4,421
20	GPS Shaldar Bala	See saw, Monkey Bar, Steel Slide.	101,700	17,289	4,577

21	GPS Mir PUR	See saw, Monkey Bar, Steel Slide.	120,000	20,400	5,400
22	GPS Barian	See saw, Monkey Bar, Steel Slide.	98,850	16,805	4,448
23	GPS Khohi Kaman	See saw, Monkey Bar, Steel Slide.	109,430	18,603	4,924
24	GPS Jalees	See saw, Monkey Bar, Steel Slide.	102,600	17,442	4,617
25	GPS Kohmal Bala	See saw, Monkey Bar, Steel Slide.	103,520	17,598	4,658
26	GPS Shah Kabal	See saw, Monkey Bar, Steel Slide.	102,400	17,408	4,608
27	GPS Akhora	See saw, Monkey Bar, Steel Slide.	99,240	16,871	4,466
28	GPS Garam Thoon	See saw, Monkey Bar, Steel Slide.	104,650	17,791	4,709
29	GPS Saradhana	See saw, Monkey Bar, Steel Slide.	109,800	18,666	4,941
30	GPS Karwali	See saw, Monkey Bar, Steel Slide.	103,900	17,663	4,676
31	GPS Baghpur Dheri	See saw, Monkey Bar, Steel Slide.	112,300	19,091	5,054
32	GPS Narota	See saw, Monkey Bar, Steel Slide.	119,880	20,380	5,395
33	GPS Pakshahi	See saw, Monkey Bar, Steel Slide.	110,750	18,828	4,984
34	GEMPS Mallat	See saw, Monkey Bar, Steel Slide.	103,600	17,612	4,662
35	GPS Danna Feroz Pur	See saw, Monkey Bar, Steel Slide.	102,000	17,340	4,590
36	GPS Makhnail	See saw, Monkey Bar, Steel Slide.	103,680	17,626	4,666
37	GPS Kanat Seri	See saw, Monkey Bar, Steel Slide.	104,100	17,697	4,685
38	GPS Sangra	See saw, Monkey Bar, Steel Slide.	102,600	17,442	4,617
39	GPS Keekot	See saw, Monkey Bar, Steel Slide.	103,400	17,578	4,653
40	GPS Kohmal Paeen	See saw, Monkey Bar, Steel Slide.	103,500	17,595	4,658
41	GPS Romial	See saw, Monkey Bar, Steel Slide.	104,470	17,760	4,701
42	GPS Jumma Abad	See saw, Monkey Bar, Steel Slide.	111,940	19,030	5,037
43	GPS Panian NO.2	See saw, Monkey Bar, Steel Slide.	107,295	18,240	4,828
44	GPS Chajjaka	See saw, Monkey	105,990	18,018	4,770

		Bar, Steel Slide.			
45	GPS Chathi Beer	See saw, Monkey Bar, Steel Slide.	104,420	17,751	4,699
46	GPS Chakli	See saw, Monkey Bar, Steel Slide.	99,000	16,830	4,455
47	GPS Nawan Grawan	See saw, Monkey Bar, Steel Slide.	105,440	17,925	4,745
48	GPS Pharhala	See saw, Monkey Bar, Steel Slide.	105,880	18,000	4,765
49	GPS Chitti Dhaki	See saw, Monkey Bar, Steel Slide.	97,100	16,507	4,370
50	GPS Kapla	See saw, Monkey Bar, Steel Slide.	101,080	17,184	4,549
51	GPS Chak Shah Muhammad	See saw, Monkey Bar, Steel Slide.	107,600	18,292	4,842
52	GPS KAILAG to kamalpur	See saw, Monkey Bar, Steel Slide.	112,000	19,040	5,040
Total			5,511,015	936,873	247,996
				Grand Total	1,184,868

Annexure-7

Para No. 2.5.3.2

Excess POL beyond ceiling

Detail of pol for the month of June,2020 paid in July							
S No.	Name of officer	Vehicle No	Ceiling of fuel in liters	Used	Excess	Rate	Amount (Rs)
1	AC Haripur	A-1302	350	627	277	102.29	64,136
2	AC Khanpur	A-1300	350	457	107	100.94	46,130
3	AAC, I	CT-6816	350	427	77	100.94	43,101
detail of pol for the month of July, 2020							
S No.	Name of officer	Vehicle No	Ceiling of fuel in liters	Used	Excess	Rate	Amount (Rs)
1	ADC F&P Haripur	A-1336	350	435	85	100.94	43,909
2	AC Haripur	A-1302	350	728	378	102.29	74,467
3	AC Khanpur	A-1300	350	400	50	102.29	40,916
4	AC, Ghazi	A-1303	350	400	50	100.94	40,376
5	AAC, Revenue	A-1239	350	454	104	100.94	45,827
6	AAC, I	CT-6816	350	434	84	102.29	44,394
detail of pol for the month of August, 2020							
S No.	Name of officer	Vehicle No	Ceiling of fuel in liters	Used	Excess	Rate	Amount (Rs)
1	ADC F&P Haripur	A-1336	350	562	212	104.95	58,982
2	ADC Relief & HR	A-1157	350	423	73	104.95	44,394
3	AC Haripur	A-1302	350	735	385	107.44	78,968
4	AC Khanpur	A-1300	350	463	113	107.44	49,745
5	AC, Ghazi	A-1303	350	400	50	104.95	41,980
detail of pol for the month of September, 2020							
S No.	Name of officer	Vehicle No	Ceiling of fuel in	Used	Excess	Rate	Amount (Rs)

			liters				
1	ADC F&P Haripur	A-1336	350	783	433	103.39	80,954
2	AC Khanpur	A-1300	350	404	54	107.44	43,406
3	AC, Ghazi	A-1303	350	395	45	103.39	40,839
4	AAC, Revenue	A-1239	350	406	56	103.39	41,976
5	AAC, II	A-1141	350	421	71	107.44	45,232
detail of pol for the month of October, 2020							
S No.	Name of officer	Vehicle No	Ceiling of fuel in liters	Used	Excess	Rate	Amount (Rs)
1	ADC F&P Haripur	A-1336	350	484	134	104	50,336
2	AC Haripur	A-1302	350	431	81	109.44	47,169
3	AC Khanpur	A-1300	350	585	235	109.44	64,022
4	AC, Ghazi	A-1303	350	401	51	104	41,704
5	AAC, Revenue	A-1239	350	408	58	104	42,432
6	AAC, I	CT-6816	350	397	47	109.44	43,448
detail of pol for the month of November, 2020							
S No.	Name of officer	Vehicle No	Ceiling of fuel in liters	Used	Excess	Rate	Amount (Rs)
1	ADC F&P Haripur	A-1336	350	783	433	103.39	80,954
2	AC Haripur	A-1302	350	481	131	104.21	50,125
3	AC Khanpur	A-1300	350	404	54	104.21	42,101
4	AC, Ghazi	A-1303	350	400	50	103.39	41,356
5	AAC, Revenue	A-1239	350	405	55	103.39	41,873
6	AAC, II	A-1141	350	421	71	104.21	43,872
detail of pol for the month of December, 2020							
S No.	Name of officer	Vehicle No	Ceiling of fuel in liters	Used	Excess	Rate	Amount (Rs)
1	ADC F&P Haripur	A-1336	350	484	134	104	50,336
2	AC Haripur	A-1302	350	431	81	107.44	46,307
3	AC Khanpur	A-1300	350	585	235	107.44	62,852
4	AC, Ghazi	A-1303	350	464	114	104	48,256
5	AAC, Revenue	A-1239	350	408	58	104	42,432

6	AAC, I	CT-6816	350	397	47	107.44	42,654
detail of pol for the month of January, 2021							
S No.	Name of officer	Vehicle No	Ceiling of fuel in liters	Used	Excess	Rate	Amount (Rs)
1	AC Haripur	A-1302	350	491	141	114.2	56,072
2	AC Khanpur	A-1300	350	775	425	114.2	88,505
3	AC, Ghazi	A-1303	350	410	60	110	45,100
4	AAC, Revenue	A-1239	350	516	166	110	56,760
5	AAC, I	CT-6816	350	400	50	114.2	45,680
6	AAC, II	A-1141	350	481	131	114.2	54,930
detail of pol for the month of February, 2021							
S No.	Name of officer	Vehicle No	Ceiling of fuel in liters	Used	Excess	Rate	Amount (Rs)
1	ADC F&P Haripur	A-1336	350	446	96	112.93	50,367
2	AC Haripur	A-1302	350	497	147	117.11	58,204
3	AC Khanpur	A-1300	350	702	352	117.11	82,211
4	AC, Ghazi	A-1303	350	401	51	112.93	45,285
5	AAC, Revenue	A-1239	350	478	128	112.93	53,981
6	AAC, I	CT-6816	350	422	72	117.11	49,420
7	AAC, II	A-1141	350	447	97	117.11	52,348
detail of pol for the month of March, 2021							
S No.	Name of officer	Vehicle No	Ceiling of fuel in liters	Used	Excess	Rate	Amount (Rs)
1	AC Haripur	A-1302	350	428	78	117.11	50,123
2	AC Khanpur	A-1300	350	560	210	117.11	65,582
3	AC, Ghazi	A-1303	350	450	100	112.93	50,819
4	AAC, Revenue	A-1239	350	492	142	112.93	55,562
5	AAC, II	A-1141	350	405	55	117.11	47,430
detail of pol for the month of April, 2021							
S No.	Name of officer	Vehicle No	Ceiling of fuel in liters	Used	Excess	Rate	Amount (Rs)
1	AC Haripur	A-1302	350	446	96	114.11	50,893

2	AC Khanpur	A-1300	350	684	334	114.11	78,051
3	AAC, Revenue	A-1239	350	510	160	111.38	56,804
4	AAC, I	CT-6816	350	394	44	114.11	44,959
5	AAC, II	A-1141	350	426	76	114.11	48,611
detail of pol for the month of May, 2021							
S No.	Name of officer	Vehicle No	Ceiling of fuel in liters	Used	Excess	Rate	Amount (Rs)
1	AC Haripur	A-1302	350	566	216	111.77	63,262
2	AC Khanpur	A-1300	350	658	308	111.77	73,545
3	AC, Ghazi	A-1303	350	450	100	109.57	49,307
4	AAC, Revenue	A-1239	350	502	152	109.57	55,004
5	AAC, I	CT-6816	350	625	275	111.77	69,856
6	AAC, II	A-1141	350	498	148	111.77	55,661
Total							3,506,293

Annexure-8**Para No. 3.5.1.1****Unauthentic expenditure**

S.NO	Name of Scheme	Expenditure(million)
1	Provision of 02 No.small size water bores at village Bani.	0.50
2	Construction of community center at village Gali.	2.00
3	Provision of 05 No.small size water bore at Kai Kand.	0.50
4	Const:of tallajaat at village Pipliyala.	0.50
5	Const: of community center at Moh:Kabal Phase-II	1.00
6	Const: of community center at Pipliyala	1.00
7	Const: of community center at Moh: Tharsata.	2.00
8	Provision of 4 No.water bores at Seyal Jhamra.	0.80
9	Const: of community center at Jhanian Dheri	2.00
10	Construction of Community centre at KTS.	1.50
11	Const: of community center at village Zada.	0.50
12	Const: of community center at Shingri.	1.00
Total		13.30

Annexure-9**Para No. 3.5.1.3****Non recovery of penalty**

S.No	Name of Scheme	Contractor Name	Date of work order	Date of Completion	Actual date of Completion	E/Cost	10% penalty (Rs)
1	3 No small Barae	Dalawer khan	13/1/2021	13/06/2021	22.10.2021	1,500,000	150,000
2	4 No small Barae	-do-	-do-	24/08/2021	-do-	2,200,000	220,000
3	P/f chair lift	Lal hussain	19.6.2021	24/08/2021	In progress	500,000	50,000
4	Const of office building	Najab ullah	10.6.2021	1/9/2021	In progress	30,000,000	3,000,000
Total						34,200,000	3,420,000

Annexure-10**Para No. 3.5.2.1****Detail of advance payment**

S. No	Particular	Date of work order	Date of payment	Amount (Rs)
1	PCC khoi maira	15.6.2021	22.6.2021	622,800
2	PCC Choti tofkian	15.6.2021	22.6.2021	625,800
3	PCC New Khan Pur	15.6.2021	22.6.2021	656,800
4	PCC Village Galham	15.6.2021	22.6.2021	386,200
5	PCC Gali Galham	15.6.2021	22.6.2021	553,300
6	PCC Tofkian (remaining work)	15.6.2021	22.6.2021	195,500
7	PCC Mohallah tofkian	15.6.2021	22.6.2021	1,16,1700
8	PCC work of path johlian	15.6.2021	22.6.2021	449,500
9	WSS Khan Pur	15.6.2021	22.6.2021	2,187,300
10	Cont; of community Centre	15.6.2021	22.6.2021	1,684,400
11	PCC U/C tofkian	15.6.2021	22.6.2021	677,100
Total				8,200,401

Annexure-11
Para No. 3.5.3.1

The detail of taxes not deposited into government treasury

S.NO	Name of Scheme	Income tax (Rs)	DPR (Rs)	S.duty (Rs)	Professional Tax (Rs)	Total (Rs)
1	Pavement of street at Ghari mera	211,949	6,250	6,000	4,000	228,199
2	Construction of Drain Culvert Street pavement at essa ghazi	211,949	6,250	6,000	4,000	228,199
3	Construction of Road at aldo	211,949	6,250	6,000	4,000	228,199
4	Sanitation scheme at aldo	133,731	6,250	6,000	4,000	149,981
5	Pavement of street, at aldo	178,486	6,250	6,000	4,000	194,736
6	Sanitation scheme at khalo.	180,538	6,250	6,000	4,000	196,788
7	Construction of Road & Draining at Khalo	271,971	6,250	6,000	4,000	288,221
8	Construction of P/wall at	300,000	6,250	6,000	4,000	316,250
9	Pcc Road Chora Phase Ii	148,500	6,250	6,000	4,000	164,750
10	Construction of path at umar khana	169,957	6,250	6,000	4,000	186,207
11	construction of p/wall	69,000	1,850	4,000	2,000	76,850
12	Construction Of Road & P/Wall at Sanga	174,274	6,250	6,000	4,000	190,524
13	beatification scheme	148,500	6,250	6,000	4,000	164,750
14	Construction of road at lari bana.	243,428	6,250	6,000	4,000	259,678
15	construction of road at paliyan phase ii	422,125	8,750	18,000	18,000	476,875
16	Construction of open well at Moh:Masjid,Kangrocha	19,338				19,338
17	Construction of P/wall & PCC work at B/Gali	21,088	1,850	2,000	2,000	26,938
18	Provision of 05 NO.small size water bores at Shampoi.	27,271				27,271
19	Construction of pulley at Moh:Khalid.	28,817	250	2,000		31,067
20	Repair of community center Shalder Bala.	21,020				21,020
21	Construction of community center at village kaneer..	20,035				20,035
22	Construction of community center at	101,250	1,850	4,000	2,000	109,100

	Choi Bariyan.					
23	Construction of community center at kolatheri.	75,000	1,850	4,000	2,000	82,850
24	Construction of p/wall at village paharo.	66,158	1,250	4,000	2,000	73,408
25	Construction of Darin,culvert,Street Pavt: at village padhana.	129,668	6,250	6,000	4,000	145,918
26	Construction of community center at New Jagal.	56,141				56,141
27	Construction of Darin,culvert,Street Pavt: at village Pinakas.	43,003	250	3,600	2,000	48,853
28	Construction of open well at Moh:jangray	32,966	1,850	2,000	2,000	38,816
29	Construction of open well at Moh: pal Naki.	39,784	1,850	2,000	2,000	45,634
30	Construction of p/wall at village Pipliyala.	37,109	250	3,600	2,000	42,959
31	Const: of communtiy center at Moh:Mohat Sector, Phase-II	99,563	6,250	6,000	4,000	115,813
32	Const: of communtiy center at Hamlet.	67,374				67,374
33	Const: of P/wall at UC K/bara.	33,750	1,250	3,600	2,000	40,600
34	Provision of 2 NO.water bores at Jhanian Dheri.	24,750				24,750
35	Provision of 03 No.small size water bores at Maira Thalikut.	44,670	1,250	4,000	2,000	51,920
36	Provision of 03 No.water bores & WSS at Kotehra.	40,457				40,457
37	Provision of 2 NO.water bores at Moh:Darla.	21,859				21,859
38	PCC of street at Thalikut.	41,017				41,017
39	Construction of Drain,Culvert,streets at KTS	112,500	6,250	6,000	4,000	128,750
40	Construction of Drain,Culvert,streets at Moh:Darband.	112,500	6,250	6,000	4,000	128,750
41	Provision of 05 No. small size water bores at Moh: Mistari Banda village Slam Khand.	66,375	1,850	4,000	2,000	74,225
42	Const: of water tank & PCC work at Moh: Dinga Chahri.	66,375	1,850	4,000	2,000	74,225

43	Construction of Drain,Culvert,streets at Moh: Bagh Banda.	30,967	250	3,600	2,000	36,817
44	Provision of 02 NO.small size water bores at slam khand	14,578	1,250	4,000	2,000	21,828
45	PCC of path at Sarki Cheenna Sherawal.	64,468				64,468
46	Const: of path & P/wall Moh: Meena Banda	33,516				33,516
47	WSS & water tank in kapla.	33,187	1,250	4,000	2,000	40,437
48	DWSS,pipe at Karmu.	75,000	1,850	4,000	2,000	82,850
49	Provision of 02 No.small size water bores at village Shingri	6,000	1,250	3,600	2,000	12,850
50	Const: of link road at Chawai.	51,882	1,250	3,600	2,000	58,732
51	Const: of community center at Garhi Shah Muhammad, phase-II	33,187	-			33,187
52	Const: of community center at Dheriya.	74,250	-			74,250
53	Provision of 03 No.samall size water bores at shanai.	20,838	1,250	3,600	2,000	27,688
Total						5,435,918

Annexure-12**Para No. 4.5.1.1****Detail of expenditure without material testing**

S.No	Name of Scheme	Estimated Cost (Rs)	Total Expenditure (Rs)
1	Pavement of street in DW Bakka Phase 2	100,000	100,000
2	Construction of street at Chanki Bandi	2,000,000	1,899,075
3	Pavement of street/ DW path Khanpur	400,000	373,538
4	Pavement of street/drain in DW Sirya	340,000	340,000
Total		2,840,000	2,712,613

Annexure-13**Para No. 4.5.3.1****Detail of not deposited Government taxes**

S.No	Name of VC	Income Tax (Rs)	Stamp Duty (Rs)	DPR (Rs)
1	Jam Said Pur	15,601	1,250	1,000
2	Duresh Khel	171,100	41,000	2,000
3	Bandi Sher Khan	72,137	24,900	0
4	Najaf pur	202,500	12,500	4,000
5	Alluli	438,252	14,800	1,000
6	Bajeeda	18,000	0	0
7	Nartopa	80,997	0	0
8	Kachi	0	0	5,000
9	Soha	192,285	9,550	5,000
10	Beer	0	0	2,000
11	Neelor	0	16,000	2,000
12	Kaag	9,420	0	0
Total		1,200,292	120,000	22,000
Grand Total				1,342,292