



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

AUDIT YEAR 2021-22

AUDITOR GENERAL OF PAKISTAN

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ABBREVIATIONS AND ACRONYMS

AD	Assistant Director
ADP	Annual Development Program
AIR	Audit & Inspection Report
BHU	Basic Health Unit
CPWA Code	Central Public Works Account Code
CTR	Center Treasure Rules
DAC	Departmental Accounts Committee
DDO	Drawing and Disbursing Officer
DEO	District Education Officer
DG	Director General
DHO	District Health Officer
DPR	Disabled Person Rehabilitation
ECG	Electrocardiogram
EOL	Extra-ordinary leave
EPI	Expanded Program of Immunization
FD	Finance Department
FP	Family Planning
FY	Financial Year
GER	Gross Enrollment Ratio
HPA	Health Professional Allowance
HRA	House Rent Allowance
INTOSAI	International Organization of Supreme Audit Institutions
KP PPRA	Khyber Pakhtunkhwa Public Procurement Regulatory Authority
KP	Khyber Pakhtunkhwa
LGE & RDD	Local Government Election & Rural Development Department
NC	Neighborhood Councils
NER	Net Enrollment Ratio
OPD	Out Patient Department
PAO	Principal Accounting Officer
RDA	Regional Directorate of Audit
TAC	Tehsil Accounts Committee
TMA	Tehsil Municipal Administration

TS
VC
ZAC

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

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

Some of the observations included in this report were finalized in the light of written replies of the departments whereas in most cases the departments did not submit written replies till 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 Swabi consist of three tiers, which perform their operations under Khyber Pakhtunkhwa Local Government Act, 2013. Financial provisions of the Act describe the Local Consolidated Fund and Public Account for which annual Budget Statement is approved by the respective councils in the form of budgetary grants. Top Tier – the District Government comprises one Principal Accounting Officer (PAO) i.e. Deputy Commissioner for the District Government, who is officer in charge (Administrator) 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, the (Administrator) for each administration. There are four Tehsils administrations in district Swabi. The third Tier-village and neighborhood Councils have AD LGE & RDD as their Principal Accounting Officer. There are 160 VCs/NCs in District Swabi.

a. Scope of Audit

This office is mandated to conduct audit of 180 formations working under 6 PAOs. Total expenditure and receipts¹ of these formations were Rs. 9,212.399 million and Rs. 302.517 million respectively for the financial year 2020-21

Audit coverage relating to expenditure for the current audit year comprises 09 formations of 6 PAOs having a total expenditure of Rs. 2,076.75

¹ District Government has no receipt

million for the financial year 2020-21. In terms of percentage, the audit coverage for expenditure is 22.54 % of auditable expenditure.

Audit coverage relating to receipts for the current audit year comprises 04 formations of 04 PAOs (04 TMAs) having a total receipt of Rs. 302.517 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.42.542 million was pointed out in this report. No recovery was affected till finalization of this report.

c. Audit Methodology

Audit was conducted according to INTOSI guidelines for Compliance audit and Financial Audit Manual of AGP.

Audit procedures employed to obtain evidences were inspection, analytical procedures, observations and computation.

d. Audit Impact

Recovery of Rs 42.542 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.

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

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

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

No system of monitoring was found to track the progress of 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- Rs. 1,670.225 million²
- ii. Unauthorized payments to DDOs instead of crossed cheques to vendors – Rs 246.005 million³
- iii. Unverified payment – Rs 134.074 million⁴
- iv. HR/Employees related irregularities were noticed in 02 no of cases amounting to Rs 8.597 million⁵
- v. Procurement related irregularities were noticed in 06 no of cases amounting to Rs 32.502 million⁶
- vi. Issues in management of accounts with commercial banks were noticed in 06 no of cases amounting -Rs 13.215 million⁷
- vii. Value for money & Service delivery issues were noticed in 03 no of cases amounting to Rs 365.778 million⁸
- v. Other including cases of negligence were noticed in 04 amounting to Rs.12.732 million⁹.

² 1.2.1

³ 1.2.2

⁴ 1.2.3

⁵ 2.5.1.1 to 2.5.1.2

⁶ 2.5.1.3 to 2.5.1.5 & 3.5.1.1 to 3.5.1.3

⁷ 2.5.1.6, 3.5.1.5 to 3.5.1.8 & 4.5.1.1

⁸ 2.5.2.1 to 2.5.2.3

⁹ 2.5.3.1, 3.5.2.1 to 3.5.2.3

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

g. Recommendations

- i. TMA accounts need to be consolidated at the DAO level.
- ii. Disciplinary actions need to be taken to stop the practice of violation of the rules and regulations in spending public money.
- iii. Strenuous efforts need to be made by the departments to recover long outstanding dues.
- iv. Departments need to strengthen internal controls such as financial, managerial, operational, administrative, and accounting, etc. Controls to ensure that lapses of the kind reported in this audit report are pre-empted and fair value for money is obtained from public spending.
- v. The DAC meetings should be held more frequently.

CHAPTER-1

Public Financial Management

1.1 Sectoral Analysis

In compliance to the Notification of Local 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 Swabi 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 Swabi, Funds amounting to Rs. 10,546.517 million were allocated to 180 formations working under 06 PAOs. Out of which, expenditure of 9,212.399 million was made resulting in a saving of Rs. 1,334.118 million. Receipts of Rs. 302.517 million were collected through these formations during the financial year 2020-21. Audit coverage relating to expenditure for the current audit year comprises 9 formations of 06 PAOs having a total expenditure of Rs. 2,076.75 million for the financial year 2020-21. In terms of percentage, the audit coverage for expenditure is 22.54% of auditable expenditure. Similarly, audit coverage for receipts is 100%.

(Rs in million)

District Swabi					
Description	Budget	Actual Expenditure/ Receipts	Excess/ (Saving)	Expenditure/ Receipts Audited	%age
Salary	7,998.451	7,923.923	-74.528	2,076.75	22.54
Non-Salary	1,317.749	837.315	-480.434		
Developmental	1,230.317	451.162	-779.155		
Total	10,546.517	9,212.400	-1,334.117	2,076.750	22.54
Receipts	302.517	302.517	0	302.517	100

According to Section 36(3) of the Local Government Act 2013, the District Accounts Officer was required to consolidate accounts of Local Government on a quarterly and annual basis. However, District Accounts Officer, Swabi did not reflect Rs. 1,670.255 million into the consolidated financial statement of Local Government, Swabi.

District Government, Swabi was found lagging behind in many areas envisioned as an integral component of the Local Government in the Khyber Pakhtunkhwa Local Government Act, 2013. The District Government could not establish & maintain a 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 the district council for the District Government of Swabi as required under section 34 of LGA, 2013. The receipts collected as taxes/fees/rents under section 42 of LGA, 2013 were also not credited to the District Fund. Most importantly, the Finance Department, Khyber Pakhtunkhwa could not provide District Account Office, Swabi with the prescribed format and necessary training 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 a disclaimer of its accounts by the Auditor General of Pakistan. Moreover, the Internal Audit function could not be established as provided in subsection 4 of section 37 of LGA, 2013, as internal auditors were not posted in the District and Tehsil Councils. In addition, Asset management by the 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. Funds to the tune of Rs 6,947.282 million were provided to elementary & secondary education headed by District Officer. Expenditure of Rs 6,866.643 million was incurred, out of which expenditure of Rs 848.686 million was audited, thus 12.36% of expenditure was audited.

Statistics show that there are 1,010 primary, 133 middle, 130 secondary and 35 higher secondary schools in District Swabi. The estimated Teacher-Student Ratio is 1:30 at primary, middle and at the level of higher secondary

schools. District Swabi literacy rate is 70% the Gross Enrollment Rate (GER) is 67%, and the Net Enrollment Rate (NER) is 90% at the primary level. On the budgetary front, the District Education office, Swabi succeeded in spending 85% of District ADP and 90% of non-salary budgets.

District Education Offices in Swabi were given the target of enrolment of 26,832 children for the current year against which 4,555 kids were enrolled; wherein, DEO (male) and DEO (female) enrolled 2,160 and 2,395 children respectively. Similarly, the annual average of teachers' attendance rate and student attendance rate as per independent Monitoring Unit (IMU) data were approximately 91% & 94% respectively. Furthermore, 87% of schools in district Swabi 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 40% against the assigned targets.

Health

Health is another important sector of District Swabi with a total of 62 health facilities spread across the district, among which 04 are urban while the rest are rural-based. Their further break-up is 39 BHUs, 10 CDs, 04 Hospitals and 09 RHC with the total catchment area population of approximately 1,790,000 as per a survey carried out by the 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.

On the mother and child health care front, 19,864 babies were born with 11,112 and 8,752 in primary and secondary health facilities respectively. Out of them, 149 infant and 27 maternal deaths were recorded. Lab investigations and diagnostic facilities were also fully utilized as 75723 lab tests, 16453 X-rays, 10226 ultrasounds, and 4874 ECGs were done in both primary and secondary health facilities in district Swabi. Figures of immunization from the EPI register were also very impressive as 26505 pregnant women received TT-2 vaccines, 40332 kids under 12 months received full immunization, 39694 children under 12 months received 1st measles vaccines, and 40379 kids under 12 received 3rd

pentavalent vaccine. 24936 families were provided family planning services as evident from the 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 the social Welfare and Women Empowerment sector, budgetary allocations were focused on providing social cushion to the deprived and marginalized segments of society especially, women and children. In the proposed development plan, the department had continued to proceed with its ongoing projects which included schemes for the wellbeing and safeguarding of destitute women, orphans, beggars, drug addicts, and special persons.

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

There is no Dar-ul-Kafala for beggars in District Swabi. Rehabilitation center for drug addicts did not exists in District Swabi. 13 Public awareness campaign /seminars held by the department with objective to increase public awareness to achieve desire objectives of social welfare. Furthermore, various vocational and industrial trainings were provided by the Social Welfare Department. However, keeping in view the spread of drug use and incidence of poverty, the efforts made by Social Welfare office are not likely to bring about any visible improvement in the short or long run unless more resources are diverted to this sector.

Municipal Services

Tehsil Municipal Administrations, District Swabi 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 section 30 of LGA 2013. Similarly, Tehsil Account Officers were not appointed in TMAs. The accounts of receipt and expenditure were also not maintained in such form as prescribed by the Auditor General of Pakistan and required under section 36 of LGA 2013. Financial Statements, Finance Account, and Appropriation Accounts of the TMAs were not prepared accordingly. Most importantly, Finance Department, Khyber Pakhtunkhwa could not provide the District Account Office, Swabi with the prescribed format and necessary training to compile the accounts of TMAs and then reflect the same in the consolidated financial statement of the district, which resulted in a disclaimer of its accounts by the Auditor General of Pakistan. Moreover, the Internal Audit function could not be established as provided in subsection 4 of section 37 of LGA 2013, as internal auditors were not posted in the TMAs to support the Council. In addition, Asset management by tehsil councils was yet another area it could not address as required under section 38 of the LGA 2013.

1.2 AUDIT PARAS

1.2.1 Non-compilation/Consolidation of Accounts of Local Governments- Rs. 1,670.255 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 DAO Swabi for the FY 2020-21, audit observed incompleteness and incorrect presentation of the financial statements as the DAO failed to consolidate them into the quarterly and annual accounts of the district, both government, and local resources, as required under section-36(3) of the Local Government Act, 2013. Receipts and expenditure of Rs. 1,281.364 million and Rs 388.891 million respectively, of the TMAs are not reflected in accounts.

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

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

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

1.2.2 Unauthorized payments to DDOs instead of crossed cheques to vendors – Rs 246.005 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) /6-5/2020-21 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 Swabi, paid Rs 246,005,868 to various DDOs instead of issuance crossed cheques to Vendors/Payees accounts.

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

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

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

1.2.3 Unverified payments on account of arrears of pay and allowances – Rs 134.074 million

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

During certification audit of DAO Swabi for the FY 2020-21 while analyzing HR data it was noticed that arrears of pay and allowances of Rs 134,074,902 was paid; however, local office could not produce supporting documents for verification to audit.

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

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

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

CHAPTER-2

District Government Swabi

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, the 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 the 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 Swabi

(Rs. in million)

Sr No.	Description	Total No.	Audited	Expenditure audited FY 2020-21	Revenue / Receipts audited FY 2020-21
1.	Formations	10	4	1,541.00	Nil

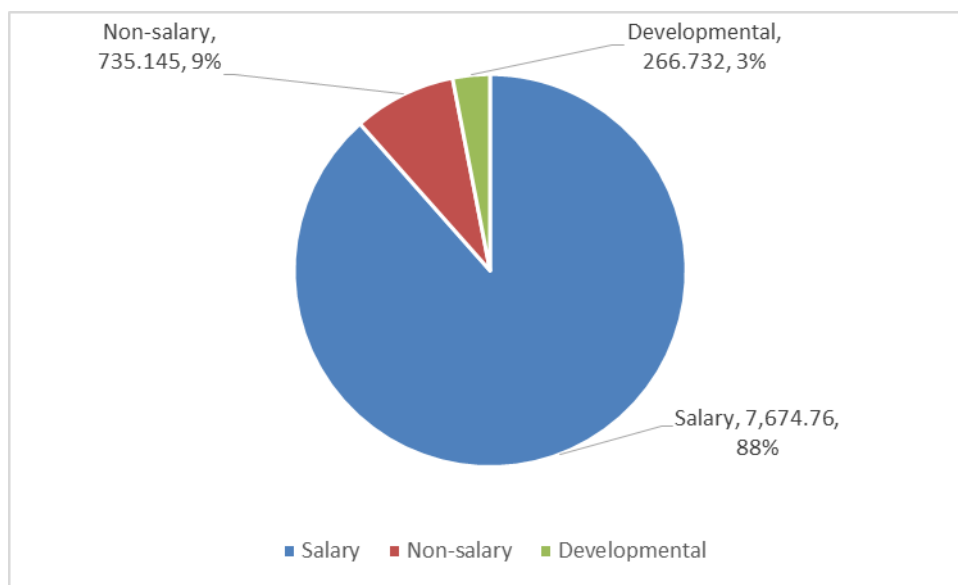
2.2 Comments on Budget and Accounts (Variance Analysis)

(Rs. in million)

District Government Swabi				
Description	Budget	Actual Expenditure/ Receipts	Excess/(Saving)	%age
Salary	7,687.171	7,674.763	-13.638	0.18
Non-Salary	1,109.739	735.145	-375.774	33.86
Developmental	945.137	266.732	-679.035	71.85
Total	9,742.047	8,676.640	-1,068.447	10.97
Receipts	0	0	0	

EXPENDITURE 2020-21

(Rs. in million)



The savings of Rs 1,068.447 million indicate inefficiency in the capacity of Local Government Departments to utilize the amount allocated

2.3 Classified Summary of Audit Observations

Audit observations amounting to Rs. 383.388 million were raised in this audit report. This amount also includes recoverable of Rs. 18.756 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 (Rs.)
1.	Irregularities	-
A.	HR/Employees related irregularities	8.597
B.	Procurement related irregularities	6.852
C.	Management of Accounts with Commercial Banks	1.158
2.	Value for money and service delivery issues	365.778
3.	Others, including cases of accidents, negligence etc.	1.003
	Total	383.388

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

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

Sr. No.	Audit Year	ZAC meeting
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.	2008-09	Not Convened
8.	2009-10	Not Convened
9.	2010-11	Not Convened
10.	2011-12	Not Convened
11.	2012-13	Not convened
12.	2013-14	Not Convened
13.	2016-17	Not Convened
14.	2017-18	Not Convened
15.	2018-19	Not Convened
16.	2019-20	Not Convened
17.	2020-21	Not Convened

2.5 AUDIT PARAS

2.5.1 Irregularities

A. HR/Employees related irregularities

2.5.1.1 Non-recovery of house rent, conveyance allowances and 5% charges –Rs 7.434 million

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

Office of the District Health Officer Swabi, could not deduct house rent allowance, conveyance allowance, and 5% maintenance charges amounting to Rs 7,434,982 from various officers and officials residing in government accommodations in the Hospital/ health facilities' premises during FY 2020-21. Detail at Annex-2.

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

When pointed out in July 2020, management did not respond to audit observation.

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

Audit recommends recovery from the employees concerned under intimation to audit.

AIR Para # 03(2020-21)

2.5.1.2 Non-recovery of HPA and Conveyance Allowance during leave period Rs- 1.163 million

According to condition (iii) of Government of Khyber Pakhtunkhwa Finance Department Regulation Wing Notification No FD (SOSR-II) 8-18/2016

dated 07-01-2016, health professional allowance is not admissible during earned leave, study leave, and extraordinary leave.

Office of the District Officer Health, Swabi paid Rs 1,163,235 on account of health professional allowance and conveyance allowance to various officers and officials during their period of leave during the FY 2020-21, which was unauthorized. Detail at Annex-3.

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

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

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

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

AIR Para # 10(2020-21)

B. Procurement related irregularities

2.5.1.3 Overpayment due to allowing higher rates -Rs 3.860 million

According to valuation table of the Gandaf Bala area/mouza rate fixed for Nul Chai & Ghair Mumkin abadi are Rs 445,840 & Rs 518,560 per Kanal respectively and rate fixed for Nul Chai of Bamkhel area is Rs 968,000 per Kanal.

Office of the Deputy Commissioner, Swabi overpaid Rs 3,860,758 to the landowners as the cost of land for the acquisition of land for different departments during the FY 2020-21. The land was acquired at rates higher than the rates fixed in the approved valuation table for the respective areas/mouza. Detail at Annex-4

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

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

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

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

AIR Para # 06(2020-21)

2.5.1.4 Non-recovery of penalty due to late supply of medicines - Rs1.183 million

According to serial No 22(a) of the terms and conditions of contract deed under MMC Rules, supply of the medicines will be made within one month of the issuance of the supply orders, upon delay of supply from 31-45 days, a lump sum penalty @ 3% and upon delay of supply from 46 – 60 days, lump-sum penalty @ 7% of the total amount of the supply order shall be levied. If the supplier fails to supply the medicines in 60 days then the order will be canceled and an alternate arrangement will be made as per MCC rules.

Office of the District Health Officer, Swabi issued supply orders for procurement of medicines during the FY 2020-21 but the suppliers could not supply the medicines in the stipulated time. The department did not impose and recover penalty for Rs 1,183,992 @ 3% and 7% as required above. Detail at Annex-5.

Non-recovery of penalty occurred due to weak internal controls, resulting in non-availability of medicine for community in health facilities, when required.

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

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

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

AIR Para # 09(2020-21)

2.5.1.5 Non-supply of furniture– Rs 1.809 million

According to agreement, the Pak German Wood Working Centre, Peshawar was required to complete supply of furniture within six months after the payment.

Office of the District Education Officer (Female), Swabi paid Rs 1,809,826 to Pak German on account of the purchase of furniture in November, 2020. However, the furniture was not supplied in stipulated time period i.e. May 2021.

Non-supply of furniture occurred due to weak internal controls, which resulted in a delay in the provision of facilities to the students of the district.

When pointed out in August 2021 management stated that the concerned firm shall be informed immediately regarding the completion of supply and recovery of penalty. However, no action was intimated till the finalization of this report.

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

Audit recommends immediate completion of supply and imposition and recovery of penalty.

AIR Para # 11(2020-21)

C. Management of Accounts with Commercial Banks

2.5.1.6 Non-deposit of government receipts into government treasury -Rs 1.158 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 the Government are regularly and promptly assessed, realized, and duly credited in the Public Account.

Office of the District Health Officer Swabi could not deposit Rs 1,158,007 into government treasury on account of receipts, received from various health facilities of the District during FY 2020-21.

Non-deposit of receipts occurred due to weak financial controls, which resulted in a loss to the Government.

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

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

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

AIR Para # 11(2020-21)

2.5.2 Value for money and service delivery issues

2.5.2.1 Blockage of Government Fund – Rs 339.891 million

According to Rule 68 sub-rule 6 of District Government budget rules 2016, the District Officer Finance and Planning shall upon receipt of funds from the Government in Account – IV, release within three days the funds so received, through the online-real-time Integrated Financial Management Information System for utilization by the respective Heads of Offices and the Drawing and Disbursing Officers after completion of all formalities as required under the relevant rules.

Office of the Deputy Commissioner, Swabi received Rs 339.891 million from Provincial Government in account-IV for onward release to the Health and Education Department of the District during the FY 2020-21. However, the funds were not released to their respective Drawing and Disbursing Officers and retained in account IV. The detail is given below:

(Rs. in million)

S No	Head	Release by provincial government	Release to DDOs	Balance Amount
1	Emergency medicines	25.05	12.525	12.525
2	Purchase of furniture for E&SE	302.213	0	302.213
3	Emergency medicines	25.05	0	25.05
4	Reward for top DEO offices	0.1030	0	0.1030
Total				339.891

The lapse occurred due to weak internal controls, which resulted in the blockage of funds and depriving people of the district from government relief.

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

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

Audit recommends inquiry into the matter for fixing responsibility on the person(s) at fault.

AIR Para # 02(2020-21)

2.5.2.2 Non-deposit of stamp duty into Government Treasury – Rs.3.958 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 the Government are regularly and promptly assessed, realized, and duly credited in the Public Account.

Office of the Deputy Commissioner, Swabi could not deposit Rs 3,958,641 on account of stamp duty received from different acquiring departments on account of the purchase of land during FY 2020-21. The stamp duty was retained in Revenue Deposit and not deposited into the Government treasury. The detail is given below:

S No	Name of scheme	Amount (Rs)
1	Establishment of Gajju khan medical college	2,547,204
2	Upgradation of GMS Gandaf bala to high status	51,970
3	Construction of GGPS kachkul banda Bamkhel	101,975
4	Construction of bada dam	1,257,492
Total		3,958,641

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

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

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

Audit recommends deposit of stamp duty into government treasury under and action against the person(s) at fault.

AIR Para # 04(2020-21)

2.5.2.3 Non-surrendering of saving and unauthorized retention of funds -Rs 21.929 million

Para 95 of General Financial Rules Volume I provides that all anticipated savings should be surrendered well before the close of the financial year.

Office of the Deputy Commissioner, Swabi received Rs 171,407,000 from Principal Gajju Khan Medical College Swabi on account of land acquisition for the establishment of the college during the FY 2020-21. An amount of Rs 149,477,672 was transferred to Tehsildar Swabi on 6-10-2019 for onward payment to the landowners, causing savings of Rs 21,929,328 as unspent, which was not surrendered/deposited into government treasury and remained in revenue deposit till finalization of this report.

The lapse occurred due to weak internal controls, which resulted in blockage of money and unauthorized retention of fund.

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

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

Audit recommends immediate surrender of savings to the Provincial Government.

AIR Para # 10(2020-21)

2.5.3 Others, including cases of accidents, negligence, etc.

2.5.3.1 Overpayment due to allowing Compulsory Land Acquisition Charges without due process of law –Rs 1.003 million

According to section 23(2) of Land Acquisition Act 1894," in addition to the market value of the land as above provided, the court shall in every case award a sum of 15% on such market value, in consideration of the compulsory nature of the acquisition".

According to Section 3(d) of the Act "Court" means a Principal Civil Court of original jurisdiction, unless the Provincial Government has appointed a special judicial officer within any specified local limits to perform the functions of the Court under this Act.

According to Section 18(1) & (2) of Land Acquisition Act 1894, any person interested who has not accepted the award may, by written application (application shall state the grounds on which objection to the award is taken) to the collector, the matter be referred by the collector for the determination of the Court, whether his objection is to the measurement of the land, the amount of the compensation, the person to whom it is payable or the apportionment of the compensation among the persons interested.

Office of the Deputy Commissioner, Swabi paid Rs 1,003,020 as 15% compulsory acquisition charges for acquisition of land during the FY 2020-21 without observing the due legal process and other codal formalities as per the following details.

1. Compulsory acquisition charges were allowed without any court order as required under section 23(2) read with section 3(d) of Land Acquisition Act 1894.
2. No written objection, obstruction, refusal, or appeal made to the Collector/Court by the owners as required under section 18 (1) & (2) of the Act.

In light of the above-mentioned points, the audit holds that allowing 15% compulsory acquisition charges amounting to Rs 1,003,020 was paid in violation of the Act. The detail is given below:

S No	Name of scheme	15% compulsory charges
1	GGPS Bamkhel	665,019
2	Upgradation of GMS Gandaf to High status	338,001
Total		1,003,020

The lapses occurred due to weak internal controls, which caused loss to Government.

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

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

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

AIR Para # 09(2020-21)

CHAPTER-3

Tehsil Municipal Administrations District Swabi

3.1 Introduction

District Swabi has four Tehsils i.e. Swabi, Topi, Lahor, and Razzar. 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 the Local Government Act, 2013 the functions and powers of TMAs are briefly given as under:

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

Audit Profile of TMAs of the District Swabi

(Rs. in million)

Sr. No	Description	Total	Audited	Expenditure audited FY 2020-21	Revenue /Receipts audited FY 2020-21
1.	Authorities/Autonomous Bodies etc under the PAO	4	4	412.01	302.517

3.2 Comments on Budget and Accounts (Variance Analysis)

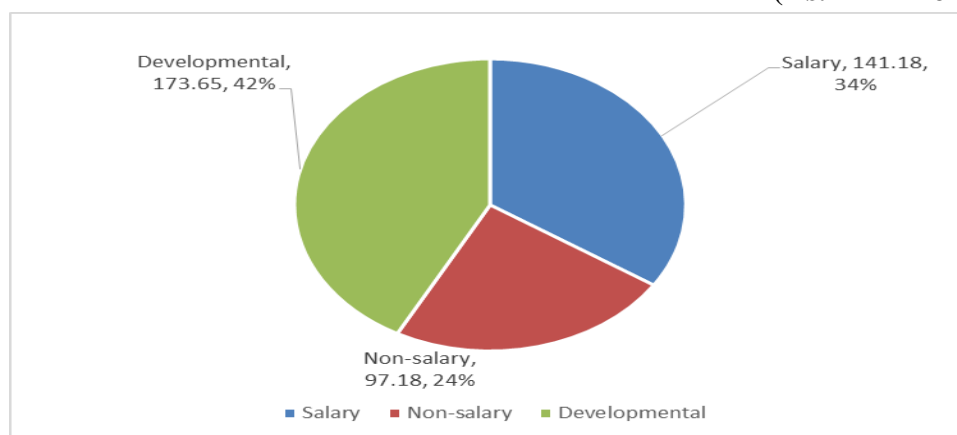
(Rs. In million)

TMAs				
Description	Budget	Expenditure/Receipts	Excess/(Saving)	%age
Salary	202.07	141.18	(60.88)	30.12
Non-Salary	201.84	97.18	(104.66)	51.85
Developmental	273.77	173.65	(100.12)	36.57
Total	677.68	412.01	(265.67)	39.20
Receipts	302.517	302.517	0	0

The savings of Rs. 265.67 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. 48.093 million were raised in this audit report. This amount also includes recoverable of Rs. 22.443 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	-
A	Procurement related irregularities	25.650
B	Management of accounts with Commercial Banks	10.714
2	Others, including cases of accidents, negligence etc.	11.729
Total		48.093

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

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

Sr. No.	Audit Year	TAC meeting
1.	2002-03	Not convened
2.	2003-04	Not convened
3.	2005-06	Not convened
4.	2006-07	Not convened
5.	2007-08	Not convened
6.	2008-09	Not convened
7.	2009-10	Not convened
8.	2010-11	Not convened
9.	2011-12	Not convened
10.	2012-13	Not convened
11.	2013-14	Not Convened
12.	2014-15	Not Convened
13.	2015-16	Not Convened
14.	2016-17	Not Convened
15.	2017-18	Not Convened
16.	2018-19	Not Convened
17.	2019-20	Not Convened
18.	2020-21	Not Convened

3.5 AUDIT PARAS

3.5.1 Irregularities

A. Procurement related irregularities

3.5.1.1 Irregular execution of schemes without TS -Rs 4.500 million

According to Para 2.4 of the B&R Department Code, no work shall be started without administrative approval, technical sanction.

Office of the Tehsil Municipal Administration, Swabi executed the schemes worth Rs 4,500,000 during the FY 2020-21, but technical sanctions from the competent authority were not obtained. The detail is given below:

S. #	Name Of Scheme	Expenditure (Rs)
1	Const. waiting shed in Tehsil Swabi	2,000,000
2	Sanitation scheme with allied work at Ismail Abad	2,500,000
Total		4,500,000

The lapse occurred due to weak internal controls, which resulted into irregular execution of schemes.

When pointed out in October 2021, management stated that TS would be obtained and would be shown to audit. However, no progress was shown till the finalization of this report.

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

Audit recommends corrective action in the matter besides action against the person(s) at fault.

AIR Para # 07 (2020-21)

3.5.1.2 Irregular execution of schemes without TS -Rs 12.250 million

According to Para 2.4 of the B&R Department Code, no work shall be started without administrative approval, technical sanction.

Office of the Tehsil Municipal Administration, Razzar District Swabi incurred expenditure of Rs 12,250,000 on the execution of various developmental schemes during the FY 2020-21, but Technical Sanctions from the competent authority were not accorded as per details below:

S.#	Name Of Scheme	Expenditure (Rs)
1	Sanitation scheme Tarakai	4,290,000
2	Street Pavement UC Tarakai	2,960,000
3	Construction of Janazgah UC Yar Hussain	5,000,000
Total		12,250,000

The lapse occurred due to weak internal controls, which resulted into irregular execution of schemes.

When pointed out in October 2021, management stated that technical sanction would be obtain from the competent authority. However, no progress was shown till the finalization of this report.

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

Audit recommends that TS be obtained from the competent authority and action against the person(s) at fault.

AIR Para # 12 (2020-21)

3.5.1.3 Irregular developmental expenditure without TS -Rs 8.900 million

According to Para 2.4 of the B&R Department Code, no work shall be started without administrative approval, technical sanction.

Office of the Tehsil Municipal Administration, Topi District Swabi incurred an expenditure of Rs 8,900,000 in the execution of the following developmental schemes during the financial year 2020-21, but Technical Sanctions from the competent authority were not accorded. The detail is given below:

S. #	Name Of Scheme	Expenditure (Rs)
1	WSS/H.Pumps at Gadon	5,700,000
2	M&R Works at PK-43	3,200,000
Total		8,900,000

The lapse occurred due to weak internal controls, which resulted into irregular execution of schemes.

When pointed out in October 2021, management stated that technical sanction would be obtain and would be shown to audit. However, no progress was shown till the finalization of this report.

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

Audit recommends that TS be obtained from the competent authority and action against the person(s) at fault.

AIR Para # 04 (2020-21)

B. Management of Accounts with Commercial Banks

3.5.1.5 Non-deposit of profit into Government treasury – Rs 3.403 million

Finance Department Khyber Pakhtunkhwa Peshawar vide letter No. 2/3-(F/L)/FD/2007-08/vol-IX dated 10.03.2018, has allowed sanction of bank accounts in commercial banks for various departments/autonomous/semi-autonomous /corporation in KP and directed that such accounts may be converted into PLS mode and profit earned may be deposited into government treasury under the relevant head of account not later than a week when declared by the bank

Office of the Tehsil Municipal Administration Swabi, realized Rs.3,403,838 on account of bank profit for the FY 2020-21. However, profit earned was not deposited into the government treasury and retained in the designated bank accounts till the finalization of this report.

Non- deposit of profit occurred due to weak internal controls, which resulted in a loss to Government.

When pointed out in October 2021, management stated that clarification will be obtained from Provincial Government. However, no progress was shown till the finalization of this report.

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

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

AIR Para # 02 (2020-21)

3.5.1.6 Non-deposit of profit into Government treasury – Rs 3.838 million

Finance Department Khyber Pakhtunkhwa Peshawar vide letter No. 2/3-(F/L)/FD/2007-08/vol-IX dated 10.03.2018, has allowed sanction of bank accounts in commercial banks for various departments/autonomous/semi-autonomous /corporation in KP and directed that such accounts may be converted into PLS mode and profit earned may be deposited into government treasury under the relevant head of account not later than a week when declared by the bank

Office of the Tehsil Municipal Administration Razzar, District Swabi realized Rs 3,838,409 on account of bank profit for the FY 2020-21. However, the profit earned was not deposited into the government treasury.

Non- deposit of profit occurred due to weak internal and financial controls, which resulted in a loss to Government.

When pointed out in October 2021, management stated that clarification will be obtained from Provincial Government and progress will be shown to audit. However, no progress was shown till the finalization of this report.

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

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

AIR Para # 04 (2020-21)

3.5.1.7 Non-deposit of income tax on local fund contracts –Rs 1.790 million

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

Tehsil Municipal Administration, Swabi did not deposit income tax amounting to Rs 1,790,733 collected from contractors of local fund contracts during the FY 2020-21. Detailed below:

S.#	Name of contract	Amount of income tax retained
1	GBS Swabi	1,060,840
2	Sign board	146,500
3	Cattle fairs Swabi	460,000
4	Cattle Guati	53,333
5	Slaughter house	6,760
6	Juma Bazar Swabi	63,300
Total		1,790,733

Non-deposit of income tax occurred due to weak internal controls, which caused loss to the exchequer.

When pointed out in October 2021, management stated that needful will be done. However, no progress was shown till the finalization of this report.

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

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

AIR Para # 06 (2020-21)

3.5.1.8 Non-deposit of profit into Government Treasury – Rs 1.683 million

Finance Department Khyber Pakhtunkhwa Peshawar vide letter No. 2/3-(F/L)/FD/2007-08/vol-IX dated 10.03.2018, has allowed sanction of bank accounts in commercial banks for various departments/autonomous/semi-autonomous /corporation in KP and directed that such accounts may be converted into PLS mode and profit earned may be deposited into government treasury under the relevant head of account not later than a week when declared by the bank

Office of the Tehsil Municipal Officer Lahor, District Swabi realized Rs 1,683,387 on account of bank profit for the FY 2020-21. However, profit earned was not deposited into the government treasury and retained in the designated bank accounts till the finalization of this report.

Non-deposit of profit occurred due to weak internal and financial controls, which resulted in a loss to Government.

When pointed out in October 2021, management stated that clarification will be obtained from LGE&RDD in this regard. However, no progress was shown till the finalization of this report.

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

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

AIR Para # 04 (2020-21)

3.5.2 Others, including cases of accidents, negligence, etc.

3.5.2.1 Non-recovery of outstanding dues from contractor –Rs 2.206 million

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 Administration Lahor, Swabi could not recover outstanding dues against the contractor of GBS Anbar amounting to Rs 22,064,00 during the FY 2021-21.

Non-recovery of outstanding dues occurred due to weak financial controls, which resulted in loss to TMA.

When pointed out in October 2021, management stated that notices have already been issued to contractor in this regard. However, no progress was shown till finalization of this report.

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

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

AIR Para # 08 (2020-21)

3.5.2.2 Non-deposit of income tax –Rs 7.823 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 Tehsil Municipal Officer Lahor, Swabi could not deposit income tax amounting to Rs 7,822,500 deducted from contractors of 34 developmental schemes during the FY 2020-21. Detail at annex-7.

Non deposit of income tax occurred due to weak internal controls, which caused loss to exchequer.

When pointed out in October 2021, management stated that tax would be deposit after scrutiny of record. However, no progress was shown till finalization of this report.

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

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

AIR Para # 10 (2020-21)

3.5.2.3 Non-imposition of penalty for non-completion of works – Rs.1.700 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 Tehsil Municipal Administration Lahor, Swabi could not impose penalty of Rs 1,700,000 on contractors for non-completion of schemes within stipulated period of time during the FY 2020-21. Detail given below:

S. #	Scheme	Est. Cost (Rs)	Work order Date	Required date of completion	Status/date of completion	10% Penalty (Rs.)
1	Sanitation scheme with allied work at VC Bazar Lahor	5,000,000	09.07.2020	31.12.2020	Not yet completed	500,000
2	Sanitation scheme with	5,000,000	09.07.2020	31.12.2020	Not yet	500,000

	allied work at VC Bekka Lahor				completed	
3	Beautification of Tehsil Complex	7,000,000	25.01.2021	30.06.2021	Not yet completed	700,000
Total						1,700,000

The lapse occurred due to weak internal controls, which resulted in deprivation of public from the benefits of the schemes.

When pointed out in October 2021, management stated that penalty will be imposed after scrutiny of record. However, no progress was shown till finalization of this report.

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

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

AIR Para # 12 (2020-21)

CHAPTER-4

AD LGE &RDD SWABI

4.1 Introduction

Assistant Director Local Government, Election and Rural Development Department in District Swabi have 160 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 Swabi.

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

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

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

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

- i. Monitoring and supervision of the performance of functionaries of all government offices located in the area of the respective village council or neighborhood council, including education, health, public health engineering, agriculture, livestock, police and revenue, and hold them accountable by making inquiries and reports to the Tehsil municipal administration, district government or, as the case may be, the Government for consideration and action;
- ii. Providing effective forum for out of court amicable settlement of disputes and, for this purpose, constitute panels of members as conciliators;
- iii. Registration of births, deaths and marriages;
- iv. Implementation and monitoring of village level development works;
- v. Improving water supply sources, maintain water supply distribution system and take measures to prevent contamination of water;
- vi. Maintenance of village level infrastructure, footpaths, tracks, streets, playgrounds, graveyards, funeral places, eid-gah, parks, public open spaces and community centres.
- vii. Identifying development needs of the area for use by municipal administration and district government in prioritizing development plans;
- viii. Making arrangements for sanitation, cleanliness, disposal of garbage and carcasses, drainage and sewerage system;
- ix. Displaying land transactions in the area for public information;
- x. Mobilizing community for maintaining public ways, public streets, culverts, bridges and public buildings, de-silting of canals and other development activities;
- xi. Organizing cattle fairs and agriculture produce markets;
- xii. Organizing sports teams, cultural and recreational activities;
- xiii. Organizing watch and ward in the area;
- xiv. Promoting plantation of trees, landscaping and beautification of public places;
- xv. Regulating grazing areas, establish cattle ponds and provide protection against stray animals and animal trespass;

- xvi. Considering and approving annual budget presented by the respective Nazim, village council or neighborhood council;
- xvii. Facilitating formation of voluntary organizations for assistance in functions assigned to it;
- xviii. Facilitating the formation of co-operatives for improving economic returns and reduction of poverty;
- xix. Electing an Accounts Committee and review its recommendations on the annual statement of accounts and audit reports; and
- xx. Reporting cases of handicapped, destitute and of extreme poverty to district government.

Audit Profile of LGE&RDD District Swabi

(Rs. in million)

S. No.	Description	Total Nos	Audited	Expenditure audited FY 2020-21 (Rs. in million)	Revenue /Receipts audited FY 2020-21
1.	Formations	01	01	123.740	Nil

4.2 Comments on Budget and Accounts (Variance Analysis)

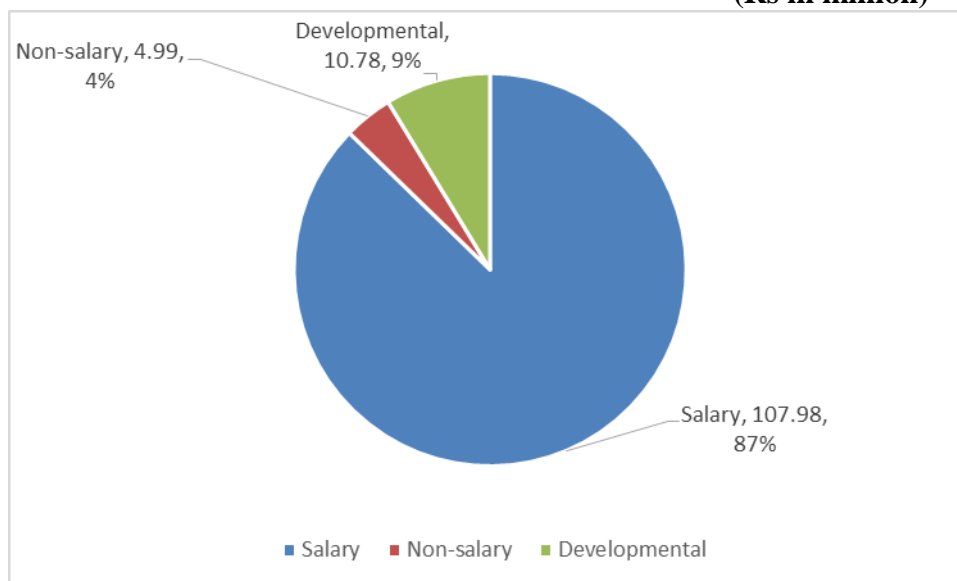
(Rs in million)

AD LGE&RDD Swabi				
Particulars	Budget	Expenditure	Excess/(Saving)	%age
Salary	109.21	107.98	(1.23)	1.12
Non Salary	6.17	4.99	(1.18)	19.12
Development	11.41	10.78	(0.63)	5.52
Grand Total	126.78	123.74	(3.04)	2.39
Receipts	0	0	0	

The savings of Rs 3.04 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. 1.343 million were raised in this audit report. This amount of Rs. 1.343 million is recoverable as pointed out by the audit. Summary of the audit observations classified by nature is as under:

(Rs. in million)

Sr. No.	Classification	Amount (Rs.)
1	Management of Accounts with Commercial Banks	1.343
Total		1.343

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

The audit reports of the 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 Irregularities

A. Management of Accounts with Commercial Banks

4.5.1.1 Non-deposit of Profit into Government Treasury –Rs 1.343 million

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

Office of the Assistant Director Local Government Elections & Rural Development Department, Swabi could not deposit profit earned from designated bank accounts of various Village Councils amounting to Rs 1,343,296 into the Government treasury during the FY 2020-21. Detailed at annex-6

Non-deposit of profit in Government treasury occurred due to weak financial controls, which resulted in a loss to Government

When pointed out in October 2021, management stated that profit will be deposited into the government treasury. However, no progress was shown till the finalization of this report.

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

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

AIR Para # 07(2020-21)

ANNEXURES

Annex -1

Detail of MFDAC Paras

(Rs. in million)

S. No.	AIR No	Department	Subject	(Rs in million)
1	1	DC	Unjustified balance in bank account-Rs 44.463 million	44.463
2	3	DC	Excess transfer from account-IV to account-I on account of public account amount Rs 80.552 million	80.552
3	5	DC	Non-transfer of 2% Property Tax-Rs 3.958 million	3.958
4	7	DC	Overpayment in the purchase of land-Rs 3.329 million	3.329
5	8	DC	Non deduction/ deposit of Income Tax-Rs 1.975 million	1.975
6	11	DC	Non-deduction/deposit of Income Tax from contractors-Rs 51.520 million	51.52
7	12	DC	Non collection/Non-deposit of Stamp Duty into Government treasury – Rs 1.282 million	1.282
8	13	DC	Suspicious expenditure on account of polio campaign –Rs 53.917 million	53.917
9	14	DC	Loss due to placement of public funds in current bank account – Rs 1.130 million	1.13
10	15	DC	Unauthentic and unjustified payment of honoraria – Rs 2.750 million	2.75
11	16	DC	Irregular and doubtful expenditure without open tender system and non-maintenance of stock register- Rs 2.078 million	2.078
12	17	DC	Non payment of Financial Assistance to the legal heirs-Rs 7.445 million	7.445
13	18	DC	Irregular expenditure on account of Entertainment Charges Rs 854,930	0.854
14	19	DC	Overpayment in the purchase of land-Rs 572,295	0.572
15	20	DC	Non deduction/deposit of Income Tax -Rs 217,500	0.217
16	21	DC	Non payment of electricity bills of bachelor hostel–Rs 502,546 and non recovery of room rent charges from the residents	0.502
17	22	DC	Non deduction of sales tax, income tax and Stamp Duty – Rs 122,723	0.122
18	23	DC	Unjustified and unauthorized payment of cash award - Rs 200,000	0.2
19	24	DC	Non collection/deposit of Disabled Person Rehabilitation fund-Rs 444,000	0.444

20	25	DC	Overpayment due to inadmissible executive allowance - Rs 819,900	0.819
21	26	DC	Loss to government due to non-achievement of target receipts –Rs 21.674 million	21.674
22	27	DC	Illegal and unauthorized collection of taxes Rs 1.591 million	1.591
23	28	DC	Non reconciliation of expenditure – Rs 156.093 million	156.093
24	29	DC	Unauthentic Fines receipts Rs 10.337 million	10.337
25	30	DC	Overpayment on a/c of Honoraria –Rs 248,070 million	0.248
26	31	DC	Unverified and unjustified expenditure on POL & repair of vehicles due to non-maintenance of log books -Rs 9.708 million	9.708
27	32	DC	Unjustified expenditure on account of transportation – Rs 97,040	0.097
28	33	DC	Overpayment due to non-recovery of house rent allowance and 5% charges Rs 281,420	0.281
29	34	DC	Overpayment due to allowing inadmissible allowances-Rs 86,760	0.086
30	35	DC	Non pursuance of illegally occupied state land 1283 kanal	0
31	36	DC	Irregular drawl from treasury –Rs 9.141 million	9.141
32	37	DC	Irregular purchase of stationery and others -Rs 2.134 million	2.134
33	38	DC	Unauthorized release of additional grant without token sum in the original grant –Rs 209.900 million	209.9
34	39	DC	Irregular drawl and disbursement of pay and allowances – Rs 2.106 million	2.106
35	40	DC	Unauthentic payment on account of TA/DA: Rs.414720	0.414
36	41	DC	Blockage of government money due to non-utilization of fund –Rs 2.388 million	2.388
37	42	DC	Unauthentic and unverified expenditure on account of Covid-19 fund - Rs 454,400	0.454
38	43	DC	Variation in figures of actual expenditure of District devolved Departments –Rs 88.466million	88.466
39	44	DC	Irrigular appointment of class-IV employees	0
40	1	DHO	Overpayment on account Health professional allowance – Rs 13.880 million	13.88
41	2	DHO	Irregular purchase of medical equipments without sanction -Rs 7.999 million	7.999
42	4	DHO	Unjustified and unauthentic drawl of pay and allowances Rs 3.177 million	3.177
43	5	DHO	Difference in receipts figure of facilities and office -Rs 2.373 million	2.373

44	6	DHO	Unauthorized payment of doctor share -Rs 1.929 million	1.929
45	7	DHO	Non deduction/non deposit of Income Tax-Rs 2.254 million	2.254
46	8	DHO	Loss to government due to placement of public funds in current bank account – Rs 1.199 million	1.199
47	12	DHO	Non supply of Medicine-Rs 1.012 million	1.012
48	13	DHO	Overpayment of pay and allowances during absent period Rs 818,841	0.818
49	14	DHO	Loss to Government due to unauthentic payment of electricity bills –Rs 700,000	0.7
50	15	DHO	Non imposition/ recovery of penalty for late supply of medical gas pipeline system Rs 559,650	0.559
51	16	DHO	Loss to Government due to unjustified payment of electricity bills of private residence out of government treasury –Rs 433,753	0.433
52	17	DHO	Non deposit of OT receipts Rs 336,500	0.336
53	18	DHO	Unauthorized payment of rural compensatory allowance Rs 96,600	0.096
54	19	DHO	Loss to Government due to issuance of X-Ray film to non-functional X-Ray plant Rs- 91,807	0.091
55	20	DHO	Unverified expenditure on POL due to non-maintenance of log books -Rs 3.813 million	3.813
56	21	DHO	Unauthentic and unverified expenditure on account of TA/DA -Rs 351,700	0.351
57	22	DHO	Unauthorized drawl from treasury –Rs 106.88 million	106.88
58	23	DHO	Overpayment due to allowing unjustified non-Practicing Allowance-Rs 729,000	0.729
59	24	DHO	Irregular disbursement of pay–Rs 10.051 million	10.051
60	25	DHO	Overpayment of conveyance allowance Rs 300,000	0.3
61	26	DHO	Overpayment on account of Conveyance Allowance Rs 347,760	0.347
62	27	DHO	Non reconciliation of expenditure–Rs 528.318 million	528.318
63	28	DHO	Doubtful receipts amounting to –Rs 11.319 million	11.319
64	29	DHO	Non-conducting of physical verification of store and stock	0
65	30	DHO	Unauthorized purchase from non-registered firms –Rs 4.808 million	4.808
66	31	DHO	Unauthentic expenditure of Rs 3.674 million	3.674
67	32	DHO	Non reporting of clinical efficacy of medicines valuing Rs 53.275 million	53.275
68	33	DHO	Irregular payment on account of purchase of medicines and cost of other store Rs 58.194 million	58.194
69	34	DHO	Unauthentic expenditure on repair of plant & machinery -	0.98

			Rs 980,064	
70	35	DHO	Loss due to irregular purchase of stationery Rs 937,406	0.937
71	1	DEO Male	Irregular purchase of furniture-Rs 1.833 million	1.833
72	2	DEO Male	Non supply of furniture– Rs 764,602	0.764
73	3	DEO Male	Unjustified payment of funds to schools-Rs 2.060 million	2.06
74	4	DEO Male	Less deduction of income tax - Rs 249,561	0.249
75	5	DEO Male	Less deposit of government receipts - Rs 715,000	0.715
76	6	DEO Male	Non deduction of income tax and sales tax Rs 3.922 million	3.922
77	7	DEO Male	Unjustified balance in bank account-Rs 76,500	0.076
78	8	DEO Male	Unverified expenditures of PTC fund- Rs 2.719 million	2.719
79	9	DEO Male	Non recovery/Non deposit of Scouts registration/Affiliation fee, Shaheen fund and red crescent fund -Rs 184,464	0.184
80	10	DEO Male	Unauthorized cash payment instead of crossed cheques/bank transfer to vendors - Rs 4.931 million	4.931
81	11	DEO Male	Blockage of Government fund –Rs 7.800 million	7.8
82	12	DEO Male	Unverified expenditure on POL & repair of vehicle -Rs 597,714	0.597
83	13	DEO Male	Excess transfer of PTC fund Rs 78,000	0.078
84	14	DEO Male	Unauthentic payment of Rs 1.800 million	1.8
85	15	DEO Male	Unjustified TA/DA Rs 546,087	0.546
86	16	DEO Male	Non deposit of Bank profit into Government Treasury –Rs 205,503	0.205
87	17	DEO Male	Unauthentic purchase and distribution of Tablet PCs Rs 690,000	0.69
88	18	DEO Male	Non imposition of rationalization policy	0
89	1	DEO Female	Irregular purchase of furniture-Rs 2.284 million	2.284
90	3	DEO Female	Unjustified payment of funds to schools-Rs 6.880 million	6.88
91	4	DEO Female	Non deduction of income tax and sales tax - Rs 681,725	0.681
92	5	DEO Female	Non deduction of income tax and sales tax Rs 6.574 million	6.574
93	6	DEO Female	Unverified expenditures of PTC fund- Rs 2.517 million	2.517
94	7	DEO Female	Unauthorized cash payment instead of crossed cheques/bank transfer to vendors - Rs 3.992 million	3.992

95	8	DEO Female	Non recovery/Non deposit of Girls Guide and Red crescent fund -Rs 154,033	0.154
96	9	DEO Female	Unauthentic drawl from bank amounting to –Rs 100,000	0.1
97	10	DEO Female	Irregular expenditure without open tender system and non-maintenance of stock register- Rs 310,000	0.31
98	11	DEO Female	Unverified expenditure on POL & repair of vehicle -Rs 465,000	0.465
99	12	DEO Female	Irregular payment on account of Enrolment campaign -Rs 179,000	0.179
100	13	DEO Female	Unjustified TA/DA Rs 680,000	0.68
101	14	DEO Female	Non deposit of Bank profit into Government Treasury –Rs 42,639	0.043
102	15	DEO Female	Blockage of Government fund –Rs 7.560 million	7.56
103	16	DEO Female	Non implementing of rationalization policy	0
104	1	AD LGRDD	Non deduction of Disable Persons Rehabilitation fund-Rs 254,000	0.254
105	2	AD LGRDD	Non deposit of stamp duty & professional tax –Rs 827,150	0.827
106	3	AD LGRDD	Irregular retention of funds in designated bank account– Rs. 520,128	0.52
107	4	AD LGRDD	Loss to government due to non-conversion of current accounts into PLS	0
108	5	AD LGRDD	Unauthorized expenditure without material test –Rs 3.304 million	3.304
109	6	AD LGRDD	Unauthentic expenditure on POL due to non-maintenance of log book -Rs 479,597	0.479
110	8	AD LGRDD	Blockage of government funds –Rs 30.970 million	3.97
111	9	AD LGRDD	Non-submission of Accounts of Local Government –Rs 45.602 million	45.602
112	10	AD LGRDD	Non-imposition of penalty due to non/late completion of works –Rs 428,000	0.428
113	11	AD LGRDD	Non- deposit of KPRA Tax –Rs 70,113	0.0701

114	12	AD LGRDD	Non-execution of developmental schemes –Rs 13.940 million	13.94
115	13	AD LGRDD	Irregular expenditure without proper agreements worth – Rs 5.635 million	5.635
116	14	AD LGRDD	Irregular expenditure without Technical Sanction –Rs 3.290 million	3.29
117	15	AD LGRDD	Irregular execution of schemes without location coordinates –Rs 3.769 million	3.769
118	16	AD LGRDD	Unauthorized payments to DDO instead of vendors - Rs 2.184 million	2.184
119	1	TMA Swabi	Loss to TMA due to non-recovery of annual fee from petrol/CNG pumps –Rs 250,000	0.25
120	3	TMA Swabi	Non-submission of Accounts of Local Government –Rs 199.583 million	199.58
121	4	TMA Swabi	Non-deposit of 3% RTA Share -Rs 843,112	0.843
122	5	TMA Swabi	Unauthentic receipts of 2% property tax without reconciliation –Rs 4.694 million	4.694
123	8	TMA Swabi	Irregular expenditure without material tests –Rs 5.879 million	5.879
124	9	TMA Swabi	Non-execution of developmental scheme –Rs 5.00 million	5
125	10	TMA Swabi	Unauthorized payment for non-scheduled item without rate analysis –Rs 120,000	0.12
126	11	TMA Swabi	Irregular execution of scheme without location coordinates –Rs 8.021 million	8.02
127	12	TMA Swabi	Non-imposition of penalty for non-completion of works – Rs 1.352 million	1.35
128	1	TMA Lahor	Loss to TMA due to non-recovery of annual fee from petrol pumps –Rs 650,000	0.65
129	2	TMA Lahor	Unauthorized expenditure without material test –Rs 915,407	0.915
130	3	TMA Lahor	Irregular developmental expenditure without TS -Rs 5.610 million	5.610
131	5	TMA Lahor	Non-submission of Accounts of Local Government –Rs 168.632 million	168.632
132	6	TMA Lahor	Non deposit of 3% RTA Share -Rs 95,995	0.095
133	7	TMA Lahor	Irregular execution of schemes without location coordinates –Rs 2.672 million	2.672
134	9	TMA Lahor	Unauthentic receipts of 2% property tax without reconciliation –Rs 2.740 million	2.74
135	11	TMA Lahor	Loss to government due to non-deposit of stamp duty, DPR fund & professional tax –Rs 438,500	0.438
136	13	TMA	Unauthorized payment for non-scheduled items without	2.632

		Lahor	rate analysis –Rs 2.632 million	
137	14	TMA Lahor	Loss to government due to non- deposit of KPRA Tax –Rs 362,180	0.362
138	1	TMA Razzar	Non-submission of Accounts of Local Government –Rs 113.846 million	113.846
139	2	TMA Razzar	Unauthorized opening of bank accounts without approval of the Government	0
140	3	TMA Razzar	Loss to TMA due to non-recovery of annual fee from petrol/CNG pumps –Rs 2.025 million	2.025
141	5	TMA Razzar	Non deposit of 3% RTA Share -Rs 444,747	0.444
142	6	TMA Razzar	Non-deposit of income tax on local fund contracts –Rs 538,333	0.538
143	7	TMA Razzar	Loss to Government on account of rent of shops –Rs 540,000	0.54
144	8	TMA Razzar	Embezzlement on account of 2% property tax	0
145	9	TMA Razzar	Non-deposit of taxes deducted from suppliers –Rs 114,915	0.114
146	10	TMA Razzar	Unauthorized payment for non-scheduled items without rate analysis –Rs 5.00 million	5
147	11	TMA Razzar	Unauthorized expenditure without material test –Rs 7.272 million	7.272
148	13	TMA Razzar	Irregular execution of schemes without location coordinates –Rs 30.00 million	30
149	14	TMA Razzar	Irregular execution of development scheme without mutation of land -Rs 5.00 million	5
150	15	TMA Razzar	Non-imposition of late penalty for non-completion of work –Rs 280,154	0.28
151	1	TMA Topi	Loss to TMA due to non-recovery of annual fee from petrol/CNG pumps –Rs 375,000	0.375
152	2	TMA Topi	Irregular expenditure without material test –Rs 1.808 million	1.808
153	3	TMA Topi	Irregular execution of development schemes without mutation of land -Rs 8.00 million	8
154	5	TMA Topi	Unauthorized opening of bank accounts without approval of the Government	0
155	6	TMA Topi	Non-deposit of profit into Government treasury – Rs 256,961	0.256
156	7	TMA Topi	Non-submission of Accounts of Local Government –Rs 109.650 million	109.65
157	8	TMA Topi	Non deposit of 3% RTA Share -Rs 467,225	0.467
158	9	TMA Topi	Irregular execution of schemes without location coordinates –Rs 7.500 million	7.5

159	10	TMA Topi	Unauthentic receipts of 2% property tax without reconciliation –Rs 2.795 million	2.795
160	11	TMA Topi	Loss to government due to non-deposit of income tax on local contracts –Rs 370,800	0.371
161	12	TMA Topi	Loss to government due to non deposit of stamp duty, DPR fund & professional tax–Rs 523,800	0.524
162	13	TMA Topi	Non-imposition of penalty for non-completion of works – Rs 800,000	0.8
163	14	TMA Topi	Unauthorized payment for non-scheduled item without rate analysis –Rs 362,771	0.363

Annex -2
Para No. 2.5.1.1

Non recovery of house rent allowance and 5% charges

S NO	Name	Design	B pay	5%	HRA	CA	Total	Period	Amount (Rs)
Cat-C Hospital Topi									
1	Touseef Ahmad	MO	39570	1978.5	4433	5000	11411.5	12	136,938
2	Nazia Bibi	CN	26510	1325.5	0	0	1325.5	12	15,906
3	Taj wali shah	MS	89710	4485.5	0	0	4485.5	12	53,826
4	Samra	WMO	32670	1633.5	4433	5000	11066.5	12	132,798
5	Nasreen Haider	WMO	86660	4333	0	0	4333	12	51,996
6	Saima Gul	Gynae	49830	2491.5	0	0	2491.5	12	29,898
7	Qalandar Shah	EPI	17160	858	0	0	858	12	10,296
8	Shamsher Nawaz	EPI	35400	1770	0	0	1770	12	21,240
9	Islam Nabi	EPI	20040	1002	0	0	1002	12	12,024
10	Naseer Muhammad	X-ray Attdt	12100	605	1458	1785	3848	12	46,176
11	Imran Khan	MO	30370	1518.5	0	0	1518.5	12	18,222
12	Irfan Ali	MO	30370	1518.5	0	0	1518.5	12	18,222
13	Sain Ali Shah	MO	30370	1518.5	0	0	1518.5	12	18,222
14	Haider Ali	MO	37270	1863.5	0	0	1863.5	12	22,362
15	Numan Irshad	MO	30370	1518.5	4433	5000	10951.5	12	131,418
16	Hamad Gul	MO	30370	1518.5	4433	5000	10951.5	12	131,418
17	Umar Abbas	X-ray Attdt	14280	714	1961	2856	5531	12	66,372
18	Zia ul Qamar	OT Tech	14280	714	1961	2856	5531	12	66,372
19	Umar Hamid	Ph Tech	14280	714	1961	2856	5531	12	66,372
20	Rukhsana waris	CN	29550	1477.5	2727	5000	9204.5	12	110,454
BHU Adina									
									0
21	Mazhar	MO	41870	2093	4433	5000	11526	12	138,318
22	Shahid ali	MT	22920	1146	1961	2856	5963	12	71,556
23	Fozia	LHV	35400	1770	0	2856	4626	12	55,512
24	Naeem zada	Chow	10780	539	1413	1785	3737	12	44,844

BHU Baja									0
25	Ibne yamin	MT	19080	954	1961	2856	5771	12	69,252
26	Naeema Rahman	LHV	34440	1722	1961	2856	6539	12	78,468
BHU Fazal Abad									0
27	Behzad	MT	55390	2769	2727	5000	10496	12	125,958
BHU Lahor E									0
28	Huma	WMO	30370	1518	4433	5000	10951	12	131,418
29	Amina Ghani	LHV	40200	2010	1961	2856	6827	12	81,924
BHU Manki									0
30	Hammad Zahid Shah	MO	39750	1987	0	0	1987	12	23,850
31	Ahmad Ali	Chow	10780	539	1413	1785	3737	12	44,844
BHU Mainai									0
32	Muhammad Tariq	MO	39750	1987	0	0	1987	12	23,850
33	Tariq Zaman	MT	16200	810	1961	2856	5627	12	67,524
34	Fozia Gul	LHV	35400	1770	0	2856	4626	12	55,512
BHU Salim Khan									0
35	Jehanzeb	MO	37270	1863	0	0	1863	12	22,362
36	Ashiq Nabi	MT	16200	810	1961	2856	5627	12	67,524
BHU Yaqoobi									0
37	Salman Khan	MO	30370	1518	4433	5000	10951	12	131,418
38	Shazia	LHV	11220	561	1458	1785	3804	12	45,648
BHU Batakara									0
39	Said aman	MT	52350	2617	2727	5000	10344	12	124,134
BHU Bachai									0
40	Asghar Ali	MO	39570	1978	4433	5000	11411	12	136,938
41	Inam ullah	MT	33480	1674	0	0	1674	12	20,088
BHU Dobian									0
42	Raiqa Rahman	WMO	39570	1978	4433	5000	11411	12	136,938
43	Muhammad Ali	MT	35400	1770	1961	2856	6587	12	79,044
BHU Dheri Zakria									0
44	Maqsood shah	MO	30370	1518	4433	5000	10951	12	131,418
BHU Gandaf									0
45	Muhammad shafiq	MO	30370	1518	4433	5000	10951	12	131,418
46	Rang Ali	MT	38280	1914	1961	2856	6731	12	80,772

BHU Kalabat									0
47	Muhammad Naeem	MT	17160	858	1961	2856	5675	12	68,100
BHU Qadra									0
48	Zahid	MT	16200	810	1961	2856	5627	12	67,524
BHU Shahmasoor									0
49	Aman shah	MT	20040	1002	1961	2856	5819	12	69,828
50	Sanam Sher	LHV	28680	1434	0	0	1434	12	17,208
51	Zia ur Rahman	Chow	10780	539	1413	1785	3737	12	44,844
BHU Tarakai									0
52	Hidayat	MT	38280	1914	1961	2856	6731	12	80,772
53	Shagufta nargas	LHV	38280	1914	1961	2856	6731	12	80,772
BHU Thandkoi									0
54	Zuhad	MO	39570	1978	4433	0	6411	12	76,932
55	Saeeda Begum	LHV	35400	1770	1961	2856	6587	12	79,044
56	Shakeel	Chow	10780	539	1413	1785	3737	12	44,844
RHC Tordher									0
57	Raj begum	WMO	30370	1518	4433	5000	10951	12	131,418
58	Bahadar zaman	Tech	18120	906	0	0	906	12	10,872
RHC Beka									0
59	Fatima usman	MO	30370	1518	4433	5000	10951	12	131,418
60	Erum sana	MO	30370	1518	4433	5000	10951	12	131,418
61	Amin ullah shah	MT	19080	954	1961	2856	5771	12	69,252
RHC Shewa									0
62	Gohar	MT	37320	1866	1961	2856	6683	12	80,196
RHC Ambar									0
63	Samreen	MO	39570	1978	4433	5000	11411	12	136,938
64	Abdul Hameed	Tech	22920	1146	1961	2856	5963	12	71,556
Total									7,434,982

Annex -3
Para No.2.5.1.2

Non recovery of HPA and Conveyance Allowance during leave period

S No	Name	Desig	Leave in days	Leave from	CA (Rs)	HPA (Rs)	Total (Rs)
1	Sabir hussain	CT ph	20	13-1-021	1842	6451	8,293
2	Shamsher Rahman	Do	15	26-10-021	1428	5000	6,428
3	Mueen Khan	Do	30	10-12-020	2856	10000	12,856
4	Nazia	CN	45	25-1-021	0	15000	15,000
5	Asma	Do	45	28-1-021	7500	15000	22,500
6	Ajmal shah	PHC Tech	10	11-2-021	952	3333	4,285
7	Muhammad Ali	Do	15	5-4-021	1428	5000	6,428
8	Saeeda begum	Do	12	24-4-021	1142	4000	5,142
9	Tabassum naz	Do	90	13-4-021	8568	30000	38,568
10	Nazima bibi	Do	21	8-4-021	1999	70000	8,999
11	Sadia sher	Do	45	23-12-20	0	15000	15,000
13	Shagufta nargus	Do	10	15-1-20	921	3225	4,146
14	Shazia tabassum	Do	28	21-4-20	2856	10000	12,856
15	Jawad Khan	MO	10	26-1-021	1667	24000	25,667
16	Abdul Mateen	EPI	10	18-11-020	951	3333	4,284
17	Asad mahmood	MO	30	28-9-20	5000	62000	67,000
18	Nisar Muhammad	MO	30	1-11-20	5000	72000	77,000
19	Muhammad Arsalan	MO	10	22-3—21	1666	24000	25,666
20	Waseem khan	MO	30	16-11-20	5000	62000	67,000
21	Muhammad idrees	MO	12	26-1-21	1935	27870	29,805
22	Kamran khan	MO	163	18-3-21	27096	390193	417,289
23	Nayab begum	WMO	90	1-7-21			0
24	Rahat hamid	Do	90	2-2-21	15000	216000	0
25	Sana Adil	Do	45	19-4-21	7500	93000	100,500
26	Humaira	Do	11	28-3-21	1667	24000	25,667

	kannual						
27	Saima bibi	CN	45	7-6-21	7500	15000	22,500
29	Aisha	CN	45	6-11-20	7500	15000	22,500
30	Nazia	Do	45	11-3-21	0	15000	15,000
32	Shah Haram	Do	45	7-12-20	7500	15000	22,500
33	Saima bibi	Do	45	23-4-21	7500	15000	22,500
34	Lubna Naz	Do	45	11-8-20	7500	15000	22,500
35	Asif Ullah	CT	30	21-10-20	2856	10000	12,856
39	Najma	CN	15	25-1-21	7500	15000	22,500
						Total	1,163,235

Annexure-4
Para No. 2.5.1.3

Loss to the government due to paying higher rates

Name of scheme	Mouza	Category of land	VT rate (Rs)	Rate paid (Rs)	Diff	Land purchased	Excess Payment (Rs)	15% compulsory charges (Rs)	Total overpayment (Rs)
Upgradation of GMS Gandaf bala to High	Gandaf bala	Nulchahi	445,840	543,168	97,328	2.17 k	211,201	31,680	242,881
		Ghair mumkin abadi	518,560	1,299,693	781,133	0.83 k	648,340	97,251	745,591
Establishment of GGPS kachkol banda bamkhel	Bamkhel	Nulchahi	48,400 per marla = 968,000 per kanal	2,216,820	1,248,820	2 k	2,497,640	374,646	2,872,286
Total									3,860,758

Annex -5
Para No. 2.5.1.4

Loss due to non recovery of penalty for late supply of medicines

S.No.	Name of Company	Supply Order Date	Delivery Challan Date	Amount (Rs)	Penalty (Rs)
1	Stanley Pharma	26/10/2020	18/12/2020	4,843,500	339,045
2	GSK	26/10/2020	14/01/2021	2,690,000	188,300
3	Zafa	26/10/2020	14/01/2021	633,940	44,376
4	FDL	26/10/2020	01/03/2021	428,150	29,971
5	ICI	26/10/2020	11/05/2020	140,400	9,828
6	Brookes	26/10/2020	29/12/2020	729,000	51,030
7	Allied	26/10/2020	12/02/2020	162,040	11,343
8	Fuji Film	26/10/2020	08/12/2020	1,265,250	37,958
9	Stanley	03/03/2021	07/04/2021	3,107,500	93,225
10	Heal Pharma	03/03/2021	04/06/2021	995,300	69,671
11	Unisa	03/03/2021	07/04/2021	308,250	9,248
12	Hospital Services	04/05/2021	07/04/2021	888,000	26,640
13	Hashir Surgical	03/05/2021	06/04/2021	468,500	14,055
14	Getz	31/12/2020	27/3/2021	83,320	5,832
15	GSK	31/12/2020	02/03/2021	254,000	17,780
16	Fynk	31/12/2020	26/3/2021	81,400	5,698
17	Staly pharma	01.03.2021	07.04.2021	255,550	7,667
18	Heal Pharma	01.03.2021	06.04.2021	147,660	4,430
19	Getz Pharma	01.03.2021	02.06.2021	145,810	10,207
20	Nabi Qasim	01.03.2021	08.04.2021	75,200	2,256
21	Zafa (shewa)	01.03.2021	15.04.2021	347,800	10,434
22	Arson	01.03.2021	07.04.2021	98,000	2,940
23	Staly pharma	31.12.2021	07.04.2021	488,100	34,167
24	Geofna	31.12.2021	12.02.2021	91,500	2,745
25	Staly pharma	31.12.2021	07.04.2021	173,000	12,110
26	GSK	31.12.2021	02.03.2021	209,000	14,630
27	Geofna	31.12.2021	12.02.2021	40,275	1,208
28	Staly pharma	31.12.2021	07.04.2021	73,750	5,163
29	GSK	31.12.2021	02.03.2021	47,000	3,290
30	Geofna	31.12.2021	12.02.2021	35,400	1,062

31	Staly pharma	18.05.2021	22.06.2021	289,000	8,670
32	Staly pharma	18.05.2021	22.06.2021	289,000	8,670
33	Staly pharma	18.05.2021	22.06.2021	308,750	9,263
34	Heal Pharma	18.05.2021	24.06.2021	145,560	4,367
35	Heal Pharma	18.05.2021	24.06.2021	135,250	4,058
36	Martin Dow	18.05.2021	21.06.2021	27,200	816
37	Fynk	18.05.2021	26.06.2021	149,000	4,470
38	Staly pharma	18.05.2021	22.06.2021	239,750	7,193
39	Staly pharma	18.05.2021	22.06.2021	352,750	10,583
40	Staly pharma	18.05.2021	22.06.2021	192,500	5,775
41	Heal Pharma	18.05.2021	24.06.2021	151,235	4,537
42	Heal Pharma	18.05.2021	24.06.2021	108,525	3,256
43	Martin Dow	18.05.2021	21.06.21	27,200	816
44	Staly pharma	18.05.2021	22.06.2021	09,550	15,287
45	Heal Pharma	18.05.2021	24.06.2021	510,175	15,305
46	Zafa	18.05.2021	25.06.2021	69,720	2,092
47	Martin Dow	18.05.2021	21.06.21	68,000	2,040
48	Staly pharma	18.05.2021	22.06.2021	173,000	5,190
49	Heal Pharma	18.05.2021	24.06.2021	6,980	2,309
50	Staly pharma	18.05.2021	22.06.2021	73,750	2,213
51	Heal Pharma	18.05.2021	24.06.2021	25,987	780
Total					1,183,992

Annex-6
Para No. 4.5.1.1

Non-deposit of Profit into Government Treasury

S.#	Name of NC/VC	Profit
1	Hund	68,731
2	Topi West-1	46,049
3	Gar Munara	87,493
4	Yousafi	57,155
5	Saleem Khan East	122,458
6	Topi East-2	109,673
7	Kalabat	155,489
8	Kota	58,316
9	Dara	77,582
10	Lahor East-1	25,121
11	Yaqubi-1	121,045
12	Ismaila South	240,631
13	Chak Nodha-1	173,526
Total		1,343,269

Annex-7
Para No. 3.5.2.2

Loss to government due to non-deposit of income tax

S.No	Name of Scheme	Estimated Cost	Physical Progress	Financial Progress	Income Tax (Rs)
1	Balance work of Janazgah at UC Anbar	0.8 M	100%	100%	60,000
2	Balance work of Janazgah at Bekka Lar and Bazar Lar UC Tordher	1.535 M	100%	100%	115,125
3	Balance work/Remaining work of janazgah (Derai Sar) UC Manki	1.145 M	100%	100%	85,875
4	Balance work/Remaining work of janazgah at Tano UC Bekka	1.11 M	100%	100%	83,250
5	Balance Work / Reconstruction of dangerous portion of existing building of janazgah at UC Kunda	2.035 M	100%	100%	152,625
6	Sanitation scheme with allied work at UC Anbar	2.345 M	100%	100%	175,875
7	Sanitation Scheme with allied work at UC Tordher	1.61 M	100%	100%	120,750
8	Sanitation Scheme with allied work at UC Manki	2.0 M	100%	100%	150,000
9	Sanitation Scheme with allied work at UC Bekka	2.035 M	100%	100%	152,625
10	Sanitation Scheme with allied work at UC Kunda	1.11 M	95%	95%	83,250
11	Construction of Additional Rooms at Tehsil Lahor.	4.8 M	95%	95%	360,000

12	Solarization & Renovation of Tehsil Masjid	1.5 M	95%	95%	112,500
13	Sanitation Scheme with Allied work at UC Mathani changan	2.025 M	80%	80%	151,875
14	Sanitation Scheme with allied work at UC Lahor Sharqi	3.145 M	100%	100%	235,875
15	Sanitation Scheme with allied work at UC Lahor Gharbi	3.145 M	80%	80%	235,875
16	Sanitation Scheme with Allied work at UC Jalbai	3.145 M	100%	100%	235,875
17	Sanitation Scheme with Allied work at UC Jalsai	2.59 M	100%	100%	194,250
18	Desilting of Drains at Tordher	4.0 M	70%	Nil	300,000
19	Sanitation scheme with Allied work at UC Jehangira	3.145 M	100%	100%	235,875
20	Sanitation Scheme with allied work at UC Jalsai	0.555 M	25%	Nil	41,625
21	Sanitation scheme with Allied work At UC Mathani changan	1.12 M	100%	100%	84,000
22	Beautification Scheme at Tehsil Lahor / Anbar	2.405 M	100%	70%	180,375
23	Park in Tordher and Tano	5 M	25%	Nil	375,000
24	Beautification of Tehsil Complex Lahor	7 M	90%	90%	525,000
25	Installation of Moveable Dust Bins	1 M	85%	85%	75,000
26	Waiting Sheds of Fiber Glass on Main Road	4 M	Nil	Nil	300,000

27	Installation of Double Arm LED Lights from Tordher RHC to Tordher Mandi	9 M	90%	Nil	675,000
28	Park in Alla dhair & Tordher	5 M	Nil	Nil	375,000
29	Slaughter House Tordher	6 M	Nil	Nil	450,000
30	Tree Plantation and Horticulture	2 M	100%	80%	150,000
31	Uplifting of Main Bazzars	2 M	100%	Nil	150,000
32	Sanitation Scheme with Allied work at V/C Bazzar	5.0 M	90%	90%	375,000
33	Sanitation Scheme with Allied work at V/C Nabi	6.0 M	90%	90%	450,000
34	Sanitation Scheme with Allied work at V/C Bekka	5.0 M	90%	90%	375,000
	Total				7,822,500