



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

**AUDIT YEAR 2021-22**

**AUDITOR GENERAL OF PAKISTAN**

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## **ABBREVIATIONS AND ACRONYMS**

AD	Assistant Director
ADP	Annual Development Program
AG	Accountant General
AIR	Audit and Inspection Report
APPM	Accounting Policies and Procedures Manual
BHUs	Basic Health Units
BOQ	Bill of Quantity
CD	Civil Dispensary
CEO	Chief Executive Officer
CTR	Central Treasury Rules
DAC	Departmental Accounts Committee
DC	Deputy Commissioner
DCA	District Comptroller of Accounts
DDO	Drawing and Disbursing Officer
DEO	District Education Officer
DG	Director General
DHO	District Health Officer
EPI	Expanded Programme on Immunization
KP	Khyber Pakhtunkhwa
KPRA	Khyber Pakhtunkhwa Revenue Authority
LCB	Local Council Board
LGA	Local Government Act
LGE&RDD	Local Government, Elections & Rural Development Department
MCH	Mother and Child Health
MFDAC	Memorandum for Departmental Accounts Committee
MRS	Market Rate System
NCs	Neighborhood Councils
NOC	No Objection Certificate
NSI	Non-Schedule items
OPD	Out Patient Department
PAC	Public Accounts Committee

PAO	Principal Accounting Officer
PD	Project Director
PLA	Personal Ledger Account
PLS	Profit & Loss Sharing
POL	Petrol Oil Lubricant
PTC	Parents Teachers Council
RDA	Regional Directorate of Audit
RHC	Rural Health Center
TAC	Tehsil Accounts Committee
TDR	Term Deposit Receipt
THQ	Tehsil Head Quarter
TMA	Tehsil Municipal Administration
TMO	Tehsil Municipal Officer
TS	Technical Sanction
VCs	Village Councils
WSSCM	Water & Sanitation Services Company Mardan
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 Mardan 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 the Annex-1 of the Audit Report. The audit observations listed in Annex-1 shall be pursued with the Principal Accounting Officers at DAC level. In all cases where the 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) Mardan, on behalf of the DG Audit District Governments, Khyber Pakhtunkhwa carried out the audit of Local Governments of four District Governments namely; Mardan, Swabi, Malakand and Buner.

This Directorate General has a human resource of 61 officers and staff with a total of 15250 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 Mardan consists 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, the Tehsil Municipal Administrations have one PAO i.e. Tehsil Municipal Officer for each administration. There are four Tehsils administrations in district Mardan. The third Tier, the village and neighborhood Councils have AD LGE & RDD as their Principal Accounting Officer. There are 231 NC/VC in District Mardan. In addition to that, an autonomous body “Water & Sanitation Services Company” also operates in District Mardan, headed by CEO.

### **a. Scope of audit**

This office is mandated to conduct audit of 237 formations working under 07 PAOs. Total expenditure and receipts<sup>1</sup> of these formations were

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<sup>1</sup> District Government have no receipt

Rs.14,365.294 million and Rs. 358.86 million respectively for the financial year 2020-21.

Audit coverage relating to expenditure for the current audit year comprises 10 formations of 07 PAOs having a total expenditure of Rs 5,995.59 million for the financial year 2020-21. In terms of percentage, the audit coverage for expenditure is 41.73% of auditable expenditure.

Audit coverage relating to receipts for the current audit year comprises 05 formations of 05 PAOs (04 TMAs and 01 WSSCM) having a total receipt of Rs. 358.858 million for the financial year 2020-21. In terms of percentage, the audit coverage for receipts is 100 % of auditable receipts.

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

**b. Recoveries at the Instance of Audit**

As a result of audit, recovery of Rs. 168.20 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 computation.

**d. Audit Impact**

Recovery of Rs 168.20 million was pointed out by audit, however, positive audit impact depends on management willingness to implement internal control framework and recommendations of audit.

**e. Comments on Internal Control and Internal Audit Department**

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.

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 the District Government towards its objectives.

No internal Auditor was appointed. An 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 one case- Rs. 1,311.235 million<sup>2</sup>
- ii. Unauthorized payments to DDOs instead of crossed cheques to vendors one case – Rs 497.965 million<sup>3</sup>
- iii. Unverified payment one case – Rs 18.306 million<sup>4</sup>
- iv. Non production of auditable record was noticed in one case – Rs 3.486 million<sup>5</sup>
- v. Misappropriation, Fraud and embezzlement was noticed in one case – Rs13.075 million<sup>6</sup>
- vi. HR/Employee related irregularities were noticed in three cases-Rs 10.979 million<sup>7</sup>
- vii. Procurement related irregularities were noticed in six cases Rs-916.527 million.<sup>8</sup>
- viii. Irregularities relating to Management of Accounts with Commercial Banks were noticed in five cases-Rs. 33.348 million<sup>9</sup>
- ix. Value for money and service delivery issues were noticed in twenty-one cases -Rs 362.517 million<sup>10</sup>
- x. Others, including cases of accidents, negligence etc. were noticed in three cases-Rs 445.369 million<sup>11</sup>

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<sup>2</sup> Para 1.2.1

<sup>3</sup> Para 1.2.2

<sup>4</sup> Para 1.2.3

<sup>5</sup> Para 2.5.1.1

<sup>6</sup> Para 2.5.2.1

<sup>7</sup> Para 2.5.3.1 to 2.5.3.3

<sup>8</sup> Para 2.5.3.4 to 2.5.3.9

<sup>9</sup> Para 2.5.3.10 to 2.5.3.11, 3.5.1.1 to 3.5.1.2 & 5.5.1.1

<sup>10</sup> Para 2.5.4.1 to 2.5.4.10, 3.5.2.1 to 3.5.2.7, 4.5.1.1 to 4.5.1.2 & 5.5.2.1 to 5.5.2.2

<sup>11</sup> Para 2.5.5.1 to 2.5.5.2, & 5.5.3.1

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

**g. Recommendations**

- i. TMA accounts needs to be consolidated at DAO level.
- ii. Record may be produced to audit for scrutiny besides taking actions against the person(s) at fault.
- iii. Disciplinary actions need to be taken to stop the practice of violation of the rules and regulations in spending the public money.
- iv. Strenuous efforts need to be made by the departments to recover long outstanding dues on account of water charges.
- 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 pre-empted 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 Governments, Election and Rural Development Department (LGE&RDD) issued on 04.09.2019, Councils of all tiers of the District Government were stood dissolve on the culmination of their respective tenure on 29.08.2019. The same notification authorized Deputy Commissioner, Tehsil/Town Municipal Officers, and Assistant Director LGE&RDD to perform functions of respective Nazimeen as envisaged under Local Governments Act 2013, till the instillation of newly elected Local Governments. In the light of LGA 2013, District Mardan is headed by Deputy Commissioner who is Principal Accounting Officer of the budget grant allocated to the 11 offices devolved at District level. Similarly, Tehsil Municipal Administration is headed by Tehsil Municipal Officer who is its Principal Accounting Officer. Furthermore, Assistant Director LGE& RDD is the Principal Accounting Officer of Village/ Neighborhood Councils.

In District Mardan, Fund amounting to Rs 14,984.472 million was allocated to 237 formations working under 07 PAOs out of which an expenditure of Rs. 14,365.294 million was made resulting in saving of Rs. 619.18 million. Receipts of Rs. 358.86 million was collected through these formations during the financial year 2020-21. Audit coverage relating to expenditure for the current audit year comprises 11 formations under 07 PAOs having a total expenditure of Rs 5,965.59 million for the financial year 2020-21. In terms of percentage, the audit coverage for expenditure is 41.74% of auditable expenditure. Similarly, audit coverage for receipts is 100%.

(Rs in million)

District Mardan					
2020-21	Budget	Actual Expenditure/ Receipts	Excess/(Saving)	Expenditure/ Receipts audited	%age
Salary	11,454.65	11,015.50	439.15	5,995.59	41.74%
Non salary	2,886.96	2,755.82	131.14		
Development	642.85	593.98	48.89		
<b>Total</b>	<b>14,984.47</b>	<b>14,365.29</b>	<b>619.18</b>	<b>5,995.59</b>	<b>37%</b>
<b>Receipts</b>	405.71	358.86	46.85	<b>358.86</b>	<b>100%</b>

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, Mardan did not reflect Rs 1,311.235 million into the consolidated financial statements of Local Government, Mardan.

District Government, Mardan 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, Mardan as required under section 34 of LGA 2013. Similarly, it also failed to prepare, present and approve the budget estimates of receipts from district council for District Government, Mardan as required under section 18 of LGA 2013. Most importantly, Finance Department, Khyber Pakhtunkhwa could not provide District Account Office, Mardan 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 1,419 primary, 195 middle, 161 secondary and 61 higher secondary schools in District Mardan. The estimated Teacher Student Ratio is 1:43 at primary, 1:65 at middle, 1:36 at secondary and 1:29 at the level of higher secondary schools. District Mardan literacy rate is 48% the Gross Enrollment Rate (GER) is 66%, and the Net Enrollment Rate (NER) is 50% at the

primary level. On budgetary front, District Education office, Mardan succeeded in spending 90.98% of District ADP and 88.31% of non-salary budgets.

District Education Offices in Mardan were given target of enrolment of 926,610 children for current year against which 673,000 kids were enrolled; wherein, DEO (male) and DEO (female) enrolled 256,710 and 388,530 children respectively. Similarly, annual average of teacher's attendance rate and student attendance rate as per independent Monitoring Unit (IMU) data were approximately 93% & 89% respectively. Furthermore, 96% schools in district Mardan 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 48% against the assigned targets.

### **Health**

Health is another important sector of District Mardan with a total of 81 health facilities spread across the district, among which 15 are urban while the rest are rural based. Their further break-up is 48 BHUs, 19 CDs, 02 MCH 06 THQs/ Category-D Hospitals and 04 RHC with the total catchment area population of approximately 2,370,000 as per survey carried out by Health department in 2016.

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.

During 2020-21 on mother and child health care front, 14,866 babies were born with and 9,862 in primary and 5,004 in secondary health facilities respectively. Out of them, 211 infant and 25 maternal deaths were recorded. Lab investigations and diagnostic facilities were also fully utilized as 458,057 lab tests, 56127 X-rays, 53,268 ultrasounds, and 78,952 ECGs were done in both primary and secondary health facilities in district Mardan. Figures of immunization from EPI register were also very impressive as 45,963 pregnant women received TT-2 vaccines, 55,468 kids under 12 months received full immunization, 41,251 children under 12 months received 1st measles vaccines and 47,512 kids under 12 received 3<sup>rd</sup> pentavalent vaccine 13,330 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 1<sup>st</sup> phase. In district Mardan, 02 Panagahs were established for poor and Rs 4.514 million were spent on their food during FY 2020-21.

There was one Darul Kafala for beggars in district Mardan with the objective to rehabilitate them by imparting vocational training. During last year, 410 baggers had benefited from this facility. Rehabilitation center for drug addicts has 16 beds and it had treated 30 patients during the year. Furthermore, various vocational and industrial trainings were provided by the Social Welfare Department.

### **Municipal Services**

Town Municipal Administrations, District Mardan did not fulfill some primary requirements envisioned as integral 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

TMA. 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, Mardan 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.

### **Water and Sanitation Services**

Water and Sanitation Services Company Mardan was created as separate entity in 2016 to take over water supply, sanitation and solid waste management services in 14 urban union councils from respective Tehsil Municipal Administrations. Under the code of corporate governance, the company is being run by the Board of Directors. Water and Sanitation Services Mardan out sourced some of their services to contractors. So far, Water and Sanitation Services Company could recover only a marginal share of water and sanitation charges from the end users and heavily depend on government grants for its functionality.

Trend analysis of expenditure and receipts of last three years is provided below:

WSSP could only generate revenue of 2.32% as of its expenditure in 2018-19, which also gradually decreased to 1.78% in 2020-21 depicting inability of WSSP to extend the scope of services and failure to enhance the efforts to collect outstanding dues from consumers. The increase in expenditure of 120.847 million was under the head of salary and non-salary. The WSSP needs to increase its revenue through further increasing numbers of water connections, collection of outstanding charges, regularization of underground water resources, recycling and economic use of solid waste material. So far, Water and Sanitation Services Company could recover only a marginal share of water and sanitation charges

from the end users and heavily depend on government grants for its functionality.

**(Rs in million)**

<b>S/No</b>	<b>Year</b>	<b>Own source receipt</b>	<b>Expenditure</b>	<b>Difference</b>	<b>%age of receipt to expenditure</b>	<b>Increase/ (Decrease) in Exp.</b>
1	2018-19	9.02	389.051	380.031	2.32%	-
2	2019-20	5.751	376.953	371.202	1.53%	(12.098)
3	2020-21	8.881	497.8	488.919	1.78%	120.847



## **1.2 AUDIT PARAS**

### **1.2.1 Non-compilation/Consolidation of Accounts of Local Governments- Rs.1,311.235 million**

According to section 36(3) of the 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 the certification audit of the accounts of the DCA Mardan for the financial year 2020-21, the audit observed incompleteness and incorrect presentation of the financial statements as the DAO did not 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. 649.462 million and expenditure of Rs 661.773 million of the TMAs are not reflected in accounts.

The same is the case with the receipts and expenditure of the VCs/NCs, the figures of which were not available at the time of audit.

Due to the non-consolidation of accounts of TMAs and VCs/NCs, the financial statements of local government remained incomplete which led to the 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 497.965 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 Mardan, paid Rs 497,964,664 to various DDOs instead of issuing crossed cheques to Vender/Payees Accounts, which was unauthorized.

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 payment on account of arrears of pay and allowances – Rs18.306 million**

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

During certification audit of DAO Mardan for the year 2020-21 while analyzing HR data it was noticed that arrears of pay and allowances of Rs 18,306,000 was paid; however, the local office did not provide supporting documents to audit for verification.

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 Mardan

#### 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, Soil Conservation, and Cooperative Society& Social Welfare.

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

(1) The authority of district government shall comprise the operation, management and control of offices of the departments, which are devolved to it; provided that district government shall exercise such authority in accordance with general policy of Government.

(2) Every order in district government shall be expressed to be made in the name of the district government and shall be executed by a duly authorized officer.

(3) The district government shall be responsible to the people and the Government for improvement of governance and delivery of services within the ambit of authority devolved to it.

#### Audit Profile of the District Government Mardan

(Rs in million)

S. No	Description	Total Nos	Audited	Expenditure audited FY 2020-21	Revenue /Receipts audited FY 2020-21
1	Formations	9	05	4,670.360	Nil

## 2.2 Comments on Budget and Accounts (Variance Analysis)

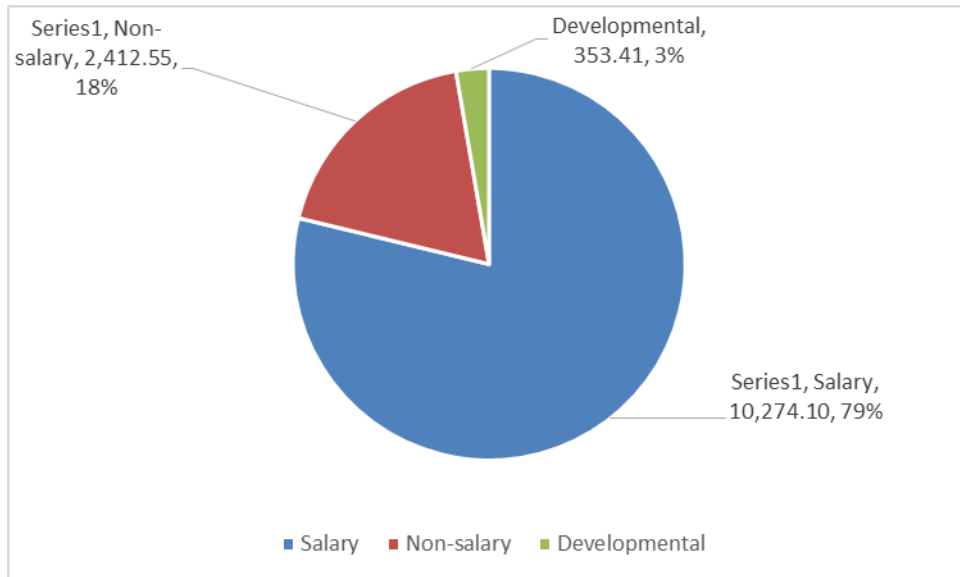
(Rs. in million)

District Government Mardan				
2020-21	Budget	Actual Expenditure/Receipts	Excess/(Saving)	%age
Salary	10,619.88	10,274.10	345.78	3.26%
Non salary	2,493.40	2,412.55	80.85	3.24%
Development	356.27	353.41	2.87	0.80%
<b>Total</b>	<b>13,469.56</b>	<b>13,040.06</b>	<b>429.50</b>	<b>3.19%</b>
Receipts	-	-	-	-

The savings of Rs. 429.50 million indicate inefficiency in the capacity of Local Government Departments to utilize the amount allocated.

### EXPENDITURE 2020-21

(Rs. in million)



## 2.3 Classified Summary of Audit Observations

Audit observations amounting to Rs. 1691.868 million were raised in this audit report. This amount also includes recovery of Rs. 96.905 million as pointed out by the audit. Summary of the audit observations classified by nature is as under:

Sr. No.	Classification	Amount (Rs. in million)
1	Non production of auditable record	3.486
2	Fraud, Misappropriation and embezzlement	13.075
3	<b>Irregularities</b>	-
A.	HR/Employees related irregularities	10.979
B.	Procurement related irregularities	916.527
C.	Management of Accounts with Commercial Banks irregularities	5.639
4	Value for Money and Service Delivery Issues	320.193
5	Others, including cases of accidents, negligence etc.	438.530
<b>Total</b>		<b>1691.868</b>

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

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

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

## **2.5 AUDIT PARAS**

### **2.5.1 Non production of auditable record**

#### **2.5.1.1 Non production of record on account of purchase of Medicine— Rs 3.486 million**

Para 17 of GFR state that auditable record must be produced to audit for verification.

Section 14 (2) of the Auditor-General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001 provides that any person or authority hindering the auditorial functions of the Auditor-General of Pakistan regarding inspection of accounts shall be subject to disciplinary action under relevant Efficiency and Discipline Rules, applicable to such person.

Office of the District Health Officer, Mardan spent Rs 50,099,056 on account of purchase of Medicine during FY 2020-21. However, the local office could only produce the procurement record of medicine .i.e. AC bills and sanctions etc for the amount of Rs 46,613,487 and the record of remaining amount equal to Rs 3,485,569 was not produced to audit for verification despite repeated requests.

The lapse occurred due to weak internal control, which resulted in non-production of record.

When pointed out in August 2021, the management did not respond to the audit observation.

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

Audit recommends production of record for scrutiny besides action against the persons at fault.

**AIR Para No. 14(2020-21)**

## **2.5.2 Fraud, Misappropriation and Embezzlement**

### **2.5.2.1 Fraudulent withdrawal of Pay and Allowances against bogus appointments – Rs 13.075 million.**

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

According to letter No. DCA/ MR/ ADMN/20-21 dated 25-02-2021 by District Comptroller of Accounts Mardan that the pay cheques of Rs 812,714 by Mr. Muhammad Israr Junior Clerk was drawn against fraudulent appointments and the recovery may be made from him and may be deposited into Government treasury.

Office of the District Education Officer (Female), Mardan carried out bogus appointments of twelve (12) officials during FY 2020-21. Perusal of the appointment order of one of the appointees i.e. Miss Sumbal revealed that the date of appointments was 14-9-2018. Furthermore, a total of Rs 13,074,984 was paid to these employees fraudulently, till September 2021. Detail is given at Annexure-2.

The lapse occurred due to weak internal controls and resulted in fraudulent withdrawal of pay and allowances.

When pointed out in September 2021, the management stated that the case has already been forwarded to the higher ups for recovery and necessary legal action. No progress was intimated till finalization of this report.

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

Audit recommends removal of bogus appointees, recovery of pay and allowances and other financial benefits paid besides fixing responsibility on the persons who are engaged in their process of appointments.

**AIR Para No. 01(2020-21)**

### **2.5.3 Irregularities**

#### **A. HR/Employees related irregularities**

##### **2.5.3.1. Irregular drawl of honoraria– Rs 3.302 million**

According to serial No. 2 (v) (x) of the Khyber Pakhtunkhwa Delegation of Financial Powers Rules, 2018,

1. The total amount of honoraria shall not exceed the amount provided in budget for the payment of honoraria and no re-appropriation shall be made.
2. The sanction for honoraria must show specific detail of work done.
3. The amount of honoraria for each individual shall not exceed one Month's Basic Pay.
4. Each Administrative Department shall send consolidated statement to the Chief Secretary and Finance Department showing names and amount.

Office of the Deputy Commissioner, Mardan sanctioned an honoraria of Rs 3,301,953 during financial year 2020-21 to the staff instead of forwarding the same to the competent authority i.e. Chief Secretary/ Finance Department for approval. Detail is given at Annexure-3.

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

When pointed out in July 2021, the management did not respond to the audit observation.

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

Audit recommends regularization of expenditure under the head of Honoraria and action against the persons at fault.

**AIR Para No. 05(2020-21)**

##### **2.5.3.2 Overpayment on account of Health Professional and Conveyance Allowances - Rs 3.070 million.**

According to Government of Khyber Pakhtunkhwa Finance department letter No.FD (SOSR-II) 8-18/2016 dated 07/01/2016, Heath Practicing allowance will not be admissible during earned leave, study leave, and EOL except casual leave.



Accountant General Khyber Pakhtunkhwa letter No. Computer/HR-LAB/C/203 dated 04-08-2011 Para-iv states that Conveyance Allowance is not admissible to Government servants during the leave period.

Office of the District Health Officer Mardan paid Rs 3,069,619 during 2020-21 on account of Health Professional Allowance and Conveyance Allowance to the staff who were on Earned Leave. During that period, Health Professional and Conveyance Allowances were not admissible to them. Detail is given at Annexure-4.

The lapse occurred due to weak financial control, which resulted in loss to the Government treasury.

When pointed out in August the management stated that the recovery would be affected. No response was intimated till finalization of this report.

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

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

**AIR Para No. 10(2020-21)**

**2.5.3.3 Un-authorized payment on account of CA, HRA & non-deduction of 5% maintenance charges –Rs 4.607 million**

According to Rule 223 of CTR Vol-1, House Rent should be recovered from the pay bills of the government employees having government accommodations.

According to rule 24(1) of Government of Khyber Pakhtunkhwa Administration Department notification No.EO (Admn) 34-M dated 07.01.2015, the allottee of the government accommodation shall not be allowed House Rent and Conveyance Allowances and 5% of the basic pay shall be charged as maintenance charges and who is living under the jurisdiction into government premises.

According to judgment of Peshawar High court dated 28-02-2013 in writ petition No. 304-9/2013, no conveyance allowance shall be allowed to those employees availing the facility of residential accommodation situated within their work premises.

Office of the District Health Officer, Mardan did not deduct house rent allowance, conveyance allowance and 5% maintenance charges worth Rs 4,606,680 from the allottees of the designated bungalows and quarters during financial year 2020-21. Detail is given at Annexure-5.

The lapse occurred due to weak internal and financial controls, which resulted in loss to the public exchequer.

When pointed out the management stated that the irregularity would be checked and recovery would be made affected. No response was received till finalization of the report.

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

Audit recommends immediate recovery of overpaid amount from the concerned doctors besides stoppage of HRA and conveyance allowance and action against the person(s) at fault.

**AIR Para No. 10(2020-21)**

**B. Procurement related irregularities**

**2.5.3.4 Unauthentic payment on account of land acquisition and non-reconciliation of expenditure- Rs 207.348 million**

According to Para 290 of CTR, no money shall be drawn from the treasury unless it is required for immediate disbursement. It is not permissible to draw money from the treasury in anticipation of demands or to prevent the lapse of budget grants.

According to Rule 283 (I) of the CTR Vol.- I, acquaintance roll on Form TR 28 be maintained in support of payments.

According to Rule 644 of CTR all kind of transactions should be reconciled with treasury / district accounts office.

Office of the Deputy Commissioner Mardan paid Rs 207,347,549 on account of land compensation to Tehsildar Mardan, Rustam and Katlang for onward disbursement to different land owners during financial year 2020-21, however, actual payee receipts/acquaintance rolls of the land owners were not available to verify the payment till the date of audit (July, 2021). Moreover,

reconciliation of the expenditure was also not carried out violating the above quoted rules. Detail is given at Annexure-6.

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

When pointed out in July 2021, the management stated that reconciliation would be shown to audit next time. No progress was intimated till finalization of this report.

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

Audit recommends acknowledgements of the paid amount duly verified by the competent authority and reconciliation of expenditure besides action against the person(s) at fault.

**AIR Para No. 15(2020-21)**

**2.5.3.5 Unauthentic and unverified release of fund on account of Land Acquisition – Rs 653.330 million.**

According to letter No. 990 /DC(M)/F & P/ DA dated 14-06-2021 addressed to the Additional and District and Session Judge-VIII Mardan that the payment to the owners of the fund is subjected to fulfillment of all codal formalities as per law, furthermore, completion report may be forwarded on the format including the name of the land owner, father's name, NIC, acquired land amount already paid and amount to be paid.

Rule 174 of CTR Vol.-I states, that all payment must be supported with acknowledgements.

Office of the Deputy Commissioner, Mardan released an amount of Rs 653,330,000 during financial year 2020-21 to the Additional and District and Session Judge-VIII for the scheme "Acquisition of land for the public park opposite sheikh Maltoon Town Mardan. However, the requisite information regarding completion report of the project, name and father name of the owner, NIC number and acknowledgement of the recipient was not produced to audit to authenticate the huge payment to the Additional and District and Session Judge-VIII. Moreover, the fund related to the Project Director MDA Mardan. Therefore,

the said fund should have been released to the Additional and District and Session Judge-VIII through Project Director MDA.

The lapse occurred due to weak administrative control, which resulted in unauthentic and unverified expenditure.

When pointed out in July, the management stated that the release has been made according to the decision of court. Reply was not convincing as the requisite information were not produced before release of huge amount.

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

Audit recommends verification of the payment to authenticate the relevant record and action against the persons at fault for illegal release of fund.

**AIR Para No. 05(2020-21)**

**2.5.3.6            Illegal and unauthorized expenditure on account of purchase of vehicle – Rs 24.425 million**

According to guiding principal No. 04 of the Economy/Austerity Measures for financial year 2020-21 vide Government of Khyber Pakhtunkhwa Finance Department letter No.BO.1/FD/5-8/2020-21 dated 30-07-2020, a committee headed by Secretary Finance, Secretary administration, Secretary P & D and Secretary of the concerned department as member shall be accord approval to purchase vehicles.

According to the certificates provided by the Motor Vehicle Examiner Mardan on 16-05-2018 the five vehicles bearing No. 1419, 1427, 1431, 1544 and 1437 of the Deputy Commissioner Mardan are condemned.

Office of the Deputy Commissioner Mardan purchased vehicles for amounting to Rs 24,424,500 during the financial year 2002-21 without obtaining recommendations and approval from the concerned committee and competent authority i.e. Chief Minister KP respectively. Moreover, the local office did not auction the condemned vehicles, which were already declared condemned by the Motor Vehicle Examiner in 2018, before purchase of the new vehicles. Detail is given below:

S. No	Particulars of the vehicle	Purchase for officers	Qty.	Cost of the vehicle (Rs)
1	Toyota Hilux Revo G AT (2800 CC)	DC (BPS – 18)	1	6,937,500
2	Toyota Hilux Revo G AT (2800 CC)	Add. Deputy Commissioner (F & P)(BPS – 18)	1	6,937,500
3	Toyota Yaris ATIV CVT 1.3 L(1300 CC)	ACs (Mardan, Takht Bhai & Katlang )(BPS – 17)	3	8,419,500
4	Suzuki Cultus VXL AGS	AAO (BPS-17)	1	2,130,000
<b>Total</b>				<b>24,424,500</b>

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

When pointed out in July 2021, the management did not respond to the audit observation.

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

Audit recommends inquiry for fixing of responsibility against the person(s) at fault.

**AIR Para No. 24 (2020-21)**

**2.5.3.7 Non supply of medicine worth Rs 18.075 million and non-imposition of penalty– Rs1.223 million**

According to the Clause 22 (a) and (b) of Standard Bidding Documents of Director General Health Services, Government of Khyber Pakhtunkhwa, the supply of stock shall be completed within 30 days after the receipts of supply order. The supplier may avail 15 days extension with 3% penalty and another 15 days with 7% penalty on the cost of non-supplied items.

Treasury Rule 290 provides that no money shall be drawn from the treasury unless it is required for immediate disbursement. It is not permissible to draw money from the treasury in anticipation of demands or to prevent the lapse of budget grants.

Office of the District Health Officer, Mardan placed an order for the purchase of medicines of Rs 18,074,744 during 2020-21, which was not supplied till date of audit (August, 2021). The local office neither cancelled the supply order nor 7% penalty total amount to Rs 1,265,232 was imposed on the suppliers. Detail is given at Annexure-7.

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

When pointed out in August 2021, the management stated that the matter would be checked and reply would be furnished accordingly. No response was received till finalization of this report.

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

Audit recommends to complete supply of medicine without any further delay besides imposition of penalty on defaulting suppliers and action against the person(s) at fault.

**AIR Para No. 02(2020-21)**

**2.5.3.8 Irregular procurement of furniture – Rs. 8.835 million**

According to Chapter III(1) of the KPPRA Rules 2014 the procuring entity shall use open competitive bidding as the principal method of procurement for the procurement of goods over the value of Rs. 100,000.

According to Para K of the Standard Form Bidding Documents for procurements of Goods that @ 2 % penalty per month should be imposed on the Goods not supplied.

Office of the District Education Officer (Female) Mardan made supply orders for the procurements of Furniture for Rs 8,834,675 during financial year 2020-21 as per details provided below:

S. No	Furniture Not supplied	Date of supply order	Months delayed	Penalty @ 2% per month (Rs)
1	6,560,494	08-05-2021	2	262,420
<b>Total</b>	<b>6,560,494</b>		<b>2</b>	<b>262,420</b>

Audit noticed the following irregularities:

1. Instead of open tender, direct contracting was made, which resulted in uneconomical rates.
2. Supply of furniture costing Rs 6,560,494 was not made till the date of audit i.e. September, 2021.
3. Penalty @2% per month amounting to Rs 262,420 was not imposed on the suppliers.

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

When pointed out in September 2021, the management stated that detailed reply would be furnished after scrutiny of the record. No progress was intimated till finalization of this report.

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

Audit recommends justification, recovery of losses and action against the persons at fault.

**AIR Para No. 08(2020-21)**

**2.5.3.9 Uneconomical procurement of food packages for Sarakari Sarai/Panagah – Rs 4.514 million.**

According to Para 30 of KPPRA 2014, each procuring entity shall plan its procurements with due consideration to transparency, economy, efficiency and timeliness.

According to Rule 1 of chapter 3 of KP public procurement of Goods, Works and Services Rules 2014, the procurement entity shall use open complete bidding as a principal method of procurement of goods over the value of Rs 100,000 (rupees One Hundred Thousand).

Office of the of District Officer Social Welfare, Mardan spent Rs.4,514,040 on account of purchase of food packages for poor people arriving at Panagah during financial year 2020-21. Audit noticed the following irregularities:

1. Expenditure was made without adopting open tender system.
2. Specification of the items procured was not provided on the supply order and invoices; therefore, they could not be verified.

As specification were missing, therefore, market rate analysis of the procured item could not be done.

3. Main stock register of the items procured was not maintained thus making it impossible to verify the stock in and stock out entries of the procured items.

The lapse occurred due to weak internal control, which resulted in uneconomical procurement.

When pointed out in November 2021, the management stated that detailed reply would be given after verification of record. However, no progress was shown till finalization of this report.

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

Audit recommends inquiry into the matter for fixing of responsibility and action against the persona at fault under intimation to audit.

### **C. Management of Accounts with Commercial Banks**

#### **2.5.3.10 Non depositing of bank profits earned on public funds – Rs.3.014 million**

According to Para 1 and 2 of Finance Department Khyber Pakhtunkhwa letter No. 2/3-(F/L)/FD/2007-08/Vol-IX dated 10<sup>th</sup> February 2014, Khyber Pakhtunkhwa Finance Department has time to time allowed sanctioned Bank accounts in the commercial bank for various Departments/Autonomous/ Semi-Autonomous Bodies/Corporations in Khyber Pakhtunkhwa for particular and specific purposes. Such accounts may be converted to PLS mode and the profit earned be deposited in Government Treasury under relevant head of account immediately and not later than a week when declared by the concerned bank.

Office of the Deputy Commissioner, Mardan maintained two designated PLS bank accounts and earned a profit of Rs 3,014,439 during financial year 2020-21. However, the profit was retained in the designated banks accounts till the date of audit (July, 2021) instead of depositing it into Government treasury. Detail is given below:



S. No	Name of bank and branch	Bank account No.	Purpose of account	Total profit earned during 2020-21 (Rs)
01	Bank of Punjab Mardan	00038	PLS	2,951,092
02	Bank of Punjab Mardan	00014	PLS	63,347
<b>Total</b>				<b>3,014,439</b>

Non depositing of profit into Government treasury occurred due to weak financial control, which resulted in loss to the Government.

When pointed out in July 2021, the management stated that the profit would be deposited into Government treasury. No response was initiated till finalization of this report.

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

Audit recommends immediate depositing of the profit into Government treasury and action against the person(s) at fault.

**AIR Para No. 03(2020-21)**

**2.5.3.11 Irregular retention of PC tablets fund in designated bank account– Rs 2.625 million.**

Treasury Rule 290 provides that no money shall be drawn from the treasury unless it is required for immediate disbursement. It is not permissible to draw money from the treasury in anticipation of demands or to prevent the lapse of budget grants.

According to Section 41 of Local Government Act, every official or servant of a local government, every member of a local council, and every person charged with administration and management of property of a local Government shall be personally responsible for any loss or waste, financial or otherwise, of any property belonging to a local Government which is a direct consequence of decisions made by him personally or under his directions in violation of this Act or any other law for the time being in force or which accrues Khyber Pakhtunkhwa Local Government Act, 2013 as a result of his negligence or misconduct, and shall be liable to pay such surcharge as may be determined by the respective Accounts Committee and such amount shall be recoverable as arrears of land revenue.

Office of the District Education Officer (Female), Mardan received an amount of Rs 2,625,000 and deposited it into its designated bank account during financial year 2020-21. The amount was for the disbursement among 175 teachers @ Rs 15,000 per teacher for the purchase of Tablets. However, the amount was not paid to the concerned teachers and retained it in the designated bank account till the date of audit (August, 2021).

Illegal withdrawal and retention of public money occurred due to weak financial control, which resulted in blockage of public money.

When pointed out in September 2021, the management stated that the disbursement of the fund is under process. No progress was shown till finalization of this report.

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

Audit recommends payment of the amount to the eligible teachers elsewise deposit the amount into Government treasury besides action against the person (s) at fault.

**AIR Para No. 02(2020-21)**

## **2.5.4 Value for Money and Service Delivery Issues**

### **2.5.4.1 Loss to Government due to non-deduction of Income Tax- Rs 1.286 million**

According to section 153 (1) (b) of the Income Tax Ordinance 2001, as updated for 2019-20, rate of income tax on services for individual was 10%.

Office of the Deputy Commissioner, Mardan paid Rs 12,861,369 on account of Honoraria and Incentives to officials during the financial year 2020-21. However, deduction of income tax of Rs 1,286,137 @ 10 % was not made from the officials. Detail is given below:

<b>S. No</b>	<b>Particulars</b>	<b>Amount (Rs)</b>	<b>Income Tax (Rs)</b>
1	Honoraria	3,301,953	330,195
2	Incentives	9,559,416	955,942
<b>Total</b>		<b>12,861,369</b>	<b>1,286,137</b>

Non deduction of income tax occurred due weak internal and financial controls, which resulted in loss to the Government.

When pointed out in July 2021, the management did not respond to the audit observation.

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

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

**AIR Para No. 06(2020-21)**

### **2.5.4.2 Loss to Government due to non-recovery of long outstanding Government revenue- Rs11.295 million**

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

Office of the Deputy Commissioner, Mardan did not recover a very long outstanding Government revenue total amounting to Rs 11,294,528 on account of Abiana from the formers during the financial year 2020-21. Detail is given below:

S. No	Name of Tehsil	Amount outstanding (Rs)
1	Mardan	3,117,581
2	Katlang	2,914,519
3	Rustam	2,260,177
4	Takht Bhai	3,002,251
<b>Total</b>		<b>11,294,528</b>

Non-recovery of Government revenue occurred due to weak financial and internal controls, which resulted in loss to the Government.

When pointed out in July 2021, the management stated that the amount would be recovered and be shown to audit. No progress was intimated till finalization of this report.

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

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

**AIR Para No. 14(2020-21)**

#### **2.5.4.3 Non utilization of developmental fund – Rs 272.905 million**

Treasury Rule 290 provides that no money shall be drawn from the treasury unless it is required for immediate disbursement. It is not permissible to draw money from the treasury in anticipation of demands or to prevent the lapse of budget grants.

Office of the Deputy Commissioner, Mardan retained an amount of Rs 272,905,000 in district Account IV during financial year 2020-21. The amount was for the purpose of purchase of furniture for Government schools and for the claim of the office of the District Director Agriculture, Mardan. However, the amount was not released to the concerned departments and was retained in district Account-IV till the date of audit (July, 2021). Detail is given below:

S. No	Release order date	Purpose of payment	Amount(Rs)
1	PFC-II)FD/1-5/N-Salary dated 07-04-2021	Purchase of Furniture for government schools	266,936,000
2	PFC-II)FD/1-5/N-Salary dated 26-09-2021	Clearance of court claim of DD Agriculture Mardan	5,969,000
<b>Total</b>			<b>272,905,000</b>

Non-utilization of developmental fund occurred due to weak financial control, which resulted in blockage of developmental fund.

When pointed out in July 2021, the management stated that the amount has not yet been released and when released the factual position would be shown to audit. Reply was not convincing as the amount is laying in district account IV and was required to be spent in 2020-21.

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

Audit recommends releasing of fund to the departments concerned without any further delay and action against the persons at fault.

**AIR Para No. 18(2020-21)**

**2.5.4.4 Loss to Government due to non-deduction of Income Tax on supply of vehicles – Rs 976,980**

According to section 153(1)(a) of Income Tax Ordinance 2001, income tax @ 4% is to be deducted from company on supply of goods.

Office of the Deputy Commissioner, Mardan purchased vehicles from Toyota Mardan Motors Private Limited for total amounting to Rs 24,424,500 during financial year 2020-21. However, income tax @ 4 % total amounting to Rs 976,980 was not deducted from the supplier. Detail is given below:

S. No	Particulars of the vehicle	Engine capacity	Qty.	Cost per vehicle (Rs)	Total Cost of the vehicles (Rs)	Income Tax @ 4 % (Rs)
1	Toyota Hilux Revo G AT (2800 CC)	1000 CC	2	6,937,500	13,875,000	555,000
3	Toyota Yaris ATIV CVT 1.3 L(1300 CC)	800 CC	3	2,806,500	8,419,500	336,780
4	Suzuki Cultus VXL AGS	1000 CC	1	2,130,000	2,130,000	85,200
<b>Total</b>					<b>24,424,500</b>	<b>976,980</b>

Non-deduction of income tax occurred due to weak financial controls, which resulted in loss to the Government treasury.

When pointed out in July 2021, the management stated that tax would be deducted from the suppliers and progress would be shown to audit. No progress was intimated till finalization of this report.

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

Audit recommends deduction of income tax from the suppliers and action against the person(s) at fault.

**AIR Para No. 25(2020-21)**

**2.5.4.5 Loss to Government due to non-deduction of Withholding Tax and Stamp Duty - Rs 19.600 million**

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

According to Section 236 K of the Income Tax Ordinance 1% advance tax shall be charged on immovable property transfer.

Office of the Deputy Commissioner, Mardan released an amount of Rs6,533,300,000 to the Additional and District and Session Judge-VIII Mardan for the scheme “Acquisition of the procurement of land for the public park in sheikh Maltoon Town Mardan during financial year 2020-21. However, 2 % Stamp Duty and 1% Advance tax total amounting to Rs 19,599,000 was not deducted as required in the above quoted rules. Detail is given below:

S No	Nature of Tax	Amount of taxes (Rs)
1	Stamp Duty @ 2% (653,300,000)	13,066,000
2	Withholding Tax @ 1% of (653,300,000)	6,533,000
<b>Total</b>		<b>19,599,000</b>

Non deduction of taxes occurred due to weak financial controls, which resulted in loss to the Government.

When pointed out in July 2021, the management stated that the gross amount has been released to the honorable court and will be checked for deduction of taxes. Reply was not convincing as the deduction and depositing of such taxes in connection with land acquisition is the prime responsibility of the Deputy Commissioner only in the district.

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

Audit recommends recovery of the taxes at admissible rates and action against the person(s) at fault.

**AIR Para No. 33(2020-21)**

**2.5.4.6 Less deduction of Income Tax on account of purchase of Medicine - Rs 1.659 million**

According to section 153(1)(a) of the Income Tax Ordinance 2001, Income Tax shall be paid @ 4% by a company and 4.5% by other than company on sale of goods on the gross amount.

Office of the District Health Officer, Mardan paid Rs 54,332,631 on account of purchase of medicine and deducted income tax @ 1% instead of 4% during financial year 2020-21. The local office deducted income tax worth Rs 543,327 instead of Rs 2,173,305 resulting in less recovery of Rs 1,659,329 as per detailed given at annexure-8.

Less deduction of income tax occurred due to weak financial control, which resulted in loss to the Government.

When pointed out in August 2021, the management stated that Firms would be informed accordingly. Reply was not convincing as the payment to the majority of Firms has yet to be made and all necessary deductions on account of tax due must be made before any further payments to the firms.

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

Audit recommends recovery of outstanding income tax from the suppliers and action against the person(s) at fault.

**AIR Para No. 12(2020-21)**

**2.5.4.7 Blockage of fund drawn under the head of purchase of medicine and salaries of EPI employees – Rs 5.475 million**

Treasury Rule 290 provides that no money shall be drawn from the treasury unless it is required for immediate disbursement. It is not permissible to draw money from the treasury in anticipation of demands or to prevent the lapse of budget grants.

Office of the District Health Officer, Mardan retained an amount of Rs 5,474,628 from the account of purchase of medicine and EPI funds allocated for salaries of employees during FY 2020-21. The amount of Rs 3,474,628 was drawn from account IV during FYs 2018-19 and 2019-20 from the purchase of medicine but instead of purchase of medicine, the amount was retained in designated bank account. Similarly, an amount of Rs 2,000,000 was drawn from the head of salary of the EPI technicians in FY 2016-17; however, the amount was found retained in designated bank account till the date of August, 2021. Detail is given at Annexure-9.

The lapse occurred due to weak financial control, which resulted in blockage of public fund.

When pointed out in August 2021, the management stated that the payment would be made to the suppliers as soon as possible. No response was received till finalization of this report.

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

Audit recommends immediate inquiry for fixing of responsibility and action against the person(s) at fault.

**AIR Para No. 15(2020-21)**

#### **2.5.4.8 Non deposits of Health Receipts -Rs 1.074 million**

According to Para 26 of General Financial Rules Volume I it is the duty of the Departmental Controlling Officer to see that all sums due to Government are regularly and promptly assessed, realized and duly credited in the Public Account.

Office of the District Officer Health, Mardan collected Rs 15,624,509 from different health facilities under jurisdiction during financial year 2020-21. However, only Rs 14,550,085 was deposited into Government treasury and a cash balance of Rs 1,074,424 was found retained till the date of audit i.e. July, 2021. Detail is given at Annexure-10.

Non-deposits of receipts occurred due to weak financial control, which resulted in loss to the Government.



When pointed out in August 2021, the management stated that the amount would be deposited into Government treasury. No progress was intimated till finalization of this report.

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

Audit recommends immediate deposits of outstanding receipts and action against the persons at fault.

**AIR Para No. 20(2020-21)**

**2.5.4.9 Non deposit of health receipts into Government treasury – Rs.3.002 million**

According to Para 26 of General Financial Rules Volume I it is the duty of the Departmental Controlling Officer to see that all sums due to Government are regularly and promptly assessed, realized and duly credited in the Public Account.

In the Office of the During audit of the accounts record of District Health Officer Mardan for the financial year 2020-21, it was noticed that an amount of Rs 3,001,965 was received by different offices from various health facilities on account of health receipts. However, the amount was not deposited into government treasury and retained as cash till the date of audit (July, 2021). Detail is given at Annexure-11.

Non depositing of health receipts occurred due to weak financial controls, which resulted in loss to the Government.

When pointed out in August 2021, the management stated that the amount would be deposited into Government treasury. No response was received till finalization of this report.

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

Audit recommends immediate depositing of the receipts in to Government treasury and action against the persons at fault.

**AIR Para No. 22(2020-21)**

#### **2.5.4.10 Illegal retention of unspent balances- Rs 2.897 million**

According to rule 290 of Treasury Rules, “no money should be drawn from Treasury unless required for immediate disbursement. It is not permissible to draw money from treasury in anticipation of demand or to prevent lapse of budget grant”.

Office of the District Social Welfare Officer, Mardan retained a balance of Rs 2,897,803 during financial year 2020-21 in their designated bank account till the date of audit (November, 2021) without any justification.

Illegal retention of funds occurred due to weak financial controls, which resulted in illegal retention of funds.

When pointed out in November 2021, the management stated that the amount pertains to the procurement of sewing machines, however, detail reply will be given after verification of record. Reply was not convincing as no progress was shown till finalization of this record.

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

Audit recommends depositing of public money into Government treasury and action against the persona at fault.

**AIR Para No. 07(2020-21)**

## **2.5.5 Others, including cases of accidents, negligence etc.**

### **2.5.5.1 Irregular expenditure on account of POL and repair on condemned vehicles – Rs 2.243 million**

According to the certificates provided by the Motor Vehicle Examiner Mardan on 16-05-2018 the five vehicles bearing No. 1419, 1427, 1431, 1544 and 1437 of the Deputy Commissioner Mardan are condemned and further expenditure of on POL and repair are uneconomical.

According to para 11 of GFR Vol.-I, each head of the department is responsible for enforcing financial order and strict economy at every step.

Office of the Deputy Commissioner, Mardan spent Rs 2,242,885 during financial year 2020-21 on account of POL and repair on those five vehicles which were already declared condemned by Motor Vehicle Examiner on 16-05-2018. Detail is given at Annexure-12.

Irregular expenditure occurred due to weak financial control, which resulted in loss to the Government.

When pointed out in July 2021, the management stated that during the covid-19 the said vehicles were used. Reply was evasive as condemned motor vehicles were non-functional for being beyond repair by the Motor Vehicle Examiner.

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

Audit recommends justification of irregular expenditure and action against the person(s) at fault.

**AIR Para No. 04(2020-21)**

### **2.5.5.2 Non reconciliation of accounts with DAO– Rs 436.287 million**

According to Rule 9 (i) Part-II of the Government of Khyber Pakhtunkhwa District or City District Government Budget Rules 2016, the Drawing and Disbursing Officer will make regular monthly reconciliations of expenditure and revenues with the District Accounts Officer.

According to Rule 644 of CTR all kind of transactions should be reconciled with treasury / district accounts office.

Office of the District Health Officer, Mardan spent Rs 436,286,974 during the financial year 2020-21 under the heads for salary and non-salary. However, reconciliation of the expenditure was not carried out till the date of audit i.e. August, 2021. Detail is given at Annexure-13.

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

When pointed out in August 2021, the management did not respond to the audit observation.

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

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

**AIR Para No. 01(2020-21)**

## **CHAPTER-3**

### **Tehsil Municipal Administration**

#### **3.1 Introduction**

District Mardan has four Tehsils i.e. Mardan, Takht Bhai, Rustam and Katlang. 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 programmes, collection of revenue such as taxes, penalties, fines etc. manage municipal properties, assets and funds, and liaison 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 the TMAs District Mardan

(Rs. in million)

Sr No.	Description	Total Nos	Audited	Expenditure audited FY 2020-21	Revenue /Receipts audited FY 2020-21
1	Authorities/Autonomous Bodies etc under the PAO	04	04	694.04	349.977

### 3.2 Comments on Budget and Accounts (Variance Analysis)

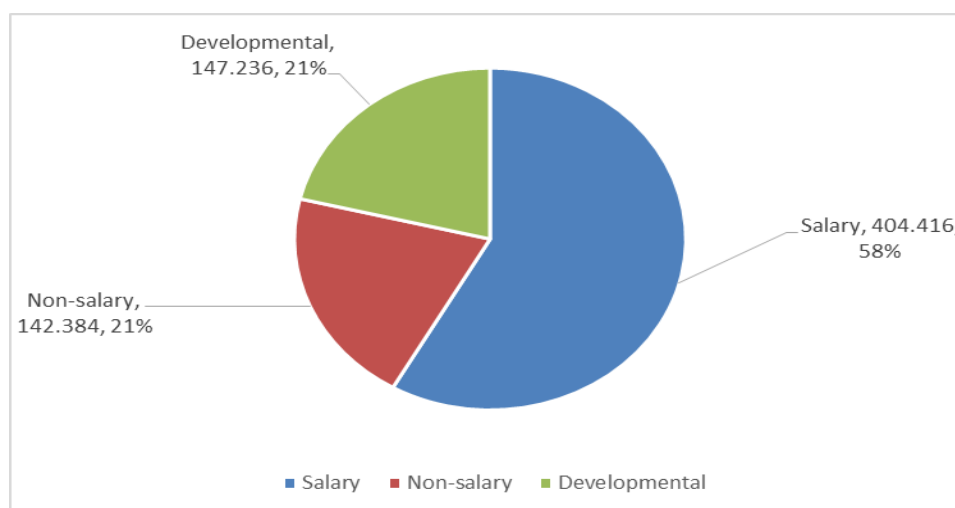
(Rs. in million)

TMAs Mardan				
2020-21	Budget	Actual Expenditure/ Receipts	Excess/(Saving)	%age
Salary	481.437	404.416	77.021	16%
Non salary	188.576	142.384	46.192	24%
Development	188.292	147.236	41.056	22%
<b>Total</b>	<b>858.31</b>	<b>694.04</b>	<b>164.27</b>	<b>19%</b>
Receipts	396.825	349.977	46.848	11.81%

The savings of Rs. 164.27 million Indicate inefficiency in the capacity of Local Government Departments to utilize the amount allocated.

### EXPENDITURE 2020-21

(Rs. in million)



### 3.3 Classified Summary of Audit Observations

Audit observations amounting to Rs 41.804 million were raised in this audit report. This amount also includes recovery of Rs. 41.804 million as pointed out by the audit. Summary of the audit observations classified by nature is as under:

(Rs. in million)		
Sr. No.	Classification	Amount
1.	Irregularities relating to:	-
A.	Management of Accounts with Commercial Banks	20.721
2.	Value for Money and Service Delivery Issues	21.083
<b>Total</b>		<b>41.804</b>

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

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

Sr. No.	Audit Year	TAC meeting
1.	2002-03	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. Management of Accounts with Commercial Banks**

##### **3.5.1.1 Non deposit of bank profit in Government treasury – Rs 1.688 million**

According to Para 1 and 2 of Finance Department Khyber Pakhtunkhwa letter No. 2/3-(F/L)/FD/2007-08/Vol-IX dated 10<sup>th</sup> February 2014, Khyber Pakhtunkhwa Finance Department has time to time allowed sanctioned Bank accounts in the commercial bank for various Departments/Autonomous/Semi-Autonomous Bodies/Corporations in Khyber Pakhtunkhwa for particular and specific purposes. Such accounts may be converted to PLS mode and the profit earned be deposited in Government Treasury under relevant head of account immediately and not later than a week when declared by the concerned bank.

Office of the Tehsil Municipal Officer, Mardan placed securities of contractors in designated bank accounts and earned profit of Rs 1,688,241 during financial year 2020-21. However, the said profit was retained in their designated bank account and did not deposit it into Government treasury till the date of audit (September, 2021). Detail is given at Annexure-14.

Non depositing of profit occurred due to weak financial controls, which resulted in loss to the Government.

When pointed in October 2021, the management stated that detailed reply would be given later on. No reply was furnished till finalization of this report.

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

Audit recommends depositing of the profit into Government treasury and action against the person(s) at fault.

**AIR Para No. 04(2020-21)**



### 3.5.1.2 Less realization of profit on TDR-Rs 19.033 million

According to MoUs entered into 24.9.2011 and 10.9.2012 between The Bank of Khyber and TMA Mardan, TMA Mardan placed Rs 250,000,000 and Rs 150,000,000 as fixed deposit for 30 years with the Bank of Khyber Mardan @14.61% and 11.50% profit per annum respectively.

Office of the Tehsil Municipal Officer, Mardan did not recover profit of Rs 19,032,806 from the Bank of Khyber on fixed deposits (TDRs) during financial year 2020-21. The Bank of Khyber Mardan was required to credit a total profit of Rs 53,775,000 as required in MOUs but it credited only Rs 34,742,194 into TMA account, which resulted in short crediting of profit for Rs 19,032,806. Detail is given below:

S #	TDR No. & date	Principal amount (Rs)	Rate of Profit	Profit earned for year 2020-21 (Rs)	Profit credited to TMA account (Rs)	Difference (less Credit) (Rs)
1	TDR NO 8386 dated 24.9.2011	250,000,000	14.61%	36,525,000	23,011,474	13,513,526
2	TDR NO 33174 dated 10.09.2012	150,000,000	11.50%	17,250,000	11,730,720	5,519,280
<b>Total</b>				<b>53,775,000</b>	<b>34,742,194</b>	<b>19,032,806</b>

Less realization of profit occurred due to weak financial controls, which resulted in loss to the TMA.

When pointed out in October 2021, the management stated that the case was subjudice in the court and this office would act in accordance with court decision. Reply was not satisfactory as neither any documentary proof of trial in the court was shown nor any progress in the matter was intimated to audit.

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

Audit recommends recovery of the short profit besides action against person(s) at fault.

**AIR Para No. 09 (2020-21)**

### **3.5.2 Value for Money and Service Delivery Issues**

#### **3.5.2.1 Loss due to non-recovery of 2% penalty - Rs 2.111 million**

According to serial No. 6(a) read with serial No 7 of the policy guidelines issued by Local Council Board KP vide letter No.AO-II/LCB/6-11/2017 dated 20.2.2017, first installment shall be paid by the end of July and the rest of installments shall be paid on last date of the month to which it relates. In case of late deposit, 2% penalty per day shall be imposed on contractor.

Office of the Tehsil Municipal Officer, Mardan did not recover a total penalty of Rs 2,110,547 @ 2% per day from the contractors on account of late depositing of monthly installments during financial year 2020-21. Detail is given at Annexure-15.

Non recovery of penalty occurred due to weak financial control, which resulted in loss to the TMA.

When pointed in October 2021, the management stated that detailed reply would be furnished later on. No reply was submitted till finalization of this report.

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

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

**AIR Para No. 10(2020-21)**

#### **3.5.2.2 Loss due to non-recovery of premium -Rs7.489 million**

According to clause 9 of the agreement executed between TMA Mardan and the constructor of the plaza (lessee), the lessee will be get 90% of the premium received from auction of shops and TMA will get 10% of the premium.

Office of the Tehsil Municipal Officer, Mardan did not recover Rs 7,489,048 during 2020-21 on account of 10% share of the premium realized on

auction of shops from the investor/constructor of the TMA Medical and Shopping Complex, Shamsi Road, Mardan. It is pertinent to mention that the premium was recoverable since 2014 which the TMO was required to recover or adjust the same in the subsequent auctions of the shops but it failed to do so.

Non recovery of premium occurred due to weak internal control, which resulted in loss to the TMA.

When pointed in October 2021, the management stated that notices have been issued to the concerned investor for depositing the same. No progress in the matter was shown till finalization of this report.

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

Audit recommends recovery of outstanding premium besides action against the person(s) at fault.

**AIR Para No. 12(2020-21)**

**3.5.2.3 Non depositing of Income Tax into Government treasury-Rs 1.817 million**

According to section of 336 A of Income Tax Ordinance 2001, any person making sale by public auction/tender of any property or goods including award of lease to any person shall deduct Income Tax @ 10%.

Office of the Tehsil Municipal Officer, Mardan recovered Income Tax of Rs 1,817,373 from the contractors on account of award of local contracts during financial year 2020-21. However, the same was not deposited into the Government treasury till the date of audit (October 2021). Detail is as given below:

S#	Name of contracts	Bid Cost (Rs)	10% Income Tax payable (Rs)	Income Tax recovered but not deposited (Rs)
1	Cattle fair Bakhshali	3,121,010	312,101	273,500
2	Cattle fair Toru	530,000	53,000	43,650
3	Annual Qinchi/ Tez Raftar License fee	3,146,000	314,600	150,000

4	Annual Sign Board fee	13,502,232	1,350,223	1,350,223
	<b>Total</b>	<b>20,299,242</b>	<b>2,029,924</b>	<b>1,817,373</b>

Non-depositing of Income Tax into Government treasury occurred due to weak internal control, which resulted in loss to the Government.

When pointed in October 2021, the management stated that tax would be deposit into the tax department later on. No response was received till finalization of this report.

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

Audit recommends depositing of Income Tax into the Government treasury besides fixing responsibility on the person(s) at fault.

**AIR Para No. 16(2020-21)**

**3.5.2.4 Non-imposition of penalty for non-completion of works – Rs4.700 million**

According to clause 2 of the contract agreement and work orders, penalty of 1% per day and up to maximum of 10% of the bid cost shall be imposed for delay in completion of work.

Office of the Tehsil Municipal Officer, Takht Bhai awarded contracts of an estimated cost of Rs 47,000,000 during financial year 2020-21. However, the schemes were not completed within the stipulated period of time and the local office did not recover 10% penalty of Rs 4,700,000. Detail is given at Annexure-16.

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

When pointed out in October 2021, the management stated that detailed reply would be given after scrutiny of record. No progress in the matter was intimated till finalization of this report.

Request for convening of DAC meeting was made in November 2021, however, no meeting was convened till finalization of this report.

Audit recommends immediate completion of development schemes and recovery of penalty besides action against the person(s) at fault.

**AIR Para No. 04(2020-21)**

**3.5.2.5 Non recovery of principal amount and penalty - Rs 2.491 million**

According to Serial No. 6 of the Policy Guidelines for the auction of local councils contracts of cattle fair, Bus stand and other local taxes for the year 2020-21, 2% penalty per day will be liable on contractor for late deposit of the monthly installment. If the contractor/firm fails to clear dues by 10<sup>th</sup> of each month to which monthly installment relates, the contract may be cancelled and his security and advances deposited by the contractor shall be forfeited.

Office of the Tehsil Municipal Officer, Katlang did not recover principal amount along with 2% penalty amounting to Rs 2,491,000 during the financial year 2020-21 from various local contactors due to non-deposit/late deposit of monthly installments in time. Detail is given at Annexure-17.

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

When pointed out in October 2021, the management stated that notices for recovery to the contractors would be issued and progress would be shown to audit. Reply was not satisfactory as documentary evidence was not shown to audit till finalization of this report.

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

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

**AIR Para No. 01(2020-21)**

**3.5.2.6 Loss to TMA due to non-recovery of annual fee from petrol pumps –Rs.1.025 million**

According to Local Government Department Khyber Pakhtunkhwa letter NO.AO/LCB/2 15, 2008 dated 16.04.2008, annual fee Rs 25,000 to be collected from the petrol pumps and CNG stations.

According to Para 6 of TMA budget rules 2016 ensuring all sums due to the TMA are regularly and promptly assessed, realized and duly credited in the Tehsil Fund.

Office of the Tehsil Municipal Officer, Katlang did not recover annual fee of Rs 1,025,000 from 41 petrol/CNG pumps under its jurisdiction for the financial year 2020-21 till the date of audit (October, 2021). Detail is given below:

S. No	Year	No of petrol pumps	Rate	Annual fee (Rs)
1	2020-21	41	25,000	<b>1,025,000</b>

Non recovery annual fee occurred due to weak financial control, which resulted in loss to the TMA.

When pointed out in October 2021, the management stated that the subject case would be sent to District Government for further necessary orders as per rules/ law. No progress was shown to audit till finalization of this report.

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

Audit recommends recovery of annual fee from the concerned and action against the person(s) at fault.

**AIR Para No. 08(2020-21)**

**3.5.2.7 Non-imposition of Penalty for delay in completion of Schemes-  
Rs 1.450 million**

According to Clause 2 of the Contract Agreement requires that penalty of 1% per day and up to maximum of 10% of the tender cost may be imposed for delay in completion of work.

Office of the Tehsil Municipal Officer, Katlang Mardan did not impose penalty of Rs 1,450,000 @ 10% of the estimated cost of Rs 14,500,000 during financial year 2020-21 on the schemes, which were not completed within the stipulated time period. Detail is given at Annexure-18.

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

When pointed out in October 2021, the management replied that the record would be verified, if found late completion, penalty would be imposed and recovery would be shown to audit. No progress was shown to audit till finalization of this report.

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

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

**AIR Para No. 09(2020-21)**

## CHAPTER-4

### AD LGE &RDD Mardan

#### 4.1 Introduction

Assistant Director Local Government, Election and Rural Development Department in District Mardan have 231 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 Mardan.

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

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

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

**Functions and Powers of the Village Council or Neighborhood Council includes:**

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



neighbourhood council, including education, health, public health engineering, agriculture, livestock, police and revenue, and hold them accountable by making inquiries and reports to the Tehsil municipal administration, district government or, as the case may be, the Government for consideration and action;

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

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

### Audit Profile of AD LGE&RDD Mardan

(Rs. in million)

Sr. No.	Description	Total Nos	Audited	Expenditure audited FY 2020-21	Revenue /Receipts audited FY 2020-21
1.	Formations	232	11	133.39	Nil

### 4.2 Comments on Budget and Accounts (Variance Analysis)

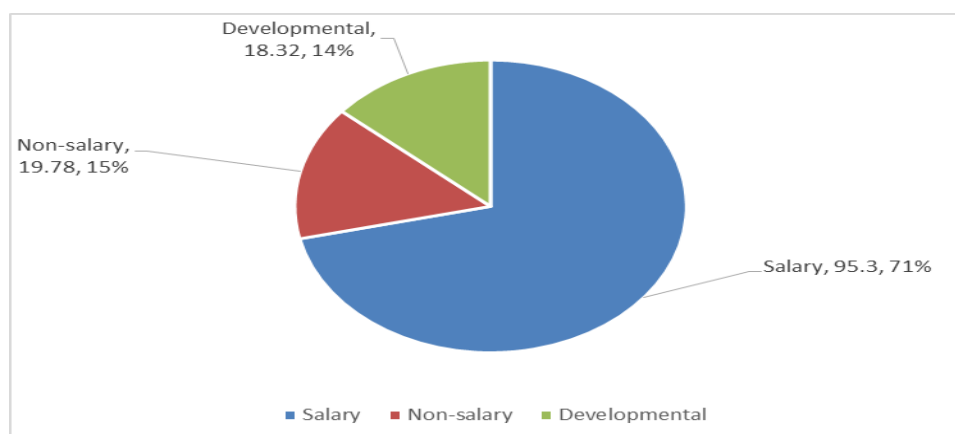
(Rs. in million)

AD LGE & RDD Mardan				
2020-21	Budget	Actual Expenditure/Receipts	Excess/(Saving)	%age
Salary	111.65	95.30	16.35	15%
Non salary	23.87	19.78	4.095	17%
Development	22.29	18.32	3.972	18%
<b>Total</b>	<b>157.81</b>	<b>133.39</b>	<b>24.42</b>	<b>15%</b>
Receipts	-	-	-	-

The savings of Rs 24.42 million indicate inefficiency in the capacity of Local Government Departments to utilize the amount allocated.

### EXPENDITURE 2020-21

(Rs. in million)



### 4.3 Classified Summary of Audit Observations

Audit observations amounting to Rs 14.522 million were raised in this audit report. Recovery of an amount of Rs 14.522 was also pointed out. Summary of the audit observations classified by nature is as under:

(Rs. in million)

Sr. No.	Classification	Amount
1.	Value for money and service delivery issues	14.522
<b>Total</b>		<b>14.522</b>

### 4.4 Comments on the status of compliance with Village/Neighbourhood Council Accounts Committee Directives

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

Sr. No.	Audit Year	VAC/NAC 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	N/A
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

## **4.5 AUDIT PARAS**

### **4.5.1 Value for Money and Service Delivery Issues**

#### **4.5.1.1 Non imposition of penalty for non-completion of works – Rs3.780 million**

According to clause 2 of the contract agreement and work orders, penalty of 1% per day and up to maximum of 10% of the bid cost shall be imposed for delay in completion of work.

Office of the Assistant Director Local Government Elections & Rural Development Department, Mardan awarded contracts of developmental schemes with an estimated cost of Rs 37,800,000 during financial year 2020-21 to various contractors. However, the schemes were not completed within the stipulated period and the local office did not impose penalty of Rs 3,780,000 @10% on estimated cost of the works. Detail is given at Annexure-19.

Non imposition of penalty occurred due to weak internal control, which resulted in depriving the public from the benefits of the schemes and sustained loss to the Government.

When pointed out in October 2021, the management stated that detailed reply would be submitted after scrutiny of the record. No reply was furnished till finalization of this report.

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

Audit recommends immediate completion of development schemes and recovery of penalty besides action against the person(s) at fault.

**AIR Para No. 04(2020-21)**

**4.5.1.2 Non depositing of Income Tax into Government treasury-  
Rs.10.742 million**

According to section 153(1)(c ) of Income Tax Ordinance 2001, every prescribed person making a payment in full or part including a payment by way of advance on execution of contract shall at the time of making payment, deduct tax from the gross amount payable at the rate of 7.5% (filer)

Office of the Assistant Director Local Government Elections & Rural Development Department, Mardan did not deposit Income Tax for Rs 10,742,925 deducted from the contractors on execution of development works during financial year 2020-21. The Income Tax was retained in the village/neighborhood councils' bank accounts and was not deposited into Government treasury. Detail is given at Annexure-20.

Non depositing of Income Tax into the Government treasury occurred due to weak internal control, which resulted in loss to Government.

When pointed out in October 2021, the management stated that detailed reply would be submitted after scrutiny of the record. No reply was furnished till finalization of this report.

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

Audit recommends depositing of the Income Tax into Government treasury and action against the persons at fault.

**AIR Para No. 13(2020-21)**

## CHAPTER-5

### Water & Sanitation Services Company Mardan

#### 5.1 Introduction

The Government of Khyber Pakhtunkhwa established an independent corporate utility company by the name of Water and Sanitation Services Company Mardan (WSSCM). WSSCM was set up in the year 2016 with the express task to take over the water supply, wastewater and solid waste management facilities from Tehsil Municipal Administration. It is registered under the companies ordinance 1984 with the Securities and Exchange Commission of Pakistan. The goal of WSSCM is to “bring sustained improvement in water and sanitation delivery to effectively address the basic needs of citizens of Mardan”.

- i. Source of providing drinking water is tube well. Open wells, shallow wells, domestic bore holes, hand pumps etc. are used by the locals inhabitants on their own.
- ii. Water is supplied in 3 shifts of 3-4 hours intervals per day in the operational areas.
- iii. Solid Waste Collection is being catered through 500 workers and 19 vehicles. Current adopted practice is open dumping.
- iv. Drain cleaning is also handled by the same sanitation staff.

#### Detail of Audit Planned formations expenditure and receipts

(Rs. in million)

Sr. No.	Description	Total Nos	Audited	Expenditure audited FY 2020-21	Revenue /Receipts audited FY 2020-21
1.	Authorities/Autonomous Bodies etc under the PAO	01	01	497.80	8.881

## 5.2 Comments on Budget and Accounts (Variance Analysis)

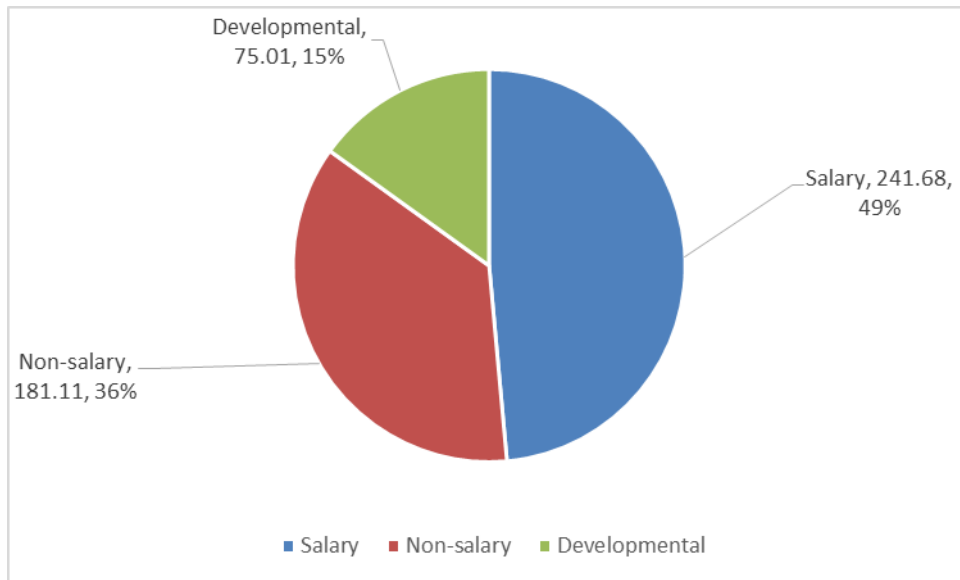
(Rs. in million)

Water & Sanitation Services Company Mardan				
2020-21	Budget	Actual Expenditure/Receipts	Excess/(Saving)	%age
Salary	241.68	241.68	0.00	0.0%
Non salary	181.11	181.11	0.00	0.0%
Development	76.00	75.01	0.99	1.3%
<b>Total</b>	<b>498.79</b>	<b>497.80</b>	<b>0.99</b>	<b>0.2%</b>
<b>Receipts</b>	<b>8.881</b>	<b>8.881</b>	<b>0</b>	<b>0%</b>

Savings of Rs 0.99 million indicate inefficiency in the capacity of Local Government Departments to utilize the amount allocated.

### EXPENDITURE 2020-2021

(Rs. in million)



## 5.3 Classified Summary of Audit Observations

Audit observations amounting to Rs. 20.546 million were raised in this audit report including total recovery of Rs. 13.707 million was pointed out. Summary of the audit observations classified by nature is as under:

(Rs. in million)

<b>Sr. No.</b>	<b>Classification</b>	<b>Amount</b>
<b>1</b>	Irregularities	
<b>A</b>	Management of Accounts with Commercial Banks	6.988
2	Value for Money and Service Delivery Issues	6.719
3	Others, including cases of accidents, negligence	6.839
<b>Total</b>		<b>20.546</b>

**5.4 Comments on the status of compliance with Public Accounts Committee Directives**

<b>Sr. No.</b>	<b>Audit Year</b>	<b>DAC/PAC meeting</b>
1.	2020-21	Not convened



## **5.5 AUDIT PARAS**

### **5.5.1 Irregularities**

#### **A. Management of Accounts with Commercial Banks**

##### **5.5.1.1 Non-depositing of profit earned on placement of public funds Rs6.988 million.**

According to Para 1 and 2 of Finance Department Khyber Pakhtunkhwa letter No. 2/3-(F/L)/FD/2007-08/Vol-IX dated 10<sup>th</sup> February 2014, Khyber Pakhtunkhwa Finance Department has time to time allowed sanctioned Bank accounts in the commercial bank for various Departments/Autonomous/Semi-Autonomous Bodies/Corporations in Khyber Pakhtunkhwa for particular and specific purposes. Such accounts may be converted to PLS mode and the profit earned be deposited in Government Treasury under relevant head of account immediately and not later than a week when declared by the concerned bank.

Office of the Chief Executive Officer Water & Sanitation Services Company Mardan, placed public funds in designated saving bank account and earned profit of Rs 6,988,538 during financial year 2020-21. However, the same was not deposited into Government treasury till the date of audit (November, 2021).

Non depositing of profit in public fund occurred due to weak financial control, which resulted in loss to the Government.

When pointed out in November 2021, the management stated that clarification will be obtained in this regard and progress would be shown in the matter. No progress was intimated 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 depositing of the profit into Government treasury and action against the person(s) at fault.

**AIR Para No. 07(2020-21)**

## **5.5.2 Value for Money and Service Delivery Issues**

### **5.5.2.1 Loss due to non-recovery of Water charges -Rs 5.294 million**

Rule 1 of Annexure A to para 38 of GFR Vol.-I states that the departmental authorities are primarily responsible to see that all revenues are correctly and promptly assessed, realized and credited to government treasury.

Office of the Chief Executive Officer Water & Sanitation Services Company, Mardan did not recover water charges for Rs 5,294,215, during the financial year 2020-21.

Non-recovery of water charges occurred due to weak financial control, which resulted in loss to the Company.

When pointed out in November 2021, the management stated that notices would be issued to the consumers and latest progress will be shown to audit. No progress was shown 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 recovery of the water charges from the consumers and action the person(s) at fault.

**AIR Para No. 03(2020-21)**

### **5.5.2.2 Non imposition of penalty for incomplete works –Rs 1.425 million**

According to clause 03 of the standard contract agreement, penalty of 1% per day and up to maximum of 10% of the bid cost may be imposed for delay in completion of work.

Office of the Water & Sanitation Services Company, Mardan executed different developmental schemes at the cost of Rs 14,250,000 during financial year 2020-21. However, neither the schemes were completed within the

stipulated time period nor was penalty of Rs 1,425,000 imposed by the local office. Detail is given at Annexure-21.

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

When pointed out in November 2021, the management stated that penalty would be imposed on defaulters after scrutiny of record. No progress was shown 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 execution of schemes, imposition of penalty and action against the persons at fault.

**AIR Para No. 15(2020-21)**

### 5.5.3 Other, including cases of accidents, negligence etc

#### 5.5.3.1 Irregular execution of schemes without location coordinates – Rs 6.839 million

According to Government of Khyber Pakhtunkhwa Local Government, Elections and Rural development department letter No.AO(planning)/LCB/2-1/General file/2019 dated 02/05/2019 that location coordinates of each scheme must be available in files.

Office of the Water & Sanitation Services Company, Mardan failed to produce location coordinates of the schemes worth Rs 6,839,675 during 2020-21. Audit observed that due to non-obtaining location coordinates the chance of duplication of schemes could not be ruled out. Details given below:

S.No	Name of Scheme	Amount (Rs)
1	Sanitation schemes UC Gumbat	2,375,000
2	Sanitation schemes UC Kohibarmol	4,464,675
<b>Total</b>		<b>6,839,675</b>

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

When pointed out in November 2021, the management stated that location coordinates would be obtained from the sites of works and will be shown to audit. No progress was shown in the matter 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 production of coordinates for authenticating the schemes carried out.

**AIR Para No. 02(2020-21)**

## ANNEXURES

### Annexure-1

#### Detail of MFDAC Paras

S. No.	AIR No.	Department	Gist of Para	Amount (Rs in million.)
1.	1	DC Mardan	Excess expenditure in non-salary heads over & above revised budgetary grants	6.961
2.	7	-do-	Overpayment on account of Honoraria over and above the permissible rate	0.899
3.	9	-do-	Loss to Government due to non-surrender of	0
4.	10	-do-	Illegal withdrawal of public money from district Account – IV	9.256
5.	11	-do-	Overpayment due to non-deduction of house rent and 5% maintenance charges	0.083
6.	26	-do-	Non utilization of confiscated weapon	0
7.	28	-do-	Overpayment on account of Pay and Allowances	0.107
8.	29	-do-	Illegal crediting of District Account – IV balances into Provincial Account – I	0.426
9.	31	-do-	Unverified and unreconciled receipts of local collections	0.850
10.	4	-do-	Loss due to unauthorized payment of Non-Practicing Allowance	0.637
11.	8	-do-	Unauthorized payment of Rural Compensatory Allowance	0.211
12.	11	-do-	Overpayment on account of Conveyance Allowance	0.580
13.	23	-do-	Loss due non allotment of Government property (approximately)	0.690
14.	24	-do-	Unauthentic and Unverified expenditure of repair	0.257
15.	25	-do-	Overpayment on account of Pay and Allowances during Extra Ordinary Leave	0.115
16.	28	-do-	Non surrender of Ambulances and drivers to the Rescue 1122	0
17.	1	DEO Male	Loss to government due to placement of public funds in current bank account	0.406

18.	3	-do-	Illegal withdrawal and retention of public money	0.690
19.	5	-do-	Non-implementation of rationalization policy	0
20.	6	-do-	Short recovery on account of students' fund	0.249
21.	7	-do-	Non-depositing of bank profit earned on placement of public funds in designated bank	0.049
22.	9	-do-	Unverified and unreconciled expenditure on account of Hiring of Teachers	5.88
23.	13	-do-	No action and non-recovery of pay and allowances on account of six months' absent	0
24.	14	-do-	Overpayment due to double withdrawal of Pay and Allowances	0.084
25.	16	-do-	Illegal retention of public money on account of Scout activities	1.151
26.	4	DEO	Non-implementation of rationalization policy	0
27.	5	-do-	Short recovery on account of Girls' Guide fund	0.478
28.	7	-do-	Non-depositing of bank profit earned on placement of public funds in designated bank	0.135
29.	10	-do-	Misappropriation of PTC fund	0.60
30.	12	-do-	Unauthorized and illegal appointments of class - IV	0
31.	14	-do-	Loss to Government due to placement of public funds in current bank account	0.428
32.	13	-do-	Loss due to non-auction of the 40 No. shops of Medical and Shopping Complex.	0
33.	19	-do-	Unauthorized revision of scheme and utilization of saving amount	3.50
34.	20	-do-	Unjustified & wasteful expenditure on account of payment on lease of land	4.00
35.	23	-do-	Doubtful execution of work	1.30
36.	25	-do-	Un-Authorized Advances to the staff	11.14
37.	27	-do-	Irregular Expenditure without adopting open tender system	1.632
38.	28	-do-	Non- Adjustments of Advances	0.50
39.	29	-do-	Un-justified expenditure incurred on account of hiring of vehicles	0.975
40.	30	-do-	Un-authorized purchase of vehicles	1.970
41.	31	-do-	Irregular/ un-authentic expenditure on account of cleanness campaign	1.266
42.	32	-do-	Where about old parts of the repaired transformers	0.181

43.	5	-do-	Unauthentic supply of sewing machines	1.938
44.	8	-do-	Non-Auctioning of condemn vehicle	0
45.	9	-do-	Irregular expenditure on account of repair of vehicle	99.8
46.	11	-do-	Loss to government due to non-conversion of current account into PLS	0
47.	5	-do-	Unauthorized expenditure without Technical Sanction	42.00
48.	6	-do-	Non recovery of water charges	0.182
49.	9	-do-	Non recovery of Income Tax	0.381
50.	10	-do-	Non deposit of Income Tax into Government treasury	0.100
51.	12	-do-	Non recovery of monthly installments from the contractors	0.566
52.	13	-do-	Irregular award of contracts of developmental schemes without depositing Additional	0.03
53.	14	-do-	Non recovery of Annual NOC fee and Flying Coach Stand	0.725
54.	15	-do-	Wastage of Government resources due to non-utilization of road machinery	0
55.	19	-do-	Non recovery of 2% penalty from the contractors on late deposit of installments	0.540
56.	21	-do-	Non-deposit of 3% RTA Share	0.431
57.	22	-do-	Loss to government on account of water user	6.012
58.	23	-do-	Non deposit of 2% Local Council Board Share, Pension Contribution and Group	7.223
59.	3	-do-	Non-deposit of profit into Government	0.430
60.	6	-do-	Unauthorized payment of pay of contingent	3.788
61.	7	-do-	Loss due to less realization of receipts	1.340
62.	8	-do-	Loss to TMA due to non-recovery of annual fee from petrol pumps	1.025
63.	12	-do-	Irregular execution of schemes without location coordinates	8.00
64.	13	-do-	Irregular payment to LCB on account of 1% T.C	0.20
65.	1	TMA Rustam	Non-imposition of penalty for non-completion of works	0.140
66.	2	-do-	Non utilization of 30% ADP fund	17.062
67.	3	-do-	Non recovery/Non deposit of Income Tax	0.421
68.	4	-do-	Unauthentic payment of Income Tax and Sales Tax into Government treasury	0.198

69.	10	-do-	Irregular lease of land without rent reasonability certificate	1.461
70.	12	-do-	Non-transfer of 3% RTA share	0.066
71.	13	-do-	Overpayment on account of honoraria	0.063
72.	14	-do-	Irregular/unauthorized withdrawal and cash payment	8.173
73.	15	-do-	Irregular payment on account of hiring of daily wages staff	4.44
74.	5	-do-	Irregular award of contracts of developmental schemes without depositing Additional	5.272
75.	8	-do-	Non surrender of savings	5.603
76.	10	-do-	Unauthorized execution of items of work in excess of BOQ	1.486
77.	11	-do-	Non-deposit of DPR fund	0.134
78.	12	-do-	Non deduction/non deposit of Professional Tax	0.857
79.	14	-do-	Non deposit of Stamp Duty	0.477
80.	15	-do-	Overpayment on account of purchase of vehicle	0.072
81.	16	-do-	Irregular purchase of vehicle	2.130
82.	17	-do-	Unknown transfer of money from designated bank account	0.20
83.	20	-do-	Overpayment by paying excess rate than the rate of BOQs	0.690
84.	1	WSSC Mardan	Unauthorized expenditure without material test	0.579
85.	4	-do-	Irregular payment of office building rent without rent assessment certificates	1.511
86.	5	-do-	Irregular payment of salaries of police constables	0.814
87.	6	-do-	Irregular payment of loans	0.167
88.	8	-do-	Loss to government due to non-conversion of current accounts into PLS	0
89.	10	-do-	Failure to make the sanitation vehicles functional	0
90.	11	-do-	Failure to dispose of condemned movable assets	0
91.	13	-do-	Prolonged and Unauthorized absence of staff	0
<b>Total</b>				<b>2635.873</b>



**Annexure-2****Para No.2.5.1.4****Detail showing non-recovery of Pay and Allowances on account of bogus appointments**

<b>S. No</b>	<b>Name of Appointees</b>	<b>School Name</b>	<b>Pay and allowances per month (Rs)</b>	<b>Number of Months</b>	<b>Total Payments (Rs)</b>
1	Mr. Israr J/C	GGHS Dheri Likpani	23,664	36	851,904
2	Mr. Imad J/C	GGHS Moti Banda	23,664	36	851,904
3	Miss Azra CT	GGHS Shamuzai	39,420	36	1,419,120
4	Miss Maryam SST	GGCM HSS Katlang	63,920	36	2,301,120
5	Miss Karishma Lab/ Ass	GGHSS Kopar Banda	20,823	36	749,628
6	Miss Sumbal Lab Assistant	GGHSS Kopar Banda	20,823	36	749,628
7	Miss Nusrat Bibi CT	GGHS Kotkey	39,420	36	1,419,120
8	Miss Rishma Lab Asst	GGHSS Katti Garhi	20,823	36	749,628
9	Miss Asma CT	GGHS Kotkey	39,420	36	1,419,120
10	Miss Sarwat CT	GGHS Kohi Barmol	20,823	36	749,628
11	Mr. Hammad Khan JC	GGHS Moti Banda	23,664	36	851,904
12	Seema Gul	GGPS Nary Kalo Shah	26,730	36	962,280
<b>Total</b>					<b>13,074,984</b>

**Annexure-3****Para No. 2.5.1.1****Detail showing payment of Honoraria**

<b>S. No</b>	<b>Name</b>	<b>Hon Paid (Rs)</b>		<b>Total (Rs)</b>
1	Habib Ullah Arif	296,000	68,360	364,360
2	Amir Tayyab Hussain Shah	-	48,230	48,230
3	Naik Muhammad	270,000	69,000	339,000
4	Mujeeb Ur Rehman	100,500	61,000	161,500
5	Zail Ali Raza	170,000	51,000	221,000
6	Alamgir Khan	74,540	-	74,540
7	Murad Ali Shah	76,370	76,300	152,670
8	Khurshed Ahmad	121,340	53,370	174,710
9	Muhammad Sohail	97,540	46,470	144,010
10	Ashfaq Anwar	100,000	-	100,000
11	Khan Bahadar	100,000	32,255	132,255
12	Muhammad Siraj	90,000	-	90,000
13	Jehanzeb Khan	129,020	64,510	193,530
14	Mir Zaman	87,340	37,150	124,490
15	Irfan Ullah	89,960	34,110	124,070
16	Muhammad Ibrahim	69,100	28,030	97,130
17	Ihsan Ali	53,020	23,470	76,490
18	Lal Said	-	71,770	71,770
19	Muhammad Tahir	-	28,985	28,985
20	Mussadiq Hussain	-	48,553	48,553
21	Hussain Akbar	-	29,550	29,550
22	Saeeda	-	12,570	12,570
23	Khadim	-	10,780	10,780
24	Tufail ahmad	87,160	37,410	124,570
25	Fazal Amin	57,000	-	57,000
26	Shakir	22,360	10,620	32,980
27	Muhammad Asif	27,800	13,510	41,310
28	Lal Zada	43,560	-	43,560
29	Shakeel Ur Rehman	25,460	12,340	37,800

30	Sajid	32,120	15,620	47,740
31	Hashim Khan	32,120	15,620	47,740
32	Izzat Gul	33,000	16,060	49,060
<b>Total</b>				<b>3,301,953</b>

**Annexure-4**

**Para No. 2.5.1.2**

**Detail showing non deduction of CA and HPA**

S #	Place of Duty	Name	Designation	Leave		Days	HPA & CA
				From	To		
1	TDH Lund Khwar	Dr. Maryam Amir Khan	WMO	15/02/2021	24/02/2021	10	25666
2	BHU Babuzai	Mst. Kausar Alam	LHV	02/09/2021	25/03/2021	45	15000
3	BHU Babuzai	Mst. Kausar Alam	LHV	26/12/2020	02/08/2021	45	15000
4	BHU Jalala	Dr. Zaibun Nisa	WMO	12/07/2020	31/12/2020	25	62096
5	BHU Baizo Kharki	Dr.Mehran Khan	MO	03/01/2021	13/3/2021	13	20193
6	TDH Lund Khwar	Mr. Danish Jamal	Radiology Tech	19/02/2021	03/04/2021	14	6000
7	TDH Toru	Mr. Muhammad Ashfaq	EPI Tech	13/04/2021	26/04/2021	14	6000
8	THQ Takht Bhai	Dr. Afshan Ali	WMO	12/08/2020	03/07/2021	90	186000
9	CD Palo Dheri	Mr. Fayaz Muhammad	Dispenser	26/04/2021	05/09/2021	14	6000
10	TDH Shahbaz Garhi	Mr. Khalid Khan	CT Pharmacy	19/02/2021	28/02/2021	10	4285
11	THQ Takht Bhai	Mr. Sana Ullah	CT Surgical	02/04/2021	16/02/2021	13	5570
12	TDH Shahbaz Garhi	Dr. Hina Taj	WMO	20-02-2020		90	231000
13	TDH Katlang	Mr. Muhammad Naeem	CT Pharmacy	11/02/2020	12/11/2020	40	17140
14	TDH Shahbaz Garhi	Mr. Muhammad Arif Khan	CT Surgical	13/11/2020	25/11/2020	13	5570
15	TDH Katlang	Mr. Sher Ali Khan	CT Pharmacy	12/01/2020		40	17140
16	BHU Sheikh Yousaf	Mst. Sajida Saeed	LHV	29/11/2020		15	5000
17	RHC Shergarh	Dr. Waqas Nawaz	MO	06/01/2021	06/10/2021	10	25666
18	BHU Mian Essa	Mr. Fazal Rahman	Medical Tech	05/03/2021		14	6000
19	TB Control Program	Mr. Misbah Ullah	Store Keeper	05/03/2021	05/12/2021	10	4285
20	BHU Jamal Garhi	Mr. Najmul Ghani,	PHC Tech MP	15/04/2021		14	6000
21	BHU Ghari Ismailzai	Mst. Zakia Minhas	PHC Tech MP	16/04/2021	29/04/2021	14	6000
22	BHU Mohabat Abad	Mr. Muhammad Umar Hayat Khan	PHC Tech MP	13/04/2021		14	6000
23	BHU Jamal Garhi	Mst. Abida Johar	LHV	19/04/2021		14	6000

24	TDH Lund Khwar	Mr. Muhammad Amin	CT Pharmacy	19/04/2021	28/04/2021	10	4285
25	CD Kas Koroona	Dr.Mehwish Shafi	WMO	03/10/2021	20/03/2021	10	22333
26	TDH Lund Khwar	Dr. Jamshed Khan	MO	29/03/2021	04/07/2021	10	24000
27	TDH Lund Khwar	Dr. Muhammad Asad	MO	04/06/2021	20/04/2021	14	33600
28	BHU Babuzai	Mr. Najim Shah	MT	27/01/2021		40	17140
29	BHU Shamoza	Mst. Alkeen Begum	LHW	13/01/2021		45	15000
30	TDH Katlang	Mr. Azmat Khan	CT surgical	18/01/2021	26/02/2021	40	17140
31	-	Dr. Lubna	WMO	22/01/2021	02/05/2021	15	33500
32	RHC Manga	Dr. Zainab Shah	Dental Surgeon	16/09/2020		45	115,500
33	RHC Palo Dheri	Dr. Kalsoom Raza	WMO	27/08/2020		45	115,500
34	BHU Jamra	Dr. Saima Qayyum	WMO	22/06/2021	07/06/2021	14	19,600
35	BHU Jamra	Dr. Saima Qayyum	WMO	28/02/2021		10	14,000
36	BHU Baghicha Dheri	Dr. Sundas Gul	WMO	08/10/2020		90	216,000
37	CD Par Hoti	Mr. Raza Khan	CT Pharmacy	08/10/2020	18/09/2020	40	17,140
38	CD Kas Koroona	Mst. Farida Shah	Chief PHC Tech	26/09/2020		30	15,000
39	THQ Takht Bhai	Dr. Shahzadi Lubna Khan	WMO	07/01/2020		120	248,000
40	RHC Bakhshali	Dr. Misal Khan	WMO	13/09/2020		14	35,933
41	BHU Mayar	Mr. Hanif	MT	21/09/2020		14	6,000
42	BHU Charbanda	Mr. Miraj ud Din	PHC Tech MP	12/04/2020	17/01/2021	45	15,000
43	THQ Takht Bhai	Mst. Nadia	Charge Nurse	10/08/2020		30	26,100
44	THQ Takht Bhai	Dr.Maimoona Shabir	WMO	09/10/2020		90	186,000
45	RHC Bakhshali	Dr. Hajira Bibi	WMO	28/09/2020		14	35,933
46	TDH Toru	Dr. Shah Rukh Farid	WMO	19/10/2020		15	38,500
47	RHC Manga	Mst. Zuhriya	FMT	27/10/2020		15	40,000
48	TDH Lund Khwar	Mst. Zunaira Khitab	EPI Tech	10/07/2020	20/11/2020	45	19,284
49	TDH Toru	Dr. Muhammad Shuaib Khan	MO	11/10/2020		30	77,000
50	RHC Manga	Mst. Zuhriya	FMT	12/11/2020	01/10/2021	30	12,856
51	TDH Shahbaz Garhi	Dr. Sundus Kazim	Dental Surgeon	28/12/2020	01/11/2021	14	35,933
52	BHU Sheikh Yousaf	Dr. Sumaira Afzal	WMO	02/01/2021		45	100,500

53	TDH Rustam	Dr. Sidra	WMO	28/02/2021	27/03/2021	30	72,000
54	RHC Manga	Dr. Muhammad Asif	Dental Surgeon	26/03/2021	04/08/2021	14	35,933
55	RHC Khazana Dheri	Dr. Muhammad Shahab	MO	10/01/2020		70	179,666
56	RHC Khazana Dheri	Dr. Muhammad Shahab	MO	04/05/2021		20	51,333
57	RHC Manga	Dr. Arfa	Dental Surgeon	30/03/2021	04/12/2021	14	35,933
58	BHU Shamoza	Mr. Muhammad Islam	Malaria Supervisor	04/07/2021	16/04/2021	10	6,000
59	RHC Manga	Dr. Mustabshira	WMO	04/08/2021	21/04/2021	14	35,933
60	RHC Gumbat	Mr. Rooh Ullah	EPI Tech	15/04/2021		14	6,000
61	BHU Jamal Garhi	Mr. Najmul Ghani,	PHC Tech MP	15/04/2021		14	6,000
62	RHC Manga	Dr. Shams Ur Rahman	MO	26/04/2021		14	35,933
63	TDH Shahbaz Garhi	Dr. Salman Said	MO	11/08/2020		30	77,000
64	TDH Toru	Dr. Hina Javed	MO	18/08/2020		90	231,000
65	BHU Shamoza	Hajira	LHV	03/06/2021		90	3,000
66	CD Kaudari	Dr. Imran	MO CD	02/01/2021		18	49,500
<b>Total</b>							<b>3,069,619</b>

**Annexure-5**

**Para No. 2.5.1.3**

**Detail showing non-deduction of CA, HRA & 5% maintenance charges**

S.No	Name of Allottee with designation	Designation	Centre	Conveyance (Rs)	HRA (Rs)	Basic Pay (Rs)	5% Maintenance (Rs)	Total (Rs)
1	Dr Afshan Ali WMO	MO	THQ Takht Bhai	0	0	46470	2323.5	2323.5
2	Dr Fayyaz MO	MO	THQ Takht Bhai	0	0	39570	1978.5	1978.5
3	Dr Ali Dental Surgeon	DS	THQ Takht Bhai	0	0	32670	1633.5	1633.5
4	Dr Muhammad Zahir Shah	PMO	THQ Takht Bhai	0	0	86600	4330	4330
5	Dr Qayum khan	MO	THQ Takht Bhai	0	0	84270	4213.5	4213.5
6	Dr Mumtaz Ali	PMO	THQ Takht Bhai	0	0	86600	4330	4330
7	Dr Fazli Ghafoor	MO	THQ Takht Bhai	0	0	72790	3639.5	3639.5
8	Dr Faheem BHU Kot	MO	THQ Takht Bhai	0	0	34110	1705.5	1705.5
9	Mumtaz Ali Male Nurse	MN	THQ Takht Bhai	0	0	34110	1705.5	1705.5
10	Halima Bibi Nurse	CN	THQ Takht Bhai	0	0	26510	1325.5	1325.5
11	Dr Ameen ul Haq MO	MO	THQ Takht Bhai	0	0	39570	1978.5	1978.5
12	Dr Asima Rehman WMO	MO	THQ Takht Bhai	0	0	30370	1518.5	1518.5
13	Fida Hussain Class-iv	Wo	THQ Takht Bhai	0	0	12730	636.5	636.5
14	Rahim dad Class-iv	Wo	THQ Takht Bhai	1785	1413	12730	636.5	3834.5
15	Zafar Ali Carpenter	carpenter	THQ Takht Bhai	0	0	15870	793.5	793.5
16	Zafar Ali class iv	Wo	THQ Takht Bhai	0	0	13420	671	671
17	Dr Jamila Qayum WMO	MO	THQ Takht Bhai	5000	4433	39570	1978.5	11411.5
18	Dr Khawar Kamran MO	MO	THQ Takht Bhai	5000	4433	44170	2208.5	11641.5
19	Ambar shah Classiv	WA	THQ Takht Bhai	0	0	12980	649	649
20	Asad Ali Shah Class Iv	WA	THQ Takht Bhai	0	0	13420	671	671
21	Bahrudin Class iv	MALI	THQ Takht Bhai	0	0	13120	656	656
22	Samina Dai	DAI	THQ Takht Bhai	0	0	15180	759	759
23	Shahana afsheen Sur/Tech	SUR TECH	THQ Takht Bhai	0	0	19080	954	954
24	Noor Mahal Dai	DAI	THQ Takht	1932	1503	1776	888	4323

			Bhai			0		
25	Janwari Dai	DAI	THQ Takht Bhai	1785	1458	1342 0	671	3914
26	G B Jana Dai	DAI	THQ Takht Bhai	0	0	1776 0	888	888
27	Abdur Razzaq W/A	WA	THQ Takht Bhai	0	0	1776 0	888	888
28	Vacant		THQ Takht Bhai	0	0	0	0	0
29	Vacant		THQ Takht Bhai	0	0	0	0	0
30	Ali Gohar RHC Shergar	CLASS IV	THQ Takht Bhai	0	0	2206 0	1103	1103
31	Vacant		THQ Takht Bhai	0	0	0	0	0
32	Shah Fahad Class iv	WA	THQ Takht Bhai	1785	1458	1342 0	671	3914
33	Saeed Gul Class iv	WA	THQ Takht Bhai	1785	1458	1342 0	671	3914
34	Sher Gul Dental Tech	DENTAL TECH	THQ Takht Bhai	0	0	1776 0	888	888
35	Burhan uddin dental Tech	DENTAL TECH	THQ Takht Bhai	0	0	1908 0	954	954
36	Tauseef Technician	MT	THQ Takht Bhai	0	0	5083 0	2541.5	2541.5
37	Shamim Akhtar Nurse	CN	THQ Takht Bhai	0	0	3156 0	1578	1578
38	Nagina Yasmin Epi Tech	EPI TECH	THQ Takht Bhai	0	0	2100 0	1050	1050
39	Aman MT	MT	THQ Takht Bhai	0	0	4212 0	2106	2106
40	Shamshad Khan Pharmacy	PHARMAC Y	THQ Takht Bhai	0	0	4212 0	2106	2106
41	Abida Begum LHV	LHV	THQ Takht Bhai	0	0	4019 0	2009.5	2009.5
42	Naila Nargas Nurse	CN	THQ Takht Bhai	0	0	5235 0	2617.5	2617.5
43	Shams Bibi Nurse	CN	THQ Takht Bhai	0	0	2100 0	1050	1050
44	Rowaid ullah Pathaology	PATH	THQ Takht Bhai	0	0	3558 0	1779	1779
45	Saeed Ur Rehman Pharmacy Tech	PHARMAC Y	THQ Takht Bhai	0	0	2676 0	1338	1338
46	Asmat ullah Technician	MT	THQ Takht Bhai	0	0	1620 0	810	810
47	Aneesa Sultan Epi Tech	EPI TECH	THQ Takht Bhai	0	0	1716 0	858	858
48	Zarshad MT	MT	THQ Takht Bhai	0	0	4877 0	2438.5	2438.5
49	Dr Jamshed khan MO	MO	THQ Takht Bhai	0	0	3957 0	1978.5	1978.5
50	Dr Iqbal Sarwar	MO	TDH Lund Khwar	0	0	3957 0	1978.5	1978.5
51	Dr Khushnoma	MO	TDH Lund Khwar	0	0	3957 0	1978.5	1978.5
52	Dr M Kamran (MO)	MO	TDH Lund Khwar	5000	4433	3957 0	1978.5	11411.5



53	Dr Maryam Amir (BPS-18)	MO	TDH Lund Khwar	0	0	3337 0	1668.5	1668.5
54	Dr Ansar	MO	TDH Lund Khwar	5000	4433	3037 0	1518.5	10951.5
55	Dr Sara Basheer	MO	TDH Lund Khwar	0	0	3037 0	1518.5	1518.5
56	Dr Suliman	MO	TDH Lund Khwar	0	4433	3957 0	1978.5	6411.5
57	Dr Sajid Ali (MO)	MO	RHC Sher Garh	0	0	3037 0	1518.5	1518.5
58	Dr Maimoona (SWMO)	MO	RHC Sher Garh	0	0	6418 0	3209	3209
59	Dr. Muzda WMO	MO	TDH Shahbaz Gara	0	0	3835 0	1917.5	1917.5
60	Dr. Sakina WMO	MO	TDH Shahbaz Gara	0	0	3037 0	1518.5	1518.5
61	Dr. Salman MO	MO	TDH Shahbaz Gara	0	0	3037 0	1518.5	1518.5
62	Dr.Sadia Rashid	MO	TDH Shahbaz Gara	0	0	5270 0	2635	2635
63	Dr.Sadaf	MO	TDH Shahbaz Gara	5000	4433	3957 0	1978.5	11411.5
64	Dr. Nasrullah (MO)(Nursing Hostel)	MO	TDH Shahbaz Gara	5000	4433	3957 0	1978.5	11411.5
65	Dr. Shafiq (MO)(Nursing Hostel)	MO	TDH Shahbaz Gara	5000	4433	3957 0	1978.5	11411.5
66	Dr.Zia Ur Rahman (MO)(Nursing Hostel)	MO	TDH Shahbaz Gara	0	0	3957 0	1978.5	1978.5
67	Dr. Ahsan (MO)(Nursing Hostel)	MO	TDH Shahbaz Gara	5000	4433	4187 0	2093.5	11526.5
68	Dr. Nasir(Nursing Hostel)	MO	TDH Shahbaz Gara	5000	4433	3037 0	1518.5	10951.5
69	Nadia (Charge Nurse)(Nursing Hostel)	MO	TDH Shahbaz Gara	5000	2727	2651 0	1325.5	9052.5
70	Anamul Haq	MO	TDH Katlang	0	0	4187 0	2093.5	2093.5
71	Mujeeb <b>Pay stoped</b>	MO	TDH Katlang	0	0	0	0	0
72	Samia	WMO	TDH Katlang	5000	4433	3727 0	1863.5	11296.5
73	Anila	WMO	TDH Katlang	5000	4433	3037 0	1518.5	10951.5
74	Luqman	MO	TDH Katlang	5000	4433	3957 0	1978.5	11411.5
75	Fahim	MO	TDH Katlang	5000	4433	3957 0	1978.5	11411.5
76	Nadia Rashid	Gynecologis t	TDH Katlang	0	0	6137 0	3068.5	3068.5
77	Farog Jamal	MO	TDH Katlang	0	0	3957 0	1978.5	1978.5
78	Sami Ur Rehman	CT Pharmacy	TDH Katlang	0	0	2292 0	1146	1146

79	Raz Muhammad	Ct Cardiology	TDH Katlang	0	0	2222 0	1111	1111
80	Shaukat	CT Anestezia	TDH Katlang	0	0	2772 0	1386	1386
81	Sabiha	Charge Nusre	TDH Katlang	5000	2727	3715 0	1857.5	9584.5
82	Noorul Islam	CT pathology	TDH Katlang	0	0	2004 0	1002	1002
83	Kulsoom	Charge Nusre	TDH Katlang	0	0	3715 0	1857.5	1857.5
84	Jabeen	Charge Nusre	TDH Katlang	0	0	4019 0	2009.5	2009.5
85	Samina Azra	Charge Nusre	TDH Katlang	0	0	3867 0	1933.5	1933.5
86	Samina Bibi	Charge Nusre	TDH Katlang	0	0	2803 0	1401.5	1401.5
87	Menhaz	LHV	TDH Katlang	0	0	1716 0	858	858
88	Dr Haider shah	Doctor	BHU Ghallah dher	5000	4433	3757 0	1878.5	11311.5
89	Mehnaz bibi	LHV	BHU Ghallah dher	0	0	3060 0	1530	1530
90	Mastri khan	MT	BHU Ghallah dher	0	0	1716 0	858	858
91	Dr owais	Doctor	BHU Bagho	0	0	3957 0	1978.5	1978.5
92	Dr Shazia	Doctor	BHU Chek mardan	0	0	4877 0	2438.5	2438.5
93	Sahib shah	Chowkidar	RHC Mangah	0	0	1496 0	748	748
94	Ulfat Dai	FMT	RHC Mangah	0	0	1386 0	693	693
95	Shehnaz	LHS	RHC Mangah	1932	1589	1587 0	793.5	4314.5
96	Fazl qayyoum	Driver	RHC Mangah	0	0	1510 0	755	755
97	Ijaz	lab attendant	RHC Mangah	0	0	1254 0	627	627
98	Shazia abbas	WMO	RHC Mangah	0	0	4877 0	2438.5	2438.5
99	Hina zohaib	WMO	RHC Mangah	0	0	3957 0	1978.5	1978.5
100	Mustabshira	WMO	RHC Mangah	0	0	3037 0	1518.5	1518.5
101	Abid Ali	MO	RHC Mangah	0	0	3957 0	1978.5	1978.5
102	Qasam	Doctor	TDH Rustam	0	0	3267 0	1633.5	1633.5
103	Aftab	Doctor	TDH Rustam	0	0	3957 0	1978.5	1978.5
104	Sadia	Charge Nusre	TDH Rustam	0	0	2955 0	1477.5	1477.5
105	Shazia abbas	Charge Nusre	TDH Rustam	0	0	2955 0	1477.5	1477.5
106	Saad	Doctor	TDH Rustam	0	0	4877 0	2438.5	2438.5
107	Nazia	D/Surgeon	TDH Rustam	5000	4433	3957 0	1978.5	11411.5

108	Shahabudin	Imam	TDH Rustam	0	0	2016 0	1008	1008
109	Ashraf	Mali	TDH Rustam	0	0	2266 0	1133	1133
110	Zilli huma	Anesthesia tech	TDH Rustam	0	0	1524 0	762	762
111	Nisar	W/S	TDH Rustam	0	0	2076 0	1038	1038
112	Memona	C/N	TDH Rustam	0	0	4019 0	2009.5	2009.5
113	Razi malak	W/S	TDH Rustam	1785	1458	1386 0	693	3936
114	Kauser	CN	TDH Rustam	5000	2727	3411 0	1705.5	9432.5
115	Safia	CN	TDH Rustam	0	0	4019 0	2009.5	2009.5
116	Huma	CN	TDH Rustam	5000	2727	2651 0	1325.5	9052.5
117	Zawaz	W/S	TDH Rustam	0	0	2076 0	1038	1038
<b>Total Monthly</b>				<b>107,789</b>	<b>92,173</b>	<b>0</b>	<b>183,928</b>	<b>383,890</b>
<b>Total Yearly</b>				<b>1,293,468</b>	<b>1,106,076</b>	<b>0</b>	<b>2,207,136</b>	<b>4,606,680</b>

**Annexure-6**

**Para No.2.5.2.1**

**Detail showing unverified expenditure on account of land acquisition**

<b>S. No.</b>	<b>Name of Tehsil</b>	<b>Mauza</b>	<b>Acquiring Department</b>	<b>Project</b>	<b>Award No.</b>	<b>Paid to Tehsidlars</b>
1	Mardan	Mardan	XEN C&W Highway, Mardan	Charsada Chowk Flyover	317/4	63,324,808
						18,708,526
						11,762,676
2	Takht Bhai	Sari Behlol	TMO, TMA, Mardan	Bus Terminal	318/4	39,090,049
	Katlang	Kohi	PKHA, Pesahwar	Swat Expressway	319/1	3,870,900
	Rustam	Hosai	PKHA, Pesahwar	Swat Expressway	320/4	3,712,354
3	Katlang	Pepal	PKHA, Pesahwar	Swat Expressway	323/4	8,063,672
	Katlang	Qasmi	PKHA, Pesahwar	Swat Expressway	322/4	6,261,750
	Katlang	Sarobi	PKHA, Pesahwar	Swat Expressway	321/4	1,432,900
4	Mardan	Alladad Khel	XEN C&W Highway, Mardan	Babaini road upto Fathma	324/1	4,000,000
						3,359,734
	Takht Bhai	Kotjungara	TMO, TMA Takht Bhai	water reserviour	325/4	188,907
5	Takht Bhai	Sari Behlol	Director Archaeology deptt: Khyber Pkahtunkhwa	Ancient route of Archaeology site	326/4	4,723,653
	Rustam	Palo Dheri	XEN C&W Highway, Mardan	Road spinkay killi to Jabagai	327/4	11,561,477
	Katlang	Bilandai	PKHA, Pesahwar	Swat Expressway	328/4	9,531,698
6	Mardan	Hoti	Secretary BISE, Mardan	Residential Colony BISE, Mardan	329/4	17,754,445
<b>Total</b>						<b>207,347,549</b>

## Annexure-7

## Para No. 2.5.2.4

## Detail showing non-supply of Medicine and non-imposition of penalty thereon

S#	Name of Supplier	Oder No.	Date of Supply order	Gross Amount (Rs)	Penalty 7% (Rs)
1	Zafa Pharma (Pvt.) Ltd. Karachi L-1/B, Block-22 Federal "B" Industrial area 021-36807100/36349226-7	10329/DHO	22-06-2021	424,800	29,736
2	Zafa Pharma (Pvt.) Ltd. Karachi L-1/B, Block-22 Federal "B" Industrial area 021-36807100/36349226-7	10330-33/DHO	22-06-2021	424,800	29,736
3	Zafa Pharma (Pvt.) Ltd. Karachi L-1/B, Block-22 Federal "B" Industrial area 021-36807100/36349226-7	10377-80/DHO	22-06-2021	1,212	85
4	Heal Pharmaceuticals (Pvt.) Ltd W-33. Industrial Estate, Hayatabad, Peshawar 091-5891701-2	10292/DHO	22-06-2021	2,591,850	181,430
5	GlaxoSmithkline Pakistan Limited 35-Dockyard Road, West Wharf Karachi-74000, Pakistan 021-2315478-82	10602-05/DHO	23-06-2021	5,198,400	363,888
6	Hakimsons Impex (Private) Ltd. Hakimsons Building, 19, West Wharf Road Karachi, 74000	10592-95/DHO	23-06-2021	260,400	18,228
7	Hakimsons Impex (Private) Ltd. Hakimsons Building, 19, West Wharf Road Karachi, 74000	10519/DHO	23-06-2021	41,230	2,886
8	Wilshire Laboratories pvt. Ltd 124/1, Industrial Estate, Kot Lakphat, Lahore	Nil	Nil	86,500	6,055
9	Heal Pharmaceuticals (Pvt.) Ltd W-33. Industrial Estate, Hayatabad, Peshawar 091-5891701-2	9608/DHO	14-06-2021	129,268	9,049
10	Geofman Pharmaceuticals factory 20/23,Korangi Industrial Area Karachi,74900, 021-5062185-6	9626/DHO	14-06-2021	219,520	15,366
11	Geofman Pharmaceuticals factory 20/23,Korangi Industrial Area Karachi,74900, 021-5062185-6	9585/DHO	14-06-2021	20,048	1,403
12	Geofman Pharmaceuticals factory 20/23,Korangi Industrial Area Karachi,74900, 021-5062185-6	9591/DHO	14-06-2021	10,032	702
13	Geofman Pharmaceuticals factory 20/23,Korangi Industrial Area Karachi,74900, 021-5062185-6	9620/DHO	14-06-2021	5,583	391
14	MKL Associates Head Office G12, JK Plaza University Town Peshawar 091-5510071	9474-80/DHO/M	06/04/2021	1,399,890	97,992
15	MKL Associates Head Office G12, JK Plaza University Town Peshawar 091-5510071	9353-57/DHP/M	06/10/2021	449,956	31,497

16	Karim Industries Imam Din, Medicines Market 2nd Floor, Room No.12 O/S Lahori Gate, Lahore	10561/DHO	23-06-2021	127,550	8,929
17	Benson Pharmaceutical Plot#3, Main Road National Industrial Zone, RCCI Rawat, Rawalpindi 051-4499258-59	10432-35/DHO	22-06-2021	214,400	15,008
18	Reckitt Benckiser Karachi 3rd Floor, Tenancy 04 & 05, Corporate Office Block Dolmen city, HC-3 Block 4, Schme5 Clifton Karachi-75600 021-111232323	10342-45/DHO	22-06-2021	241,000	16,870
19	Getz Pharma Manufacturer Karachi, Plot No.29-30 Sector 27, Korangi Industrial Area Karachi 03417721453	10607-10	23-06-2021	6,550	459
20	Getz Pharma Manufacturer Karachi, Plot No.29-30 Sector 27, Korangi Industrial Area Karachi 03417721453	10547-50	23-06-2021	1,277,080	89,396
21	Hospital Services and Sales Karachi 13-C Block-6 PECHS Shahrah Faisal Karachi 021-34521629	10557-60/DHO	23-06-2021	110,000	7,700
22	Macter International Limited Karachi F-216 S.I.T.E Karachi 75700 021-32591000	10347-50/DHO	22-06-2021	1,100,000	77,000
23	Paktex Industries Kamoke 2.5 Kilometer Tatlay road Kamoke 055-6811913	10367-70/DHO	22-06-2021	33,100	2,317
24	Arsons Pharmaceuticals Industries Lahore, 2.5KM Defence road Multan road Lahore 042-30491-2	1020-23	22-06-2021	160,000	11,200
25	Frontier Dextrose Limited Haripur 12-Baqir Lane, Canal View Society Canal Bank, Lahore 091-2216320	10361/DHO	22-06-2021	65,303	4,571
26	Frontier Dextrose Limited Haripur 12-Baqir Lane, Canal View Society Canal Bank, Lahore 091-2216320	10362-65/DHO	22-06-2021	65,303	4,571
27	ICI Pakistan Limited Islamabad ICI House, 5 West Wharf Karachi	10392-95/DHO	22-06-2021	91,200	6,384
28	ICI Pakistan Limited Islamabad ICI House, 5 West Wharf Karachi	10437-40/DHO	22-06-2021	6,780	475
29	Hashir Surgical Services Peshawar Office#5 Second Floor, syed's Tower, University road Peshawar 091-5844565	10500-503/DHO	23-06-2021	796,000	55,720
30	Hashir Surgical Services Peshawar Office#5 Second Floor, syed's Tower, University road Peshawar 091-5844565	10551/DHO	23-06-2021	54,755	3,833
31	Unisa Pharma Pvt. Ltd Nowshera Main GT road Adamzai Akora Khattat Nowshera 0923-510135-36	10597-600/DHO	23-06-2021	258,870	18,121
32	Geofman Pharmaceuticals factory 20/23, Korangi Industrial Area Karachi, 74900, 021-5062185-6	10515-18/DHO	23-06-2021	562,500	39,375
33	Geofman Pharmaceuticals factory 20/23, Korangi Industrial Area Karachi, 74900, 021-5062185-6	10401/DHO	22-06-2021	162,150	11,351

34	Geofman Pharmaceuticals factory 20/23, Korangi Industrial Area Karachi, 74900, 021-5062185-6	10402-05/DHO	22-06-2021	162,150	11,351
35	Basch Pharma Karachi Plot# 209, Sector 23, Korangi Industrial Area Karachi 021-34325272-3	10422-25/DHO	22-06-2021	352,500	24,675
36	Glaxo Smithkline Pakistan Limited 35-Dockyard Road, West Wharf Karachi-74000, Pakistan 021- 2315478-82	10357-60/DHO	22-06-2021	16,800	1,176
37	Astellas Pharmaceuticals Pvt. Ltd 15- C Industrial Estate Hayat Abad Peshawar 091-5891507-08	9637/DHO	14-06-2021	34,463	2,412
<b>Total DHO Mardan</b>				<b>17,472,104</b>	<b>1,223,047</b>
Total THQ Takht Bhai (supplied from Unisa Pvt Nowshera)				602,640	42,185
<b>Grad Total</b>				<b>18,074,744</b>	<b>1,265,232</b>

**Annexure-8**

**Para No. 2.5.4.6**

**Detail showing short deduction of income tax on purchase of medicine**

S#	Name of Supplier	Total amount of medicine (Rs)	I. Tax deductible (Rs)	Income Tax deducted (Rs)	short deduction of income tax (Rs)
1	Al Hafiz Traders Mardan	98,600	3,944	986	2,958
2	Amsons Vaccines and Pharma Pvt. Ltd Islamabad, 154, Industrial Triangle, Kahuta road Islamabad 051-4491492-3	148,722	5,948.88	1,487	4,462
3	Arsons Pharmaceuticals Industries Lahore, 2.5KM Defence Road Multan road Lahore 042- 30491-2	320,000	12,800.00	3,200	9,600
4	Asian Continental Karachi Manager Distribution D-133 Tipu sultan Road KDA Scheme-1 Karachi 021-34314311-3	31,000	1,240	310	930
5	Astellas Pharmaceuticals Pvt. Ltd 15-C Industrial Estate Hayat Abad Peshawar 091-5891507-08	1,033,875	41,355	10,339	31,016
6	Benson Pharmaceutical Plot#3, Main Road National Industrial Zone,RCCI Rawat, Rawalpindi 051-4499258-59	428,800	17,152	4,288	12,864
7	Bosch Pharma Karachi, Plot#209, Sector 23, Korangi Industrial area Karachi.021-34325272-3	1,057,500	42,300	10,575	31,725
8	Essity Pakistan Ltd. Karachi A/69, S.I.T.E Mangophir road , P.o Box No.3659 Karachi,75700 Ph.021-32561176	39,000	1,560	390	1,170
9	Fozan Pharmaceutical industries Pvt. Ltd. Peshawar 36-A Industrial Estate Hayatabad Peshawar 091-5822236	50,000	2,000	500	1,500
10	Frontier Dextrose Limited Haripur 12-Baqir Lane, Canal View Society Canal Bank, Lahore 091-2216320	1,287,670	51,506.81	12,877	38,630
11	FYNK Pharmaceuticals Shiekhupura, 191cm GT Road Kala Shahkaku Tehsil Ferozwala, Shiekhupura 042-4398138	720,255	28,810.20	7,203	21,608
12	Geofman Pharmaceuticals factory 20/23, Korangi Industrial Area Karachi,74900, 021-5062185-6	162,150	6,486	1,622	4,865
13	Getz Pharma Manufacturer Karachi, Plot No.29- 30 Sector 27, Korangi Industrial Area Karachi 03417721453	3,858,130	154,325.20	38,581	115,744
14	GlaxoSmithkline Pakistan Limited 35-Dockyard Road, West Wharf Karachi-74000, Pakistan 021- 2315478-82	10,413,600	416,544	104,136	312,408
15	Hakimsons impex Pvt. Ltd. Karachi Hakimsons building, 19 west road P.O Box no.5580 Karachi 74000 021-32314765-66	410,130	16,405.20	4,101	12,304
16	Hashir Surgical Services Peshawar Office#5 Second Floor, syed's Tower, University Road Peshawar 091-5844565	1,885,855	75,434.20	18,859	56,576
17	Heal Pharmaceuticals (Pvt.) Ltd W-33. Industrial Estate, Hayatabad, Peshawar 091-5891701-2	6,216,518	248,660.72	62,165	186,496
18	ICI Pakistan Limited Islamabad ICI House, 5 West Wharf Karachi	280,380	11,215.20	2,804	8,411



19	M/S Mega Pharmaceuticals Ltd.	67,500	2,700	675	2,025
20	M/S Wilshire Labs Lahore	124,750	4,990	1,248	3,743
21	Macter International Limited Karachi F-216 S.I.T.E Karachi 75700 021-32591000	3,300,000	132,000	33,000	99,000
22	Nabiqasim Industries Pvt. Ltd. Karachi, 17/24 Korangi Industrial area Korangi Karachi, 021- 35061748	48,000	1,920	480	1,440
23	Paktex Industries Kamoke 2.5 Kilometer Tatlay road Kamoke 055-6811913	99,600	3,984	996	2,988
24	Reckitt Benckiser Karachi 3rd Floor, Tenancy 04 & 05, Corporate Office Block Dolmen city, HC-3 Block 4, Schme5 Clifton Karachi-75600 021-111232323	482,000	19,280	4,820	14,460
25	Stanley Pharma Peshawar, 84-B Industrial Estate Hayat Abad Peshawar, 091-5817468-9	6,038,000	241,520	60,380	181,140
26	Unisa Pharma Pvt. Ltd Nowshera Main GT road Adamzai Akora Khattat Nowshera 0923-510135- 36	517,740	20,710	5,177	15,532
27	Unisa Pharma Pvt. Ltd Nowshera Main GT road Adamzai Akora Khattat Nowshera 0923-510135- 36	154,200	6,168	1,542	4,626
28	Unisa Pharma Pvt. Ltd Nowshera Main GT road Adamzai Akora Khattat Nowshera 0923-510135- 36	104,670	4,187	1,047	3,140
29	Unisa Pharma Pvt. Ltd Nowshera Main GT road Adamzai Akora Khattat Nowshera 0923-510135- 36	202,702	8,108	2,027	6,081
30	Zaman Enterprises mardan	9,600	384	96	288
31	Sudais Associate Peshawar	49,300	1,972	493	1,479
32	Sudais Associate Peshawar	49,300	1,972	493	1,479
33	Vikor Healthcare Pvt. Karachi, Head office 22-A S.I.T.E Karachi 021-32586401	14,000	560	140	420
34	Zafa Pharma (Pvt.) Ltd. Karachi L-1/B, Block- 22 Federal "B" Industrial area 021- 36807100/36349226-7	1,387,544	55,501.76	13,875	41,626
35	Hospital Services and Sales Karachi 13-C Block- 6 PECHS Shahrah Faisal Karachi 021-34521629	110,000	4,400	1,100	3,300
36	Hospital Services and Sales Karachi 13-C Block- 6 PECHS Shahrah Faisal Karachi 021-34521629	3,300,000	132,000	33,000	99,000
37	Karim Industries Imam Din, Medicines Market 2nd Floor, Room No.12 O/S Lahori Gate, Lahore	127,550	5,102	1,276	3,827
38	MKL Associates Head Office G12, JK Plaza University Town Peshawar 091-5510071	1,849,846	73,993.84	18,498	55,495
39	Wilshire Laboratories pvt. Ltd 124/1, Industrial Estate, Kot Lakphat, Lahore	86,500	3,460	865	2,595
40	Medicare Pharmacy Gujar Ghari Mardan	48,500	1,940	485	1,455

41	BHU Rustam (From all supplies)	1,849,300	73,972	18,493	55,479
42	CDs Rustam (From all supplies)	249960	9,998	2,500	8,749
43	TDH Rustam (From all supplies)	1400575	56,023	14,006	49,020
44	RHC Palo (From all supplies)	489795	19,592	4,898	17,143
45	TDH Shahbazgare (From all supplies)	1230136	49,205	12,301	43,055
46	MS Takhtbhai (From all supplies)	1999378	79,975	19,994	69,978
47	TDH Katlang (From all supplies)	500000	20,000	5,000	17,500
48	Tehsil Mardan (From all supplies)	50099056	2,003,962	500,991	1,502,972
<b>Total</b>		<b>54,332,631</b>	<b>2,173,305</b>	<b>543,327</b>	<b>1,659,329</b>

**Annexure-9****Para No. 2.5.4.7****Detail showing non reimbursement of public money**

<b>S#</b>	<b>Dealer</b>	<b>Amount (Rs)</b>
1	M/S Ipram International	29427
2	M/S Unisa Pvt. Ltd Akora Khattak	33250
3	M/S Sami Pharmaceutical Pvt. Ltd	1071850
4	M/S Sami Pharmaceutical Pvt. Ltd	584581
5	M/S Sami Pharmaceutical Pvt. Ltd	375898
6	M/S Sami Pharmaceutical Pvt. Ltd	20418
7	M/S Sami Pharmaceutical Pvt. Ltd	125569
8	M/S Sami Pharmaceutical Pvt. Ltd	126083
9	M/S Sami Pharmaceutical Pvt. Ltd	67543
10	M/S Searle Company Ltd. Karachi	114766
11	M/S Searle Company Ltd. Karachi	122755
12	M/S Searle Company Ltd. Karachi	13884
13	M/S Getz Pharama Ltd. Karachi	12300
14	M/S Getz Pharama Ltd. Karachi	12300
15	M/S Glaxo Smithkline Pharma Pvt. Ltd Karachi	186554
16	M/S Brooks Pharma Ltd. Karachi	172018
17	M/S BSN Medical Pvt. Ltd Karachi	183346
18	M/S Astellas Pharmaceuticals Pvt. Ltd Peshawar	215841
19	M/S All Med Pvt. Ltd Lahore	6245
<b>Total pertaining to medicine</b>		<b>3,474,628</b>
<b>Total pertaining to EPI</b>		<b>2,000,000</b>
<b>Grand Total</b>		<b>5,474,628</b>

**Annexure-10****Para No. 2.5.4.8****Detail showing short deposits of Health Receipts**

<b>S. No</b>	<b>Center</b>	<b>Receipts deposited by Facilities (Rs)</b>	<b>Receipts deposited by DHO (Rs)</b>	<b>Short deposits (Rs)</b>
1	Lab TDH Shahbazgara	217,707	210,152	7,555
2	X-Ray TDH Shahbazgara	51,823	50,800	1,023
3	Ultrasound TDH Katlang	1,141,504	835,689	305,815
4	ECG TDH Katlang	35,055	25,660	9,395
5	Lab TDH Katlang	1,986,129	1,454,265	531,864
6	X-Ray TDH Katlang	306,321	267,549	38,772
7	THQ Hospital Takhtbhai	11,885,970	11,705,970	180,000
<b>Total</b>		<b>15,624,509</b>	<b>14,550,085</b>	<b>1,074,424</b>

**Annexure-11**

**Para No. 2.5.4.9**

**Detail showing Illegal retention of cash and non-depositing of health receipts**

<b>S. No</b>	<b>Center</b>	<b>Receipts not deposited (Rs)</b>
1	THQ Hospital Takht Bhai	909,260
2	TDH Katlang	423,555
3	Lab TDH Shahbazgara	7,555
4	X-Ray TDH Shahbazgara	1,023
5	Ultrasound TDH Katlang	305,815
6	ECG TDH Katlang	9,395
7	Lab TDH Katlang	531,864
8	X-Ray TDH Katlang	38,772
9	Tehsil Mardan	774,726
<b>Total</b>		<b>3,001,965</b>

**Annexure-12**

**Para No. 2.5.5.1**

**Illegal expenditure on account of POL and repair on condemned vehicles**

<b>S. No</b>	<b>Vehicle No.</b>	<b>Allotted to</b>	<b>Status of vehicle</b>	<b>POL (Rs)</b>	<b>Repair (Rs)</b>	<b>Total ((Rs)</b>
1	1419	AAC-V	Condemned	314,534	4,940	319,474
2	1427	AAC-VII	Condemned	346,979	279,965	626,944
3	1431	AAC-VI	Condemned	355,912	311,555	667,467
4	1544	AO	Condemned	111,535	87,530	199,065
5	1437	AAC REV	Condemned	319,228	110,707	429,935
<b>Total</b>				<b>1,448,188</b>	<b>794,697</b>	<b>2,242,885</b>

**Annexure-13**

**Para No. 2.5.5.2**

**Detail showing non-reconciliation of expenditure**

<b>S. No</b>	<b>Head</b>	<b>Amount (Rs)</b>
1	Admin	312,516,741
2	Malaria	28,123,903
3	EPI	67,216,896
4	DFS	19,016,543
5	MCH	2,521,700
6	TBC	5,021,700
7	Dispensary	221,743
8	BHU	228,500
9	RHC	474,617
10	Hospital	944,631
<b>Total</b>		<b>436,286,974</b>

**Annexure-14****Para No. 3.5.1.1****Detail of profit credited by bank on placement of public funds**

<b>Bank account No.</b>	<b>Purpose of account</b>	<b>Date of profit/month</b>	<b>Amount (Rs)</b>
3311023439 - NBP Shamsi Road Mardan	Security Account	13.07.2020	193,363
		12.08.2020	120,000
		11.09.2020	158,595
		10.10.2020	110,676
		06.11.2020	138,540
		10.12.2020	146,035
		09.01.2021	162,419
		06.02.2021	145,763
		06.03.2021	134,560
		10.04.2021	141,517
		11.05.2021	120,892
		05.06.2021	115,881
<b>Total</b>			<b>1,688,241</b>



**Annexure-15**

**Para No. 3.5.2.1**

**Detail showing 2% penalty from the contractors**

<b>S #</b>	<b>Name of Contract</b>	<b>Month</b>	<b>amount of installment</b>	<b>Due date</b>	<b>date of deposit</b>	<b>2% penalty up to 10 days</b>
1	Sign Boards	Jul-2020	2,250,374	31.7.2020	04.09.2020 & 23.09.2020	450000
		Aug-20	2,250,374	31.8.2019	02,05,21/10/2020	450000
		Sep-20	2,250,374	30.9.2019	28/10/2020, 9/11/2020 & 04/12/2020	450000
			<b>Total</b>			<b>1350000</b>
3	Cattle fair Bakhshali	Jul-20	260,000	31.7.2020	7.8.2020	36,000
		Aug-20	260,000	31.8.2020	04.9.2020	20,800
		Sep-20	260,000	30.9.2020	7.10.2020 & 19.10.2020	36000
		Oct-20	260,000	31.10.2020	9.11.2020 & 12.11.2020	52000
		Nov-20	260,000	30.11.2020	10.12.2019 & 30.12.2020	52000
		Dec-20	260,000	31.12.2020	7.1.2021 & 20.1.2021	37000
		Jan-21	260,000	30.1.2021	04.2.2020 & 19,24/2/2021	28000
		Feb-21	260,000	28.2.2021	05.3.2020 & 8.4.2021	32000
		Mar-21	260,000	16.8.2021	Rs 110000 deposited	52000
		Apr-21	156808	30.4.2021	Not deposited	31200
			<b>Total</b>			<b>377,000</b>
4	Cattle fair Toru	Mar-21	130000	31.3.2021	8.4.2021	20800
		Apr-21	130000	30.4.2021	16.6.2019	26000
		May 21	130000	30.5.2021	Not deposited	26000
			<b>Total</b>			<b>72800</b>
8	Qinchi Annual License fee	Jul-20	524334	31.7.2020	18.8.2019	104887
		Aug-20	524334	31.8.2020	31.8.2020	0
		Sep-20	173000	30.9.2020	26.10.2019	34600
			<b>Total</b>			<b>139,487</b>

9	Cycle Mela	Nov-20	162000	30.11.2020	8.12.2020	25920
		Dec-20	162000	31.12.2020	8.1.2021	25920
		Jan-21	162000	31.1.2021	8.2.2021	25920
		Feb-21	162000	28.2.2021	10.3.2021	32200
		Mar-21	162000	31.3.2021	9.4.2021	29100
		Apr-21	162000	30.4.2021	14.6.2021	32200
			<b>Total</b>			171,260
				<b>Grand Total</b>		<b>2,110,547</b>

**Annexure-16**

**Para No. 3.5.2.4**

**Detail showing non-imposition of 10% penalty**

#	Scheme name	completion date as work order	Actual completion date	Estimated Cost	10% Penalty
1	construction of drain Ashrafuddin kaly etc Shamilat UC Jalala	13.04.2021	Not completed till 6/2021	5,000,00 0	500,00 0
2	Pavement of street, drain etc. Itehad Colony UC	13.04.2021	Not completed till 6/2021	5,000,00 0	500,00 0
3	Pavement of street, drain etc. Aleem Kalay UC Shergarh	13.04.2021	Not completed till 6/2021	5,000,00 0	500,00 0
4	Pavement of street, drain etc. Sanga UC Pirsaddi	13.04.2021	Not completed till 6/2021	5,000,00 0	500,00 0
5	Pavement of street, drain etc. Jewar UC Makori	13.04.2021	Not completed till 6/2021	5,000,00 0	500,00 0
6	Pavement of street, drain etc. Sheno Malik Kaley UC Hatyan	13.04.2021	Not completed till 6/2021	5,000,00 0	500,00 0
7	Pavement of street, drain etc. Fazal Abad UC Madey Baba	13.04.2021	Not completed till 6/2021	5,000,00 0	500,00 0
8	Pavement of street, drain etc. Amir gulab Aleem Kalay UC Shergarh	13.04.2021	Not completed till 6/2021	5,000,00 0	500,00 0
9	Construction of drain at Lund Khawar	4/8/2020	Not completed till 6/2021	7,000,00 0	700,00 0
	<b>Total</b>				<b>4,700,00</b>

**Annexure-17**  
**Para No. 3.5.2.5**

**Detail showing non-recovery of principal amount from the contractors**

Name of Contract	Month	late paid amount (Rs)	due date	deposit date	Delay in days	Penalty/Day	Penalty @ 2 % (Rs)
Cattle fair Katlag	May 2021	70,000	31.5.2021	2.07.2021	33	2%	46,200
Cattle fair Katlag	May 2021	200,000	31.5.2021	7.07.2021	38	2%	152,000
Cattle fair Katlag	May 2021	60,000	31.5.2021	2.07.2021	33	2%	39,600
Cattle fair Katlag	May 2021	200000	31.5.2021	6.08.2021	67	2%	268,000
Sign Boards	July 2020	100000	31.7.2020	9.9.2020	39	2%	78,000
Sign Boards	July 2020	100000	31.7.2020	9.9.2020	39	2%	78,000
Sign Boards	Aug 2020	50000	31.8.2020	9.2.2021	159	2%	159,000
Sign Boards	Aug 2020	40000	31.8.2020	29.3.2021	209	2%	167,200
Sign Boards	Sep 2020	200000	30.9.2020	1.6.2021	270	2%	1,080,000
<b>Principal amount Cattle fair Katlang was still outstanding</b>							<b>423,000</b>
<b>Total</b>							<b>2,491,000</b>

**Annexure-18****Para No. 3.5.2.7****Detail of penalty on late completion of works**

<b>S.No.</b>	<b>Name of Scheme</b>	<b>E/Cost (Rs)</b>	<b>Due date</b>	<b>completed on</b>	<b>Penalty @10% (Rs)</b>
1	sanitation scheme at at Sarbai, Qasami, Ghazi baba qasami	5,000,000	5.5.2021	in progress	500,000
2	Street pav., constt: of Drains, culverts and retaining wall at UC Katlang 2	2,500,000	7.10.2021	in progress	250,000
3	Instt: of hand pumps/ Tube well boring/ Electric Pumps at Tehsil Katlang	5,000,000	1.8.2021	in progress	500,000
4	Constt: of Drains, culverts and retaining wall at UC shamozai	1,000,000	7.10.2021	in progress	100,000
5	beautification of various Street , Drains at UC Dheri	1,000,000	1.8.2021	in progress	100,000
<b>Total</b>		<b>14,500,000</b>			<b>1,450,000</b>

**Annexure-19**

**Para No. 4.5.1.1**

**Detail showing non-imposition of penalty for non-completion of works**

#	Scheme name	Date of commencement of work	completion date as per work order	Actual completion date	Estimated Cost (Rs)	10% Penalty (Rs)
1	Construction/Rehabilitation of road UC Mohabat Abad	14.03.2018	14.03.2019	Not completed till 6/2021	5,000,000	500,000
2	Construction/Rehabilitation of road UC Ghala Dher	08.06.2019	8/6/2020	Not completed till 11/3/2021	10,000,000	1,000,000
3	Construction/Rehabilitation of road Hamar Adda UC Jehangir Abad	01.01.2019	01.01.2020	Not completed till 6/2021	5,000,000	500,000
4	Construction/Rehabilitation of road UC Ghala Dher	04/12/2017	04/12/2018	Not completed till 6/2021	5,000,000	500,000
5	Construction/Rehabilitation of Primary School road Kot Daulat Zai.	10.3.2017	30.6.2018	Not completed till 6/2021	10,000,000	1,000,000
6	Construction of janazgah Baghicha Dheri	19/7/2017	19/7/2018	Not completed till 6/2021	2,800,000	280,000
<b>Total</b>					<b>37,800,000</b>	<b>3,780,000</b>

**Annexure-20****Para No. 4.5.1.2****Developmental Schemes of VC/NC in PK48**

<b>S/No</b>	<b>Name of VC/NC</b>	<b>Estimated cost (m)</b>	<b>Income Tax @7.5%</b>
1	Kharki 1	1,000,000	75,000
2	Kharki 2	900,000	67,500
3	Mian Essa	400,000	30,000
4	Zareen abad	1,000,000	75,000
5	Shamozi 2	500,000	37,500
6	Sangawo	900,000	67,500
7	Charchoor	300,000	22,500
8	Mian khan	300,000	22,500
9	Qasmi	1,600,000	120,000
10	Kohi Barmol 2	1,200,000	90,000
11	Sarobi	800,000	60,000
12	Taza gram	700,000	52,500
13	Shamozi 1	1,500,000	112,500
14	Babuzai Baratkhel	600,000	45,000
15	Babuzai Abakhel	800,000	60,000
16	Kohi Barmol 1	2,400,000	180,000
17	Alo 1	600,000	45,000
18	Kalo	3,000,000	225,000
19	Kalo Scheme no 2	1,500,000	112,500
20	Alo 2	600,000	45,000
21	Kotki	600,000	45,000
22	Dewan khel	300,000	22,500
23	Shabat khel	1,900,000	142,500
24	Shabat khel	950,000	71,250
25	Shero 1	1,300,000	97,500
26	Shero 2	500,000	37,500
27	Likpani	500,000	37,500

28	Qasami	1,500,000	112,500
29	Kohi Barmol	2,000,000	150,000
30	Kohi Barmol	1,200,000	90,000
31	Kalo	3,000,000	225,000
Developmental Schemes of VC/NC In PK49			
1	Ali	600,000	45,000
2	Bari kab	1,000,000	75,000
3	Bilandi	800,000	60,000
4	Charguli	1,700,000	127,500
5	Jalal daulatzaï	1,100,000	82,500
6	Khair abad	600,000	45,000
7	Kautarpan	500,000	37,500
8	Machi	1,300,000	97,500
9	Nodeh	400,000	30,000
10	Palo deri 1	900,000	67,500
11	Palo deri 2	900,000	67,500
12	Rustam 1	600,000	45,000
13	Rustam 2	600,000	45,000
14	Katlang 1	700,000	52,500
15	Katlang 2	1,200,000	90,000
16	Katlang 3	2,000,000	150,000
17	Katlang 4	1,600,000	120,000
18	Sawal der 1	1,500,000	112,500
19	Sawal der 2	400,000	30,000
20	Taja	1,400,000	105,000
21	Kata hat	1,100,000	82,500
22	Bazar	2,300,000	172,500
23	Rustam 3	3,550,000	266,250
24	surkh deri janazgah	4,000,000	300,000
25	Jamal ghary 1	3,000,000	225,000
26	Cheena	1,500,000	112,500
Developmental Schemes of VC/NC In PK50			
1	Chak mardan 1	460,000	34,500
2	Jungara gujrat	360,000	27,000



3	Gujrat 1	700,000	52,500
4	Gujrat 2	730,000	54,750
5	Shabaz ghari 2	462,000	34,650
6	Bakshali 2	290,000	21,750
7	Garyala 1	820,000	61,500
8	Baghicha deri 2	900,000	67,500
9	Kodinaka	730,000	54,750
10	Bakshali 1	488,000	36,600
11	Fatma 2	790,000	59,250
12	Fatma 1	340,000	25,500
13	Char banda	2,200,000	165,000
Status of Developmental Funds of VC/NCs District Mardan (Saving Amount) PK-51			
1	Chak Hoti	320,000	24,000
2	Garhi Ismailzai 1	519,000	38,925
3	Garhi Ismailzai 2	1,600,000	120,000
4	Mayar 1	661,000	49,575
5	Mayar 2	140,000	10,500
6	Mayar 4	250,000	18,750
7	Mohib Banda 1	1,252,000	93,900
8	Mohib Banda 2	789,000	59,175
9	Chak Shabaz Garhi	1,216,000	91,200
10	Shamat pur 1	200,000	15,000
11	Kot Ismailzai	1,100,000	82,500
12	KotDaulatzai	1,043,000	78,225
13	Cham dheri	828,000	62,100
Status of Developmental Funds of VC/NCs District Mardan (Saving Amount) PK-53			
1	Bagh e Iram 3	1,185,000	88,875
2	Baghdada 1	920,000	69,000
3	Baghdada 2	1,137,000	85,275
4	Dagai 1	492,000	36,900
5	Dagai 2	1,274,000	95,550
6	Bakyana	443,000	33,225

7	Mardan Khas 2	300,000	22,500
8	Khazana Dherai 1	300,000	22,500
9	Shiekh Yusuf 1	696,000	52,200
10	Bicket Ganj 2	1,050,000	78,750
11	Koragh	800,000	60,000
12	Bagh e iram rural	337,000	25,275
13	Khanjar	300,000	22,500
Status of Developmental Funds of VC/NCs District Mardan (Saving Amount) PK-54			
1	Daman e koh 1	418,000	31,350
2	Daman e koh 2	1,293,000	96,975
3	Daman e koh 3	379,000	28,425
4	Gujar Garhi 6	389,000	29,175
5	Pat Baba 1	1,285,000	96,375
6	Pat Baba 2	1,520,000	114,000
7	Pat Baba 3	1,662,000	124,650
8	Saro Shah	489,000	36,675
9	Ferozpur	726,000	54,450
10	Jamra	700,000	52,500
11	Shah Baig	330,000	24,750
12	Narai 2	700,000	52,500
13	Ahmad Abad	800,000	60,000
14	Rahmat Abad	300,000	22,500
Status of Developmental Funds of VC/NCs District Mardan (Saving Amount) PK-55			
1	Jalala 1	2,720,000	204,000
2	Jalala 2	1,100,000	82,500
3	Khan Killi	940,000	70,500
4	Lund Khwarr 1	1,150,000	86,250
5	Lund Khwarr 2	520,000	39,000
6	Lund Khwarr 3	1,950,000	146,250
7	Makori 1	730,000	54,750
8	Makori 3	790,000	59,250

9	Parkho Dherai 1	390,000	29,250
10	Parkho Dherai 2	530,000	39,750
11	Shahbat Khel	1,900,000	142,500
12	Dewan khe	300,000	22,500
13	Pir Saddi 1	1,470,000	110,250
14	Pir Saddi 2	580,000	43,500
15	Qutab Garh	1,570,000	117,750
16	Sher Garh 1	820,000	61,500
17	Sher Garh 2	1,690,000	126,750
18	Sher Garh 3	1,610,000	120,750
19	Takar 1	780,000	58,500
20	Takar 2	480,000	36,000
21	Tor Dher	1,850,000	138,750
22	Fazle Abad	1,880,000	141,000
<b>Status of Developmental Funds of VC/NCs District Mardan (Saving Amount) PK-52</b>			
1	Hoti 1	700,000	52,500
2	Gahla Dher	700,000	52,500
3	Khawo	300,000	22,500
4	Bago Banda	600,000	45,000
5	Toru 1	200,000	15,000
6	Toru 2	800,000	60,000
7	Chak Toru	328,000	24,600
8	Sikandari 1	300,000	22,500
9	Sikandari 2	1,198,000	89,850
10	Sikandari 3	750,000	56,250
11	Rorya 1	300,000	22,500
12	Rorya 2	1,600,000	120,000
13	Rorya 3	700,000	52,500
	<b>Total</b>	<b>143,239,000</b>	<b>10,742,925</b>

**Annexure-21**

**Para No. 5.5.2.7**

**Detail showing non-deduction of penalty**

<b>S. No</b>	<b>Scheme</b>	<b>Est. Cost</b>	<b>Work order Date</b>	<b>Required date of completion</b>	<b>Status/date of completion</b>	<b>10% Penalty (Rs.)</b>
1	Sanitation scheme at UC Baghdada	4,750,000	16.01.20	16.05.20	September 2020	475,000
2	Sanitation scheme at UC Rorya	3,800,000	01.01.20	01.05.20	July 2020	380,000
3	Sanitation scheme at UC dheri Katlang	5,700,000	16.01.20	16.05.20	September 2020	570,000
<b>Total</b>						<b>1,425,000</b>