



**AUDIT REPORT  
ON  
THE ACCOUNTS OF  
DISTRICT GOVERNMENT  
SHANGLA**

**AUDIT YEAR 2013-14**

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**AUDITOR GENERAL OF PAKISTAN**

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## ABBREVIATIONS AND ACRONYMS

AP	Advance Para
ADP	Annual Development Plan
AOM&R	Annual Ordinary Maintenance and Repair
BHUs	Basic Health Units
BOQ	Bill of Quantity
CPWA Code	Central Public Works Account Code
CPWD Code	Central Public Works Department Code
CSR	Composite Schedule of Rate
CTR	Central Treasury Rules
DAC	Departmental Accounts Committee
DAO	District Account Officer
DCO	District Coordination Officer
DG	Director General
DHQ	District Headquarter
DSM	District Support Manager
EDO	Executive District Officer
GFR	General Financial Rules
MB	Measurement Book
MS	Medical Superintendent
PC-I	Planning Commission One
PPHI	President Primary Healthcare Initiative
RDA	Regional Directorate of Audit
TE	Transfer Entry
TS	Technical Sanction
NIT	Notice Inviting Tender
XEN	Executive Engineer
PAC	Public Accounts Committee
DFID	Department for International Development
PTC	Parents Teachers Council
ESR	Education Sector Reforms
EFA	Education for All

## **Preface**

Articles 169 &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, Section-115 of the Khyber Pakhtunkhwa Local Government Ordinance, 2001 (as amended) and Section 168 of Local Government Act 2012 require the Auditor General of Pakistan to conduct audit of the receipts and expenditure of District Fund and Public Account of District Government.

The report is based on audit of the accounts of various offices of District Government, Shangla for the financial year 2012-13. The Director General of Audit, District Governments, Khyber Pakhtunkhwa conducted audit during 2012-13 on test check basis with a view to reporting significant findings to the relevant stakeholders.

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

The observations included in this Report have been finalized in the light of written responses of the Departments. Requests for convening of DAC meeting were made which were not convened till finalization of this report.

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

Islamabad  
Dated:

**(Muhammad Akhtar Buland Rana)**  
**Auditor General of Pakistan**

## **EXECUTIVE SUMMARY**

The Director General District Governments Audit, Khyber Pakhtunkhwa carries out the audit of 25 District Governments. Regional Directorate of Audit (RDA) Swat, on behalf of the DG District Governments Audit, Khyber Pakhtunkhwa carries out the audit of five District Governments namely Swat, Chitral, Dir Upper, Dir Lower and Shangla. This Regional Directorate has a human resource of 10 officers and staff, a total of 3030 mandays. The annual budget amounting to Rs12.550 million was allocated to this office during financial year 2012-13. The office is mandated to conduct regularity (financial attest audit and compliance with authority audit) and performance audit of programmes/ projects.

District Government, Shangla conducts its operations under Khyber Pakhtunkhwa Local Government Ordinance, 2001 (as amended) and Local Government Act 2012. It comprises one Principal Accounting Officer (PAO) covering seven groups of offices i.e. Finance & Planning, Revenue, Works & Services, Education, Health, Community Development and Agriculture. Financial provisions of the Ordinance describe the Government as District Local Fund and Public Account for which Annual Budget Statement is authorized by the District Administrator in the form of budgetary grants as per Government of Khyber Pakhtunkhwa, Local Government and Rural Development Department notification No. SO(E-I)E&AD/9-49/2010 dated 20th February 2010.

Administratively, District Shangla is subdivided into two tehsils namely Alpuri and Puran. District Administration comprises Zilla Nazim/District Administrator and District Coordination Officer.

### **Audit Objectives**

Audit was conducted with the objectives to ensure that:

1. Money shown as expenditure in the accounts was authorized for the purpose for which they were spent.
2. Expenditure incurred was in conformity with the law, rules and regulations framed to regulate the procedure for expending public money.

3. Every item of expenditure was incurred with the approval of the competent authority in the Government for expending the public money.
4. Public money was not wasted.
5. The assessment, collection and allocation of revenue were done in accordance with the law and there was no leakage of revenue which legally should come to Government.

**a. Audit Methodology**

Audit was carried out against the standards of financial governance provided under various provisions of the Khyber Pakhtunkhwa LGO, 2001 (as amended), GFR Vol-I, II, Delegation of Financial Powers and other relevant overriding laws, which govern the propriety of utilization of the financial resources of the District Government in accordance with the regularity framework provided by the relevant laws.

The selection of the audit formations i.e. DDOs was made keeping in view the significance and risk assessment, samples were selected after prioritizing risk areas by determining significance and risk associated with identified key controls. Sample size selected for audit ranged from 10% to 25%.

**b. Expenditure audited**

Total expenditure of the District Government Shangla for the financial year 2012-13, was Rs1,753.983 million covering one PAO and 49 formations. Out of this, Regional Directorate Audit (RDA) Swat audited expenditure of Rs455.369 million which, in terms of percentage, was 26% of auditable expenditure. Five 05 formations were planned in Audit Plan and 100% achievement against the planned activities was made.

**c. Receipts audited**

The receipts of District Shangla for the financial year 2012-13, was Rs9.906 million. Out of this, RDA Swat audited receipts of Rs3.467 million which, in terms of percentage, was 35% of auditable receipts.

**d. Recoveries at the instance of audit**

Recovery of Rs40.125 million was pointed out during the audit. However no recovery was effected till the finalization of this report. All the recoveries pointed out were not in the notice of the executive before audit.

**e. Desk Audit**

The audit year 2012-13 witnessed intensive application of desk audit techniques in RDA. This was facilitated through SAP connectivity, review of permanent files which helped auditors in understanding the systems, procedures, environment, and the audited entity before starting field activity. Desk Audit greatly facilitated in the identification of high risk areas for substantive testing in the field.

**f. Changes in Rules, Practices and Systems**

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

**g. Key audit findings of the report;**

- i. Irregularities/ non compliance of rules Rs172.168 million were noted in 8 cases.<sup>1</sup>
- ii. Internal control weaknesses of Rs46.873 million were noted in 07 cases.<sup>2</sup>

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

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<sup>1</sup> 1.2.1.1, 1.2.1.2, 1.2.1.3, 1.2.1.4, 1.2.1.5, 1.2.1.6, 1.2.1.7, 1.2.1.8,

<sup>2</sup> 1.2.2.1, 1.2.2.2, 1.2.2.3, 1.2.2.4, 1.2.2.5, 1.2.2.6, 1.2.2.7

## **Recommendations**

- i. Disciplinary action need to be taken to stop the practice of violation of the rules and regulations in spending the public money.
- ii. Strenuous efforts need to be made by the departments to recover long outstanding dues on account of water charges.
- iii. Departments need to strengthen internal controls mechanisms to ensure that lapses of the kind reported in this audit report are preempted and fair value for money is obtained from public spending.
- iv. Deduction of taxes on supplies and contracts need to be ensured.
- v. Lapsed deposits need to be timely credited into treasury.



## SUMMARY TABLES & CHARTS

**Table 1: Audit Work Statistics**

**(Rs in million)**

S. No	Description	No.	Budget
1	Total Entities (PAO) in Audit Jurisdiction	01	*1,763.889
2	Total formations in audit jurisdiction	49	1,763.889
3	Total Entities (PAO) Audited	01	#458.836
4	Total formations Audited	05	458.836
5	Audit & Inspection Reports	05	458.836
6	Special Audit Reports	-	-
7	Performance Audit Reports	-	-
8	Other Reports	-	-

\*Included receipt of Rs9.806 million.

#Included receipt of Rs3.467 million.

**Table 2: Audit observations Classified by Categories**

**(Rs in million)**

S. No	Description	Amount Placed under Audit Observation
1	Unsound asset management	18.670-
2	Weak financial management	-
3	Weak Internal controls relating to financial management	128.682
4	Others	71.689
<b>Total</b>		<b>219.041</b>

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

<b>S No</b>	<b>Description</b>	<b>Expenditure on Acquiring Physical Assets (Procurement)</b>	<b>Civil Works</b>	<b>Receipts</b>	<b>Others</b>	<b>Total Current year</b>	<b>Total last year</b>
1	Outlays Audited	5.560	40.234		409.575	458.836	315.831
2	Amount Placed under Audit Observations /Irregularities of Audit	18.670	128.682		71.689	219.041	96.27
3	Recoveries Pointed Out at the instance of Audit					37.743	10.17
4	Recoveries Accepted /Established at the instance of Audit						1.392
5.	Recoveries Realized at the instance of Audit						-

**Table 4: Table of Irregularities pointed out (Rs in million)**

<b>S. No</b>	<b>Description</b>	<b>Amount Placed under Audit Observation</b>
1	Violation of Rules and regulations, principle of propriety and probity in public operation	176.668
2	Reported cases of fraud, embezzlement, thefts and misuse of public resources.	-
3	Accounting Errors (accounting policy departure from NAM <sup>1</sup> , misclassification, over or understatement of account balances) that are significant but are not material enough to result in the qualification of audit opinions on the financial statements.	-
4	Quantification of weaknesses of internal control systems.	4.63
5	Recoveries and overpayment, representing cases of establishment overpayment or misappropriations of public monies	37.743
6	Non-production of record	-
7	Others, including cases of accidents, negligence etc.	-
<b>Total</b>		<b>219.041</b>

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

## CHAPTER 1

### 1.1 District Government Shangla

#### 1.1.1 Introduction

Activities of District Government are managed through offices of District Coordination Officer and Executive District Officers under Khyber Pakhtunkhwa Local Government Ordinance 2001 (LGO 2001). Each group of District Offices consists of an Executive District Officer (EDO). The EDO by means of a standing order distributes the work among the officers, branches, and/or sections of each district office. Following is the list of departments which manages the activities of District Government.

1. District Coordination Officer (DCO)
2. Executive District Officer (Agriculture)
3. Executive District Officer (Community Development)
4. Executive District Officer (Education)
5. Executive District Officer (Finance and Planning)
6. Executive District Officer (Health)
7. Executive District Officer (Revenue)
8. Executive District Officer (Works and Services)

Under Section 29(k) of the Khyber Pakhtunkhwa LGO 2001, Executive District Officer (EDO) act as Departmental Accounting Officer for his respective group of offices and he is responsible to the District Accounts Committee of the Zilla Council. All departments perform functions / activities under provisions of LGO, 2001, Khyber Pakhtunkhwa District Government Rules of Business, 2001 and provisions of Local Government Act 2012.

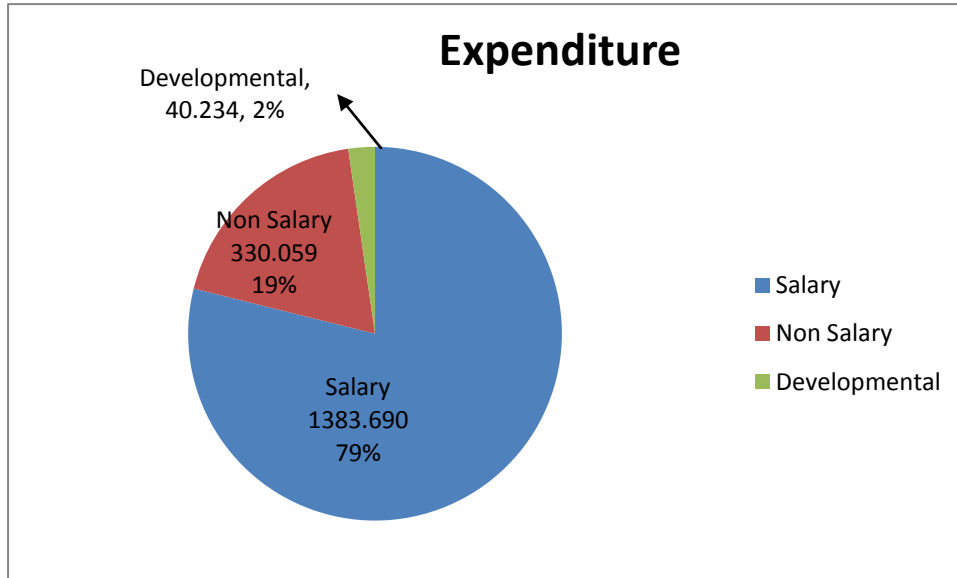
#### 1.1.2 Brief Comments on Budget and Expenditure (Variance Analysis)

(Rs in million)

2012-13	Budget	Expenditure	Saving/Excess	%age saving/excess
Salary	1,386.350	1,383.690	2.66	0.19
Non-salary	344.506	330.058	14.448	4.19
Developmental	54.489	40.234	14.255	26.16
<b>Total</b>	<b>1,785.345</b>	<b>1,753.982</b>	<b>31.363</b>	<b>1.76</b>

A budget of Rs1785.345 million was allocated, against which expenditure of Rs1,753.982 million was incurred by the District Government, Shangla with a saving of Rs31.363 million during 2012-13.

**(Rs in million)**



Detail is given at Annex-B

### 1.1.3 Comments on the status of compliance with ZAC / PAC Directives

The audit reports pertaining to following years have been submitted to the Governor of Khyber Pakhtunkhwa. Detail of PAC/ZAC meetings is given below:

S No	Audit Year	PAC/ZAC meeting convened /Not convened
1	2002-03	Not convened
2	2003-04	Not convened
3	2004-05	Not convened
4	2005-06	Not convened
5	2006-07	Not convened
6	2007-08	Not convened
7	2009-10	Not convened
8	2010-11	Not convened
9	2011-12	Not convened
10	2012-13	Not convened

## **1.2 AUDIT PARAS**

### **1.2.1 Irregularity/Non Compliance**

#### **1.2.1.1 Unauthorized award of schemes on abnormal premium – Rs72.948 million**

According to NIT Condition No 09 of the Tender Notice, any contractor who quotes more than 30% below, his 2% Earnest Money will be forfeited in favour of Government.

XEN C&W Division Shangla during financial year 2012-13 awarded schemes worth Rs72,948,000 to the contractors at the rate more than 30% below. Execution of schemes at such abnormally below rates was impossible. Execution could only be carried out by compromising the quality and quantity of work. Detail at Annex-C.

Audit observed that acceptance of tenders at abnormal rates occurred due to weak management control.

When pointed out in July 2013, Management stated that there is no such provision in standard NIT condition that rate more than 30% below should not be accepted. There is no compromise on quality/quantity of work. Reply was not convincing as the above approved criteria was not observed.

Request for the convening of the DAC meeting was made on 05-09-2013. DAC meeting could not be convened till finalization of this Report.

Audit suggests disciplinary action against the person(s) at fault besides corrective measures.

AP No.15 AC-I (2012-13)

#### **1.2.1.2 Retention/non transfer of PTC and DFID fund –Rs53.385 million**

According to the Financial Procedure prescribed in the Finance Department letter No.B-V/FD/3-10/2006-07 dated 09.06.2007, the EDO (E&SE) of the respective District Government shall accord administrative approval and EDO (F&P) shall issue financial sanction of funds from the district Account-IV

to the bank account of the PTC. These funds shall be transferred / credited upfront in the bank account of the councils by the respective district accounts officers.

EDO/DO (E&SE) Shangla drew Rs53,385,000 on account of Petty Repair and Class Room Consumable and Special Repair of Higher, High, Middle and Primary schools (M/F) in the District during financial year 2012-13. The amount was not transferred in the bank account of the councils and retained in the designated bank account No.623-0 NBP Alpuri upto July 2013 and hence remained unutilized during the financial year 2012-13. Therefore, government resources were unnecessarily blocked. Detail as below:

<b>Name of Fund</b>	<b>Cheque No. &amp; Date</b>	<b>Amount (Rs)</b>
PTC fund	0391298 & 28.6.013	2,578,000
PTC fund	0391315 & 28.6.013	1,310,000
PTC fund	0391320 & 28.6.013	2,247,000
DFID fund	0391326 & 28.6.013	47,250,000
<b>Total</b>		<b>53,385,000</b>

Audit observed that retention/non transfer of PTC fund occurred due to non compliance of the orders and non observance of PTC guidelines controls, which resulted in violation of government instructions.

When pointed out in August 2013, Management stated that detail reply would be furnished after scrutiny of record.

Request for the convening of the DAC meeting was made on 04-09-2013. DAC meeting could not be convened till finalization of this Report.

Audit recommends investigation for violating the laid down procedure of disbursement and unnecessarily delay in transfer of PTC funds and action against the person(s) at fault.

AP No 26(2012-13)

### **1.2.1.3 Unnecessary payment on account of basic facilities – Rs14.130 million**

According to minutes of meeting of steering committee regarding strengthening of community participation and provision of basic facilities at schools through PTC, circulated vide letter No. CPO/SPO-1/E&SE PTC/ St. committee/2012-13 dated 10.01.2013, decision No.1(v) require that the EDO(E&SE) concerned would ensure that the schools are selected on need basis with priority given to girls schools with high enrollment and active PTC.

EDO/DO (E&SE) Shangla paid Rs14,130,000 to 35 No of schools for basic facilities. These schools already had basic facilities like group latrine, water supply, boundary wall and electricity as per EMIS data. Therefore, payment to said schools was unnecessary as proper need assessment was not made as required under the rules. Detail at Annex-D.

Audit observed that irregularity occurred due to negligence of the controlling officer, which resulted in loss to government.

When pointed out in August 2013, Management stated that detail reply would be furnished after scrutiny of record.

Request for the convening of the DAC meeting was made on 04-09-2013. DAC meeting could not be convened till finalization of this Report.

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

AP No 32 (2012-13)

### **1.2.1.4 Illegal award of work – Rs10.00 million**

Registration with Pakistan Engineering Council is required for contractor under the Construction and Operation of Engineering Works Bye-Laws 1987.

According to PEC Registration No.23322 Category C-6 dated 02-03-2007, M/S National Construction Company is entitled to execute works up to Rs5.00 million.



Executive Engineer Public Health Engineering Division Shangla awarded a work “WSS Lother” to a contractor M/S National Construction Co. for Rs10,000,000 during financial year 2012-13. During audit it was noticed that registration of Pakistan Engineer Council of the contractor was valid upto 31.12.2007. Moreover, the contractor was entitled to execute works upto Rs5,000,000 but the local office awarded a work upto Rs10,000,000 and was held irregular.

Audit observed that the irregularity was occurred due to weak internal control, which resulted in illegal award of contracts.

When pointed out in July 2013, management stated that detail reply would be submitted after verification/checking of record.

Request for the convening of the DAC meeting was made on 05-09-2013. DAC meeting could not be convened till finalization of this Report.

Audit suggests investigation of the matter besides fixing responsibility on the person(s) at fault.

AP No.04 AC-I (2012-13)

#### **1.2.1.5 Unauthorized release of security –Rs9.080 million**

According to Clause 17A of the contract agreement the security deposit or the balance of the security deposit, due to the contractor will not be refunded to him until three months after the work shall have been certified as completed by the Engineer in charge and until the contractor shall have discharged all the liabilities to which he has become liable under the contract or in default until the Engineer in charge has discharged these liabilities at the contractor’s expense and until the contractor has furnished a Demand/No Demand Certificate on PWD Form No. 14A.

XEN C&W Division Shangla released security of Rs9,080,000 to the contactors in the following schemes during financial year 2012-13. The schemes were not completed and still in progress, therefore release of security was unauthorized. Detail as below:

Voucher ref:	Name of contractor	Name of scheme	Security Amount (Rs)
3-R 12/09/2012	M/S Iqbal Ahmed	Sandri Fiza Alagram Road	2,000,000
2-B 5/12/2012	M/S Fazal Karim	Const of B/T Dandhai Chaksar Road(1-4kms)	3,280,000
5-B 5/12/2012	C.E Pak Const Co	Const of B/T Dandhai Chaksar Road(19-20kms)	1,300,000
14-B 20/12/2012	Mustafa Kamal Atta Turk	Const of B/T Dandhai Chaksar Road(14-18kms)	2,500,000
<b>Total</b>			<b>9,080,000</b>

Audit observed that unauthorized release of security was made due to weak financial control, which resulted in unauthorized payment to the contractors.

When pointed out in July 2013, Management stated that detail reply would be submitted after consulting relevant record.

Request for the convening of the DAC meeting was made on 05-09-2013. DAC meeting could not be convened till finalization of this Report.

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

AP No.13 AC-I (2012-13)

#### **1.2.1.6 Non reporting of clinical efficacy of medicines - Rs8.768 million**

According to Para 6 of the Government MCC Khyber Pakhtunkhwa Peshawar No 4020-4200/MCC dated 27/12/12, this report is mandatory as per approval of the competent authority that health institutions have to submit reports regarding the clinical efficacy of the MCC approved brands of medicines, surgical disposables etc used at their ends. In case of failure, disciplinary action may be initiated against the head of the concerned institutions.

MS DHQ Hospital Shangla purchased medicines amounting to Rs8,768,171 from various suppliers and issued to various departments of the

Hospital during financial year 2012-13. No clinical efficacy report of the medicines was submitted to the competent authority, which was contrary to the above instructions. Detail at Annex-E.

Audit observed that non reporting of clinical efficacy occurred due to negligence of the controlling officer, which resulted in violation of government instructions.

When pointed out in September, 2013, Management replied that the Clinical efficacy report could not be presented to the audit party, as the audit started just after the closure of the financial year, while the reports, being based on proper feedback from the patient were under process. The report submitted by the prescribers was completed and would be produced before the audit (DAC).

DAC in its meeting held on 03-12-2013 directed that clinical efficacy report on the prescribed format may be provided. No progress was intimated till finalization of this report.

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

AP No 01 (2012-13)

**1.2.1.7 Unauthentic / uneconomical purchase of jute tats –Rs2.010 million**

According to Agreement Deed Para No 7, the payment would be released after the receipts of certificates/ acknowledgement from the principal/head master concerned duly signed by the DO (M/F) (E&SE) with the stock register page numbers that the complete supply had been delivered to them by the firm concerned.

According to NIT condition No.3, the suppliers /contractors were required to submit attested copies of income tax / sales tax clearance certificates from the income tax department.

According to Para 96 of the GFR Vol.-I, money should not be spent hastily or in ill-considered manner just because it is available or that the lapse of

a grant could be avoided. As per specification on tender form of jute tats the approved weight was 4 kg.

EDO/DO (E&SE) Shangla incurred expenditure of Rs2,0100,096 on account of jute tats vide cheque No 0390965 dated 11.6.013. The following irregularities were noticed:

- The payment was released without obtaining of certificates/ acknowledgement from the principal/head master concerned duly signed by the DO (M/F) (E&SE) with the stock register page numbers regarding completion of supply.
- Income tax / Sales tax clearance certificates were not obtained as per NIT condition stated above.
- Uneconomical purchase was made as the rate paid of Rs891 per unit was more than double then the last year rate of Rs 427 per unit.
- Below specification jute tats were purchased as the weight of one piece randomly selected out of the lot was 3.2 kg. Therefore, a loss of Rs 402,019 was sustained to the public exchequer as per comparative analysis below.

<b>Paid rate for 4kg jute tat (Rs)</b>	<b>Required rate to be paid for 3.2kg(891/4=222.75 per kg)</b>	<b>Difference (Rs)</b>	<b>Quantity (kg)</b>	<b>Amount (Rs)</b>
891	712.8	178.2	2256	402,019

Audit observed that unauthentic / uneconomical purchase occurred due to the weak financial management, which resulted in loss to government.

When pointed out in August 2013, Management stated that jute tats of Rs.2,010.000 were purchased by the purchase committee as per tender form specifications ie length 12 feet, width 2.5 feet, double tana bana and having weight of 04 kilogram. All the procurement procedure has been strictly followed by the purchase committee which was certified by all the members (copy attached) and the Jute Tats were handed over to ADO's for further distribution to confirm it as per demand of the schools and obtain receipts on the prescribed format from the concerned school. Head wise receipts had also been received, every proof was available in the file. Referring to the audit sub para regarding

weight of one piece, the committee had weighed jute tats bundle wise as a whole and as well as various tats separately which were strictly according sample/specifications. All the relevant documents i.e. attendance of purchase committee, inspection report, comparative statement and tender notice, receipt of ADOs and further distribution by ADOs to various GPS and GGPS and a certificate of the ADOs and timely distribution were attached.

DAC in its meeting held on 03-12-2013 directed that weight of jute tats may be verified by the office of Deputy Commissioner Shangla. No progress was intimated till finalization of this report.

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

AP No 40 (2012-13)

### **1.2.1.8 Unauthorized issuance of medicines without DTL report of Rs1.847 million**

According to government MCC Khyber Pakhtunkhwa Peshawar No 4020-4200/MCC dated 27/12/12, S. No all the stores supplied shall confirm to specification. The Medical Superintendent shall send sample of suspected quality of supplied medicines through provincial drug inspector to Drug Testing Laboratory for test and analysis as provided in the drug Act 1976.

MS DHQ Hospital Shangla purchased medicines amounting to Rs1,847,507 from various suppliers and issued to various departments of the Hospital during financial year 2012-13 without having DTL test reports that could ensure authenticity/standard of medicines and was contrary to the above instructions.

S. No	Cheque no.	Date	Name of firm	Items	Amount (Rs)
1	390664	25.3.013	Nova nordist	Mixtard	762,000
2	-do-	-do-	Glexo smith	Syp augmentin	207,200
				polyfex	39,000
				Augmentin tab	66,945
				polyfex	8,500
3			Hospital services	Anti rabies vaccine	202,485
4	391108	21.6.013	Zafa Pharma	Tab: Zamoclave	212,000

5	-do-	-do-		Inj. Hydrocortisone	37,740
6	-do-	-do-		Cup. Zauxit	9,100
7	-do-	-do-	Glaxosmithkline	Tab. Agmentin Drup	41,437
8	-do-	-do-		Cap. Amoxil	39,600
9	-do-	-do-	Novartis	Inj. Rabipur	221,500
<b>Total</b>					<b>1,847,507</b>

Audit observed that the unauthorized issuance of medicines without DTL report occurred due to negligence of the controlling officer.

When pointed out the management replied that DTL reports as and when received would be shown to audit. Reply was not tenable as DTL reports were not shown to audit.

Request for the convening of the DAC meeting was made on 04-09-2013. DAC meeting could not be convened till finalization of this Report.

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

AP No 04 (2012-13)

## **1.2.2 Internal Control Weaknesses**

### **1.2.2.1 Non imposition of penalty due to late completion –Rs31.646 million**

According to Clause-2 of the conditions of the Contract Agreement clearly provides that the contractor has to pay compensation @ 1% per day or maximum 10% of the estimated cost per day for the delay in completion of work.

XEN C&W Division Shangla paid Rs275,815,943 to various contractors in the scheme Construction of Chakisar Dandhai Road 27 Km during financial year 2012-13. However penalty amounting to Rs27,581,593 was not imposed due to late completion. Detail at Annex F.

Similarly XEN C&W Division Shangla also did not impose penalty of Rs4,065,973 on the building works due to late completion. Detail at Annex G.

Audit observed that non imposition of penalty was occurred due to weak internal controls, which resulted in loss to the Government.

When pointed out in July 2013, Management stated that each package of the scheme has been revised and time extension was granted upto 2014 for road works, so penalty could not be imposed. Reply was not cogent as government has imposed ban on Ex-post facto sanction on extension in time limit. Moreover, Management did not response to the observations on building works.

Request for the convening of the DAC meeting was made on 05-09-2013. DAC meeting could not be convened till finalization of this Report.

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

AP No. 11 &18 AC-I (2012-13)

### **1.2.2.2 Unjustified payment- Rs4.500 million**

According to Para 96 of the GFR Vol.-I, money should not be spent hastily or in ill-considered manner just because it is available or that the lapse of a grant could be avoided.

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

EDO/DO (E&SE) Shangla drew Rs2,471,320 and Rs2,028,533 on account of "Education for All" and "Adult Literacy" components respectively during the financial year 2012-13, but without having literacy centers in the district. Therefore, unjustified drawl was made as per detail at Annex- H.

Audit observed that irregularity occurred due to weak financial controls, which resulted in violation of Government rules.

When pointed out in August 2013, Management stated that as advised by the Honorable Secretary to Government of Khyber Pakhtunkhwa E&SE Peshawar, the amount of A/C-IV under ESR fund for EFA and Adult Literacy Centres drawn from treasury in order to avoid lapse of funds, because the A/C-IV would be operational up to 30.06.2013 and thereafter the funds would be frozen, the amount has been drawn and kept in designated account No,580-1 of DEO Shangla. This office prepared the proposal for the centres. The same amount would be utilized for the above prepared purpose. The amount was still pending in the designated account. In this connection this office has already written a letter to the Secretary (E&SE) Peshawar and Director (E&SE) Peshawar for further guidance. When the instructions received from the high ups then we would start the work.

DAC in its meeting held on 03-12-2013 directed that all activities may be undertaken and results shown to audit. No progress was intimated till finalization of this report.

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

AP No 30,29 (2012-13)



### **1.2.2.3 Non deduction of income tax- Rs3.980 million**

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

Further, in accordance with Section 155 of Income Tax Ordinance 2001, a withholding tax is required to be deducted.

XEN C&W Division Shangla paid Rs66,341,409 to contractor Malik Abdul Hanan in the scheme Const of B/T Chakasir Dandhai road 1-4 km during financial year 2012-13. However income tax @ 6% amounting to Rs3,980,485 was not deducted from the bills of the contractor.

Audit observed that non deduction of income tax was made due to weak financial control, which resulted in loss to Government.

When pointed out in July 2013, Management stated that the contractor belongs to Dara and he is exempted from taxes, reply was not cogent as the contractor's office is in taxable territory therefore income tax was required to be deducted.

Request for the convening of the DAC meeting was made on 05-09-2013. DAC meeting could not be convened till finalization of this Report.

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

AP No.14 AC-I (2012-13)

### **1.2.2.4 Irregular purchase/non supply of furniture –Rs2.53 million**

According to Para 18(I) of GFR Vol-1, terms of contract must be precise, definite and there should be no room for ambiguity. Further, as per supply order dated 7.03.013, the supply of furniture should be completed up to 15.06.013 to the concerned schools positively failing which you would be held responsible for the consequences.

EDO/DO (E&SE) Shangla incurred expenditure of Rs2,527,748 on account of purchase of furniture for various schools during financial year 2012-13 from Project Manager SIDB Wood Working Center Timergara as per detail given below:

ADP No.	Bill No.	Cheque No and Date	Expenditure (Rs)
Nil	1	0391267 dated 27.6.013	600,000
31-100286	2	0654808 dated 28.6.013	154,739
29-100280	3	-do-	199,788
25-90205	4	-do-	373,980
39-110432	5	-do-	49,514
39-110433	6	-do-	75,000
12-110548	7	-do-	349,931
38-110407	8	-do-	624,796
30-100283	9	-do-	100,000
<b>Total</b>			<b>2,527,748</b>

Audit noticed the following discrepancies:

1. Payment was made in advance at the risk of the Government without executing contract to define the time limit for supply.
2. Supply was not made till date of audit as no completion report, delivery challan and inspection report was available on record. Fake entries were made in the stock register.
3. The local office did not take any initiatives for execution of agreement to ensure the supply.

Audit observed that unauthentic expenditure occurred due to weak financial controls, which resulted in loss to government.

When pointed out in August 2013, Management stated that as per Government policy in practice in vogue since the year 2003-04, purchase of furniture items should only be made from the SIDB Wood Working Centers. (copy of letter No. SO-II(IND) 01-07 issued by the Government of NWFP industries Commerce, Mineral Development, Labour and Technical Education Department on the direction of the Chief Minister of the NWFP on 03-07-2003

was attached. The 100% advance payment for the purchase of furniture under ADPs schemes was also part and process of the Government Policy which has explicitly been envisaged in the release of funds issued by the finance department (copy attached). The Purchasing Officer, the DEO (M) Shangla has done nothing in violation of the prescribed policy.

DAC in its meeting held on 03-12-2013 directed that contract agreement, completion of supply would be shown to audit and penalty be imposed for delay in supply of furniture. No progress was intimated till finalization of this report.

Audit recommends investigation in the matter, ensuring delivery and action against the person(s) at fault.

AP No 28 (2012-13)

**1.2.2.5 Excess withdrawal of pay and allowance than sanctioned post-Rs2.100 million**

According to Para 73(iv)(2) of GFR Vol –I ,when consolidating the detail estimates in respect of pay of offices, the No. of posts must be carefully checked and in case of variation in No's or the provision compared to those in the budget an explanation should be included in estimates of the increase. If based on specific Govt, sanction, a copy should be enclosed with the estimate.

MS DHQ Hospital Shangla paid Rs2,100,252 on account of pay and Allowances of officials in BPS-09 in excess of the sanctioned post in the budget estimates 2012-13 causing excess drawl of Rs2,100,252. Detail as below:

Name of post	BPS	Sanctioned posts	Drawl	Excess	Average pay/ month /employee	Amount (Rs)
JT Ass	09	Nil	03	03	(17,032x3)= 51,096x12	613,152
JCT Pharmacy	09	15	20	05	(24785x5) =123,925x12	1,487,100
<b>Total</b>						<b>2,100,252</b>

Audit observed that excess withdrawal occurred due to negligence of the controlling officer, which resulted in loss to government.

When pointed out in July 2013, Management replied that some posts of paramedics in BPS-09 have been upgraded to higher scales, while the already

working incumbents were still working in BPS-09. So these BPS-09 paramedics are drawing their salaries against the upgraded posts. There is no excess drawl at all (DAO Shangla Certificate attached).

DAC in its meeting held on 03-12-2013 directed that reconciliation of posts would be made with the Finance department and progress would be shown to audit. No progress was intimated till finalization of this report.

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

AP No 08 (2012-13)

#### **1.2.2.6 Recovery of fixed pay –Rs1.089 million**

According to Para 96 of the GFR Vol.-I, money should not be spent hastily or in ill-considered manner just because it is available or that the lapse of a grant could be avoided and Para 5 of Annexure II of the TOP between Provincial Government Khyber Pakhtunkhwa and District Government Shangla, hiring of purely temporary tutors for science subjects only (on fixed pay of Rs7,000 pm for fixed period, not exceeding the academic session and shall not be paid during the summer and winter vacations).

EDO/DO (E&SE) Shangla drew Rs1,089,000 under TOP agreement with the Provincial Government and shown disbursed to 76 temporary tutors for science subjects @ of Rs4,500 PM for a period of 3 months i.e. July, 2012, January and February 2013 (Summer /winter vacations). The payment to the tutors during summer/winter vacations was unjustified and needs recovery from the concerned.

Audit observed that irregularity occurred due to weak financial controls and violation of financial propriety.

When pointed out in August 2013, Management stated that in this connection it was clarified that relaxation in the criteria for hiring of Science Teacher was subsequently granted through letter No. M&E/ESRU/E&SE/TOP/2008-09 dated 17.09.2008 issued by the Government of KP, E&SE Department, whereby payment of salaries during Summer and Winter vacations to the hired Science Teacher were allowed. Copy of the letter referred

above is attached. In light of the Government Policy no overpayment has been made to the hired science teachers.

DAC in its meeting held on 03-12-2013 directed that copy of the letter be provided to audit. No progress was intimated till finalization of this report.

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

AP No 34 (2012-13)

#### **1.2.2.7 Non deduction of 6% income tax-Rs1.028 million**

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

Further, in accordance with Section 155 of Income Tax Ordinance 2001, a withholding tax is required to be deducted.

Executive Engineer Works and Services Shangla paid Rs17,145,458 vide Vr. No. 9-R dated 29-11-2012 to M/S Faizur Rehman Construction Co. for the execution of work "Repair/Rehabilitation of Government Buildings damaged due to Militancy SH: Repair of District Secretariat, Tehsil Office Alpuri and C & W Alpuri" but did not deduct 6% income tax amounting to Rs1,028,727 (17,145,458) as the contractor had registered office at House No.73, Iftikhar Janjua Road Habibullah Colony Abbottabad..

Audit observed that the irregularity was occurred due to weak financial control which resulted loss to Government.

When pointed out in July 2013, management stated that detail reply will be submitted after scrutiny of the record.

Request for the convening of the DAC meeting was made on 05-09-2013. DAC meeting could not be convened till finalization of this Report.

Audit suggests to recover the amount from the contractor.

AP No.22 AC-I (2012-13)

## ANNEXURE

Annex - A

### Detail of MFDAC Paras

(Rs in million)

S.No	AP No.	Department	Caption	Amount
1	02	DHQ Hospital	Unauthorized purchase of medicine beyond competency	8.768
2	03	-do-	Unauthentic expenditure on account of medicines	5.91
3	05	-do-	Non supply of medicines Rs719,310 and non imposition of penalty	0.036
4	06	-do-	Overpayment on account of Conveyance Allowance	0.765
5	07	-do-	Loss due to non deduction of stamp duty of	0.122
6	09	-do-	Irregular expenditure on account of purchases and repair	0.417
7	10	-do-	Non deposit of hospital receipts	0.116
8	13	DHO Health	Unauthorized withdrawal of fund	1.29
9	14	-do-	Non production of record	29.023
10	15	-do-	Loss due to non deduction of stamp duty	0.104
11	16	-do-	Misclassification of expenditure	0.264
12	17	-do-	Non maintenance of record of hot and cold charges	7.019
13	18	-do-	Unauthentic expenditure on account of medicines	7.63
14	19	-do-	Unauthorized expenditure beyond competency	0.264
15	20	-do-	Overpayment on account of mess allowance	0.234
16	22	-do-	Non surrender of savings	1.706
17	23	-do-	Non supply of medicines and non imposition of penalty	0.127 0.008
18	24	-do-	Non deposit of Government receipts	0.139
19	25	EDO Education	Unauthentic expenditure on account of petty repair & CRC	12.776
20	27	-do-	Misappropriation of application form Fee	0.540
21	31	-do-	Doubtful disbursement of stipend	7.794
22	33	-do-	Excess withdrawal of student stipends	1.125
23	35	-do-	Non deposit of Provincial Head Quarter share out of pupil fund	0.331
24	36	-do-	Non Recovery of loan	0.363
25	37	-do-	Misappropriation of student fund	0.085
26	38	-do-	Loss to Government due to non collection of pupil fund	0.088
27	41	-do-	Fraudulent drawl on account of laptop	0.123
28	42	-do-	Loss due to non deduction of stamp duty and Income tax	0.352
29	43	-do-	Misappropriation on account of free books fee	0.267
30	44	-do-	Misappropriation on account of hot and cold- and	0.131

			loss due payment at higher rates	0.218
31	45	XEN PHE	Irregular payment on electricity charges.	0.050
32	46	XEN C&W	Unjustified payment on account of POL of Pay Dozer.	0.442
33	47	-do-	Irregular payment on repair of residential and non residential buildings.	4.337
34	48	-do-	Unauthorized award of schemes on abnormal premium	3.600
35	01	PHE	Unverified expenditure without TS	6.280
36	02	-do-	Unauthorized payment on account of 3" dia GI pipe –and wasteful expenditure	3.11 and 3.618
37	03	-do-	Non imposition of penalty due to delay in execution of work	1.500
38	05	-do-	Illegal award of work	19.100
39	06	-do-	Blockage of government money-	1.079
40	07	-do-	Loss to Government.	
41	09	C&W	Overpayment due to material available at site	0.324
42	10	-do-	Overpayment due to allowing location factor on NSI items	0.314
43	12	-do-	Irregular expenditure without TS	0.423
44	16	-do-	Overpayment due to non deduction of voids	2.268
45	19	-do-	Excess payment on account of execution of work.	0.417
46	20	-do-	Overpayment on account of allowing higher rate.	0.041
47	21	-do-	Overpayment on account of allowing higher rate.	0.186
48	23	-do-	Overpayment on account of allowing higher rate.	0.053
49	24	-do-	Irregular payment without PC-I and TS.	7.195

**Annex - B**

**EDO wise Expenditure Summary  
District Shangla 2012-13**

S.No	Description	Expenditure			
		Salary	Non-Salary	Total	%age
1	General Administration	21,832,635	19,316,295	41,148,930	2.346
2	Executive District Officer (Agriculture)	31,170,300	11,076,233	42,246,533	2.409
3	Executive District Officer (Community Development)	8,663,079	9,999,910	18,662,989	1.064
4	Executive District Officer (Education)	1,080,379,829	201,667,383	1,282,047,212	73.093
5	Executive District Officer (Finance and Planning)	7,919,982	2,787,267	10,707,249	0.610
6	Executive District Officer (Health)	161,594,330	45,272,472	206,866,802	11.794
7	Executive District Officer (Revenue)	37,670,973	5,695,780	43,366,753	2.472
8	Executive District Officer (Works and Services)	34,459,329	34,243,595	68,702,924	3.917
<b>Total Current Expenditure</b>		<b>1,383,690,457</b>	<b>330,058,935</b>	<b>1,713,749,392</b>	<b>97.706</b>
Percentage		78.888	18.818	97.706	
<b>Developmental Expenditure</b>				40,234,163	2.294
<b>Grand Total</b>				<b>1,753,983,555</b>	<b>100</b>



**Annex - C**

**Award of contract below more than 30% AP No.15 AC-I (2012-13)**

<b>Name of scheme</b>	<b>Name of Contractor</b>	<b>Estimated Cost (Rs)</b>	<b>Contract awarded</b>
Const of 400 Adll C/R SH: GHS Chakisar(2rooms)	Bashir Ahmed	2,400,000	31% below
Const of 400 Adll C/R SH: GPS Chowranai(2rooms)	Hazrat Younas	2,400,000	30.55% below
Estb of 100 P/S in KPK SH: GGPS Kamlai Dandhai	Akhter Ali Swat	4,060,000	32% below
Estb of 100 P/S in KPK SH: GPS Muhammad Rashad Moh Dandhai	Mohammad Rashid	4,060,000	31.50% below
Estb of 100 P/S in KPK SH: GPS Katkore Pargana	Akhtar Ali	4,060,000	36.52% below
Estb of 100 P/S in KPK SH: GPS Kamach Shams Korona	Watan Const	4,060,000	35% below
Estb of 100 P/S in KPK SH: GGPS Kewa Faiza	Taj Biland	4,060,000	32% below
Estb of 100 P/S in KPK SH: GPS Alogai Haji Akbar Korona	Mustafa Kamal	4,060,000	30.1% below
Const of residences Bachler hostel in all district HQ. SH Internal Electrification 6No Bachler suits in Shangla	Akhtar Ali	1,158,000	43.5% below
Const of Building for 3No Accounts Offices SH Const of Accounts office at Shangla	Tariq Ahmed	17,624,000	32.80% below
Const of Building for 3No Accounts Offices SH Internal Electrification Accounts office at Shangla	Akhtar Ali	1,006,000	43% below
U/G of 50 Girls P/s to M/L SH GGPS Bazor Kot	Yasir Munir	12,000,000	43% below
Estt of 100 pry schools B&G SH GPSRahim sar Daulat kaly	Sardar Muhammad	6,000,000	32.50% below
Estt of 100 pry schools B&G SH GPS Landai Bengalai	Amir Sadullah Khan	6,000,000	40% below
<b>Total</b>		<b>72,948,000</b>	

## Annex – D

(Amount in Rs)

S.No	Name of Schools	B/W	G/Latrine	W/Supply	Electricity	Total (Rs)
1	GHS Kass Lilownai	0	120,000	0	85,000	205,000
2	GHS Kotkay Alpurai	0	0	150,000	85,000	235,000
3	GMS Chichlo	350,000	120,000	0	0	505,000
4	GMS Daulat Kallay	385,000	0	150,000	0	535,000
5	GMS Gandow Alpurai	385,000	120,000	150,000	0	655,000
6	GMS Sangrai	385,000	120,000	150,000	0	655,000
7	GGHS Alpurai	0	120,000	150,000	0	270,000
8	GHS Ranyal	0	120,000	150,000	0	270,000
9	GGMS Shahtoot	0	120,000	150,000	0	270,000
10	GGMS Malak Kheel Kotkay	385,000	120,000	150,000	0	655,000
11	GGMS Manai Maira	385,000	0	0	0	385,000
12	GHS Dara Serai	385,000	120,000	0	85,000	590,000
13	GHS Martung	385,000	0	150,000	85,000	620,000
14	GHS Titwalan	0	0	150,000	85,000	235,000
15	GHS Peshlor	0	0	150,000	0	150,000
16	GHSS Sundovi	0	0	150,000	85,000	235,000
17	GMS Ateesh Kotkay	0	120,000	0	0	120,000
18	GMS Bunerwal	0	0	150,000	85,000	235,000
19	GMS Chagam	385,000	120,000	0	85,000	590,000
20	GMS Drud	0	0	150,000	0	150,000
21	GMS Karin Dra	385,000	120,000	150,000	0	655,000
22	GCMHS Chakesar	0	120,000	0	85,000	205,000
23	GMS Terawray	0	120,000	150,000	0	270,000
24	GGHSS Aloch	0	120,000	0	0	120,000
25	GGMS Chagam	385,000	120,000	0	85,000	590,000
26	GGMS Chawga	385,000	120,000	0	0	505,000
27	GGMS Kotkay Puran	385,000	0	0	0	385,000
28	GGMS Makra	385,000	120,000	0	0	505,000
29	GGMS Martung	385,000	120,000	0	0	505,000
30	GGMS Sundovi	385,000	120,000	0	0	505,000
31	GGMS Sanila	385,000	120,000	0	0	505,000
32	GGMS Shikolai	385,000	120,000	150,000	0	655,000
33	GHS Kormang	385,000	0	150,000	0	535,000
34	GHSS Butyal	0	120,000	0	0	120,000
35	GMS Kerai	385,000	120,000	0	0	505,000
<b>Total</b>		<b>7,665,000</b>	<b>2,880,000</b>	<b>2,700,000</b>	<b>850,000</b>	<b>14,130,000</b>

**Annex - E**

**DETAIL OF MEDICINES WITHOUT EFFICACY REPORT**

S. No	DDO Code	Cheque no.	Date	Amount (Rs)	Name of firm	Items	Amount (Rs)
1	SH 6096	390407	20.12.012	99,600	Medisave	Inj Cftizoxim 1gm	99,600
	SH 6096	390664	25.3.013	762,000	Nova nordist	Mixtard	762,000
	SH 6096			119,800	Hospital services	Tetanus antitoxin	119,800
	SH 6096			174,040	Silver surgical	Iv cannula 22	58,035
						Iv cannula 20	57,970
						Iv cannula 18	58,035
	SH 6096			195,474	Syah impex	Syringes	195,474
	SH 6096			323,445	Frontier dextrose	Sterifluid	284,445
						Levofloxacin	39,000
	SH 6096			390,000	Medicraft	Syp cefixime	390,000
	SH 6096			82,880	Jawa	Tab mefinimacid	16,500
						Tab amlodopine5	14,500
						Tab amlodopine10	19,500
						Syp ferrous sulphate	32,380
	SH 6096			564,385	Rehman Rianbow	Cotton, G. cloth	564,385
	SH 6096			514,000	Hafiz Pharma	Cotton, G. cloth, bendage	514,000
	SH 6096			321,645	Glexo smith	Syp augmentin	207,200
						Polyfex	39,000
						Augmentin tab	66,945
						Polyfex	8,500
	SH 6096			432,980	Saad Sales	Inj sterptokinase	49,780
						Inj epotine	383,200
	SH 6096			294,650	Caylex Pharma	Syp azithromoicine	294,650
	SH 6096			877,500	Medisave	Tab calirithromycin500	300,000
						Cap cefuroxime	300,000
						Cap traxamix acid	157,500
						Inj ceftizixime	120,000
	SH 6096			637,500	Johnson & Johnson	Silk needles 0	212,500
						Silk needles 1	212,500
						Silk needles 2	212,500
	SH 6096			409,335	Novartis	Asunra 400 mg	256,815
						Desferal inj	152,520
	SH 6096			137,100	Legacy pharma	Tab. Ciproflaxoxain 250	14,000
						Tab. Ciproflaxoxain 500	26,000

						Syp Paracetamol	44,500
						Syp salbutamol	16,600
						Syp Aminophilline	36,000
	SH 6096			202,485	Hospital services	Anti rabies vaccine	202,485
	SH 6096			7,400	Siza Inter:	Inj Athilol	7,400
		390781	2.5.013	299,780	Jawa	Syp cephradine	36,880
						Tab arthemether	15,880
						Tab metronidazole	6,800
						Syp poly maltose	32,820
						Syp brofen	57,400
						Tab meloxicane	7,400
						Tab gakazide	4,800
						Cap omeprazol	137,800
				163,000	Nova med	Tab levofloxacin	30,000
				0		Tab clarithromycin	133,000
				127,860	Medcraft	Ulcerid tab	127,860
		390796	7.5.013	233,100	Mega Pharma	Tab Diclofenic	13,500
						Tab femotidine	18,900
						Tab Cetirizine	200,700
				132,860	Astellas	Inj cefotaxime	30,140
						Ceftriaxone inj	29,970
						Cephradine cap	72,750
		391108	21.6.013	339,000	Linkersasia	Blood bag	339,000
				60,000	Stanlay	Cap ferussulphate	60,000
				258,840	Zafa Pharma	Tab: Zamoclave	212,000
				0		Inj. Hydrocortisone	37,740
				0		Cup. Zauxit	9,100
				41,437	Glaxosmithkline	Tab. Agmentin Drup	41,437
				39,600		Cap. Amoxil	39,600
				45,075	Fynk	Inj. Diclopinec	37,000
				0		Inj. Perasitamol	5,450
				0		Inj. Drotaverine	2,625
				129,900	Caylex	Cup. Azithromycin	129,900
				221,500	Novartis	Inj. Rabipur	221,500
		0391257	27.6.13	20,000	Globe	Inj. Nabilen	20,000
				110,000	Unifroz	Paper tap	110,000
				8,768,171		<b>Total</b>	<b>8,768,171</b>

## Annex – F

### Detail of penalty

S. No	Name of contractor	Name of scheme	Voucher # date	Date of commencement	Date of completion	Amount paid (Rs)	Penalty (Rs)
1	M/S Fazal Karim & Co	Const of B/T Chakisar Dandhai Road 11, 12, 13, 24, 25, 26 & 27 Km	12-B dt 26/9/2012	16-04-2010	16-04-2012	63,489,140	6,348,914
2	M/S Raja Sabir Khan & Co	Const of B/T Dandhai Chakisar road 21,22 & 23km		29-04-2008	29-04-2009	42,556,390	4,255,639
3	M/S C.E Pak & Co	const of B/T Dandhai Chakisar road 19 & 20(old Km 14 & 15)	13-B dt 20/6/2013	10-11-2011	06-08-2011	27,868,332	2,786,833
4	M/S Mustafa Kamal Attaturk	const of B/T Dandhai Chakisar road 14 to 18Km(5-Km)	14-B dt 20/6/2013	01-01-2011	01-01-2013	45,962,233	4,596,223
5	M/S Umar Rehman	const of B/T Dandhai Chakisar road 5,6 & 7Km(3-Km)	18-B dt 25/6/2013	06-04-2008	06-12-2009	50,355,433	5,035,543
6	M/S Fazal Karim & Co	const of B/T Dandhai Chakisar road 8, 9 & 10Km(3-Km)	29-B dt 25/6/2013	04-10-2007	04-10-2009	45,584,415	4,558,441
<b>Total</b>						<b>275,815,943</b>	<b>27,581,593</b>

## Annex – G

### Detail of penalty

Voucher Ref	Name of contractor	Name of Scheme	Expenditure (Rs)	Date of commencement	Date of completion	Actual completion date as on 18-07-2013	Penalty Amount @ 10% (Rs)
18-R 6/6/2013	Alpuri Const Co	Const of TMA Office Alpuri	12,437,284	28/06/2010	28/12/2011	In progress	1,243,728
29-R 18/06/2013	M/S Watan Const	Const of U/C Bahlol Khel(Titawlan)	6,956,455	29/5/2012	29/5/2013	In progress	695,645
36-R 21/06/2013	M/S Shangla Hills	Const of 100 Addl C/R. SH: GHS Alpuri No 2	2,902,576	30/11/2011	30/05/2013	29/3/2013	290,257
55-R 24/06/2013	Jamil Mohammad	U/G of 150 M/S to H/L SH: GMS Banr	10,450,440	13/07/2010	13/01/2013	In progress	1,045,044
62-R 24/06/2013	Hazrat Amin & Co	U/G of 100 P/S to M/S SH: GPS Ponyal	7,912,999	4/6/2012	4/6/2013	In progress	791,299
<b>Total</b>							<b>4,065,973</b>

**Annex – H**

<b>S.No</b>	<b>Perticulars</b>	<b>Cheque No and date</b>	<b>Amount(Rs)</b>
1	Honoraria	0391355 dt 29.6.013	69,000
2	Honoraria	0391354 dt 29.6.013	46,000
3	Honoraria	0391354 dt 29.6.013	23,000
4	POL	0391354 dt 29.6.013	35,000
5	Stationary	0391350 dt 29.6.013	20,000
6	Honoraria of teachers	0391354 dt 29.6.013	2,268,000
7	Others	0391350 dt 29.6.013	10,320
<b>Total(i)</b>			<b>2,471,320</b>
1	Honoraria	0391352 dt 29.6.013	63,980
2	POL	0391355 dt 29.6.013	31,553
3	Stationary	0391350 dt 29.6.013	10,000
4	Honoraria of teachers	0391355 dt 29.6.013	1,836,000
5	Others	0391350 dt 29.6.013	5,000
6	Technical stream	0391355 dt 29.6.013	82,000
<b>Total (ii)</b>			<b>2,028,533</b>
<b>Grand Total(i+ii)</b>			<b>4,499,853</b>