



AUDIT REPORT
ON
THE ACCOUNTS OF
TEHSIL MUNICIPAL ADMINISTRATION
MARDAN

AUDIT YEAR 2013-14

AUDITOR GENERAL OF PAKISTAN

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ABBREVIATIONS AND ACRONYMS

AP	Advance Para
APR	Actual Payee Receipt
BOQ	Bill of Quantity
CMD	Chief Minister Directives
CSR	Composite Schedule of Rates
DAC	Departmental Accounts Committee
DAO	District Accounts Officer
DC	Deputy Commissioner
DDC	District Development Committee
EDO	Executive District Officer
GFR	General Financial Rules
M&R	Maintenance and Repair
MOU	Memorandum of Understanding
PAC	Public Accounts Committee
PAO	Principal Accounting Officer
PC-1	Planning Commission Proforma-1
PFC	Provincial Finance Commission
RDA	Regional Directorate of Audit
TDR	Terms Deposit Receipt
TKPP	Tameer-e- Khyber Pakhtunkhwa Programme
TMA	Tehsil Municipal Administration
TMO	Tehsil Municipal Officer
UAs	Union Administrations
WAPDA	Water and Power Development Authority
ZAC	Zila 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-115 of the Khyber Pakhtunkhwa Local Government Ordinance, 2001(as amended) and Section 168 of Local Government Act 2012 require the Auditor-General of Pakistan to conduct audit of the receipts and expenditure of Local Fund and Public Account of Tehsil/Town Municipal Administrations.

The report is based on audit of the accounts of Tehsil Municipal Administration Mardan for the Financial Years 2011-12 and 2012-13. The Directorate General of Audit, District Governments, Khyber Pakhtunkhwa Peshawar conducted audit on test check basis during 2013-14 with a view to reporting significant findings to the relevant stakeholders.

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

The observations included in this Report have been finalized in the light of written replies of the Department. DAC meetings could not be convened despite repeated requests.

The Audit Report is submitted to the Governor of Khyber Pakhtunkhwa in pursuance of Article 171 of the Constitution of the Islamic Republic of Pakistan, 1973 read with Section 115 of Khyber Pakhtunkhwa Local Government Ordinance, 2001 (as amended) and to be laid before appropriate legislative forum.

Islamabad

Dated:

(Muhammad Akhtar Buland Rana)

Auditor General of Pakistan

EXECUTIVE SUMMARY

The Directorate General of Audit, District Governments, Khyber Pakhtunkhwa, Peshawar, is responsible to conduct the audit of all District Governments in Khyber Pakhtunkhwa, Tehsil/Town Municipal Administrations (TMAs) and Union Administrations (UAs). Its Regional Directorate of Audit Mardan has audit jurisdiction of District Governments, TMAs and UAs of four Districts i.e. Mardan, Malakand, Swabi and Buner.

The Regional Directorate has a human resource of 12 officers and staff, constituting 3636 mandays and a budget of about Rs 11.574 million was allocated during 2013-14. It has the mandate to conduct financial attest audit, audit of sanctions, audit of compliance with authority and audit of receipts as well as the performance audit of entities, projects and programs. Accordingly Regional Director Audit Mardan carried out audit of the accounts of TMA Mardan for the Financial Years 2011-12 and 2012-13 and the findings included in the Audit Report.

Tehsil Municipal Administration Mardan conducts its operations under Khyber Pakhtunkhwa Local Government Ordinance, 2001 (as amended) and Local Government Act 2012. It comprises one Principal Accounting Officer (PAO) covering three groups of offices i.e. Tehsil Office Finance, Tehsil Office Infrastructure and Services and Tehsil Office Regulation. Financial provisions of the Ordinance describe the Government as Tehsil Local Fund and Public Account for which Annual Budget Statement is authorized by the Tehsil Nazim / Tehsil Council / Administrator in the form of budgetary grants.

Tehsil Municipal Administration Mardan comprises Tehsil Nazim, Tehsil Naib Nazim and Tehsil Municipal Officer/Administrator.

a. Scope of audit

Out of the total expenditure of the TMA Mardan, for the Financial Years 2011-12 and 2012-13, the auditable expenditure under the jurisdiction of RDA was Rs 1,641.270 million. Out of this, RDA Mardan audited an expenditure of

Rs 869.873 million which, in terms of percentage, was 53 % of auditable expenditure.

The receipts of Tehsil Municipal Administration Mardan for the Financial Years 2011-12 and 2012-13, were Rs 457.191 million. Out of this, RDA Mardan audited receipts of Rs 365.75 million which, in terms of percentage, was 80% of auditable receipts.

b. Recoveries at the instance of audit

Recovery of Rs 152.095 million was pointed out during the audit. However, no recoveries were effected till the finalization of this report. Out of the total recoveries, Rs 11.905 million was not in the notice of the executive before audit.

c. Audit Methodology

Audit was conducted after understanding the business processes of TMAs with respect to its functions, control structure, prioritization of risk areas by determining their significance and identification of key controls. This helped auditors in understanding the systems, procedures, environment, and the audited entity before starting field audit activity. Audit used desk audit techniques for analysis of compiled data and review of permanent files/record. Desk Audit greatly facilitated identification of high-risk areas for substantive testing in the field.

d. Audit Impact

On pointation of audit, the management of the Tehsil Municipal Administration Mardan agreed to conduct physical verification of the government assets. The management also agreed to deposit various Government dues into Government Treasury. Audit stressed upon reconciliation of receipts and expenditure with the respective accounts office to which they agreed.

e. Comments on Internal Control and Internal Audit department

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

One of the basic component of Internal Control System, as envisaged under Para 13 of GFR Volume-I, is Internal Audit which was not prevalent in TMA Mardan. Neither rules for internal audit have been framed nor internal audit report as required was provided to audit.

f. Key audit findings of the report;

- i. Non production of Record of Rs 211.792 million noted in one case.¹
- ii. Irregularity & Non Compliance of Rs 5.360 million noted in one case.²
- iii. Internal Control Weaknesses amounting to Rs 187.402 million noted in sixteen cases³.

Audit Paras for Financial Years 2011-12 and 2012-13 involving procedural violations including internal control weaknesses, and irregularities not considered worth reporting, were included in Annex-1 (MFDAC).

¹Para: 1.2.1.1

²Para: 1.2.2.1

³ Para: 1.2.3.1,1.2.3.2,1.2.3.3,1.2.3.4,1.2.3.5,1.2.3.6, 1.2.3.7,1.2.3.8, 1.2.3.9, 1.2.3.10, 1.2.3.11, 1.2.3.12,1.2.3.13, 1.2.3.14,1.2.3.15,1.2.3.16

g. Recommendations

- i. Disciplinary action needs to be taken for non production of record as well as violation of the rules and regulations in spending the public money.
- ii. Disciplinary action need to be taken to stop the practice of violation of the rules and regulations in spending the public money.
- iii. Strenuous efforts need to be made by the departments to recover long outstanding dues on account of water charges.
- iv. All sectors of Tehsil Municipal Administration need to strengthen internal controls to ensure that reported lapses are preempted and fair value for money is obtained from public spending.
- v. Deduction of taxes on supplies and contracts needs to be ensured.
- vi. Inquiries need to be held to fix responsibility for losses, irregular payments and wasteful expenditure

SUMMARY TABLES AND CHARTS

Table 1: Audit Work Statistics

(Rs in million)

S. No	Description	No.	Budget
1	Total Entities (PAOs) in Audit Jurisdiction	01	2,098.460
2	Total formations in audit jurisdiction	01	2,098.460
3	Total Entities(PAO/EDOs) Audited	01	1,235.623
4	Total formations Audited	01	1,235.623
5	Audit and Inspection Reports	01	1,235.623
6	Special Audit Reports	-	-
7	Performance Audit Reports	-	-
8	Other Reports	-	-

Table 2: Audit Observations classified by categories

(Rs in million)

S. No	Description	Amount placed under audit observation
1	Unsound asset management	9.572
2	Weak financial management	36.729
3	Weak Internal controls relating to financial management	119.638
4	Others	238.615
Total		404.554

Table 3: Outcome Statistics**(Rs in million)**

S. No	Description	Expenditure on Acquiring Physical Assets (Procurement)	Civil Works	Receipts	Others	Total for the years 2011-12 and 2012-13	Total for the year 2010-11
1.	Outlays Audited	137.507	298.145	457.191	342.78	1235.623	806.149
2.	Amount Placed under Audit Observation /Irregularities of Audit	10.142	19.959	73.627	300.826	404.554	376.666
3.	Recoveries Pointed Out at the instance of Audit	4.290	10.869	33.559	101.640	152.095	61.007
4.	Recoveries Accepted /Established at the instance of Audit	4.290	10.869	33.559	101.640	152.095	36.937
5.	Recoveries Realized at the instance of Audit	-	-	-	-	0	-

Table 4: Irregularities pointed out

(Rs in million)

S. No	Description	Amount placed under Audit observation
1	Violation of rules and regulations and principle of propriety and probity.	7.097
2	Reported cases of fraud, embezzlement, theft, misappropriations and misuse of public funds.	1.852
3	Accounting Errors (accounting policy departure from NAM, misclassification, over or understatement of account balances) that are significant but are not material enough to result in the qualification of audit opinions on the financial statements.	0
4	Quantification of weaknesses of internal controls system.	5.316
5	Recoverable, overpayments, or unauthorized payments of public money.	152.095
6	Non-production of record	211.792
7	Others, including cases of accidents, negligence etc.	29.876
Total		404.554

Table 5: Cost Benefit

(Rs in million)

S.No	Description	Amount
1	Outlays Audited (Items 1 of Table 3)	1,235.623
2	Expenditure on Audit	0.241
3	Recoveries realized at the instance of Audit	0
	Cost Benefit Ratio	1: 0

CHAPTER-1

1.1 Tehsil Municipal Administration Mardan

1.1.1 Introduction

Tehsil Mardan is the Tehsil of District Mardan. Tehsil Municipal Administration Mardan consists of Tehsil Nazim, Tehsil Naib Nazim and Tehsil Municipal Officer/Administrator. TMA Mardan comprises two Drawing and Disbursing Officers i.e. Tehsil Municipal Administrator and Tehsil Officer Finance. According to 1998 population census, the population of District Mardan is 1,767,309.

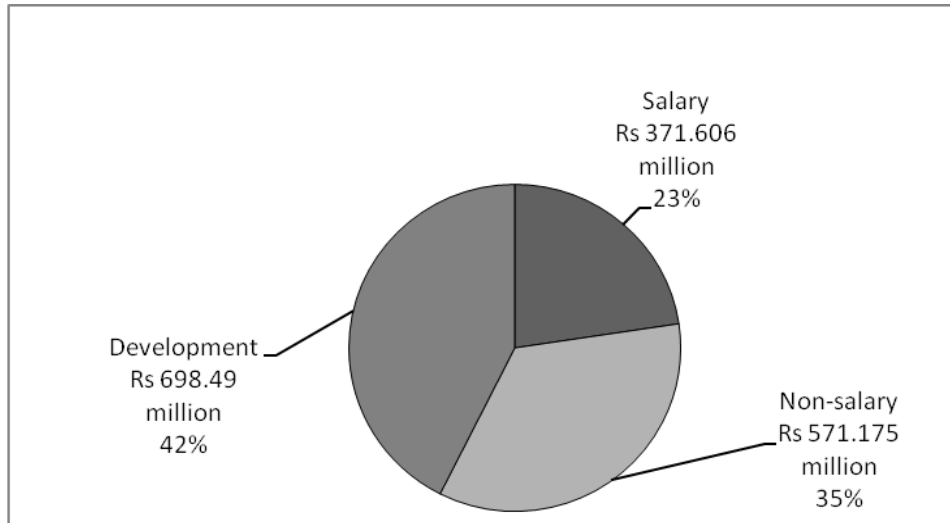
1.1.2 Comments on Budget and Accounts (variance analysis)

(Rs in million)

2011-13	Budget	Expenditure	Excess /Savings Saving (-)	%age (Savings)
Salary	381.211	371.606	-9.605	2.5%
Non-salary	587.320	571.175	-16.145	2.7%
Development	700.241	698.490	-1.751	0.3%
Total	1,668.772	1,641.270	-27.502	1.6%

A budget of Rs 1,668.772 million was allocated against which an expenditure of Rs 1,641.270 million was incurred by the TMA Mardan with a saving of Rs 27.502 million during Financial Years 2011-12 and 2012-13.

EXPENDITURE 2011-2013



1.1.3 Brief comments on the status of compliance with ZAC / PAC Directives

The audit reports on the accounts of Tehsil Municipal Administration Mardan have not yet been discussed in PAC/ZAC.

1.2 AUDIT PARAS

1.2.1 Non production of record

1.2.1.1 Non production of auditable record-Rs 211.792 million

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

Tehsil Municipal Officer Mardan incurred an expenditure of Rs 211.792 million during Financial Years 2011-12 and 2012-13 as per detail given at Annex-3. However, record was not produced for audit scrutiny despite written and verbal requests.

Audit observed that non production of record was a violation of government rules, which resulted in non authentication of public spending.

When pointed out in February 2014, management stated that record would be produced after the same was received from Deputy Commissioner Office and Anti-Corruption office. However, no record was produced till finalization of this report in November 2014.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

Audit recommends fixing responsibility on the person(s) at fault and action accordingly.

AP No. 101/2012-13

1.2.2 Irregularity & Non Compliance

1.2.2.1 Unauthorized purchase of 66 containers from CMD fund- Rs 4.000 million and loss of Rs 1.360 million

According to para 178(iii) of GFR Vol.-I, no work should be commenced or liability incurred in connection with it until administrative approval and sanction has been obtained from the competent authority, a properly detailed design and estimate has been sanctioned.

Tehsil Municipal Officer Mardan was allocated Rs 8,000,000 for purchase of 40 garbage containers of 5M³ size each under “Chief Minister Directives 2013”. Out of 40 containers only 20 containers of the approved size were purchased for Rs 4,000,000. For the remaining amount of Rs 4,000,000, a fresh PC-I, for purchase of 66 containers of 1M³ size each, was presented to DDC which was not approved on the grounds that the fund was released by Provincial Government for purchase of 40 containers of 5M³ size each and change of scope of work does not come under the purview of DDC. However, local office purchased 66 containers of 1M³ size each without Administrative and DDC approval which also resulted in loss of Rs 1,360,000 to Government as detailed below:

Total volume of containers as approved	Total volume of containers actually purchased	Difference Col: 1-2	Approved rate per M ³ (Rs)	Paid rate per M ³ (Rs)	Difference in rate per M ³ (Rs) Col: 5-4	Loss (Rs) Col: 2x6
1	2	3	4	5	6	7
20x5=100 M ³	66x1=66 M ³	44 M ³	40,000	60,606	20,606	1,360,000

Furthermore, 1/5 of Sales Tax for Rs 128,000 and Income Tax for Rs 140,000 was deducted but evidence regarding deposit into the Government treasury was not shown to audit.

Audit observed that unauthorized purchase occurred due to non observance of Government rules.

When pointed out in February 2014, management stated that the said project was approved by the competent authority under Chief Minister Directives, necessary documents would be provided later on. Reply was not tenable as purchase of 66 containers of 1M³ size was not approved by the competent forum. No document was produced regarding approval.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

Audit recommends deposit of Taxes into Government Treasury, for change of scope of work and action against the person(s) at fault.

AP No. 102 and 103/2012-13

1.2.3 Internal Control Weaknesses

1.2.3.1 Non recovery of overpaid amount from WAPDA-Rs 76 .903 million

Para 28 of GFR Vol.-I states that no amount due to Government should be left outstanding without sufficient reason and where any dues appear to be irrecoverable the orders of competent authority for their adjustment must be sought.

Tehsil Municipal Officer Mardan paid an amount of Rs 76,903,000 in excess of the actual payable electricity charges in the streets lights bills for the period 01.07.1993 to 30.06.1997 to WAPDA. WAPDA House Peshawar also admitted the overbilling but the local office failed to adjust the overpaid amount in the subsequent electricity bills and the amount was still outstanding, despite the Court's decision in favor of the Tehsil Municipal Administration.

Audit observed that non recovery/non adjustment of the overpaid amount was occurred due to lack of financial control.

When pointed out in February 2014, management stated that the WAPDA appealed in the Appellate Court. Reply was not tenable as no evidence regarding court proceedings was produced.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

Audit recommends recovery/adjustment of the overpaid amount and action against the person(s) at fault.

AP No. 113/2012-13

1.2.3.2 Loss to Government due to non increase in contracts of General Bus Stand, Cattle Fair and 2% Property Tax–Rs 37.005 million

As per Clause V of the part II of the terms and conditions of contract agreement for the contract of cattle fairs and Bus Stand circulated vide Local Government Department of Khyber Pakhtunkhwa letter No. AO-II/LCB/6-11/2009 dated 12.01.2010, the contract for the present year must have an increase over the bid of last year to the tune of 10% which was increased up to 15% for 2011-12 vide letter No. AO-II/LCB/6-11/2011 dated 21.04.2011.

During scrutiny of the record of receipts of Tehsil Municipal Administration Mardan for the Financial Years 2010-11 to 2012-13, it was revealed that annual receipts on account of various taxes were not increased as per above mentioned criteria. Resultantly, public exchequer sustained loss of Rs 37,004,873 as per detail given in Annex-4.

Audit observed that loss occurred due to non compliance with Government rules.

When pointed out in February 2014, management stated that the contracts were repeatedly advertised and awarded to the highest bidders which were duly approved by the Provincial Government. Reply was not convincing because Government directives were not followed while awarding contracts which resulted in loss to public exchequer.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

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

AP No. 74/2012-13

1.2.3.3 Non recovery of water charges-Rs 26.533 million

According to Para-54(m) of local Government Ordinance,2001 “function and powers of the Tehsil Municipal Administration shall be to collect approved taxes, cess, user fees, rates rents, tolls, charges, fine and penalties”

Tehsil Municipal Officer Mardan did not recover water user charges amounting to Rs 26,532,775 outstanding against consumers during 2012-13 till the date of audit. Detail as under;

S.No	Finacial year	Arrears(Rs)
1	Arrears up to 30.06.2011	15,379,305
2	2011-12	5,665,760
3	2012-13	5,487,710
	Total	26,532,775

Audit observed that recovery of water charges occurred due to lack of financial control, which resulted in loss to public exchequer.

When pointed out in February 2014, management stated that due to rusted/contaminated water supply pipelines which were laid down in 1970s, the consumers were reluctant to pay water supply charges. However, all out efforts were being made for recovery of the water rates bills. Reply of the department was not valid as sufficient fund under M and R are being released every year for replacement of rusted/old pipes. Moreover, replacement of pipes and recovery of

Water Users Charges was the responsibility of the Department, which it failed to fulfill.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

Audit recommends recovery of water charges and action against the person(s) at fault under intimation to audit.

AP No. 75/2012-13

1.2.3.4 Non deposit of Income Tax on execution of works -Rs 15.390 million

According to Section 153 (1)(a) of Income Tax Ordinance 2001, every prescribed person making a payment in full or part including a payment by way of advance to a resident person or permanent establishment in Pakistan of a non resident person for the sale of goods shall, at the time of making the payment, deduct tax from the gross amount payable (including sales tax, if any) at the rate specified in Division III of Part III of the First Schedule.

Tehsil Municipal Officer Mardan executed 258 developmental schemes having cost of Rs 256,500,000 through Project Leaders under Chief Minister Directives, Tameer Khyber Pakhtunkhwa Programme and Tobacco Cess during Financial Year 2012-13 and Income Tax @ 6% amounting to Rs 15,390,000 was deducted from the contractor bills but the local office failed to produce any evidence regarding deposit of the said tax into the Government treasury. Detail is given at Annex-5.

Audit observed that non deposit of Income Tax into the Government treasury occurred due to non compliance of Government rules.

When pointed out in February 2014, management stated that payments for the schemes were made by Deputy Commissioner. Record would be obtained from the Deputy Commissioner and would be produced to audit. Reply was not tenable as the schemes were executed by Tehsil Municipal Administration and was responsible for provision of record.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

Audit recommends deposit of Income Tax into the Government treasury under intimation to audit and action against the person(s) at fault.

AP No. 92/2012-13

1.2.3.5 Loss in Construction of Slaughter House - Rs 5.100 million

According to clause 4 of the lease agreement the contractor would take 80% share from the profit of the slaughter house for 33 years in lieu of cost of construction.

Tehsil Municipal Officer Mardan executed an agreement with contractor on 15.3.2005 for construction of slaughter house at Dang Baba on the condition that the contractor would take 80% share from the profit of the slaughter house for 33 years in lieu of cost of construction. Later on, the contractor filed a suit against the Tehsil Municipal Administration for recovery of cost of construction contending that Tehsil Municipal Administration failed to compel the butchers to

slaughter their animals in the said slaughter house. Payment of Rs 5,167,900 was made to the contractor in six installments on the basis of Court decree granted in favor of the contractor but the slaughter house was not taken over from the contractor till February, 2014. Audit also observed the following:

1. Construction of the slaughter house on profit sharing basis through a private contractor created liability for Local Government
2. The local office failed to watch government interest in executing the contract in which compelling the butchers to slaughter their animals in the newly constructed slaughter house would be responsibility of contractor which shows inefficiency on part of the office.
3. Due to late payment of the cost of the slaughter house, the contractor also demanded 6% interest thereon as ordered by the Court. However, TMA has not yet paid the amount and failed to take over the slaughter house.
4. Due to closer of the slaughter house, the butchers slaughter their animals in their houses which creates unhygienic condition in the vicinity and meat is sold without certificate of the veterinary doctor.
5. Despite incurrence of huge amount on the construction of slaughter house no effort was made till February 2014 to make it functional.

Audit observed that loss occurred due to lack of administrative and financial control.

When pointed out in February 2014, management stated that the slaughter house was the property of Tehsil Municipal Administration Mardan and in future it would be main source of income for Tehsil Municipal Administration. Reply was not tenable as the slaughter house was still in the possession of the

contractor and not in the possession of Tehsil Municipal Administration.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

Audit recommends that the slaughter house should be got vacated from the private person and brought into operation besides fixing responsibility on the person(s) at fault.

AP No. 104/2012-13

1.2.3.6 Purchase of uneconomical/sub standard materials-Rs 3.990 million

According to Para 10(i) of GFR Vol-I, 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.

Tehsil Municipal Officer Mardan awarded contract of supply and fixing of different type of items to contractor Mr. Sher Zada for beautification of Pirano Park Mardan for Rs 3,999,000 during Financial Year 2012-13. The items purchased/supplied were of sub standard as reported by District Coordination Officer in his letter No. 9583-88 dated: 14.11.2012. Audit also observed the following irregularities:

1. The scheme was not technically sanctioned.
2. Rate assessment was not made as the items supplied were Non Scheduled Items.

3. Proper specification of items was not mentioned in PC-I and BOQ, therefore, exact rates could not be ascertained but main material (raw material) used in the preparation of items were GI Pipes and Sheets which were scheduled items. Comparison of the rates of GI pipes and Sheet given in CSR 2012 with the rates allowed to supplier, revealed that the rates allowed were much higher.
4. Cheque number and date, photo copies of the cheques and APRs from the supplier were also not available on file.
5. No inspection Committee was constituted to verify the items in accordance with specifications before making payment. No inspection report of the said items was produced to audit.

Audit observed that purchase of sub standard material occurred due to lack of administrative control.

When pointed out in February 2014, management stated that detail reply would be submitted later on. No reply was furnished till finalization of this report.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

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

AP No. 100/2012-13

**1.2.3.7 Non deposit of 0.8% Self Help deducted from project leaders-
Rs 3.972 million**

According to item No. 5 of Serial No. 1 of Tameer-e-Khyber Pakhtunkhwa, Project Committees Procedure, 0.8% deduction of self help is required from the works executed through Project Committees.

Tehsil Municipal Officer Mardan did not deposit Rs 3,972,496 on account of 0.8% Self Help deducted from Project Leaders on execution of developmental schemes costing Rs 496,562,000 under Chief Minister Directives, Tameer Khyber Pakhtunkhwa Programme, District Development Fund and Tobacco Development Cess during Financial Years 2011-12 and 2012-13. Detail is given at Annex-6.

Non deposit of 0.8% Self Help in to Government Treasury occurred due to lack of internal control.

When pointed out in February 2014, management stated that the detail would be obtained from Deputy Commissioner Office and would be shown to audit. Reply was not tenable as the availability of record during audit was responsibility of the local office.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

Audit recommends deposit of the amount into Government treasury under intimation to Audit besides actions against the person at fault.

AP No. 121/2012-13

1.2.3.8 Non recovery of Grader's rent-Rs 3.430 million

According to Para 26 of GFR Vol.-I, it is the duty of departmental controlling officer to see that all sums due to Government are regularly and promptly assessed, realized and duly credited in the public account.

Tehsil Municipal Officer Mardan rented out road machinery (Grader Kumatsu GD 505) at the rate of Rs 35,000 per month on 02.05.2005. The Grader has remained in possession of contractor for about 8 years but not a single rupee was recovered from him and no efforts were made to take back the Grader. A total amount of Rs 3,430,000 (calculated upto 30.6.2013) was required to be recovered. It is pertinent to mention that contractor had filed a suit against the Tehsil Municipal Administration for Rs 690,000 as repair charges which was decreed in favor of the contractor and paid to him in two equal installments @ Rs 345,000 each. Audit also observed the following irregularities:

1. Decree granted in favor of contractor was due to negligence of the local office.
2. The contractor offered his rate for monthly rent of Rs 35,000 but agreement was made for 50:50 share of the income generated from the grader. The agreement was signed by the Tehsil Nazim and not by TMO.
3. The contract was not referred to the Local Council Board for approval.
4. Log book was not maintained.

Audit observed that loss to Tehsil Municipal Administration was occurred due to lack of managerial control.

When pointed out in February 2014, management stated that the case was subjudice as the local Office had filed a civil suit in the court of law for recovery of rent of grader. No progress in the matter was intimated till finalization of this report.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

Audit recommends that the outstanding rent should be recovered from the concerned and responsibilities be fixed on person(s) at fault.

AP No. 90/2012-13

1.2.3.9 Loss due to purchase of jetting machine on higher rate- Rs 2.925 million

According to Para 144 of the General Financial Rules Volume I provides that Open Tender System should be adopted in order to obtain economical and lowest rates. In case of acceptance of higher rates, justification must be recorded on the comparative statement.

Tehsil Municipal Officer Mardan awarded contract of Local fabrication of sewer jetting and suction machines alongwith purchase of suitable chassis for Rs 13.425 million to M/S Asim Traders Peshawar on 13.12.2011. Audit observed that the scheme was repeatedly re-tendered and the said contractor had previously offered lower rates as Rs 10.500 million on 17.08.2011, Rs 13.000 million on 20.08.2011 and Rs 11.000 million vide tender form No.1480 for the same contract which were cancelled on different grounds resulting in loss to Government for Rs 2.925 million (13.425 million-10.500 million). Audit also

observed the following irregularities:

1. Chassis was supplied by M/S Asim Traders Peshawar for. Rs 7.050 million ignoring the bid of M/S City Services for Rs 6.200 million in the same bidding.
2. No purchase committee was constituted.
3. No inspection report was produced as no Technical Committee was constituted.

Audit observed that loss occurred due to extending undue favor to the supplier.

When pointed out in February 2014, management stated that detail reply would be submitted later on. No reply was submitted till finalization of this report in March 2014.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

Audit recommends to investigate the matter and recover the loss from the concerned and fix responsibility on the person(s) at fault.

AP No. 72/2012-13

1.2.3.10 Non deposit of 0.05% contingency charges deducted from project leaders-Rs 2.482 million

According to Para 26 of GFR Vol.-I, it is the duty of departmental controlling officer to see that all sums due to Government are regularly and

promptly assessed, realized and duly credited in the public account.

Tehsil Municipal Officer Mardan did not deposit Rs 2,482,810 on account of 0.5% contingency charges deducted from project leaders on execution of developmental schemes costing Rs 496,562,000 under Chief Minister Directives, Tameer-e-Khyber Pakhtunkhwa Programme, District Development Fund and Tobacco Development Cess during the Financial Years 2011-12 and 2012-13. Detail is given at Annex-7.

Non deposit of 0.5% contingency into Government treasury occurred due to weak internal controls.

When pointed out in February 2014, management stated that the detail would be obtained from DC office and would be shown to audit. No reply was submitted till finalization of this report.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

Audit recommends deposit of 0.5% contingency into Government treasury under intimation to audit.

AP No. 122/2012-13

1.2.3.11 Illegal allotment and misuse of vehicle-Rs 1.852 million

According to Para 23 of GFR Vol-I, every Government officer should realized fully and clearly that he will be held personally responsible for any loss sustained by Government through fraud or negligence either on his part or on the part of his subordinate staff.

Tehsil Municipal Officer Mardan handed over one vehicle SURF SSR bearing registration No.A-1411 to the Private Secretary to the then Chief

Minister camp office Mardan who was not a government employee in response to a letter No PS/HCM/CAMP/Mardan dated 1/10/2010 for security purpose vide Tehsil Municipal Officer Mardan's letter 2311/M.C(M) dated 16/4/2013. The vehicle was purchased for Rs 1,852,000 during Financial Year 2006 for the use of Tehsil Nazim. Later on, it was revealed that the said vehicle was in the possession of a private person as was evident from the suit filed before the Court of Senior Civil Judge (west) Islamabad in which TMO Mardan was one of the three defendants. Log book of the vehicle was also silent since September 2010.

Audit observed that illegal allotment of Government vehicle and its misuse occurred due to weak internal control.

When pointed out in February 2014, management stated that the matter was in the court. Reply was not tenable as neither any departmental action on part of the local office against the person(s) for handing over the vehicle to private person was intimated nor the vehicle was returned.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

Audit recommends that vehicle needs to be recovered and an inquiry should be conducted to probe into the matter and fix responsibility on the person(s) at fault for giving the vehicle to the unauthorized person.

AP No. 69/2012-13

1.2.3.12 Non recovery from the contractor of cycle fair and non deposit of income tax-Rs 1.800 million

According to agreement deed made in pursuance of approval vide letter No.AOII/LCB/9-5/2010 dated 29/06/2012 issued by Local Council Board of

KPK , the contract of the cycle fair Mardan was awarded to the contractor Syed Nasihat Shah on lease consideration of Rs 2,400,000 for the Financial Year 2012-13.

Tehsil Municipal Officer Mardan awarded contract of cycle fair to Mr.Syed Nasihat Shah for Rs 2,400,000 for the Financial Year 2012-13 but only Rs 720,348 was recovered from the contractor and the remaining amount of Rs 1,679,652 was outstanding. Moreover, 5% income tax of Rs 120,000 (2,400,000 x 5/100) on the contract was also not deposited into Government treasury.

Audit observed that non recovery of bid amount and Income Tax from the contractor occurred due to weak internal control, which resulted in loss to TMA.

When pointed out in February 2014, management stated that the matter is in court. Reply was not tenable as no documentary proof regarding court case was provided.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

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

AP No. 111/2012-13

1.2.3.13 Less collection on account of 2% Property Tax-Rs 1.796 million

According to Local Council Board of Khyber Pakhtunkhwa Peshawar letter No.AOII/LCB/9-5/12 dated 23/07/2012, contract of 2% property tax of TMA Mardan was approved and awarded in favour of Mr Sardar Afridi for Rs 65,002,680 for Financial Year 2012-13.

During scrutiny of Tehsil Municipal Committee record, it was revealed that contract of 2% Property Tax was approved by the Local Council Board for Rs 65,002,680 in favor of the contractor for the Financial Year 2012-13. Tehsil Municipal Officer Mardan awarded the contract to the said contractor for Rs 60,906,621 for the period 24/07/2012 to 30.06.2013 and Rs 2,300,000 were previously collected through department for the period w.e.f 1/07/2012 to 23/7/2012. Hence, total collection made from the said contract was Rs 63,206,621 (Rs 60,906,621+Rs 2,300,000) instead of Rs 65,002,680. Thus, the Tehsil Municipal Administration was put to a loss of Rs 1,795,759 (65,002,680 - 63,206,621).

Audit observed that less collection of revenue occurred due to weak internal and financial control, which resulted in loss to Government.

When pointed out in February 2014, management stated that detail reply would be submitted later on. No reply was submitted till finalization of this report in March 2014.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

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

AP No. 71/2012-13

1.2.3.14 Less recovery of profit from bank on fixed deposit-Rs 1.461 million

According to MOUs between Tehsil Municipal Officer Mardan and Manager of Bank of Khyber Mardan Branch, Rs 250 million and Rs 150 million were placed as fixed deposit with the said bank for 30 years at the rate of 14.61% and 11.50% profit per annum respectively, to be credited on monthly basis to the account of Tehsil Municipal Administration.

Tehsil Municipal Officer Mardan received Rs 250,000,000 and Rs 150,000,000 from Provincial Government during Financial Years 2011-12 and 2012-13 for creation of endowment fund. The amounts were deposited in the Bank of Khyber Mardan Branch by local office as fixed deposit (TDR) @ 14.61 and 11.50% for 30 years respectively. According to MOUs, the profit would be credited into TMA account on monthly basis. In June 2013, less profit of Rs 1,460,959 was credited to Tehsil Municipal Administration account, detailed below:

S#	Particulars	Value of FDR (Rs)	Interest/profit rate per annum	Profit recoverable (Rs)	Profit recovered (Rs)	Less recovery of profit (Rs)
1	FDR-323 (8386)	250,000,000	14.61%	3,002,055	1,849,315	1,152,740
2	FDR-411 (33174)	150,000,000	11.50%	1,417,808	1,109,589	308,219
Total						1,460,959

Audit observed that less recovery of profit occurred due to lack of financial and internal control, which resulted loss to public exchequer.

When pointed out in February 2014, management stated that the bank unilaterally reduced the profit rate and this office had filed civil suit in the court of law. Reply was not satisfactory as no documentary proof was provided. The TMO/CMO was also requested to intimate latest position of the case. However no progress intimated till finalization of this report.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

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

AP No. 89/2012-13

**1.2.3.15 Non deduction/non deposit of Sales Tax and Income Tax-
Rs 1.432 million**

According to Section 3(1) of Sales Tax Act 1990, there shall be charged, levied and paid a tax known as Sales Tax @ 15% of the value of taxable supplies made in Pakistan.

According to Section 153 of Income Tax Ordinance, 2001, every person making a payment in full or part including a payment by way of advance to a resident person for the sale of goods shall at the time of making payments, deduct tax from the gross amount payable at the prescribed rate.

Tehsil Municipal Officer Mardan auctioned unserviceable vehicles and machinery for Rs 4,035,000 during financial year 2011-12 but did not deduct sales tax @ 16% (in case of unregistered person) and Income Tax @ 5% for Rs 645,000 and Rs 146,750 respectively. In addition, Sales Tax @ 16% of Rs

639,840 was also not deducted on supply of Rs 3,999,000 of different Non Scheduled Items i.e Dustbins, Umbrella, Ziz Zag Slides, Swings etc under the scheme “Beautification of Pirano Park Mardan” during financial year 2012-13. Thus, total Sales Tax of Rs 1,432,190 and Income Tax of Rs 146,750 was not deposited into Government treasury. Detail is given below at Annex-8.

Audit observed that non deduction of Sales Tax and Income Tax occurred due to non observance of Government rules.

When pointed out in February 2014, management stated that clarification from Sales Tax Department would be obtained and would act accordingly. Reply was not tenable as deduction of Taxes on auction and supply was required under the above quoted rules.

Request for the convening of DAC meeting was made in March 2014 but DAC meeting was not convened till finalization of this report.

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

AP No. 79/2012-13

**1.2.3.16 Loss due to award of contract of Load/Unload Tax (urban)
-Rs 1.326 million**

According to Para 23 of GFR Vol-I, every Government Officer should realize fully and clearly that he will be held personally responsible for any loss sustained by Government through fraud or negligence either on his part or on the part of his subordinate staff.

Tehsil Municipal Officer Mardan awarded contract of Load/Unload Tax (urban) to Mr Asad Ali S/O Hamzada for Rs 2,702,000 for the Financial Year 2011-12. The contract was however cancelled for non deposit of 20% advance within the stipulated time. The contract was retendered instead of awarding to the 2nd highest bidder Mr Sher Hassan S/O Sher Hussain for Rs 2,700,000 and the contract was awarded to the same contractor i.e. Mr Asad Ali S/O Hamzada for Rs 1,300,000 from 01.09.2011 to 30.06.2012. Later on, an agreement was executed with the contractor for Rs 1,214,353 for the period from 21.09.2011 to 30.06.2012. Audit holds that the contractor Mr Asad Ali S/O Hamzada was required to be blacklisted and the contract was required to be awarded to the 2nd highest bidder for Rs 2,700,000 instead of retendering. Thus, the Tehsil Municipal Administration was put to loss of Rs 1,325,647, detail is as given below.

2nd highest bid offered (Rs)	Amount departmentally collected (1.7.2011 to 20.9.2011) (Rs)	contract amount (21.9.2011 to 30.6.2012) (Rs)	Total realized amount (Rs)	Loss (1-4) (Rs)
1	2	3	4	5
2,700,000	160,000	1,214,353	1,374,353	1,325,647

Audit observed that loss occurred due to extending undue favor to the contractor, which resulted in loss to public exchequer.

When pointed out in February 2014, management stated that detail reply would be submitted later on. No reply was furnished till finalization of this report.

Request for the convening of DAC meeting was made in March 2014 but

DAC meeting was not convened till finalization of this report.

Audit recommends recovery and action against the person(s) at fault besides blacklisting the defaulting contractor.

AP No. 80/2012-13

ANNEXURES

Annex-1

MFDAC PARAS

Sr. No.	AP No	Caption	Amount (Rs)
1.	68	Irregular award of contracts	106,480,000
2.	70	Unjustified remission of bid amount on account of sign boards contract	515,250
3.	73	Unknown whereabouts of balance amount	1,075,000
4.	76	Non deposit of 2% LCB Poll fund share	4,469,000
5.	77	Non / less deposit of stamp duty on supplies	604,230
6.	78	Wastage of Government money	1,895,000
7.	81	Unjustified payment of lease of Land to the contractor	549,812
8.	82	Unauthorized / irregular expenditure out of TKPP Fund	9,000,000
9.	83	Non deposit of stamp duty on execution of works	960,350
10.	84	Unauthorized award of developmental works to project leaders	17,500,000
11.	85	Irregular award of contract and doubtful execution of work	3,600,000
12.	86	Non deposit of tender form fee	207,741
13.	87	Non realization of receipts from Tehsil Municipal Administration's property	0
14.	88	Loss due to fixed deposit at lower rate	139,950,000
15.	91	Irregular purchase of 6 Mechanical Sweepers Rs 20.490 million and loss due to purchase of tractors at higher rate	20,490,000 1,200,000

16.	93	Unauthentic payment on account of TKPP Fund	157,500,000
17.	94	Non reconciliation / non maintenance of cash book and payment without pre audit	496,562,000
18.	95	Non deduction of Income Tax	1,215,000
19.	96	Illegal retention of bungalow and non recovery of house rent	93,072
20.	97	Unjustified expenditure on repair of fire brigade vehicle and non education of income tax thereon	1,544,000 68,640
21.	98	Irregular repair of tube wells	306,870
22.	99	Irregular purchase of 2 multi loaders	16,990,000
23.	105	Variation in expenditure between DAO and TMA figure of 30% PFC share	8,331,600 2,566,000
24.	106	Non recovery of penalty for late deposit of monthly installments	1,680,000
25.	107	Overpayment due to non deduction of available earth	118,852
26.	108	Unjustified execution of work	1,000,000
27.	109	Overpayment due to allowing higher rates	5,200,000
28.	110	Overpayment due to allowing higher rate	5,098,000
29.	112	Non deposit of the installments and Mobile Tower installation charges	1,737,477
30.	114	Unauthorized and Irregular execution of schemes	37,000,000
31.	115	Uneconomical / irregular purchase of hand pumps	11,602,000
32.	116	Loss to Government due to double drawal	385,494
33.	117	Unjustified execution of work	2,500,000
34.	118	Loss to Government due to theft of cable	1,139,000
35.	119	Unauthorized execution of work	160,242,000

36.	120	Payment on fake measurement	5,669,000
37.	123	Less deposit of 3% RTA share	426,880
38.	124	Non recovery of rent of shops	386,081

Annex-2**Audit Impact Summary for the financial year 2012-13**

S.No	Rules/System/Procedure	Audit Impact
1	According to GFR, physical verification of store/assets should be carried out once in a year.	Increase probability for safeguarding the Government assets and stock
2	According to Financial and Treasury rules all dues of the government should be correctly and promptly assessed, collected and paid into Government Treasury.	Increase in revenue collection on account of Government dues
3	According to GFR, receipts and expenditure should be reconciled.	To ensure that the departmental accounts are sufficiently accurate and render an effective Departmental control of expenditure and receipts.

DP No. 1.2.1.1

Statement showing detail of non production of record

S. No	Detail of Expenditure	Financial Year	Amount (Rs)
1	20 numbers schemes in PK 24 under CMD	2011-12	20,000,000
2	20 numbers schemes in PK 24 under TKPP	---do---	20,000,000
3	06 numbers schemes in PK 24	---do---	5,000,000
4	20 numbers schemes in PK 24 under CMD	2012-13	20,000,000
5	20 numbers schemes in PK 24 under TKPP	---do---	20,000,000
6	Purchase of Honda 70CC Motorcycle	---do---	470,000
7	15 number schemes under 30% PFC share	---do---	8,173,000
8	20 number schemes under 30% PFC share	---do---	6,620,000
9	Purchase of 72 number Mechanical sweeper brushes	---do---	5,270,000
10	Purchase of 2 number Garbage compactors	---do---	19,328,000
11	Construction of Media colony Mardan	---do---	3,800,000
12	Reconstruction of drainage system at Par Hoti	---do---	16,000,000
13	19 number developmental schemes under CMD	---do---	28,500,000
14	Pvt: of street at Bagh Irum	---do---	1,134,000
15	Sanitation scheme at Guli Bagh	---do---	10,277,000
16	Pvt: of street at Katlang, Baghdada and Muhabat Abad under TKPP	2011-12	2,550,000
17	Provision for cleaning liabilities of TMA under CMD	2011-12	6,600,000
18	Const: of Latrines at Eidgah Shago Par Hoti	2012-13	18,071,000
19	Auction of boundary wall at Pirani Park, auction of Eidgah and Janazgah UC Hoti Mardan, purchase of life jackets etc, auction of janazgah at Qasim UC Kandare, auction of trees, remaining work of janazgah at Shahbaz	---do---	---

	Garhi, Const: of drain/ culverts etc at UC Sikandare Purdil Abad out of CMD and const: of Bus Terminal Mardan		
Total			211,792,000

Annex-4

DP No. 1.2.3.2

Statement showing loss in different contracts (Amount in Rs)

Comparison (Required Increase in bid amount as per terms and conditions of the contract agreement)						
Description	Year 2009-10 (Awarded)	Year 2010-11 (10% increase)	Year 2011-12 (15% increase)	Required bid rate for 2012-13 with 15% increase	Actual Receipt (2012-13)	Loss
Cattle fair Rustam	905,000	995,500	1,144,825	1,316,549	1,161,460	155,089
Cattle fair Bakhshali	1,200,000	1,320,000	1,518,000	1,745,700	1,350,000	395,700
Cattle fair Toru	476,000	523,600	602,140	692,461	533,280	159,181
Cattle fair Shahbaz Garhi	2,990,000	3,289,000	3,782,350	4,349,703	2,750,000	1,599,703
Cattle fair Baghdada	3,780,000	4,158,000	4,781,700	5,498,955	4,218,833	1,280,122
Cattle fair Katlang	1,185,000	1,303,500	1,499,025	1,723,879	1,500,000	223,879
General Bus Stand Mardan	-	-	29,983,455	34,480,973	30,376,005	4,104,968
General Bus Stand Katlang	-	-	1,570,574	1,806,160	1652000	154,160
General Bus Stand Toru	-	-	422,027	485,331	479620	5,711
General Bus Stand Bakhshali	-	-	830,227	954,761	684720	270,041
General Bus Stand Rustam	-	-	868419	998,682	868419	130,263
Total A				54,053,153	45,574,337	8,478,816

Description	Awarded in 2011-12)	35% increase as per schedule	15% as per terms and conditions of agreement)	Required bid rate for 2012-13(Rs)	Actual receipts for 2012-13(Rs)	Loss (Rs)
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2% Property Tax	59,093,344	20,682,670	11,966,402	91,742,416	63,216,361	28,526,057
Grand total B				91,742,416	63,216,361	28,526,057
Grand total A+B				145,795,569	108,790,698	37,004,873

Annex-5
DP No. 1.2.3.4

Statement showing detail of Income Tax

S#	Year	Constituency	No. schemes	Name of fund	Cost (Rs)	Income tax @ 6% (Rs)
1	2012-13	PK 24	40	CMD	40,000,000	2,400,000
2	Do	PK 24	20	TKPP	20,000,000	1,200,000
4	Do	PK 25	40	CMD	40,000,000	2,400,000
5	Do	PK 25	20	TKPP	20,000,000	1,200,000
6	Do	PK 25	3	Tobacco	3,000,000	180,000
8	Do	PK 29	60	CMD	60,000,000	3,600,000
9	Do	PK 29	18	TKPP	18,000,000	1,080,000
10	Do	PK 29	3	Tobacco	3,000,000	180,000
12	Do	PK 30	30	CMD	30,000,000	1,800,000
13	Do	PK 30	21	TKPP	19,500,000	1,170,000
14	Do	PK 30	3	Tobacco	3,000,000	180,000
Total			258		256,500,000	15,390,000

Statement showing detail of amount of 0.8% Self Help

Developmental works executed through project leader						
S#	Year	Constituency	No. of schemes	Name of fund	Cost (Rs)	Self Help 0.8%(Rs)
1	2011-12	PK 24	20	CMD	20,000,000	
2	do	PK 24	20	TKPP	20,000,000	
3	do	PK 24	5	DDF	5,000,000	
4	do	PK 25	20	CMD	20,000,000	
5	do	PK 25	21	TKPP	20,000,000	
6	do	PK 25	6	Tobacco Cess	5,334,000	
7	do	PK 25	8	DDF	5,000,000	
8	do	PK 29	68	CMD	68,000,000	
9	do	PK 29	20	TKPP	20,000,000	
10	do	PK 29	6	Tobacco Cess	5,334,000	
11	do	PK 29	7	DDF	7,000,000	
12	do	PK 30	22	CMD	19,100,000	
13	do	PK 30	22	TKPP	20,000,000	
14	do	PK 30	6	Tobacco Cess	5,294,000	42,352
15	2012-13	PK 24	40	CMD	40,000,000	320,000
16	do	PK 24	20	TKPP	20,000,000	160,000
17	do	PK 25	40	CMD	40,000,000	320,000
18	do	PK 25	20	TKPP	20,000,000	160,000
19	do	PK 25	3	Tobacco Cess	3,000,000	24,000
20	do	PK 29	60	CMD	60,000,000	480,000
21	do	PK 29	18	TKPP	18,000,000	144,000
22	do	PK 29	3	Tobacco Cess	3,000,000	24,000
23	do	PK 30	30	CMD	30,000,000	240,000
24	do	PK 30	21	TKPP	19,500,000	156,000
25	do	PK 30	3	Tobacco Cess	3,000,000	24,000
Total						3,972,496

Statement showing detail of 0.05% Contingency charges

Developmental works executed through project leader						
S#	Year	Constituency	No. of schemes	Name of fund	Cost (Rs)	0.5% Contingency (Rs)
1	2011-12	PK 24	20	CMD	20,000,000	100,000
2	do	PK 24	20	TKPP	20,000,000	100,000
3	do	PK 24	5	DDF	5,000,000	25,000
4	do	PK 25	20	CMD	20,000,000	100,000
5	do	PK 25	21	TKPP	20,000,000	100,000
6	do	PK 25	6	Tobacco Cess	5,334,000	26,670
7	do	PK 25	8	DDF	5,000,000	25,000
8	do	PK 29	68	CMD	68,000,000	340,000
9	do	PK 29	20	TKPP	20,000,000	100,000
10	do	PK 29	6	Tobacco Cess	5,334,000	26,670
11	do	PK 29	7	DDF	7,000,000	35,000
12	do	PK 30	22	CMD	19,100,000	95,500
13	do	PK 30	22	TKPP	20,000,000	100,000
14	do	PK 30	6	Tobacco Cess	5,294,000	26,470
15	2012-13	PK 24	40	CMD	40,000,000	200,000
16	do	PK 24	20	TKPP	20,000,000	100,000
17	do	PK 25	40	CMD	40,000,000	200,000
18	do	PK 25	20	TKPP	20,000,000	100,000
19	do	PK 25	3	Tobacco Cess	3,000,000	15,000
20	do	PK 29	60	CMD	60,000,000	300,000
21	do	PK 29	18	TKPP	18,000,000	90,000
22	do	PK 29	3	Tobacco Cess	3,000,000	15,000
23	do	PK 30	30	CMD	30,000,000	150,000
24	do	PK 30	21	TKPP	19,500,000	97,500
25	do	PK 30	3	Tobacco Cess	3,000,000	15,000
Total						2,482,810

Annex-8**DP No. 1.2.3.16****Statement showing detail of Sales Tax and Income Tax**

S#	Description	Name of contractor	Amount for the item auctioned (Rs)	Sales Tax (Rs)	Income Tax (Rs)
1	China truck	Fazal-ur-Rehman	200,000	32,000	10,000
2	IMT Tractor	Do	55,000	8,800	2,750
3	Invicta road roller	Do	305,000	48,800	15,250
4	Road roller (ittefaq)	Do	505,000	80,800	25,250
5	Hyundai Truck	Do	360,000	57,600	18,000
6	Shahzor road roller	Karamat Shah	985,000	157,600	49,250
7	7 condemned containers	Do	125,000	20,000	6,250
8	Shahzor road roller	Gohar Rehman	1,100,000	176,000	Produced Income Tax exemption certificate
9	Auction of condemned Catter Piller Dozer	Hamid ullah Khan	400,000	64,000	20,000
Total			4,035,000	645,600	146,750