



**AUDIT REPORT
ON
THE ACCOUNTS OF
TEHSIL MUNICIPAL ADMINISTRATIONS
DISTRICT NAROWAL
AUDIT YEAR 2016 -17**

AUDITOR GENERAL OF PAKISTAN

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ABBREVIATIONS & ACRONYMS

AIR	Audit Inspection Report
B&R	Building & Road
CO	Chief Officer
DAC	Departmental Accounts Committee
DCO	District Coordination Officer
DDO	Drawing and Disbursing Officer
MB	Measurement Book
MRS	Market Rate Schedule
PAC	Public Accounts Committee
PAO	Principal Accounting Officer
PDG & TMA	Punjab District Governments & Tehsil Municipal Administration
PDP	Proposed Draft Para
PFR	Punjab Financial Rules
P&C	Planning and Coordination
PLGO	Punjab Local Government Ordinance
PPRA	Punjab Procurement Regulatory Authority
Rs	Rupees
TDC	Tehsil Development Committee
TMA	Tehsil Municipal Administration
TMO	Tehsil Municipal Officer
TS	Technical Sanction
TO (F)	Tehsil Officer (Finance)
TO (I&S)	Tehsil Officer (Infrastructure & Services)
TO (P&C)	Tehsil Officer (Planning & Coordination)
TO (R)	Tehsil Officer (Regulations)

PREFACE

Articles 169 and 170 of the Constitution of the Islamic Republic of Pakistan, 1973 read with Section 115 of the Punjab Local Government Ordinance, 2001, requires the Auditor General of Pakistan to audit the accounts of the Provincial Governments and the accounts of any authority or body established by, or under the control of the Provincial Governments. Accordingly, the audit of all Receipts and Expenditures of the Local Fund and Public Accounts of Tehsil Municipal Administrations of the Districts is the responsibility of the Auditor General of Pakistan.

The Report is based on audit of the accounts of various offices of the Tehsil Municipal Administrations of District Narowal for the Financial Year 2015-16. The Directorate General Audit District Governments Punjab (North), Lahore conducted audit during 2016-17 on test check basis with a view to reporting significant findings to the relevant stakeholders. The main body of the Audit Report includes only the systemic issues and audit findings carrying value of Rs 1.00 million or more. Relatively less significant issues are listed in the Annex-A of the Audit Report. The audit observations listed in the Annex-A shall be pursued with the Principal Accounting Officer at the DAC level and in all cases where the PAO does not initiate appropriate action, the audit observation will be brought to the notice of the Public Accounts Committee through the next year's Audit Report.

The audit results indicate the need for adherence to the regularity framework besides instituting and strengthening internal controls to prevent recurrence of such violations and irregularities.

The observations included in this Report have been finalized without responses of the entities because concerned departments did not convene DAC meetings despite repeated reminders.

The Audit Report is submitted to Governor of the Punjab in pursuance of Article 171 of the Constitution of the Islamic Republic of Pakistan, 1973 to cause it to be laid before the Provincial Assembly of Punjab.

Islamabad
Dated:

(Javaid Jehangir)
Auditor General of Pakistan

EXECUTIVE SUMMARY

The Directorate General Audit (DGA), District Governments, Punjab (North), Lahore is responsible to carry out the Audit of District Governments, Tehsil Municipal Administrations and Union Administrations of nineteen (19) districts. Its Regional Directorate of Audit, Gujranwala has Audit jurisdiction of District Governments, TMAs and UAs of six (06) Districts i.e. Gujranwala, Gujrat, Hafizabad, Mandi Baha-ud-Din, Narowal and Sialkot.

The Regional Directorate of Audit Gujranwala had a human resource of seventeen (17) officers and staff, total 4,233 man-days and the annual budget of Rs 25.20 million for the Financial Year 2016-17. It had a mandate to conduct Financial Attest, Regularity Audit, Compliance with Authority and Performance Audit of programmes and projects. Accordingly, Director General Audit, District Governments Punjab (North), Lahore carried out Audit of accounts of two (2) TMAs of District Narowal for the Financial Year 2015-16.

Each Tehsil Municipal Administration in District Narowal conducts its operations under Punjab Local Government Ordinance, 2001. Tehsil Municipal Officer is the Principal Accounting Officer (PAO) and acts as coordinating and administrative officer, responsible to control land use, its division, development and to enforce all laws including Municipal Laws, Rules and Bye-laws. The PLGO, 2001 requires the establishment of Tehsil Local Fund and Public Account for which Annual Budget statement is authorized by the Tehsil Nazim / Tehsil Council / Administrator in the form of Budgetary Grant.

Audit of Tehsil Municipal Administrations of Narowal District was carried out with the view to ascertaining whether the expenditure was incurred with proper authorization and in conformity with laws / rules / regulations for economical procurement of assets and hiring of services etc.

Audit of receipts was also conducted to verify whether the assessment, collection, reconciliation and allocation of revenues were made in accordance with Laws and Rules.

a. Scope of Audit

Total expenditure of two (02) TMAs of District Narowal for the Financial Year 2015-16 under the jurisdiction of DG District Audit (N) Punjab was Rs 597.45 million covering two PAOs and two (2) entities. Out of this, the Directorate General Audit (N) Punjab audited an expenditure of Rs 272.44 million which in terms of percentage, was 45% of the auditable expenditure.

Total receipts of the two (02) Tehsil Municipal Administrations of Narowal District for the Financial Year 2015-16, were Rs 444.21 million. Directorate General Audit Punjab (N), audited receipts of Rs 226.55 million which was 51% of total receipts.

b. Recoveries at the Instance of Audit

Recovery of Rs 69.52 million was pointed out, which was not in the notice of executive before audit. However, no recovery was effected till the compilation of this report.

c. Audit Methodology

Audit was performed through understanding the business processes of TMAs with respect to functions, control structure, prioritization of risk areas by determining the significance and identification of key controls. This helped auditors in understanding the systems, procedures, environment and the audited entity before starting field audit activity.

d. Audit Impact

A number of improvements, as suggested by audit, in maintenance of record and procedures, have been initiated by the concerned departments. However, audit impact in shape of change in rules has not been significant due to non-convening of regular PAC meetings.

e. Comments on Internal Controls and Internal Audit Department

Internal control mechanism of Tehsil Municipal Administrations of District Narowal was not found satisfactory during audit. Many instances of weak Internal Controls have been highlighted during the course of audit which includes some serious lapses like withdrawal of public funds without

advertisement at PPRA website. Negligence on the part of TMAs authorities may be captioned as one of important reasons for weak Internal Controls.

Section 115-A (1) of PLGO, 2001 empowers Tehsil Administration to appoint an Internal Auditor but the same was not appointed in Tehsil Municipal Administration.

f. The key Audit findings of the report

- i. Non-production of record involving an amount of Rs 40.03 million in two cases.¹
- ii. Internal Control Weaknesses involving an amount of Rs 86.42 million was noted in twelve cases.²
- iii. Irregularity / Non-compliance of Rs 30.22 million was noted in ten cases.³

Audit paras for the audit year 2016-17 involving procedural violations including internal control weaknesses and poor financial management not considered worth reporting are included in MFDAC (Annex-A).

¹ Para 1.2.1.1 & 1.3.1.1

² Para 1.2.3.1, 1.2.3.2, 1.2.3.3, 1.2.3.4, 1.3.3.1, 1.3.3.2, 1.3.3.3, 1.3.3.4, 1.3.3.5, 1.3.3.6, 1.3.3.7 & 1.3.3.8

³ Para 1.2.2.1, 1.2.2.2, 1.2.2.3, 1.2.2.4, 1.2.2.5, 1.2.2.6, 1.3.2.1, 1.3.2.2, 1.3.2.3 & 1.3.2.4

g. Recommendations

Audit strongly recommends that the PAO / Management of TMAs should ensure to resolve the following issues:

- i. Production of record to audit for verification.
- ii. Holding of DAC meetings well in time.
- iii. Expediting the recoveries pointed out by Audit as well as other amounts pointed out by audit and conveyed to the management.
- iv. Addressing systemic issues to prevent recurrence of various omissions and commissions.

SUMMARY OF TABLES AND CHARTS

Table 1: Audit Work Statistics

(Rs in million)

Sr. #	Description	Number	Budgeted Figure FY 2015-16		
			Expenditure	Receipts	Total
1	Total Entities (PAOs) under Audit Jurisdiction	02	812.68	865.12	1677.8
2	Total formations under Audit Jurisdiction	02	812.68	865.12	1677.8
3	Total Entities (PAOs) Audited	02	812.68	865.12	1677.8
4	Total Formations Audited	02	812.68	865.12	1677.8
5	Audit & Inspection Reports	02	812.68	865.12	1677.8
6	Special Audit Reports	-	-	-	-
7	Performance Audit Reports	-	-	-	-
8	Other Reports	-	-	-	-

Table 2: Audit Observation regarding Financial Management

(Rs in million)

Sr. #	Description	Amount Placed under Audit Observations
1	Unsound Asset Management	-
2	Weak Financial Management	30.22
3	Weak internal controls relating to Financial Management	86.42
4	Others	40.03
Total		156.67

Table 3: Outcome Statistics

(Rs in million)

Sr. #	Description	Expenditure on Acquiring of Physical Assets	Civil Works	Receipts	Others	Total current year	Total Last year
1	Outlays Audited	-	362.12	444.21	235.33	1041.66*	610.673
2	Amount placed under audit observation / Irregularities of Audit	-	28.43	101.24	26.99	156.67	94.302
3	Recoveries pointed out at the instance of Audit	-	5.60	56.96	6.96	69.52	80.732
4	Recoveries accepted /	-	---	-	-	-	-

Sr. #	Description	Expenditure on Acquiring of Physical Assets	Civil Works	Receipts	Others	Total current year	Total Last year
	established at the instance of Audit						
5	Recoveries realized at the instance of Audit	-	-	-	-	-	-

* The amount mentioned against serial No.1 in column of Total Current Year is the sum of Expenditure and Receipts whereas the total expenditure for the current year was Rs597.45 million

Table 4: Irregularities Pointed Out

(Rs in million)

Sr. #	Description	Amount Placed under Audit Observations
1	Violation of Rules and regulations, principle of propriety and probity in public operations.	30.22
2	Reported cases of fraud, embezzlement, theft and misuse of public resources.	-
3	Accounting Errors ¹ (accounting policy, departure from NAM, misclassification, over or understatement of account balances) that are significant but are not material enough to result in the qualification of audit opinions on the financial statements.	-
4	Quantification of weaknesses of internal control systems.	86.42
5	Recoveries and overpayments, representing cases of established overpayment or misappropriations of public money.	
6	Non-production of record.	40.03
7	Others, including cases of accidents, negligence etc.	-
Total		156.67

Table 5: Cost-Benefit Ratio

(Rs in million)

Sr. #	Description	Amount
1	Outlays Audited (Items 1 of Table 3)	1041.66
2	Expenditure on Audit	1.36
3	Recoveries realized at the instance of Audit	-
4	Cost Benefit Ratio	1:0

¹ The Accounting Policies and Procedures prescribed by the Auditor General of Pakistan.

CHAPTER-1

1.1 TEHSIL MUNICIPAL ADMINISTRATIONS, NAROWAL

1.1.1 INTRODUCTION

TMA consists of Tehsil Nazim, Tehsil Naib Nazim and Tehsil Municipal Officer. Each TMA comprises five Drawing & Disbursing Officers i.e. TMO, TO (Finance), TO (I&S), TO (Regulation), TO (P&C),. The functions of TMAs are as follows:

- i. Prepare spatial plans for the Town including plans for land use, zoning and functions for which TMA is responsible.
- ii. Exercise control over land-use, land-subdivision, land development and zoning by public and private sectors for any purpose, including agriculture, industry, commerce markets, shopping and other employment centers, residential, recreation, parks, entertainment, passenger and transport freight and transit stations.
- iii. Enforce all municipal laws, rules and bye-laws governing TMA's functioning.
- iv. Prepare budget, long term and annual municipal development programmes in collaboration with the Union Councils.
- v. Propose taxes, cess, user fees, rates, rents, tolls, charges, surcharges, levies, fines and penalties under Part-III of the Second Schedule and notify the same.
- vi. Collect approved taxes, cess, user fees, rates, rents, tolls, charges, fines and penalties.
- vii. Manage properties, assets and funds vested in the Town Municipal Administration.
- viii. Develop and manage schemes, including site development in collaboration with District Government and Union Administration.
- ix. Issue notice for committing any municipal offence by any person and initiate legal proceedings for commission of such offence or failure to comply with the directions contained in such notice.

- x. Prosecute, sue and follow up criminal, civil and recovery proceedings against violators of Municipal Laws in the courts of competent jurisdiction.
- xi. Maintain municipal records and archives.

1.1.2 Comments on Budget and Accounts (Variance Analysis)

Total Budget of two (02) TMAs selected for audit was Rs812.68 million (inclusive salary, non-salary and development) whereas, the expenditure incurred (inclusive salary, non-salary and development) was Rs 597.45 million, showing savings of Rs215.23 million which in terms of percentage was 26% of the final budget (detailed below). Less utilization of development budget 32% deprived the community from getting better municipal facilities.

(Rs in million)

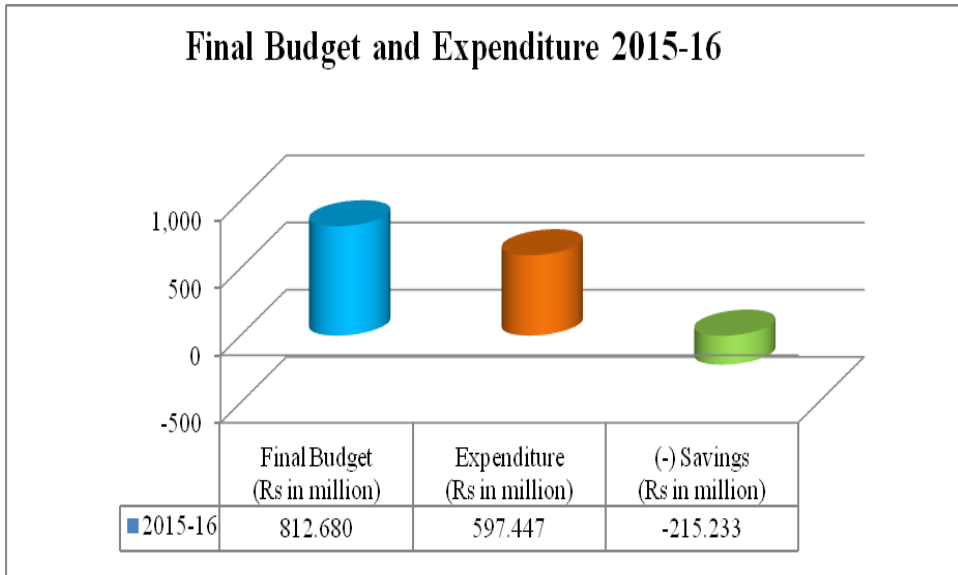
Financial Year 2015-16	Budget	Expenditure	(-) Saving	%age of Savings
Salary	130.94	125.93	-5.01	04
Non-salary	149.78	109.40	-40.38	27
Development	531.96	362.12	-169.84	32
TOTAL	812.68	597.45	-215.23	26

The budgeted outlay was Rs 812.68 million of two (02) TMAs includes PFC award of Rs 284.64 million whereas total expenditure incurred by the TMAs during 2015-16 was Rs 597.45 million with a savings of (-) Rs 215.23 million (detailed below). This is indicative of the fact that the TMAs had sufficient funds to meet the expenditure from their own sources and there was no need of any injection of PFC award.

(Rs in million)

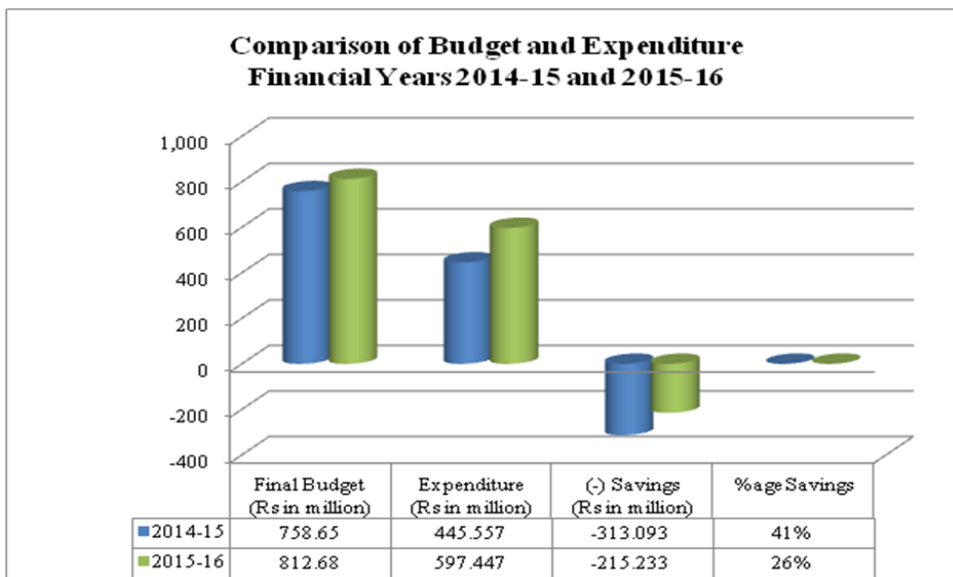
Name of TMAs	Budgeted Figure			Budgeted Outlay	Actual Expenditure	Savings	%age of Savings
	Own receipt including OB	PFC award	Total Receipts				
Narowal	277.15	152.50	429.65	398.98	338.17	60.81	15
Shakargarh	303.33	132.14	435.475	413.70	259.28	154.42	37
Total	580.48	284.64	865.12	812.68	597.45	215.23	26

(Rs in million)



The comparative analysis of the budget and expenditure of current and previous Financial Years is depicted as under:

(Rs in million)



There was saving in the budget allocation of the Financial Years 2014-15 and 2015-16 as follows:

(Rs in million)

Financial Year	Budget	Expenditure	(-) Savings	%age of savings
2014-15	758.65	445.56	-313.09	41%
2015-16	812.68	597.45	-215.23	26%

The justification of saving when the development schemes have remained incomplete is required to be provided, explained by administrator/ and management.

1.1.3 Brief Comments on the Status of Compliance on MFDAC Paras of Audit Year 2015-16

Audit paras reported in MFDAC of last year audit report which have not been attended in accordance with the directives of DAC have been reported in Part-II of Annex-A.

1.1.4 Brief Comments on the Status of Compliance with PAC Directives

The Audit Reports pertaining to following years were submitted to the Governor of the Punjab:

Status of Previous Audit Reports

Sr. #	Audit Year	No. of Paras	Status of PAC meetings
1	2009-10 to 2011-12	10	Not convened
2	2012-13	08	Not convened
3	2013-14	05	Not convened
4	2014-15	10	Not convened
5	2015-16	11	Not convened

1.2 AUDIT PARAS

1.2 TMA NAROWAL

1.2.1 Non-production of Record

1.2.1.1 Non-production of record - Rs 2.12 million

According to Section 14 (1) (b) of the Auditor General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, the Auditor General shall have authority require that any accounts, books, papers and other documents which deal with, or from, the basis of or otherwise relevant to the transactions to which his duties in respect of audit extend, shall be sent to such place as he may direct for his inspection. According to Section-115(5) & (6) of PLGO 2001, at the time of audit, the officials concerned shall provide all record for audit inspection and comply with request for information in as complete a form as possible and with all reasonable expedition.

Management of TMA Narowal drew an amount of Rs 800,000 in advance on the eve of 14th August (Independence Day) and an expenditure of Rs1,318,911 was incurred on account of Ramzan Bazar during Financial Year 2015-16 but the relevant record was not produced to audit for scrutiny despite repeated requests. In the absence of record, audit was unable to verify the expenditure as detailed below.

Token No.	Dated	DDO	Description	Amount (Rs)
124	17.8.2015	TO (I&S)	advance payment of 14 august no vouched account was found i.e. flags, sports activities lighting, caps, badges, cash prizes etc.	800,000
134	03.09.2015		Ramzan Bazar	1,318,911
			Total	2,118,911

Audit held that non production of record may have led to misuse of public funds and misappropriation/ fraud.

This resulted into unauthentic expenditure of Rs 2.119 million from public exchequer.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends that matter may be investigated, fix responsibility for non-production of record and ensure submission of record to audit for scrutiny.

[AIR Para No.13]

1.2.2 Irregularity / Non-compliance

1.2.2.1 Irregular payment to daily wages staff - Rs 9.06 million

As provided in clause 2 (vi) of Finance Department Government of the Punjab letter No.FD.SO(Goods)44-4/2011, dated 06.08.13 regarding austerity/ economy measures for the Financial Year 2013-14, no contingent paid staff shall be appointed without obtaining prior approval of Finance Department. Further, according to Clause 4(VIII) (IV) of appointment policy issued by S&GAD Government of Punjab, Lahore vide letter No.DS(O&M) 5-3-2004 Contract (MF), dated 20th December, 2004 recruitment policy, 2004 does not allow appointment of any person without advertisement and in violation of any procedural formalities laid down in the policy and as per Wage Rate, 2007 the appointment to a post included in the schedule shall be advertised properly in leading newspapers and recruitment to all posts in the Schedule shall be made on the basis of merits specified for regular establishment vide para 11 of the Recruitment Policy issued by the S&GAD vide No. SOR-IV(S&GAD)10-1/2003, dated 17.09.2004.

TMA, Narowal paid Rs9.06 millions on account of Salaries to daily wages staff during Financial Year 2015-16, without approval of Finance Department. Acquaintance role and bank advice or acknowledgements were also not on record. Further, workers were recruited without advertisement in leading newspapers as detailed below:

DDO	Dated	Expenditure (Rs)
TO (Finance)	8.7.15	1,904,011
	1.2.16	2,008,578
	1.3.16	2,811,678
	4.6.16	2,334,109
TOTAL		9,058,376

Audit held that daily wages staff were recruited and paid in violation of rules to extend favour to selected group of people.

It resulted into irregular expenditure of Rs 9.058 million from public exchequer.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends investigation of the matter besides fixing of responsibility under intimation to Audit.

[AIR Para No.16]

1.2.2.2 Un-authorized charging of adda / parking fee - Rs 4.32 million

According to Govt. of the Punjab, Local Government and Community Development Department notification No.SO Tax (LG) 5-81/14 dated 18.5.2015, Local Govts should charge Adda /parking fee only within the premises of General Bus Stand and should not charge the fee on National Highways, or outside the General Bus Stand, otherwise it will attract suitable action against the violators.

During scrutiny of the record of TMA Narowal and physical inspection, it was observed that Adda / Parking fee was being charged outside the premises of General Bus Stand in violation of instructions ibid as detailed below:

Sr. No.	Chief officer unit	Description	Amount (Rs)
1	Narowal	Rickshaw Stand fee	2,459,840
2	Qila Ahmadabad		326,286
3	Zafarwal		1,371,250
4	Baddo Malhi		166,500
Total			4,323,876

Audit held that parking fee outside the premises of General Bus Stand was collected due to weak internal controls and defective financial system.

This resulted into un-authorized collection of Adda / Parking fee Rs 4.32 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends investigation of the matter besides fixing of responsibility under intimation to Audit.

[AIR Para No.08]

1.2.2.3 Less deduction of income tax – Rs 3.97 million

Every prescribed person making a payment in full or part including a payment by way of advance to a resident person or permanent establishment

in Pakistan of a non-resident person shall, at the time of making the payment to other than a company, deduct tax from the gross amount @ 4.5%, 10% and 7.5% on account of supplies, services and execution of contract respectively, in case of filer and 6.5%, 15% and 10% on account of supplies, services rendered and execution of contract respectively, in case of non-filer, other than company according to Section 153 of Income Tax Ordinance, 2001 duly amended vide Finance Act 2014.

TO (I&S) of TMA Narowal made payments on account of execution of work during Financial Year 2015-16 but Income Tax was deducted @7.5% instead of 10% and the proof of filer (other than company) was not provided as detailed below:

Sr. No.	Description	No. of schemes	Total Expenditure 2015-16 (Rs)	Income Tax deducted @ 7.5% (Rs)	Income Tax to be deducted @ 10% (Rs)	Less Deducted (Rs)
1	ADP 2015-16 and ongoing schemes including MNAs, MPAs Grants	90 + 64	148,409,294	11130,697	1,4840,929	3710,232
2	Repair roads		1,064,388	79,829	106,439	26,610
3	Repair roads City Narowal		9,422,188	706,664	942,219	235,555
TOTAL				11,917,190	15,889,587	3,972,397

Audit is of the view that Income Tax was not collected/ deposited due to weak internal controls and defective financial system.

This resulted in loss of Rs 3.97 million to public exchequer.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends holding of the inquiry to fix responsibility against the officers / officials at fault besides recovery.

[AIR Para No.09]

1.2.2.4 Unauthorized payment on account of imported tiles – Rs 1.96 million

According to Govt. of Punjab (C&W) Department letter No. SOB-I(C&W)5-1/2008 dated 7th July 2008, Chief Minister has been pleased to desire that granite stone cladding work and affixing of all kinds of luxury and imported stone / tiles on all the under construction Government Buildings be stopped forthwith. It has further been desired that such provision in the projects at planning stage be revised and the money be diverted towards providing facilities for public welfare.

During audit of TMA Narowal for the Financial Year 2015-16, it was noticed that expenditure of Rs 1.96 million was incurred on account of “P/L of glass mosaic / non skid /imported Tiles” on following scheme as detailed below:

Name of Scheme	Work Order No.	Description	Quantity	Rate (Rs)	Amount (Rs)
Constructi on of swimming pool Faiz Ahmad Faiz Park	To (I&S) 1305 - 1306 dated 8.2.13	Laying imported glass mosaic tiles	4592	175	803,600
		Laying of Non skid tiles (imported)	6436	180	115,8480
Total					1,962,080

Audit is of the view that due to poor contract management and financial controls unauthorized item of work was executed.

This resulted in unauthorized payment of Rs 1.96 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends investigation of the matter besides fixing of responsibility under intimation to Audit.

[AIR Para No. 20]

1.2.2.5 Irregular expenditure on purchase of sewer safety equipments - Rs 1.60 million

According to amendment in TMA works rules 2003 vide notification No. SOR (LG) 5-48/2002 dated 04.03.2016 , Punjab Local Govt. and

Community Development Department, Lahore, procurement of sewer safety equipments should be as per specifications mentioned in Chapter- VIII A.

TMA Narowal procured sewer safety equipments amounting to Rs1,596,500 during Financial Year 2015-16. Equipment was purchased without specification. The expenditure was held irregular because for the purchase no specifications were observed. Basic condition of tender “Country of origin i.e. Japan/ USA/Europe” was not observed. Further original book/ manual, original warranty card and original bill of entry were not found in record as detailed below:

Contractor	Item	Qty	Amount (Rs)
Kenwood Ahsrafia Complex	Portable Multi Gas Detector	1	175,000
	Tripod + Hand Winch + Harness	1	449,000
	Single place Portable Compressor	1	425,000
	Long Shoes	1	2,500
	Compressed Airline System	1	545,000
Total			1,596,500

Audit held that equipment was purchased in violation of rules due to weak internal controls and defective financial system.

It resulted into irregular payment of Rs. 1.697 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends investigation of the matter besides fixing of responsibility under intimation to Audit.

[AIR Para No.11]

1.2.2.6 Doubtful consumption of POL - Rs 1.58 million

According to rule 64 of PDG & TMA (Budget), Rules, 2003, each Local Govt. shall manage the resources made available to it efficiently and effectively.

TMA Narowal incurred an expenditure of Rs 1.58 million on account of POL for different vehicles during the Financial Year 2015-16. Followings irregularities were noticed in this connection:

- i. Mileage certificate and ceilings were not maintained.
- ii. Consumption was recorded on estimated basis due to this propriety of POL consumption could not be verified.

- iii. No proper plan was prepared for lifting the garbage for efficient utilization of vehicles and saving the expenditure on POL as detailed below:

Vehicle No.	Amount (Rs)
NLG-1007	400,246
STA-2293	354,791
NLG-1006	399,802
MF-260	427,012
Total	1,581,851

Audit held that due to non-compliance of codal rules, irregular payment of Rs1.58 million was made without maintaining the record.

This resulted in doubtful consumption of POL Rs 1.58 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends investigation of the matter besides fixing of responsibility under intimation to Audit.

[AIR Para No.18]

1.2.3 Internal Control Weaknesses

1.2.3.1 Unauthorized purchase of LED electric lights Rs 20.52 million

According to Letter No RO (Tech)FD-18-29/2004 Government of Punjab Finance Department dated 03-03-2005, Plant & machinery and other store items like generators, lifts, Ac, electric motors and street lights, manhole covers etc., were required to be purchased according to Purchase manual instead of through the contractors because of avoiding 20% profit & overhead charges of contractors.

Scrutiny of the record of TMA Narowal revealed that LED electric lights (brand Philips) were purchased for Rs 20.52 million during Financial Year 2015-16. Following observations were made;

- i. Purchase was made through contractor instead of direct purchase from the manufacturer that cost 20 % extra on account of and contractor's profit and labour charge
- ii. As per TS estimate the specification of LED electric light was BRP 330 LED 51/ NW / 55 W (Green Vision Mini) whereas the specification of supplied items was BRP371 LED59/NW 55 W.
- iii. As per TS estimate 450 LED electric lights was required to be purchased but 456 lights were charged thus leaving overpayment of (6 x 45600) Rs 273,600. Detail is as follows;

Name of Scheme	Item	QTY	Company Rate (Rs.)	20% overhead + Labor charges (Rs)	Total Price paid per item (Rs)	Amount paid for 450 items (Rs)	Recovery of 20% Labour charges & contractor's profit (Rs)
Installation of street lights from Bijli Ghar Chowk to Hashim Chowk	Philips 55 watt (Green Vision Mini) BRP 330 LED 51/ NW 55 W - 220-240 DME complete in all respect	450	38,000	7,600	45,600	20,520,000	3,420,000

Audit held that due to weak internal controls, unauthorized purchase of LED electric lights Rs20.520 million and overpayment of Rs3.42 million + Rs 0.27 = Rs3.69 was made.

This resulted in unauthorized and doubtful purchase of electric lights of Rs 20.52 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends investigation of the matter and fixing of responsibility besides recovery of overpayment under intimation to Audit.

[AIR Para No.23]

1.2.3.2 Non- recovery of Water Rate Charges - Rs 43.74 million

According to Section 118 of the Punjab Local Government Ordinance 2001, read with Rule 12 of the Punjab Local Government (Taxation Rules) 2001, Failure to pay any tax and other money claimable under this Ordinance was an offence and the arrears were recoverable as Land Revenue. Furthermore clause 12 (C) of Local Rate (Assessment & Collection) Rules, 2001 the Nazim/ Administrator of the Local Government may direct that the tax with costs of recovery shall be recovered as arrears of Land Revenue.

Scrutiny of Demand and Collection register of TMA Narowal revealed that a sum of Rs43,743,000 was due from the water users which were not recovered by the TMA. Detail is as below:

Unit	Amount (Rs)
CO Unit Narowal	33,280,000
CO Unit Ahmedabad	651,000
CO Unit Zafarwal	1,412,000
CO Unit Baddomalhi	8,400,000
Total	43,743,000

Audit held that due to weak internal controls, the Local Government dues were not collected.

This resulted in non-recovery of water rate charges Rs 43.743 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends holding of inquiry and fixing of responsibility besides early recovery under intimation to Audit.

1.2.3.3 Loss due to non-realization of arrears of receipts - Rs 4.23 million

According to Section 118 of the Punjab Local Government Ordinance 2001, read with Rule 12 of the Punjab Local Government (Taxation Rules) 2001, Failure to pay any tax and other money claimable under this Ordinance was an offence and the arrears were recoverable as Land Revenue. Furthermore, clause 12 (C) of Local Rate (Assessment & Collection) Rules, 2001 the Nazim/ Administrator of the Local Government may direct that the tax with costs of recovery shall be recovered as arrears of Land Revenue.

TMA Narowal failed to collect the arrears of receipts of Rs 4,233,162 since 1995. Furthermore, TMA budgeted these incomes and booked expenditure against these expected receipts, as detailed at **Annexure-C**.

Audit held that due to internal control weakness, arrears of various receipts amounting Rs 4.23 million were not realized.

This resulted in to loss of Rs4.23 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends holding of inquiry and fixing of responsibility besides swift process for recovery of arrears under intimation to Audit.

[AIR Para No.04]

1.2.3.4 Non-collection of fine for illegal construction – Rs 1.50 million

According to Rule 76 of the PDG and TMA (Budget) Rules, 2003, the primary obligation of Collecting Officer shall be to ensure that all revenue due is claimed, realized and credited immediately to Local Government Fund under proper receipt head. Furthermore, according to Section 144 & 145 and Fourth Schedule of PLGO, 2001 minimum fine of Rs15,000 will be imposed on person who carried out construction of building without prior permission of TMA.

TO (P&C) TMA, Narowal issued 100 notices to the illegal building constructors during the Financial Year 2015-16 but TMA didn't seal the constructions nor any penalty was imposed upon delinquents. Further the detailed reports in respect of current status of objected sites was also not maintained.

Audit held that this is a typical case of illegal construction where both Planning and Enforcement wings failed to perform their obligatory duties.

This resulted in non-collection of fine of Rs. 1,500,000 million (100 notices x Rs15000) from illegal constructors.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends holding of inquiry and fixing of responsibility besides recovery of fine of Rs1.500 million for illegal constructions under intimation to audit. It is also proposed that detailed report in respect of current status of unapproved sites may be maintained after site visit.

[AIR Para No. 06]

1.3 TMA SHAHKARGARH

1.3.1 Non-production of Record

1.3.1.1 Non-production of record - Rs 37.91 million

According to Section 14 (1) (b) of the Auditor General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001, The Auditor General shall have authority require that any accounts, books, papers and other documents which deal with, or from, the basis of or otherwise relevant to the transactions to which his duties in respect of audit extend, shall be sent to such place as he may direct for his inspection. According to Section-115(5) & (6) of PLGO 2001, at the time of audit, the officials concerned shall provide all record for audit inspection and comply with request for information in as complete a form as possible and with all reasonable expedition.

Management of TMA Shakargarh recovered an amount of Rs 37.91 million on account of Tax on Transfer of Immoveable Property (TTIP) during Financial Year 2015-16 but the record i.e. copies of registered deed, approved scheduled rates, receipt challans, reconciliation statements etc. was not provided for audit verification. In the absence of relevant record, the actual receipt could not be verified and chances of misappropriation cannot be ruled out.

Audit held that non production of records may have led to misuse of public funds and misappropriation/ fraud.

It resulted into un-authentic expenditure of Rs. 37.91 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends that matter may be investigated, fix responsibility for non-production of record and ensure submission of record to audit for scrutiny.

[AIR Para No.18]

1.3.2 Irregularity / Non-compliance

1.3.2.1 Unjustified payments to daily wages staff - Rs 2.62 million

As provided in clause 2 (vi) of Finance Department Government of the Punjab letter No.FD.SO(Goods)44-4/2011, dated 06.08.13 regarding austerity/ economy measures for the Financial Year 2013-14, no contingent paid staff shall be appointed without obtaining prior approval of Finance Department. Further, according to Clause 4(VIII) (IV) of appointment policy issued by S&GAD Government of Punjab, Lahore vide letter No.DS(O&M) 5-3-2004 Contract (MF), dated 20th December, 2004 recruitment policy, 2004 does not allow appointment of any person without advertisement and in violation of any procedural formalities laid down in the policy and as per Wage Rate, 2007 the appointment to a post included in the schedule shall be advertised properly in leading newspapers and recruitment to all posts in the Schedule shall be made on the basis of merits specified for regular establishment vide para 11 of the Recruitment Policy issued by the S&GAD vide No. SOR-IV(S&GAD)10-1/2003, dated 17.09.2004.

TMA, Shakargarh paid Rs 2.62 millions on account of salaries to daily wages staff during Financial Year 2015-16, without approval of Finance Department. Further, advertisement was also not floated in leading newspapers as detailed below:-

Cheque No.	Dated	DDO	Description	Amount (Rs)
802994187	1.10.15	TO I&S	Salary daily wages	323,940
803876916	21.12.15		Salary daily wages	604,373
803876917	22.12.15		Salary daily wages	247,380
803876933	4.2.16		Salary daily wages	369,809
803876948	24.3.16		Salary daily wages	539,783
803876948	24.3.16		Salary daily wages	217,620
803876953	1.4.16		Salary daily wages	320,850
TOTAL				2,623,755

Audit held that payment on account of contingent paid staff had been made without fulfillment of mandatory condition of recruitment was due to defective financial discipline and weak internal controls.

It resulted into irregular payment of Rs 2.624 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends investigation of the matter besides fixing of responsibility under intimation to Audit.

[AIR Para No.26]

1.3.2.2 Un-authorized charging of adda / parking fee - Rs 2.05 million

According to Govt. of the Punjab, Local Government and Community Development Department notification No.SO Tax (LG) 5-81/14 dated 18.5.2015, Local Govts should charge Adda /parking fee only within the premises of General Bus Stand and should not charge the fee on National Highways, or outside the General Bus Stand, otherwise it will attract suitable action against the violators.

During scrutiny of record of TMA Shakargarh and physical inspection, it was observed that un-authorized Adda / Parking fee under object head Tanga/ Rickshaw Stand was being charged outside the premises of General Bus Stand in violation of above instruction. This resulted in un-authorized collection of Adda / Parking fee Rs2.05 million during Financial Year 2015-16.

Audit held that parking fee outside the premises of General Bus Stand was collected due to weak internal controls and defective financial system.

This resulted in un-authorized collection of Adda / Parking fee Rs 2.05 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends investigation of the matter besides fixing of responsibility under intimation to Audit.

[AIR Para No.16]

1.3.2.3 Irregular expenditure on purchase of sewer safety equipments - Rs 1.61 million

According to amendment in TMA works rules 2003 vide notification No. SOR (LG) 5-48/2002 dated 04.03.2016 , Punjab Local Govt. and Community Development Department, Lahore, procurement of sewer safety equipments should be as per specifications mentioned in Chapter- VIII A.

TMA Shakargarh procured sewer safety equipments amounting to Rs1,609,000 during Financial Year 2015-16. Equipment was purchased without specification. The expenditure was held irregular because for the purchase no specifications were observed. Basic condition of tender “Country of origin i.e. Japan/ USA/Europe” was not observed. Further original book/ manual, original warranty card and original bill of entry were not found in record as detailed below:

Contractor	Item	Qty	Expenditure (Rs)
Kenwood Ahsrafia Complex	Portable Multi Gas Detector	1	175,000
	Tripod + Hand Winch + Harness	1	449,000
	Single Place Portable Compressor	1	425,000
	Long Shoes	6	15,000
	Compressed Airline System	1	545,000
Total			1,609,000

Audit held that equipment was purchased in violation of rules due to weak internal controls and defective financial system.

It resulted into irregular payment of Rs. 1.609 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends investigation of the matter besides fixing of responsibility under intimation to Audit.

[AIR Para No.13]

1.3.2.4 Irregular expenditure on purchases - Rs 1.45 million

According to rule 12 (1) of PPRA 2014, a procuring agency shall advertise procurement of more than one hundred thousand rupees and up to the limit of two million rupees on the website of the Authority in the manner and format specified by regulations but if deemed in public interest, the procuring agency may also advertise the procurement in at least one national daily newspaper.

TMA Shahkargarh purchased different items worth Rs1,448,700 during Financial Year 2015-16 on arranging sports festival but advertisement was not placed on PPRA website in violation of rule ibid as detailed below:

Invoice No.	Dated	Contractor	Description	Qty.	Rate	Amount (Rs)
TMA/SKg/15/693	31.12.15	Nasrullah Gujjar	Banners flex 10 x 20	6	40/ foot	48,000
			Banners flex 3 x 10	30	40 / foot	36,000
			Uniform track suits	175	3500	612,500
			Football	3	1500	4,500
			Bat cricket	2	2500	5,000
			Racket badminton	4	2200	8,800
			Volley ball	2	1200	2,400
			Shuttle	12	850	10,200
			Trophy special 18 inch steel material	8	9800	78,400
			Trophy special 16 inch steel material	8	7800	62,400
			Shield crystal 9 inch	30	5000	150,000
			Sheild plastic 9 inch	18	3500	63,000
			Shield special gift	1	12000	12,000
			Shoes kit cricket, hockey, football	140	2200	308,000
			Cup trophy	25	900	22,500
			Refreshment juice nestle	250	60	15,000
Nestle bottle small	250	40	10,000			
Total						1,448,700

Audit held that procurement was made without advertisement due to weak internal controls and defective financial discipline.

This resulted in irregular purchases of Rs. 1.45 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends regularization of the expenditure in question besides fixing of responsibility under intimation to Audit.

[AIR Para No. 28]

1.3.3 Internal Control Weaknesses

1.3.3.1 Loss due to non-realization of receipts Rs 6.46 million

According to Section 118 of the Punjab Local Government Ordinance 2001, read with Rule 12 of the Punjab Local Government (Taxation Rules) 2001, Failure to pay any tax and other money claimable under this Ordinance was an offence and the arrears were recoverable as Land Revenue. Furthermore, clause 12 (C) of Local Rate (Assessment & Collection) Rules, 2001 the Nazim/ Administrator of the Local Government may direct that the tax with costs of recovery shall be recovered as arrears of Land Revenue.

TMA Shakargarh failed to collect the arrears of receipts of Rs 6,465,034 of various heads of income since 2001. TMA budgeted this income and booked expenditure against these expected receipts as detailed below:

Sr. No.	Head of Account	Name of defaulter / contractor	Amount (Rs)
1	Building Fee for the year 2001-02	M. Tufail	35,744
2	License fee for the year 2001-02	M. Nadeem	143,279
3	Fee Tanga and Rickshaw stand for the year 2007-08	Ghulam Murtaza	558,000
4	Fee TTIP for the year 2008-09	M. Nadeem Faisal	2,043,932
5	Fee General Bus Stand for the year 2010-11	Habib-ur-Rehman	641,000
6	Fee Taxi car stand for the year 2010-11	Abdul Hameed	34,900
7	Fee General Bus Stand	Abdul Ghaffar	3,008,179
Total			6,465,034

Audit held that due to internal control weakness, arrears of various receipts amounting Rs 6.46 million were not realized.

This resulted into loss of Rs. 6.465 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends investigation of the matter and fixing of responsibility besides swift process for recovery of arrears under intimation to Audit.

[AIR Para No.15]

1.3.3.2 Loss due to less deduction of Income Tax - Rs 2.99 million

Every prescribed person making a payment in full or part including a payment by way of advance to a resident person or permanent establishment in Pakistan of a non-resident person shall, at the time of making the payment to other than a company, deduct tax from the gross amount at the rate 4.5%, 10% and 7.5% on account of supplies, services and execution of contract respectively, in case of filer and 6.5%, 15% and 10% on account of supplies, services rendered and execution of contract respectively, in case of non-filer, other than company according to Section 153 of Income Tax Ordinance, 2001 duly amended vide Finance Act 2014.

TO (I&S) of TMA Shakargarh made payments on account of execution of work during Financial Year 2015-16 but Income Tax was deducted at the rate 7.5% instead of 10% and the proof of filer (other than company) was not provided as detailed at **Annexure-D**.

Audit is of the view that Income Tax was not collected/ deposited due to non observing of Govt. instructions.

This resulted in to loss of Rs 2.99 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends holding of inquiry and fixing of responsibility against the officers / officials at fault besides recovery of Rs 2.99 million and deposited in FBR besides under intimation to Audit.

[AIR Para No.20]

1.3.3.3 Loss due to non-imposition of penalty - Rs 1.02 million

If a contractor fails to complete the work within stipulated period, he is liable to pay compensation at the rate 1% to 10% of amount of the agreement or any smaller amount as decided by the Engineer in-charge to be worked out per day but not exceeding maximum of 10% of the construction of contract. The contractor shall have to apply within one month for extension in time limit before the expiry of scheduled time of completion according to Clause 39 read with Clause 37 of contract agreement.

TMA Shakargarh awarded works to various contractors. The works could not be completed within stipulated time. The contractors did not apply for extension in time limit to the Engineer-in-charge. Neither case for

extension in time limit was processed nor penalty was imposed on the contractors on account of delay as detailed below:

(Amount in Rupees)

Name of work	Work Order No. & Date	Completion Period/Date	Completed on	Acceptance	L.D. @10%
Construction of Pumping house and boring for tube well at Antowali	TO (I&S) 16/824 dated 11.6.16	04 months	W.I.P	2,496,250	249,625
Providing and laying concrete paver/ tuff tile from Noorkot chowk to Darman Chowk Zafarwal road Shakargarh	TO (I&S) 733 date-28-3-16	27.6.16	15.7.16	3,871,000	387,100
Providing / fixing G.I. pipes of various dias for pipe line water supply Mohalah Club Ghar chowk Hakiman Shakargarh		04 months	W.I.P	3,847,500	384,750
Total					1,021,475

Audit held that liquidated damages were not collected due to weak internal control.

This resulted in non-imposition of penalty Rs1.02 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends holding of inquiry penalty be imposed against defaulted contractors besides fixing responsibility under intimation to Audit.

[AIR Para No.04, 06 & 09]

1.3.3.4 Non-collection of performance security Rs 0.34 million and un-authorized expenditure on account of non schedule items - Rs 0.78 million

As per standard format of contract agreement / contract document at Sr. No. 26.A, in case the tendered cost is less than 5% of the DNIT, the lowest bidder shall have to deposit such security / bank guaranty in the shape of performance security at the rate equal to the percentage quoted in his tender. According to para 4(iii & iv) of CSR, the rates for various components of the non-scheduled items of work shall be based on Composite Schedule of Rates (CSR) 1998 Vol-III, Part-II, (now MRS) and

where such components of item of work are not contained in the CSR 1998 Vol-III, Part-II (MRS) average prevailing market rates shall be made basis for arriving at the Non-Schedule Rate. Copies of the analysis and of composite rates sanctioned by the Superintending Engineer for non-Schedule items shall be sent to the Secretary, Standing Rates Committee.

During scrutiny of record of TMA Shakargarh, it was observed that the work " improvement of Naimat Stadium Chak Amru Road Shakargarh" was awarded to M/s Nasrullah Gujjar vide Work Order No. 680/16/TO (I&S) dated 26.2.16 @ 17.01% below for Rs1,659,800 and was completed vide MB No. 10604 page 27-34 (CC 2nd & Final Bill) during Financial Year 2015-16.

The work was allotted to the contractor without obtaining Performance Security in violation of the agreement clause and finance department instructions thus rendering the allotment of work without obtaining performance security of Rs340,200 irregular. Estimated cost $\text{Rs}2,000,000 \times 17.01/100 = \text{Rs}340,200$

B) Payment of Rs.500,000, Rs60,000 and Rs225,000 Total Rs785,000 was made to the contractor for P/f two circular bench with steel fibre glass picnic shed, 5 fibre glass dust bin and 10 cement concrete Spanish benches. Neither quotations were nor rate of analysis duly approved by the competent authority was found in the record.

Audit held that due to non-compliance of rule, work was awarded without obtaining performance security Rs340,200 and unauthorized payment of Rs785,000 was made on account of non-scheduled items.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends enquiry of the matter besides fixing of responsibility against the officers/officials at fault under intimation to Audit.

[AIR Para No.02]

1.3.3.5 Non-depositing of Performance Security- Rs 0.91 million and overpayment due to wrong application of rate - Rs 0.42 million

As per instruction issued by Finance Deptt as well as incorporated in the standard format of contract agreement / contract document 26.A laid down that in case the tendered cost is less than 5% of the DNIT, the lowest bidder shall have to deposit such security / bank guaranty in the shape of performance security @ equal to the percentage quoted in his tender. According to PDPs 1.59 & 2.89 of Buildings and Roads Code, during the execution of work, neither the specification nor the quantity of different items / any additional item scheduled approved in the Technical Sanction be changed and executed without prior approval of such change / new addition by the authority who has issued Technical Sanction. Such authority will record reason if any.

During scrutiny of record of TMA Shakargarh, it was observed that the work "construction of PCC streets and Nullah Chhmaal road Shakargarh" was allotted to M/s Haroon Construction Co. vide work order no. 226 / TO (I&S) dated 24.4.15 @ 12.05% below and the contractor was paid 4th running bill entered in MB No. 6614 page 77-80 during Financial Year 2015-16.

The work was allotted to the contractor without obtaining performance security in violation of the agreement clause and finance department instructions, hence allotment of work without performance security of Rs 908,150 was held irregular.

B) 17160 PCC was used on the construction of road but RCC rates were allowed. The road work was neither raft nor strip. Neither vertical shuttering was involved nor horizontal shuttering, hence, rate of PCC 1:2:4 was to be allowed instead of RCC 1:2:4. Excessive rate paid may be recovered from the contractor under intimation to audit.

$17160 \times 28/04 (220/40 - 192/36) = \text{Rs}481166/40 - 57980 \text{ (less premium } 12.05\%) = \text{Rs } 423185$

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends enquiry of the matter and fixing of responsibility against the person(s) at fault besides recovery under intimation to Audit.

[AIR Para No.05]

1.3.3.6 Unauthorized payment made to contractor Rs1.09 million

According to para 1.59 & 2.89 of Buildings and Roads Code, during the execution of work, neither the specification nor the quantity of different items / any additional item scheduled approved in the Technical Sanction be changed and executed without prior approval of such change / new addition by the authority who has issued Technical Sanction. Such authority will record reason if any.

During scrutiny of the record of TMA Shakargarh, it was observed that the work "construction of graveyard in village sahari" was completed by M/s Sarjal and Co. under an agreement enforced by Work Order No. TO (I&S) 16/688 dated 7.3.2016 for Rs2695000 to be completed by 6.6.2016. final bill was paid for Rs2695000 entered on MB no. 10600 page 83-86 during Financial Year 2015-16.

According to rate of analysis of boundary wall attached in the TS estimate, the cost of boundary wall per rft comes out as Rs1064/24. According to item no. 7, 1/2" thick plaster 1:4, the length of boundary wall comes out as 1752rft (page 84 MB no.10600), $13728/96 \times 12.25 = 1752$

An expenditure as detailed below was incurred on the construction of 1752 rft b/wall. Per rft cost comes out as Rs1115/82. Item no. 1 to 7 page 83-84 MB no. 10600, $1954922 / 1752 = 1115/82$. Excessive expenditure as under made thereon may be recovered from the contractor.

$$1115/82 - 1064/24 = 51/58 \times 1752\text{rft} = \text{Rs } 90,368$$

B) Weather shield was paid for Rs319,579 on account of its application on boundary wall. Weather shield was not allowed on un-important places/building rather its alternate duracom or buxcom was stressed which is also water proof. The work done was against govt. instruction in FD, hence, overpayment of Rs 212200 was made on this account.

$$173359.02 - 536.60 = 1222.42 \times 17359/100 = \text{Rs}212,200$$

C) 2746cft earth obtained from excavation of surplus and not used at site rather new earth with one mile lead was used against the instructions of CE (HQ) who frequently stressed that cross section L section may be record on lead chart may be prepared before excavation work. No cross section L section was available. The payment made against codal rules and CE's instruction and irregularity may be explained or irregular payment may be recovered from the person at fault.

$$124000 \times 6375/1000 = \text{Rs } 790500$$

Total Amount = (A) + (B) + (C) = Rs 90368 + Rs 212200 + Rs 790500 = Rs 1093068

Audit is of the view that due to weak internal control, unauthorized payment of Rs1.09 million was made to the contractor.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends enquiry of the matter and fixing of responsibility against the person(s) at fault besides recovery under intimation to Audit.

[AIR Para No. 07]

1.3.3.7 Overpayment of Rs 0.16 million and un-authorized payment of non-scheduled items - Rs 1.22 million

According to PDPs 1.59 & 2.89 of Buildings and Roads Code, during the execution of work, neither the specification nor the quantity of different items / any additional item scheduled approved in the Technical Sanction be changed and executed without prior approval of such change / new addition by the authority who has issued Technical Sanction. Such authority will record reason if any.

During scrutiny of record of TMA Shakargarh, it was observed that the work construction of waiting shed on Shakargarh Road was completed by M/s Ghulam Nabi & Co. under an agreement enforced by work order no. 15/221 (TO) I&S dated 24.4.2015 and completed o 1.7.16 for Rs1,500,000 paid vide CC 4th and final bill recorded at page 96 to 100 MB No.10600.

The scrutiny of said MB revealed that following items executed were not according to detailed cost estimate prepared on site survey before sanction which resulted in an overpayment of Rs 199,567.

Sr. No.	Item	As per MB	As per TS estimate	Difference	Rate	Recovery (Rs)
1	Excavation in F&P	741cft	133	608	3833/30	2,331
2	CC 1:6:12	232cft	38	194	8361/75	16,222
3	Brick work F&P 1:3	996cft	165	831	17517/85	145,924
4	Sand filling under floor	798cft	157	641	1351/80	8,665
5	Brick Ballast 1:7:20	491cft	80	311	7105/90	22,099
6	Plaster 1:4 1/2" thick	394sft	60	334	1295/20	4,326
Total						199,567

Total overpayment = Rs199,567 - Rs38,935 (less premium 19.51%) = Rs 160,632

B) According to instructions issued by FD vide RO (Tech) FD -18-23/2004 dated 21.9.2014, rate analysis for non-scheduled item shall be prepared by the XEN clearly giving specification nomenclature of material used and approved by the competent authority not below the rank of superintending Engineer on the basis of input rates available at website of FD.

Contrary to above, TMA Shakargarh constructed waiting sheds on Shakargarh road for Rs1,215,952. Size of the sheds, material used and specification of bench was not provided. Analysis of rate was neither prepared nor approved by the competent authority.

Audit is of the view that due to weak internal control, overpayment of Rs160,632 and unauthorized payment of Rs1.22 million was made to the contractor.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends enquiry of the matter and fixing of responsibility against the person(s) at fault besides recovery under intimation to Audit.

[AIR Para No.10]

1.3.3.8 Non-collection of fine for illegal construction – Rs 1.02 million

According to Rule 76 of the PDG and TMA (Budget) Rules, 2003, the primary obligation of Collecting Officer shall be to ensure that all revenue due is claimed, realized and credited immediately to Local Government Fund under proper receipt head. Furthermore, according to Section 144 & 145 and Fourth Schedule of PLGO, 2001 minimum fine of Rs15,000 will be imposed on person who carried out construction of building without prior permission of TMA.

TO (P&C) TMA, Shakargarh did not decide the fate of received building plans submitted for approval during the year 2014-15. Neither penalty was imposed against the defaulters carrying out construction without

prior approval of the competent authority nor was any action taken against the applicants as detailed below:

Total No. of cases received	Total No. of cases approved/rejected	Total No. of cases pending	Amount of penalty for illegal construction
127	59	68	68*15000= Rs1,020,000

Audit held that this is a typical case of illegal construction where both Planning and Enforcement wings failed to perform their obligatory duties.

This resulted into loss of Rs1.02 million.

The observation was discussed with the management but no reply was submitted. The matter was reported to TMO/PAO in March, 2017 but neither reply was furnished nor was DAC meeting convened till finalization of this Report.

Audit recommends holding of inquiry and fixing of responsibility besides recovery of fine of Rs1.02 million for illegal constructions under intimation to audit. It is also proposed that detailed report in respect of latest status of unapproved sites may be maintained after site visit.

[AIR ParaNo. 24]

ANNEXURES

PART-I

**Memorandum for Departmental Accounts Committee
Paras Pertaining to Current Audit Year 2016-17**

(Rs. in million)

Sr. #	Formation	AP #	Description of Para	Amount	Nature of Para
1	TMA, Narowal	01	Irregular payment	0.048	Weakness of Internal Control
2		02	Less recovery	0.028	
3		05	Non collection of fine for illegal construction	0.660	
4		07	Unauthorized execution of Development schemes	158.869	Irregularity / non-compliance
5		10	Irregular expenditure on repair of transformer	0.244	
6		12	Irregular Expenditure on account of procurement	0.177	
7		14	Unauthorized purchase of manhole covers recovery thereof	0.405, 0.081	
8		15	Doubtful repair by splitting the expenditure	0.784	
9		17	Non-recovery of conversion and building fee in millions	-	
10		19	Unjustified expenditure on Tehsil Accounts officer from TMA fund	0.760	
11		21	Irregular payment	0.290	
12		22	Irregular payment	0.205	
13		24	Purchase of Electrical material at exorbitant rates recovery thereof	0.395	
14		25	Non-reconciliation of receipts and expenditure	493.481	
15	TMA, Shakargarh	01	Unauthorized execution of Development schemes	119.500	Irregularity / non-compliance
16		03	Overpayment due to excess quantities	0.906	Weakness of internal control
17		04	Irregular payment	0.139	Weakness of internal control
18		06	Irregular payment	0.174	Weakness of internal control
19		08	Overpayment of and Irregular payment	0.118, 0.030	Weakness of internal control
20		09	Irregular payment of	0.309	Weakness of internal control

Sr. #	Formation	AP #	Description of Para	Amount	Nature of Para
21		11	Non-recovery of conversion fee in millions	-	Weakness of internal control
22		12	Irregular expenditure on purchase of bitumen (approximate)	1.258	Weakness of internal control
23		14	Un- authentic Govt. receipt due to non conduction of survey of manufacturer, vendor and trader:	0.263	Weakness of internal control
24		17	Un-authorized auction of contracts	1.538	Irregularity / non-compliance
25		19	Non-collection of fee on account of installation of BTS Towers (approximate)	1.000	Weakness of internal control
26		21	Doubtful payment of pension	7.673	Weakness of internal control
27		22	Non-reconciliation of receipts and expenditure	468.360	Irregularity / non-compliance
28		23	Illegal opening of DDOs accounts in commercial banks and undue retention of Govt. Money	5.375	Weakness of internal control
29		25	Un-authorized acceptance of single tenders	18.800	Irregularity / non-compliance
30		27	Irregular expenditure on account tent-age supplies	0.632	Irregularity / non-compliance
31		29	Doubtful consumption of POL	0.249	Irregularity / non-compliance

PART-II**Memorandum for Departmental Accounts Committee
Paras Pertaining to Previous Audit Year 2015-16**

Sr. #	Formation	AP #	Description of Para	Amount (Rs)	Nature of Para
1	TMA, Narowal	01	Irregular payment worth	415,717	Weakness of internal control
2		05	Irregular expenditure on repair of hand carts and less deduction of income tax	294,800 12,183	Irregularity / non-compliance
3		09	Irregular purchase of wheel barrows and doubtful payment of GST	774,620 107,728	Irregularity / non-compliance
4		13	Improper maintenance of stock register	-	Irregularity / non-compliance
5		18	Non Deduction of income tax	189,866	Weakness of internal control
6		21	Non transparent process of collection of License fee	-	Weakness of internal control
7		14	Non Follow up of default cases	-	Irregularity / non-compliance
8	TMA, Shakargarh	05	Recovery on account of non-utilization of approved sand	189,720	Irregularity / non-compliance
9		09	Less deduction of income tax and improper maintenance of stock register	14,510	Irregularity / non-compliance
10		17	Irregular payment of income tax & sales tax recovery thereof	56,253	Weakness of internal control
11		21	Loss to Government on account of commercialization/conversion fees	-	Weakness of internal control

Annexure-B

**TMA of Narowal District
Budget and Expenditure
Financial Year 2015-16**

1. TMA, Narowal

(Rs in million)

Head	Budget	Expenditure	Savings (-)	%age	Comment
Salary	90.478	86.390	-4.088	5	-
Non-salary	104.201	77.714	-26.487	25	-
Development	204.300	174.065	-30.235	15	-
Total	398.979	338.169	-60.810	15	-

2. TMA, Shakargarh

Head	Budget	Expenditure	Savings (-)	%age	Comment
Salary	40.462	39.543	-0.919	2	-
Non-salary	45.583	31.682	-13.901	30	-
Development	327.656	188.053	-139.603	43	-
Total	413.701	259.278	-154.423	37	-
Grand Total	812.680	597.447	-215.233	26	-

Annexure-C

**Para No 1.2.3.3 Non-recovery of local Government arrears
Rs 4.233 million**

Unit	Head	Period	Amount (Rs)
Narowal	License fee vehicle	1994-95, 1995-96, 2008-09	347,900
	Haddi Leather	1988-89	4,000
	Licence for food	1999-2000, 2002-03	196,250
	Building fee	2002-03	331,000
	Commercialization fee	2004-05 to 2007-08	1,180,000
	Rent of shops	2001-08	950,000
Ahmed Abad	Octroi duty	1996-97, 1997-98	468,538
	Parking fee	1999-2000	23,170
	Vehicles License Fee	1999-2000	15,550
Zafarwal	Adda fees	2001-02, 2003-04	403,270
	Building fee	2002-03	15,550
Baddomalhi	Octroi Duty	1983-84, 85-86, 86-87, 1991-92	279,781
	Tanga Fee	1988-89	18,153
Total			4,233,162

Annexure-D

Para No 1.3.3.2 Less deduction of income tax - Rs2.987 million

Sr. No	Name of Scheme	Name of UC	Name of contractor	Net payment	I.Tax deducted @ 7.5% (Rs)	I.Tax to be deducted @ 10% (Rs)	Difference / Recovery (Rs)
1	Const. of Drains & PCC in Village Babral(Rs: 1.00).	Mallah	Sh. Gulzar	984000	73800	98400	24600
2	Const. of Drains & PCC in Village Chattri /Beroti(Rs: 0.50)&Dhedhar(Rs: 0.50).	Maingri	M. Kabeer	955000	71625	95500	23875
3	Const. of PCC Street Sultan MehmoodWaliMohallah Iqbal Pura(Rs: 0.60)& street Mudassar Iqbal wali(Rs: 0.80), Shakargarh.	City No. 1	Pak. Builders	1232000	92400	123200	30800
4	Const. of Soling & Drains in Village BhagwanPur.	KotNainan	M. Kabeer	982000	73650	98200	24550
5	Const. of Soling & Drains in Village MumkaGujran.	Bara Manga	Sh. Gulzar	494459	37084	49446	12361
6	Const. of Soling & Drains in Village Baharwal (Rs: 0.50), Narghal & Chak Gendhar (Rs: 0.50).	IkhlasPur	M. Kabeer	1048077	78606	104808	26202
7	Const. of Soling & Drains in Village Chachra(Rs: 0.50), Japolota(Rs: 0.70), Lakhnoor(Rs: 0.30)..	Chatrana	Sh. Gulzar	1494874	112116	149487	37372
8	Const. of Soling & Drains in Village Maryal&Kalur(Rs: 0.50), FatehPUR Kalan/Khurd(Rs: 0.80), Chatrana Bhatti Colony(Rs: 0.60)..	Chatrana	Imtiaz Iqbal	1824000	136800	182400	45600
9	Const. of Drains & PCC in Village Shah PurBhango.	Shah PurBhango	M. Kabeer	965000	72375	96500	24125
10	Const. of Soling & Drains at Mohallah MalkanWala in Village Shah Pur Bhango.	Shah PurBhango	Sh. Gulzar	490500	36788	49050	12263
11	Const. of Soling & Drains in Village BheriKhurd.	BheriKhurd	M. Kabeer	666400	49980	66640	16660
12	Const. of Safety Walls, Puli / Soling Village Mothi.	Sarjal	Imtiaz Iqbal	465000	34875	46500	11625
13	Const. of Soling & Drains in Village Aghwal.	Raiba	Sh. Gulzar	492982	36974	49298	12325
14	Const. of Soling & Drains in Village Basrajala.	Raiba	Sh. Gulzar	493750	37031	49375	12344
15	Const. of Soling & Drains in Village Henso wala.	Raiba	Sh. Gulzar	491195	36840	49120	12280
16	Const. of Soling & Drains in VillageBajar.	Raiba	Sh. Gulzar	494500	37088	49450	12363
17	Const. of Soling & Drains from Matelled Road to Masjid in Village Majwaltowrd Hadnal.	SukhoChak	M.Nawaz	445000	33375	44500	11125
18	Const. of Soling & Drains in Village Jaghwal (Rs: 0.3) and Karol Ranga (Rs:0.8).	Norngabad	Khalid Mehmood	1100000	82500	110000	27500
19	Const. of Soling, Drains in Village Phalwari (Rs:0.50) & Punjgrayan(Rs:0.4)	Phalwari	Usman Sharif	776568	58243	77657	19414
20	Const. of Protection Wall & Soling Street Ch NisarWaliMuhallah Mashraqi, Village Antowali (Rs:0.6) and Const.	Phalwari	MNZ Builders	1340800	100560	134080	33520

Sr. No	Name of Scheme	Name of UC	Name of contractor	Net payment	I.Tax deducted @ 7.5% (Rs)	I.Tax to be deducted @10% (Rs)	Difference / Recovery (Rs)
	of PCC & Drains Remaining work in Village Chak Bheka(Rs:1.00)..						
21	Const. of Soling & Drains in Village Sahari(Rs:0.5), Aaakeyke(Rs:0.5), Versenkey(Rs:0.5), Shah Jalil and Ludher/Jhun/Maan/Nutt.	Essa	Khadim Hussain	1260000	94500	126000	31500
22	Const. of Soling & Drains in Village Shah Jalil(Rs:0.5),Ludher(Rs:0.3), Jhun(Rs:0.4), Maan and Nutt (Rs:0.5).	Essa	Waheed Construction	1674500	125588	167450	41863
23	Installation of Water Filtration Plant in Village Mandyala(Rs:0.6).	Essa	Nasrullah	547800	41085	54780	13695
24	Const. of Soling Darbar Baba Eday Shah to Shop Kala in Village Hussain Pur,Babrian	Kallah	Shahid perviz	340000	25500	34000	8500
25	Const. of Soling from Metalled Road to Dera Member Razzaq, Village Pindi Kalan	Kallah	Shahid perviz	704000	52800	70400	17600
26	Const. of Nallah and Soling in Village Siraj(Rs: 0.5) &Meer Pur (Rs: 0.5).	Kallah	Shahid perviz	799000	59925	79900	19975
27	Const. of Soling & Drains in Village Nadala Sulehrian(Rs: 1.00).	Bua	Ghulam Nabi	837500	62813	83750	20938
28	Const. of Soling & Drains in Village Bua (Rs: 1.00)& Khano Malh i(Rs: 0.50).	Bua	M. Anees	624161	46812	62416	15604
29	Const. of Nullah way of Bhagwan Pur Road Noor Kot.	Maingri	Rafiq Builder	440050	33004	44005	11001
30	Const. of Approach Road & Soling in Village Morli.	Baran	Amir Ali	620200	46515	62020	15505
31	Const. of Boundary Wall of Graveyard in Village ChakSafera.	Baran	Imtiaz Iqbal	1347000	101025	134700	33675
32	Const. of Nullah from Baran Phatic to Govt. Girls Primary School Natla Khurd.	Baran	Rafiq Builder	700000	52500	70000	17500
33	Const. of Soling & Drains in Village Bhattian Gujran (Rs: 0.50), Majra(Rs: 0.50) and Sekaryali(Rs: 0.50).	Ghumtala	Nasrullah	1486500	111488	148650	37163
34	Const. of Soling & Drains in Village Saroach Barhaman (Rs. 1.0)and Zambura (Rs. 0.5).	Phaghwari	M. Anees	1078500	80888	107850	26963
35	Const. of Soling & Drains in Village Ratan Pur(Rs: 0.50), Jamal Pur/Lalo Chak(Rs: 0.60) and Const. of PCC & Drains in Village Bhotarawal(Rs: 0.50), &Chak Kaley Khan(Rs: 0.50).	Phaghwari	M. Anees	1447110	108533	144711	36178
36	Const. of Soling from Bhai Pur Graveyard to Chak Qazian, Sionti.	Masroor	Ishfaq Motla	1162200	87165	116220	29055

Sr. No	Name of Scheme	Name of UC	Name of contractor	Net payment	I.Tax deducted @ 7.5% (Rs)	I.Tax to be deducted @ 10% (Rs)	Difference / Recovery (Rs)
37	Const. of Soling & Drains in Village Rambra.	Masroor	M.Anees	425000	31875	42500	10625
38	Const. of Soling & Drains Ghali Basheer Mehar Wali Mohallah Mastan Abad in Village Bara Manga.	Bara Manga	M. Anees	587930	44095	58793	14698
39	Const. of Soling & Drains in Village Alawal Chak.	Bara Manga	M. Anees	414950	31121	41495	10374
40	of Soling & Drains in village Bahu Barhamnan (Rs. 0.3) & JagatPur (Rs. 0.3)	Bara Manga	Shahid perviz	599040	44928	59904	14976
41	Const. of Drains & PCC Ghali Sheeda Murghiyen Wala Dera Bara Manga.	Bara Manga	Ashraf Khan	298500	22388	29850	7463
42	Const. of Soling in village Shahpur (Rs. 0.4) & Village Mastpur Salhorta (Rs. 0.3).	Bara Manga	Shahid perviz	699160	52437	69916	17479
43	Const. of Soling & Drains in Village Purana Bhawra.	Bara Manga	Shahid Farooq	499250	37444	49925	12481
44	Const. of Soling & Drains way of GhaliNumbardarNazirWali in Village Nanowal.	Bara Manga	Shahid perviz	799200	59940	79920	19980
45	Const. of Soling way of Graveyard in Village Bhawra Gujran.	Bara Manga	Shahid Farooq	799200	59940	79920	19980
46	Const. of Soling & Drains from Village Kalu Khera to Plot (Rs: 0.80).	WaliPurBur a	Allah Rakha	800000	60000	80000	20000
47	Const. of Soling & Drains in village Nushera(Rs: 0.50), FATuiChak(Rs: 0.50), and BhekoChak(Rs: 0.50)..	WaliPurBur a	Allah Rakha	1497750	112331	149775	37444
48	Const. of Soling & Drains Ghali Ch. GhulzarWali in Village BehlolPur.	IkhlasPur	Ishfaq Motla	479250	35944	47925	11981
49	Const. of Nullah& Soling in Village ChanniPandori.	Shah PurBhango	M. Nawaz	497500	37313	49750	12438
50	Const. of Soling & Drains in Village Channi Bagh Wali.	Shah PurBhango	Khalid Mehmood	445000	33375	44500	11125
51	Const. of Nullah& Soling in Village DhudhuChak.	DhudhuChak	M. Hussain	549600	41220	54960	13740
52	Const. of Nullah in Village Kohliyan.	DhudhuChak	Ghulam Nabi	584500	43838	58450	14613
53	Const. of Soling from Village Menghra to MaanJattanMetalled Road via QuliDarbar.	Ghona	Tahir Majeed	997500	74813	99750	24938
54	Const. of Drains & PCC in Village Mehnghra.	Ghona	Usman Sharif	776000	58200	77600	19400
55	Const. of Soling from Darbar Sakandar Darbar Mehnghra to Village Jhun.	Ghona	Ghulam Nabi	696000	52200	69600	17400
56	Const. and Repairing Soling, Drains & PCC in Village ChemaKaler	Ghona	Shahid perviz	774500	58088	77450	19363
57	Const. of Drains & PCC in Village Yousaf Pur Khuti.	Ghona	Shahid perviz	394500	29588	39450	9863
58	Const. of Drains & PCC in Village Sham Pur & Channi.	Ghona	Shahid perviz	473700	35528	47370	11843
59	Const. of Drains & PCC in Village Ghona & Raheem	Ghona	Ghulam Nabi	783000	58725	78300	19575

Sr. No	Name of Scheme	Name of UC	Name of contractor	Net payment	I.Tax deducted @ 7.5% (Rs)	I.Tax to be deducted @ 10% (Rs)	Difference / Recovery (Rs)
	Abad.						
60	Const. of Soling from Village ChakAtla to IkhlasPur Road.	BheriKhurd	Shahid perviz	830000	62250	83000	20750
61	Const. of Soling & Drains at Street Master KousarWali in Village BheriKhurd.	BheriKhurd	Khalid Mehmood	399500	29963	39950	9988
62	Const. of Soling & Drains Ghali Ameer Hussain Wali in Village Dabwala	Sarjal	Waheed Construction	499250	37444	49925	12481
63	Const. of Soling & Drains in Village Dhadhyal.	Sarjal	Amir Ali	798800	59910	79880	19970
64	Const. of Soling & Drains in Village Dusri.	Raiba	Khalid Aziz	414600	31095	41460	10365
65	Const. of Soling & Drains in Village Khanawal.	Raiba	Unique Engg	415000	31125	41500	10375
66	Const. of Soling & Drains in Village Bambo.	Raiba	Usman Sharif	413854	31039	41385	10346
67	Const. of Street / Drain in village Gumtalli	Gumtala	Ahmad Builder	398000	29850	39800	9950
68	Const. of Street / Drain in village Jamwal	Phalwari	Usman Sharif	336000	25200	33600	8400
69	Const. of Street / Drain & Solling in village Pagala	do	Rana Javeed	405050	30379	40505	10126
70	Const. of Street / Drain S. Sheikh Umer wali Adda Raba Mour	Raba	Usman Sharif	343600	25770	34360	8590
71	Const. of Street / Drain in village Tola	Tola	Kahlid Aziz	251700	18878	25170	6293
72	Const. of Street / Drain in village Makhan Pur	Masroor	Rafique Builder	315160	23637	31516	7879
73	Const. of Street / Drain St. Afzal Gola Frosh wali	City No.1	Haji M. Riaz	400000	30000	40000	10000
74	Const. of Street / Drain in village Abdul Hameed Paprawala	City No.1	Irfan Javed	238718	17904	23872	5968
75	Const. of Street / Drain St. Khalid Staam Frosh Peer Buksh wali Mohallah Arrian	City No.2	Unique Engg.	399600	29970	39960	9990
76	Const. of Street / Drain & Sewerage st. Advocate Salamat wali Mohallah Bajli Ghar	City No.2	Rana Javed	566930	42520	56693	14173
77	Const. of Street / Drain St. Subhadar Mushtaq wali Mohallah Rasheed Pura	City No.2	Nawaz Gujjar	248490	18637	24849	6212
78	Const. of Street / Drain St. Foji Sadiq wali Mohallah Rasheed Pura Junabi	City No.2	Nawaz Gujjar	86870	6515	8687	2172
79	Const. of Street / Drain St. Mansoor wali Mohallah Raseed Pura Junabi	City No.2	Ejaz Iqbal	336000	25200	33600	8400
80	Const. of Graveyard road Tazino Arishe Madresa	City No.3	Afzal Butt	995000	74625	99500	24875
81	Const. of Street / Drain St. Zahid Wali Hamaam wali darman road Shakargarh	City No.3	Afzal Butt	89500	6713	8950	2238
82	Const. of Street / Drain St. Zafar rice wali Munshi Ramzaan wali Darman Road	City No.3	Afzal Butt	90000	6750	9000	2250
83	Const. of Street / Drain St. Sheikh Haji Anees wali Mohallah Islambad	City No.3	Afzal Butt	398000	29850	39800	9950
84	Const. of Street / Drain St.	City No.3	Nadeem	94000	7050	9400	2350

Sr. No	Name of Scheme	Name of UC	Name of contractor	Net payment	I.Tax deducted @ 7.5% (Rs)	I.Tax to be deducted @ 10% (Rs)	Difference / Recovery (Rs)
	Mubarak Qasaab wali Graveyard Darman Road		Khatna				
85	Const: of Street / Drain St. Molvi Raza wali Zia Road Shakargarh	City No.3	Nawaz Gujjar	245460	18410	24546	6137
86	Const: of Street / Drain St. Malik Jamil Wali Darman Road	City No.3	Rashid Builder	338000	25350	33800	8450
87	Const: of Street / Drain St. Qari Saleem wali Darman Road	City No.3	Khalid Mehmood	255000	19125	25500	6375
88	Const: of Street / Drain St. Doctor Boota wali Zia Road Shakargarh	City No.3	Ejaz Iqbal	335800	25185	33580	8395
89	Const: of Street to House Member Nazir toward Moty Road	City No.2	Nawaz Gujjar	817900	61343	81790	20448
90	Const: of Street Saith Abdul Ghafoor wali Mohallah Ansarian	City No.2	Irfan Javed	251490	18862	25149	6287
91	Const: of Street Sheikh Ghulam Rasool, St. Muhammad Toheed wali Mohallah Islambad	City No.3	Farrukh Sultan	639925	47994	63993	15998
92	Const: of Street / Drain in village Salha Pur	Dara Pur	Nasrullah Gujjar	809000	60675	80900	20225
93	Const: of Street and Drain & Soling in village Dala Gujran	Do	Nasrullah Gujjar	398750	29906	39875	9969
94	Const: of Street / Drain in village Sanyari Kalan	Sarjal	Nasrullah Gujjar	404500	30338	40450	10113
95	Const: of Street / Drain in village Sanyari Burj	Do	Usman Sharif	499750	37481	49975	12494
96	Const: of Street / Drain in village Sanyari Khurd	Do	Nasrullah Gujjar	407500	30563	40750	10188
97	Const: of Street / Drain & PCC in village Dhelra	Nagwal	Nasrullah Gujjar	788000	59100	78800	19700
98	Const: of Street / Drain & PCC in village Dhudam	Do	Ghulam Nabi	623200	46740	62320	15580
99	Const: of Street / Drain / Culvert in village Gugwal, Chakra	Sarjal	Nasrullah Gujjar	299550	22466	29955	7489
100	Const: of Street / Drain in village Darman	Darman	Mubarik Ali	798000	59850	79800	19950
101	Const: of tuff tile Footpath near Jumo House	Do	Nasrullah Gujjar	674610	50596	67461	16865
102	Const: of Soling to Masque to Janzghah in village Samsyal	Sarjal	Nasrullah Gujjar	499000	37425	49900	12475
103	Const: of Street / Drain in village Kaka Shazada	Gorala	Ejaz Iqbal	434900	32618	43490	10873
104	Const: of Soling to Masque Ranawall Shota Ranawall	Do	Usman Sharif	499750	37481	49975	12494
105	Const: of Street / Drain in village Bhatian Langha	Langha	Ahmad Builder	499900	37493	49990	12498
106	Const: of Street / Drain in village Sultan Pur	Do	Younas Butt	430000	32250	43000	10750
107	Const: of Street / Drain in village Khosy	Wali Pur Bura	Ch. Bashrat	434350	32576	43435	10859
108	Const: of Boundary wall Graveyard in village Madopur	Phagwari	Rafique Builder	737400	55305	73740	18435
109	Const: of Street / Drain in village Ratin Pur	Do	Irfan Javed	369150	27686	36915	9229

Sr. No	Name of Scheme	Name of UC	Name of contractor	Net payment	I.Tax deducted @ 7.5% (Rs)	I.Tax to be deducted @ 10% (Rs)	Difference / Recovery (Rs)
110	Const: of Boundary wall Graveyard in village Chak Bahauh Din	Kala	Mian Imtiaz	494750	37106	49475	12369
111	Const: of Street / Drain in village Baga Madan	Mangri	Farrukh Sultan	423500	31763	42350	10588
112	Const: of Street / Drain in village Noor Kot Mustafa Abad Bhugwan Pur	Do	Nasrullah Gujjar	424500	31838	42450	10613
113	Const: and Repair Soling main Road Balo Khatana	Malla	Shahid Perviz Khan	997500	74813	99750	24938
114	Const: of Street / Drain in village Masyal, Chagwal	Malla	Nasrullah Gujjar	424500	31838	42450	10613
115	Const: of Street / Drain in village Fazal Pur	Bua	Nasrullah Gujjar	414500	31088	41450	10363
116	Const: of Street / Drain & Nullah in village Khan Pur Gujran	Bua	Ghulam Nabi	409750	30731	40975	10244
117	Const: of Street / Drain in village Sojowal	Ikhlas Pur	Nawaz Gujjar	409400	30705	40940	10235
118	Const: of Street / Drain in village Bahar wall	Do	Ishfaq Motla	399950	29996	39995	9999
119	Const: of Street / Drain in village Samu Behlood Pur	Do	Ishfaq Motla	400000	30000	40000	10000
120	Const: of Street / Drain in village Deori	Gorala	Nasrullah Gujjar	404500	30338	40450	10113
121	Const: of Street / Drain in village Thikrian Katlan	Tola	Nadeem Khatna	435000	32625	43500	10875
122	Const: of Street / Drain in village Joian	Kot Naina	Irfan Javed	368950	27671	36895	9224
123	Const: of Street / Drain in village Jawahar Pur	Ghona	Ghulam Nabi	414750	31106	41475	10369
124	Water Filtration Plant Gaghay wali	Ghona	Younas Butt	84912	6368	8491	2123
125	Const: of Street / Drain in village Pindi Gulshan	Kala	Ghulam Nabi	501000	37575	50100	12525
126	Const: of Street / Drain in village Fatowall Balance Work	Malla	Unique Engg.	300000	22500	30000	7500
127	Const: of Soling Balance Work in village Melu Selu to Bua	Bua	Allah Rakha	3000000	225000	300000	75000
128	Const: of Street / Drain in village Tohana	Chak Amru	Nasrullah Gujjar	399200	29940	39920	9980
129	Const: of Street / Drain in village Tarkwal	Nughwal	Nadeem Khatna	796000	59700	79600	19900
130	Const: of Street / Drain in village Thakar Dawara	Dingha	Waheed Const	499750	37481	49975	12494
131	Const: of Street / Drain in village Sanyari Kalan	Sarjal	Nasrullah Gujjar	647200	48540	64720	16180
132	Const: of Street / Drain in village Sanyari	Do	Nasrullah Gujjar	327600	24570	32760	8190
133	Const: of Nullah in village Danwall	Rambri	Rafique Builder	670640	50298	67064	16766
134	Const: of Soling main road to Village Channi	Sarjal	Waheed Const	999500	74963	99950	24988
135	Const: and Repairing Soling & Nullah in village Jagal	Dara Pur	Shahid Perviz Khan	289697	21727	28970	7242
136	Const: of Soling and Nullah Chowk to Graveyard in Village Bhorj Chak	Nughwal	Nasrullah Gujjar	754200	56565	75420	18855

Sr. No	Name of Scheme	Name of UC	Name of contractor	Net payment	I.Tax deducted @ 7.5% (Rs)	I.Tax to be deducted @ 10% (Rs)	Difference / Recovery (Rs)
137	Const. of Nullah in village Monan	Sarjal	Nasrullah Gujjar	170000	12750	17000	4250
138	Const. of Street / Drain House Yousif to Shop Muhammad Anayat Village Bhoi	Dangha	Nadeem Khatna	184002	13800	18400	4600
139	Const. of Nullah in village Mulghtian	Do	Nasrullah Gujjar	90000	6750	9000	2250
140	Const. of Slide RCC, Swings and Dustbins, Fiber Glass in Naimat Stadium Shakargarh	City No. 2	Nasrullah	400000	30000	40000	10000
141	Desilting and cleaning of RCC sewer Line Noor Kot road Shakargarh	City SKG	Imtiaz Iqbal	555000	41625	55500	13875
142	Const. of Street Muhram root Din Pur Khurd	City. No.1	Haji Riaz	597000	44775	59700	14925
143	Improvement and missing facilities of Slaughter House Shakargarh	do	Furkh Sultan	1999000	149925	199900	49975
144	Const. of Street/Drain in village Pindi Bhoi	Dara Pua	Nasrullah	995000	74625	99500	24875
145	Const. of Sullage carrier disposal work ikhlas pur road shakargarh		Waheed	1409300	105698	140930	35233
146	Const. of Sullage carrier Disposal work Din Pur road Shakargarh		Unique	807500	60563	80750	20188
147	Const. of Nullah Graveyard Rashid Pura Shakargarh		Afzal Butt	219725	16479	21973	5493
148	Const. of Waiting Area and offices General Bus stand Shakargarh (Balance work)		Waheed	3040490	228037	304049	76012
149	Improvement of General Bus stand Shakargarh		Waheed	3630507	272288	363051	90763
150	Beautification of bypass chowk Noor Kot road & Zafarwal road Shakargarh		Nasrullah	1500000	112500	150000	37500
151	Const. of Nullah near Ghazali Model School Noor Kot road Shakargarh		Sarjal &Co.	729812	54736	72981	18245
152	Const. of Street/ Drain in village Sahari		Arshad	760100	57008	76010	19003
153	Const. of PCC & Drain St. Ch. Akbar wali Darman road Shakargarh		Habib ur Re	375501	28163	37550	9388
154	P/L G.I Water Supply Pipe line Mohallah Club Ghar, Chowk Hakimian		Sheikh Gulzar	2475225	185642	247523	61881
155	P/L Tuff tile Noor Kot Chowk to Darman Chowk		Sarjal &Co.	3372483	252936	337248	84312
156	Improvement of Naimat Stadium Shakargarh	Phalwari	Nasrullah	1659800	124485	165980	41495
157	Const. of PCC & Drain St. Ch. Ghafoor wali Mohallah Din Pur Kalan	City No.1	Sajjad	626800	47010	62680	15670
158	Const. of Soling in village Thakrian to Phaitic	Kallah	Sarjal &Co.	790000	59250	79000	19750
159	Const. of Boundary wall Graveyard in village Bhagwan Pur	Mangri	Imtiaz Ali	467820	35087	46782	11696
160	Const. of Boundary wall Graveyard in village Ranyal	mallah	Arshad		0	0	0

Sr. No	Name of Scheme	Name of UC	Name of contractor	Net payment	I.Tax deducted @ 7.5% (Rs)	I.Tax to be deducted @ 10% (Rs)	Difference / Recovery (Rs)
161	Const. of 2 No. Culverts Village Apyal Dogar & Thakar Pur Maqam	Masroor	Haji Riaz	1077889	80842	107789	26947
162	Const. of Boundary wall Graveyard in village Sahari	Ghona	Sarjal &Co.	2695000	202125	269500	67375
163	Const. of Boundary wall Graveyard in village Hussain Pur	Kallah	Mian Intiaz Ali	1013350	76001	101335	25334
164	Const. of Street from House Hafeez to Mosque Khalil Mohallah Ansarian Shakargarh		Rana Javeed	467400	35055	46740	11685
165	Const. of Street from House Saif to Shop Yoqube Mohallah Ansarian		Afzal Butt	236850	17764	23685	5921
166	Const. of Street from House Mian Amjad to House Sheikh Tariq Mohallah Selharian		M. Nawaz	153900	11543	15390	3848
167	Const. of Nullah, PCC House Ch. Basharat towards Lahori Pond Shakargarh		M. Kabeer	750000	56250	75000	18750
168	Const. of Street Ayub Ansari wali Shakargarh		M. Nawaz	241800	18135	24180	6045
169	Const. of Street Arshad Rahmani wali Shakargarh		Haji Riaz	76840	5763	7684	1921
170	Const. of St. Abdul Hameed urf Juma Mohallah Islamabad Shakargarh		Unique Engineering	199750	14981	19975	4994
171	Const. of St. Mastri Sarwar , Rashid Engineering Chamal road and Muhammad Rafiqu Driver wali Shakargarh		Amir Ali	310400	23280	31040	7760
172	Const. of St. Bhato Gas wali Mohallah Islamabad Shakargarh		Amir Ali	300000	22500	30000	7500
				119499656	8962474	11949966	2987491