



**AUDIT REPORT
ON
THE ACCOUNTS OF
LOCAL GOVERNMENTS
DISTRICT KOHISTAN UPPER**

AUDIT YEAR 2021-22

AUDITOR GENERAL OF PAKISTAN

TABLE OF CONTENTS

ABBREVIATIONS AND ACRONYMS	i
PREFACE	ii
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 Kohistan Upper	8
2.1 Introduction	8
2.2 Comments on Budget and Accounts (Variance Analysis)	9
2.3 Classified Summary of Audit Observations.....	10
2.4 Comments on the status of compliance with Zilla Accounts Committee Directives	10
2.5 AUDIT PARAS.....	11
2.5.1 Irregularities.....	11
HR/Employees related irregularities	11
Procurement related irregularities	20
Management of accounts with commercial banks	22
2.5.2 Others, including cases of accidents, negligence etc.	24
CHAPTER-3	28
Tehsil Municipal Administration	28
3.1 Introduction	28
3.2 Comments on Budget and Accounts (Variance Analysis)	29
3.3 Classified Summary of Audit Observations.....	30
3.4 Comments on the status of compliance with Tehsil Accounts Committee Directives	30
3.5 AUDIT PARAS.....	31
3.5.1 Irregularities	31
Procurement related irregularities	31
3.5.2 Others, including cases of accidents, negligence etc.	33

CHAPTER-4	36
AD LGE &RDD.....	36
4.1 Introduction	36
4.2 Comments on Budget and Accounts (Variance Analysis)	38
4.3 Classified Summary of Audit Observations	39
4.4 Comments on the status of compliance with Village/Neighborhood Accounts Committee Directives	39
4.5 AUDIT PARAS.....	41
4.5.1 Irregularities.....	41
Management of accounts with commercial banks	41
ANNEXURES	42

ABBREVIATIONS AND ACRONYMS

AA	Administrative Approval
AD	Assistant Director
ADP	Annual Development Programme
AIR	Audit and Inspection Report
BHUs	Basic Health Units
DAC	Departmental Accounts Committee
DDI	District Development Initiative
DEO	District Education Officer
	Department
DHO	District Health Officer
DO	District Officer
FY	Financial Year
GFR	General Financial Rules
GPS	Global Positioning System
	Institution
INTOSAI	International Organization of Supreme Audit Intuition
KP	Khyber Pakhtunkhwa
LGA	Local Government Act
LGE&RDD	Local Government Election & Rural Development
M&R	Maintenance and Repair
MCC	Medical Coordination Cell
NBP	National Bank of Pakistan
NCs	Neighborhood Councils
PAC	Public Accounts Committee
PAO	Principal Accounting Officer
TAC	Tehsil Accounts Committee
TMA	Tehsil Municipal Administration
TS	Technical Sanction

TT	Theology Teacher
VAC/NAC	Village/Neighborhood Accounts Committee
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 Kohistan Upper 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 the 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 Governments, Khyber Pakhtunkhwa carried out the audit of Local Governments of eight Districts namely; Abbottabad, Haripur, Mansehra, Battagram, Kohistan Upper, Kohistan Lower, KolaiPalas Kohistan and Torghar.

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 Kohistan Upper 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 two Tehsils administrations in District Kohistan Upper. The third Tier-village and neighborhood Councils have AD LGE & RDD as their Principal Accounting Officer. There are 63 VCs/NCs in district Kohistan Upper.

a. Scope of audit

This office is mandated to conduct audit of 47 formations working under 04 PAOs. Total expenditure and receipts¹ of these formations were Rs. 1,651.302 million and Rs. nil, respectively for the financial year 2020-21.

¹ District Government, TMAs & AD LGE&RDD has no receipt

Audit coverage relating to expenditure for the current audit year comprises 07 formations of 04 PAOs having a total expenditure of Rs. 671.441 million for the financial year 2020-21. In terms of percentage, the audit coverage for expenditure is 40.66% of auditable expenditure.

Audit coverage relating to receipts for the current audit year comprises 02 formation of 02 PAO (2TMAs) having nil receipt for the financial year 2020-21.

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

b. Recoveries at the instance of audit

As a result of audit, a recovery of Rs 1,630.10 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 procedures employed to obtain evidence were inspections, analytical procedures, observations and computations.

d. Audit Impact

A recovery of Rs. 1,630.10 million was pointed out by audit, however, positive audit impact depends on management's willingness to implement an internal control frame work and the recommendation of audit.

e. Comments on Internal Control

Internal control is designed to address risk and to provide reasonable assurance that in pursuit of the 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 DAO. No review was carried out of the performances.

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.1,215.019millions².
- ii. Unauthorized payments to DDOs instead of crossed cheques to venders–Rs.494.664 million³.
- iii. Unverified payment of arrears on account of pay & allowances–Rs. 389.911 million⁴.
- iv. HR/employees related irregularities were noticed in ten casesRs. 34.674million⁵.
- v. Procurement related irregularities were noticed in four cases amounting to Rs. 34.962 million⁶.
- vi. Management of accounts with commercial banks was noticed in two case amounting to Rs. 22.632 million⁷.
- vii. Others, including cases of accidents, negligence etc. issues were noticed in eight cases amounting to - Rs. 9,323.104 million⁸.

² Para 1.2.1

³ Para 1.2.2

⁴ Para 1.2.3

⁵ Para 2.5.1.1to2.5.1.10

⁶ Para 2.5.2.1.11 to 2.5.1.12 & 3.5.1.1& 3.5.1.2

⁷ Para 2.5.1.13&4.5.1.1

⁸ Para 2.5.2.1to2.5.2.4& 3.5.2.1 to 3.5.2.3

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

g. Recommendations

- i. TMAs accounts need to be consolidated at DAO.
- ii. All payments need to be made through crossed cheques to vendors.
- iii. Actions need to be taken to stop the practice of violation of the rules and regulations in spending public money.
- iv. Strenuous efforts need to be made by the departments to recover outstanding dues on account of various taxes.
- v. Departments need to strengthen internal controls i.e. financial, managerial, operational, administrative and accounting controls etc. to ensure that lapses of the kind reported in this audit report are preempted and fair value for money is obtained from public spending.
- vi. 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 & Rural Development Department issued on 4th September, 2019, councils of all tiers of District Government were stood dissolved on the culmination of their respective tenures on 29th August, 2019. The same Notification authorized Deputy Commissioners, Tehsils/ Towns Municipals Officers and Assistant Directors, LG&RDD to perform functions of respective Nazimeen as envisaged under the Local Government Act, 2013, till the instillation of newly elected Local Governments. In the light of LGA 2013, District Kohistan Upper as headed by Deputy Commissioners who is principal accounting officer of the budget grant allocated to the 11 offices devolved at District level. Similarly, Tehsil Municipal Administration is headed by Tehsil Municipal Officer who is its principal accounting officer. Moreover, Assistant Director LGE&RDD is a principal accounting officer for Village/ Neighborhood Councils.

In District Kohistan Upper, Funds amounting to Rs. 2,228.979 million were allocated to 47 formations working under 04 PAOs. Out of which, expenditure of Rs.1,651.302 million was made resulting into saving of Rs. 577.677 million. Receipts was nil for the financial year 2020-21. Audit coverage relating to expenditure for the current audit year comprises 07 formations of 04 PAOs having a total expenditure of Rs. 671.441million for the financial year 2020-21. In terms of percentage, the audit coverage for expenditure is 40.66% of auditable expenditure

(Rs. in million)

District Kohistan Upper					
2020-21	Budget	Actual expenditure/ Receipt	Excess/(Saving)	Expenditure/ Receipts Audited	%age
Salary	1,088.61	1,045.35	43.25	671.441	3.973
Non salary	286.98	156.54	130.45		45.455

Development	853.39	449.41	403.97		47.338
Total	2,228.979	1,651.302	577.677	671.441	40.66%
Receipts	0.00	0.00			

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, Kohistan Upper did not reflect Rs. 1,215.019 million into the consolidated financial statement of Local Government, Kohistan Upper. Similarly, the expenditure of Rs. 494.664 million was directly paid to DDO instead of crossed cheque to the vender.

District Government, Kohistan Upper 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, Kohistan Upper as required under section 18 of LGA 2013. Most importantly, Finance Department, Khyber Pakhtunkhwa could not provide District Account Office, Kohistan Upper 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 346 primary, 30 middle, 14 secondary and no higher secondary school in District Kohistan Upper. The estimated Teacher Student Ratio is 1:45 at primary, 1:70 at middle and 1:32 at secondary schools. District Kohistan

Upper literacy rate is 20% the Gross Enrollment Rate (GER) is 58.81 %, and the Net Enrollment Rate (NER) is 43.91% at the primary level. On budgetary front, District Education office, Kohistan Upper succeeded in spending 44.9% of District ADP and 93.22% of non-salary budgets.

District Education Offices in Kohistan Upper were given target of enrolment of children for current year against which 13650 kids were enrolled; wherein, DEO (male) and DEO (female) enrolled 13000 and 650 children respectively. Similarly, annual average of teacher's attendance rate and student attendance rate as per independent Monitoring Unit (IMU) data were approximately 67.38% & 56.2% respectively. Furthermore, 82.42% schools in district Kohistan Upper 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 only 67.5% against the assigned targets.

Health

Health is another important sector of District Kohistan Upper with a total of health facilities spread across the district, among which 03 are urban while the rest are rural based. Their further break-up is 16 BHUs, 03 CDs, 02 RHC and 01 TB Control with the total catchment area population of approximately 306000 as per survey carried out by Health department in 2017.

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, 218 babies were born with 185 in RHCs and 33 in BHUs respectively. Out of them, 01 infant died. Lab investigations and diagnostic facilities were also fully utilized as 796 lab tests, no X-rays, 0 ultrasounds, 0 CT Scans and 0 ECGs were done in both primary and secondary health facilities in district Kohistan Upper. Figures of immunization from EPI register were also very impressive as 1295 pregnant women received TT-2 vaccines,

2837 kids under 12 months received full immunization, 6535 children under 12 months received 1st measles vaccines and 6944 kids under 12 received 3rd pentavalent vaccine. 315 families were provided family planning services as evident from FP 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 Kohistan Upper.

There was no Darul Kafala for beggars in district Kohistan Upper 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

Town Municipal Administrations, District Kohistan Upper 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. Similarly, 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. 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, Kohistan Upper 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. 1,215.019 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 Kohistan Upper for the financial year 2020-21, audit observed incompleteness and incorrect presentation of the financial statements as the DAO failed to consolidate into the quarterly and annual accounts of the district, the Government and local resources, as required under section-36(3) of the Local Government Act, 2013. Receipts of Rs. 673.478 million and expenditure of Rs. 541.541 million respectively, of the TMAs are not reflected in 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. 494.664 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 Kohistan Upper, paid Rs. 494,664,000 to various DDOs instead of issuance crossed cheques to Vender/Payees Accounts.

The lapse occurred due to weak internal control, 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 payments of arrears on account of pay and allowances- Rs. 389.911 million

According to 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 Kohistan Upper for the year 2020-21 while analyzing HR data it was noticed that arrears of pay and allowances of Rs389,911,000 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 Kohistan Upper

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 Districts 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 & 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 Kohistan Upper

(Rs. in million)

S.No	Description	Total Nos	Audited	Expenditure audited FY 2020-21	Revenue /Receipts audited FY 2020-21
1.	Formations	10	04	362.265	Nil

2.2 Comments on Budget and Accounts (Variance Analysis)

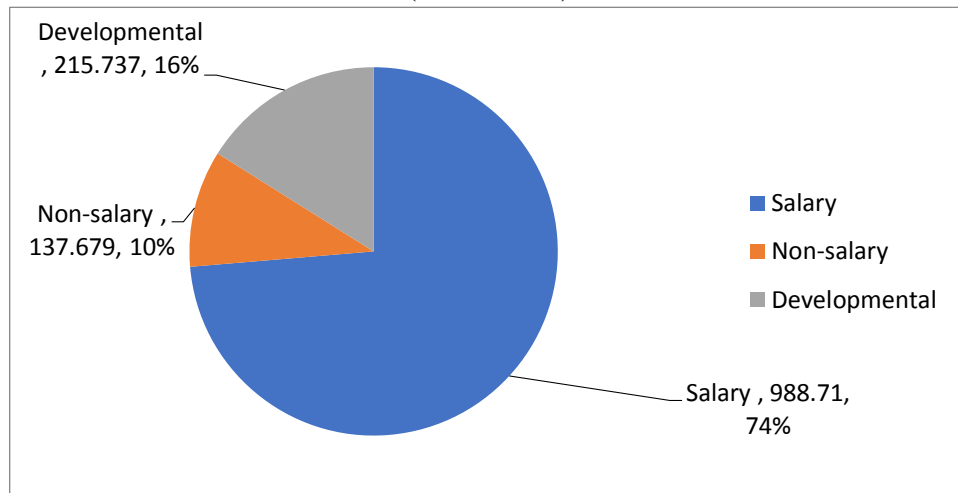
(Rs. in million)

District Government Kohistan Upper				
2020-21	Budget	Actual Expenditure/Receipts	(Saving)/Excess	%age
Salary	1,030.50	988.710	(41.79)	4.05%
Non-salary	246.01	137.679	(108.33)	44.03%
Developmental (A/C-IV)	245.919	215.737	(30.18)	12.27%
Total:	1,522.43	1,342.13	(180.30)	11.84%
Receipts	-	-	-	-

The savings of Rs 180.300 million indicate inefficiency in the capacity of District Government Departments to utilize the allocated amount.

EXPENDITURE 2020-21

(Rs in million)



2.3 Classified Summary of Audit Observations

Audit observations amounting to Rs.8,099.025 million were raised in this audit report. This amount also includes recoverable of Rs.666.253 million as pointed out by the audit. Summary of the audit observations classified by nature is as under:

(Rs. in million)

S. No.	Classification	Amount (Rs.)
1.	Irregularities	-
A	HR/Employees related irregularities	34.674
B	Procurement related irregularities	29.366
C	Management of Accounts with Commercial Banks	20.521
2.	Others, including cases of accidents, negligence etc.	8,014.464
Total:		8,099.025

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:

S.No.	Audit Year	ZAC 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	2014-15	Not Convened
13	2016-17	Not Convened
14	2017-18	Not Convened
15	2018-19	Not Convened
16	2020-21	Not Convened

2.5 AUDIT PARAS

2.5.1 Irregularities

A. HR/Employees related irregularities

2.5.1.1 Inadmissible payment on account of various allowances – Rs.1.210million

According to the notification of Finance Department Khyber Pakhtunkhwa issued vide No. FD(SOSR-II)8-08/16 dated Peshawar the 06/02/2017, Incentive Allowance will not be discontinued to the employees after implementation of HPA.

District Health Officer Kohistan Upper paid various allowances to health staff during 2020-21. Audit observed that these allowances were discontinued after implementation of HPA which resulted in an overpayment of Rs 1,209,944 as per detail below:

DDO code	Head of Account	Amount (Rs.)
KD-6139 RHCs	Incentive allowance	96,000
-	Rural Compensatory allowance	287,023
-	NPA	72,000
KD-6140 BHUs	Incentive allowance	388,266
-	Rural Compensatory allowance	217,729
KD 6020 admin	Non Practicing Allowance	36,000
-	Rural Compensatory Allowance	43,200
KD 6138 TBC	RCA	14,400
KD6141 CD	RCA	55,326
Total:		1,209,944

The lapse occurred due to weak internal controls which resulted in inadmissible payment on account of various allowances.

When pointed in August 2021, management stated that recovery if any will be shown to audit after consulting relevant record. Reply was not convincing as no action was taken till finalization of this report.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit recommends that recovery of the subject amount under intimation to audit.

AIR Para No. 02 (2021-22)

2.5.1.2 Inadmissible payment on account of health professional allowance during training – Rs.1.640 million

According to the notification of Finance Department Khyber Pakhtunkhwa issued vide No. FD(SOSR-II)8-08/16 dated Peshawar the 06/02/2017, Health Professional Allowance will not be admissible to employees during training.

District Health Officer Kohistan Upper paid Health Professional Allowance to health staff during training which was not admissible which resulted an overpayment of Rs.1,640,000 which needs recovery as per detail below:-

Name of Doctors	Period	Head of Account	Amount	Total
DrMubarik Shah	1.9.20 to 10.01.21	HPA	82,000	328,000
DrInayatullah khan	1.9.20 to10-01-21	HPA	82,000	328,000
DrMumtaz Ali	1-9.20to 31-12-20	HPA	82,000	328,000
DrJunaid Khan	1.9.20 to10-01-21	HPA	82,000	328,000
DrMuhammmadShair	1.9.20 to10-01-21	HPA	82,000	328,000
		Total:		1,640,000

The lapse occurred due to weak internal controls which resulted in inadmissible payment of HPA.

When pointed in August 2021, management stated that recovery if any will be shown to audit after consulting relevant record. Reply was not convincing as no action was taken till finalization of this report.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit recommends that recovery of the subject amount under intimation to audit.

AIR Para No. 03 (2021-22)

2.5.1.3 Non-recovery of HPA –Rs.6.888 million

According to Notification No. FD(SOSR-II)8-08/16 dated Peshawar the 06/02/2017 of Finance Department Government of KP, Health professional Allowance will not be admissible to employees posted /deputed on the place other duty place, but only to the employees posted against actual place of posting.

District Health Officer Kohistan Upper paid Rs 6.888 million on account of HPA to the following Doctors working on detailment during 2020-21. Hence were not performing duty at their actual duty station in violation of above mentioned criteria which needs to recover HPA from their monthly salaries. Detail is given below:

Name of Doctors	Period	Head of Account	Amount	Total
DrshamasurRehman	7/20 to 6/21	HPA	82,000	984,000
DrZabar khan	7/20 to 6/21	HPA	82,000	984,000
DrSherzada	7/20 to 6/21	HPA	82,000	984,000
DrNaemurRehman	7/20 to 6/21	HPA	82,000	984,000
Dr Reza Ullah	7/20 to 6/21	HPA	82,000	984,000
DrSyedSarfraz shah	7/20 to 6/21	HPA	82,000	984,000
DrAllaud Din	7/20 to 6/21	HPA	82,000	984,000
		Total:		6,888,000

Non-recovery of HPA occurred due to weak internal controls and financial management which resulted in loss to Government.

The irregularity was pointed out in July 2021, management stated that the observation has been noted for future compliance. Reply was not convincing as no action was taken till finalization of this report.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit requires that action be taken against the concerned under intimation to audit.

AIR Para No. 04 (2021-22)

2.5.1.4 Irregular payment of conveyance allowance –Rs.11.783 million

According to Rule 7-A of Sub Treasury Rules, the conveyance allowance is not admissible during leave period.

District Education Officer Male/Female Kohistan Upper allowed payment of conveyance allowance to teaching staff amounting Rs 11,782,725 without performing duty during COVID-19 pandemic for the year 2020-21.

S.No	Name of School	CA one months	Amount overpaid (Rs.)
1.	KD Middle Schools (Male)	w.e.f 3/2020to9//2020 410,942*5	2,054,710
2.	KD6015 primary schools Male)	1,418,298*5 months	7,091,490
3.	KO 6039 Middle Schools (Female)	109,613*5 months w.e.f 3/2020to9//2020	548,065
4.	KO 6016 Primary schools (Female)	417,692*5 months	2,088,460
Total :			11,782,725

However, during scrutiny of record it was observed that the schools were closed as per standing instructions of Government of Khyber Pakhtunkhwa during COVID-19 w.e.f March 2020. Hence payment of conveyance allowance during close period was irregular and unjustified.

The irregularity occurred due to weak internal control, which resulted in irregular payment of conveyance allowance.

When pointed out in August 2021, management stated that the schools of district was not closed because the COVID-19 rate was less there however the matter will be looked into and recovery of overpayment will be made accordingly if any. No progress was intimated till finalization of this report.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit recommends investigation and early recovery of conveyance allowance besides action against the person(s) at fault.

AIR Para No. 02&09 (2021-22)

2.5.1.5 Loss to Government on account Pay & allowances due to bogus appointment of teachers –Rs.3.524 million

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

District Education Officer (Male) Kohistan Upper drawn Rs 3.524 million on account of Pay & allowances due to bogus appointment of teachers Audit observed that these 3 teachers were appointed in 2017 and were allowed to draw their salaries regularly till 2020-21, while as per staff statement of head teacher and report of circle ASDEO the said teachers were never available in the schools. The payment of Salary needs to be recovered from the concerned. Detail is given atannexure-02.

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

When pointed out in 8/2021, management stated that instructions of Audit will be followed in future and progress will be shown to Audit. No progress was intimated till finalization of this report.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit requires that action be taken against the concerned under intimation to audit.

AIR Para No. 07 (2021-22)

2.5.1.6 Un-authorized payment of pay & allowance to the teachers absent from duty –Rs.1.627 million

Para 10 (i) of General Financial Rules Volume I provides that every public officer is expected to exercise the same vigilance in respect of expenditure incurred from public moneys, as a person of ordinary prudence would exercise in respect of expenditure of his own money.

District Education Officer Female, Kohistan Upper paid pay & allowances to the staff/teachers which were not performing their duties since long as per ASDEO circle report. It was observed that their pay was stopped for the same, but was released after a period of years unlawfully. Due to which Government treasury was put to the huge loss during financial year 2020-21.

Audit hold that payment of pay & allowance to absent teachers schools was irregular and unjustified and loss to the Government. Detail given atannexure-03.

The lapse occurred due to weak internal controls which resulted in unauthorized payment of salary for absent period.

The irregularity was pointed out in August 2021, management stated that the case is under inquiry and the record would be produced to Audit.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 02 (2021-22)

2.5.1.7 Un-authorized payment of pay & allowance to the teachers absent from duty –Rs.1.631 million.

Para 10 (i) of General Financial Rules Volume I provides that every public officer is expected to exercise the same vigilance in respect of expenditure incurred from public moneys, as a person of ordinary prudence would exercise in respect of expenditure of his own money.

District Education Officer Female, Kohistan Upper paid pay & allowances to the staff/teachers which were not performing their duties since long as per DEO (F) report. It was observed that huge amount of Rs 1,631,538 on account of their pay was released/ drawn from the treasury without approval/ signature of DEO/ DDO stopped for the same, but was released after a period of years unlawfully. Due to which Govern as the said case was reported by DEO to Director Education KPK Peshawar vide No 5575-79 dated 07-10-2019 due to which Government treasury was put to the huge loss during financial year 2020-21. Detail is given below:

Audit hold that payment of pay & allowance to absent teachers schools was irregular and unjustified and loss to the Government as per detail given below.

S.No	Name of teacher	Personal No.	Amount Rs.
01.	Fatima Bibi	00388968	29,627
02.	AsmatBibi	00332266	698,129
03.	NazaraBibi	00388438	447,628
04.	KhushNiaz	00331956	80,038

05.	Aneela Baber	00499230	81,537
06.	Maryam Bibi	00374794	81,587
07.	Rizwana Hameed	00388470	212,992
Total:			1,631,538

The lapse occurred due to weak internal controls which resulted in unauthorized payment of salary for absent period.

When pointed out in August 2021, management stated that the observation noted for compliance.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 03 (2021-22)

2.5.1.8 Un-authorized payment of pay & allowance to the teachers absent from duty since long –Rs.3.524 million

Para 10 (i) of General Financial Rules Volume I provides that every public officer is expected to exercise the same vigilance in respect of expenditure incurred from public moneys, as a person of ordinary prudence would exercise in respect of expenditure of his own money.

District Education Officer Female, Kohistan Upper paid pay & allowances to the staff/teachers which were not performing their duties since long as per SDEO (F) Dasso report and complaints of the community . It was observed that huge amount of Rs 3,523,824 on account of their pay was released/ drawn from the treasury without approval/ signature of DEO/ DDO stopped for the same, but was released after a period of years unlawfully. Detail is given at annexure-04.

Audit hold that payment of pay & allowance to absent teachers schools was irregular and unjustified and loss to the Government as per detail given in Annex-04.

The lapse occurred due to weak administrative control which resulted in loss to the government and depriving local public from the basic facility of providing primary education.

When pointed out in August 2021, the management stated that the observation noted for compliance.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 04 (2021-22)

2.5.1.9 Irregular payment of pay & allowance to the teachers of closed schools

Para 10 (i) of General Financial Rules Volume I provides that every public officer is expected to exercise the same vigilance in respect of expenditure incurred from public moneys, as a person of ordinary prudence would exercise in respect of expenditure of his own money.

District Education Officer Female, Kohistan Upper paid pay & allowances to the staff/teachers of those schools which were reported as permanently non-functional schools by the IMU during financial year 2020-21. Audit holds that payment of pay & allowance in non-functional schools was irregular and unjustified. Detail is given at annexure-05.

The irregularity occurred due to weak internal and administrative controls which resulted in loss to the government and depriving local public from the basic facility of providing primary education.

When pointed out in August 2021, the management stated that the observation noted for compliance.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 07 (2021-22)

2.5.1.10 Un-authorized payment of pay & allowance to the teachers absent from duty since long –Rs.2.847 million

Para 10 (i) of General Financial Rules Volume I provides that every public officer is expected to exercise the same vigilance in respect of expenditure incurred from public moneys, as a person of ordinary prudence would exercise in respect of expenditure of his own money.

District Education Officer Female, Kohistan Upper paid pay & allowances to the staff/teachers which were not performing their duties since long as per SDEO (F) Dasso report and complaints of the community . It was observed that huge amount ofRs 2,487,297 on account of arrear of pay was released/ drawn from the treasury without performing duty for a period of years unlawfully, whereas the relevant ADEOs and IMU was reporting for her absence from duty. Due to which Government treasury was put to the huge loss during financial year 2020-21. Detail is given below:

S.No.	Name of teacher	Name of School	Amount Rs.
01	GulPanara	SadamDader	1,370,864
02	SarginaHanan	Adam Dader	1,116,433
		Total:	2,487,297

Audit hold that payment of pay & allowance to absent teachers schools was irregular and unjustified and loss to the Government as per detail given below.

The irregularity occurred due to weak internal and administrative controls which resulted in loss to the government and depriving local public from the basic facility of providing primary education.

The irregularity was pointed out in 8/2021. management did not respond to the audit observation.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

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

AIR Para No. 11 (2021-22)

B Procurement related irregularities

2.5.1.11 Non-Supply of medicines-Rs 2.307 million and non-recovery of penalty–Rs.0.162 million

According to clause 17(a) of the standard contract agreement, the supply of the ordered goods under this agreement shall be completed by the suppliers within thirty (30) days after the receipt of supply orders from the Purchasing Entity, except in situation/s covered under clause 16 above. According to clause 17(ii) of the contract agreement, Upon delay in supply from forty-six days up to sixty (46 to 60) days, in instead of three per cent (03%) as in clause 17(a)(i) above, a lump sum total penalty amounting to seven per cent (07%) of the total amount of the supply order for total number of items ordered in the same supply order issued to the Supplier, shall be levied through deducting the total amount of penalty from the total pre-tax payable billed amount by the Purchasing Entity, irrespective of the number of items supplied late.

District Health Officer Kohistan Upper paid for medicines Rs. 2,307,843 to the various firms for supply of medicines, however, they failed to complete the supply till the date of audit. Penalty @ 7% amounting to Rs. 161,549 was also not recovered from the defaulters. Detail is given below;

S.No	Name of supplier	Date of supply order	Amount Rs.
1.	M/S Ahsan Pharma	06.04.2021	100,000
2.	M/S Getz Pharma	06.04.2021	350,390
3.	M/S Getz Pharma	06.04.2021	1,751,588
4.	M/S hasher Surgical	06.04.2021	105,865
		Total:	2,307,843

Irregularity occurred due to lack of internal controls, which resulted non-availability of medicines in time.

When the irregularity was pointed out in July 2021, management stated that the firms shall be directed to complete the supply immediately besides penalties be imposed on them. Reply was not convincing as no action was taken till finalization of this report.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit recommends to take up the case with the firms for completing supply and penalty be recovered from the defaulters besides fixing responsibility on the person(s) at fault.

AIR Para No. 06 (2021-22)

2.5.1.12 Unverified expenditure incurred through PTC-Rs.26.897 million

As per Guide for PTCs issued by Government of the Khyber Pakhtunkhwa Elementary and Secondary Education Department Annexure 13 Part B Sr no 6 the vouched accounts shall be subject to inspection by the functionaries of the S&L Department and third party validation.

District Education Officer (Male) Kohistan Upper incurred an expenditure of Rs.26.897 million on account of Conditional Grant and Petty repair through different schools for the financial 2020-21. Management failed to obtain the Conditional Grant & PTC expenditure record from these schools and therefore audit could not verify the same record.

S.No	Particulars	AmountRs.
1.	Conditional grant	8,480,000
2.	Other Building (Petty Repair)	3,039,000
3.	Conditional grant Female	15,377,500
4.	Petty repair Female	570,00
Total:		26,897,070

The local office did not verify the said expenditure neither maintain any controlling check to ensure effective utilization of funds.

The lapse occurred due to weak internal control which resulting unverified expenditure.

When pointed out in August 2021, management stated that the record will be obtained from concerned and will be shown to Audit accordingly. No progress was intimated till finalization of this report.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

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

AIR Para No.01& 07 (2021-22)

C. Management of accounts with commercial banks

2.5.1.13 Non-deposit of Bank profit into Government Treasury –Rs.20.521 million

According to Finance Department Khyber Pakhtunkhwa Peshawar letter No. 2/3-(F/L)/FD/2007-08/vol-IX dated 10.02.2014 Finance Department has allowed sanction of bank accounts in commercial banks for various departments/autonomous/corporation in KP now such accounts may be converted into PLS mode and profit earned may be deposited into government treasury under the relevant head of account not later than a week when declared by the bank.

Deputy Commissioner Kohistan Upper realized Rs.20,521,488 as profit on bank account during Financial Year 2020-21 The profit was required to be deposited into government treasury under proper head of accounts which was not done. Detail is given below:

S.No	Name of Bank	PLS Account No.	Profit realized (Rs)
1	NBP Dassu	3,098,240,138	20,521,488

Audit observed that non deposit of bank profit into government treasury occurred due to weak internal controls, which resulted in loss to Government.

When pointed out in July 2021, the department replied that the above mentioned amount will be deposited in Govt. treasury account and record will be shown in forthcoming DAC meeting. Hence the para may please be settled.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit recommends deposits of bank profit into Government treasury under proper head of accounts.

AIR Para No. 09 (2021-22)

2.5.2 Others, including cases of accidents, negligence etc.

2.5.2.1 Blockage of Government money-Rs.7,061.280million & non-transfer of 2% TMA tax to Government-Rs.297.07 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. Para 8 and 26 of the General Financial Rules Volume I require each administrative department to see that the dues of the government are correctly and promptly assessed, collected and paid into Government Treasury.

Deputy Commissioner Kohistan Upper, received a huge amount of Rs 21,914.853 million for purchase of land during the FY 2020-21. However, 2% TMA tax amounting Rs. 297.068 million was not transferred. Detail is given below:

S.No	Description	Amount Released	2% TMA Tax
1.	Total funds received	21,914.853	-
2.	Payments	14,853.572	297.07
	Balance amount	7,061.280	297.07

The lapse occurred due to weak financial management control, which resulted in non-disbursement of amount & non-transfer of 2% TMA tax.

When pointed out in July 2021, the department replied that the payments of Rs. 7,061.280 million will be paid to land owners in due course of time while TMA Tax payable (2%) amounting to Rs. 297.07 Million will be transferred at the earliest. And record would be presented in DAC meeting.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit recommends immediate disbursement of funds to land owners, deposit 2% TMA tax under intimation to audit.

AIR Para No. 02 (2021-22)

2.5.2.2 Non-utilization of Covid-19 funds due to inefficiency-Rs.11.718 million

Government of Khyber Pakhtunkhwa Relief Rehabilitation and settlement department letter No.SO (Admin)PR&SD/2-49/2020 dated Peshawar 24th March 2020 that relief fund is fit for charges regarding COVID-19 management on Fuel, equipment's, medical supplies, protective gears and other allied expenditures.

During audit of the accounts of Deputy Commissioner Kohistan Upper, it was observed that provincial government released an amount of Rs 11,718,023 as relief funds for Corona Virus (Covid-19) pandemic specifically for establishment of quarantine and corona Virus affected people. The local office did not utilize the same.

The funds were released by provincial government for meeting charges of COVID-19 management on fuel, equipment's, medical supplies, protective gears and other allied matters. The funds were not utilized nor were the same released to DHO for quarantine facilities, medical equipments, and medicines and for treating COVID 19 patients which shows that funds were irregularly retained in designated bank account of Relief funds and pandemic situation was not properly handled as per guidelines.

Moreover no proper data was found maintained relating to total number of patients, progress report, different activities performed.

Non utilization of relief funds occurred due to weak administrative control, which resulted in violation of rules.

When pointed out in July 2021, the department replied that the funds are not utilized due to no active cases of Covid-19 which were to be quarantined.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit suggests investigation and verification under intimation to audit.

AIR Para No. 08 (2021-22)

2.5.2.3 Non-deduction of taxes – Rs.313.744 million

According to Directorate of Land Records Government of Khyber Pakhtunkhwa Notification No. 1928/LR-III/LGR dated 29-7-2003, the registration fee shall be 0.5% of the consideration money of all registered documents.

According to section 23 of Finance Act 2007, stamp duty @ 2% shall be charged on transfer of immovable property.

According to District Government Abbottabad notification No. 8061-72/DO/(F&P)/ Tax/BA-II dated 1-9-2016, 1% tax shall be charged on immovable property transfer.

Deputy Commissioner Kohistan Upper paid an amount of Rs 8,964,141,421 to land owners during the FY 2020-21. However, Government taxes amounting to Rs 313,744,976.7 were not deducted and deposited by the local office. Detail is given below:

S No	Nature of Taxes	Amount of tax (Rs)
1.	Registration fee @ 0.5% (8,964,141,421)	44,820,707
2.	Stamp Duty @ 2% (8,964,141,421)	179,282,828
3.	District Government Tax @ 1% (8,964,141,421)	89,641,441
	Total:	313,744,976

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

When pointed out in July 2021, the department replied that the acquiring department will be asked for deposit of above-mentioned taxes in Govt. treasury at the earliest, subsequently record will be presented in forthcoming DAC meeting. Reply was not satisfactory as no proof of deposit shown till finalization of this report.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit recommends recovery of the amount and deposit in to government treasury, besides action against the person(s) at fault.

AIR Para No. 11 (2021-22)

2.5.2.4 Non-utilization of Government money-Rs.2.595 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. Para 8 and 26 of the General Financial Rules Volume I require each administrative department to see that the dues of the government are correctly and promptly assessed, collected and paid into Government Treasury.

District Health Officer Kohistan Upper, received a huge amount of Rs. 2,594,872 on account EPI KD 6119 as per detail given below. The local office did not utilize the same which shows that funds were irregularly retained depriving the community from health facility and pandemic situation was not properly handled as per guidelines.

Moreover no proper data was found maintained relating to total number of patients, progress report, different activities performed.

S.No	Description	Amount Released	Payment made	Balance
1.	Training domestic	1,324,345	0	1,324,345
2.	Financial assistance	1,200,000	0	1,200,000
3.	Conferences/seminars	70,527	0	70,527
Total:		2,594,872	0	2,594,872

Non utilization of relief funds occurred due to weak administrative control which resulted in non-utilization of fund.

When pointed out in July 2021, the department replied that the budget would be utilized after codal formalities. Reply was not tenable as no report for appropriate action was provided to Audit.

Request for convening of DAC meeting was made in October 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit suggests investigation and verification under intimation to audit.

AIR Para No. 01 (2021-22)

CHAPTER-3

Tehsil Municipal Administration

3.1 Introduction

District Kohistan Upper has two Tehsils i.e. Dassu and Kandia. The office of a Tehsil Municipal Administration is managed by the Tehsil Municipal Officer. He is assisted by a Tehsil Officer (Finance), a Tehsil Officer (Regulation) and a 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 TMA of the District Kohistan Upper

(Rs. in million)

S.No	Description	TotalNos	Audited	Expenditure audited FY 2020-21	Revenue /Receipts audited FY 2020-21
1.	Formations	2	2	263.733	Nil

3.2 Comments on Budget and Accounts (Variance Analysis)

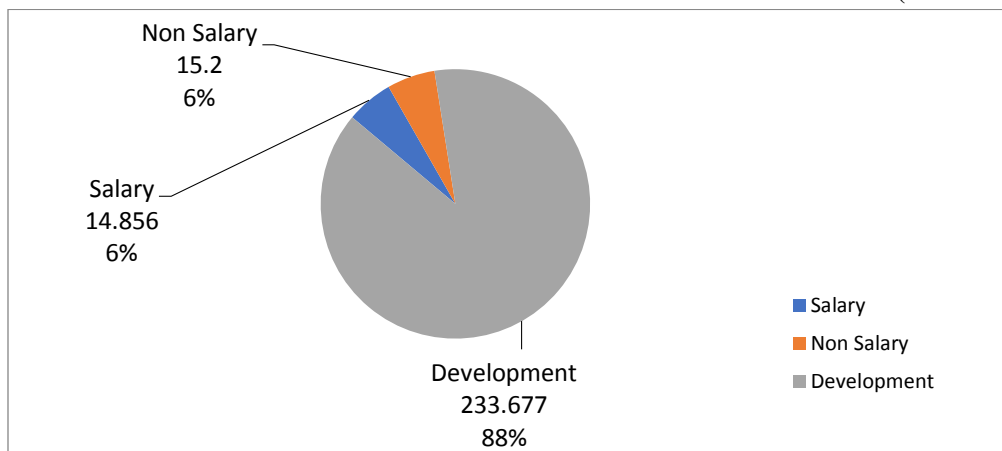
(Rs. in million)

TMAs				
2020-21	Budget	Actual Expenditure/ Receipts	(Saving)/Excess	%age
Salary	16.059	14.856	(1.203)	7.49
Non-salary	36.101	15.200	(20.901)	57.90
Developmental (A/C-IV)	607.469	233.677	(373.792)	61.53
Total:	659.629	263.733	(395.896)	126.92
Receipts:	-	-	-	-

The savings of Rs. 395.896 million indicate inefficiency in the capacity of TMA to utilize the amounts allocated.

EXPENDITURE 2020-21

(Rs in million)



3.3 Classified Summary of Audit Observations

Audit observations amounting to Rs. 1,314.236 million were raised in this audit report. This amount also includes recoverable of Rs. 963.847 million as pointed out by the audit. Summary of the audit observations classified by nature is as under:

(Rs in million)

S. No.	Classification	Amount
1	Irregularities	-
A	Procurement related irregularities	5.596
2	Others, including cases of accidents, negligence etc.	1,308.640
Total		1,314.236

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. Status of TAC meetings are given below:

Sr. No.	Audit Year	TAC meeting
1.	2002-03	N/A
2.	2003-04	N/A
3.	2005-06	N/A
4.	2006-07	N/A
5.	2007-08	N/A
6.	2008-09	N/A
7.	2009-10	N/A
8.	2010-11	N/A
9	2011-12	N/A
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 Non-deduction of Income Tax –Rs.2.386 million

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

TMO Dassu Kohistan Upper incurred expenditure of Rs 31,807,000 on developmental schemes under District ADP and Least developed Districts Uplift programmeduring 2020-21. However income tax @ 7.5% amounting to Rs.2,385,525 was neither deducted nor adjusted as per detail given at annexure-06.

The lapse occurred due to weak internal control which resulted in Non-deduction/adjustment of Income Tax.

When pointed in October 2021, management stated that detail reply will be provided after scrutiny of record.

Request for convening of DAC meeting was made in December 2021, however, meeting of DAC could not be convened till finalization of this report.

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

AIR NO.06 (2021-22)

3.5.1.2 Non-deduction of Income Tax –Rs.3.210 million

Notification No. SO(Dev-II)/FD/12-6/2012-13 dated Peshawar the 20th June, 2013 of Finance Department, Government of Khyber Pakhtunkhwa provides, “It has been observed that the cost estimate of those developmental schemes which fall in

the tax exempted area like PATA are also framed on the same CSR without adjustment of non-deductible income tax in those areas. The payment to contractors on CSR basis with inbuilt provision of Income Tax without adjustment in their invoices is overpayment by the amount equal to deductible Income Tax”.

TMO Kandia incurred expenditure of Rs. 42,800,000 on developmental schemes during 2018-19. However, income tax @ 7.5% amounting to Rs. 3,210,000 was neither deducted nor adjusted as per detail given annexure-07.

The lapse occurred due to weak internal control which resulted in Non-deduction/adjustment of Income Tax.

When reported in November,2021, management stated that Kohistan is Tax Free Zone, therefore income tax has not been deducted from the bills of the contractors. The reply was not convincing as income tax was inbuilt in MRS and the same should have been deducted from the contractor’s bills.

Request for convening of DAC meeting was made in December 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit recommends immediate recovery and action against person(s) at fault besides under intimation to audit.

AIR Para No.05 (2021-22)

3.5.2 Others, including cases of accidents, negligence etc.

3.5.2.1 Less recovery of 2% immovable property Tax-Rs.958.251 million

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

Tehsil Municipal Administration Dassu recover/realized Rs. 92,280,000 against Rs.1050,530,619 on account of 2% immovable property Tax.

The lapse occurred due to weak internal control, which resulted in less recovery of 2% property tax.

When pointed in October 2021, management stated that detail reply will be provided after scrutiny of record.

Request for convening of DAC meeting was made in December 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit recommends recovery and action against person at fault.

AIR Para No. 01 (2021-22)

3.5.2.2 Non-utilization of funds –Rs.213.245 million

Finance Department No. BO(PFC-III)/FD/TMA/ADP/2016-17 says that the amount shall be utilized only for developmental schemes/activities in accordance with guide line issued by P & D department and observance of all codal formalities.

S.No. iv of the guidelines/modalities for district development funds released under PFC circulated vide No. Director (LG) district ADP 2015 dated Peshawar, the 28th January, 2015 provides, that all the schemes shall be completed within the same financial year.

During scrutiny of record of TMA Dassu during 2020-21 it was observed that a huge amount of Rs. 213,245,245 remained unspent without any cogent reason/justification. The inhabitants of the locality were deprived of the benefits for which the amount was allocated.

The lapse occurred due to inefficiency of the management which resulted in non-utilization of fund.

When pointed in October 2021, management stated that detail reply will be provided after scrutiny of record.

Request for convening of DAC meeting was made in December 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit recommends fixing responsibilities for non-utilization of funds under intimation to audit.

AIR Para No.03 (2021-22)

3.5.2.3 Non-utilization of funds –Rs.137.144 million

Finance Department No. BO(PFC-III)/FD/TMA/ADP/2016-17 says that the amount shall be utilized only for developmental schemes/activities in accordance with guide line issued by P & D department and observance of all codal formalities.

S.No. iv of the guidelines/modalities for district development funds released under PFC circulated vide No. Director (LG) district ADP 2015 dated Peshawar, the 28th January, 2015 provides, that all the schemes shall be completed within the same financial year.

An amount of Rs.137,143,623 was lying unspent in the PLA account of TMA Kandia during the year 2020-21. It was observed that the amount was lying unspent / unutilized without any cogent reason/justification. The inhabitants of the locality were deprived of the benefits for which the amount was allocated.

The lapse occurred due to inefficiency of the management which resulted in non-utilization of fund.

When reported in November, 2021, management stated that, the schemes have been advertised and execution is in progress. The reply was not convincing as no progress was shown to audit till finalization of this report.

Request for convening of DAC meeting was made in December 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit recommends fixing responsibilities for non-utilization of funds under intimation to audit.

AIR Para No. 04 (2021-22)

CHAPTER-4

AD LGE & RDD

4.1 Introduction

Assistant Director Local Government, Election and Rural Development Department in District Kohistan Upperhas 63 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 Kohistan Upper.

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 neighborhood councils
- iii. Matters related to local taxes, grants, budget of village and neighborhood 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 neighborhood councils
- vii. Review, evaluation and assessment of local Government system, processes and procedures in the district particularly at the village and neighborhood 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 includes:

- i. Monitoring and supervision of the performance of functionaries of all Government offices located in the area of the respective village council or neighborhood council, including education, health, public health engineering, agriculture, livestock, police and revenue, and hold them accountable by making inquiries and reports to the tehsil municipal administration, district Government or, as the case may be, the Government for consideration and action;
- 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 neighborhood 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

Reporting cases of handicapped, destitute and of extreme poverty to district Government.

Audit Profile of AD LGE & RDD Kohistan Upper

(Rs. in million)

Sr No.	Description	Total Nos	Audited	Expenditure audited FY 2020-21 (Rs. in million)	Revenue /Receipts audited FY 2020-21 (Rs. in million)
1	Formations	1	1	45.443	Nil

4.2 Comments on Budget and Accounts (Variance Analysis)

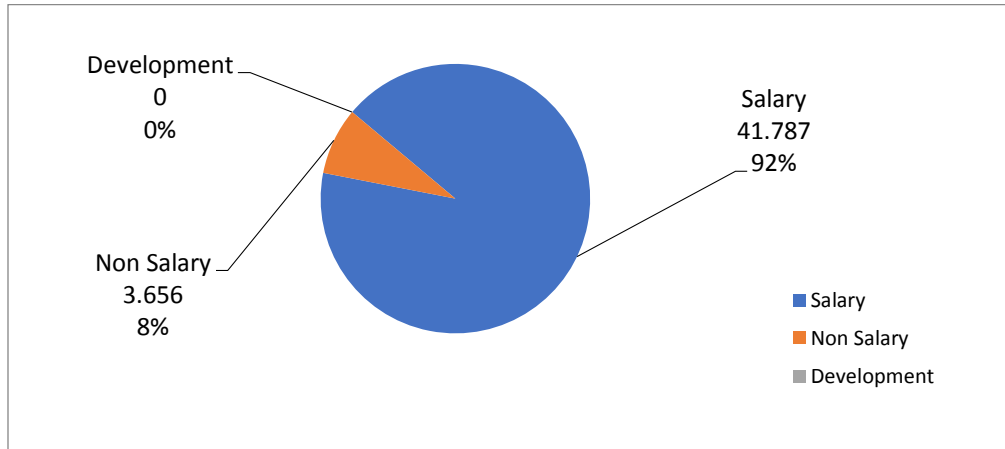
(Rs. in million)

AD LGE&RDD					
2020-21	Budget	Actual Expenditure/Receipts		Excess/(Saving)	%age
Salary	42.048	41.787		0.261	0.62 %
Non salary	4.873	3.656		1.217	24.97%
Development	0	0		0	0%
Total	46.921	45.443		1.478	3.15 %
Receipts	0				

The savings of Rs. 1.478 million indicates inefficiency of the AD LGE&RDD to utilize the amount allocated.

EXPENDITURE 2020-21

(Rs in million)



4.3 Classified Summary of Audit Observations

Audit observations amounting to Rs 2.111 million were raised in this audit report. Summary of the audit observations classified by nature is as under:

(Rs. in million)

Sr. No.	Classification	Amount
1	Irregularities	-
A	Management of accounts with commercial banks	2.111
Total		2.111

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. Status of VACs/NACs meetings are given below:

Sr. No.	Audit Year	VACs/NACs 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	2020-21	Not Convened

4.5 AUDIT PARAS

4.5.1 Irregularities

A. Management of accounts with commercial banks

4.5.1.1 Unauthorized retention of funds into current account-Rs. 2.111 million

According to Government of Khyber Pakhtunkhwa Finance Department letter No 2/3-(F/L)-FD/2007-2008/Vol-IX dated 10-02-2014, current accounts should be converted to PLS mode and the profit earned be deposited in Government treasury under relevant head of account immediately.

Management of village councils under the administrative control of Assistant Director Local Governments Kohistan Upper retained Rs. 2,111,003 into current account during 2020-21 instead of PLS account in violation of Government instructions. Detail is given at annexure-08.

The lapse occurred due to weak financial management which resulted in unauthorized retention of funds into current account.

When pointed out in November 2021 management stated that detail reply will be furnished after consulting original record. The reply was not cogent as no progress was intimated till the finalization of report.

Request for convening DAC meeting was made in December 2021, however, meeting of DAC could not be convened till finalization of this report.

Audit recommends immediate conversion of current account into Profit & Loss Sharing account.

AIR Para No. 03 (2020-21)

ANNEXURES

Annex-01

MFDAC Paras

S. No	AIR No.	Department	Title of the Para	Amount In million
1.	01	DC	Irregular expenditure without open tender system	13.923
2	07	DC	Non-maintenance of accounts record in r/o developmental schemes	307.302
3	05	DHO	Doubtful/ Un-justified expenditure on account of Hot & Cold weather charges and non-maintenance of stock register	3.680
4.	04	DEO Male	Irregular payment through DDO instead of cross chequeRs 2.035 Million	2.035
5.	07		Non-production of auditable record	0.000
6.	01	DEO Female	Loss to Government on account drawl of POL and repair of vehicle due additional charge -Rs 900,000	0.900
7.	10		Irregular payment through DDO instead of cross chequeRs 2.270 Million	2.270
8	13		Non-production of auditable record	0.000
9	01	DO Social Welfare	Mis-appropriation of Rs. 149000 on account supply of fire wood and non-recovery of taxes.Rs.32035	0.149
10	01	ADLGE& RDD	Non deduction of income tax	0.020
11	02		Irregular expenditure on account of POL without maintaining POL Log Book and History sheet	0.450
13	02	TMA Dassu	Non-compilation/consolidation of accounts of Local Governments	272.666
14	04		Unauthentic expenditure on account of developmental schemes	31.807
15	05		Irregular execution of schemes without obtaining Technical Sanction	11.00
16	07		Irregular expenditure on account of contingent paid staff	0.504
17	08		Non conversion of current bank account into PLS and loss of mark-up to exchequer.	0.00
18	09		Irregular expenditure on developmental schemes	1.872

			without agreement	
19	01	TMA Kandia	Irregular developmental expenditure without TS	14.0
20	02		Non-submission of Accounts of TMA	57.459
21	03		Unauthentic expenditure on account of developmental schemes	42.80
22	06		Irregular award of schemes without proper agreements worth	0.500
23	10	DHO	Non reporting of clinical efficacy of medicines valuing –Rs.3.720 million	3.720
24	03	DC	Non maintenance of cash books	10,193.350
Total:				10,962.67

Annex-2
Para No. 2.5.1.5

S. No	Particulars	School	Remarks	Total (Rs)
1	M Nawab Khan	GPS AchoiBaik	Not exist at the station	
		FY2020-21	25971*12=	311,652
		FY 2019-20	24971*12	299,652
		FY 2018-19	23971*12	287,652
		FY 2017-18	22971	275,652
2	Abdus Salam	GPS KothaKhailGabr	Not exist at the station	0
		FY2020-21	25971*12=	311,652
		FY 2019-20	24971*12	299,652
		FY 2018-19	23971*12	287,652
		FY 2017-18	22971	275,652
3	Umar Ali	GPS KaroSer	Not exist at the station	0
		FY2020-21	25971*12=	311,652
		FY 2019-20	24971*12	299,652
		FY 2018-19	23971*12	287,652
		FY 2017-18	22971	275,652
Total				3,523,824

Annex-3
Para No. 2.5.1.6

S.NO	Name of teacher	Name of School	Amount
01	NageenaQudoos	GGPS Basha Kot	562,221
02	Fatima Hussain	GGPS Bar Osi	1,064,327
03	Nazkatbibi	GGPS Kass Banda	-
04	FahmidaBibi	GGMS turkan	-
05	Parveen Akhtar	GGPS Pari	-
06	ZainabBibi	GGPS Baja Lohi	-
07	Gulsaher	GGPS Basha Kot	-
08	FahmidaZaib	GGPS Amer Abad	-
09	ShairBano	GGPS Bar Bak	-
10	Shahnaz	GGPS feradoonabad	-
Total			1,626,548

Annex-04
Para No. 2.5.1.8

S. No	Particulars	School	Remarks	Total (Rs)
01	NasreenBibi PST	GGPS KhelGabral	Not exist at the station	
		FY2020-21	25971*12=	311,652
		FY 2019-20	24971*12	299,652
		FY 2018-19	23971*12	287,652
		FY 2017-18	22971	275,652
02	Mussrat Nadir	GGPS KhelGabral	Not exist at the station	0
		FY2020-21	25971*12=	311,652
		FY 2019-20	24971*12	299,652
		FY 2018-19	23971*12	287,652
		FY 2017-18	22971	275,652
03	Abidaishaq	GGPS KhelGabral	Not exist at the station	0
		FY2020-21	25971*12=	311,652
		FY 2019-20	24971*12	299,652
		FY 2018-19	23971*12	287,652
		FY 2017-18	22971	275,652
Total				3,523,824

Annex-05
Para No. 2.5.1.9

S.NO	Name of School
01	GGPS Ashpadar
02	GGPS DanshKandia
03	GGPS Bar Seri Gabrial
04	GGMS Soyal
05	GGPS Ghee Harban
06	GGPS Agroo
07	GGPS Pari
08	GGPS KaragKandi
09	GGPS Seri Gari
10	GGPS Ieellsgal
11	GGPS Seri Dara
12	GGPS Sultan Abad
13	GGPS Bagh Seri
14	GGPS Kass Banda
15	GGPS SertooKandia
16	GGPS KhelGabrial
17	GGPS KhatKandia
18	GGPS Sazeen
19	GGPS GGPSsamarNala
20	GGPS Kai Rustam Abad

Annex-06
Para No. 3.5.1.1

Detail of non-deduction of Income tax TMA Dassu

District ADP 2015-16,2016-17,2017-18 TMA Dassu					
S/No	Name of Scheme	N/Firm	E/Cost	Exp:	Income Tax @7.5%
1	WSS Scheme for BHU Seo	M/S Tota Khan & Brothers	0.7	500,000	37,500
2	WSS Scheme for BHU Jalkot	M/S Jildad & Brothers	0.4	400,000	30,000
3	WSS for BHU Doga	M/S Gee & CO Pattan	0.4	400,000	30,000
4	WSS For RHC Shatial	M/S Gee & CO Pattan	0.7	200,000	15,000
5	WSS For BHU Seer Gari	M/S Jildad & Brothers	0.4	400,000	30,000
6	WSS for BHU Soyal Dara	M/S Jildad & Brothers	0.4	400,000	30,000
7	WSS For BHU Jashoi	M/S Jildad & Brothers	0.7	700,000	52,500
8	WSS for BHU Karang	M/S Jildad & Brothers	0.4	400,000	30,000
9	WSS for CD Kapar Banda	M/S Jildad & Brothers	0.5	500,000	37,500
10	WSS for BHU Harban	M/S Jildad & Brothers	0.4	400,000	30,000
11	WSS for BHU Goshali	M/S Jildad & Brothers	0.4	400,000	30,000
12	Instalation of Solar Lights at DC Colony	M/S Ameer Said	2.0	2,000,000	150,000
13	5Kv Solar System DC House	M/S Ameer Said	1.0	1,000,000	75,000
14	Retaining Wall DPO to DC House	ShakoorKhail & CO	1.0	1,000,000	75,000
15	Remaining work /Purchase of furniture annexee DC House	ShakoorKhail & CO	1.0	100,000	7,500
16	Beautification of China Bridge Dassu	M/S Jildad & Brothers	1.0	1,000,000	75,000
17	Beautification of komila Bazar	M/S Jildad & Brothers	1.0	1,000,000	75,000
18	PCC Road from DC Colony road to circute House and GGHS Dassu	M/S Jildad & Brothers	2.0	2,000,000	150,000
19	Shingal Road/Mule Track in Bar Jalkot	M/S ShakoorKhail & CO	1.5	1,500,000	112,500
20	Shingal Road/Mule Track in Bariyar	M/S	1.0	1,000,000	75,000

		ShakoorKhail& CO			
21	WSS Jamshaid Abad KuzKomila	M/S Fuji & Brothers	0.7	700,000	52,500
22	Repair/Construction of Jamia Masjid District Secretariat Dassu	M/S Gee & CO	1.5	400,000	30,000
23	Repair/Construction of DC Colony Masjid Dassu	M/S Gee & CO	0.5	500,000	37,500
24	Repair/Construction of AC Colony Masjid Dassu	M/S Gee & CO	0.5	500,000	37,500
25	Repair/Reconstruction/up-gardation of jalkothydel power	M/S Gee & CO	5.0	5,000,000	375,000
	Total		25.1	22,400,000	1,680,000
Least Developed District Uplift Program Dassu 2020-21					
S/No	Name of Scheme	N/Contractore	E/Co st	Exp:	Income Tax
1	WSS at Iqbal Shahabad Harban	M/S Jildad& Brother	0.5	500,000	37,500
2	WSS at Mujtaba Abad Bar Ishal	M/S Amjad&Ajmal& CO	0.5	500,000	37,500
3	WSS at Tango and Ahmad Abad Doga	M/S Amjad&Ajmal& CO	0.7	700,000	52,500
4	WSS at Iqbal Shah Abad Chochang	M/S Jildad& Brother	0.5	500,000	37,500
5	WSS at Wakeel Abad Harban	M/S Jildad& Brother	0.5	500,000	37,500
6	WSS at Manzar& said ahmadSumarNullah	M/S Jildad& Brother	0.5	500,000	37,500
7	WSS at Sharif Abad HarbanKore	M/S Jildad& Brother	0.5	207,000	15,525
8	WSS at Asghar Abad Komila	M/S Jildad& Brother	0.5	200,000	15,000
9	WSS at Israr Ahmad Abad Komila	M/S Jildad& Brother	0.8	800,000	60,000
10	Instalation of 3Kv MHP at SharShrakhanKhail Abad	M/S Qadeem& CO	0.5	500,000	37,500
11	Instalation of 3Kv MHP at Fazal Akbar Abad	M/S ShakoorKhail& Co	0.5	500,000	37,500
12	Instalation of 3Kv MHP at Qasim Shah Abad Shatial	M/S ShakoorKhail& Co	0.5	500,000	37,500
13	Instalation of 5Kv MHP at QaziMalookGoshali	M/S Qadeem& CO	0.5	500,000	37,500
14	Instalation of 4 No.s 3Kv MHP at Shoukat Abad Harban	M/S ShakoorKhail& Co	2.0	2,000,000	150,000
15	Construction of Masjid at AgoshKhail and Ayoub Abad Ishin	M/S Gee & Co Pattan	0.5	500,000	37,500
16	Construction of Masjid at GulZareen and NoshewanAbdRamal	M/S ShakoorKhail& Co	0.5	500,000	37,500
	Total-B		10.00	9,407,000	705,525
	G Total A+B				2,385,525

Detail of Income Tax TMA Kandia

S.No	Name of Scheme	E/Cost	Expenditure	income tax @7.5%
1	Construction of F.path from Seer to Maidan	3,000,000	3,000,000	225,000
2	Widening of link Road Zambail To BertiBangroo	10,000,000	10,000,000	750,000
3	Construction of Shingal Road Khower to Banar	4,000,000	4,000,000	300,000
4	Rehiblition of Soyal Dara Road	4,000,000	4,000,000	300,000
5	Construction of Shingal Road Doga to Seeri Dara	3,000,000	3,000,000	225,000
6	Construction of Mule Trak from Bagroo to Jhaq	100,000	100,000	7,500
7	Construction of Mule Track from Thoti to Cheger	3,000,000	3,000,000	225,000
8	Construction of Mule Track from Thoti to Charr	3,000,000	3,000,000	225,000
9	WSS Gi Pipe at BehramKhailDadairRazika	2,500,000	2,500,000	187,500
10	Shingal Road from Richao to sere Darra	3,000,000	3,000,000	225,000
11	Shingal Road Zambil Bridge to ZambilVillage	2,000,000	2,000,000	150,000
12	P/Wall at BakhmalSher Abad ZaidKhar	1,200,000	1,200,000	90,000
13	Rehabilitation of shengli Road	1,000,000	1,000,000	75,000
14	Construction of shengli road from kuzashyal to bar ashyal	1,000,000	1,000,000	75,000
15	Water Channel at Noor Muhammad Abad	500,000	500,000	37,500
16	Water Pond at Dhar Bari Abad Ashyal	500,000	500,000	37,500
17	Water Pond at Farooq Abad Razika	500,000	500,000	37,500
18	Water Channel JageBhoi to BajyNaseem	500,000	500,000	37,500
Total			42,800,000	3,210,000

Annex-08
Para No. 4.5.1.1

List of VCs with current Accounts

S.No	Village Council	Amount
1	Zaid Khar	155,541
2	RazkaLodhair	177,581
3	Siglo	177,821
4	KuzParwa	187,471
5	DogaBala	177,331
6	Gayal Bar	177,911
7	Dargah	177,004
8	Basha	226,951
9	SummarNala	177,400
10	Shatyal	224,351
11	Mir Shahi	17,700
12	Dong	233,941
Total		2,111,003