



REPORT

OF THE

PUBLIC ACCOUNTS COMMITTEE

ON THE ACCOUNTS OF THE

FEDERATION

FOR THE YEAR

1995-1996

NATIONAL ASSEMBLY SECRETARIAT
ISLAMABAD

اليوم نختم على افواههم و تكلمنا ايديهم
و تشهد ارجلهم بما كانوا يكسبون

“This day We seal up
their mouths,
and their hands
speak out to Us and their feet
bear witness
as to what they used to earn.”
(Sura Yasin, Al-Quran)

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P R E F A C E

It is a common trend around the world that the legislature oversees the performance of the executive through a mechanism of Standing Committees. All democratic countries have provision in their constitutions and parliamentary rules and procedures for setting up Standing Committees to review the financial and administrative operations of the executive departments and agencies.

In Pakistan, the system of Standing Committees is governed by the Rules of Procedure and Conduct of Business in the National Assembly, 2007. The Public Accounts Committee is a Standing Committee which plays a vital role in the accountability of the executive. In Pakistan, importance of PAC has grown over time as the responsibility assigned to it is highly technical, specialized and sensitive in nature. So far, the PAC in Pakistan has worked very efficiently and effectively.

Under Rule 203 of the Rules of Procedure and Conduct of Business in the National Assembly, 2007, the PAC examines the accounts showing the appropriation of sums granted by the Assembly for the expenditure of the Government, the annual finance accounts of the Government, the report of the Auditor- General of Pakistan and such other matters as the Minister for Finance may refer to it.

The Rules empower a Committee to appoint one or more Sub-Committees, each having the powers of the whole Committee, to examine any matter that may be referred to it under Rule 224. Subsequently, the report of the Sub-Committee after approval by the whole Committee will be deemed to be the report of that Committee.

The present PAC, on its constitution, inherited backlog of nine years Audit Reports. By using the above said Rule, the PAC constituted four Special Sub-Committees for clearance of backlog. Out of these Sub-Committees, a Sub-Committee headed by Mr. Riaz Fatyana, MNA, finalized its report for the year 1995-96 and same has been approved by the PAC in its meeting held on November 07, 2007.

The report highlights the involvement of four distinct agencies viz, the Public Accounts Committee, National Assembly Secretariat, the Auditor General's Department and Ministries/Divisions/Departments of the Federal Government represented primarily through their Principal Accounting Officer/Administrative Secretaries, in a comprehensive effort aimed both at accountability and getting better value for public money. This is 2nd Report of the PAC which will be presented in the National Assembly after 1995.

The drafting and publication of this report has been made possible as a result of the diligence efforts of Mr. Moin ul Islam Bokhari, Joint Secretary (PAC), Mr. Khalid Mehmood, OSD (PAC), Fayyaz Hussain Shah, Section Officer (PAC), Mr. Sajjad Mohy-ud-Din Gillani, Assistant (PAC) and the staff of the PAC Wing of the National Assembly Secretariat. It would not be out of place to appreciate their meritorious contribution.



(KARAMAT HUSSAIN NIAZI)
Secretary
National Assembly Secretariat

Islamabad, the November 7th, 2007

12th PUBLIC ACCOUNTS COMMITTEE COMPOSITION

1	Malik Allah Yar Khan	Chairman
2	Lt. Col. (R) Ghulam Rasul Sahi	Member
3	Rai Mansab Ali Khan	Member
4	Dr. Abdul Ghaffar Khan Jatoi	Member
5	Sardar Ashiq Hussain Gopang	Member
6	Mr. Riaz Fatyana	Member
7	Mr. Muhammad Safdar Shakir	Member
8	Mr. Ali Akbar Mazhar Wains	Member
9	Maj. (R) Tanvir Hussain Syed	Member
10	Prof. Aasiya Azeem	Member
11	Ch. Wajahat Hussain	Member
12	Kunwar Khalid Younus	Member
13	Makhdoom Shah Mahmood Hussain Qureshi	Member
14	Ch. Qamar Zaman Kaira	Member
15	Syed Qurban Ali Shah	Member
16	Mr. Liaqat Bloch	Member
17	Hafiz Hussain Ahmed	Member
18	Maulana Abdul Ghafoor Haidri	Member
19	Ch. Nisar Ali Khan	Member
20	Mr. Omar Ayub Khan	Member
21	Minister of State for Finance	Ex-officio Member

EXECUTIVE SUMMARY

The legislature oversees the executive through Standing Committees in all democratic countries. In the National Assembly of Pakistan the working of Standing Committees is governed by the “Rules of Procedure and Conduct of Business in the National Assembly, 2007”. Public Accounts Committee is a Standing Committee of the National Assembly which plays a vital role in the accountability of the Public finance. The importance of PAC has grown over a period of time in Pakistan as the responsibility assigned to it is highly technical, specialized and sensitive in nature. The PAC has worked very efficiently and effectively during the tenure of the Assembly 2002-2007.

2. Under Rule 203 of the Rules of Procedure and Conduct of Business in the National Assembly, 2007, the PAC examines the federal accounts showing the appropriation of sums granted by the Assembly for the expenditure of the Government, the annual finance accounts of the Government, the report of the Auditor-General of Pakistan and such other matters as the Minister for Finance may refer to it. The Rules empower the Committee to appoint one or more Sub-Committees, each having the powers of the whole Committee, to examine any matter that may be referred to it. Subsequently, the report of the Sub-Committee after approval by the whole Committee is deemed to be the report of the Committee.

3. The present PAC, on its constitution, inherited backlog of nine years Audit Reports. The PAC constituted four Sub-Committees for clearance of backlog. Out of these Sub-Committees, a Sub-Committee headed by Mr. Riaz Fatyana, MNA, took up the Auditor General’s Report for the year 1995-96 on 21 June 2004 and finalized its deliberations on 18th September, 2007. The PAC thereafter, approved this report in its meeting held on November 07, 2007.

GENERAL COMMENTS

- (i) Annually compiled Appropriation Accounts of the Federal Government for the year 1995-96 brought out the position of budgetary control of the government. Expenditure against each grant was discussed by the Committee with the respective Principal Accounting Officers in the context of public funds placed at their disposal by the National Assembly, and actual spending by the departments under their control. Financial control and budget management also came under detailed review.
- (ii) In the course of examination of the Appropriation Accounts, the Committee reviewed working of 186 grants. The Committee came across situations where excesses and savings were a regular feature. There was a liberal resort to supplementary grants, which in certain cases were obtained, towards close of the financial year, even though the original allocation was not consumed fully. Excesses even after receipt of generous supplementary allocations were also found in some cases.
- (iii) The Committee repeatedly expressed concern over the state of financial indiscipline. While examining Appropriation Accounts in number of cases, the Committee noticed that the Principal Accounting Officers (PAOs) were usually not equipped with the skilled assistance at the base level i.e. the Accounts Officers, who should maintain the Accounts. In most of the Ministries/Divisions/Attached Departments and subordinate offices, it was observed that the PAOs were not vigilant enough to get the accurate budgetary estimates prepared or to monitor the flow of the expenditures through a proper system of internal control. The result was that number of cases of savings and excesses in spending the budgetary grants surfaced.
- (iv) It was also observed that the response of the Ministries and Departments to the audit observations was not satisfactory. Even the routine matters, which could easily have been sorted out between the Audit and Departments concerned do not receive timely attention. The Committee did receive the required response

from the Departments after the formal notices for its meetings were issued, however, it does not mean that all cases reported in Audit Reports are kept pending till the review by the PAC. To arrive at some agreeable solutions of the issues contained in the audit paras before the PAC meetings the same could be discussed in Departmental Accounts Committee of the respective Ministry/Division.

- (v) The PAC time and again observed the reluctance of Ministries/Divisions to produce the required record to the Audit, resulting unnecessary audit obstructions, which also consume valuable time of the PAC. The Committee directed that the proper record be maintained and produced before the Audit as and when demanded, in future.
- (vi) It was noticed that the Ministries/Divisions did not take timely actions to defend court cases effectively at an appropriate level. Some time PAOs were observed to have been assisted in such matters by an Officer, who was not even conversant with the facts of such cases. Serious efforts are required to pursue the court cases.
- (vii) The PAC appreciates the hard work put in by the Auditor-General of Pakistan and his Officers in preparing the Audit Reports, presenting and deliberating the same during the PAC meetings.

CONCLUDING REMARKS

4. While submitting this Report to the National Assembly of Pakistan, the Committee finally recommends that:-

- (i) Suggestions, directives and recommendations made by the Committee in this Report and the Actionable Points be accepted for implementation by respective Ministries/ Divisions/Departments in the Federal Government; and

(ii) Excess budget statements for the year 1995-96 be regularized in accordance with the provisions of the Constitution.



(KARAMAT HUSSAIN NIAZI)
Secretary
National Assembly Secretariat



(MALIK ALLAH YAR KHAN)
Chairman PAC

Islamabad, the November 7th, 2007

**REPORT OF THE
PUBLIC ACCOUNTS COMMITTEE
ON THE ACCOUNTS OF THE FEDERATION
PAKISTAN
FOR THE YEAR 1995-1996**

EXCESS BUDGET STATEMENT

DETAILS OF EXCESS EXPENDITURE

FOR THE YEAR 2000-2001

EXCESS BUDGET STATEMENT FOR THE YEAR 1995-96

S. #	Ministry/ Division and Date of Meeting	Grant No. & Name of Grant	Original Grant	Supplementary Grant	Final Grant	Actual Expenditure	Excess in the Grant	PAC Recommendation
1	M/o Commerce <u>(28-12-2005)</u>	Grant 19-Other Expenditure of M/o Commerce (OTC)	11,946,000	Nil	11,946,000	12,295,103	349,103	The Committee constituted an IDC with the direction to look into the matter fix responsibility & suggest action against the person(s) responsible and report within one month. The IDC comprised of JS (Exp), M/o Finance (Convener), Accountant General of Pakistan Revenues & JS, M/o Commerce.
2	M/o Culture, Sports & Tourism <u>(29-12-2004)</u>	Grant 24-Culture, Sports & Tourism Division (OTC)	53,142,000	110,360,000	163,502,000	164,003,719	501,719	The Committee regularized the excess in the grant on satisfaction of AGPR.
3	M/o Defence <u>(31-05-2006)</u>	Grant 33-Defence Services (OTC)	115,192,303,000	2,315,371,000	117,507,674,000	119,299,516,584	1,791,842,584	The Committee regularized the excess in the grant.
4	Economic Affairs Division <u>(05-10-2006)</u>	i) Grant 150-Development Expenditure of Economic Affairs Division (OTC) ii) Grant No.Nil – Foreign Loans Repayment (Charged)	95,500,000 36,107,245,000	3,000 3,850,283,000	95,503,000 39,957,528,000	103,293,073 59,422,234,210	7,790,073 19,464,706,210	The Committee regularized the excess in the grant but with displeasure. The Committee regularized the excess in the grant.

S. #	Ministry/ Division and Date of Meeting	Grant No. & Name of Grant	Original Grant	Supplementary Grant	Final Grant	Actual Expenditure	Excess in the Grant	PAC Recommendation
5	Election Commission of Pakistan (16.12.2004)	Election (Charged)	122,568,000	70,500,000	193,068,000	197,419,708	4,351,708	The Committee regularized the excess in the grant with the direction to the department to be careful in future.
6	M/o Environment (05-10-2006)	Grant 59- Zoological Survey Department (OTC)	4,387,000	Nil	4,387,000	4,394,934	7,934	The Committee regularized the excess in the grant.
7	Finance Division (29-11-2006)	i) Grant 149- Development Expenditure of Finance Division (OTC)	8,837,001,000	527,135,000	9,364,136,000	11,747,501,800	2,383,365,800	The Committee regularized the excess in the grant.
		ii) Grant 182- Development Loans for Advances by the Federal Government (OTC)	16,589,000,000	3,254,242,000	19,843,242,000	24,962,776,462	5,119,534,462	The Committee regularized the excess in the grant.
		iii) Grant No. Nil-Servicing of Domestic Debt (Charged)	96,211,759,000	1,602,241,000	97,814,000,000	104,507,636,717	6,693,636,717	The Committee regularized the excess in the grant.
		iv) Grant No. Nil-Audit (Charged)	680,768,000	11,019,000	691,787,000	722,297,447	30,510,447	The Committee regularized the excess in the grant.

S. #	Ministry/Division and Date of Meeting	Grant No. & Name of Grant	Original Grant	Supplementary Grant	Final Grant	Actual Expenditure	Excess in the Grant	PAC Recommendation
8	M/o Food Agriculture & Livestock <u>(02-01-2006)</u>	i) Grant 54 Agriculture Research (OTC)	284,130,000	2,836,000	286,966,000	290,491,405	3,525,405	The Committee constituted an IDC for reconciliation of the Appropriation Accounts & report within three months. IDC , comprising of JS (A) M/o Food, (Convener), DG/AGPR, (Member), a nominee each from Environment Division & Economic Affairs Division.
		ii) Grant 153-Development Expenditure of Agriculture Research (OTC)	283,930,000	Nil	283,930,000	569,472,000	285,542,000	The Committee regularized the excess in the grant.
		iii) Grant 57- Other Agriculture Services (OTC)	48,013,000	1,840,000	49,853,000	58,426,368	8,573,368	The Committee regularized the excess in the grant.
		iv) Grant 58-Subsidy on Wheat (OTC)	10,000,000	7,004,022,000	7,014,022,000	7,181,739,353	167,717,353	The Committee regularized the excess in the grant.
9	M/o Foreign Affairs <u>(10-02-2005)</u>	i) Grant 65- Other Exp. (Charged)	15,000,000	Nil	15,000,000	18,576,161	3,576,161	The Committee regularized the excess in the grant.
		ii) Grant 65- Other Expenditure (OTC)	369,358,000	240,356,000	609,714,000	638,355,341	28,641,341	The Committee regularized the excess in the grant.
		iii) Grant 64- Foreign Affairs	1,708,031,000	55,009,000	1,763,040,000	1,775,996,202	12,956,202	The Committee regularized the excess in the grant.

S. #	Ministry/Division and Date of Meeting	Grant No. & Name of Grant	Original Grant	Supplementary Grant	Final Grant	Actual Expenditure	Excess in the Grant	PAC Recommendation
10	M/o Health <u>(25-07-2007)</u>	Grant 67- Medical Services(OTC)	898,573,000	71,298,000	969,871,000	1,010,296,275	40,425,275	The Committee regularized the excess in the grant.
11	M/o Housing & Works <u>(10-02-2005)</u>	i) Grant 71- Civil Works (Charged)	1,051,000	233,000	1,284,000	1,472,392	188,392	The Committee directed the department to reconcile the figures with AGPR. On satisfaction of AGPR, the excess should be treated as regularized.
		ii) Grant 71- Civil Works (OTC)	589,462,000	10,424,000	599,886,000	747,327,297	147,441,297	The Committee regularized the excess in the grant.
12	M/o Information & Broadcasting	i) Grant 80-M/o Information & Broadcasting (OTC)	42,325,000	276,000	42,601,000	49,104,113	6,503,113	
		ii) Grant 83- Information Services Abroad (OTC)	97,004,000	1,694,000	98,698,000	126,039,909	27,341,909	
		iii) Grant 82- Press Information Department (OTC)	42,879,000	15,000,000	57,879,000	78,915,561	21,036,561	
		iv) Grant 84- Pakistan National Centres (OTC)	27,540,000	--	27,540,000	27,612,080	72,080	

S. #	Ministry/ Division and Date of Meeting	Grant No. & Name of Grant	Original Grant	Supplementary Grant	Final Grant	Actual Expenditure	Excess in the Grant	PAC Recommendation
13	M/o Interior <u>(15-12-2004)</u>	Grant 92-Registration Organization (OTC)	227,649,000	6,879,000	234,528,000	240,296,653	5,768,653	The Committee regularized the excess in the grant with the direction to the Ministry to get the issue resolved from M/o Finance.
14	KANA Division <u>(30-08-2006)</u>	Grant 131- Federal Government Educational Institutions in Northern Areas	189,535,000	16,000,000	205,535,000	220,558,866	15,023,866	The Committee regularized the excess in the grant but with displeasure.
15	Labour & Manpower Division <u>(21-06-2004)</u>	Grant 101- Other Expenditures of Labour (OTC)	1,409,454,000	1,337,000	1,410,791,000	1,896,061,334	485,270,334	The Committee constituted an IDC to inquire the matter, fix responsibility & suggest actions against responsible persons. The IDC comprised of officer of JS level of Ministry, Audit & M/o Finance
16	Population Welfare Division <u>(16-12-2004)</u>	Grant 110- Population Welfare Division (OTC)	5,303,000	Nil	5,303,000	6,653,947	1,350,947	The Committee regularized the excess in the grant subject to satisfaction of AGPR.

S #	Ministry/ Division and Date of Meeting	Grant No. & Name of Grant	Original Grant	Supplementary Grant	Final Grant	Actual Expenditure	Excess in the Grant	PAC Recommendation
17	M/o Railways (11-11-2005)	Grant 111- Revenue Expenditure (OTC)	11,662,951,000	100,000	11,663,051,000	13,702,639,529	2,039,588,529	The Committee regularized the excess in the grant.
18	SAFRON Division (30-08-2006)	i) Grant 122- Frontier Regions (OTC)	558,053,000	28,188,000	586,241,000	611,536,780	25,295,780	The Committee directed the PAO to inquire the matter, fix responsibility & report within two months.
		ii) Grant 124- FATA (OTC)	592,986,000	42,112,000	635,098,000	641,254,277	6,156,277	The Committee regularized the excess in the grant.
		iii) Grant 125- Other Expenditure of FATA (OTC)	1,127,580,000	147,000,000	1,274,580,000	1,355,674,019	81,094,019	The Committee deferred the grant for the DAC meeting.
19	M/o Social Welfare & Spl. Education (03-10-2006)	i) Grant 118- Social Welfare (OTC)	501,411,000	2,855,000	504,266,000	689,417,799	185,151,799	The Committee directed the Ministry to reconcile the figures of the grant with AGPR and provide the relevant documents for verification within a week.
		ii) Grant 119- Special Education (OTC)	90,660,000	34,106,000	124,766,000	215,817,418	91,051,418	-do-

REPORTS

CABINET DIVISION

ACTIONABLE POINTS **(July 28, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 1-CABINET**
(Total Grant of Rs 43,301,000)
(Saving of Rs 23,034,941)
- ii) **GRANT # 2-CABINET DIVISION**
(Total Grant of Rs 1,067,776,000)
(Saving of Rs 314,920,557)
- iii) **GRANT # 3-INTER PROVINCIAL COORDINATION**
(Total Grant of Rs 4,431,000)
(Saving of Rs 2,060,077)
- iv) **GRANT # 4-EMERGENCY RELIEF & REPATRIATION**
(Total Grant of Rs 397,898,000)
(Saving of Rs 25,239,889)
- v) **GRANT # 5-LAND REFORMS**
(Total Grant of Rs 12,620,000)
(Saving of Rs 378,698)
- vi) **GRANT # 6-OTHER EXPENDITURE OF CABINET DIVISION**
(Total Grant of Rs 450,358,000)
(Saving of Rs 92,192,042)
- vii) **GRANT # 16-STATIONARY & PRINTING**
(Total Grant of Rs 101,770,000)
(Saving of Rs 9,426,514)
- viii) **GRANT # 142-DEVELOPMENT EXPENDITURE OF CABINET DIVISION**
(Total Grant of Rs 138,777,000)
(Saving of Rs 798,451)
- ix) **GRANT # 176-CAPITAL OUTLAY ON WORKS OF CABINET DIVISION**
(Total Grant of Rs 512,000,000)
(Saving of Rs 101,589,000)

- x) **GRANT # 177-CAPITAL OUTLAY ON NEW FEDERAL CAPITAL**
(Total Grant of Rs 2,518,371,000)
(Saving of Rs 576,009,000)

PAC DIRECTIVE

On the presentation of above 10 grants by the AGPR, the Committee regularized the savings in grants.

2. **GRANT 139-CAPITAL OUTLAY ON LAND REFORMS**
(Total Grant of Rs 2,744,000)
(Saving of Rs 2,744,000)

PAC DIRECTIVE

The Committee regularized the saving in the grant. However, the Committee directed the PAO to resolve the pending cases in Land Commission within 03 months and decide the fate of Federal Land Commission whether is it needed or not? Furnish a report to PAC/Audit within 03 months.

AUDIT REPORT FOR THE YEAR 1995-96

3. i) **AUDIT PARA-1-PAGE-13-AR-1995-96**
LOSS OF RS 187,000 DUE TO UNSECURED ADVANCE
PAYMENT
- ii) **AUDIT PARA-2-PAGE-13-AR-1995-96**
IRREGULAR/UNAUTHORIZED EXPENDITURE AMOUNTING TO
RS 893,735 ON ACCOUNT OF PURCHASE OF PAINT AND
LABOUR CHARGES
- iii) **AUDIT PARA-3-PAGE-14-AR-1995-96**
IRREGULAR EXPENDITURE OF RS 18.376 MILLION

PAC DIRECTIVE

The Committee endorsed the DAC decisions on the above paras and directed the department to implement these within 60 days under report to Audit.

4. **AUDIT PARA # 4-PAGE-14-AR-1995-96**

PAC DIRECTIVE

The Committee settled the para.

PUBLIC SECTOR ENTERPRISES VOLUME-X-1995-96

PRINTING CORPORATION OF PAKISTAN

5. **AUDIT PARA # 5-PAGE-22-ARPSE-1995-96**
LOSS OF RS 35.317 MILLION ON ACCOUNT OF RETRENCHMENT
FROM THE BILLS BY THE PTC

PAC DIRECTIVE

The Committee constituted an Inter Department Committee under the Convenership of Mr. Muhammad Azam Rathore, Additional Secretary (IPC), Cabinet Division, Mr. Abdul Ghani Samin, F.A (Cabinet Division), Mr. Mubark Khan, D.G. Audit (CA&E), Lahore and an officer (BPS-19) of M/o Law, Justice & Human Rights as a member.

The terms of Reference (TOR) for the IDC will be as under:-

- to examine deed documents;
- to decide the outstanding amount between Printing Corporation of Pakistan and PTC;
- to establish reasons for not completing the work by Printing Corporation within stipulated time;
- to establish as to why this issue was not resolved despite lapse of 17 years;
- to determine the negligence, if found, then fix responsibility and recommend appropriate action(s);
- submit the report to PAC within 02 months.

6. **AUDIT PARA # 6-PAGE-22-ARPSE-1995-96**
IRREGULAR PAYMENT OF ALLOWANCES AMOUNTING TO RS
18.577 MILLION

PAC DIRECTIVE

The Committee directed the PAO to take up the matter with Law Division whether PCP is a Government department or an Industrial Unit. However, the Committee settled the para subject to verification of the decision of the Law Division by the Audit.

7. **AUDIT PARA # 8-PAGE-23-ARPSE-1995-96**
BLOCKADE OF RS 1.650 MILLION ON ACCOUNT OF PURCHASE OF PAPER IN EXCESS OF REQUIREMENT

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by the Audit.

8. **AUDIT PARA # 10-PAGE-25-ARPSE-1995-96**
PURCHASE OF OFF-SET PAPER AT RETENDERED HIGHER RATES; LOSS OF RS 119,925

PAC DIRECTIVE

The Committee directed the PAO to inquire into the matter, fix responsibility against the persons at fault, and submit report within 60 days to PAC/Audit.

CABINET DIVISION

9. i) **AUDIT PARA # 3-PAGE-21-ARPSE-1995-96**
ii) **AUDIT PARA # 4-PAGE-21-ARPSE-1995-96**

PRINTING CORPORATION OF PAKISTAN

- iii) **AUDIT PARA # 7-PAGE-23-ARPSE-1995-96**
LOSS OF INTEREST AMOUNTING TO RS 4.752 MILLION ON ACCOUNT OF DELAYED PAYMENT BY THE PTC
- iv) **AUDIT PARA # 9-PAGE-24-ARPSE-1995-96**
UN-JUSTIFIED PAYMENT OF RS 0.485 MILLION ON ACCOUNT OF GAS CHARGES (RESIDENTIAL)
- v) **AUDIT PARA # 11-PAGE-25-ARPSE-1995-96**
LOSS OF RS 53,500 ON ACCOUNT OF PURCHASE OF FIVE HYDRAULIC HAND PALLOT TRUCKS AT HIGHER RATES; GOVERNMENT STATIONARY, FORMS AND PUBLICATION DEPT. ISLAMABAD
- xi) **AUDIT PARA # 12-PAGE-27-ARPSE-1995-96**
- xii) **AUDIT PARA # 13-PAGE-27-ARPSE-1995-96**

viii) **AUDIT PARA # 14-PAGE-28-ARPSE-1995-96**

PAC DIRECTIVE

On presentation of the above 08 Audit Paras by Audit, the Committee endorsed the decisions of the DAC and directed the PAO to implement these decisions within 60 days under report to the Audit.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES VOLUME-X(S)
FOR THE YEAR 1995-96

10. **AUDIT PARA # 3 (2-3)-PAGE-21-ARPSE-1995-96-VOL-X-(S)**
DEPUTY CONTROLLER, STATIONERY AND FORMS, KARACHI
FEDERAL PUBLICATION BRANCH, KARACHI

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by the Audit Department.

MINISTRY OF COMMERCE

ACTIONABLE POINTS **(December 28, 2005)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 17-MINISTRY OF COMMERCE**

(Total Grant of Rs 755,116,000)

(Saving of Rs 81,951,545)

PAC DIRECTIVE

The Committee regularized the saving in grant.

2. i) **GRANT # 18-EXPORT PROMOTION**

(Total Grant of Rs 662,734,000)

(Saving of Rs 172,243,081)

ii) **GRANT # 19-OTHER EXPENDITURE OF MINISTRY OF COMMERCE**

(Total Grant of Rs 11,946,000)

(Excess of Rs 349,103)

PAC DIRECTIVE

On the presentation of above 02 grants by the AGPR, the Committee constituted an Inter Department Committee (IDC) with the direction to look into the matter, fix responsibility, suggest action against the persons(s) responsible and submit report within 01 month. The IDC will comprise of Joint Secretary (Exp), M/o Finance (Convener), Accountant General of Pakistan Revenues and JS, M/o Commerce (Members).

3. **AUDIT PARA # 1, PAGE-18-AR**
IRREGULAR EXPENDITURE OF RS 223,937 ON PAYMENT OF SERVICE CHARGES

PAC DIRECTIVE

The Committee decided that the person concerned should be given a chance to clear his position before the Committee and the fate of the para will be decided afterwards.

4. **AUDIT PARA # 2, PAGE-18-AR**
LOSS OF RS 2,047,000 DUE TO UN-JUSTIFIED RETENTION OF A
HIRED BUILDING

PAC DIRECTIVE

The Committee directed the Ministry to get the expenditure regularized from M/o Finance under report to Audit. However, no house/building should be detained more than 3 months if any officer transfers in future.

5. **AUDIT PARA # 3, PAGE-18-AR**
IRREGULAR PURCHASE OF NISSAN SENTRA CAR 1600CC FOR
COMMERCIAL WING US\$ 15,495 (RS. 391,337)

PAC DIRECTIVE

The Committee directed the Ministry to get ex-post facto approval from the M/o Finance under report to Audit. If Ministry of Finance regularizes the expenditure then the para should be treated as settled.

MINISTRY OF COMMUNICATIONS

ACTIONABLE POINTS **(August 31, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 20-MINISTRY OF COMMUNICATIONS**
(Total Grant of Rs 81,513,000)
(Saving of Rs 43,151,501)
- ii) **GRANT # 144-DEVELOPMENT EXPENDITURE OF MINISTRY OF COMMUNICATIONS**
(Total Grant of Rs 161,500,000)
(Saving of Rs 59,135,365)

PAC DIRECTIVE

On the presentation of above 02 grants, the Committee regularized the savings in grants subject to verification of the records by the AGPR within two weeks.

2. i) **GRANT # 23-OTHER EXPENDITURE OF MINISTRY OF COMMUNICATIONS**
(Total Grant of Rs 1,354,404,000)
(Saving of Rs 670,757,742)
- ii) **GRANT # 179-CAPITAL OUTLAY ON COMMUNICATION WORKS**
(Total Grant of Rs 194,938,000)
(Saving of Rs 73,205,160)

On the presentation of above 02 grants by the AGPR, the PAO informed the Committee that the grants were related with M/o Communications, but now SCO is a part of Ministry of Information Technology and Telecommunication Division.

PAC DIRECTIVE

The Committee deferred the above 02 grants for two weeks and directed the PAO to reconcile the figures of the grants with AGPR.

AUDIT REPORT FOR THE YEAR 1995-96 (NHA)

3. **AUDIT PARA # A.1.1, PAGE-89-AR-1995-96**
OVERPAYMENT OF RS 21.503 MILLION DUE TO EXCESSIVE RATES

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by the Audit within 15 days.

4. **AUDIT PARA # A.1.2, PAGE-30-AR-1995-96**
OVERPAYMENT OF RS 21.349 MILLION

PAC DIRECTIVE

The Committee directed that the case of overpayment may be sent to NHA Board, if Board approves it, then para would be recommended for settlement.

5. **AUDIT PARA # A.11.6, PAGE-34-AR-1995-96**
UNJUSTIFIED PAYMENT OF RS 745,798

PAC DIRECTIVE

The Committee referred the para to DAC for further examination.

6. i) **AUDIT PARA # A-1.3, PAGE-30-AR-1995-96**
OVERPAYMENT OF RS 231,869
- ii) **AUDIT PARA # A-1.4, PAGE-310-AR-1995-96**
OVERPAYMENT OF RS 78,529
- iii) **AUDIT PARA # A-11.1, PAGE-31-AR-1995-96**
OVERPAYMENT OF RS 7,855,833
- iv) **AUDIT PARA # A-11.2, PAGE-32-AR-1995-96**
OVERPAYMENT OF RS 6,789,065
- v) **AUDIT PARA # A-11.3, PAGE-32-AR-1995-96**
OVERPAYMENT OF RS 4,764,932
- vi) **AUDIT PARA # A-11.4, PAGE-32-AR-1995-96**
OVERPAYMENT OF RS 2.436 MILLION

- vii) **AUDIT PARA # A-11.5, PAGE-33-AR-1995-96
OVERPAYMENT OF RS 2,190,883**
- viii) **AUDIT PARA # A-111.1, PAGE-34-AR-1995-96
OVERPAYMENT OF RS 5,735,443**
- ix) **AUDIT PARA # A-111.2, PAGE-34-AR-1995-96
OVERPAYMENT OF RS 80,739**
- x) **AUDIT PARA # A-111.3, PAGE-35-AR-1995-96
EXCESS PAYMENT OF RS 60,424**
- xi) **AUDIT PARA # A-IV.1, PAGE-35-AR-1995-96
DOUBT PAYMENT OF RS 164,726**
- xii) **AUDIT PARA # A-IV.2, PAGE-35-AR-1995-96
DOUBT PAYMENT OF RS 83,831**
- xiii) **AUDIT PARA # A-IV.3, PAGE-36-AR-1995-96
OVER PAYMENT OF RS 79,506**
- xiv) **AUDIT PARA # A-V.1, PAGE-36-AR-1995-96
OVER PAYMENT OF RS 85,668**
- xv) **AUDIT PARA # B-1.1, PAGE-37-AR-1995-96
NON-RECOVERY RISK & COST OF RS 203.966 MILLION**
- xvi) **AUDIT PARA # C.1.1, PAGE-38-AR-1995-96
LOSS OF REVENUE WORTH RS 10 MILLION**
- xvii) **AUDIT PARA #C.11.1, PAGE-38-AR-1995-96
LOSS OF RS 2,447,281**
- xviii) **AUDIT PARA #C.111.1, PAGE-39-AR-1995-96
LOSS OF RS 1,639,014**
- xix) **AUDIT PARA #C.111.2, PAGE-39-AR-1995-96
LOSS OF RS 65,070**
- xx) **AUDIT PARA # D.1.1, PAGE-40-AR-1995-96
IRREGULAR EXPENDITURE OF RS 139.241 MILLION**

xxi) **AUDIT PARA # D.11.1, PAGE-40-AR-1995-96**
IRREGULAR/UNAUTHENTIC EXPENDITURE AMOUNTING TO
RS 2,139 MILLION

xxii) **AUDIT PARA # D.111.1, PAGE-41-AR-1995-96**
EXTRA PAYMENT OF RS 1.072 MILLION

PAC DIRECTIVE

On the presentation of above 22 paras by Audit, the Committee endorsed the decisions of the DAC and directed the Ministry/Department to implement these decisions under report to Audit.

COUNCIL OF ISLAMIC IDEOLOGY

ACTIONABLE POINTS
(December 29, 2004)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 113-ADVISORY COUNCIL FOR ISLAMIC IDEOLOGY**
(Total Grant of Rs 14,337,000)
(Saving of Rs 4,703,668)

PAC DIRECTIVE

The Committee regularized the saving in grant.

MINISTRY OF CULTURE, SPORTS AND TOURISM

ACTIONABLE POINTS **(December 29, 2004)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 24-CULTURE, SPORTS & TOURISM DIVISION**
(Total Grant of Rs 163,502,000)
(Excess of Rs 501,719)

PAC DIRECTIVE

The Committee acceded to the request of the PAO and decided that the grant may be considered regularized on satisfaction of AGPR.

2. **GRANT # 25-ARCHOLOGY AND MUSEUMS**
(Total Grant of Rs 87,347,000)
(Saving of Rs 31,027,019)

PAC DIRECTIVE

The Committee regularized the saving in grant.

3. **GRANT # 26-OTHER EXPENDITURE OF CULTURE, SPORTS & TOURISM DIVISION**
(Total Grant of Rs 226,602,000)
(Saving of Rs 8,979,773)

PAC DIRECTIVE

The Committee regularized saving in grant.

4. **GRANT # 145-DEVELOPMENT EXPENDITURE OF CULTURE, SPORT & TOURISM DIVISION**
(Total Grant of Rs 248,759,000)
(Saving of Rs 86,429,414)

PAC DIRECTIVE

The Committee after detailed discussion, constituted an Inter Departmental Committee (IDC) for in depth examination of the issues, fixing the responsibilities against the person(s) found involved for this

negligence and submit report within 02 months. The IDC will comprise of Joint Secretary, M/o Finance (Convener), Accountant General of Pakistan Revenues and Joint Secretary, M/o Culture, Sports & Youth Affairs (as Members).

**AUDIT REPORT FEDERAL GOVERNMENT
FOR THE YEAR 1995-96**

PAKISTAN SPORTS BOARD

5. i) **PARA 1, PAGE 20-ARFG-1995-96**
UNAUTHORIZED RETENTION OF GOVERNMENT MONEY RS
42,253 MILLION OUTSIDE THE PUBLIC EXCHEQUER
- ii) **PARA 2, PAGE 20-ARFG-1995-96**
UN-NECESSARY DRAWAL OF RECURRING BUDGET RS
23.050 MILLION AND ITS DEPOSIT INTO DIFFERENT BANKS
ACCOUNTS

LOK VIRSA

- iii) **PARA 3, PAGE 21-ARFG-1995-96**
IRREGULAR WITHDRAWAL OF RS 10,770,575 FROM
ASSIGNMENT ACCOUNT AND DEPOSIT INTO COMMERCIAL
BANK

AUDIT REPORT PUBLIC SECTOR ENTERPRISES
(Vol-X-1995-96)

PAKISTAN INSTITUTE OF TOURISM & HOTEL MANGEMENT

- iv) **PARA 76, PAGE 82-ARPSE-VOL-X-1995-96**

PAC DIRECTIVE

On the proposal of Audit, the Committee settled the above mentioned 04 paras.

ECONOMIC AFFAIRS DIVISION

ACTIONABLE POINTS **(October 5, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) Vol-I-1995-96

1. i) **GRANT # 49-ECONOMIC AFFAIRS DIVISION**
(Total Grant of Rs 44,530,000)
(Saving of Rs 675,264)
- ii) **GRANT # 50-TECHNICAL ASSISTANCE SCHEMES**
(Total Grant of Rs 263,834,000)
(Saving of Rs 10,827,956)
- iii) **GRANT # 183-EXTERNAL DEVELOPMENT LOANS AND ADVANCES BY THE FEDERAL GOVERNMENT**
{Total Grant (Charged) of Rs 7,894,099,000} {Other Than Charged Rs 40,722,892,000}
{Saving (Charged) of Rs 3,209,204,157} {Saving (Other Than Charged) of Rs 16,295, 181,961}
- iv) **SERVICING OF FOREIGN DEBT (CHARGED)**
(Total Appropriation of Rs 26,796,039,000)
(Saving of Rs 306,812,411)
- v) **FOREIGN LOANS RE-PAYMENT (CHARGED)**
(Total Appropriation of Rs 39, 957,528,000)
(Excess of Rs 19,464,706,210)
- vi) **RE-PAYMENT OF SHORT TERM FOREIGN CREDITS**
(Total Appropriation of Rs 26,765,857,000)
(Saving of Rs 24,098,296,372)

PAC DIRECTIVE

On the presentation of above 06 grants/appropriations by the AGPR, the Committee regularized the savings/excesses in grants.

2. **GRANT # 150-DEVELOPMENT EXPENDITURE OF ECONOMIC AFFAIRS DIVISION**

(Total Grant of Rs 95,503,000)

(Excess of Rs 7,790,073)

PAC DIRECTIVE

The Committee showed its displeasure and regularized the excess with direction to be careful in future.

MINISTRY OF EDUCATION

ACTIONABLE POINTS **(August 31, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 34-MINISTRY OF EDUCATION**
(Total Grant of Rs 141,692,000)
(Saving of Rs 12,525,472)

PAC DIRECTIVE

The Committee regularized the saving of the grant with displeasure and directed the M/o Education to be careful in future.

2.
 - i) **GRANT # 35-EDUCATION**
(Total Grant of Rs 2,344,559,000)
(Saving of Rs 3,301,436)
 - ii) **GRANT # 36-FEDERAL GOVERNMENT EDUCATIONAL INSTITUTION IN THE CAPITAL AND FEDERAL AREAS**
(Total Grant of Rs 504,956,000)
(Saving of Rs 667,887)

PAC DIRECTIVE

The Committee regularized the savings in above 02 grants.

3. **GRANT # 148-DEVELOPMENT EXPENDITURE OF MINISTRY OF EDUCATION**
(Total Grant of Rs 1,616,240,000)
(Saving of Rs 671,111,899)

PAC DIRECTIVE

The Committee regularized the saving of the grant with concern and directed the Ministry to be careful in future.

4. **AUDIT PARA # 4, PAGE-22-AR-1995-96**
IRREGULAR PURCHASE OF STORE ARTICLE WORTH RS 827,782
WITHOUT CALLING OPEN TENDERS AND NON PRODUCTION OF
ACCOUNTING RECORD

PAC DIRECTIVE

The Committee directed the PAO to inquire into the matter and write off the amount as per financial law/rules with a report to PAC/Audit.

5. **AUDIT PARA # 6, PAGE-24-AR-1995-96**
UNAUTHORIZED WITHDRAWAL FROM PUBLIC ACCOUNT/PLA TO
AVOID LAPSE OF FUNDS RS 16.549 MILLION

PAC DIRECTIVE

The Committee showed its displeasure and settled the para.

6. **AUDIT PARA # 7, PAGE-25-AR-1995-96**
UNAUTHORIZED RETENTION/UTILIZATION OF GOVERNMENT
MONEY AMOUNTING TO RS 649,000

PAC DIRECTIVE

The Committee settled the para.

7. **AUDIT PARA # 8, PAGE-25-AR-1995-96**
RECOVERY OF RS 780,301 ON ACCOUNT OF IRREGULAR
APPOINTMENT AS AUDIT OFFICER AT FBISE

PAC DIRECTIVE

The Committee settled the para subject to verification of the record/documents by the Audit with a report to PAC within one month.

8. i) **AUDIT PARA # 1, PAGE-22-AR-1995-96**
LOSS OF RS 135,000 DUE TO MISSING OF A SUZUKI JEEP
- ii) **AUDIT PARA # 2, PAGE-22-AR-1995-96**
RECOVERABLE AMOUNT OF RS 46,500 FROM FORMER
SECRETARY GENERAL ON ACCOUNT OF IRREGULAR
PAYMENT OF ORDERLY ALLOWANCE
- iii) **AUDIT PARA # 3, PAGE-22-AR-1995-96**
UNAUTHORIZED EXPENDITURE OF RS 152,149 ON ACCOUNT
OF TELEPHONE EXCHANGE CHARGES

- iv) **AUDIT PARA # 5, PAGE-23-AR-1995-96**
IRREGULAR AND UNAUTHORIZED PAYMENT OVER RS 1.779
MILLION ON ACCOUNT OF MEDICAL ALLOWANCE
- v) **AUDIT PARA # 9, PAGE-26-AR-1995-96**
WASTEFUL EXPENDITURE OF RS 1,608,541 ON THE
PLANNING OF CONDUCTING CLASS-VIII EXAMINATION BY
FBISE

PAC DIRECTIVE

On the presentation of the above 05 paras by the Audit, the Committee endorsed the recommendations of the DAC and directed the PAO to implement them under report to Audit.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES (VOL-X)
FOR THE YEAR 1995-96

- 9. i) **AUDIT PARA # 93, PAGE-97-ARPSE-195-96**
- ii) **AUDIT PARA # 94, PAGE-97-ARPSE-195-96**

NATIONAL BANK FOUNDATION

- iii) **AUDIT PARA # 95, PAGE-98-ARPSE-195-96**
- iv) **AUDIT PARA # 96, PAGE-98-ARPSE-195-96**
- v) **AUDIT PARA # 97, PAGE-99-ARPSE-195-96**
- vi) **AUDIT PARA # 98, PAGE-99-ARPSE-195-96**
- vii) **AUDIT PARA # 99, PAGE-99-ARPSE-195-96**
- viii) **AUDIT PARA # 100, PAGE-100-ARPSE-195-96**
LOSS OF RS 0.113 MILLION DUE TO NON-RECOVERY OF
AMOUNT FROM MINISTRY OF SPORT AND CULTURE

PAC DIRECTIVE

On the presentation of the above 08 paras by the Audit, the Committee endorsed the recommendations of the DAC and directed the department to implement these decisions under report to Audit.

PERFORMANCE EVALUATION REPORT NO. 149 FOR THE YEAR 1995-96
ON CENTRAL OVERSEAS TRAINING SCHOLARSHIP SCHEME
MINISTRY OF EDUCATION

10. **AUDIT PARAS # 3.1.2 & 3.1.3, 5.2 & 6.4-SAR-1995-96**
DRAFTING OF TRAINEES

PAC DIRECTIVE

The Committee directed the PAO to recover the amount from the persons who did not come back. The Committee also directed the PAO to provide a comprehensive list of trainees/documents to Audit/PAC Sectt. within 01 month.

11. i) **AUDIT PARA # 3.1, PAGE-50-SAR-149-1995-96**
COMPLETED PHASE
- ii) **AUDIT PARA # 3.2.1, PAGE-51-SAR-149-1995-96**
ON GOING PHASE
- iii) **AUDIT PARA # 4.1 TO 4.5, PAGES-52-53-SAR-149-1995-96**
SELECTION AND ITS CRITERIA
- iv) **AUDIT PARAS # 4.6, 4.6.1 & 4.6.2,PAGES-54-55-SAR-149-1995-**
96SELECTION AND UTILIZATION
- v) **AUDIT PARAS # 5.1, 5.1.1 TO 5.1.5, PAGES-56-57-SAR-149-**
1995-96PLACEMENTS
- vi) **AUDIT PARA # 6.1, PAGE-59-SAR-149-1995-96**
MODE OF REMITTANCE
- vii) **AUDIT PARAS # 6.2 & 6.3,6.2.1 TO 6.2.6 & 6.3.1,**
PAGES-59-60-SAR-149-1995-96
ITEM-WISE EXPENDITURE (FEC)
- viii) **AUDIT PARAS # 7.1 & 7.2, PAGE-63-SAR-149-1995-96**
DUPLICATION
- ix) **AUDIT PARA # 7.3, PAGE-63-64-SAR-149-1995-96**
INTER-UNIVERSITY PLACEMENTS
- x) **AUDIT PARA # 7.4, PAGE-64-SAR-149-1995-96**
MONITORING

PAC DIRECTIVE

On the presentation of the above 10 paras by Audit, the Committee endorsed the recommendations of the DAC and directed the PAO to implement them under report to Audit.

ELECTION COMMISSION OF PAKISTAN

ACTIONABLE POINTS **(December 16, 2004)**

APPROPRIATION ACCOUNTS (CIVIL-Vol-I-1995-96)

1. **APPROPRIATION "ELECTIONS"**
(Total Appropriation of Rs 193,068,000)
(Excess of Rs 4,351,708)

PAC DIRECTIVE

The Committee regularized the excess in grant, however, directed the department to be careful in future.

MINISTRY OF ENVIRONMENT

ACTIONABLE POINTS **(October 5, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 55-FOREST**
(Total Grant of Rs 28,318,000)
(Saving of Rs 704,434)
- ii) **GRANT # 59-ZOOLOGICAL SURVEY DEPARTMENT**
(Total Grant of Rs 4,387,000)
(Excess of Rs 7,934)
- iii) **GRANT # 69-ENVIRONMENT AND URBAN AFFAIRS DIVISION**
(Total Grant of Rs 73,795,000)
(Saving of Rs 17,743,835)

PAC DIRECTIVE

On the presentation of above 03 grants by the AGPR, the Committee regularized the savings/excess in grants.

2. **GRANT # 156-DEVELOPMENT EXPENDITURE OF ENVIRONMENT AND URBAN AFFAIRS DIVISION**
(Total of Rs 413,356,000)
(Saving of Rs 185,926,773)

PAC DIRECTIVE

The Committee showed its displeasure and directed the PAO to improve the financial discipline in the Ministry and be careful in future. However, the Committee regularized the saving.

**AUDIT REPORT PUBLIC SECTOR ENTERPRISES
FOR THE YEAR 1995-96**

3. i) **AUDIT PARA # 120, PAGE-123-ARPSE-1995-96
PAKISTAN ENVIRONMENTAL PLANNING AND
ARCHITECTURAL CONSULTANTS (PVT) LIMITED AUDIT
COMMENTS**
- ii) **AUDIT PARA # 122, PAGE-124-ARPSE-1995-96**
- iii) **AUDIT PARA # 123, PAGE-125-ARPSE-1995-96**
- iv) **AUDIT PARA # 124, PAGE-125-ARPSE-1995-96**

PAC DIRECTIVE

On the presentation of above 04 paras, the Committee endorsed the recommendations of the DAC and directed the Ministry to implement them under report to Audit.

ESTABLISHMENT DIVISION

ACTIONABLE POINTS **(September 18, 2007)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT NO.7-ESTABLISHMENT DIVISION**

(Total Grant of Rs 212,442,000)

(Savings of Rs (-) 12,065,652)

AGPR pointed out that the grant was closed with the saving of Rs 12,065,652/- works out to 5.68% of the total grant. An amount of Rs 14,203,566/- was surrendered converting the grant to be closed with an excess of Rs 1,013,914 (0.47%).

PAC DIRECTIVE

On presentation of the above grant, the Committee regularized the grant due to minor excess.

2. **GRANT NO.8-FEDERAL PUBLIC SERVICE COMMISSION**

(Total Grant of Rs 51,984,000)

(Savings of Rs (-) 2,236,619)

AGPR pointed out that the grant was closed with the saving of Rs 2,236,619/- works out to 4.30% of the total grant. An amount of Rs 1,906,951 (3.67%) was surrendered leaving net saving of Rs 329,668 (0.63%).

PAC DIRECTIVE

On presentation of the above grant, the Committee regularized the grant. However, the Committee observed that the nepotism and favoritism increased immensely of the authorizing departments to make recruitment of grade 11-15. The Committee strongly recommended the following:-

- a) to stream-line the procedure of the promotion of the Government Officers/Officials;
- b) the PAO/Secretary/Head of every Ministry/Division/Autonomous Departments certify at the end of every year that no promotion case is pending under his/her controlling organization.

3. i) **GRANT NO.09-SERVICE TRIBUNAL**

(Total Grant of Rs 12,280,000)

(Savings of Rs (-) 139,520)

AGPR pointed out that the grant was closed with the saving of Rs 139,520/- works out to 1.14% of the total grant.

ii) **GRANT NO.10-OTHER EXPENDITURE OF ESTABLISHMENT DIVISION**

(Total Grant of Rs 129,587,000)

(Savings of Rs (-) 3,596,301)

AGPR pointed out that the grant was closed with the saving of Rs 3,596,301/- works out to 2.77% of the total grant. An amount of Rs 3,140,419 was surrendered leaving net saving of Rs 455,882 (0.35%).

iii) **GRANT NO.143-DEVELOPMENT EXPENDITURE OF ESTABLISHMENT DIVISION**

(Total Grant of Rs 17,652,000)

(Savings of Rs 3,290,813)

AGPR pointed out that the grant was closed with the saving of Rs 3,290,813/- works out to 18.64% of the total grant.

PAC DIRECTIVE

On presentation of the above mentioned three (03) grants, the Committee regularized savings in the grants.

**AUDIT REPORT ON THE ACCOUNTS OF ESTABLISHMENT DIVISION
FOR THE YEAR 1995-96**

4. **PARA 2 (PAGE 16-AR)
IRREGULAR/UNAUTHORIZED INSTALLATION OF AIR CONDITIONER
RECOVERY OF RS 180,000**

Audit pointed out that NIPA, Lahore under the administration control of Establishment Division, extended Air conditioner facility to the non-entitled officers against the government's instructions contained in Finance Division letter No.F.8 (47)R-18/83, which resulted into an irregular expenditure of Rs 180,000.

The PAO explained before the Committee that the NIPA has to organize and impart training to the participants of various courses. The computer installed in different rooms for training required certain temperature and dust free atmosphere. Thus there was no mala-fide intention in providing air condition facility to non-entitled officers.

PAC DIRECTIVE

The Committee settled the para. However, the Committee observed that there should be no discrimination among the government officials and officers. Comfortable temperature is required for smooth functioning of government offices.

5. **PARA-3 (PAGE 16-AR)**
IRREGULAR/UNAUTHORIZED TRANSFER OF FUNDS RS 5,856,000

Audit pointed that in NIPA. Lahore under the administrative control of Establishment transferred an amount of Rs 5,856,000 from development account No.11-1981-4 to non-development account No.545 in 1991, 1992, 1993 to pay salaries and for miscellaneous expenses unauthorizedly. After a lapse of sufficient time the amount was not transferred back to the development account. The transfer of funds from development to non-development account without the approval of competent authority is a serious financial irregularity. The same was pointed out to Ministry in February 1995. Moreover, the department has invested an amount of Rs 2,000,000 in National Savings Certificate without the approval of the competent authority.

Responding the audit objection, the PAO stated that the amount was drawn from the other account temporarily to meet with the unavoidable demands. The amount was transferred back to the respective account.

PAC DIRECTIVE

The Committee settled the para subject to regularization of unauthorized investment from competent authority and its verification by Audit.

6. **PARA 1 (PAGE 16-AR)**
IRREGULAR & UNAUTHORIZED USE OF GOVERNMENT VEHICLES
AND RECOVERY OF RS 79,827

PAC DIRECTIVE

On the recommendation of DAC, the Committee settled the para.

FINANCE DIVISION

ACTIONABLE POINTS **(November 29-30, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 37-FINANCE DIVISION**
(Total Grant of Rs 157,826,000) (Saving of Rs 2,804,217)
- ii) **GRANT # 41-OTHER EXPENDITURE OF FINANCE DIVISION**
(Total Grant of Rs 2,541,419,000) (Saving of Rs 1,239,520,468)
- iii) **GRANT # 42-GRANT IN AID AND MISCELLANEOUS ADJUSTMENTS BETWEEN THE FEDERAL AND PROVINCIAL GOVERNMENTS**
{Total Appropriation/Grant (Charged) of Rs 700,000,000} (Other Than Charged of Rs 1,642,155,000) {Saving (Charged) Nil, (Other Than Charged of Rs 717,130,000)}
- iv) **GRANT # 43-GRANTS AND SUBSIDIES TO NON FINANCIAL INSTITUTIONS**
(Total Grant of Rs 4,630,739,000) (Saving of Rs 2,073,362,000)
- v) **GRANT # 140-FEDERAL MISCELLANEOUS INVESTMENTS**
(Total Grant of Rs 3,279,945,000) (Saving of Rs 3,095,129,510)
- vi) **GRANT # 141-OTHER LOANS AND ADVANCES BY THE FEDERAL GOVERNMENT**
(Total Grant of Rs 15,613,480,000) (Saving of Rs 12,546,143,755)
- vii) **GRANT # 149-DEVELOPMENT EXPENDITURE OF FINANCE DIVISION**
(Total Grant of Rs 9,364,136,000) (Excess of Rs 2,383,365,800)
- viii) **GRANT # 181-CAPITAL OUTLAY ON FEDERAL INVESTMENTS**
(Total Grant of Rs 69,000,000) (Saving of Rs 4,978,000)
- ix) **GRANT # 182-DEVELOPMENT LOANS AND ADVANCES BY THE FEDERAL GOVERNMENT**
{Total Appropriation/Grant (Charged) of Rs 1,909,500,000} (Other Than Charged of Rs 19,843,242,000) {Saving/Excess (Charged) Nil} (Other Than Charged) Excess of Rs 5,119,534,462)

- x) **SERVICING OF DOMESTIC DEBT**
(Total Appropriation (Charged) of Rs 97,814,000,000)
(Excess of Rs 6,693,636,717)
- xi) **REPAYMENT OF DOMESTIC DEBT**
{Total Appropriation (Charged) of Rs 825,524,085,000}
(Saving of Rs 9,268,010,098)
- xii) **AUDIT**
{Total Appropriation (Charged) of Rs 691,787,000}
(Excess Rs 30,510,447)

PAC DIRECTIVE

On the presentation of above 12 grants/Appropriation by the AGPR, the Committee regularized the Excesses/Savings in grants.

- 2. **GRANT # 39-SUPERANNUATION ALLOWANCES AND PENSIONS**
{Total Appropriation/Grant (Charged) of Rs 383,846,000} (Other Than Charged of Rs 4,024,551,000) {Saving (Charged) of Rs 241,897,306}
(Other Than Charged of Rs 101,908,440)

PAC DIRECTIVE

The Committee regularized the saving of the grant with direction to be careful in future.

- 3. i) **GRANT # 44-SUBSIDIES AND MISCELLANEOUS EXPENDITURE**
(Total Grant of Rs 92,255,199,000) (Saving of Rs 84,529,401,973)
- ii) **GRANT # 38-PAKISTAN MINT**
(Total Grant of Rs 62,476,000) (Saving of Rs 1,472,610)

PAC DIRECTIVE

On the recommendation of the DAC, the Committee regularized the above 02 grants.

AUDIT REPORT FOR THE YEAR 1995-96

- 4. **AUDIT PARA # 1, PAGE-27-AR-1995-96**
UNDUE RETENTION OF PUBLIC MONEY AMOUNTING TO RS 8,592,348

PAC DIRECTIVE

On the recommendation of the DAC, the Committee settled the para.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES
FOR THE YEAR 1995-96

5. **AUDIT PARA # 16, PAGE-21-AR-1995-96**
EXPECTED LOSS OF RS 32,979 MILLION DUE TO NON-RECOVERY
FROM THE SICK AND CLOSED PROJECTS

PAC DIRECTIVE

The Committee directed the management to watch progress till final recovery and hand over the case to CIRC.

6. i) **AUDIT PARA # 17, PAGE-22-AR-1995-96**
LOSS OF RS 22.212 MILLION DUE TO UNSECURED LOANING
TO THE POULTRY FARMERS
- ii) **AUDIT PARA # 18, PAGE-23-AR-1995-96**
NON-RECOVERY OF RS 17.020 MILLION FROM THE
DEFAULTER LOANEES
- iii) **AUDIT PARA # 19, PAGE-23-AR-1995-96**
LOSS OF RS 12.354 MILLION DUE TO NON-RECOVERY OF
BANKS DUES FROM THE DEFAULTERS

PAC DIRECTIVE

The Committee directed the Ministry to pursue the cases in the court of law vigorously under report to the Audit.

7. **AUDIT PARA # 23, PAGE-26-ARPSE-1995-96**
NON-RECOVERY OF LOAN AMOUNTING TO RS 6.00 MILLION DUE
TO IMPROPER APPRAISAL, IRREGULAR DISBURSEMENT

PAC DIRECTIVE

The Committee directed the department to recover the amount if possible, if not then take decision as per rule under report to the Audit.

8. **AUDIT PARA # 28, PAGE-30-ARPSE-1995-96**
IRREGULAR/WASTEFUL EXPENDITURE OF RS 331,170 INCURRED
ON ACCOUNT OF ESTABLISHMENT OF ADVISOR'S OFFICE

PAC DIRECTIVE

The Committee directed the PAO to settle the issue within 02 weeks under report to Audit.

9. **REGIONAL DEVELOPMENT FINANCE CORPORATION**
AUDIT PARA # 93, PAGE-70-ARPSE-1995-96

PAC DIRECTIVE

The Committee settled the para subject to verification of the documents by Audit.

10. **AUDIT PARA # 97, PAGE-74-ARPSE-1995-96**
NON-RECOVERY OF OVERDUE LOAN AMOUNTING TO RS 3.549
MILLION OUTSTANDING AGAINST M/S CHEMFIELD (PVT) LIMITED
HUB, BALOCHISTAN

PAC DIRECTIVE

The Committee directed the management to pursue the case in the Court of Law vigorously under report to Audit.

MINISTRY OF FINANCE AND ECONOMIC AFFAIRS

11. i) **AUDIT PARA # 3, PAGE-15-ARPSE-1995-96 (VOL-X-B)**
- AGRICULTURAL DEVELOPMENT BANK OF PAKISTAN**
- ii) **AUDIT PARA # 7, PAGE-18-ARPSE-1995-96**
- iii) **AUDIT PARA # 8, PAGE-19-ARPSE-1995-96**
- iv) **AUDIT PARA # 9, PAGE-19-ARPSE-1995-96**
- v) **AUDIT PARA # 10, PAGE-19-ARPSE-1995-96**
- vi) **AUDIT PARA # 11, PAGE-19-ARPSE-1995-96**
- vii) **AUDIT PARA # 12, PAGE-19-ARPSE-1995-96**
- viii) **AUDIT PARA # 13, PAGE-19-ARPSE-1995-96**
- ix) **AUDIT PARA # 14, PAGE-20-ARPSE-1995-96**
OVERPAYMENT OF RS 122.147 MILLION TO INSURANCE
COMPANY ON ACCOUNT OF EXCESS PREMIUM CHARGED
- x) **AUDIT PARA # 15, PAGE-20-ARPSE-1995-96**
EXPECTED LOSS OF RS 47.917 MILLION DUE TO NON-
COMPLETION OF THE PROJECT BY THE BORROWER
- xi) **AUDIT PARA # 20, PAGE-24-ARPSE-1995-96**
EXPECTED LOSS OF RS 11.277 MILLION DUE TO NON-
RECOVERY AGRICULTURAL LOAN FROM CHRONIC
DEFAULTERS
- xii) **AUDIT PARA # 21, PAGE-25-ARPSE-1995-96**
LOSS OF RS 9.126 MILLION DUE TO NON-RECOVERY OF OLD
OUTSTANDING DUES AGAINST LOANEES

- xiii) AUDIT PARA # 22, PAGE-26-ARPSE-1995-96
EXPECTED LOSS OF RS 4.270 MILLION DUE TO NON-
REALIZATION OF INSURANCE CLAIMS
- xiv) AUDIT PARA # 24, PAGE-27-ARPSE-1995-96
NON-RECOVERY OF RS 3.185 MILLION FROM THE CHRONIC
DEFAULTERS
- xv) AUDIT PARA # 25, PAGE-28-ARPSE-1995-96
SUSPECTED MIS-APPROPRIATION IN PAYMENT OF LOAN
AMOUNTING TO RS 2.631 MILLION
- xvi) AUDIT PARA # 26, PAGE-29-ARPSE-1995-96
EXPECTED LOSS OF RS 2.103 MILLION DUE TO NON-
RECOVERY OF BANK'S DUES FROM DEFAULTERS LOANEE
- xvii) AUDIT PARA # 27, PAGE-29-ARPSE-1995-96
NON-RECOVERY OF OUTSTANDING LOANS OF RS 144.711
MILLION FROM THE DEFAULTERS
- xviii) AUDIT PARA # 29, PAGE-31-ARPSE-1995-96
NON-RECOVERY OF MIS-UTILIZED LOAN AMOUNTING TO RS
0.252 MILLION

FEDERL BANK FOR COOPERATIVES

- xix) AUDIT PARA # 41, PAGE-36-ARPSE-1995-96
- xx) AUDIT PARA # 42, PAGE-36-ARPSE-1995-96
- xxi) AUDIT PARA # 43, PAGE-37-ARPSE-1995-96
- xxii) AUDIT PARA # 44, PAGE-37-ARPSE-1995-96
- xxiii) AUDIT PARA # 45, PAGE-37-ARPSE-1995-96
- xxiv) AUDIT PARA # 46, PAGE-37-ARPSE-1995-96
- xxv) AUDIT PARA # 48, PAGE-38-ARPSE-1995-96
NON-RECOVERY OF RS 220,010 ACCOUNT OF CONVEYANCE
ALLOWANCE

AGRICULTURAL MARKETING AND STORAGE (PVT) LIMITED

- xxvi) AUDIT PARA # 47, PAGE-39-ARPSE-1995-96
- xxvii) AUDIT PARA # 48, PAGE-39-ARPSE-1995-96
- xxviii) AUDIT PARA # 49, PAGE-39-ARPSE-1995-96
- xxix) AUDIT PARA # 50, PAGE-40-ARPSE-1995-96

REGIONAL DEVELOPMENT FINANCE CORPORATION

- xxx) AUDIT PARA # 86, PAGE-68-ARPSE-1995-96
- xxxii) AUDIT PARA # 87, PAGE-69-ARPSE-1995-96
- xxxiii) AUDIT PARA # 88, PAGE-69-ARPSE-1995-96

- xxxiii) AUDIT PARA # 88, PAGE-69-ARPSE-1995-96
- xxxiv) AUDIT PARA # 89, PAGE-69-ARPSE-1995-96
- xxxv) AUDIT PARA # 90, PAGE-69-ARPSE-1995-96
- xxxvi) AUDIT PARA # 91, PAGE-69-ARPSE-1995-96
- xxxvii) AUDIT PARA # 92, PAGE-70-ARPSE-1995-96
- xxxviii) AUDIT PARA # 94, PAGE-71-ARPSE-1995-96
NON-PERFORMING OVERDUE LOAN OF RS 17.500 MILLION
OUTSTANDING AGAINST M/S BARE INDUSTRIAL HATTAR
- xxxix) AUDIT PARA # 95, PAGE-72-ARPSE-1995-96
EXPECTED LOSS OF RS 4.803 MILLION DUE TO NON-
IMPLEMENTATION OF PROJECT
- xl) AUDIT PARA # 96, PAGE-73-ARPSE-1995-96
EXPECTED LOSS OF RS 4.386 MILLION DUE TO DEFAULT IN
PAYMENT OF LOAN
- xli) AUDIT PARA # 98, PAGE-75-ARPSE-1995-96
EXPECTED LOSS OF RS 2.318 MILLION DUE TO DEFAULT IN
PAYMENT OF LOAN SANCTIONED TO M/S SYED SHARIF AND
SONS HARIPUR
- xlii) AUDIT PARA # 99, PAGE-77-ARPSE-1995-96
DEFAULT IN PAYMENT OF DUE INSTALLMENT RS 1.410
MILLION AGAINST M/S SHABAZ ICE FACTORY KHANPUR

ISLAMIC BUSINESS FINANCE CORPORATION

- xliii) AUDIT PARA # 100, PAGE-79-ARPSE-1995-96
- xliv) AUDIT PARA # 101, PAGE-80-ARPSE-1995-96
- xlvi) AUDIT PARA # 102, PAGE-80-ARPSE-1995-96

PAC DIRECTIVE

On the presentation of above 45 paras by the Audit, the Committee endorsed the recommendations of the DAC and directed the Ministry to implement the decisions of the DAC under report to Audit.

AGRICULTURAL DEVELOPMENT BANK OF PAKISTAN

12. AUDIT PARA # 6, PAGE-18-ARPSE-1995-96

PAC DIRECTIVE

The Committee settled the para.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES
VOL-X-B FOR THE YEAR 1995-96

13. **EQUITY PARTICIPATION FUND**
AUDIT PARA # 40, PAGE-35-ARPSE-1995-96

PAC DIRECTIVE

The Committee directed the department to recover the outstanding amount with a report to PAC/Audit.

14. **HOUSE BUILDING FINANCE COPORATION**
AUDIT PARA # 53, PAGE-41-ARPSE-1995-96

PAC DIRECTIVE

The Committee directed the department to recover the outstanding amount with a report to PAC/Audit.

15. i) **AUDIT PARA # 56, PAGE-43-ARPSE-1995-96**
NON-RECOVERY OF STUCK UP LOANS AMOUNTING TO RS
2.249 MILLION FROM DEFAULTER LOANEEES
- ii) **AUDIT PARA # 57, PAGE-43-ARPSE-1995-96**
EXPECTED LOSS OF RS 1.589 MILLION DUE TO NON
PURSUANCE OF LEGAL CASE AGAINST DEFAULTERS

PAC DIRECTIVE

The Committee directed the department to write off the outstanding amount as per instruction of the ERRRA under report to Audit.

16. **AUDIT PARA # 59, PATGE-45-ARPSE-1995-96**
BAD/FRAUDULENT AMOUNTING TO RS 840,000 ON OPEN PLOTS IN
VILLAGE MEELAM

PAC DIRECTIVE

The Committee directed the PAO to pursue the cases in the NAB for recovery under report to Audit.

17. **INDUSTRIAL DEVELOPMENT BANK OF PAKISTAN**
AUDIT PARA # 65, PATGE-49-ARPSE-1995-96
NON-RECOVERY OF RS 22.868 MILLION DUE TO UNDUE FAVOUR IN
GRANTING OF LOANS TO A STEEL RE-ROLLING MILLS

PAC DIRECTIVE

The PAO informed the Committee that the case was in the Court of Law. Now the department will settle the case out of the court within 06 months. The Committee endorsed the reply of the PAO and directed to get the issue resolved as early as possible under report to Audit.

18. **AUDIT PARA # 66, PATGE-51-ARPSE-1995-96**
NON-RECOVERY OF SHORT TERM FINANCE OF RS 4.769 MILLION

PAC DIRECTIVE

The Committee directed the department that the auction process should be completed within 04 months and the outcome be reported to Audit/PAC.

19. **AUDIT PARA # 67, PATGE-51-ARPSE-1995-96**
LOSS OF RS 3.918 MILLION DUE TO AUCTION OF SICK/CLOSED
PROJECT

PAC DIRECTIVE

The Committee showed its serious concern on slow process of the privatization by the Ministry. The Committee directed the Ministry to expedite the process of privatization without further delay and the outcome be reported to Audit/PAC.

20. **AUDIT PARA # 69, PATGE-53-ARPSE-1995-96**
EXPECTED LOSS OF RS 53,700 DUE TO NON-REALIZATION OF
BANK DUES FROM A DEFAULTED ICE FACTORY

PAC DIRECTIVE

The Committee directed the management to try to auction the factory as soon as possible and the outcome be reported to Audit/PAC.

21. **INVESTMENT CORPORATION OF PAKISTAN**
AUDIT PARA # 73, PATGE-57-ARPSE-1995-96
NON-RECOVERY OF RS 6.322 MILLION FROM M/S AJAX
INDUSTRIES LIMITED

PAC DIRECTIVE

The Committee directed the management to pursue the case in the court of law vigorously under report to Audit.

NATIONAL DEVELOPMENT FINANCE CORPORATION

22. **AUDIT PARA # 79, PATGE-63-ARPSE-1995-96**
EXPECTED LOSS OF RS 89.500 MILLION DUE TO NON-INVOKING OF
GUARANTEE CLAUSE AGAINST M/S FAZAL SUGAR MILLS

PAC DIRECTIVE

The Committee directed the department to pursue the case in the Court of Law for early recovery under report to Audit.

BANKER EQUITY LIMITED

23. i) **AUDIT PARA # 32, PAGE-32-ARPSE-1995-96**
ii) **AUDIT PARA # 36, PAGE-33-ARPSE-1995-96**

HOUSE BUILDING CORPORATION

- iii) **AUDIT PARA # 55, PAGE-42-ARPSE-1995-96**

NATIONAL DEVELOPMENT FINANCE CORPORATION

- iv) **AUDIT PARA # 76, PAGE-60-ARPSE-1995-96**
v) **AUDIT PARA # 80, PAGE-63-ARPSE-1995-96**

PAC DIRECTIVE

On the presentation of the above 05 paras by Audit, the Committee settled the paras.

BANKER EQUITY LIMITED

24. i) **AUDIT PARA # 30-31, PAGE-32-ARPSE-1995-96**
ii) **AUDIT PARA # 33, PAGE-33-ARPSE-1995-96**
iii) **AUDIT PARA # 34, PAGE-33-ARPSE-1995-96**
iv) **AUDIT PARA # 35, PAGE-33-ARPSE-1995-96**
v) **AUDIT PARA # 37, PAGE-33-ARPSE-1995-96**

EQUITY PARTICIPATION FUND

vi) **AUDIT PARA # 38, PAGE-34-ARPSE-1995-96**

vii) **AUDIT PARA # 39, PAGE-34-ARPSE-1995-96**

HOUSE BUILDING FINANCE CORPORATION

viii) **AUDIT PARA # 51, PAGE-41-ARPSE-1995-96**

ix) **AUDIT PARA # 52, PAGE-41-ARPSE-1995-96**

x) **AUDIT PARA # 54, PAGE-42-ARPSE-1995-96**

xi) **AUDIT PARA # 58, PAGE-44-ARPSE-1995-96**
NON-RECOVERY OF RS 1,072,651 FROM DEFAULTER
LOANEES

xii) **AUDIT PARA # 60, PAGE-45-ARPSE-1995-96**
EXPECTED LOSS OF RS 186,337 DUE TO NON-RECOVERY OF
OUTSTANDING AMOUNT FROM THE DEFAULTER LOANEE

xiii) **AUDIT PARA # 61, PAGE-46-ARPSE-1995-96**
NON-RECOVERY OF LOAN AMOUNTING TO RS 395,143

xiv) **AUDIT PARA # 62, PAGE-47-ARPSE-1995-96**
NON-RECOVERY OF RS 121,733 FROM A DEFAULTER
LOANEE

xv) **AUDIT PARA # 63, PAGE-48-ARPSE-1995-96**
NON-RECOVERY OF RS 74,071 OVERDUE LOAN FROM
DEFAULTER LOANEE

INDUSTRIAL DEVELOPMENT BANK OF PAKISTAN

PAKISTAN BANKING COUNCIL

xvi) **AUDIT PARA # 05 (182), PAGE-17-ARPSE-1995-96**
NON-COMPLETION OF ACCOUNTS

xvii) **AUDIT PARA # 64, PAGE-49-ARPSE-1995-96**
DOUBTFUL RECOVERY OF RS 33.207 MILLION FROM
DEFAULTING POULTRY FORM

xviii) **AUDIT PARA # 68, PAGE-52-ARPSE-1995-96**
DOUBTFUL RECOVERY OF BANK DUES RS 1.729 MILLION
FROM A DEFAULTING GARMENTS FACTORY

INVESTMENT CORPORATION OF PAKISTAN

- xix) **AUDIT PARA # 70, PAGE-55-ARPSE-1995-96**
- xx) **AUDIT PARA # 72, PAGE-56-ARPSE-1995-96**
- xxi) **AUDIT PARA # 74, PAGE-57&58-ARPSE-1995-96**
DOUBTFUL RECOVERY OF OVER DUES AMOUNTING TO RS
2.028 MILLION FROM M/S COTEX MILLS LIMITED
- xxii) **AUDIT PARA # 75, PAGE-58-ARPSE-1995-96**
LOSS OF RS 0.346 MILLION DUE TO PAYMENT OF
ADDITIONAL INTEREST OF NDFC

NATIONAL DEVELOPMENT FINANCE CORPORATION

- xxiii) **AUDIT PARA # 77, PAGE-62-ARPSE-1995-96**
- xxiv) **AUDIT PARA # 78, PAGE-62-ARPSE-1995-96**

NATIONAL DEVELOPMENT FINANCE CORPORATION

- xxv) **AUDIT PARA # 81, PAGE-64-ARPSE-1995-96**
LOSS OF RS 8.082 MILLION DUE TO WRONG FOR
FORECASTING OF COMPANY'S FINANCIAL POSITION

PAKISTAN SECURITY PRINTING CORPORATION (PVT) LIMITED

- xxvi) **AUDIT PARA # 82, PAGE-66-ARPSE-1995-96**
- xxvii) **AUDIT PARA # 83, PAGE-66-ARPSE-1995-96**
- xxviii) **AUDIT PARA # 84, PAGE-67-ARPSE-1995-96**
- xxix) **AUDIT PARA # 85, PAGE-67-ARPSE-1995-96**

STATE BANK OF PAKISTAN

- xxx) **AUDIT PARA # 104, PAGE-82-ARPSE-1995-96**

PAC DIRECTIVE

The Committee directed the Ministry to implement the recommendations of the DAC on the above 30 paras under report to Audit.

MINISTRY OF FOOD, AGRICULTURE & LIVESTOCK

ACTIONABLE POINTS (January 2, 2006)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 53-FOOD AND AGRICULTURE**
(Total Grant of Rs 73,265,000)
(Saving of Rs 5,392,885)
- ii) **GRANT # 61-FISHERIES**
(Total Grant of Rs 9,019,000)
(Saving of Rs 1,421,509)
- iii) **GRANT # 62-OTHER EXPENDITURE OF FOOD & AGRICULTURE**
(Total Grant of Rs 28,713,000)
(Saving of Rs 10,073,651)
- iv) **GRANT # 136-CAPITAL OUTLAY ON PURCHASE OF FERTILIZER**
(Total Grant of Rs 13,363,097,000)
(Saving of Rs 3,744,660,644)
- v) **GRANT # 152-DEVELOPMENT EXPENDITURE OF FOOD & AGRICULTURE**
(Total Grant of Rs 1,298,536,000)
(Saving of Rs 805,882,243)
- vi) **GRANT # 154-DEVELOPMENT EXPENDITURE OF LIVESTOCK**
(Total Grant of Rs 123,076,000)
(Saving of Rs 29,113,901)

PAKISTAN AGRICULTURE RESEARCH COUNCIL (PARC)

- vii) **GRANT # 54-AGRICULTURE RESEARCH**
(Total Grant of Rs 286,966,000)
(Excess of Rs 3,525,405)

viii) **GRANT # 153-DEVELOPMENT EXPENDITURE ON AGRICULTURE RESEARCH**

(Total Grant of Rs 283,930,000)

(Excess of Rs 285,542,000)

PAC DIRECTIVE

On the presentation of above 08 grants by the AGPR, the Committee constituted an Inter Departmental Committee (IDC), to discuss and reconcile the Appropriation Accounts and forward the report to PAC Sectt. within 03 weeks. The IDC will be comprised of Syed Turab Haider Zaidi, Joint Secretary (A)/Convener, M/o Food, Agriculture & Livestock, Mr. Inam-ul-Raheem (DFA)/Member, M/o Food, Agriculture & Livestock, Mr. Asif Ali, DG (Accounts) Member, AGPR, a nominee from M/o Environment and a nominee from Economic Affairs Division.

2. **GRANT # 56-PLANT PROTECTION MEASURES**

(Total Grant of Rs 79,797,000)

(Saving of Rs 35,353,758)

PAC DIRECTIVE

The Committee regularized the saving with the direction that the accounting system should be improved in future by the Ministry.

3. i) **GRANT # 57-OTHER AGRICULTURAL SERVICES**

(Total Grant of Rs 49,853,000)

(Excess of Rs 8,573,368)

ii) **GRANT # 58-SUBSIDY ON WHEAT**

(Total Grant of Rs 7,181,739,353)

(Excess of Rs 167,717,353)

PAC DIRECTIVE

The Committee regularized the excesses in the grants.

4. **GRANT # 60-LIVESTOCK**

(Total Grant of Rs 16,063,000)

(Saving of Rs 1,257,558)

PAC DIRECTIVE

The Committee regularized the saving with direction that the accounting and monitoring system should be improved by the Ministry in future.

AUDIT REPORT FOR THE YEAR 1995-96

5. i) **PARA # 1, PAGE 29-AR-1995-96**
UN-AUTHORIZED AND IRREGULAR DRAWL OF PAY & ALLOWANCES OF B-22 BY CHAIRMAN PARC-II WILFUL CONCEALMENT OF SERVICE RECORD
- ii) **PARA # 2, PAGE 30-AR-1995-96**
IRREGULAR AND UNAUTHORIZED DRAWL OF ARREARS OF PAY & ALLOWANCES BY THE CHAIRMAN PARC RS 689646

PAC DIRECTIVE

The Committee directed the PAO that a copy of NAB report/progress should be provided to PAC Sectt/Audit Department before the next meeting. The Committee deferred remaining audit paras of the report for its next meeting.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES
(VOL-X) FOR THE YEAR 1995-96

PAKISTAN AGRICULTURE STORAGE & SERVICES CORPORATION
(PASSCO)

6. i) **AUDIT PARA-101 PAGE-103-ARPSE-1995-96-VOL-X**
- ii) **AUDIT PARA-103 PAGE-104-ARPSE-1995-96-VOL-X**
- iii) **AUDIT PARA-104 PAGE-105-ARPSE-1995-96-VOL-X**
- iv) **AUDIT PARA-107 PAGE-106-ARPSE-1995-96-VOL-X**
LOSS OF RS 35.538 MILLION DUE TO NON-PAYMENT OF UTILITY STORES CORPORATION

PAC DIRECTIVE

On the recommendation of Audit, the Committee settled the above 04 paras.

7. **AUDIT PARA-105, PAGE-105-ARPSE-1995-96-VOL-X**

PAC DIRECTIVE

The Committee directed the PAO to provide the detail about the PASSCO Head Office building before the next meeting and deferred the para.

8. **AUDIT PARA-106, PAGE-105-ARPSE-1995-96-VOL-X**

PAC DIRECTIVE

The Committee inquired about the approval of construction plan of building from LDA but the Ministry failed to provide the information. The Committee showed its displeasure and deferred the para for its next meeting. The Committee also directed the PAO to provide the required information to PAC Sectt./Audit before the next meeting.

9. **AUDIT PARA-108PAGE-106-ARPSE-1995-96-VOL-X**
LOSS OF RS 9.74 MILLION INCURRED ON SUPPLY OF WHEAT SEED
TO PAD & SC

PAC DIRECTIVE

The Committee showed its displeasure on non-compliance of the DAC decision by the PASSCO management and directed the PAO to take action against Mr. Muhammad Azam, Director Finance, PASSCO who is directly responsible for the compliance of the DAC decision under E&D Rules and report to the PAC Sectt/Audit within 06 weeks. The Committee deferred the Audit report of PASSCO for its next meeting.

ACTIONABLE POINTS
(October 31, 2006)

AUDIT REPORT FOR THE YEAR 1995-96

10. i) **AUDIT PARA # 1, PAGE-29-AR-1995-96**
- a) **UNAUTHORIZED & IRREGULAR DRAWL OF PAY AND ALLOWANCES OF B-22 BY CHAIRMAN PARC**
 - b) **WILFUL CONCEALMENT OF SERVICE RECORD**
- ii) **AUDIT PARA # 2, PAGE-30-AR-1995-96**
IRREGULAR AND UNAUTHORIZED DRAWL OF ARREARS OF PAY AND ALLOWANCES BY THE CHAIRMAN PARC RS 689,646

PAC DIRECTIVE

The Committee directed the PAO to recover the remaining amount from the concerned officer under Land Revenue Act. The Committee further directed the department to forfeit the pensionary dues of the concerned officer with a report to PAC/Audit.

11. **AUDIT PARA # 4, PAGE-32-AR-1995-96**
IRREGULAR/UNAUTHORIZED EXPENDITURE AND NON-
PRODUCTION OF RECORD AMOUNTING TO RS 44.183 MILLION

PAC DIRECTIVE

The Committee directed the PAO to send the case of cattle feed mills Larkana to Privatization Commission for early disposal/privatization. The Committee settled the issue of development fund/non-development and employees funds subject to verification of the record by the Audit.

12. **AUDIT PARA # 5, PAGE-32-AR-1995-96**
OVERPAYMENT OF LEAVE SALARY TO AN OFFICER RS 87,674

PAC DIRECTIVE

The Committee directed the department to pursue the case vigorously in the court of law for early decision under report to Audit.

13. **AUDIT PARA # 6, PAGE-33-AR-1995-96**
UNJUSTIFIED AND IRREGULAR PAYMENT TO DC AND CHIEF
COMMISSIONER, ISLAMABAD RS 5.6 MILLION

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit.

14. **AUDIT PARA # 7, PAGE-33-AR-1995-96**
UNAUTHORIZED AND IRREGULAR PAYMENT OF HONORARIUM
AND CASH AWARD TO THE STAFF OF PARC AND MINISTRY RS
598,019

PAC DIRECTIVE

The Committee directed the PAO to recover the amount from Ex-Chairman C.M. Anwar under Land Revenue Act under report to Audit.

15. **AUDIT PARA # 8, PAGE-34-AR-1995-96**
IRREGULAR PAYMENT OF SUBSIDY OF RS 172,606 MILLION TO
PRIVATE PARTIES

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by the Audit within 01 month.

16. **AUDIT PARA # 9, PAGE-34-AR-1995-96**
NON-RECOVERY OF DEMURRAGE CHARGES FROM SUPPLIER
WORTH
US\$ 184414/16 (RS 6.454 MILLION)

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by the Audit within 02 months.

17. **AUDIT PARA # 10, PAGE-35-AR-1995-96**
LOSS OF RS 3.645 MILLION DUE TO IRREGULAR AWARD OF
CONTRACT AT HIGHER RATE

PAC DIRECTIVE

The Committee directed the PAO to inquire into the matter, fix responsibility, take action against the person(s) responsible with a report to PAC/Audit within 03 months.

18. **AUDIT PARA # 11, PAGE-35-AR-1995-96**
NON-ACCOUNTAL OF INCREASE IN THE QUANTITY OF IMPORTED
FERTILIZER DUE TO VARIATION IN MOISTURE CONTENTS (RS
2.173 MILLION)

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by the Audit.

19. **AUDIT PARA # 12, PAGE-36-AR-1995-96**
LOSS OF RS 7.50 MILLION DUE TO NON-IMPOSITION OF PENALTY
ON CANCELLATION OF CONTRACT

PAC DIRECTIVE

The Committee settled the para.

20. i) **AUDIT PARA # 3, PAGE-31-AR-1995-96**
IRREGULAR TRANSFER OF RS 1.5 MILLION TO AN
UNAUTHORIZED REVOLVING FUND TO AVOID LAPSE
- ii) **AUDIT PARA # 13, PAGE-36-AR-1995-96**
LOSS OF RS 3.491 MILLION DUE TO NON-RECOVERY OF
LIQUIDATED DAMAGES

- iii) **AUDIT PARA # 14, PAGE-37-AR-1995-96**
LOSS OF RS 8.569 MILLION DUE TO NON-RECOVERY OF
LIQUIDATED DAMAGES

PAC DIRECTIVES

On the presentation of above 03 paras by audit, the Committee directed the Ministry of Food and Agriculture to implement the decisions of the DAC under report to Audit.

PERFORMANCE EVALUATION REPORT (NO.150)
FOR THE YEAR 1995-96 ON RANGE RESEARCH INSTITUTE (RRI)

21. **AUDIT PARAS # 4.3, 4.3.1, PAGE-88-PER-1995-96**

PAC DIRECTIVES

The Committee settled the paras subject to verification of the record by the Audit.

22. **AUDIT PARAS # 7.2.1 & 7.2.2, PAGE-88-PER-1995-96**
CURRENT BUDGET AND EXPENDITURE

PAC DIRECTIVES

The Committee settled the para subject to verification of the record by Audit.

CHAPTER-3 FORAGE AND PASTURE

23. i) **AUDIT PARA # 3.1 & 3.2, PAGES-81-82, PER-1995-96**
RANGE LANDS OF PAKISTAN
- ii) **AUDIT PARA # 3.3 & 3.3.1, PAGES-82, PER-1995-96**
FORAGE AND PASTURE PROGRAMME OBJECTIVES AND
PLAN OF WORK
- iii) **AUDIT PARA # 3.4 & 3.4.1, PAGES-83-84, PER-1995-96**
FINANCE
- iv) **AUDIT PARA # 3.5, PAGES-85, PER-1995-96**
WORK PLANS AND THEIR EXECUTION

CHAPTER OPERATIONAL RANGE RESEARCH

- v) **AUDIT PARA # 4.1, PAGES-87, PER-1995-96**
OPERATIONAL RANGE RESEARCH PROJECT, POTHWAR

- vi) AUDIT PARA # 4.2, PAGES-88, PER-1995-96
PROJECT PROGRESS
- vii) AUDIT PARAS # 4.3,2 & 4.3.3, PAGES-89, PER-1995-96
PROJECT SCOPE
- viii) AUDIT PARAS # 4.4 & 4.4.1, PAGE-91, PER-1995-96
FINANCE

CHAPTER 5-AGRO FORESTRY RESEARCH PROJECT

- ix) AUDIT PARAS # 5.1 & 5.2, PAGE-93, PER-1995-96
AGRO-FORESTRY PROJECT DESCRIPTION
- x) AUDIT PARAS # 5.3 ,5.3.1 & 5.3.2, PAGES-94-95, PER-1995-96
FINANCE
- xi) AUDIT PARAS # 5.4, 5.4.1,5.4.2, PAGE-95, PER-1995-96
WORK PLAN AND ACHIEVEMENTS
- xii) AUDIT PARA # 6.1 TO 6.6, PAGE-97-99, PER-1995-96
WILDLIFE RESEARCH
- xiii) AUDIT PARAS # 7.1 TO 7.3,7.5 & 7.6,7.3.1,7.3.2, PAGE-100,102-
105, PER-1995-96

NATIONAL HERBARIUM

- xiv) AUDIT PARA # 7.4, PAGE-104, PER-1995-96
PROGRESS AND WORK PLANS

PAC DIRECTIVES

On the presentation of above 14 paras by Audit, the Committee directed the Ministry to implement the decisions of the DAC.

**AUDIT REPORT PUBLIC SECTOR ENTERPRISES
FOR THE YEAR 1995-96-Vol-X**

- 24. AUDIT PARA # 108, PAGE-106-ARPSE-1995-96
LOSS OF RS 9.74 MILLION INCREASED ON SUPPLY OF WHEAT
SEED TO PAD & SC

PAC DIRECTIVE

The Committee settled the para subject to verification of the recovery by Audit.

25. **AUDIT PARA # 114, PAGE-112-ARPSE-1995-96**
DOUBTFUL PAYMENT OF DELIVERY CHARGES TO THE GROWERS
AMOUNTING TO RS 1.103 MILLION ON PURCHASE OF PADDY

PAC DIRECTIVE

The Committee directed the PAO to inquire into the matter, fix responsibility, recover the amount and take disciplinary action against the person(s) responsible under rules with a report to the PAC/Audit within 03 months.

26. **AUDIT PARA # 113, PAGE-111-ARPSE-1995-96**
LOSS OF RS 1.37 MILLION DUE TO SALE OF BLACK GRAM AT
LESSER RATES AND IN EXCESS OF TENDERED QUANTITY

PAC DIRECTIVE

The Committee settled the above para.

27. i) **AUDIT PARA # 101, PAGE-103-ARPSE-1995-96**
ii) **AUDIT PARA # 103, PAGE-104-ARPSE-1995-96**
iii) **AUDIT PARA # 104, PAGE-105-ARPSE-1995-96**
iv) **AUDIT PARA # 105, PAGE-105-ARPSE-1995-96**
v) **AUDIT PARA # 106, PAGE-105-ARPSE-1995-96**
vi) **AUDIT PARA # 107, PAGE-106-ARPSE-1995-96**
LOSS OF RS 35.538 MILLION DUE TO NON PAYMENT OF
UTILITY STORE CORPORATION
vii) **AUDIT PARA # 109, PAGE-107-ARPSE-1995-96**
LOSS OF RS 5.383 MILLION DUE TO ARBITRATION AWARD
AGAINST PASSCO
viii) **AUDIT PARA # 110, PAGE-109-ARPSE-1995-96**
OVERPAYMENT OF RS 3.66 MILLION TO THE CARRIAGE
CONTRACTOR DUE TO REVISION OF CARRIAGE RATE
ix) **AUDIT PARA # 111, PAGE-110-ARPSE-1995-96**
NON-RECOVERY OF RS 2,071,064 FROM NWFP FOOD
DEPARTMENT ON ACCOUNT OF B-CLASS BARDANA
x) **AUDIT PARA # 112, PAGE-111-ARPSE-1995-96**
LOSS OF RS 1.721 MILLION DUE TO DEDUCTION OF
DEMURRAGE CHARGES

- xi) **AUDIT PARA # 115, PAGE-113-ARPSE-1995-96**
IRREGULAR REIMBURSEMENT OF MEDICAL CHARGES
AMOUNTING TO RS 434,442
- xii) **AUDIT PARA # 116, PAGE-114-ARPSE-1995-96**
LOSS OF RS 283,809 DUE TO NON-RECOVERY OF COST OF
919 FILLED WHEAT BAGS MISAPPROPRIATED BY AN EX-
EMPLOYEE
- xiii) **AUDIT PARA # 117, PAGE-115-ARPSE-1995-96**
SHORTAGE OF FAP RICE AND OTHER BI-PRODUCTS WORTH
RS 51,131 AND LOSS OF RS 8,788 ON ACCOUNT OF SALE OF
TIPS BELOW PREVAILING MARKET RATES

PAC DIRECTIVES

On the presentation of above 13 paras by Audit, the Committee directed the Ministry to implement the decisions of the DAC under report to Audit.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES
VOLUME-X-1995-96

KORANGI FISHERIES HARBOUR AUTHORITY

28. **AUDIT PARA # 102, PAGE-103-ARPSE-1995-96**

PAC DIRECTIVE

On the recommendation of the DAC, the Committee settled the para.

MINISTRY OF FOREIGN AFFAIRS

ACTIONABLE POINTS **(January 3, 2006)**

APPROPRIATION ACCOUNTS OF THE MINISTRY OF FOREIGN AFFAIRS **FOR THE YEAR 1995-96**

1. i) **GRANT # 63-MINISTRY OF FOREIGN AFFAIRS**
(Total Grant of Rs 170,379,000)
(Saving of Rs 7,235,868)
- ii) **GRANT # 64-MINISTRY OF FOREIGN AFFAIRS**
(Total Grant of Rs 1,763,040,000)
(Excess of Rs 12,956,202)
- iii) **GRANT # 65-OTHER EXPENDITURE OF MINISTRY OF FOREIGN AFFAIRS**
{Total Grant (Charged) of Rs 15,000,000} {Excess (Charged) of Rs 3,576,161}
(Total Grant (Other than Charged) of Rs 609,714,000) {Excess (Other than Charged) of Rs 28,641,341}

PAC DIRECTIVE

On the presentation of above 03 grants by the Chief Accounts Officer Ministry of Foreign Affairs, the Committee regularized the savings/excesses in the grants.

AUDIT REPORT FOR THE YEAR 1995-96

2. **AUDIT PARA # 4,PAGE-39-AR-1995-96**
AVOIDABLE LOSS OF DM 614,349 (RS) 9.897 MILLION) AS
INTEREST ON OVERDRAFT CONTRACTED BY MISSION FROM 1987
ONWARD

PAC DIRECTIVE

The Committee directed the PAO to inquire into the matter, fix responsibility against those officers/officials who were responsible at that time and take action against them with a report to PAC Sectt./Audit within 03 months.

3. **AUDIT PARA # 5,PAGE-39-AR-1995-96**
NON-RECOVERY OF SECURITY DEPOSITS OF HIRED BUILDING FF
51583.51 (RS 283,013)

PAC DIRECTIVE

The Committee was not satisfied with the explanation given by the Ministry and directed the PAO to recover the amount of Rs 40 thousand from the officer who was responsible with a report to PAC Sectt/Audit Department.

4. **AUDIT PARA # 9,PAGE-41-AR-1995-96**
EXCESS PAYMENT OF DH 13,960 (RS 167,520) ON ACCOUNT OF
HOTEL CHARGES

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by the Audit Department.

5. **AUDIT PARA # 10,PAGE-42-AR-1995-96**
IRREGULAR EXPENDITURE OF NOK.132,000 (RS.501,419) ON
HIRING OF EMBASSY BUILDING

PAC DIRECTIVE

The Committee directed the PAO to get regularized the expenditure of NOK 132,000 (Rs 501,419) from the Finance Division and ensure non-recurrence of such lapse in future.

6. **AUDIT PARA # 11,PAGE-42-AR-1995-96**
WASTEFUL EXPENDITURE OF £108,796.21(RS. 7.616 MILLION) ON
ACCOUNT OF PROFESSIONAL SERVICES

PAC DIRECTIVE

The Committee directed the PAO to inquire into the matter in detail, fix responsibility against the persons who were responsible for wasteful expenditure and take action against them with a report to PAC Sectt/Audit Department within 03 months.

7. **AUDIT PARA # 12,PAGE-43-AR-1995-96**
ILLEGAL ISSUANCE OF PASSPORTS LEADING TO EVASION OF
PASSPORT FEE AND SURCHARGE AGGREGATING TO £ 31,900 (RS
2.333 MILLION)

PAC DIRECTIVE

The Committee directed the PAO to take up the case for write off with Ministry of Finance and settle the issue under report to Audit.

8. **AUDIT PARA # 14,PAGE-44-AR-1995-96**
IRREGULAR EXPENDITURE OF £ 18,158.23 (RS 1.271 MILLION) AND
RS 345,457 ON REPAIR AND MAINTENANCE OF EQUIPMENT AND
MACHINERY

PAC DIRECTIVE

The Committee directed the PAO to get the expenditure of pounds 18,158 and Pak Rupees 278,922 regularized from the competent authority and report the outcome to Audit.

9. **AUDIT PARA # 16,PAGE-46-AR-1995-96**
IRREGULAR EXPENDITURE OF £5,318.88 (RS 372,321 MILLION) ON
ACCOUNT OF TELEPHONE CHARGES

PAC DIRECTIVE

The Committee directed the PAO to write off the amount and settled the para.

10. **AUDIT PARA # 17,PAGE-46-AR-1995-96**
IN ADMISSIBLE PAYMENT OF TA/DA US\$ 113,647 (RS.5.000
MILLION)

PAC DIRECTIVE

The Committee settled the para subject to verification of the recovery by Audit Department.

11. **AUDIT PARA # 25PAGE-51-AR-1995-96**
NON-PAYMENT OF UTILITY CHARGES OF RS 283,161

PAC DIRECTIVE

The Committee settled the para subject to verification of the recovered amount by Audit.

12. **AUDIT PARA # 27,PAGE-52-AR-1995-96**
IRREGULAR EXPENDITURE OF S.FR 16,954.55 (RS 347,637) AS
TREATMENT CHARGES OF LADY OFFICER

PAC DIRECTIVE

The Committee settled the para.

13. **AUDIT PARA # 30,PAGE-54-AR-1995-96**
IRREGULAR EXPENDITURE OF RS 564,000 INCURRED ON THE
APPOINTMENT OF STAFF

PAC DIRECTIVE

The Committee directed the PAO to get the expenditure of Rs 564,000 regularized from the Finance Division with a report to PAC Secretariat/Audit Department.

14. **AUDIT PARA # 38,PAGE-57-AR-1995-96**
ADVANCES FOR RS 26,043,389 NOT ADJUSTED

PAC DIRECTIVE

The Committee settled the para subject to adjustment of advances and verification by the Audit.

15. **AUDIT PARA # 40, PAGE-58-AR-1995-96**
NON-RECOVERY OF INCOME TAX RS 661,936

PAC DIRECTIVE

The Committee directed the PAO to try to recover the balance amount if possible and report the outcome to Audit.

16. **AUDIT PARA # 41, PAGE-58-AR-1995-96**
IRREGULAR PURCHASE OF RS2.675 MILLION WITHOUT INVITATION OF TENDERS

PAC DIRECTIVE

The Committee settled the para subject to verification of the documents by the Audit.

17. i) **AUDIT PARA # 20,PAGE-49-AR-1995-96**
IRREGULAR EXPENDITURE OF £9,161.92 (RS 641,334) OUT OF PAKISTAN COMMUNITY WELFARE AND EDUCATION FUND
- ii) **AUDIT PARA # 24,PAGE-51-AR-1995-96**
IRREGULAR PAYMENT OF US\$ 146,503 (RS 6.446 MILLION) ON ACCOUNT OF MEDICAL FACILITIES AND AD-HOC RELIEF TO THE LOCAL STAFF
- iii) **AUDIT PARA # 26,PAGE-51-AR-1995-96**
FINANCIAL LOSS OF RS 1.670 MILLION ON ACCOUNT OF RENT OF EMBASSY RESIDENCE AT JEDDAH FROM 2/6/1990 TO 2/10/1992
- iv) **AUDIT PARA # 44,PAGE-59-AR-1995-96**
IRREGULAR/UN-AUTHORIZED OPENING OF ACCOUNTS IN THE NAME OF CHIEF OF PROTOCOL

PAC DIRECTIVE

On the presentation of above 04 paras by Audit, the Committee settled the paras.

MINISTRY OF HEALTH

ACTIONABLE POINTS **(July 25, 2007)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 66-HEALTH DIVISION**
(Total Grant of Rs 55,001,000)
(Saving of Rs 3,707,376)
- ii) **GRANT # 67-MEDICAL SERVICES**
(Total Grant of Rs 969,871,000)
(Excess of Rs 40,425,275)
- iii) **GRANT # 68-PUBLIC HEALTH**
(Total Grant of Rs 70,682,000)
(Saving of Rs 1,934,039)

PAC DIRECTIVE

On the presentation of the above 03 grants by the AGPR, the Committee regularized the savings/excess in the grant.

2. **GRANT # 155-DEVELOPMENT EXPENDITURE OF HEALTH DIVISION**
(Total Grant of Rs 2,226,276,000)
(Saving of Rs 405,013,025)

PAC DIRECTIVE

The Committee directed the PAO to examine the issue, fix responsibility if anybody is found responsible and directed that budgeting and accounting system should be improved in M/o Health. However, the Committee showed its displeasure and regularized the saving of the grant.

AUDIT REPORT VOL-I FOR THE YEAR 1995-96

3. **AUDIT PARA # 4, PAGE-62-AR-1995-96**
INADMISSIBLE PAYMENT OUT OF THE SPECIAL REMITTANCE FOR
MEDICAL TREATMENT € 11,139.40 AND \$ 4,141,20

PAC DIRECTIVE

The Committee expressed its satisfaction on the explanation given by the PAO and directed that the issues should be resolved within 01 month with a report to PAC/Audit.

**AUDIT REPORT PUBLIC SECTOR ENTERPRISES
FOR THE YEAR 1995-96 (VOL-X)**

4. i) **AUDIT PARA # 118,PAGE-119-ARPSE-1995-96**
ii) **AUDIT PARA # 119,PAGE-119-ARPSE-1995-96**

PAC DIRECTIVE

On the recommendation of the DAC, the Committee settled the above 02 Audit Paras.

AUDIT REPORT FOR THE YEAR 1995-96

5. **AUDIT PARA # 1, PAGE-61-AR-1995-96**
IRREGULAR EXPENDITURE OF RS 46,939 INCURRED ON
PURCHASE OF CARPETS FOR DIRECTOR GENERAL
HEALTH/GUEST HOUSE

PAC DIRECTIVE

The Committee directed the PAO that expenditure should be got regularized from Finance Division within 02 months under report to Audit. However, the Committee suggested that carpets and curtains should be withdrawn from all the government offices and clean glasses should be fixed in the Ministries/Division/offices in future.

6. **AUDIT PARA # 2, PAGE-61-AR-1995-96**
NON SUBMISSION OF ADJUSTMENT BILLS AGAINST ADVANCE OF
RS 4,586,682 FOR MEDICAL TREATMENT ABROAD

PAC DIRECTIVE

The Committee settled the para subject to verification of adjustment accounts by the Audit within 02 weeks.

7. **AUDIT PARA # 5, PAGE-63-AR-1995-96**
THEFT OF STAFF CAR TOYOTA LAND CRUISER COSTING ABOUT
RS 1.500 MILLION

PAC DIRECTIVE

The Committee directed the department that case should be forwarded to Finance Division to write off the loss. The Committee suggested that comprehensive insurance policy and tracer system should be introduced in all Ministries/Divisions in future.

8. **AUDIT PARA # 6, PAGE-64-AR-1995-96**
IRREGULAR PAYMENT OF ADVANCES RS 63,122,798 AND NON
ADJUSTMENT THEREOF

PAC DIRECTIVE

The Committee directed the department to recover/adjust the remaining amount and get it regularized from Finance Division within 01 month.

9. **AUDIT PARA # 7, PAGE-64-AR-1995-96**
LOSS OF RS 156,310 DUE TO PURCHASE OF RUBBER STOPPER AT
THE ABNORMALLY HIGHER RATES

PAC DIRECTIVE

The Committee directed the PAO to implement the decision of the DAC and take action against the persons who were responsible for not complying with the recommendation of DAC meeting held on 18-8-2005 with report to PAC/ Audit within 03 months.

10. **AUDIT PARA # 8, PAGE-65-AR-1995-96**
UNAUTHORIZED EXPENDITURE OF RS 3,920 MILLION ON THE
EQUIPMENT ACTUALLY NOT RECEIVED

PAC DIRECTIVE

The Committee directed the PAO to investigate the matter whether there was any requirement for installation of chillers or not? The Committee also directed that the weaknesses of the PC-I should be determined within 03 months with a report to PAC/Audit.

11. **AUDIT PARA # 10, PAGE-66-AR-1995-96**
IRREGULAR EXPENDITURE OF 35 MILLION ON PROCUREMENT OF
POLO VACCINE LOSS OF RS 13 MILLION DUE TO ACCEPTANCE OF
HIGHER RATES

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit within 02 months.

12. **AUDIT PARA # 11, PAGE-67-AR-1995-96**
IRREGULAR PURCHASE OF CHEMICAL, COSTING RS 772,150
WITHOUT OPEN TENDERS LOSS OF RS 371,580 ON ACCOUNT
THEREOF

PAC DIRECTIVE

The Committee settled the para subject to verification of the relevant record by Audit within 02 months.

13. i) **AUDIT PARA # 3, PAGE-62-AR-1995-96**
IRREGULAR EXPENDITURE OF RS 1,184,800 ON ACCOUNT
OF PURCHASE OF 3-VEHICLES AND NON-RECOVERY OF
INCOME TAX
- ii) **AUDIT PARA # 9, PAGE-65-AR-1995-96**
UN-AUTHORIZED INFRACTION EXPENDITURE OF RS 5.8
MILLION ON INSTALLATION OF TELEPHONE EXCHANGE

PAC DIRECTIVE

On the presentation of the above 02 audit paras by audit, the Committee directed the PAO to implement the decisions of the DAC under report to Audit.

MINISTRY OF HOUSING & WORKS

ACTIONABLE POINTS **(February 10, 2005)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 70-HOUSING AND WORKS DIVISION**
(Total Grant of Rs 29,373,000)
(Saving of Rs 202,703)

PAC DIRECTIVE

The Committee regularized the saving in grant.

2. **GRANT # 72-ESTATE OFFICE**
(Total Grant of Rs 752,346,000)
(Saving of Rs 13,283,844)

PAC DIRECTIVE

The Committee directed the department to reconcile the figures with AGPR, however, the Committee regularized the saving in grant.

APPROPRIATION ACCOUNTS PAK PWD **FOR THE YEAR 1995-96**

3. **GRANT # 71-CIVIL WORKS**
{Total Grant (Charged) of Rs 1,284,000} {(Other than Charged) of Rs 599,886,000}
{Excess (Charged) of Rs 188,392} {Saving (Other than Charged) of Rs 22,023,921}

PAC DIRECTIVE

The Committee directed the department to reconcile the figures with AGPR, however, the Committee regularized the saving/excess in grant subject to satisfaction of AGPR.

4. **GRANT # 73 (FEDERAL LODGES)**
(Total Grant of Rs 15,494,000)
(Saving of Rs 2,001,593)

PAC DIRECTIVE

The Committee regularized the saving with direction to be careful in future.

5. i) **GRANT # 74-OTHER EXPENDITURE OF HOUSING & WORKS DIVISION**
(Total Grant of Rs 2,187,000)
(Saving of Rs 9,038)
- ii) **GRANT # 184-CAPITAL OUTLAY ON CIVIL WORKS**
{Total Grant (Charged) of Rs 2,856,000} {(Other than Charged) of Rs 356,276,000}
{Saving (Charged) of Rs 979,482} {(Other than Charged) of Rs 55,458,214}

PAC DIRECTIVE

On the presentation of above 02 grants, the Committee regularized the savings with direction that PWD should improve the quality work of the development schemes.

AUDIT REPORT FOR THE YEAR 1995-96
PAK PWD/ESTATE OFFICE AND WORKS DIVISION

PAK P.W.D.

6. i) **PARA A-1.1, PAGE-71-AR-1995-96**
OVERPAYMENT OF RS 0.544 MILLION
- ii) **PARA A-1.2, PAGE-72-AR-1995-96**
OVERPAYMENT OF RS 0.200 MILLION
- iii) **PARA A-1.11, PAGE-72-AR-1995-96**
OVERPAYMENT OF RS 0.200 MILLION
- iv) **PARA A-1.111.1, PAGE-74-AR-1995-96**
OVERPAYMENT OF RS 0.137 MILLION
- v) **PARA A-1.III.2, PAGE-75-AR-1995-96**
OVERPAYMENT OF RS 0.133 MILLION
- vi) **PARA A-1.IV.1, PAGE-76-AR-1995-96**
OVERPAYMENT OF RS 0.121 MILLION
- vii) **PARA C-1.1, PAGE-79-AR-1995-96**
LOSS OF RS 0.586 (M) TO THE GOVERNMENT
- viii) **PARA C-111.1, PAGE-80-AR-1995-96**
LOSS OF CEMENT WORTH RS 0.360 (M)

ix) **PARA C-111.1, PAGE-80-AR-1995-96**
LOSS OF RS 0.296 (M) DUE TO MAKING RECOVERY AT
LESSER RATE

x) **PARA C-V.1, PAGE-81-AR-1995-96**
LOSS OF RS 0.1046 MILLION

PAC DIRECTIVE

The Committee endorsed the decision of the DAC and directed the Ministry/Department to implement them under report to Audit.

7. i) **PARA A-V-1, PAGE-73-AR-1995-96**
OVERPAYMENT OF RS 0.193 MILLION

ii) **PARA A-11.3, PAGE-73-AR-1995-96**
OVERPAYMENT OF RS 0.174 MILLION

iii) **PARA A-11.4, PAGE-74-AR-1995-96**
OVERPAYMENT OF RS 0.113 MILLION

iv) **PARA A-11.5, PAGE-74-AR-1995-96**
OVERPAYMENT OF RS 0.089 MILLION

v) **PARA A-111.3, PAGE-75-AR-1995-96**
OVERPAYMENT OF RS 0.060 MILLION

vi) **PARA B-11.1, PAGE-77-AR-1995-96**
OVERPAYMENT OF RS 0.408 MILLION

vii) **PARA B-11.2, PAGE-77-AR-1995-96**
OVERPAYMENT OF RS 0.259 MILLION

viii) **PARA B-11.3, PAGE-78-AR-1995-96**
OVERPAYMENT OF RS 0.249 MILLION

PAC DIRECTIVE

The Committee endorsed the decision of the DAC and directed the Ministry/ Department to implement them under report to Audit.

8. **PARA A-1.3, PAGE 72-AR-1995-96**
OVERPAYMENT OF RS 0.061 MILLION

PAC DIRECTIVE

On the recommendation of the DAC, the Committee settled the para.

ESTATE OFFICE

9. i) **PARA B-1-1, PAGE-62-AR-1995-96**
NON-RECOVERY OF RENT RS 0.206 MILLION
ii) **PARA B-1-2, PAGE-62-AR-1995-96**
NON-RECOVERY OF RENT RS 0.090 MILLION
iii) **PARA C-1-1, PAGE-62-AR-1995-96**
LOSS OF RENT RS 0.080 MILLION

PAC DIRECTIVE

On recommendation of Audit, the Committee endorsed the decisions of the DAC and directed the Ministry/Department to implement them under report to Audit.

10. **PARA A-1.1, PAGE-61-AR-1995-96**
OVERPAYMENT OF RENT RS 0.059 MILLION DUE TO HIGHER RENT

PAC DIRECTIVE

The Committee endorsed the decision of the DAC and directed the Ministry/Department to implement the same under report to Audit.

PAK. P.W.D

11. **PARA B-1.1, PAGE-77-AR-1995-96**
NON-RECOVERY OF RS 2.459 MILLION

PAC DIRECTIVE

The Committee expressed its displeasure against the M/o Special Education and directed the department to be careful in future. The Committee also directed that all parent departments should complete all formalities of the development schemes in first quarter of the financial year, if failed; the PAO of the department will be responsible for that instead of the execution agency.

The Committee further directed the PAC Secretariat to write a letter to the M/o Finance to review the budgeting system of the M/o Housing and Works for development schemes and submit report to the Committee within 01 month.

12. **PARA C-11.1, PAGE-70-AR-1995-96**
LOSS OF RS 0.426 MILLION DUE TO UNDUE PAYMENT

PAC DIRECTIVE

The Committee settled the para subject to verification of record/documents by the Audit Department. The Committee expressed its pleasure for excellent performance of Auditor General's office.

**MINISTRY OF INDUSTRIES, PRODUCTION AND
SPECIAL INITIATIVES**

ACTIONABLE POINTS
(April 4-6, 2006)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 75, INDUSTRIES WING (TOTAL GRANT RS 308,405,000)**
(Saving of Rs 232,979,299)

PAC DIRECTIVE

The Committee regularized the saving in the grant subject to reconciliation/verification by the AGPR.

2. i) **GRANT # 76-INDUSTRIES (TOTAL GRANT OF RS 56,071,000)**
(Saving Nil)
- ii) **GRANT # 77-DEPARTMENT OF INVESTMENT PROMOTION
AND SUPPLIES (TOTAL GRANT OF RS 28,841,000)**
(Saving of Rs 354,649)
- iii) **GRANT # 79-PRODUCTION WING (TOTAL GRANT OF RS
233,685,000)**
(Saving of Rs 426,688)
- iv) **GRANT # 137-CAPITAL OUTLAY ON MISCELLANEOUS
STORES (TOTAL GRANT OF RS 1,799,000)**
(Saving of Rs 992,406)

PAC DIRECTIVE

On presentation of the above 04 grants, the Committee regularized the savings in grants.

3. **GRANT # 78-OTHER EXPENDITURE OF INDUSTRIES WING (TOTAL
GRANT
OF RS 84,137,000)**
(Saving of Rs 19,145,202)

PAC DIRECTIVE

The Committee directed the PAO to examine the case personally, fix responsibility and take actions against the persons responsible within 01 month and report to the PAC/AGPR.

4. **GRANT # 157-DEVELOPMENT EXPENDITURE OF INDUSTRIES WING
(TOTAL GRANT OF RS 9,083,000)**
(Saving of Rs 929000)

PAC DIRECTIVE

On presentation of the above grant, the Committee was informed that the said grant was transferred to M/o Science & Technology. The Committee, therefore, deferred the grant and decided that the same will be discussed with the accounts of M/o Science and Technology.

5. **GRANT # 185-CAPITAL OUTLAY ON INDUSTRIAL DEVELOPMENT
(TOTAL GRANT OF RS 660,840,000)**
(Saving of Rs 638,000,000)

PAC DIRECTIVE

On presentation of the above grant, the Committee was informed that the said grant was transferred to Ministry of Petroleum & Natural Resources. The Committee, therefore, deferred the grant and decided that the same will be discussed with the accounts, of M/o Petroleum & Natural Resources.

**AUDIT REPORT PUBLIC SECTOR ENTERPRISES
VOL-X-D-1995-96)**

**FEDERAL CHEMICAL AND CERAMICS CORPORATION (PVT)
LIMITED (FCCCL)**

6. **AUDIT PARA # 13, PAGE-20-ARPSE-1995-96
WORKING RESULTS OF FCCCL**

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by the Audit.

PAKISTAN MOTOR CAR COMPANY (PVT) LIMITED

7. i) **AUDIT PARA # 58, PAGE-50-ARPSE-1995-96-VOL-X-D
WORKING RESULTS OF PMCL**
- ii) **AUDIT PARA # 59, PAGE-50-ARPSE-1995-96-VOL-X-D
LONG TERM INVESTMENT**

PAC DIRECTIVE

The Committee directed the PAO to pursue the Court/NAB cases vigorously and get them finalized as early as possible. Apart from

that an inquiry should be held by the PAO himself to unearth the reasons as to why the un-productive expenditures increased even after the winding up of the project responsibilities against the persons found at fault be fixed and the report be submitted to the PAC/Audit within 01 month.

8. **AUDIT PARA # 60, PAGE-51-ARPSE-1995-96-VOL-X-D**
ADVANCES, DEPOSITS, PRE-PAYMENTS & OTHER RECEIVABLES
PAC DIRECTIVES

The Committee directed the PAO to get the recovered amount verified from Audit and expedite the remaining recovery under report to the PAC/Audit.

9. **REPUBLIC MOTORS (PVT) LIMITED**
AUDIT PARA # 62, PAGE 53-ARPSE-1995-96
TRADE DEBTS

PAC DIRECTIVE

The Committee directed the PAO to recover the remaining amount by 30-6-2006 and get all the record (recovery) verified by the Audit. The para will be considered settled on satisfaction of Audit.

10. **AUDIT PARA # 64, PAGE 54-ARPSE-1995-96**
IRREGULAR PAYMENT OF BONUS AMOUNTING TO RS 0.133
MILLION TO THE OFFICER/EXECUTIVES

PAC DIRECTIVE

The Committee directed the PAO to examine the case, recover the amount from the then Board of Directors within 01 month and report to the PAC/Audit.

11. **AUDIT PARA # 84, PAGE 67-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para subject to verification of all the stated facts by Audit.

12. **HARNAI WOOLEN MILLS LIMITED**
AUDIT PARA # 86, PAGE 68-ARPSE-1995-96
WORKING RESULTS

PAC DIRECTIVE

The Committee directed the PAO to personally take up the matter with Chief Secretary, Government of Balochistan and President, Chamber of Commerce, Balochistan, for early disposal of assets of the project with a report to the PAC/Audit.

13. **AUDIT PARA # 88, PAGE 69-ARPSE-1995-96**
LOSS OF RS 0.518 MILLION DUE TO PURCHASE OF SUBSTANDARD
RAW MATERIAL

PAC DIRECTIVE

The Committee directed the Ministry to wait for the decision of the official liquidator and pursue the case for early decision under report to Audit.

14. **PIDC TALPUR TEXTILE MILLS LTD.**
AUDIT PARA # 95, PAGE 75-ARPSE-1995-96
LIQUIDATION OF PIDC/TTML

PAC DIRECTIVE

The Committee settled the para subject to satisfaction of the Audit.

15. **PAKISTAN STEEL MILLS CORPORATION (PVT) LIMITED**
AUDIT PARA # 116, PAGE 6-ARPSE-1995-96
CAPITAL WORK IN PROGRESS

PAC DIRECTIVE

The Committee besides expressing its concern over the non-settlement of such long outstanding court cases, also directed the PAO to hold an inquiry for ensuring as to whether there was any culpable negligence on the part of legal department of the PSMCL, if so, actions should be taken against responsables. Moreover, the Committee directed the department to provide break up of all the court cases, especially with respect to their reasons for delay and report to it/Audit in two months.

16. **AUDIT PARAS # 121-122-ARPSE-1995-96**

PAC DIRECTIVE

The Committee constituted an Inter Departmental Committee (IDC), to further probe into the Audit Paras (No. 121-122-ARPSE-Vol-X-D-1995-96) regarding shortage of finished goods and products valuing Rs 970 million, under the chairmanship of Secretary (M/o IP& SI), whereas, chairman (PSM), Financial Advisor (M/o IP&SI) and Director General Audit (CA&E) were nominated as Members. The Terms of Reference of the IDC were as follows:-

- i) To examine; in detail, the report of the High Powered Committee, constituted by the M/o Industries, Production & Special Initiatives, on the subject matter;

- ii) Whether Board of Directors of Pakistan Steel was empowered to adjust such huge shortages (What is the rule position)?
- iii) Whether this was a financial loss or not? If yes, what will be mode of recovery?
- iv) Fix responsibility against the persons(s) found at fault, and;
- v) Report in three months.

17. **AUDIT PARA # 126-PAGE-90-ARPSE-1995-96**
UN-JUSTIFIED PAYMENT OF HOUSE RENT ALLOWANCE
AMOUNTING TO RS 35.771 MILLION TO EMPLOYEES/OFFICERS
RESIDING IN CORPORATION RESIDENCES

PAC DIRECTIVE

The Committee noted that the payment of house rent allowance to the low paid employees/officers residing in corporation's residence was unjustified and illegal. However, the Committee settled the para on humanitarians ground but with displeasure.

18. **AUDIT PARA # 128-PAGE-92-ARPSE-1995-96**
IRREGULAR PAYMENT OF OVER TIME AMOUNTING TO RS 14.456
MILLION PROCESS AUTO TRANSPORT

PAC DIRECTIVE

The Committee directed the PAO to get the amount involved regularized from Finance Division by obtaining ex-post facto sanction with a report to PAC/Audit.

19. **AUDIT PARA # 131-PAGE-95-ARPSE-1995-96**
IRREGULAR GRANT OF DISCOUNT RESULTING IN LOSS OF RS
1.324 MILLION

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit.

PAKISTAN STEEL FABRICATING COMPANY LIMITED

20. **AUDIT PARA # 145-PAGE-105-ARPSE-1995-96**
AUDIT COMMENTS ON PSFCL

PAC DIRECTIVE

The Committee directed the PAO get the stated facts verified from Audit within 01 month. The para will be considered settled on satisfaction of Audit.

21. **AUDIT PARA # 146-PAGE-105-ARPSE-1995-96**
TRADE DEBTS OF PSFL

PAC DIRECTIVE

The Committee noted the optimistic approach of the PAO, however, directed that the matter be inquired as to why the supporting documents for the trade debts were not produced and a report be submitted to the PAC/Audit.

22. **AUDIT PARA # 148-PAGE-105-ARPSE-1995-96**
DEPOSITS AND SHORT TERM PRE-PAYMENTS OF PSFCL

PAC DIRECTIVE

The Committee noted that the case was mis-handled by the management. The Committee, however, directed that the cases should be pursued vigorously especially the one which was with the Wafaqi Mohtasib, so that the same could be decided before handing over the PSM to its new buyer. A report, in this regard, may also send to Audit/Committee.

23. **AUDIT PARA # 151-PAGE-106-ARPSE-1995-96**
OUTSTANDING AMOUNT OF RS 3.540 MILLION AGAINST EX-EMPLOYEES

PAC DIRECTIVE

The Committee noted that since recovery suit was time bared at this belated stage, therefore, police or civil suit could be registered against the responsible person(s). The Committee directed the PAO to check the record and report to PAC/Audit within 01 month.

24. **ASSOCIATED CEMENT ROHRI**
AUDIT PARA # 159-PAGE-109-ARPSE-1995-96
OTHER RECEIVABLES OF ASSOCIATED CEMENT ROHRI

PAC DIRECTIVE

The Committee settled the para subject to verification of the recovered amount by Audit.

25. **THATTA CEMENT COMPANY LIMITED**
AUDIT PARA # 182-PAGE-118-ARPSE-1995-96
TRADE DEBTS OF TCCL

PAC DIRECTIVE

The Committee directed the PAO to get the amount realized/recovered as early as possible under report to PAC/Audit.

26. DIR FOREST INDUSTRIES COMPLEX LIMITED

i) PARA # 83, PAGE-66-ARPSE-1995-96

ii) PARA # 85, PAGE-67-ARPSE-1995-96

LARKANA SUGAR MILLS (PVT) LIMITED

iii) PARA # 99, PAGE-77-ARPSE-1995-96

SHAHDAD KOT TEXTILE MILLS LIMITED

iv) PARA # 103, PAGE-80-ARPSE-1995-96
IRREGULAR AND INFRACTION EXPENDITURE OF RS 5.085
MILLION ON THE APPOINTMENT OF EMPLOYEES AS WELL
AS RENOVATION OF AIR CONDITIONING PLANTS

v) PARA # 104, PAGE-81-ARPSE-1995-96
IRREGULAR PAYMENT OF HOUSE RENT ALLOWANCE
AMOUNTING TO RS 3.083 MILLION TO THE EMPLOYEES OF
THE MILLS

PAKISTAN STEEL MILLS CORPORATION (PVT) LIMITED

vi) PARA # 108, PAGE-84-ARPSE-1995-96
WORKING RESULTS OF PSMCL

vii) PARA # 117, PAGE-86-ARPSE-1995-96
STORES & SPARES OF PSMCL

viii) PARA # 123, PAGE-88-ARPSE-1995-96
IRREGULAR AND UNJUSTIFIED PAYMENT OF INCENTIVE

ix) PARA # 125, PAGE-90-ARPSE-1995-96
EXPECTED LOSS OF RS 40.206 MILLION DUE TO UN-SOUND
INVESTMENT POLICY

x) PARA # 127, PAGE-91-ARPSE-1995-96
LOSS OF RS 16.77 MILLION DUE TO NON ACHIEVEMENT OF
RATED CAPACITY AND UN-ECONOMICAL PRODUCTION OF
LINE STONE

xi) PARA # 130, PAGE-94-ARPSE-1995-96
INFRACTION EXPENDITURE OF RS 3.112 MILLION DUE TO
ENGAGEMENT OF EXCESSIVE EMPLOYEES

NOKKUNDI IRON ORE PROJECT

xii) PARA # 136, PAGE-101-ARPSE-1995-96
AUDIT COMMENTS ON NIOP

PAKISTAN STEEL FABRICATING COMPANY LIMITED

xiii) **PARA # 140, PAGE-103-ARPSE-1995-96**
WORKING RESULTS OF PSFCL

ASSOCIATED CEMENT ROHRI

xiv) **PARA # 158, PAGE-109-ARPSE-1995-96**
TRADE DEBTS OF ACR

ASSOCIATED CEMENT WAH WORKS

xv) **PARA # 160, PAGE-110-ARPSE-1995-96**
LOSS OF RS 6.184 MILLION DUE TO EXCESS CONSUMPTION
OF FIRE BRICKS

JAVDAN CEMENT LIMITED

xvi) **PARA # 161, PAGE-111-ARPSE-1995-96**
WORKING RESULTS OF JCL

xvii) **PARA # 162, PAGE-112-ARPSE-1995-96**
AUDIT COMMENTS ON JCL

NATIONAL CEMENT INDUSTRIES (PVT) LIMITED

xviii) **PARA # 176, PAGE-116-ARPSE-1995-96**
AUDIT COMMENTS ON NCIL

PAC DIRECTIVE

On presentation of above 18 paras by Audit, the Committee settled the paras.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES
(VOL-X-1995-96)

MORAFKO INDUSTRIES LIMITED

27. **PARAS # 15, PAGE-148-ARPSE-VOL-X-1995-96**
WORKING RESULTS OF MILL (AUDIT COMMENTS)

PAC DIRECTIVE

The Committee directed the PAO to expedite the privatization of the Company. However, department was directed to provide relevant documents regarding how losses were absorbed, subsidy or negligence, etc, to Audit for verification. The para will be considered settled on satisfaction of Audit.

MINISTRY OF INDUSTRIES

28. i) PARA # 125, PAGE-129-ARPSE-VOL-X-1995-96
WORKING RESULTS OF DIFFERENT ORGANIZATION
WORKING UNDER ADMN. CONTROL OF M/O INDUSTRIES

ii) PARA # 126, PAGE-130-ARPSE-VOL-X 1995-96
NON-SUBMISSION OF AUDIT ACCOUNTS

GHEE CORPORATION OF PAKISTAN

iii) PARA # 140, PAGE-136-ARPSE-VOL-X-1995-96
RECOVERABLE AMOUNT OF RS 14.290 MILLION FROM
KARACHI METROPOLITAN CORPORATION

iv) PARA # 141, PAGE-136-ARPSE-VOL-X 1995-96
ILL-PLANNED PURCHASE OF POUCH MACHINE RESULTING IN
BLOCKAGE OF FUNDS OF RS 1.656 MILLION

A & B INDUSTRIAL GASES LIMITED

v) PARA # 142, PAGE-138-ARPSE-VOL-X -1995-96
WORKING RESULTS OF A&B IGL (AUDIT COMMENTS)

vi) PARA # 143, PAGE-139-ARPSE-VOL-X -1995-96
INCREASE IN SERVICE CHARGES RS 7.793 MILLION

vii) PARA # 144, PAGE-139-ARPSE-VOL-X -1995-96
GAP B/W ASSETS AND LIABILITIES

viii) PARA # 145, PAGE-140-ARPSE-VOL-X -1995-96
NON-DEDUCTION OF TAX RS 180,676 ON PAYMENT OF
COMMISSION

BURMA OIL MILLS LIMITED

ix) PARA # 146, PAGE-141-ARPSE-VOL-X -1995-96
WORKING RESULTS OF BOML (AUDIT COMMENTS)

x) PARA # 147, PAGE-142-ARPSE-VOL-X -1995-96
ACCUMULATED LOSSES WORTH RS 572.624 MILLION

E.M-OIL MILLS AND INDUSTRIES LIMITED

xi) PARA # 148, PAGE-143-ARPSE-VOL-X -1995-96
WORKING RESULTS OF EMOM (AUDIT COMMENTS)

- xii) PARA # 149, PAGE-144-ARPSE-VOL-X -1995-96
ACCUMULATED LOSSES WORTH RS 816,739 (M)
- xiii) PARA # 150, PAGE-144-ARPSE-1995-96
GAP B/W ASSETS AND LIABILITIES
- xiv) PARA # 151, PAGE-145-ARPSE-1995-96
LOSS OF RS 0.414 MILLION DUE TO PAYMENT OF
LEAKAGE/DAMAGE CLAIMS

MAQBOOL OIL COMPANY LIMITED

- xv) PARA # 152, PAGE-146-ARPSE-VOL-X -1995-96
WORKING RESULTS OF MOCL (AUDIT COMMENTS)
- xvi) PARA # 153, PAGE-146-ARPSE-VOL-X -1995-96
OPERATING LOSS WORTH RS 177.042 MILLION
- xvii) PARA # 154, PAGE-147-ARPSE-VOL-X-1995-96
LOANS ADVANCES, DEPOSITS, PRE-PAYMENTS, OTHER
RECEIVABLES WORTH OF RS 12.727 MILLION
- xviii) PARA # 155, PAGE-147-ARPSE-VOL-X -1995-96
ACCUMULATED LOSSES WORTH RS 451.918 MILLION

MORAFCO INDUSTRIES LIMITED

- xix) PARA # 157, PAGE-149-ARPSE-VOL-X -1995-96
INCREASE IN SERVICE CHARGES BY 50%
- xx) PARA # 158, PAGE-149-ARPSE-VOL-X -1995-96
OTHER RECEIVABLES WORTH OF RS 0.478 MILLION

PUNJAB VEGETABLE GHEE AND GENERAL MILLS LTD

- xxi) PARA # 159, PAGE-150-ARPSE-VOL-X -1995-96
AUDIT COMMENTS
- xxii) PARA # 160, PAGE-150-ARPSE-VOL-X -1995-96
UN-NECESSARY LONG STORAGE OF STORES WORTH OF RS
0.99 MILLION
- xxiii) PARA # 161, PAGE-150-ARPSE-VOL-X -1995-96
EX-GRATIA PAYMENTS OF RS 0.355 MILLION

- xxiv) PARA # 162, PAGE-150-ARPSE-VOL-X -1995-96
ADVANCES, DEPOSITS, PRE-PAYMENTS AMOUNTING TO RS
0.939 MILLION

UNIVERSAL OIL AND VEGETABLE GHEE MILLS LIMITED

- xxv) PARA # 163, PAGE-151-ARPSE-VOL-X -1995-96
WORKING RESULTS OF UO & VGML (AUDIT COMMENTS)
- xxvi) PARA # 164, PAGE-152-ARPSE-VOL-X -1995-96
ACCUMULATED LOSSES WORTH OF RS 633.308 MILLION
- xxvii) PARA # 165, PAGE-152-ARPSE-VOL-X -1995-96
RAW MATERIAL AND STORES WORTH OF RS 23.857 MILLION
- xxviii) PARA # 166, PAGE-152-ARPSE-VOL-X -1995-96
TRADE DEBTS AMOUNTING TO RS 17.607 MILLION
- xxix) PARA # 167, PAGE-152-ARPSE-VOL-X -1995-96
NO PROVISION AGAINST TRADE DEBTS & ADVANCES
- xxx) PARA # 168, PAGE-152-ARPSE-VOL-X -1995-96
OTHER RECEIVABLES OF RS 2.474 MILLION
- xxxi) PARA # 169, PAGE-153-ARPSE-VOL-X -1995-96
DEPRIVAL OF INTEREST INCOME
- xxxii) PARA # 170, PAGE-154-ARPSE-1995-96
LOSS OF RS 1.255 MILLION DUE TO NON LIFTING/SALE OF
C02 GAS

GHEE CORPORATION OF PAKISTAN (SEED DIVISION)

- xxxiii) PARA # 171, PAGE-155-ARPSE-VOL-X -1995-96
LOSS OF RS 0.953 MILLION DUE TO REPLACEMENT OF
SERVICEABLE GUNNY BAGES WITH SUB-STANDARD BAGS

PAC DIRECTIVE

On the recommendation of DAC, the Committee settled the above-mentioned
33 paras.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES
(VOL-X-D-1995-96)

EXPERT ADVISORY CELL

29. **PARA # 9, PAGE 17-ARPSE-1995-96**
IRREGULAR EXPENDITURE OF RS 445,699 ON LEAVE FARE ASSISTANCE

PAC DIRECTIVE

The Committee directed the PAO to get the expenditure regularized from Finance Division. If Finance Division does not agree then make recoveries from the persons concerned under report to Audit/PAC.

NATIONAL FERTILIZER MARKETING LIMITED

30. **PARA # 34, PAGE 37-ARPSE-1995-96**
NON-RECOVERY OF TRADE DEBT OF RS 1.899 MILLION

PAC DIRECTIVE

The Committee directed the PAO to provide the details of cases decided in court and out of court alongwith recovered amount to Audit for verification. The para will be considered settled on satisfaction of Audit.

31. **PARA # 36, PAGE 39-ARPSE-1995-96**
UN-JUSTIFIED EXPENDITURE OF RS 1.092 MILLION ON TRANSPORTATION OF SSP(P) FROM JARANWALA TO SHIKHARPUR/SHAHDADPUR

PAC DIRECTIVE

The Committee noted that it was a bad commercial decision. Therefore, the Committee directed the PAO to constitute a fact-finding committee, which not only inquire into the matter, but also fix responsibility against the persons involved and report to PAC/ Audit within 06 weeks.

HEAVY ELECTRICAL COMPLEX

32. **PARA # 190, PAGE 121-ARPSE-VOL-X-D-1995-96**
NON-CONDUCTING OF PHYSICAL VERIFICATION OF FIXED ASSETS, STORES AND SPARES WORTH OF RS 996.644 MILLION

PAC DIRECTIVE

The Committee settled the para subject to physical verification of the fixed assets, stores and spares by Audit.

33. **HEAVY MECHANICAL COMPLEX**
PARA # 192, PAGE 122-ARPSE-VOL-X-D-1995-96
EXPECTED LOSS OF RS 1.386 MILLION DUE TO NON-RECOVERY
OF SALES INCOME FROM M/S NATIONAL CEMENT INDUSTRIES
DANDOT

PAC DIRECTIVE

The Committee although settled the para, however, expressed its displeasure to the then management.

34. **PARA # 193, PAGE 123-ARPSE-1995-96**
NON-RECOVERY OF RS 537,429 FROM M/S MALIK BROTHERS WAH
CANTT

PAC DIRECTIVE

The Committee noted that it was a clear-cut negligence of the legal department of HMC. The Committee directed the PAO to inquire into the matter, fix responsibility, take action, against the officers for not executing action on the court's verdict and report to PAC/Audit within 06 weeks.

35. **PARA # 194, PAGE 124-ARPSE-1995-96**
NON-RECOVERY/ADJUSTMENT OF ADVANCE AMOUNTING TO RS
0.542 MILLION FROM THE CLEARING AGAINST SINCE LONG

PAC DIRECTIVE

The Committee directed the PAO that the outcome of Board's decision should also be reported to PAC/Audit.

PAKISTAN ENGINEERING COMPANY LIMITED

36. **PARA # 199, PAGE 128-ARPSE-1995-96**
ABNORMAL PROVISION FOR DOUBTFUL DEBTS AMOUNTING TO
RS 17.094 MILLION

PAC DIRECTIVE

The Committee settled the para subject to verification the recovered amount by Audit.

37. **PAKISTAN MACHINE TOOL FACTORY**
PARA # 203, PAGE 130-ARPSE-1995-96
NON-PAYMENT OF GOVERNMENT LOANS AMOUNTING TO RS 7.303
MILLION

PAC DIRECTIVE

The Committee endorsed the recommendation of the DAC and settled the para with the direction that Audit may be kept informed about the progress in future.

38. **PARA # 206, PAGE 130-ARPSE-1995-96**
ABNORMAL INCREASE IN FINISHED GOOD INVENTORY
AMOUNTING TO RS 15.836 MILLION

PAC DIRECTIVE

The Committee settled the para with the direction that the inventory stock should be kept at low level, in order to avoid obsolescence in future.

EXPERT ADVISORY CELL

39. i) **AUDIT PARA # 5-PAGE-16-ARPSE-X-D-95-96**
OPERATING RESULTS OF EAC
- ii) **AUDIT PARA # 6-PAGE-16-ARPSE-X-D-95-96**
RECEIVABLES OF EAC
- iii) **AUDIT PARA # 7-PAGE-16-ARPSE-X-D-95-96**
PHYSICAL VERIFICATION OF FIXED ASSETS
- iv) **AUDIT PARA # 8-PAGE-17-ARPSE-X-D-95-96**
DEFERRED LIABILITIES OF EAC
- v) **AUDIT PARA # 10-PAGE-18-ARPSE-X-D-95-96**
IRREGULAR PAYMENT OF GRATUITY AMOUNTING TO RS
105,440

NATIONAL FERTILIZER CORPORATION OF PAKISTAN (PVT)
LIMITED

- vi) **AUDIT PARA # 19-PAGE-25-ARPSE-X-D-95-96**
WORKING RESULTS OF NFC (REVIEW)
- vii) **AUDIT PARA # 20-PAGE-26-ARPSE-X-D-95-96**
WORKING RESULTS OF NFC (AUDIT COMMENTS)
- viii) **AUDIT PARA # 21-PAGE-27-ARPSE-X-D-95-96**
EXPENSES AND OTHER CHARGES OF NFC
- ix) **AUDIT PARA # 22-PAGE-27-ARPSE-X-D-95-96**
RECEIVABLES FROM SUBSIDIARY COMPANIES
- x) **AUDIT PARA # 23-PAGE-28-ARPSE-X-D-95-96**
NON-RECOVERY OF RS 1.035 MILLION FROM EVER LAST
INDUSTRIES ON ACCOUNT OF RISK AND COST PURCHASE

NATIONAL FERTILIZER MARKETING LIMITED (NFML)

- x i) **AUDIT PARA # 33-PAGE-36-ARPSE-X-D-95-96**
WORKING RESULTS OF NFML (AUDIT COMMENTS)
- x ii) **AUDIT PARA # 35-PAGE-38-ARPSE-X-D-95-96**
IRREGULAR PAYMENT OF GROUP INSURANCE PREMIUM OF
RS 4.562 MILLION ON BEHALF OF EXECUTIVE EMPLOYEES

STATE ENGINEERING CORPORATION (PVT) LIMITED

- x iii) **AUDIT PARA # 184-PAGE-119-ARPSE-X-D-95-96**
WORKING RESULTS OF SEC (REVIEW)
- x iv) **AUDIT PARA # 185-PAGE-119-ARPSE-X-D-95-96**
NON-PRODUCTION OF AUDIT ACCOUNTS

HEAVY ELECTRICAL COMPLEX (PVT) LIMITED

- x v) **AUDIT PARA # 186-PAGE-120-ARPSE-X-D-95-96**
AUDIT COMMENTS ON HEC
- x vi) **AUDIT PARA # 187-PAGE-120-ARPSE-X-D-95-96**
LOAN, ADVANCES & OTHER RECEIVABLES OF HEC
- x vii) **AUDIT PARA # 188-PAGE-120-ARPSE-X-D-95-96**
PROFIT AMOUNTING TO RS 0.773 MILLION
- x viii) **AUDIT PARA # 189-PAGE-120-ARPSE-X-D-95-96**
CASH AT BANKS

HEAVY MECHANICAL COMPLEX TAXILA

- x ix) **AUDIT PARA # 11-PAGE-122-ARPSE-X-D-95-96**
IMPOSITION OF PENALTY AMOUNTING TO RS 4.406 MILLION
DUE TO UTILIZATION OF EXCESS FUNDS THAN APPROVED
CEILING
- x x) **AUDIT PARA # 195-PAGE-125-ARPSE-X-D-95-96**
EXPECTED LOSS OF RS 338.040 DUE TO NON-RECOVERY OF
COST OF RE-SHELLING OF MILL ROLLER SHAFTS FROM M/S
HYOONS SUGAR MILLIONS KHANPUR

PAKISTAN ENGINEERING COMPANY LIMITED

- xxi) **AUDIT PARA # 196-PAGE-126-ARPSE-X-D-95-96
PRODUCTION RESULTS OF PECL (AUDIT COMMENTS)**
- xxii) **AUDIT PARA # 197-PAGE-127-ARPSE-X-D-95-96
FINANCIAL RESULTS OF PECL**
- xxiii) **AUDIT PARA # 198-PAGE-128-ARPSE-X-D-95-96
FINANCIAL CHARGES OF PECL**

PAKISTAN MACHINE TOOL FACTORY (PVT) LIMITED

- xxiv) **AUDIT PARA # 200-PAGE-129-ARPSE-X-D-95-96
WORKING RESULTS OF PMTF (AUDIT COMMENTS)**
- xxv) **AUDIT PARA # 201-PAGE-129-ARPSE-X-D-95-96
WAIVER OF INTEREST AMOUNT**
- xxvi) **AUDIT PARA # 202-PAGE-130-ARPSE-X-D-95-96
DEFERRED TAX PROVISION AMOUNTING TO RS 51 MILLION**
- xxvii) **AUDIT PARA # 204-PAGE-130-ARPSE-X-D-95-96
CAPITAL WORK IN PROGRESS**
- xxviii) **AUDIT PARA # 205-PAGE-130-ARPSE-X-D-95-96
INVENTORY CONTROLS (ABNORMAL INCREASE IN LOOSE
TOOLS)**
- xxix) **AUDIT PARA # 207-PAGE-130-ARPSE-X-D-95-96
ADVANCES, DEPOSITS, PRE-PAYMENTS & OTHER
RECEIVABLES WORTH RS 17.512 MILLION**
- xxx) **AUDIT PARA # 208-PAGE-130-ARPSE-X-D-95-96
CASH AND BANK BALANCES**
- xxxi) **AUDIT PARA # 209-PAGE-130-ARPSE-X-D-95-96
ABNORMAL INCREASE IN THE EXPENSES OF FACTORY**

SPINNING MACHINERY COMPANY LIMITED

- xxxii) **AUDIT PARA # 210-PAGE-132-ARPSE-X-D-95-96
FINANCIAL/WORKING RESULTS OF SMCL (AUDIT
COMMENTS)**

xxxiii) **AUDIT PARA # 211-PAGE-133-ARPSE-X-D-95-96**
WORK-IN-PROGRESS WORTH RS 16.961 MILLION

xxxiv) **AUDIT PARA # 212-PAGE-133-ARPSE-X-D-95-96**
TRADE DEBTS AMOUNTING TO RS 9.632 MILLION

PAC DIRECTIVE

The Committee endorsed the recommendation of the DAC on the above mentioned 34 paras and settled the paras.

40. **AUDIT REPORT ON THE ACCOUNT OF MINISTRY OF INDUSTRIES**
FOR THE YEAR 1995-96

PAC DIRECTIVE

On presentation of Audit Report, the Committee was informed that no DAC, on that report, could not held. The Committee, therefore, deferred the said report till its next meeting, for the purpose of DAC.

ACTIONABLE POINTS
(November 27, 2007)

APPROPRIATION ACCOUNTS (CIVIL VOL-I-1995-96)

41. **GRANT # 157-DEVELOPMENT EXPENDITURE OF INDUSTRIES WING**
(METAL INDUSTRY RESEARCH & DEVELOPMENT)

(Total Grant of Rs 9,083,000)

(Saving Rs. 929,000)

PAC DIRECTIVE

The Committee regularized the saving in the grant subject to reconciliation with the AGPR.

42. **GRANT # 185, DEVELOPMENT EXPENDITURE OF INDUSTRIES WING**
(STATE PETROLEUM REFINERY & PETROCHEMICAL
CORPORATION (IRAN-PAK REFINERY LIMITED)

(Total Grant of Rs. 660,840,000)

(Saving of Rs 638,000,000)

PAC DIRECTIVE

The Committee regularized the saving in the grant with the direction that the M/o Petroleum & Natural Resources and M/o Industries and Production to reconcile the figures with AGPR with a report to PAC within 02 weeks.

AUDIT REPORT FOR THE YEAR 1995-96

43. **AUDIT PARA # 1, PAGE-68-AR-1995-96**
INFRACTION / WASTEFUL EXPENDITURE OF RS 2.363 MILLION
INCURRED ON HIRING OF ACCOMMODATION NOT REQUIRED BY
THE DIVISION

PAC DIRECTIVE

The Committee settled the para subject to provision of utilization chart to Audit within 02 weeks.

44. **AUDIT PARA # 3, PAGE-69-AR-1995-96**
LOSS OF RS 33.086 MILLION DUE TO ABNORMAL DELAY AND
AWARD OF CONTRACT ON HIGHER RATE

PAC DIRECTIVE

The Committee constituted an Inter Department Committee Comprising Secretary M/o Industries & Production (Convener) and representative M/o Local Government and Rural Development (BPS-20), Finance Division (BPS-20) and Director General Audit (FG) as a member to carry out an investigation, fix responsibility and suggest action against the person(s) responsible within 02 months.

45. i) **AUDIT PARA # 2, PAGE-68-AR-1995-96**
EXTRA EXPENDITURE OF RS 0.205 MILLION DUE TO DELAY
IN THE PROCUREMENT OF STORES
- ii) **AUDIT PARA # 4, PAGE-70-AR-1995-96**
IRREGULAR PURCHASE OF SUBSTANDARD TARPAULINS
AMOUNTING TO RS 05.70 MILLION
- iii) **AUDIT PARA # 5, PAGE-70-AR-1995-96**
LOSS OF RS 0.403 MILLION DUE TO IGNORING OF 1ST
LOWEST OFFER IN PROCUREMENT OF STORES

PAC DIRECTIVE

On the presentation of the above 03 paras by the Audit, the Committee settled the paras.

**AUDIT REPORT PUBLIC SECTOR ENTERPRISES
FOR THE YEAR 1995-96**

UTILITY STORES CORPORATION OF PAKISTAN (PVT) LIMITED

46. **AUDIT PARA # 127, PAGE-131-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit.

47. **AUDIT PARA # 131, PAGE-132-ARPSE-1995-96**

PAC DIRECTIVE

The Committee directed the management to pursue the court cases for the recovery of the remaining amounts. The PAC also directed the management to approach the High Court for early decision.

48. **AUDIT PARA # 136-PAGE-133-ARPSE-1995-96**

PAC DIRECTIVE

The Committee directed the management to inquire as to why the stock of Utility Stores Corporation in Jalalabad (Afghanistan) was not insured, fix responsibility for this and report to the PAC/Audit within 02 weeks.

49. i) **AUDIT PARA # 139, PAGE-135-ARPSE-1995-96**
EXTENSION OF UNDUE FINANCIAL BENEFIT OF RS 3.152
MILLION TO THE SUPPLIER AT THE COST OF CONSUMERS

HAZARA PHOSPHATE FERTILIZER (PVT) LIMITED

ii) **AUDIT PARA # 25, PAGE-30-ARPSE-1995-96 (VOL X-D)**

PAC DIRECTIVE

On the presentation of the above 02 paras by the Audit, the Committee settled the para.

UTILITY STORES CORPORATION OF PAKISTAN (PVT) LIMITED

50. i) **AUDIT PARA # 128, PAGE-132-ARPSE-1995-96**

ii) **AUDIT PARA # 129, PAGE-132-ARPSE-1995-96**

iii) **AUDIT PARA # 130, PAGE-132-ARPSE-1995-96**

- iv) AUDIT PARA # 132, PAGE-132-ARPSE-1995-96
- v) AUDIT PARA # 133, PAGE-132-ARPSE-1995-96
- vi) AUDIT PARA # 134, PAGE-133-ARPSE-1995-96
- vii) AUDIT PARA # 135, PAGE-133-ARPSE-1995-96
- viii) AUDIT PARA # 137, PAGE-133-ARPSE-1995-96
- ix) AUDIT PARA # 138, PAGE-133-134-ARPSE-1995-96

FERTILIZER RESEARCH AND DEVELOPMENT INSTITUTE (Pvt) LIMITED

- x) AUDIT PARA # 24, PAGE-29-ARPSE-1995-96
- HAZARA PHOSPHATE FERTILIZERS (PVT) LIMITED**

- xi) AUDIT PARA # 26, PAGE-31-ARPSE-1995-96
- xii) AUDIT PARA # 27, PAGE-31-ARPSE-1995-96

LYLLPUR CHEMICALS AND FERTILIZERS LIMITED

- xiii) AUDIT PARA # 28, PAGE-32-ARPSE-1995-96
- xiv) AUDIT PARA # 29, PAGE-33-ARPSE-1995-96
- xv) AUDIT PARA # 30, PAGE-33-ARPSE-1995-96

NFC INSTITUTE OF ENGINEERING AND TECHNOLOGICAL TRAINING (PVT) LIMITED

- xvi) AUDIT PARA # 31, PAGE-34-ARPSE-1995-96
- xvii) AUDIT PARA # 32, PAGE-36-ARPSE-1995-96

PAK-AMERICAN FERTILIZER LIMITED

- xxviii) AUDIT PARA # 37, PAGE-41-ARPSE-1995-96
- xix) AUDIT PARA # 38, PAGE-41-ARPSE-1995-96
- xx) AUDIT PARA # 39, PAGE-41-ARPSE-1995-96
- xxi) AUDIT PARA # 40, PAGE-41-ARPSE-1995-96

PAK-ARAB FERTILIZER (PVT) LIMITED

- xxii) AUDIT PARA # 41, PAGE-42-ARPSE-1995-96
- xxiii) AUDIT PARA # 42, PAGE-43-ARPSE-1995-96
- xxiv) AUDIT PARA # 43, PAGE-43-ARPSE-1995-96
- xxv) AUDIT PARA # 44, PAGE-43-ARPSE-1995-96
- xxvi) AUDIT PARA # 45, PAGE-43-ARPSE-1995-96
- xxvii) AUDIT PARA # 46, PAGE-43-ARPSE-1995-96
- xxviii) AUDIT PARA # 47, PAGE-43-ARPSE-1995-96
- xxix) AUDIT PARA # 48, PAGE-44-ARPSE-1995-96

xxx) **AUDIT PARA # 49, PAGE-44-ARPSE-1995-96**

xxxi) **AUDIT PARA # 50, PAGE-45-ARPSE-1995-96**

PAK-SAUDI FERTILIZER LIMITED

xxxii) **AUDIT PARA # 51, PAGE-46-ARPSE-1995-96**

xxxiii) **AUDIT PARA # 52, PAGE-46-ARPSE-1995-96**

xxxiv) **AUDIT PARA # 53, PAGE-47-ARPSE-1995-96**

xxxv) **AUDIT PARA # 54, PAGE-47-ARPSE-1995-96**

ENAR PETRO TECH SERVICES (PVT) LIMITED

xxxvi) **AUDIT PARA # 220, PAGE-139-ARPSE-1995-96**

xxxvii) **AUDIT PARA # 221, PAGE-140-ARPSE-1995-96**

xxxviii) **AUDIT PARA # 222, PAGE-140-ARPSE-1995-96**

xxxix) **AUDIT PARA # 223, PAGE-140-ARPSE-1995-96**

PAC DIRECTIVE

On the recommendation of the DAC, the Committee directed the Ministry to implement the decisions of the DAC under report to Audit.

INFORMATION TECHNOLOGY & TELECOM DIVISION

ACTIONABLE POINTS **(October 2, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 179-CAPITAL OUTLAY ON COMMUNICATIONS WORKS**
(Total Grant of Rs 194,938,000)
(Saving of Rs 73,205,160)

PAC DIRECTIVE

On the request of the Ministry, the Committee deferred the grant for its next meeting.

AUDIT REPORT FOR THE YEAR 1995-96

2. **PAKISTAN TELECOMMUNICATION CORPORATION (PTC)**
AUDIT PARA # 1.2, PAGE-13-AR-1995-96 (PTC)
HEAVY OUTSTANDING TELEPHONE DUES AGAINST DEFAULTERS
OF RS 135.422 MILLION

PAC DIRECTIVE

The Committee directed the PAO to initiate a civil suit for attachment of the property of defaulters and pursue the case in NAB for early decision under report to Audit.

3. **AUDIT PARA # 1.4, PAGE-14-AR-1995-96 (PTC)**
OUTSTANDING AMOUNT OF RS 65.952 MILLION AGAINST CLOSED
TELEPHONE

PAC DIRECTIVE

The Committee directed the department to deduct the amount from NTC through adjuster of M/o Finance. The Committee further directed the department to lodge a civil suit against private defaulters in the Court of Law under report to Audit.

4. **AUDIT PARA # 1.6, PAGE-16-AR-1995-96 (PTC)**
NON-RECOVERY OF RS 33.615 MILLION FROM USERS OF CASUAL
TELEPHONE

PAC DIRECTIVE

The Committee settled the para subject to verification of the recovered/adjusted amount by the Audit within 01 month.

5. **AUDIT PARA # 3.2, PAGE-21-AR-1995-96 (PTC)**
LOSS DUE TO NON-RECOVERY OF PENALTY OF RS 11.7 MILLION

PAC DIRECTIVE

The Committee directed the department to forfeit the security money of the contractor under intimation to PAC/Audit.

6. **AUDIT PARA # 3.3, PAGE-22-AR-1995-96 (PTC)**
LOSS OF RS 3.238 MILLION ON ACCOUNT OF DEMURRAGE

PAC DIRECTIVE

The Committee observed that it was negligence on the part of the department and undue favour of the contractor, therefore, the Committee directed the PAO to inquire into the matter, fix responsibility and take action against the officer(s) on fault and submit report to PAC. The Committee also directed the PAO to recover the remaining amount from the contractor through legal action under report to Audit.

7. i) **AUDIT PARA # 5.8, PAGE-52-AR-1995-96-PTC**
IRREGULAR AND MISCLASSIFIED EXPENDITURE OF RS 2.226
MILLION
- ii) **AUDIT PARA # 5.15, PAGE-56-AR-1995-96-PTC**
IRREGULAR EXPENDITURE ON PURCHASE OF FAX
MACHINES OF RS 1.240 MILLION
- iii) **AUDIT PARA # 5.10, PAGE-53-AR-1995-96-PTC**
IRREGULAR EXPENDITURE OF ENTERTAINMENT CHARGES
OF RS 1.887 MILLION

PAC DIRECTIVE

On the presentation of the above 03 paras by Audit, the Committee settled the paras.

8. **AUDIT PARA # 7.10, PAGE-81-AR-1995-96-PTC**
FICTITIOUS EXPENDITURE ON PURCHASE OF RS 458,943

PAC DIRECTIVE

The Committee settled the para subject to verification of the record/vouchers by Audit within 01 month. If department fail to produce the record then the purchase committee will be responsible for this loss and amount should be recovered from the Members of the then purchase committee.

9. i) AUDIT PARA # 1.1, PAGE-13-AR-1995-96-PTC
OUTSTANDING TELEPHONE DUES AGAINST VARIOUS
AGENCIES AS 03-06-1994
- ii) AUDIT PARA # 1.5, PAGE-15-AR-1995-96-PTC
NON-RECOVERY OF RS 60.607 MILLION FROM
INTERNATIONAL PUBLIC CALL OFFICES
- iii) AUDIT PARA # 1.6, PAGE-15-AR-1995-96-PTC
OUTSTANDING TELEPHONE DUES AGAINST VARIOUS
AGENCIES
OF RS 9.435 MILLION
- iv) AUDIT PARA # 1.8, PAGE-17-AR-1995-96-PTC
NON-RECOVERY OF OUTSTANDING DUES AGAINST PUBLIC
CALL OFFICES RS 5.16 MILLION
- v) AUDIT PARA # 1.9, PAGE-17-AR-1995-96-PTC
SHORT CHARGES DETECTED AGAINST DEPARTMENTAL
PUBLIC CALL OFFICES OF RS 1,761,786
- vi) AUDIT PARA # 1.10, PAGE-17-AR-1995-96-PTC
NON-RECOVERY OF RS 277,514 FROM PCO'S
- vii) AUDIT PARA # 2.1, PAGE-18-AR-1995-96-PTC
EXPENDITURE INCURRED IN EXCESS OF SANCTIONED COST
OF RS 396.188 MILLION
- viii) AUDIT PARA # 2.2, PAGE-19-AR-1995-96-PTC
54% EXCESS EXPENDITURE INCURRED OVER SANCTIONED
COST OF RS 6.105 MILLION
- ix) AUDIT PARA # 2.3, PAGE-19-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE IN EXCESS OF 10% OF
SANCTIONED COST OF RS 3.495 MILLION
- x) AUDIT PARA # 2.4, PAGE-20-AR-1995-96-PTC
INCURRENCE OF EXCESS EXPENDITURE THAN
SANCTIONED PROVISION OF RS 1.716 MILLION
- xi) AUDIT PARA # 2.5, PAGE-20-AR-1995-96-PTC
EXPENDITURE INCURRED IN EXCESS OVER 10% OF
SANCTIONED COST OF ESTIMATES RS 584.226

- xii) AUDIT PARA # 3.1, PAGE-20-21-AR-1995-96-PTC
NON-RECOVERY OF LIQUIDATED DAMAGES AMOUNTING TO
RS 304.429 MILLION FROM M/S ALCSTEL
- xiii) AUDIT PARA # 3.4, PAGE-23-AR-1995-96-PTC
NON-RECOVERY OF PENALTY OF RS 509.674 FROM
TELECOM FOUNDATION
- xiv) AUDIT PARA # 3.5, PAGE-24-AR-1995-96-PTC
LOSS DUE TO NON-RECOVERY OF THE COST OF SPARE
PARTS OF TELEPHONE SETS OF RS 287,933
- xv) AUDIT PARA # 3.6, PAGE-24-AR-1995-96-PTC
LOSS DUE TO NON-RECOVERY OF PENALTY FOR DELAY
COMPLETION OF WORKS RS 222,000
- xvi) AUDIT PARA # 3.7, PAGE-25-AR-1995-96-PTC
LOSS DUE TO NON-RECOVERY OF COMPENSATION FROM
BLT, ON ACCOUNT OF DAMAGE CAUSED TO UNDER
GROUND CABLES OF RS 76,560
- xvii) AUDIT PARA # 4.1, PAGE-26-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE INCURRED IN EXCESS OF RS
10% OF SANCTIONED COST OF ESTIMATES OF RS 78.9
MILLION
- xviii) AUDIT PARA # 4.2, PAGE-27-AR-1995-96-PTC
UNAUTHORIZED DEVELOPMENT EXPENDITURE WITHOUT
SANCTION OF COMPETENT AUTHORITY OF RS 32.667
MILLION
- xix) AUDIT PARA # 4.3, PAGE-28-AR-1995-96-PTC
UNAUTHORIZED DEVELOPMENT EXPENDITURE OF RS 14
MILLION
- xx) AUDIT PARA # 4.4, PAGE-28-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE WITHOUT FUNDS OF RS
3.089 MILLION CHASE AND RS 8.807 MILLION STORE
- xxi) AUDIT PARA # 4.5, PAGE-28-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE IN EXCESS/WITHOUT
ALLOTMENT OF FUNDS RS 10.82 MILLION
- xxii) AUDIT PARA # 4.6, PAGE-29-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE INCURRED IN EXCESS OF
SANCTIONED COST OF RS 6.642 MILLION

- xxiii) AUDIT PARA # 4.7, PAGE-29-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE INCURRED IN EXCESS OF
SANCTIONED COST BY MORE THAN 10% OF RS 2.946
MILLION
- xxiv) AUDIT PARA # 4.8, PAGE-30-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE OF RS 2.179 MILLION
WITHOUT REVISION OF ESTIMATES
- xxv) AUDIT PARA # 4.9, PAGE-30-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE AGAINST UNSANCTIONED
WORKS OF RS 2.163 MILLION
- xxvi) AUDIT PARA # 4.10, PAGE-31-AR-1995-96-PTC
UNAUTHORIZED AND MISCLASSIFIED EXPENDITURE OF RS
2.079 MILLION
- xxvii) AUDIT PARA # 4.11, PAGE-31-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE AGAINST UNSANCTIONED
ESTIMATES OF RS 1.328 MILLION
- xxviii) AUDIT PARA # 4.12, PAGE-32-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE IN EXCESS OF SANCTIONED
COST OF RS 910.046
- xxix) AUDIT PARA # 4.13, PAGE-32-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE AGAINST UNSANCTIONED
WORKS OF RS 795,376
- xxx) AUDIT PARA # 4.14, PAGE-32-AR-1995-96-PTC
UNAUTHORIZED PURCHASE OF VEHICLES RS 778,055
- xxxi) AUDIT PARA # 4.15, PAGE-33-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE AGAINST UNSANCTIONED
WORKS OF RS 519,369
- xxxii) AUDIT PARA # 4.16, PAGE-34-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE ON EXECUTION OF WORKS
WITHOUT PROVISION IN THE DETAILED ESTIMATES OF RS
495.547
- xxxiii) AUDIT PARA # 4.17, PAGE-34-AR-1995-96-PTC
UNAUTHORIZED AND MISCLASSIFIED EXPENDITURE OF RS
398,665
- xxxiv) AUDIT PARA # 4.18, PAGE-35-AR-1995-96-PTC
UNAUTHORIZED AND IRREGULAR EXPENDITURE ON LOCAL
PURCHASE OF VARIOUS ITEMS OF RS 392,137

- xxxv) AUDIT PARA # 4.19, PAGE-35-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE OF RS 389,956
- xxxvi) AUDIT PARA # 4.20, PAGE-36-AR-1995-96-PTC
UNAUTHORIZED PROCUREMENT OF DROP WIRE VALUING
OF RS 373.349
- xxxvii) AUDIT PARA # 4.21, PAGE-37-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE IN EXCESS OF SANCTIONED
COST BY MORE THAN 10% OF RS 328.235
- xxxviii) AUDIT PARA # 4.22, PAGE-37-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE ON RENT OF NON
RESIDENTIAL BUILDING OF RS 282,024
- xxxix) AUDIT PARA # 4.23, PAGE-38-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE ON PRINTING FROM
PRIVATE PRESS OF RS 264.200
- xl) AUDIT PARA # 4.24, PAGE-38-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE OF RS 247.028 INCURRED BY
SPLITTING UP THE WORK TO AVOID SANCTION OF THE
HIGHER AUTHORITY
- xli) AUDIT PARA # 4.25, PAGE-39-AR-1995-96-PTC
UNECONOMICAL AND UNAUTHORIZED EXPENDITURE ON
THE PURCHASE OF FURNITURE OF RS 232.360
- xlii) AUDIT PARA # 4.26, PAGE-40-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE OF RS 220.948 AGAINST
SANCTIONED ESTIMATES
- xliii) AUDIT PARA # 4.27, PAGE-40-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE OF RS 219,726
- xliv) AUDIT PARA # 4.28, PAGE-41-AR-1995-96-PTC
UNAUTHORIZED PAYMENT OF WAGES TO CONTINGENT
PAID STAFF OF RS 202.650
- xlv) AUDIT PARA # 4.29, PAGE-41-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE ON WORKS WITHOUT
PROVISION IN ESTIMATES OF RS 0.193 MILLION
- xlvi) AUDIT PARA # 4.30, PAGE-42-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE OF RS 170,000

- xlvii) AUDIT PARA # 4.31, PAGE-42-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE OF RS 165,000
- xlvi) AUDIT PARA # 4.32, PAGE-43-AR-1995-96-PTC
UNAUTHORIZED, IMPROPER AND INFRACTION
EXPENDITURE OF RS 136,714
- xlix) AUDIT PARA # 4.33, PAGE-43-AR-1995-96-PTC
UNAUTHORIZED PURCHASE OF NEW FURNITURE
AMOUNTING TO RS 134,900
- l) AUDIT PARA # 4.34, PAGE-44-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE INCURRED ON
ENTERTAINMENT OF RS 123,400
- li) AUDIT PARA # 4.35, PAGE-44-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE OF RS 117.253
- lii) AUDIT PARA # 4.36, PAGE-45-AR-1995-96-PTC
UNAUTHORIZED AND DOUBTFUL EXPENDITURE ON
BUILDING WORKS OF RS 111.916
- liii) AUDIT PARA # 4.37, PAGE-45-46-AR-1995-96-PTC
UNAUTHORIZED AND MISCLASSIFIED EXPENDITURE OF RS
110,159
- liv) AUDIT PARA # 4.38, PAGE-46-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE OF RS 85.000
- lv) AUDIT PARA # 4.39, PAGE-46-47-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE ON REPAIR OF TRUNK
BOARD OF RS 78,986
- lvi) AUDIT PARA # 4.40, PAGE-47-48-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE ON HIRING OF OFFICE
BUILDING OF RS 70,000
- lvii) AUDIT PARA # 4.41, PAGE-48-AR-1995-96-PTC
UNAUTHORIZED EXPENDITURE OF RS 59,600
- lviii) AUDIT PARA # 5.1, PAGE-49-AR-1995-96-PTC
EXPENDITURE WITHOUT ALLOTMENT OF FUNDS OF RS
65.898 MILLION
- lix) AUDIT PARA # 5.2, PAGE-49-AR-1995-96-PTC
EXPENDITURE AGAINST TEMPORARY POSTS OF RS 12.333
MILLION WITHOUT SANCTION FOR RETENTION

- ix) AUDIT PARA # 5.3, PAGE-50-AR-1995-96-PTC
IRREGULAR PAYMENT OF RS 11.621 MILLION TO M/S
TELECOM FOUNDATION
- xi) AUDIT PARA # 5.4, PAGE-50-AR-1995-96-PTC
IRREGULAR EXPENDITURE OF RS 11.420 MILLION INCURRED
IN EXCESS OF THE SANCTIONED COST
- xii) AUDIT PARA # 5.5, PAGE-51-AR-1995-96-PTC
IRREGULAR ISSUE OF DROP WIRE AWAITING FINAL
ADJUSTMENT IN ACCOUNTS OF RS 4.630 MILLION
- xiii) AUDIT PARA # 5.6, PAGE-51-AR-1995-96-PTC
IRREGULAR EXPENDITURE ON PURCHASE OF VEHICLES
WITHOUT OBTAINING NOC OF RS 3.499 MILLION
- xiv) AUDIT PARA # 5.7, PAGE-52-AR-1995-96-PTC
IRREGULAR EXPENDITURE INCURRED ON LOCAL
PURCHASE OF OPERATIONAL VEHICLE WITHOUT
OBTAINING NO OBJECTION CERTIFICATE FROM CABINET
DIVISION OF RS 2.663 MILLION
- lxv) AUDIT PARA # 5.9, PAGE-53-AR-1995-96-PTC
IRREGULAR EXPENDITURE WITHOUT INVITING OPEN
TENDERS OF RS 2.002 MILLION
- lxvi) AUDIT PARA # 5.11, PAGE-54-AR-1995-96-PTC
IRREGULAR AND UNECONOMICAL EXPENDITURE OF RS
1.778 MILLION
- lxvii) AUDIT PARA # 5.12, PAGE-54-AR-1995-96-PTC
IRREGULAR EXPENDITURE INCURRED ON LOCAL
PURCHASE OF DURABLE GOODS PURE MAINTENANCE OF
LINE & WIRE AND APPARATUS AND PLANT OF RS 1.654
MILLION
- lxviii) AUDIT PARA # 5.13, PAGE-55-AR-1995-96-PTC
IRREGULAR EXPENDITURE ON BUILDING WORKS OF RS
1.487 MILLION
- lxix) AUDIT PARA # 5.14, PAGE-56-AR-1995-96-PTC
UNECONOMICAL AND MIS-CLASSIFIED EXPENDITURE OF RS
1.424 MILLION
- lxx) AUDIT PARA # 5.16, PAGE-56-AR-1995-96-PTC
IRREGULAR PAYMENT OF RS 1.151 MILLION MADE TO
WAPDA
- lxxi) AUDIT PARA # 5.17, PAGE-57-AR-1995-96-PTC
IRREGULAR STORE EXPENDITURE OF RS 1.086 MILLION

- lxxii) AUDIT PARA # 5.18, PAGE-58-AR-1995-96-PTC
IRREGULAR EXPENDITURE RS 1.011 MILLION IN EXCESS OF ESTIMATES
- lxxiii) AUDIT PARA # 5.19, PAGE-58-AR-1995-96-PTC
IRREGULAR PURCHASE EXPENDITURE OF STORE VALUING OF RS 682,201
- lxxiv) AUDIT PARA # 5.20, PAGE-59-AR-1995-96-PTC
IRREGULAR EXPENDITURE OF RS 641,114 IN EXCESS OF ALLOTMENT OF FUNDS UNDER MAJOR HEAD
- lxxv) AUDIT PARA # 5.21, PAGE-59-AR-1995-96-PTC
IRREGULAR EXPENDITURE OF RS 608,215
- lxxvi) AUDIT PARA # 5.22, PAGE-59-AR-1995-96-PTC
IRREGULAR EXPENDITURE OF RS 564,176 ON ACCOUNT OF EXCESS OVER 10% OF THE SANCTIONED COST
- lxxvii) AUDIT PARA # 5.23, PAGE-60-AR-1995-96-PTC
IRREGULAR EXPENDITURE ON PAINTING AND MAINTENANCE OF BUILDINGS OF RS 534,315
- lxxviii) AUDIT PARA # 5.24, PAGE-60-AR-1995-96-PTC
IRREGULAR EXPENDITURE ON THE PURCHASE OF MEDICINES RS 51,740
- lxxix) AUDIT PARA # 5.25, PAGE-61-AR-1995-96-PTC
IRREGULAR EXPENDITURE INCURRED ON BUILDING WORKS WITHOUT CALLING TENDERS OF RS 492,407
- lxxx) AUDIT PARA # 5.26, PAGE-62-AR-1995-96-PTC
IRREGULAR PAYMENT OF OVERTIME ALLOWANCE OF RS 474,846
- lxxxii) AUDIT PARA # 5.27, PAGE-62-AR-1995-96-PTC
IRREGULAR EXPENDITURE INCURRED ON ANNUAL REPAIR AND MAINTENANCE AND OTHER PETTY WORKS WITHOUT OBTAINING COMPETITIVE RATES WORTH OF RS 474,340
- lxxxii) AUDIT PARA # 5.28, PAGE-62-63-AR-1995-96-PTC
IRREGULAR UNAUTHORIZED EXPENDITURE OF RS 411,898
- lxxxiii) AUDIT PARA # 5.29, PAGE-63-AR-1995-96-PTC
IRREGULAR AND UNJUSTIFIED EXPENDITURE OF RS 378,675

- lxxxiv) AUDIT PARA # 5.30, PAGE-64-AR-1995-96-PTC
IRREGULAR PAYMENT OF LAW CHARGES OF RS 365,220
- lxxxv) AUDIT PARA # 5.31, PAGE-64-AR-1995-96-PTC
IRREGULAR AND UN-AUTHORISED EXPENDITURE ON THE
PURCHASE OF FURNITURE & FITTINGS OF RS 348,806
- lxxxvi) AUDIT PARA # 5.32, PAGE-65-AR-1995-96-PTC
MISCLASSIFIED EXPENDITURE OF RS 342,122
- lxxxvii) AUDIT PARA # 5.33, PAGE-65-AR-1995-96-PTC
IMPROPER, IRREGULAR AND INFRACTION EXPENDITURE OF
RS 315,485
- lxxxviii) AUDIT PARA # 5.34, PAGE-66-AR-1995-96-PTC
PAYMENT TO CONTRACTOR WITHOUT MAINTAINING
MEASUREMENT BOOK OF RS 273,427
- lxxxix) AUDIT PARA # 5.35, PAGE-66-AR-1995-96-PTC
IRREGULAR EXPENDITURE ON BUILDING WORKS (NON-
SCHEDULE ITEMS) WITHOUT OBTAINING COMPETITIVE
RATES OF RS 211,474
- xc) AUDIT PARA # 5.36, PAGE-67-AR-1995-96-PTC
IRREGULAR EXPENDITURE INCURRED ON EMPLOYMENT OF
LABOUR ON MUSTER ROLLS FOR CLEANING OVERHAULING
AND RE-SOLDERING OF EXCHANGE EQUIPMENT OF RS
205,221
- xc i) AUDIT PARA # 5.37, PAGE-67-AR-1995-96-PTC
IRREGULAR AND UN-ECONOMICAL EXPENDITURE OF RS
199,050
- xc ii) AUDIT PARA # 5.38, PAGE-68-AR-1995-96-PTC
IRREGULAR UN-JUSTIFIED EXPENDITURE OF RS 198,970
- xc iii) AUDIT PARA # 5.39, PAGE-68-AR-1995-96-PTC
IRREGULAR EXPENDITURE INCURRED ON MAINTENANCE
OF LINE AND WIRE WITHOUT CALLING TENDERS OF RS
195,800
- xc iv) AUDIT PARA # 5.40, PAGE-68-69-AR-1995-96-PTC
UN-JUSTIFIED AND IRREGULAR EXPENDITURE ON THE
ENGAGEMENT OF CASUAL LABOUR OF RS 183,890
- xc v) AUDIT PARA # 5.41, PAGE-69-AR-1995-96-PTC
IRREGULAR AND UNAUTHORIZED PAYMENT OF RENT, OF
REQUISITIONED HOUSE OF RS 168,400

- xcvi) AUDIT PARA # 5.42, PAGE-70-AR-1995-96-PTC
IRREGULAR EXPENDITURE INCURRED ON EMPLOYMENT OF
COOLIES ON MUSTER ROLLS FOR CLEANING,
OVERHAULING AND RE-SOLDERING OF EXCHANGE
EQUIPMENT OF RS 150,976
- xcvii) AUDIT PARA # 5.43, PAGE-70-AR-1995-96-PTC
IRREGULAR EXPENDITURE INCURRED ON ANNUAL REPAIR
AND MAINTENANCE OF THE RESIDENCE OF DIRECTOR
TELEGRAPH MULTAN DURING 1993-94 OF RS 145,462
- xcviii) AUDIT PARA # 5.44, PAGE-71-AR-1995-96-PTC
IRREGULAR EXPENDITURE OF RS 145,000 ON ACCOUNT OF
PURCHASE OF PHOTOSTAT MACHINE
- xcix) AUDIT PARA # 5.45, PAGE-71-AR-1995-96-PTC
IRREGULAR EXPENDITURE INCURRED ON EMPLOYMENT OF
COOLIES FOR CLEANING, OVERHAULING AND RE-
SOLDERING OF EXCHANGE EQUIPMENT OF RS 134,546
- c) AUDIT PARA # 5.46, PAGE-72-AR-1995-96-PTC
IRREGULAR EXPENDITURE INCURRED ON BUILDING WORKS
OF RS 126,546
- ci) AUDIT PARA # 5.47, PAGE-72-AR-1995-96-PTC
IRREGULAR EXPENDITURE OF RS 126,000
- cii) AUDIT PARA # 5.48, PAGE-72-73-AR-1995-96-PTC
IRREGULAR EXPENDITURE INCURRED ON EMPLOYMENT OF
COOLIES ON MUSTER ROLLS OF RS 125,578
- ciii) AUDIT PARA # 5.49, PAGE-73-AR-1995-96-PTC
IRREGULAR PAYMENT TO LABOUR ON ACG-17 IN EXCESS
OF RS 100 IN EACH CASE OF RS 111,405
- civ) AUDIT PARA # 5.50, PAGE-73-74-AR-1995-96-PTC
IRREGULAR EXPENDITURE OF RS 88,674 ON EXCHANGE
CLEANING
- cv) AUDIT PARA # 6.1, PAGE-74-AR-1995-96-PTC
BLOCKING OF CAPITAL FUNDS OF RS 19.042 MILLION
- cvi) AUDIT PARA # 6.2, PAGE-74-AR-1995-96-PTC
BLOCKADE OF CAPITAL VALUING OF RS 9,900 MILLION

- cvii) AUDIT PARA # 6.3, PAGE-75-AR-1995-96-PTC
BLOCKADE OF FUNDS OF RS 4.395 MILLION
- cviii) AUDIT PARA # 7.1, PAGE-75-AR-1995-96-PTC
UNJUSTIFIED EXTRA EXPENDITURE OF RS 2.778 MILLION
CASH AND RS 8.758 MILLION STORE TOTAL OF RS 11.536
MILLION
- cix) AUDIT PARA # 7.2, PAGE-76-AR-1995-96-PTC
DOUBTFUL CASH EXPENDITURE OF RS 8.735 MILLION
- cx) AUDIT PARA # 7.3, PAGE-77-AR-1995-96-PTC
UNJUSTIFIED EXPENDITURE OF RS 5.240 MILLION
- cxii) AUDIT PARA # 7.4, PAGE-77-78-AR-1995-96-PTC
UNJUSTIFIED AND IRREGULAR EXPENDITURE ON THE
ENGAGEMENT OF CASUAL LABOUR OF RS 2.635 MILLION
- cxiii) AUDIT PARA # 7.5, PAGE-78-AR-1995-96-PTC
UNJUSTIFIED EXPENDITURE ON PAY AND ALLOWANCES OF
DRIVERS OF RS 1.115 MILLION
- cxiv) AUDIT PARA # 7.6, PAGE-79-AR-1995-96-PTC
DOUBTFUL EXPENDITURE OF RS 1.087 MILLION
- cxv) AUDIT PARA # 7.7, PAGE-79-AR-1995-96-PTC
UNJUSTIFIED AND INFRACTION EXPENDITURE OF RS 2.635
MILLION
- cxvi) AUDIT PARA # 7.8, PAGE-80-AR-1995-96-PTC
UNJUSTIFIED CASH EXPENDITURE WITHOUT OR NOMINAL
UTILIZATION OF STORE COMPONENT OF RS 466,624
- cxvii) AUDIT PARA # 7.9, PAGE-80-AR-1995-96-PTC
UNJUSTIFIED AND DOUBTFUL CASH EXPENDITURE
WITHOUT UTILIZATION OF STORE OF RS 459,794
- cxviii) AUDIT PARA # 7.11, PAGE-81-AR-1995-96-PTC
DOUBTFUL EXPENDITURE ON MAINTENANCE OF BUILDING
OF RS 453,300
- cxix) AUDIT PARA # 7.12, PAGE-82-AR-1995-96-PTC
DOUBTFUL EXPENDITURE OF RS 200,776
- cxix) AUDIT PARA # 7.13, PAGE-82-AR-1995-96-PTC
UNJUSTIFIED EXPENDITURE ON THE OPENING OF NEW
TELEPHONE CONNECTIONS OF RS 200,589

- cxx) AUDIT PARA # 7.14, PAGE-83-AR-1995-96-PTC
UNJUSTIFIED EXPENDITURE OF RS 182,456
- cxxi) AUDIT PARA # 7.15, PAGE-83-84-AR-1995-96-PTC
UNJUSTIFIED EXPENDITURE OF STORE OF RS 159,068
- cxxii) AUDIT PARA # 7.16, PAGE-84-AR-1995-96-PTC
DOUBTFUL EXPENDITURE ON LOCAL PURCHASE OF
DIFFERENT ARTICLES OF RS 152,727
- cxxiii) AUDIT PARA # 7.17, PAGE-84-AR-1995-96-PTC
FAKE PAYMENT OF HOTEL CHARGES OF RS 150,165
- cxxiv) AUDIT PARA # 7.18, PAGE-85-AR-1995-96-PTC
UNJUSTIFIED EXPENDITURE OF RS 149,000
- cxxv) AUDIT PARA # 7.19 PAGE-85-AR-1995-96-PTC
UNJUSTIFIED AND MISCLASSIFIED EXPENDITURE OF RS
123,500
- cxxvi) AUDIT PARA # 7.20, PAGE-86-AR-1995-96-PTC
UNJUSTIFIED AND DOUBTFUL EXPENDITURE OF RS 117,561
- cxxvii) AUDIT PARA # 7.21, PAGE-86-AR-1995-96-PTC
UNJUSTIFIED AND WASTEFUL EXPENDITURE ON OPENING
OF NEW TELEPHONE CONNECTIONS OF RS 112,146
- cxxviii) AUDIT PARA # 7.22, PAGE-87-AR-1995-96-PTC
UNJUSTIFIED AND IRREGULAR EXPENDITURE OF RS 107,657
- cxxix) AUDIT PARA # 7.23, PAGE-88-AR-1995-96-PTC
UNJUSTIFIED EXPENDITURE INCURRED ON POL OF RS
100,578
- cxxx) AUDIT PARA # 7.24, PAGE-88-AR-1995-96-PTC
DOUBTFUL CASH PAYMENT OF RENT OF REQUISITIONED
BUILDINGS TO THE OCCUPANTS INSTEAD OF OWNERS OF
THE BUILDINGS OF RS 75,000
- cxxxi) AUDIT PARA # 7.25, PAGE-88-89-AR-1995-96-PTC
UNJUSTIFIED EXPENDITURE OF RS 59,500
- cxxxii) AUDIT PARA # 7.26, PAGE-89-AR-1995-96-PTC
UNJUSTIFIED/FICTITIOUS EXPENDITURE INCURRED ON
ENGAGEMENT OF LABOUR ON MUSTER ROLLS OF RS
54,868

- cxxxiii) AUDIT PARA # 8.1, PAGE-89-90-AR-1995-96-PTC
NON ACCOUNTAL OF STORE OF RS 4.043 MILLION
- cxxxiv) AUDIT PARA # 8.2, PAGE-90-AR-1995-96-PTC
NON ACCOUNTAL OF STORE OF RS 3.020 MILLION
- cxxxv) AUDIT PARA # 8.3, PAGE-90-AR-1995-96-PTC
NON ACCOUNTAL OF STORE OF RS 1.241 MILLION
- cxxxvi) AUDIT PARA # 8.4, PAGE-91-AR-1995-96-PTC
NON ACCOUNTAL OF STORE OF RS 421,858
- cxxxvii) AUDIT PARA # 8.5, PAGE-91-AR-1995-96-PTC
NON-ACCOUNTAL OF STORE OF RS 400,000
- cxxxviii) AUDIT PARA # 8.6, PAGE-92-AR-1995-96-PTC
NON-ACCOUNTAL OF STORE WORTH OF RS 230,211
- cxxxix) AUDIT PARA # 8.7, PAGE-92-AR-1995-96-PTC
NON-ACCOUNTAL OF STORE WORTH OF RS 165,102
- cxli) AUDIT PARA # 8.8, PAGE-92-93-AR-1995-96-PTC
NON ACCOUNTAL OF STORE OF RS 137,981
- cxlii) AUDIT PARA # 9.1, PAGE-93-AR-1995-96-PTC
LOSS DUE TO THEFT OF COPPER WIRE OF RS 3.834 MILLION
- cxliii) AUDIT PARA # 9.2, PAGE-93-AR-1995-96-PTC
LOSS DUE TO THEFT OF COPPER WIRE OF RS 2.978 MILLION
- cxliiii) AUDIT PARA # 9.3, PAGE-94-AR-1995-96-PTC
LOSS DUE TO PAYMENT OF CONTRACTOR'S LIABILITY
AGAINST PROJECT NO.XVI/ 90-91 OF RS 196,403
- cxliv) AUDIT PARA # 9.4, PAGE-94-AR-1995-96-PTC
LOSS DUE TO EXECUTION OF WEATHER SHIELD PAINTING
AT HIGHER RATES OF RS 33,771
- cxlv) AUDIT PARA # 10.1, PAGE-95-AR-1995-96-PTC
LUXURIOUS EXPENDITURE OF RS 2.043 MILLION
- cxlvi) AUDIT PARA # 10.2, PAGE-95-AR-1995-96-PTC
UNDUE FAVOUR TO THE CONTRACTOR AND
UNECONOMICAL EXPENDITURE OF RS 1.579 MILLION

- cxlvii) AUDIT PARA # 10.3, PAGE-96-AR-1995-96-PTC
UNDUE FAVOUR TO SUPPLIER BY MAKING ADVANCE
PAYMENT OF RS 1.119,000
- cxlviii) AUDIT PARA # 10.4, PAGE-96-AR-1995-96-PTC
EXCESS EXPENDITURE OF RS 751,338
- cxlix) AUDIT PARA # 10.5, PAGE-97-AR-1995-96-PTC
EXTRA EXPENDITURE OF RS 746,418
- cl) AUDIT PARA # 10.6, PAGE-97-AR-1995-96-PTC
EXCESSIVE PAYMENT TO CONTRACTORS OF RS 696,479
- cli) AUDIT PARA # 10.7, PAGE-98-AR-1995-96-PTC
UN-DUE FAVOUR TO CONTRACTORS OF RS 372,427
- clii) AUDIT PARA # 10.8, PAGE-99-AR-1995-96-PTC
OVERPAYMENT TO CONTRACTORS OF RS 229,080
- cliii) AUDIT PARA # 10.9, PAGE-99-AR-1995-96-PTC
EXCESSIVE EXPENDITURE OF RS 133,895 ON ACCOUNT OF
TRANSPORTATION CHARGES
- cliv) AUDIT PARA # 10.10, PAGE-99-AR-1995-96-PTC
EXTRAVAGANT EXPENDITURE OF RS 120,000
- clv) AUDIT PARA # 10.11, PAGE-100-1995-96-PTC
EXCESS PAYMENT OF ADVISORY FEE OF RS 115,584
- clvi) AUDIT PARA # 10.12, PAGE-100-1995-96-PTC
EXTRAVAGANT EXPENDITURE AS TRANSPORTATION
CHARGE OF RS 94,610
- clvii) AUDIT PARA # 10.13, PAGES-100-101-1995-96-PTC
LOSS DUE TO DOUBT PAYMENT OF RENT OF OFFICE
BUILDING
OF RS 70,176
- clviii) AUDIT PARA # 10.14, PAGE-101-1995-96-PTC
EXCESS EXPENDITURE OF RS 65,836 DUE TO HIGHER
RATES
- clix) AUDIT PARA # 10.15, PAGE-102-1995-96-PTC
OVERPAYMENT OF BUILDING RENT OF RS 65,430

- clx) AUDIT PARA # 11.1,PAGE-103-1995-96-PTC
MISAPPROPRIATION OF DROP-WIRE OF RS 1,119 MILLION
- clxi) AUDIT PARA # 11.2,PAGE-103-1995-96-PTC
SUSPECTED MISAPPROPRIATION BY SHOWING EXCESSIVE
UTILIZATION OF DROP WIRE OF RS 734,850
- clxii) AUDIT PARA # 11.3,PAGE-104-1995-96-PTC
TEMPORARY MISAPPROPRIATION OF PUBLIC MONEY OF RS
210,359
- clxiii) AUDIT PARA # 12.1,PAGES-104-105-1995-96-PTC
NON-CREDIT OF RS 992,500 TO GOVERNMENT OF PAKISTAN
DEDUCTED ON ACCOUNT OF INCOME TAX
- clxiv) AUDIT PARA # 12.2,PAGE-105-1995-96-PTC
NON DEDUCTION OF TAX AMOUNTING TO RS 707,685 FROM
HOUSE PROPERTY RENT PAID
- clxv) AUDIT PARA # 12.3,PAGES-105-106-1995-96-PTC
NON RECOVERY OF INCOME TAX AT SOURCE OF RS 101,632
- clxvi) AUDIT PARA # 12.4,PAGE-106-1995-96-PTC
NON RECOVERY OF INCOME TAX OF RS 69,236
- clxvii) AUDIT PARA # 13.1,PAGE-106-1995-96-PTC
LOSS DUE TO SHORT REALIZATION OF DEPOSIT FOR A
CONTRIBUTION WORK OF RS 318,471
- clxviii) AUDIT PARA # 13.2,PAGE-107-1995-96-PTC
SHORT REALIZATION OF DEPOSIT AGAINST CONTRIBUTION
WORK OF RS 81,691
- clxix) AUDIT PARA # 13.3,PAGE-107-1995-96-PTC
RECOVERABLE AMOUNT OF RS 66,379 AGAINST
CONTRIBUTION WORKS
- clxx) AUDIT PARA # 14.1,PAGE-108-1995-96-PTC
EXPENDITURE WITHOUT SANCTION OF THE ESTIMATES AND
IN EXCESS OF SANCTIONED COST OF ESTIMATES OF RS
3,942 MILLION
- clxxi) AUDIT PARA # 14.2,PAGE-108-1995-96-PTC
MISCLASSIFICATION OF EXPENDITURE OF RESULTING IN
UNDER STATEMENT OF CAPITAL EXPENDITURE OF RS 2.038

- clxxii) AUDIT PARA # 14.3,PAGE-109-1995-96-PTC
NON-RECOVERY OF (I) COST OF THE TELEPHONE SPARES
VALUING OF RS 277,489 AND (II) COST OF REPLACEMENT OF
TELEPHONE SETS VALUING OF RS 96,890
- clxxiii) AUDIT PARA # 14.4,PAGE-111-1995-96-PTC\
NON RECOVERY OF TELEPHONE SETS OF CLOSED
CONNECTIONS
OF RS 65,500
- clxxiv) AUDIT PARA # 14.5,PAGE-111-1995-96-PTC
LOSS DUE TO NON RECOVERY OF TELEPHONE SETS OF RS
239,232
- clxxv) AUDIT PARA # 14.6,PAGE-111-1995-96-PTC
WASTEFUL EXPENDITURE OF RS 150,000
- clxxvi) AUDIT PARA # 14.7,PAGE-112-1995-96-PTC
LOSS DUE TO FREE REPLACEMENT OF TELEPHONE PARTS
OF RS 131,203
- clxxvii) AUDIT PARA # 14.8,PAGE-113-1995-96-PTC
NON RECOVERY OF RS 79,200 ON ACCOUNT OF LINE RENT
OF VHF LINKS
- clxxviii) AUDIT PARA # 14.9,PAGE-113-1995-96-PTC
NON RECOVERY OF RS 48,398 ON ACCOUNT OF HOUSE
RENT ALLOWANCE PLUS 5% DEDUCTION
- clxxix) AUDIT PARA # 14.10,PAGE-114-1995-96-PTC
NON COMPLETION OF ADP 1993-94 DUE TO NON RELEASE
OF FUNDS
- clxxx) AUDIT PARA # 14.11,PAGE-114-1995-96-PTC
NON ACHIEVEMENT OF TARGETS LAID DOWN IN ADP 1993-
94

PAC DIRECTIVE

On the presentation of above 180 paras by Audit, the Committee endorsed the decisions of the DAC and directed the Ministry to implement these decisions under report to Audit.

MINISTRY OF INTERIOR
INCLUDING
CAPITAL DEVELOPMENT AUTHORITY (CDA)

ACTIONABLE POINTS
(December 15, 2004)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT NO. 86-INTERIOR DIVISION**

(Total Grant of Rs 55,004,000)

(Saving of Rs 3,456,100)

PAC DIRECTIVE

The Committee expressed its concern over improper/poor budgeting/estimation by the concerned Officers/Officials of the Ministry. However, Committee regularized the saving in grant.

2. **GRANT NO. 87-ISLAMABAD**

(Total Grant of Rs 418,515,000)

(Saving of Rs 16,486,836)

PAC DIRECTIVE

The Committee regularized the saving in grant.

3. **GRANT NO. 88-PASSPORT ORGANIZATION**

(Total Grant of Rs 93,611,000)

(Saving of Rs 2,396,509)

PAC DIRECTIVE

The Committee regularized the saving in grant.

4. **GRANT NO. 89-CIVIL ARMED FORCES**

(Total Grant of Rs 2,765,660,000)

(Excess of Rs 8,939,560)

PAC DIRECTIVE

The Committee regularized the excess in grant.

5. **GRANT NO. 90-PAKISTAN COAST GUARDS**
(Total Grant of Rs 136,022,000)
(Saving of Rs 807,541)

PAC DIRECTIVE

The Committee regularized the saving in the grant.

6. **GRANT NO. 91-PAKISTAN RANGERS**
(Total Grant of Rs 2,063,396,000)
(Saving of Rs 274,146,212)

PAC DIRECTIVE

The Committee regularized the saving in the grant subject to satisfaction of the AGPR.

7. **GRANT NO. 92-REGISTRATION ORGANISATION**
(Total Grant of Rs 234,528,000)
(Excess of Rs 5,768,653)

PAC DIRECTIVE

The Committee regularized the excess in the grant with the direction to the Ministry/Department to get the issue resolved with M/o Finance.

8. **GRANT NO. 93-CIVIL DEFENCE**
(Total Grant of Rs 23,945,000)
(Saving of Rs 89,209)

PAC DIRECTIVE

The Committee regularized the saving in the grant.

9. **GRANT NO. 94-FEDERAL INVESTIGATION AGENCY**
(Total Grant of Rs 156,030,000)
(Saving of Rs 5,434,991)

PAC DIRECTIVE

The Committee regularized the saving in the grant.

10. **GRANT NO. 95-OTHER EXPENDITURE OF INTERIOR DIVISION**
(Total Grant of Rs 276,270,000)
(Saving of Rs 165,515,497)

PAC DIRECTIVE

The Committee expressed its displeasure on the issue. Therefore, the Committee constituted an Inter-Department Committee (IDC) comprising of FA M/o Interior as (Convener). AGPR and JS Interior for in depth examination of issues involved in the Grant, fixing of responsibility, against the persons found at fault alongwith actions against them will report to the PAC.Imp Section, within 03 months.

11. **GRANT NO. 159-DEVELOPMENT EXPENDITURE OF INTERIOR DIVISION**

(Total Grant of Rs 73,574,000)

(Saving of Rs 16,248,951)

PAC DIRECTIVE

The Committee regularized the saving in the grant.

**AUDIT REPORT FEDERAL GOVERNMENT FOR THE YEAR 1995-96
ISLAMABAD CAPITAL TERRITORY (ICT)**

12. **AUDIT PARA # 1, PAGE-73-ARFG-1995-96
IRREGULAR & DOUBTFUL PURCHASE OF MOBILE WORKSHOP
WORTH RS 1,035,00**

PAC DIRECTIVE

The Committee settled the para subject to ex-post facto approval from the Ministry of Finance.

13. i) **AUDIT PARA # 2, PAGE-73-ARFG-1995-96
UNAUTHORIZED RETENTION OF VEHICLES WORTH RS
649,5000**

ii) **AUDIT PARA # 3, PAGE-74-ARFG-1995-96
EMBEZZLEMENT OF RS 308,200 SHOWN SPENT ON REPAIR
OF AGRICULTURE MACHINERY**

PAC DIRECTIVE

After detailed discussion on both the above said two Audit Paras, the Committee constituted an IDC comprising of Mian Ali Mehmood, DFA (Convener) M/o Interior, Mr. M. Ilyas Khokhar, DD (FG) And Mr. M. Ali, Dir. Soil Conservation Department (ICT) M/o Interior, as Members. The IDC was directed to further examine the issues of procedures followed/adopted especially with respect to transparency, fixing of responsibility vis-à-vis action against the persons found at fault, under report to the PAC.Imp Section in 03 months.

ACTIONABLE POINTS
(January 4, 2006)

AUDIT REPORT FOR THE YEAR 1995-96

14. i) **AUDIT PARA # A-II-1, PAGE-10-AR-1995-96**
PAYMENT OF INADMISSIBLE ESCALATION OF RS 204,863
- ii) **AUDIT PARA # B-I-1, PAGE-12-AR-1995-96**
NON-RECOVERY OF PROPERTY TAX OF RS 164.447 MILLION
- iii) **AUDIT PARA # B-I-2, PAGE-13-AR-1995-96**
NON-RECOVERY OF PROPERTY TAX OF RS 3.395 MILLION
- iv) **AUDIT PARA # B-II-1, PAGE-13-AR-1995-96**
NON-RECOVERY OF PROPERTY TAX OF RS 34.173 MILLION
- v) **AUDIT PARA # B-IV-1, PAGE-14-AR-1995-96**
NON-RECOVERY OF RENT OF RS 795,465
- vi) **AUDIT PARA # B-V-1, PAGE-14-AR-1995-96**
NON-RECOVERY OF COST OF MATERIAL AND OTHER DUES
OF RS 515,669
- vii) **AUDIT PARA # B-V-2, PAGE-15-AR-1995-96**
NON-RECOVERY OF COST OF MATERIAL AND OTHER DUES
OF RS 99,122
- viii) **AUDIT PARA # B-V-3, PAGE-15-AR-1995-96**
NON-RECOVERY OF COST OF MATERIAL AND OTHER DUES
OF RS 63,000
- ix) **AUDIT PARA # B-VI-1, PAGE-16-AR-1995-96**
NON-RECOVERY OF ROYALTY OF RS 51,057
- x) **AUDIT PARA # C-I-2, PAGE-17-AR-1995-96**
LOSS DUE TO MISAPPROPRIATION OF RECEIPTS WORTH OF
RS 1.325 MILLION
- xi) **AUDIT PARA # C-II-1, PAGE-18-AR-1995-96**
MISAPPROPRIATION OF FUNDS OF RS 2.850 MILLION
THROUGH IRREGULAR PURCHASE OF VEHICLES
- xii) **AUDIT PARA # C-II-2, PAGE-17-AR-1995-96**
MISAPPROPRIATION OF FUNDS OF RS 800,000 THROUGH
IRREGULAR PURCHASE OF VEHICLES

xiii) **AUDIT PARA # D-I-1, PAGE-21-AR-1995-96**
IRREGULAR AWARD OF WORK WORTH OF RS 2.230 MILLION

xiv) **AUDIT PARA # D-II-1, PAGE-22-AR-1995-96**
OUTSTANDING INSPECTION REPORTS & AUDIT NOTES

PAC DIRECTIVE

On presentation of above 14 paras, Audit informed the Committee that the DAC, after detailed scrutiny, has recommended the said paras for settlement. The Committee endorsed the recommendations of the DAC.

15. i) **AUDIT PARA # A-II-1, PAGE-10-AR-1995-96**
OVERPAYMENT OF RS 351,286 DUE TO NON-DEDUCTION OF VOIDS

ii) **AUDIT PARA # A-I.2, (PAGE-8-AR-CDA-1995-96)**
OVERPAYMENT OF RS 153,767 DUE TO NON DEDUCTION OF VOIDS

iii) **AUDIT PARA # A-I.3, (PAGE-8-AR-CDA-1995-96)**
OVERPAYMENT OF RS 144,452 DUE TO NON DEDUCTION OF VOIDS

iv) **AUDIT PARA # A-I.4,(PAGE-9-AR-CDA-1995-96)**
OVERPAYMENT OF RS 124,758 DUE TO NON DEDUCTION OF VOIDS

v) **AUDIT PARA # A-I.5, PAGE-9-AR-CDA-1995-96)**
OVERPAYMENT OF RS 119,937 DUE TO NON DEDUCTION OF VOIDS

vi) **AUDIT PARA # A-I.6, (PAGE-10-AR-CDA-1995-96)**
OVERPAYMENT OF RS 87,634 DUE TO NON DEDUCTION OF VOIDS

vii) **AUDIT PARA # A-I.7, (PAGE-10-AR-CDA-1995-96)**
OVERPAYMENT OF RS 69,833 DUE TO NON DEDUCTION OF VOIDS

PAC DIRECTIVE

The Committee expressed its concern to the Department/Ministry for not taking any action against the persons at fault and directed the PAO to ensure recovery of the balance amount as well as disciplinary action against the officers/officials found responsible with a report to the PAC Secretariat/Audit within 03 months.

16. i) **AUDIT PARA # A-III.1, (PAGE-11-AR-1995-96)**
INADMISSIBLE PAYMENT OF RS 96,129/77
- ii) **AUDIT PARA # B-III.1, PAGE-13-AR-1995-96**
NON-RECOVERY OF RISK & COST OF RS 1.103 MILLION

PAC DIRECTIVE

The Committee settled the above 02 Audit Paras subject to full recovery and verification thereof by the Audit Department. The Committee also directed the Chairman, CDA to prepare a list of such cases and take them up with the Collector ICT, personally, for their early disposal with a report to the PAC Secretariat/Audit.

17. **AUDIT PARA # C-I.1, (PAGE-17-AR-1995-96)**
LOSS DUE TO MISAPPROPRIATION OF RECEIPTS WORTH RS 4.112 MILLION

PAC DIRECTIVE

The Committee settled the Para subject to written off the balance amount by the competent authority. The Committee, however, directed the Department to further strengthen their system and ensure non-occurrence of such problems in future.

18. **AUDIT PARA # C-III.1, (PAGE-19-AR-1995-96)**
LOSS OF RS 2.318 MILLION DUE TO CONTRACT MISMANAGEMENT

PAC DIRECTIVE

The Committee settled the Para. However, the Committee directed the Department/ Ministry to provide the details of loss of Rs 0.353 million to Audit for verification.

19. **AUDIT PARA # C-III.2, (PAGE-20-AR-1995-96)**
LOSS OF RS 1.562 MILLION DUE TO CONTRACT MISMANAGEMENT

PAC DIRECTIVE

The Committee showed its displeasure for not constituting the Inquiry Committee in time by the competent authority and directed the PAO that the Inquiry Committee should be instructed to finalize its report and the compliance on its recommendations, thereof, should be completed within 03 months with report to the PAC Secretariat/ Audit.

20. **AUDIT PARA # C-III.3, (PAGE-20-AR-1995-96)**
LOSS OF RS 1.493 MILLION DUE TO CONTRACT MISMANAGEMENT

PAC DIRECTIVE

The Committee directed the PAO to provide a copy of the decision of the Board of Directors of the CDA to the PAC Secretariat/Audit. On satisfaction of Audit, the para will be treated as settled.

21. **AUDIT PARA # C-III.4, (PAGE-20-AR-1995-96)**
LOSS OF RS 900,000 DUE TO CONTRACT MISMANAGEMENT

PAC DIRECTIVE

The Committee showed its displeasure and termed it a clear embezzlement. The Committee also directed the Department to ensure finalization of the recommendation of the Inquiry Report and actions thereof, within 03 months with report to the PAC Secretariat/ Audit.

KASHMIR AFFAIRS & NORTHERN AREAS (KANA) DIVISION

ACTIONABLE POINTS **(August 30, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 129- KASHMIR AFFAIRS AND NORTHERN AFFAIRS DIVISION**
(Total Grant of Rs 78,469,00)
(Saving of Rs 16,771,986)

PAC DIRECTIVE

The Committee directed the PAO to reconcile the figures with AGPR and on satisfaction of the AGPR, the saving of the grant would be treated as regularized.

2.
 - i) **GRANT # 130-NORTHERN AREAS**
(Total Grant of Rs 506,421,000)
(Saving of Rs 3,712,162)
 - ii) **GRANT # 131- FEDERAL GOVERNMENT EDUCATIONAL INSTITUTIONS IN NORTHERN AREAS**
(Total Grant of Rs 205,535,000)
(Excess of Rs 15,023,866)
 - iii) **GRANT # 138- CAPITAL OUTLAY ON PURCHASES BY KASHMIR AFFAIRS AND NORTHERN AFFAIRS DIVISION**
(Total Grant of Rs 164,000,000)
(Saving of Rs 2,617,730)
 - iv) **GRANT # 171-DEVELOPMENT EXPENDITURE OF KASHMIR AFFAIRS AND NORTHERN AFFAIRS DIVISION (TOTAL GRANT OF RS 663,000,000)**
(Saving of Rs 8,669,164)

PAC DIRECTIVE

On the recommendation by the AGPR, the Committee regularized the savings/excess in the grants with direction to be careful in future and improve the accounting system of the Ministry.

3. **GRANT # 132-OTHER EXPENDITURE OF KASHMIR AFFAIRS AND NORTHERN AFFAIRS DIVISION**
(Total Grant of Rs 2,487,458,000)
(Saving of Rs 256,790,822)

PAC DIRECTIVE

The Committee directed the PAO to reconcile the figures of the grants with AGPR within 10 days. On satisfaction of the AGPR, the grant would be treated as regularized.

AUDIT REPORT FOR THE YEAR 1995-96

4. i) **AUDIT PARA # 1, PAGE-129-AR-1995-96**
IRREGULAR DEPOSIT OF RS 986,000 INTO BANK ACCOUNT
TO AVOID LAPSE
ii) **AUDIT PARA # 4, PAGE-130-AR-1995-96**
SUSPECTED EMBEZZLEMENT OF RS 1.619 MILLION
IRREGULAR DRAWN TO AVOID LAPSE OF FUNDS

PAC DIRECTIVE

The Committee settled the above paras with direction to the Division/Department to be careful in future.

5. **AUDIT PARA # 6, PAGE-131-AR-1995-96**
SUSPECTED MISAPPROPRIATION OF RS 1,379,984 REALIZED
FROM PATIENTS

PAC DIRECTIVE

The Committee directed the PAO to inquire into the matter himself, if he is satisfied, then para will be settled.

6. i) **AUDIT PARA # 2, PAGE-129-AR-1995-96**
UNNECESSARY PROCUREMENT/NON-UTILIZATION OF 25223
IMPORTED
G-I SHEETS WORTH OF RS 6,103,250 DONATED BY
GOVERNMENT OF JAPAN
ii) **AUDIT PARA # 3, PAGE-130-AR-1995-96**
UNNECESSARY EXPENDITURE OF RS 498,000 ON THE
PURCHASE OF G-I PIPES
iii) **AUDIT PARA # 5, PAGE-131-AR-1995-96**
IRREGULAR/UNAUTHORIZED DRAWL OF RURAL
DEVELOPMENT FUND OF RS 96,000 FOR REPAIR OF
VEHICLES

- iv) **AUDIT PARA # 7, PAGE-132-AR-1995-96**
SUSPECTED MISAPPROPRIATION OF RS 129,480
- v) **AUDIT PARA # 8, PAGE-132-AR-1995-96**
IRREGULAR PURCHASE OF MEDICINES VALUING OF RS
1,335,151
- vi) **AUDIT PARA # 9, PAGE-133-AR-1995-96**
NON-OBTAINING OF DETAILED ADJUSTMENT ACCOUNTS
AGAINST ADVANCE PAYMENT OF RS 16,813,719
- vii) **AUDIT PARA # 10, PAGE-133-AR-1995-96**
IRREGULAR PAYMENT OF 1,020,085 TO DEPUTY
COMMISSIONER GILGIT FOR CELEBRATION OF JASHAN-E-
AZADI GILGIT 1990-91 WITHOUT DETAILED ACCOUNTS
- viii) **AUDIT PARA # 11, PAGE-134-AR-1995-96**
IRREGULAR PAYMENT OF RS 519,940 AN OFFICIAL FOR
PURCHASE OF STORE ITEMS

PAC DIRECTIVE

On presentation of above eight paras by Audit, the Committee endorsed the DAC decisions and directed the PAO to implement these decisions under report to Audit.

AUDIT REPORT FOR THE YEAR 1995-96

- 7. **AUDIT PARA # A-1-1, PAGE-85-AR-1995-96**
OVERPAYMENT OF RS 0.490 MILLION

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit.

- 8. **AUDIT PARA # B-1-1, PAGES-85-86-AR-1995-96**
LOSS OF RS 524,095

PAC DIRECTIVE

The Committee directed the PAO to implement the decision of the DAC within 03 months with a report to PAC/Audit.

**AUDIT REPORT PUBLIC SECTOR ENTERPRISES
FOR THE YEAR 1995-96 (VOL-X)**

9. i) **AUDIT PARA # 196, PAGE-173-ARPSE-1995-96**
- ii) **AUDIT PARA # 197, PAGE-174-ARPSE-1995-96**
AUDIT COMMENTS ON THE ACCOUNTS FOR THE YEAR 1995-96
- iii) **AUDIT PARA # 198, PAGE-175-ARPSE-1995-96**
- iv) **AUDIT PARA # 199, PAGE-175-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the above 04 paras.

MINISTRY OF LABOUR, MANPOWER & OVERSEAS PAKISTANIS

ACTIONABLE POINTS
(June 21, 2004)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-1995-96)

1. **GRANT NO. 100-LABOUR DIVISION**

(Total Grant of Rs 40,998,000)

(Saving of Rs 1,970,229)

PAC DIRECTIVE

The Committee directed the Ministry to be careful in future and reconcile the figures with AGPR. If the AGPR is satisfied, the saving is treated as regularized.

2. **GRANT NO. 101-OTHER EXPENDITURE OF LABOUR**

(Total Grant of Rs 1,410,791,000)

(Excess of Rs 485,270,334)

PAC DIRECTIVE

The Committee constituted an Inter-departmental Committee (IDC) with the direction to look into the matter, fix responsibility, suggest action(s) against the responsible person(s) and report to the Committee before 31st July, 2004. The IDC will comprise of the officers of Joint Secretary level of the Audit Department, Ministry of Finance, Ministry of Labour & Manpower.

3. **GRANT NO. 102-MANPOWER AND OVERSEAS PAKISTANIS**

(Total Grant of Rs 150,650,000)

(Saving of Rs 26,537,707)

PAC DIRECTIVE

The Committee observed that budgetary control in the Ministry is not working properly. The Committee directed the PAO to take immediate and corrective measures to improve budgetary discipline and enforce strict financial control. The Committee, however, regularized the saving in the grant.

4. **GRANT NO. 161-DEVELOPMENT EXPENDITURE OF LABOUR**
(Total Grant of Rs 8,989,000)
(Saving of Rs 7,474,463)

PAC DIRECTIVE

The Committee observed that the development grant should not have been spent on non-development purpose and directed the Ministry to reconcile the accounts with AGPR, before the closing of financial year 2004, immediately with a report to the Committee as well as to Audit department.

5. **GRANT NO. 162-DEVELOPMENT EXPENDITURE OF MANPOWER AND OVERSEAS PAKISTANIS**
(Total Grant of Rs 533,011,000)
(Saving of Rs 129,520,248)

PAC DIRECTIVE

The Committee directed the Ministry to reconcile the accounts with AGPR and M/o Finance regularly on quarterly basis. The Committee however, regularized the grant.

AUDIT REPORT FOR THE YEAR 1995-96

6. **PARA 1, PAGE 75-AR**
IRREGULAR EXPENDITURE ON THE PURCHASE OF DURABLE GOODS AMOUNTING TO RS 572,781

PAC DIRECTIVE

The Committee observed that it was a gross irregularity, the correct procedure has not been adopted by the department. The Committee directed the PAO to issue warning to the person(s) concerned for purchasing of durable goods without adopting proper procedure. The Committee further directed the PAO to be careful in future and settled the para.

SINDH WORKERS WELFARE BOARD

7. **PARA NO. A-I.1, PAGE 89-AR**
NON-RECOVERY OF INCOME TAX OF RS 0.195 MILLION

PAC DIRECTIVE

The Committee endorsed the decision of the DAC.

AUDIT REPORT ON PUBLIC SECTOR ENTERPRISE (VOL-X-1995-96)
(EMPLOYEES OLD-AGE BENEFITS INSTITUTION)

8. i) **PARA 201, PAGE 180-ARPSE**
ii) **(PARA 202, PAGE 181-ARPSE**
LOSS DUE TO NON-RECOVERY OF CONTRIBUTION
AMOUNTING TO RS 1.019 MILLION FROM EMPLOYER OF THE
CLOSED UNITS

PAC DIRECTIVE

The Committee endorsed the decision of the DAC.

OVERSEAS EMPLOYMENT CORPORATION (PVT) LIMITED

9. **PARA 204, PAGE 183-ARPSE**

PAC DIRECTIVE

The Committee deferred the Para till the next meeting.

10. **PARA 205, PAGE 183-ARPSE**

PAC DIRECTIVE

The Committee directed the PAO to provide a comprehensive list of the defaulters to the Committee and recover the outstanding amount from the concerned person(s). If the Ministry fail to recover the amount, the recovery may be made from the salary of the persons who issued the tickets. Report should be submitted by 31.7.2004.

11. **PARA 208, PAGE 184-ARPSE**
LOSS OF RS.271,580 DUE TO REPATRIATION CHARGES OF
WORKERS

PAC DIRECTIVE

The Committee endorsed the decision of the DAC.

12. **OVERSEAS PAKISTANIS FOUNDATION**
PARA 209, PAGE 185-ARPSE

PAC DIRECTIVE

The Committee directed the Audit Department to conduct a Performance Audit of the organization and provide it to the Committee for further consideration. The Committee also directed the PAO to provide following record/information to the Committee/Audit within 01 month.

- i) Purchase of land.

- ii) Zonal office building of Karachi.
- iii) Worker Welfare Fund-Kidney Centre in Karachi.
- iv) Detail of capital investment-return, benefit to public.

13. **PARA 210, PAGE 185-ARPSE**

PAC DIRECTIVE

The Committee endorsed the DAC decision.

14. **PARA 214, PAGE 186-ARPSE**

PAC DIRECTIVE

The Committee directed the PAO to revise the book as required and upload the 45% on its website immediately and remaining should be uploaded before 31 December 2004 positively.

15. **PARA 216, PAGE 187-ARPSE**

PAC DIRECTIVE

The Committee constituted an Inter Departmental Committee (IDC) at level of Joint Secretary to examine the issue, determine the expenditure of the said project and report to the Committee before 15 August 2004.

16. **PARA 217, PAGE 187-ARPSE**

PAC DIRECTIVE

The Committee directed the PAO to get verification of new procedure of collection by the Audit. The Committee also directed the department to reconcile the accounts of Welfare Fund of the organization and report to the Committee.

17. **PARA 218, PAGE 188-ARPSE**
BLOCKAGE OF FUNDS TO THE TUNE OF Rs.56.954 MILLION DUE TO DEFECTIVE PLANNING OF HOUSING SCHEME

PAC DIRECTIVE

The Committee directed the Managing Director OPF to examine the matter with all aspects, fix responsibility, if some one is at fault and fact finding report should be submitted to the Committee before 31st July, 2004. The Committee further directed the Managing Director OPF to

examine the matter regarding all housing schemes of OPF in detail and report to the Committee.

KAGHAN BRICK WORKS LIMITED

18. **PARA 219, PAGE 189-ARPSE**

PAC DIRECTIVE

The Committee directed the PAO to provide the required record regarding the payment of loans by OPF to the Audit for verification and report to the Committee.

19. **PARA 220, PAGE 189-ARPSE**

PAC DIRECTIVE

The Committee settled the Para.

20. i) **PARA 206, PAGE 183-ARPSE**
ii) **PARA 207, PAGE 183-ARPSE**
iii) **PARA 211, PAGE 186-ARPSE**
iv) **PARA 212, PAGE 186-ARPSE**
v) **PARA 213, PAGE 186-ARPSE**
vi) **PARA 215, PAGE 187-ARPSE**
vii) **PARA 221, PAGE 190-ARPSE**
viii) **PARA 222, PAGE 190-ARPSE**
ix) **PARA 223, PAGE 190-ARPSE**
x) **PARA 224, PAGE 191-ARPSE**

PAC DIRECTIVE

The Committee referred the above 10 Paras to Departmental Accounts Committee (DAC) for re-consideration and its report till 31st August 2004 to PAC.

**MINISTRY OF LAW JUSTICE, HUMAN RIGHTS
AND PARLIAMENTARY AFFAIRS**

**ACTIONABLE POINTS
(December 16, 2004)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

2. **GRANT # 97-LAW AND JUSTICE**
(Total Grant of Rs 116,607,000)
(Excess of Rs 196,231)

PAC DIRECTIVE

The Committee accepted the point of view of the department and regularized the excess in grant.

3. **GRANT # 99-OTHER EXPENDITURE OF LAW AND JUSTICE**
(Total Grant of Rs 199,895,000)
(Saving of Rs 21,685,129)

PAC DIRECTIVE

The Committee regularized the saving in grant.

**MINISTRY OF LOCAL GOVERNMENT AND RURAL
DEVELOPMENT**

ACTIONABLE POINTS
(December 28, 2005)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 103-M/O LOCAL GOVERNMENT & RURAL DEVELOPMENT**
(Total Grant of Rs 32,436,000)
(Excess of Rs 1,471,533)

PAC DIRECTIVE

The Committee regularized the excess expenditure in grant.

2. **GRANT # 163-DEVELOPMENT EXPENDITURE OF M/O LOCAL
GOVERNMENT & RURAL DEVELOPMENT**

PAC DIRECTIVE

The Committee deferred the above grant for its next meeting and directed the Joint Secretary, M/o Local Government and Rural Development that the Principal Accounting Officer (PAO) should appear before the Committee in the next meeting.

MINISTRY OF MINORITIES AFFAIRS

ACTIONABLE POINTS
(December 29, 2004)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 115-MINORITIES AFFAIRS DIVISION**
(Total Grant of Rs 61,972,000)
(Saving of Rs 70,828)

PAC DIRECTIVE

The Committee regularized the saving in grant.

NATIONAL ASSEMBLY SECRETARIAT

ACTIONABLE POINTS (September 18, 2007)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I) (1995-1996)

1. **GRANT NO.104-NATIONAL ASSEMBLY**
(Total Grant (Charged) of Rs 138,126,000)
(Total Grant (Other than Charged) of Rs 303,237,000)
{Savings of Rs (-) 2,570,038 (Charged)}
{Savings of Rs (-) 160,823,577 (Other Than Charged)}

AGPR pointed out that the grant was closed with the saving of Rs 2,570,038/- in the "Charged Section" which works out to 1.86% of the total appropriation.

In the "Other Than Charged Section", the grant was closed with the saving of Rs 160,823,577/- works out to 53.03% of the total grant. An amount of Rs 15,000,000 was surrendered leaving net saving of Rs 145,823,577 (48.09%).

The representatives of the National Assembly Secretariat informed the Committee that saving in the grant was in order to meet un-expected requirements and outstanding claims of the MNAs' salaries, TA/DA etc. These savings has already been discussed and settled in the meeting of the Ad-hoc PAC held on 24-07-2001.

PAC DIRECTIVE

After hearing the Secretariat's reply, the Committee regularized the saving in grant.

MINISTRY OF NARCOTICS CONTROL

ACTIONABLE POINTS
(December 15, 2004)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT NO. 96-NARCOTICS CONTROL DIVISION**
(Total Grant of Rs 123,167,000)
(Saving of Rs 6,793,126)

PAC DIRECTIVE

The Committee regularized the saving in grant with a note of displeasure.

2. **GRANT NO. 160-DEVELOPMENT EXPENDITURE OF NARCOTICS CONTROL DIVISION**
(Total Grant of Rs 230,549,000)
(Saving of Rs 2,981,874)

PAC DIRECTIVE

The Committee directed that AGPR and the Ministry should reconcile the figure of the Grant within one month under report to the PAC Implementation Section. The Grant will be treated as regularized on satisfaction of the AGPR.

PAKISTAN ATOMIC ENERGY COMMISSION

ACTIONABLE POINTS
(December 16, 2004)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

4. **GRANT # 14 ATOMIC ENGERGY**
(Total Grant of Rs 968,743,000)
(Saving/Excess - Nil)

PAC DIRECTIVE

The Committee congratulated/appreciated the department on their good performance.

5. **GRANT # 175 CAPTIAL OUTLAY ON DEVELOPMENT OF ATOMIC ENERGY**
(Total Grant of Rs 4,832,579,000)
(Saving of Rs 75,000,000)

PAC DIRECTIVE

The Committee regularized the saving in grant.

PARLIAMENTARY AFFAIRS DIVISION

ACTIONABLE POINTS
(December 16, 2004)

APPROPRIATION ACCOUNTS (CIVIL) (Vol-I-1995-96)

6. **GRANT # 98-PARLIAMENTARY AFFAIRS**
(Total Grant of Rs 23,350,000)
(Saving of Rs 253,459)

PAC DIRECTIVE

The Committee regularized saving in grant.

MINISTRY OF PETROLEUM & NATURAL RESOURCES

ACTIONABLE POINTS **(March 29-30, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 106-MINISTRY OF PETROLEUM & NATURAL RESOURCES**
(Total Grant of Rs 43,966,000)
(Saving of Rs 7,060,858)
- ii) **GRANT # 186-CAPITAL OUTLAY ON PETROLEUM & NATURAL RESOURCES**
(Total Grant of Rs 1,939,513,000)
(Saving of Rs 90,040,304)

PAC DIRECTIVE

On presentation of above 02 grants by the AGPR, the Committee regularized the savings in grants with the direction that the Ministry should be careful in future.

2. i) **GRANT # 108-OTHER EXPENDITURE OF M/O PETROLEUM & NATURAL RESOURCES**
(Total Grant of Rs 552,293,000)
(Saving of Rs 525,096,491)
- ii) **GRANT # 164-DEVELOPMENT EXPENDITURE OF M/O PETROLEUM & NATURAL RESOURCES**
(Total Grant of Rs 5,963,000)
(Saving of Rs 993,000)

PAC DIRECTIVE

On presentation of above 02 grants by the AGPR, the Committee constituted an Inter Departmental Committee (IDC) to further probe into the above grants under the Convenership of Syed Muhammad Afzal, Financial Advisor (FA), M/o Petroleum and Natural Resources, M/o Finance, Mr. Asif Ali, Director General (PR), Mr. Sabir Hussain, Director General (Oil) (M/O P&NR). The Terms of Reference for the IDC will be as under:-

- i) Examine the issue of Financial mismanagement and indiscipline, as contained in the grants, by the Ministry;
- ii) Suggest remedial measures for improvement in the system/procedure;
- iii) Fix responsibility against the persons(s) found at fault, and;
- iv) Report in two months.

3. i) **GRANT # 107-GEOLOGICAL SURVEY**
(Total Grant of Rs 76,987,000)
(Saving of Rs 4,659,070)
- ii) **GRANT # 187-CAPITAL OUTLAY ON MINERAL DEVELOPMENT**
(Total Grant of Rs 56,754,000)
(Saving of Rs 13,067,216)

PAC DIRECTIVE

On presentation of above 02 grants by the Chief Accounts Officer of the Geological Survey of Pakistan, the Committee regularized the above savings in the grants.

AUDIT REPORT ON INDIRECT TAXES (VOL-III-1995-96)

4. **AUDIT PARA # 7.1, PAGE-111-AR-1995-96**
NON-REALIZATION OF INTEREST OF RS 440.000 MILLION

PAC DIRECTIVE

The Committee directed the Ministry of Finance to check as to how GDS was treated in the books of Finance Division and whether GDS was outstanding or not. The Committee further desired that the representative of Finance Division should report, if there was any amount due from SNGPL as per book entries by 31st July 2002. The Committee further directed M/o Finance to implement the decision within 01 month with a report to PAC/Audit.

AUDIT REPORT FOR THE YEAR 1995-96

5. **AUDIT PARA # 2, PAGE-125-AR-1995-96**
ILLEGAL PURCHASE OF OIL PRODUCTS FROM M/S TAFTAN OIL COMPANY QUETTA - LOSS OF RS 2.385 MILLION PER DAY

PAC DIRECTIVE

On presentation of above para, the Committee constituted an Inter Departmental Committee (IDC) under the Convenership of Syed Muhammad Afzal (FA), M/o Finance, Mr. Sarshar Ahmad, DG (Audit), and Mr. Sabir Hussain, DG, Oil, M/o P&NR as a member.

The Terms of Reference of IDC are as follows:-

- i) Why the ECC decision was violated?
- ii) Why the open tenders were not called for, from the open market as required under the rules?
- iii) Why the purchase of oil was made on high rates as compared to the then prevailing market rate?

- iv) Were the Central Excise Duty and development charges assessed and deposited in the Treasury as required under the rule?
 - v) Whether all these purchases were in contradiction to Government import policies?
 - vi) Fix responsibilities against the person(s) found at fault;
 - vii) Report in two months.
6. i) **AUDIT PARA # 1, PAGE-125-AR-1995-96**
NON-RECOVERY OF PENALTIES IMPOSED BY THE DEPARTMENT WORTH US\$ 1.317 MILLION
- ii) **AUDIT PARA # 3, PAGE-126-AR-1995-96**
UNAUTHORIZED CHANGE OF LAYCAN WHICH INFLICTED DEMURRAGES OF US\$ 70,060
- iii) **AUDIT PARA # 4, PAGE-126-AR-1995-96**
ENHANCEMENT OF DEALERS COMMISSION VIOLATION OF PETROLEUM POLICY

PAC DIRECTIVE

On presentation of above 03 Audit Paras by the Audit, the Committee settled the paras.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES
FOR THE YEAR 1995-96

MARI GAS COMPANY LIMITED

7. **AUDIT PARA # 6, PAGE-16-ARPSE-1995-96**
DOUBTFUL EXPENDITURE OF RS 564,000 ON THE REPAIR OF A RIG

PAC DIRECTIVE

On presentation of above Para, Audit informed the Committee that a High Powered Committee was constituted to decide whether the accounts of such companies are to be audited by the Auditor General of Pakistan or not. The Committee deferred the Audit Para till the decision of the High Powered Committee.

8. **AUDIT PARA # 8, PAGE-19-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by the Audit within 02 weeks.

9. **AUDIT PARA # 9, PAGE-19-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by the Audit within 02 weeks.

10. **AUDIT PARA # 12, PAGE-19-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by the Audit within two weeks.

11. **AUDIT PARA # 14, PAGE-20-ARPSE-1995-96**
IMPRUDENT EXPENDITURE OF RS 8.000 MILLION DUE TO ILL-PLANNING AND NON-RECOVERY OF LIQUIDATED DAMAGE AMOUNTING TO RS 0.990 MILLION

PAC DIRECTIVE

The Committee settled the para subject to verification of the relevant record by the Audit within two weeks.

12. **AUDIT PARA # 16, PAGE-21-ARPSE-1995-96**
EXPECTED LOSS OF RS 1.079 MILLION DUE TO PROCUREMENT OF DEFECTIVE COMPUTER SYSTEM

PAC DIRECTIVE

The Committee directed the Department to get the expenditure regularized from the competent authority and verified from Audit. The Committee also observed that the internal financial control system is very weak and department should improve it in future.

13. **AUDIT PARA # 17, PAGE-22-ARPSE-1995-96**
LOSS OF CANADIAN \$ 310,443.75 DUE TO FORGERY/TAMPERING IN THE PROCUREMENT ORDER OF CEMENTING EQUIPMENT

PAC DIRECTIVE

The Committee directed the Ministry that the losses should be condoned by the Board of Directors of the Company and get it verified from Audit.

14. **AUDIT PARA # 21, PAGE-27-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit within two weeks.

15. **AUDIT PARA # 26, PAGE-28-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para subject to verification of the results of physical verification conducted by statutory audit within 03 months.

16. **AUDIT PARA # 43, PAGE-37-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para subject to verification of the relevant record by Audit. The Committee directed the Ministry that aging of receivable should be provided to audit to verify the results.

17. **AUDIT PARA # 44, PAGE-37-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit. The Committee also directed the company to provide region-wise-losses-list to Audit before 30 June 2006.

18. **AUDIT PARA # 45, PAGE-38-ARPSE-1995-96**
LOSS OF RS 1.900 MILLION DUE TO IMPRUDENT FINANCIAL
MANAGEMENT

PAC DIRECTIVE

The Committee directed the PAO to provide the copies of relevant record with reference to policy of obtaining loans at higher rates and placing them in schemes yielding lower interest to audit for verification. The Committee also directed the DG Commercial Audit to attend the meeting of the Board of Directors of the Company to be held on 27 April 2006 and report to PAC before 15 May, 2006.

19. **AUDIT PARA # 47, PAGE-39-ARPSE-1995-96**
LOSS OF RS 6.418 MILLION ON THE DISPOSAL OF METERS AND
REGULATORS, WHICH FAILED PREMATURELY

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit. The Committee also directed the management of Sui Northern Gas Pipeline Limited (SNGPL) to provide the record of the Lahore Region, about the date of installation of meters/regulators and dates of their removal from premises of consumers in the year 1995-96 to Audit within one month.

20. **AUDIT PARA # 50, PAGE-49-ARPSE-1995-96**
LOSS OF RS 423,107 DUE TO WRITING OFF OF IMPORTED SPARE PARTS

PAC DIRECTIVE

The Committee directed the Ministry to provide copies of documents showing sale proceeds received from auction of obsolete items, regularization of losses from BOD alongwith reasons for non-selling of such spares with the machinery to Audit for verification.

21. **AUDIT PARA # 62, PAGE-51-ARPSE-1995-96**

PAC DIRECTIVE

The Committee directed the Ministry to provide the relevant record to Audit for physical verification of fixed assets within six months.

22. **AUDIT PARA # 64, PAGE-51-ARPSE-1995-96**

PAC DIRECTIVE

The Committee directed the Ministry to provide the relevant record to Audit with reference to details of the projects, where the machinery was installed? Was it installed at the same site for which it was required, for verification before 15 May 2006.

23. **AUDIT PARA # 65, PAGE-52-ARPSE-1995-96**
BLOCKADE OF FUNDS TO THE EXTENT OF RS 1.698 MILLION

PAC DIRECTIVE

The Committee directed the Ministry to provide the relevant record to Audit with reference to investigation of loss carried out by the management of PMDC. Fix responsibility against the persons responsible for purchasing the machinery without requirement.

24. i) **AUDIT PARA # 61, PAGE-51-ARPSE-1995-96**

ii) **AUDIT PARA # 63, PAGE-51-ARPSE-1995-96**

PAC DIRECTIVE

On presentation of above 02 Audit paras, the Committee settled the paras.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES VOLUME-X-C

25. **AUDIT PARA # 32, PAGE-30-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para subject to verification of the recovered amount by Audit.

26. **AUDIT PARA # 33, PAGE-31-ARPSE-1995-96**
NON-RECOVERY OF OLD OUTSTANDING AMOUNT OF US\$ 32065.45
ON ACCOUNT OF SUPPLY OF BUNKER

PAC DIRECTIVE

The Committee settled the para after written off the outstanding amount from the Board of Directors with a report to PAC/Audit.

SAINDAK METALS (PVT) LIMITED QUETTA

27. **AUDIT PARA # 35, PAGE-33-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para subject to satisfaction of the Audit.

SUI SOUTHERN GAS COMPANY LIMITED

28. i) **PARA # 03-04(8), PAGE 14-ARPSE-1995-96**
NON-SUBMISSION OF ACCOUNTS
- ii) **PARA # 29, PAGE 30-ARPSE-1995-96**
PAKISTAN STATE OIL COMPANY LIMITED
- iii) **PARA # 30, PAGE 30-ARPSE-1995-96**
- iv) **PARA # 31 PAGE 30-ARPSE-1995-96**
- v) **PARA # 34 PAGE 32-ARPSE-1995-96**
INFRACTION EXPENDITURE OF RS 0.319 MILLION IN
CONTRAVENTION OF GOVERNMENT ORDERS

SAINDAK METALS (PVT) LIMITED QUETTA

- vi) **PARA # 36 PAGE 34-ARPSE-1995-96**
- vii) **PARA # 37 PAGE 34-ARPSE-1995-96**
- viii) **PARA # 38 PAGE 34-ARPSE-1995-96**

- ix) **PARA # 39 PAGE 34-ARPSE-1995-96**
- x) **PARA # 40, PAGE 34-ARPSE-1995-96**
- xi) **PARA # 41 PAGE 34-ARPSE-1995-96**

UNION TEXAS PAKISTAN

- xii) **PARA #52 PAGE 45-ARPSE-1995-96**
- xiii) **PARA #53 PAGE 45-ARPSE-1995-96**
- xiv) **PARA #54 PAGE 45-ARPSE-1995-96**
- xv) **PARA #55 PAGE 46-ARPSE-1995-96**
STATE PETROLEUM REFINING AND PETROCHEMICAL
CORPORATION (PVT) LIMITED
- xvi) **PARA # 213-214,(1,2&3) PAGE 134-ARPSE-1995-96**
NON-SUBMISSION OF ACCOUNTS
- xvii) **PARA #216 PAGE 136-ARPSE-1995-96**
- xviii) **PARA #217 PAGE 136-ARPSE-1995-96**
- xix) **PARA #218 PAGE 137-ARPSE-1995-96**
- xx) **PARA #219 PAGE 137-ARPSE-1995-96**

NATIONAL REFINERY LIMITED

- xxi) **PARA #224 PAGE 141-ARPSE-1995-96**
- xxii) **PARA #225 PAGE 143-ARPSE-1995-96**

PAC DIRECTIVE

On presentation of above 22 paras by Audit, the Committee endorsed the decisions of the DAC and directed the Ministry to implement them under report to Audit.

PAKISTAN STATE OIL COMPANY LIMITED

- 29. i) **PARA #28 PAGE 29-ARPSE-1995-96**
STATE PETROLEUM REFINING AND PETROCHEMICAL
CORPORATION (PVT) LIMITED
- ii) **PARA #215 PAGE 135-ARPSE-1995-96**
- iii) **PARA #226 PAGE 144-ARPSE-1995-96**

PAC DIRECTIVE

On presentation of above 03 Audit paras, the Committee settled the paras.

PLANNING AND DEVELOPMENT DIVISION

ACTIONABLE POINTS **(December 29, 2004)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

14. **GRANT # 109-PLANNING & DEVELOPMENT DIVISION**
(Total Grant of Rs 117,973,000)
(Saving of Rs 5,973,893)

PAC DIRECTIVE

The Committee regularized the saving in grant.

15. **GRANT # 165-DEVELOPMENT EXPENDITURE OF PLANNING & DEVELOPMENT DIVISION**
(Total Grant of Rs 173,909,000)
(Saving of Rs 315,732)

PAC DIRECTIVE

The Committee regularized the excess in grant with a note of dissatisfaction.

NATIONAL LOGISTIC CELL

AUDIT REPORT PUBLIC SECTOR ENTERPRISES (VOL-X-1995-96)

16. i) **PARA-227, PAGE-196-ARPSE-VOL-X-1995-96**
ii) **PARA-228, PAGE-196-ARPSE-VOL-X-1995-96**
iii) **PARA-229, PAGE-197-ARPSE-VOL-X-1995-96**
iv) **PARA-230, PAGE-197-ARPSE-VOL-X-1995-96**
v) **PARA-231, PAGE-197-ARPSE-VOL-X-1995-96**

PAC DIRECTIVE

On the request of Audit, the Committee settled the above mentioned 05 audit paras.

17. **PARA-232, PAGE-198-ARPSE-VOL-X-1995-96**
LOSS OF RS 635,450 DUE TO PURCHASE OF ELECTRIC CABLE
HARNESS AT EXORBITANT RATES

PAC DIRECTIVE

The Committee agreed with the proposals of the DG NLC and directed the Ministry to refer the case for recovery against the firm, to the NAB with report to Audit/PAC Imp Section.

MINISTRY OF POPULATION WELFARE

ACTIONABLE POINTS
(December 16, 2004)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

7. **GRANT # 110-POPULATION WELFARE DIVISION**

(Total Grant of Rs 5,303,000)

(Excess of Rs 1,350,947)

PAC DIRECTIVE

The Committee acceded to the request of the department and regularized the excess in grant subject to satisfaction of the AGPR.

8. **GRANT # 166-DEVELOPMENT EXPENDITURE OF POPULATION WEFLARE DIVISION**

(Total Grant of Rs 1,433,000,000)

(Saving of Rs 118,072,234)

PAC DIRECTIVE

The Committee regularized the saving in grant with a note of displeasure.

MINISTRY OF PORTS & SHIPPING

ACTIONABLE POINTS **(August 31, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 21-DEPARTMENT OF SHIPPING CONTROL AND MERCANTILE MARINE**
(Total Grant of Rs 15,347,000)
(Saving of Rs 2,712,964)
- ii) **GRANT # 22-LIGHTSHOUSES AND LIGHTSHIPS**
(Total Grant Rs 25,259,000)
(Saving of Rs 20,773,532)
- iii) **GRANT # 178 CAPITAL OUTLAY ON PORTS AND SHIPPING**
(Total Grant of Rs 290,950,000)
(Saving of 190,790,000)

PAC DIRECTIVE

On presentation of above Grants by the AGPR, the PAO stated that he was not fully prepared on the accounts. On the request of the PAO, the Committee deferred the above grants until its next meeting.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES (VOL-X-1995-96)

2. **AUDIT PARA # 50-51(3), PAGE 51-ARPSE-VOL-X-1995-96**
GAWADAR FISH HARBOUR-CUM MINI PORT PROJECT

PAC DIRECTIVE

The Committee directed the PAO to compile the accounts and clear the backlog before 7 September 2006.

PAKISTAN NATIONAL SHIPPING CORPORATION

3. **AUDIT PARA # 58PAGE 64-ARPSE-VOL-X-1995-96**

PAC DIRECTIVE

The Committee directed the Chairman PNSC to try to recover the doubtful recoverable and deferred the para.

4. **AUDIT PARA # 60, PAGE 65-ARPSE-VOL-X-1995-96**
LOSS OF RS 15.426 MILLION DUE TO BELATED ACTION TAKEN BY
THE MANAGEMENT FOR REPAIRING OF M.V. HINGLAJ

PAC DIRECTIVE

The Committee settled the para. However, the Committee showed its displeasure and directed the Chairman PNSC to improve the planning and management in the Corporation.

5. **AUDIT PARA # 60, PAGE 65-ARPSE-VOL-X-1995-96**

NATIONAL TANKER COMPANY (PVT) LIMITED

- i) **AUDIT PARA # 53, PAGE-60,ARPSE-1995-96 VOL-X**

PAKISTAN NATIONAL SHIPPING CORPORATION

- ii) **AUDIT PARA # 56, PAGE-62,ARPSE-1995-96 VOL-X**

- iii) **AUDIT PARA # 61, PAGE-66,ARPSE-1995-96 VOL-X**
EXTRA EXPENDITURE OF RS 11.754 MILLION ON ACCOUNT
OF UNDUE FAVOUR TO THE OWNER OF THE VESSEL MV
SILVER GATE

PAC DIRECTIVE

On the presentation of above 03 paras by Audit, the Committee settled the paras.

PAKISTAN NATIONAL SHIPPING CORPORATION

6. i) **AUDIT PARA # 62, PAGE-67-ARPSE-1995-96-VOL-X**
LOSS OF RS 5.195 MILLION DUE TO MIS-HANDLING OF
CARGO BY FLOAT STAFF
- ii) **AUDIT PARA # 63, PAGE-68-ARPSE-1995-96-VOL-X**
LOSS OF RS 1.446 MILLION DUE TO INADEQUATE
EXECUTION OF DEFECTIVE AGREEMENT
- iii) **AUDIT PARA # 64, PAGE-69-ARPSE-1995-96-VOL-X**
LOSS OF US \$0.492 MILLION DUE TO ABNORMAL DELAY IN
BERTHING AND DISCHARGING OF "MV HANJIN NEW
ORLEANS

PORT QASIM AUTHORITY

- iv) **AUDIT PARA # 65-66, PAGE-71-ARPSE-1995-96-VOL-X**

- v) **AUDIT PARA # 66, PAGE-72-ARPSE-1995-96-VOL-X**

- vi) AUDIT PARA # 71, PAGE-74-ARPSE-1995-96-VOL-X
EXPECTED LOSS OF RS 11.141 MILLION DUE TO AMOUNT
WITH HELD BY MINISTRY OF FOOD, AGRICULTURE AND
LIVESTOCK ON ACCOUNT OF DAMAGE TO WHEAT
- vii) AUDIT PARA # 72, PAGE-75-ARPSE-1995-96-VOL-X
IRREGULAR REFUND OF EARNEST MONEY AMOUNTING TO
RS 800,000
- viii) AUDIT PARA # 73, PAGE-76-ARPSE-1995-96-VOL-X
LOSS OF RS 672,000 DUE TO AWARD OF TRANSPORT
CONTRACT TO A HIGHER BIDDER

PAC DIRECTIVE

The Committee deferred the above 08 paras for its next meeting.

LIGHTHOUSES AND LIGHTSHIPS DEPARTMENT

- 7. i) AUDIT PARA # 50-51, PAGE-57-ARPSE-1995-96-VOL-X
NON-SUBMISSION OF ACCOUNTS

GAWADAR FISH HARBOUR-CUM-MINI PORT PROJECT

- ii) AUDIT PARA # 52, PAGE-58-ARPSE-1995-96-VOL-X
IRREGULAR WITHDRAWAL OF FUNDS AMOUNTING TO RS
9.860 MILLION IN VIOLATION OF GENERAL FINANCIAL
RULES

NATIONAL TANKER COMPANY

- iii) AUDIT PARA # 54-55, PAGE-61-ARPSE-1995-96-VOL-X
AUDIT COMMENTS

PAKISTAN NATIONAL SHIPPING CORPORATION

- iv) AUDIT PARA # 57-59, PAGE-63-64-ARPSE-1995-96-VOL-X

PORT QASIM AUTHORITY

- v) AUDIT PARA # 50-51(2), PAGE-57-ARPSE-1995-96-VOL-X
NON-SUBMISSION OF ACCOUNTS
- vi) AUDIT PARA # 67,68,69 & 70, PAGE-72-73-ARPSE-1995-96-
VOL-XAUDIT COMMENTS

- vii) **AUDIT PARA # 74, PAGE-77-ARPSE-1995-96-VOL-X
INFRACTION EXPENDITURE ON CIVIL WORKS RESULTING IN
A LOSS OF RS 198,954**

PAC DIRECTIVE

On presentation of above 07 paras by Audit, the Committee endorsed the decisions of the DAC and directed the Ministry/Department to implement them under report to Audit.

ACTIONABLE POINTS
(October 30, 2006)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

8. **GRANT # 21-DEPARTMENT OF SHIPPING CONTROL AND
MERCANTILE MARINE**
(Total Grant of Rs 15,347,000)
(Saving of Rs 2,712,964)

PAC DIRECTIVE

The Committee regularized the saving in the grant.

9. i) **GRANT # 22-LIGHTHOUSES AND LIGHTSHIPS**
(Total Grant of Rs 25,259,000)
(Saving of Rs 20,773,532)
- ii) **GRANT # 178-CAPITAL OUTLAY ON PORTS AND SHIPPING**
(Total Grant of Rs 290,950,000)
(Saving of Rs 190,790,000)

PAC DIRECTIVE

The Committee regularized the savings in the grants subject to verification of the record by the AGPR within two weeks.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES (VOL-X)
FOR THE YEAR 1995-96

NATIONAL SHIPPING CORPORATION

10. **AUDIT PARA # 62, PAGE-67-ARPSE-1995-96**
LOSS OF RS 5.195 MILLION DUE TO MIS-HANDLING OF CARGO BY
A FLOAT STAFF

PAC DIRECTIVE

The Committee directed the department to get written off the outstanding amount from the Board of Directors of the Corporation as per law and prescribed rules.

11. **AUDIT PARA # 64, PAGE-69-ARPSE-1995-96**
LOSS OF US\$ 0.492 MILLION DUE TO ABNORMAL DELAY IN
BERTHING AND DISCHARGING OF "M.V.HANJIN NEW ORLEANS"

PAC DIRECTIVE

The Committee directed the department to consult the legal advisor, if he advises for legal action then the department should take legal action, if legal advisor does not recommend the legal action then para may be considered as settled.

PORT QASIM AUTHORITY

12. **AUDIT PARA # 71, PAGE-74-ARPSE-1995-96**
EXPECTED LOSS OF RS 11.141 MILLION DUE TO AMOUNT WITH
HELD BY MINISTRY OF FOOD AND AGRICULTURE ON ACCOUNT OF
DAMAGE TO WHEAT

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by the Audit.

PAKISTAN NATIONAL SHIPPING CORPORATION

13. i) **AUDIT PARA # 63, PAGE-68-ARPSE-1995-96-VOL-X**
LOSS OF RS 1.446 MILLION DUE TO INADEQUATE
EXECUTION OF A DEFECTIVE AGREEMENT

PORT QASIM AUTHORITY

- i) **AUDIT PARA # 66, PAGE-67-ARPSE-1995-96-VOL-X**
- ii) **AUDIT PARA # 72, PAGE-75-ARPSE-1995-96-VOL-X**
IRREGULAR REFUND OF EARNEST MONEY AMOUNTING TO
RS 800,000
- iii) **AUDIT PARA # 73, PAGE-76-ARPSE-1995-96-VOL-X**

PAC DIRECTIVE

On presentation of above 04 paras by Audit, the Committee settled the paras.

PORT QASIM AUTHORITY

14. i) **AUDIT PARA # 50-51(2), PAGE-57-ARPSE-1995-96-VOL-X**
- ii) **AUDIT PARA # 67, PAGE-72-ARPSE-1995-96 VOL-X**

- iii) **AUDIT PARA # 68, PAGE-72-ARPSE-1995-96 VOL-X**
- iv) **AUDIT PARA # 69, PAGE-73-ARPSE-1995-96 VOL-X**
- v) **AUDIT PARA # 70, PAGE-73-ARPSE-1995-96 VOL-X**
- vi) **AUDIT PARA # 74, PAGE-77-ARPSE-1995-96 VOL-X**
INFRACTION EXPENDITURE ON CIVIL WORKS RESULTING IN
A LOSS OF RS 198,954

PAC DIRECTIVE

On presentation of 06 paras by Audit, the Committee endorsed the decisions of the DAC and directed the Ministry/Department to implement them under report to Audit.

PRESIDENT'S SECRETARIAT

ACTIONABLE POINTS
(December 28, 2005)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **PRESIDENT SECRETARIAT (STAFF, HOUSEHOLD AND ALLOWANCE OF THE PRESIDENT)**
(Total Grant/Appropriation of Rs 110,765,000)
(Saving of Rs 2,656,556)

PAC DIRECTIVE

The Committee regularized the saving in grant and made no comments.

PRIME MINISTER'S INSPECTION COMMISSION

ACTIONABLE POINTS **(October 05, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (Vol-1-1995-96)

1. **GRANT # 13-PRIME MINISTER'S INSPECTION COMMISSION**
(Total Grant of Rs 13,905,000)
(Saving of Rs 2,176,870)

PAC DIRECTIVE

The Committee regularized the saving in the grant. However, the Committee directed that the Federal Government should implement the recommendations of Commission and take action against the persons responsible in the light of Commission's recommendations without further delay.

PRIME MINISTER'S SECRETARIAT

ACTIONABLE POINTS
(December 28, 2005)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 11-PRIME MINISTER'S SECRETARIAT**
(Total Grant of Rs 170,536,000)
(Saving of Rs 4,934,783)

PAC DIRECTIVE

The Committee regularized the saving in grant with direction that the budgetary system should be improved in future.

MINISTRY OF RAILWAYS

ACTIONABLE POINTS **(November 11, 2005)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 188-CAPITAL OUTLAY OF PAKISTAN RAILWAYS**
(Total Grant of Rs 1,329,900,000)
(No Excess/Saving)

APPROPRIATION ACCOUNTS (PAKISTAN RAILWAYS)-(VOI-III-1995-96)

2.
 - i) **GRANT # 111-REVENUE EXPENDITURE**
(Excess 2645.048 million)
 - ii) **GRANT # 188-CAPITAL OUTLAY ON PAKISTAN RAILWAYS**
(No Excess/Saving)

PAC DIRECTIVE

On the recommendation of the DAC, the Committee regularized the excesses as mentioned in above grants.

AUDIT REPORT M/O RAILWAYS (VOL-I-1995-96)

3. **AUDIT COMMENT NO.3.9(a)CUMULATIVE SURPLUS/ DEFICIT**

PAC DIRECTIVE

The Committee directed the Department/Ministry to get the stated facts verified from Audit. The para will be considered as settled subject to satisfaction of Audit.

4. **AUDIT PARA-7(a) (1) LOSS OF RS 40.113 MILLION DUE TO PILFERAGE OF RAILWAY MATERIAL**

PAC DIRECTIVE

The Committee directed the Department to provide the details regarding number of FIRs registered against the culprits with number of convictions and amount of recoveries made thereof, to the PAC Secretariat/Audit. The Committee, however, directed the PAO to take effective measures to prevent such acts in future.

5. **AUDIT PARA-7(a) (4) MISAPPROPRIATION OF BALLAST WORTH RS 1.56 MILLION**

PAC DIRECTIVE

The Committee endorsed the recommendation of the DAC and directed the PAO to ensure the finalization and submission of the inquiry report to the PAC Secretariat/Audit within 02 months.

6. **AUDIT PARA-7(a) (5) LOSS DUE TO THEFT OF IMPORTED MATERIAL VALUING RS.1.318 MILLION**

PAC DIRECTIVE

The Committee directed the Department to take all possible measures to recover the amount from the persons responsible, otherwise move the case for written off the amount from the Competent Authority.

7. **AUDIT PARA-7(a) (10) BOGUS PAYMENT OF RS. 412,800 ON ACCOUNT OF OVER-TIME ALLOWANCE**

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit.

8. **AUDIT PARA-7(b) (9) IRREGULAR/WASTEFUL EXPENDITURE OF RS 3.97 MILLION ON A MARRIAGE VENUE**

PAC DIRECTIVE

The Committee endorsed the recommendation of the DAC and directed the PAO to ensure finalization and submission of the inquiry report to the PAC Secretariat/Audit within 03 months.

9. **AUDIT PARA-7(b) (10) BLOCKING OF CAPITAL AMOUNTING TO RS. 3 MILLION, UNJUSTIFIED PURCHASE OF MATERIAL VALUING RS 491,000 AND WASTEFUL EXPENDITURE OF RS.358,507 ON TLA**

PAC DIRECTIVE

The Committee directed the PAO to inquire the matter in detail and submit a report to the PAC Secretariat/Audit within 02 months.

10. **AUDIT PARA-7(b) (11) WASTEFUL EXPENDITURE OF RS 3.35 MILLION**

PAC DIRECTIVE

The Committee settled the para.

11. **AUDIT PARA-7(b) (13) WASTEFUL EXPENDITURE OF RS. 2.718 MILLION OF TLA OVER AND ABOVE THE PROVISIONS IN SANCTIONED ESTIMATES**

PAC DIRECTIVE

The Public Accounts Committee (PAC) directed the Department to get the facts reconciled with Audit and on the satisfaction of Audit, the para will be treated as settled.

12. i) **AUDIT PARA-7(b) (14) IRREGULAR/UNJUSTIFIED PURCHASE OF VEHICLES VALUING RS 2.642 MILLION**

ii) **AUDIT PARA-7(b) (15) IRREGULAR AND UNJUSTIFIED PURCHASE OF THREE VEHICLES VALUING RS 1,716,000**

iii) **AUDIT PARA-7(b) (16) IRREGULAR PURCHASE OF VEHICLES VALUING RS 1.233 MILLION**

iv) **AUDIT PARA-7(b) (17) UNJUSTIFIED/IRREGULAR PURCHASE OF VEHICLES VALUING RS 0.970 MILLION**

PAC DIRECTIVE

On presentation of above four paras, the Committee directed the Ministry to get ex-post-facto sanction, of the expenditure, from the Finance Division. The Committee, however, suggested that the government should review its policy and give soft loans rather than the cars to government officers in future.

13. **AUDIT PARA-7(b) (28) LOSS OF RS 1.288 MILLION ACCOUNT OF PAYMENT OF ROYALTY AND RENT CHARGES**

PAC DIRECTIVE

The Committee endorsed the recommendation of the DAC and settled the para subject to verification of record by Audit.

14. **AUDIT PARA-7(b) (85) LOSS OF RS 8.591 MILLION DUE TO NON-RECOVERY OF RENTAL CHARGES FROM FOOD DEPARTMENTS**

PAC DIRECTIVE

The Committee appreciated the efforts of the Department for effecting recoveries from the three provinces. However, the Committee directed the PAO to resolve the issue with Sindh Government with a report to the PAC Secretariat/Audit in three months.

15. **AUDIT PARA-7(b) (94) NON-RECOVERY OF RS 603,525 ON ACCOUNT OF RENT AND UTILITY CHARGES**

PAC DIRECTIVE

The Committee directed the Audit Department to request the AGPR/CGA for instructing the A.G Sindh to effect recovery from the salary of Mr. C.K. Chacher, the said S.P Sindh Reserve Police, under intimation to the PAC Secretariat/Audit.

16. **AUDIT PARA-7(b) (100) LOSS OF EARNING AMOUNTING TO RS 4.45 MILLION DUE TO DETENTION OF WAGONS**

PAC DIRECTIVE

The Committee directed the PAO that complete details regarding unfitness of wagons with certificates be given to Audit for verification. Measures be taken for making yellow line on unfit (non-repairing) wagons to be utilized within stores in future. The para will be considered as settled subject to satisfaction of Audit.

17. **AUDIT PARA-7(b) (3) WASTEFUL EXPENDITURE OF RS 10.077 MILLION ON LYING OF A DEFECTIVE SIDING**

PAC DIRECTIVE

The Committee constituted an Inter-departmental Committee (IDC) under the Chairmanship of J.S. (M/o Railways) alongwith F.A. (M/o Railways) and D.G Audit (Railways), as its members. The IDC was however, directed to examine the issue, fix responsibility against the persons at fault and submit its report to the PAC Secretariat within 02 months.

18. **AUDIT PARA-7(d) (3) IRREGULAR ADVANCE PAYMENT AMOUNTING TO RS 1.8 MILLION**

PAC DIRECTIVE

The Committee settled the para with direction to be careful in future.

19. **AUDIT PARA-7(d) (12) IRREGULAR EXPENDITURE OF RS 702,606**

PAC DIRECTIVE

The Committee directed the PAO that besides the above stated facts, the record containing the information that at the time when the contract was awarded to an outsider, whether Jehlum Workshop was over burdened or not, should also be provided to Audit. The para will be treated as settled subject satisfaction of Audit.

20. **AUDIT PARA-7(e) (2) UNNECESSARY TRANSFER OF LIABILITIES AMOUNTING TO RS 146.296 MILLION TO SUBSEQUENT YEARS**

PAC DIRECTIVE

The Committee although settled the para, however, expressed its displeasure on the overall liabilities and directed the Department/ Ministry to be careful in future.

ACTIONABLE POINTS
(April 4, 2006)

PERFORMANCE AUDIT REPORT ON CARRIAGE FACTORY,
ISLAMABAD

21. **AUDIT PARA # 3.4.2, (PAGE 6 & 7-SOR, 1995-96)**
DEFECTIVE FINANCIAL CONTROLS (INVENTORY CONTROL)

PAC DIRECTIVE

The Committee was not satisfied with the explanation given by the Ministry and conveyed its displeasure for not complying with the recommendation of the DAC. The Committee directed the PAO to inquire into the matter with a report to the PAC/Audit within 01 month.

PERFORMANCE AUDIT REPORT ON
MATERIAL MANAGEMENT SYSTEM OVER PAKISTAN RAILWAYS

22. **AUDIT PARA # 4.2.5, (PAGE 5-SOR-1995-96)**
DOUBLE PAYMENT OF RS 10.197 MILLION MADE TO THE CUSTOMS
AUTHORITIES

PAC DIRECTIVE

The Committee directed the PAO not to make excessive purchase. The Committee further directed that the proof regarding utilization of material be provided to Audit for verification within 01 month with a report to PAC.

ACCOUNTING SYSTEM

23. **AUDIT PARA # 4.5.2-(PAGE 9-SOR-1995-96)**
HEAVY OUTSTANDING AMOUNT OF RS 8.890 MILLION AGAINST
THE CONTRACTORS/FIRMS

PAC DIRECTIVE

The Committee settled the para subject to verification of the recovered amount by Audit.

PERFORMANCE AUDIT REPORT ON
CENTRAL DIESEL LOCOMOTIVE WORKSHOP RAWALPINDI

FINANCIAL DISCIPLINE

24. **AUDIT PARA # 3.7.2-(PAGE 28 & 29-SOR-1995-96)**
REPAIR OF PARTS/ASSEMBLIES OF D.E. LOCOS THROUGH LOCAL
MARKET

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit.

PERFORMANCE AUDIT REPORT ON
FITMENT OF ROLLER BEARINGS TO FREIGHT WAGONS
INADEQUATE PLANNING

25. i) **AUDIT PARA # 3.2.1-(PAGE-4& 5-SOR-1995-96)**
COST OVERRUN
- ii) **AUDIT PARA # 3.2.2-(PAGE-5-SOR-1995-96)**
TIME OVERRUN INEFFICIENT INTERNAL CONTROL
- iii) **AUDIT PARA # 3.5.5-(PAGE-12-13-SOR-1995-96)**
PROCUREMENT OF ROLLER BEARINGS OF INCORRECT
SPECIFICATION COSTING RS 120.222 MILLION

PERFORMANCE AUDIT REPORT ON
CENTRAL DIESEL LOCOMOTIVES WORKSHOP RAWALPINDI
OUTLAY OF WORK

- iv) **AUDIT PARA # 3.2.1-(PAGE-8-SOR-1995-96)**
FAILURE OF D.E. LOCOS AFTER CLASSIFIED REPAIRS

PAC DIRECTIVE

The Committee settled the above 04 paras.

MINISTRY OF RELIGIOUS AFFAIRS, ZAKAT & USHR

ACTIONABLE POINTS **(August 30, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 112-RELIGIOUS AFFAIRS DIVISION**
(Total Grant of Rs 20,688,000)
(Saving of Rs 1,045,470)
- ii) **GRANT # 52-ZAKAT AND USHR DIVISION**
(Total Grant of Rs 117,049,000)
(Saving of Rs 24,198,684)

PAC DIRECTIVE

On presentation of above 02 grants by AGPR, the PAO informed the Committee that the DAC has not examined the above grants. The Committee directed the PAO to reconcile the figures of the above grants with AGPR and deferred it for its next meeting.

2. **GRANT # 114-OTHER EXPENDITURE OF RELIGIOUS AFFAIRS DIVISION (TOTAL GRANT OF RS 135,668,000)**
(Saving of Rs 235,447)

PAC DIRECTIVE

The Committee regularized the saving in grant.

AUDIT REPORT ON THE ACCOUNTS OF REVENUE BUDGET **FOR THE YEAR 1995-96**

3. **AUDIT PARA # 2-DZA-1995-96**
ITEMS OF MACHINERY AND FURNITURE MISSING FROM STOCK
VALUING OF RS 1.48 MILLION

PAC DIRECTIVE

The Committee directed the PAO to refer the case to M/o Finance for writing off the objected amount.

4. i) AUDIT PARA # 7-DZA-1995-96
IRREGULAR PURCHASES WITHOUT CALLING OPEN
TENDERS OF RS 3.3 MILLION
- ii) AUDIT PARA # 1-DZA-1995-96
IRREGULAR PURCHASES WITHOUT OBTAINING
QUOTATIONS OF RS 263 MILLION
- iii) AUDIT PARA # 3-DZA-1995-96
UNJUSTIFIED CONSUMPTION OF POL OF RS 0.326 MILLION
- iv) AUDIT PARA # 4-DZA-1995-96
NON-SURRENDER OF SURPLUS AMOUNT OF RS 20.362
MILLION
- v) AUDIT PARA # 5-DZA-1995-96
NON-RECOVERY OF INCOME TAX OF RS 0.131 MILLION
- vi) AUDIT PARA # 6-DZA-1995-96
IRREGULAR EXPENDITURE ON PURCHASE OF
TYPEWRITERS OF RS 0.04 MILLION
- vii) AUDIT PARA # 8-DZA-1995-96
NON-ACCOUNTAL OF STORES OF RS 0.841 MILLION
- viii) AUDIT PARA # 9-DZA-1995-96
LOSS TO STATE DUE TO BLOCKAGE OF GOVT. MONEY OF
RS 0.17 MILLION
- ix) AUDIT PARA # 10-DZA-1995-96
IRREGULAR EXPENDITURE FOR ENTERTAINMENT OF RS
0.03 MILLION
- x) AUDIT PARA # 11-DZA-1995-96
- xi) EXPENDITURE FOR PURCHASE OF FURNITURE IN EXCESS
OF BUDGET ALLOTMENT OF RS 0.03 MILLION

PAC DIRECTIVE

On presentation of above 11 paras, the Committee endorsed the recommendations of the DAC and directed the Ministry to implement them under report to Audit.

5. **PERFORMANCE AUDIT REPORT ON HAJJ FOUNDATION 1995-96**

PAC DIRECTIVE

The Committee directed the PAO that the process and procedure of selection of the Hajj Pilgrims, accounts of the Hajj foundation etc., should be clean and clear.

REVENUE DIVISION

ACTIONABLE POINTS **(July 25-26, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 45-CENTRAL BOARD OF REVENUE**
(Total Grant of Rs 2,667,832,000)
(Saving of Rs 489,082,648)
- ii) **GRANT # 46-SEA CUSTOMS**
(Total Grant of RS 245,463,000)
(Saving of Rs12,061,751)
- iii) **GRANT # 47-LAND CUSTOMS AND CENTRAL EXCISE**
(Total Grant of Rs 676,141,000)
(Saving of Rs 96,476,923)
- iv) **GRANT # 48-TAXES ON INCOME AND CORPORATION TAX**
(Total Grant of Rs 937,421,000)
(Saving of Rs 134,037,908)

PAC DIRECTIVE

On presentation of above 04 grants by the AGPR, the Committee showed its concern over savings, however, it regularized the savings in grants.

AUDIT REPORT FOR THE YEAR 1995-96-CBR

2. **GENERAL REMARKS OF COMMITTEE**

The Committee showed its displeasure that the important paras were not highlighted by the Audit Department.

3. **AUDIT PARA # 2.1-(PAGE-11-13-AR-1995-96)** **RETROSPECTIVE EXERCISE OF POWER UNDER SECTION 20 OF** **CUSTOM ACT, 1969**

PAC DIRECTIVE

The Committee directed the department that the issue should be referred to M/o Law, Justice and Human Rights for seeking clarification under intimation to Audit Department.

4. **AUDIT PARA # 2.4(A)-(PAGE-14-15-AR-1995-96)**
HUGE PENDENCY OF CONTRAVENTION CASES-RS 2,489.768
MILLION

PAC DIRECTIVE

The Committee endorsed the DAC's recommendations and directed the Chairman CBR to expedite recovery of Rs 212.332 million and fix responsibility in the case of M/s Environmental Engineering, Sialkot. The Committee also directed the Chairman CBR to finalize the cases of Rs 82.548 million under adjudication/re-adjudication within 80 days and fix responsibility for non issuance of show-cause notices in case of M/s PTC, Jehlum and finalize the cases of Rs 498.930 million awaiting action by the Alternate Dispute Resolution Committee. The Committee further directed the department to pursue the cases of Rs 89.505 subjudice in the Court of Law vigorously and provide the record regarding the cases of Rs 192.400 million to audit within 80 days.

5. **AUDIT PARA # 2.4 (B)-(PAGES-15-16-AR-1995-96)**
NON-RECOVERY OF GOVERNMENT DUES IN DECIDED CASES RS
752.759 MILLION

PAC DIRECTIVE

The Committee settled the para to the extent of Rs 196.254 million as a result of verification of recoveries/dues/regularization action etc. The Committee directed the department to produce record relating to Rs 69.708 million for verification of recovery/compliance to Audit. The Committee also directed the department to recover the outstanding amount of Rs 384.477 million and inform about the status of cases of Rs 4.242 million reported to be under adjudication/re-adjudication to Audit. The Committee directed the department to provide the relevant record regarding the cases of Rs 46.009 million and pursue in court of law vigorously until their disposal with a report to PAC/Audit within 80 days.

6. **AUDIT PARA # 2.5-(PAGES-16-17-AR-1995-96)**
NON-IMPLEMENTATION OF CONSTITUTIONAL PROVISION
CAUSING NON-COLLECTION OF CENTRAL EXCISE DUTY OF RS
17,397,854

PAC DIRECTIVE

The Committee settled the para to the extent of Rs 358,742 as a result of recovery and verification by Audit. The Committee directed the department to recover the outstanding amount of Rs 17,039,112 with a report to PAC/Audit within 80 days.

7. **AUDIT PARA # 2.6-(PAGES-151-162-AR-1995-96)**
NON PRODUCTION OF RECORD

PAC DIRECTIVE

The Committee directed the Chairman CBR to inquire into the matter, take strict action against the persons responsible under E&D Rules. The Committee also directed the department to provide record/result of internal audit conducted by Collectorate of Customs, Lahore to Audit department.

8. **AUDIT PARA # 4.4 (C)-(PAGES-37-38-AR-1995-96)**
SHORT-REALIZATION OF GOVERNMENT DUES DUE TO APPLICATION OF LESSER ITP/ADVISED

PAC DIRECTIVE

The Committee settled the para for settlement subject to verification of record by Audit.

9. **AUDIT PARA # 4.9-(PAGES-46-47-AR-1995-96)**
NON-REALIZATION OF GOVERNMENT REVENUES DUE TO NON-LEVY OF CUSTOMS DUTY ON IMPORTED DEFENCE STORES OF RS 9.126 MILLION

PAC DIRECTIVE

The Committee endorsed the recommendation of the DAC and directed the department to inquire into the matter and fix responsibility for the loss and amount should be got written off from the competent authority under report to Audit.

10. **AUDIT PARA # 4.15-(PAGE-54-AR-1995-96)**
UN-LAWFUL REMOVAL OF BOUNDED GOODS WITHOUT PAYMENT OF GOVERNMENT REVENUES OF RS 20,081,244

PAC DIRECTIVE

The Committee directed the department to pursue the cases involving Rs 18,775,826 against M/s Multiwood, Metal Gadoon and M/s Hayat Industries Pvt. Ltd, Gadoon, stuck in court and recover Rs 89,649 from M/s M.B. Dyes Chemical Gadoon within 80 days with a report to PAC/Audit.

11. **AUDIT PARA # 6.1-(PAGES-67-AR-1995-96)**
NON-RECOVERY OF ARREARS OF GOVERNMENT REVENUES OF
RS 443,527,674

PAC DIRECTIVE

The Committee directed the department to expedite recovery of Rs 62,363,831, trace out missing cases of Rs 10, 608,360, expedite adjudication of cases of 1,757,961, finalize cases of Rs 6,075,513 in the light of agreement between Pakistan Steel Mills Association and CBR and pursue vigorously the cases of Rs 15,603,661 subjudice in court of law, with a report to Audit/ Committee.

12. **AUDIT PARA # 6.7 (A)-(PAGES-88-89-AR-1995-96)**
SHORT-REALIZATION OF FIXED SALES TAX AND ADDITIONAL TAX
ON RE-ROLLED MILD STEEL PRODUCTS-RS 9,926,616

PAC DIRECTIVE

The Committee directed the Chairman CBR to re-investigate the cases, fix responsibility against the persons responsible for the loss with a report to PAC/ Audit within 80 days.

13. **AUDIT PARA # 6.8 (A)-(PAGES-90-91-AR-1995-96)**
ILLEGAL ADJUSTMENT OF INPUT TAX RS 11,601, 744

PAC DIRECTIVE

The Committee directed the Chairman CBR to pursue the Honourable Lahore High Court for early decision under report to Audit.

AUDIT REPORT-(VOL-IV-1995-96)

14. **AUDIT PARA # 5.10-(PAGE-78-AR-1995-96)**
LOSS OF REVENUE AMOUNTING TO RS 33,159,001 DUE TO
EXCESSIVE ADDITIONAL PAYMENT UNDER SECTION 102

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit.

15. **AUDIT PARA # 7.1-(PAGE-220-AR-1995-96)**
LOSS OF REVENUE AMOUNTING TO RS 182,713,191 DUE TO NON
LEVY OF CORPORATE ASSETS TAX

PAC DIRECTIVE

The Committee deferred the para until the decision of Income Tax Applet Tribunal.

GROUP-II

16. **AUDIT PARA # 3.4-(PAGES-23-AR-1995-96)**
ADDITIONAL TAX UNDER SECTION 87-RS 65,314,371

PAC DIRECTIVE

The Committee settled the para subject to verification of action taken against the person at fault by Audit.

GROUP-I

17. i) **AUDIT PARA # 5.5-(PAGE-55-AR-1995-96)**
LOSS OF REVENUE AMOUNTING TO RS 45,956,747 DUE TO
WRONG ADJUSTMENT OF TAX DEDUCTIONS/ PAYMENT
- ii) **AUDIT PARA # 5.28-(PAGE-167-AR-1995-96)**
LOSS OF REVENUE AMOUNTING TO RS 1,676,651 DUE TO
NON IMPOSITION OF PENALTY

CHAPTER-10

- iii) **CASE STUDY REGARDING FILING OF INCOME TAX RETURNS**
BY THE SALARIED TAXPAYERS

GROUP-II

- iv) **AUDIT PARA # 7.5-(PAGES-284-295-AR-1995-96)**
LOSS OF REVENUE AMOUNTING TO RS 7,939,649 DUE TO
IRREGULAR ASSESSMENT

PAC DIRECTIVE

The Committee settled the above four paras. The Committee directed the department to implement the recommendations of the DAC and complete departmental actions where required within 80 days under report to Audit.

The Committee directed the Chairman CBR that Chief Audit Officer posted by the Auditor General of Pakistan to Ministry of Finance and Revenue Division may be provided with sufficient staff in order to perform his duties as already directed by the PAC.

At the end of the meeting, the Committee appreciated the performance of the CBR and excellent work done by the Chairman CBR and his team for sifting the Audit Paras 529 to only 10 highlighted paras of the report of Auditor General for the year 1995-96 regarding Direct and Indirect Taxes of CBR.

MINISTRY OF SCIENCE & TECHNOLOGY

ACTIONABLE POINTS **(August 10, 2005)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 116-SCIENTIFIC AND TECHNOLOGICAL RESEARCH DIVISION**
(Total Grant of Rs 63,085,000)
(Saving of Rs 9,488,038)
- ii) **GRANT # 117-OTHER EXPENDITURE OF SCIENTIFIC AND TECHNOLOGICAL RESEARCH DIVISION**
(Total Grant of Rs 463,587,000)
(Saving of Rs 3,992,605)
- iii) **GRANT # 167- DEVELOPMENT EXPENDITURE OF SCIENTIFIC AND TECHNOLOGICAL RESEARCH DIVISION**
(Total Grant of Rs 262,270,000)
(Saving of Rs 18,203,236)
- iv) **GRANT # 189-CAPITAL OUTLAY ON SCIENTIFIC AND TECHNOLOGICAL RESEARCH DIVISION**
(Total Grant of Rs 25,450,000)
(Saving of Rs 2,121,667)

PAC DIRECTIVE

On presentation of above four grants by the AGPR, the Committee regularized the savings in the grants. However, the Principal Accounting Officer (PAO) informed the Committee that in the recent past, he wanted to surrender some amount of the grant but, it was not possible as the AGPR raised many objections after one another on bills presented by the Ministry. The AGPR did not clear these bills even after their objections were responded to. The Committee directed the AGPR that a Performa listing normal objections which are raised on the bills; possibly all objections be raised in one go, may be prepared to save the Ministries/Divisions from the delay of adjustment.

**AUDIT REPORT ON THE ACCOUNTS OF MINISTRY OF
SCIENCE & TECHNOLOGY FOR THE YEAR 1995-96**

2. **PARA # 1-PAGE-127-AR-1995-96**
IRREGULAR WITHDRAWAL OF ADVANCE FROM OTHER
ACCOUNTS WORTH RS 5,094,425

PAC DIRECTIVE

The Committee settled the para.

3. **PARA # 2-PAGE-127-AR-1995-96**
IRREGULAR AND UNAUTHORIZED EXPENDITURE OF RS 511,000
ON PURCHASE OF STAFF CAR

PAC DIRECTIVE

The Committee directed the PAO to refer the case to Finance Division and try to get regularization of the unauthorized expenditure. The Ministry was also directed to get ex-post facto approval from the Cabinet Division and the outcome be reported to PAC Secretariat/Audit within two months.

4. **PARA # 3-PAGE-128-AR-1995-96**
UNAUTHORIZED PURCHASE OF AIR CONDITIONERS AND
HEATERS WORTH OF RS 812,229 DURING THE BAN PERIOD

PAC DIRECTIVE

The Committee directed the PAO to get the unauthorized expenditure regularized from the Finance Division. A report of the outcome be sent to PAC Secretariat/ Audit within 02 months.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES
FOR THE YEAR 1995-96

PAKISTAN SCIENCE FOUNDATION, ISLAMABAD

5. i) **PARA # 223, (PAGE-201-ARPSE-1995-96)**
ii) **PARA # 234, (PAGE-201-ARPSE-1995-96)**
PAC DIRECTIVE

On the recommendation of Audit, the Committee settled above 02 Audit Paras.

6. **PERFORMANCE EVALUATION REPORT # 148 PAKISTAN SCIENCE FOUNDATION (1995-96)**

PAC DIRECTIVE

Audit informed the Committee that the Performance Evaluation Report was not discussed in the DAC meeting. The Committee directed the PAO that the same be discussed by the DAC.

ACTIONABLE POINTS
(October 31, 2006)

PERFORMANCE EVALUATION REPORT (NO-148)
FOR THE YEAR 1995-96 ON PAKISTAN SCIENCE FOUNDATION

7. **AUDIT PARAS # 3.2 & 3.2.1, PAGES 12 TO 13-PER-1995-96**
SUMMARIZED BALANCE SHEETS

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit.

8. **AUDIT PARAS # 5.1 & 5.1.1, PAGES 20 TO 21-PER-1995-96**
RESEARCH PROPOSALS

PAC DIRECTIVE

The Committee settled the para subject to verification of the record by Audit.

9. i) **AUDIT PARA # 3.1, PAGE 12-PER-1995-96**
ACCOUNTING PRACTICE

ii) **AUDIT PARA # 3.3 & 3.3.1, PAGE 14-15-PER-1995-96**
RECEIPT & EXPENDITURE ACCOUNTS

iii) **AUDIT PARA # 3.3.3 & 3.3.3.1, PAGE 15-16-PER-1995-96**
OTHER FUNCTIONS

iv) **AUDIT PARA # 4.1, 4.1.1 & 4.1.2, PAGE 18-19-PER-1995-96**
CONSTRUCTION OF PSF BUILDING

v) **AUDIT PARA # 4.2, PAGE 18-19-PER-1995-96**
COLLABORATION PROJECTS

- vi) **AUDIT PARA # 5.2 & 5.2.1 TO 5.2.6, PAGE 21-27-PER-1995-96 COMPLETED RESEARCH PROPOSALS**
- vii) **AUDIT PARA # 5.3, PAGE 27-28-PER-1995-96 CONCEPT PAPERS**
- viii) **AUDIT PARA # 6.1 & 6.1.1, PAGE 29-PER-1995-96 ORGANIZATION**
- ix) **AUDIT PARA # 6.2, & 6.2.1 PAGE 29-PER-1995-96 CONCEPT PAPERS**
- x) **AUDIT PARA # 6.3, PAGE 30-PER-1995-96 MANAGEMENT INFORMATION SYSTEM**
- xi) **AUDIT PARA # 6.4 & 6.6, PAGE 31-33-PER-1995-96 SERVICE RULES (1976)**
- xii) **AUDIT PARA # 7.1 & 7.2, PAGE 33-PER-1995-96 SANCTIONED STRENGTH**
- xiii) **AUDIT PARA # 8.1 & 8.2, PAGE 29-PER-1995-96 FUTURE PLANS**

PAC DIRECTIVE

On presentation of above 13 paras by Audit, the Committee directed the Ministry to implement the decisions of the DAC under report to Audit.

**AUDIT REPORT PUBLIC SECTOR ENTERPRISES
FOR THE YEAR 1995-96**

PAKISTAN SCIENCE FOUNDATION

- 10. i) **AUDIT PARA # 233, PAGE-201-ARPSE-1995-96**
- ii) **AUDIT PARA # 234, PAGE-201-ARPSE-1995-96**

PAC DIRECTIVE

On recommendation of the DAC, the Committee settled the above 02 paras.

SENATE SECRETARIAT

ACTIONABLE POINTS **(September 18, 2007)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-1996)

1. **GRANT NO.105-THE SENATE**

{Total Grant (Charged) of Rs 66,041,000}

{Total Grant (Other than Charged) of Rs 77,373,000}

{Savings of Rs (-) 657,367 - Charged}

{Savings of Rs (-) 7,387,326 – Other Than Charged}

AGPR pointed out that the grant was closed with the saving of Rs 657,367/- in the “Charged Section” works out to 0.99% of the total appropriation. An amount of Rs 1,50,000 (0.23%) was surrendered leaving net saving of Rs 507,367 (0.76%).

In the “Other Than Charged Section”, the grant was closed with the saving of Rs 7,387,326/- which works out to 9.54% of the total grant. An amount of Rs 6,726,000 (0.85%) was surrendered leaving net saving of Rs 661,326 (0.85%).

PAC DIRECTIVE

On presentation of the above grant, the Committee regularized the saving in grant. The Committee also appreciated the overall good financial discipline in Senate Secretariat.

MINISTRY OF SOCIAL WELFARE & SPECIAL EDUCATION

ACTIONABLE POINTS **(October 3, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 118-SOCIAL WELFARE**
(Total Grant of Rs 504,266,000)
(Excess of Rs 185,151,799)
- ii) **GRANT # 119-SPECIAL EDUCATION**
(Total Grant of Rs 124,766,000)
(Excess of Rs 91,051,418)

PAC DIRECTIVE

The Committee directed the Ministry to reconcile the figures of the grants with AGPR and provide the relevant documents to AGPR for verification within 01 week.

2. **GRANT # 120-OTHER EXPENDITURE OF SPECIAL EDUCATION**
(Total Grant of Rs 7,128,000)
(Saving of Rs 50,950)

PAC DIRECTIVE

The Committee regularized the saving in grant.

3. i) **GRANT # 168-DEVELOPMENT EXPENDITURE OF SOCIAL WELFARE**
(Total Grant of Rs 13,444,000)
(Saving of Rs 3,914,573)
- ii) **GRANT # 169-DEVELOPMENT EXPENDITURE OF SPECIAL EDUCATION**
(Total Grant of Rs 91,912,000)
(Saving of Rs 16,065,000)

PAC DIRECTIVE

On presentation of the above 02 grants by the AGPR, the Committee regularized the savings in the grants.

**AUDIT REPORT PUBLIC SECTOR ENTERPRISES
FOR THE YEAR 1994-95**

**PAKISTAN BAIT-UL-MAL
AUDIT COMMENTS**

4. i) **AUDIT PARA # 260, PAGE-224-ARPSE-1995-96**
ii) **AUDIT PARA # 261, PAGE-225-ARPSE-1995-96**

PAC DIRECTIVE

The Committee observed that the performance of Pakistan Bait-ul-Mal was very poor and directed the PAO to improve the performance of the PBM. The Committee further observed that there is need of hundred times improvement in PBM. The Committee also directed the PAO to inquire into the matter, fix responsibility and take action against the person(s) at fault with a report to PAC/Audit within 01 month.

The Committee also directed the Audit to conduct a Special Audit of Pakistan Bait-ul-Mal within 03 months.

5. **AUDIT PARA # 262, PAGE-225-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para.

6. i) **AUDIT PARA # 258, PAGE-223-ARPSE-1995-96**
ii) **AUDIT PARA # 259, PAGE-223-ARPSE-1995-96**
iii) **AUDIT PARA # 263, PAGE-226-ARPSE-1995-96**

PAC DIRECTIVE

On presentation of above 03 paras by Audit, the Committee endorsed the recommendations of the DAC and directed the Ministry/Department to implement them under report to Audit.

STATES & FRONTIER REGIONS (SAFRON) DIVISION

ACTIONABLE POINTS **(August 30, 2006)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 121- STATES AND FRONTIER REGIONS DIVISION**
(Total Grant of Rs 19,538,000)
(Saving of Rs 1,513,718)
- ii) **GRANT # 124- FEDERALLY ADMINISTERED TRIBAL AREAS**
(Total Grant of Rs 635,098,000)
(Excess of Rs 6,156,277)
- iii) **GRANT # 127- OTHER EXPENDITURE OF STATES AND FRONTIER REGIONS DIVISION**
(Total Grant of Rs 108,235,000)
(Saving of Rs 18,000)
- iv) **GRANT # 128- AFGHAN REFUGEES**
(Total Grant of Rs 690,188,000)
(Saving of Rs 467,767,388)
- v) **GRANT # 170-DEVELOPMENT EXPENDITURE OF FEDERALLY ADMINISTERED TRIBAL AREAS**
(Total Grant of Rs 799,000,000)
(Saving of Rs 6,623,133)
- vi) **GRANT # 190-CAPITAL OUTLAY ON DEVELOPMENT OF TRIBAL AREAS** (Total Grant of Rs 177,000,000)
(Saving of Rs 27,000,000)

PAC DIRECTIVE

On presentation of above 06 grants by the AGPR, the Committee regularized the savings/excess in grants.

2. **GRANT # 122-FRONTIER REGIONS**
(Total Grant of Rs 586,241,000)
(Excess of Rs 25,295,780)

PAC DIRECTIVE

The Committee observed, that it is the case of mismanagement and negligence of the Ministry, therefore, the Committee directed the PAO to inquire into the matter, fix responsibility, and report to PAC/Audit within two months.

3. i) **GRANT # 125-OTHER EXPENDITURE OF FEDERALLY ADMINISTERED TRIBAL AREAS**
(Total Grant of Rs 1,274,580,000)
(Excess of Rs 81,094,019)

- ii) **GRANT # 125-CAPITAL OUTLAY OF TRIBAL AREAS**

On the presentation of above 02 grants by AGPR, the Committee deferred the above grants for one month. However, the Committee showed its displeasure on the behaviour of the Ministry and directed the Ministry to be careful in future.

4. **GRANT # 126-MAINTENANCE ALLOWANCES TO EX-RULERS**
(Total Grant of Rs 3,513,000)
(Saving of Rs 337,000)

PAC DIRECTIVE

The Committee regularized the saving in grant with direction to be careful in future and showed its displeasure.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES
FOR THE YEAR 1995-96 (VOL-X)

AGRICULTURAL ENGINEERING WORKSHOP, TRIBAL AREAS
PESHAWAR

5. **AUDIT PARA # 237, PAGE-206-ARPSE-1995-96**
NON-RECOVERY OF RS 637,473 FROM ZAMINDARS/CONTRACTORS
ON ACCOUNTS OF IDLE CHARGES OF DOZERS

PAC DIRECTIVE

The Committee deferred the para for 02 months and directed the department to settle the issue before the next meeting of the Committee.

FATA DEVELOPMENT CORPORATION, PESHAWAR
AUDIT COMMENTS ON THE ACCOUNTS FOR THE YEAR 1994-95

6. **AUDIT PARA # 241, PAGE 208-ARPSE-1995-96**

PAC DIRECTIVE

The Committee settled the para subject to verification of break-up of the amount with recoveries made so far by Audit within two weeks.

7. i) **AUDIT PARA # 235,PAGE-205-ARPSE-1995-96**

ii) **AUDIT PARA # 236,PAGE-205-ARPSE-1995-96**

FATA DEVELOPMENT CORPORATION PESHAWAR

iii) **AUDIT PARA # 238,PAGE-207-ARPSE-1995-96**

iv) **AUDIT PARA # 239,PAGE-208-ARPSE-1995-96**

v) **AUDIT PARA # 249,PAGE-208-ARPSE-1995-96**

vi) **AUDIT PARA # 242,PAGE-208-ARPSE-1995-96**

vii) **AUDIT PARA # 243,PAGE-208-ARPSE-1995-96**

viii) **AUDIT PARA # 244,PAGE-208-ARPSE-1995-96**

ix) **AUDIT PARA # 245,PAGE-208-ARPSE-1995-96**

x) **AUDIT PARA # 246,PAGE-209-ARPSE-1995-96**

xi) **AUDIT PARA # 247,PAGE-209-ARPSE-1995-96**

FATA DEVELOPMENT CORPORATION

xii) **AUDIT PARA # 248,PAGE-210-ARPSE-1995-96**

UN-ECONOMICAL PURCHASE OF MATERIAL WORTH RS
1,285,380

PAC DIRECTIVE

On presentation of above 12 paras by Audit, the Committee endorsed the decisions of the DAC and directed the PAO to implement the decisions of the DAC within 01 month under report to Audit.

STATISTICS DIVISION

ACTIONABLE POINTS **(December 16, 2004)**

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **GRANT # 51-STATISTICS DIVISION**

(Total Grant of Rs 291,761,000)

(Saving of Rs 42,455,740)

PAC DIRECTIVE

The Committee regularized the saving in grant.

2. **GRANT # 151-DEVELOPMENT EXPENDITURE OF STATISTICS DIVISION**

(Total Grant of Rs 26,471,000)

(Saving of Rs 12,761,140)

PAC DIRECTIVE

The Committee regularized the saving in grant.

SUPREME COURT OF PAKISTAN

ACTIONABLE POINTS
(December 16, 2004)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **APPROPRIATION "SUPREME COURT"**
(Total Grant of Rs 41,737,000)
(Saving of Rs 50,084)

PAC DIRECTIVE

The Committee appreciated the excellent work of the Supreme Court of Pakistan and regularized the saving in grant.

WAFAQI MOHTASIB SECRETARIAT

ACTIONABLE POINTS
(December 29, 2004)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. **WAFAQI MOHTASIB (CHARGED)**
(Total Appropriation/Grant of Rs 46,261,000)
(Saving of Rs 6,926,540)

PAC DIRECTIVE

The Committee regularized the saving in grant with direction that the budgetary system should be improved in future.

MINISTRY OF WATER AND POWER

ACTIONABLE POINTS **(July 13, 2005)**

APPROPRIATION ACCOUNTS (CIVIL) (Vol-I-1995-1996)

1. i) **GRANT # 133-MINISTRY OF WATER & POWER**
(Total Grant of Rs 135,926,000)
(Saving of Rs 46,631,213)
- ii) **GRANT # 172-DEVELOPMENT EXPENDITURE OF M/O WATER & POWER**
(Total Grant of Rs 1,732,600,000)
(Saving of Rs 214,397,797)
- iii) **GRANT # 191-CAPITAL OUTLAY ON IRRIGATION AND ELECTRICITY**
(Total Grant of Rs 108,100,000)
(Saving of Rs 9,203,970)

PAC DIRECTIVE

On presentation of above 03 grants by the AGPR, the Committee regularized the savings. However, the Committee directed the PAO to improve the budgetary system of the Ministry in future.

AUDIT REPORT FOR THE YEAR 1995-96

2. **PARA # 1, AR-1995-96**
UNJUSTIFIED EXPENDITURE OF RS 20.962 MILLION ON
EMPLOYMENT OF LOCAL CONSULTANTS

PAC DIRECTIVE

The Committee settled the para subject to verification of relevant documents regarding approval of PC-I/Technical Proposal of consultants by the Audit.

3. **PARA # 3 AR-1995-96**
NON-ACCOUNTAL OF MATERIAL OF RS 19.468 MILLION

PAC DIRECTIVE

The Committee settled the para subject to verification of the accountal record by the Audit within 02 months.

4. **PARA # 4-AR-1995-96**
LOSS OF RS 13.993 MILLION DUE TO IRREGULAR PAYMENT OF SALES TAX

PAC DIRECTIVE

The Committee settled the para subject to verification of the recovered amount by Audit.

5. i) **PARA # 5-AR-1995-96**
LIKELY MIS-APPROPRIATION OF MATERIAL VALUING RS 13.749 MILLION

- ii) **PARA # 6-AR-1995-96**
LOSS OF RS 13.488 MILLION DUE TO THEFT OF MATERIAL

PAC DIRECTIVE

After hearing Ministry's reply on the above mentioned 02 paras, the Committee directed the PAO to provide complete list of FIRs Lodged by the department and latest position of the cases. The Committee also directed the PAO to provide the list of officers/officials who were involved and what actions have been taken by the department against the concerned person(s), involved in these cases, with a report to PAC Secretariat/ Audit within 04 months.

6. **PARA # 14-AR-1995-96**
NON-RECOVERY OF SECURITY DEPOSITS FROM THE INDUSTRIAL CONSUMERS OF RS 6.167 MILLION

PAC DIRECTIVE

The Committee settled the para subject to verification of the recovered amount by Audit.

7. **PARA # 17-AR-1995-96**
LOSS OF RS 4.038 MILLION DUE TO DAMAGE OF TRANSFORMERS

PAC DIRECTIVE

The Committee settled the Para, however, directed the PAO to improve the performance of WAPDA in future.

8. **PARA # 18-AR-1995-96**
LOSS OF RS 3.927 MILLION DUE TO AWARD OF CONTRACT AT EXORBITANT RATE

PAC DIRECTIVE

The Committee settled the Para subject to verification of record; regarding estimation of WAPDA Engineers and payment made to the contractor, by Audit.

9. **PARA # 19-AR-1995-96**
OVERPAYMENT OF RS 3.922 MILLION DUE TO NON-DEDUCTION OF INCOME TAX AT SOURCE

PAC DIRECTIVE

The Committee settled the Para subject to satisfaction of Audit.

10. **PARA # 26-AR-1995-96**
LOSS OF RS 1.886 MILLION DUE TO THEFT OF ELECTRICITY UNITS

PAC DIRECTIVE

The Committee directed the Ministry to provide a copy of inquiry report to Audit within 01 month. On satisfaction of Audit, the Para would be treated as settled.

11. **PARA # 29-AR-195-96**
NON-RECOVERY OF RS 1.735 MILLION FROM MPO/MCP

PAC DIRECTIVE

The Committee directed the Ministry that amount involved may be got written off by the competent authority under intimation to Audit/PAC Secretariat. On satisfaction of Audit, the para would be treated as settled.

12. i) **PARA # 7-AR-1995-96**
WASTEFUL EXPENDITURE OF RS 11.321 MILLION INCURRED ON CONSTRUCTION OF SIPHON AT C.R.B.C
- ii) **PARA # 13-AR-1995-96**
NON-RECOVERY OF REPLACEMENT COST OF DAMAGED TRANSFORMERS OF RS 6.118 MILLION
- iii) **PARA # 21-AR-1995-96**
LOSS OF RS 3.859 MILLION DUE TO SHORT RECEIPT OF FURNACE OIL
- iv) **PARA # 24-AR-1995-96**
LOSS OF RS 2.346 MILLION DUE TO NON-RECOVERY OF LIQUIDATED DAMAGES FROM CONTRACTOR
- v) **PARA # 30-AR-1995-96**
EXTRA EXPENDITURE OF RS 1.710 MILLION

- vi) PARA # 34-AR-1995-96
EXTRA EXPENDITURE OF RS 1.368 MILLION DUE TO HIGHER RATES
- vii) PARA # 41-AR-1995-96
UN-NECESSARY PURCHASE OF STORE MATERIAL WORTH OF RS 0.594 MILLION
- viii) PARA # 46-AR-1995-96
IRREGULAR EXPENDITURE OF RS 0.466 MILLION ON ACCOUNT OF TRANSIT INSURANCE
- ix) PARA # 60-AR-1995-96
LOSS OF RS 0.170 MILLION DUE TO NON-PLACING OF PURCHASE ORDER WITHIN THE VALIDITY PERIOD
- x) PARA # 11-AR-1995-96
LOSS OF RS 6.830 MILLION DUE TO PURCHASE OF METERS AT HIGHER RATES
- xi) PARA # 15-AR-1995-96
UN-JUSTIFIED PAYMENT WORTH OF RS 5.458 MILLION
- xii) PARA # 23-AR-1995-96
LOSS DUE TO SHORTAGE OF CONDUCTOR OF RS 2.474 MILLION
- xiii) PARA # 32-AR-1995-96
LOSS OF RS 1.534 MILLION DUE TO ILLEGAL INSTALLATION OF SERVICE CONNECTION
- xiv) PARA # 35-AR-1995-96
LESS RECOVERY OF PROPORTIONATE COST OF TRANSFORMERS AND SUB STATION EQUIPMENTS FROM THE CONSUMERS OF RS 0.853 MILLION
- xv) PARA # 40-AR-1995-96
UN-DUE PAYMENT OF RS 0.618 MILLION TO M/S NESPAK
- xvi) PARA # 43-AR-1995-96
NON-RECOVERY OF RS 0.513 MILLION PAID BY WAPDA AS CUSTOM DUTY ON BEHALF OF SUPPLIER
- xvii) PARA # 52-AR-1995-96
LOSS DUE TO NON-RECOVERY OF ELECTRIFICATION CHARGES OF RS 0.286 MILLION

- xviii) PARA # 53-AR-1995-96
OVER-PAYMENT OF RS 0.248 MILLION ON ACCOUNT OF PENSION AND COMMUTATION VALUE DUE TO TAMPERING THE DATE OF BIRTH
- xix) PARA # 56-AR-1995-96
NON-RECOVERY OF DAILY ALLOWANCE ADVANCE OF RS 0.205
- xx) PARA # 58-AR-1995-96
LOSS OF RS 0.190 MILLION DUE TO IMPROPER PREPARATION OF ESTIMATE
- xxi) PARA # 59-AR-1995-96
OVER-PAYMENT DUE TO INCORRECT RATE OF CEMENT PROVIDED IN THE CONTRACT OF RS 0.184
- xxii) PARA # 61-AR-1995-96
NON-RECOVERY OF COST OF PARKING SHED OF RS 0.140 MILLION FROM A CONTRACTOR
- xxiii) PARA # 62-AR-1995-96
LOSS OF RS 0.137 MILLION DUE TO APPLICATION OF INCORRECT RATE IN RESPECT OF WORK DONE BY CONTRACTOR
- xxiv) PARA # 63-AR-1995-96
NON-RECOVERY OF COST OF DAMAGED/BURNT CABLE OF RADIO PAKISTAN OF RS 0.137 MILLION
- xxv) PARA # 67-AR-1995-96
NON-RECOVERY OF INSTALLATION CHARGES FROM CONSUMERS OF RS 0.123 MILLION
- xxvi) PARA # 71-AR-1995-96
LOSS OF RS 0.106 MILLION TO AUTHORITY DUE TO UNJUSTIFIED JOURNEYS
- xxvii) PARA # 72-AR-1995-96
NON-RECOVERY OF PENALTY CHARGES OF RS 0.104 MILLION FOR LATE SUPPLY OF VEHICLE BY M/S SHAHEEN MOTORS
- xxviii) PARA # 77-AR-1995-96
OVER-PAYMENT OF RS 0.057 MILLION TO THE NATIONAL INSURANCE CORPORATION ON ACCOUNT OF EXCISE DUTY

- xxix) **PARA # 80-AR-1995-96**
LOSS OF RS 0.052 MILLION DUE TO NON RETURN OF
VEHICLE BY RETIRED OFFICER

PAC DIRECTIVE

On presentation of above mentioned 29 Audit paras by Audit, the Committee settled all the paras.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES
(1995-96)

13. i) **NATIONAL ENGINEERING SERVICES PAKISTAN (PRIVATE)**
LIMITED
- ii) **NATIONAL POWER CONSTRUCTION CORPORATION LIMITED**

PAC DIRECTIVE

On presentation of the accounts of above 02 companies, the Committee deferred them till its next meeting.

ACTIONABLE POINTS
(October 30, 2006)

PERFORMANCE AUDIT REPORT ON
THERMAL POWER STATION JAMSHORO (UNIT 2,3 AND 4)

14. **AUDIT PARA # 5.2.1, PAGE-PAR-1995-96**
LESS GENERATION AND LOW EFFICIENCY OF THE PLANT

PAC DIRECTIVE

The Committee showed its concern over WAPDA's performance and directed the department to be careful in future. However, the Committee settled the para subject to verification the data/documents by Audit.

15. **AUDIT PARA # 5.4.2, PAGE-PAR-1995-96**
SHORTAGE OF OIL WORTH RS 24.044 MILLION

PAC DIRECTIVE

The Committee directed the department that the recovered amount should be got verified from Audit and recovery from Railways may be got written off from the competent authority as per rules within 01 week.

16. **AUDIT PARA # 5.5, PAGE-PAR-1995-96
DELAY IN COMPLETION OF PROJECT**

PAC DIRECTIVE

The Committee settled the para subject to verification of record by Audit.

17. i) **AUDIT PARA # 5.1.1-PAR-1995-96
WASTEFUL EXPENDITURE OF RS 19.384 MILLION**
- ii) **AUDIT PARA # 5.2.2-PAR-1995-96
EXPENDITURE OF RS 15.14 MILLION WITHOUT BENEFITS**
- iii) **AUDIT PARA # 5.3.3-PAR-1995-96
UNDER ESTIMATING OF COST**
- iv) **AUDIT PARA # 5.4.1-PAR-1995-96
OVERPAYMENT OF RS 1.427 MILLION**
- v) **AUDIT PARA # 5.6-PAR-1995-96
COST OVER RUN**

PAC DIRECTIVE

On presentation of above 05 paras by Audit, the Committee settled the paras.

18. i) **AUDIT PARA # 5.1.2-PAR-1005-96
EXTRA/IRREGULAR PAYMENT OF RS 2,33,105**
- ii) **AUDIT PARA # 5.3.2-PAR-1005-96
TARIFF RATE**

PAC DIRECTIVE

On presentation of above 02 paras by Audit, the Committee endorsed the decisions of the DAC and directed the Ministry/Department to implement them under report to Audit.

19. **SPECIAL STUDY REPORT ON OPERATION OF MANGLA RESERVOIR
DURING FLOOD 1992**

PAC DIRECTIVE

On presentation of Special Study Report by Audit, the Committee deferred the same till its next meeting and directed WAPDA to reply to the queries raised by Audit within 01 month. The Committee also directed the PAO to provide a copy of inquiry report to PAC/Audit within 01 month.

**AUDIT REPORT PUBLIC SECTOR ENTERPRISES
FOR THE YEAR 1995-96**

NATIONAL ENGINEERING SERVICES PAKISTAN (PRIVATE) LIMITED

20. **AUDIT PARA # 252-ARPSE-1995-96**

PAC DIRECTIVE

The Committee directed the department to make efforts for early recovery under report to Audit.

21. **AUDIT PARA # 254-ARPSE-1995-96**

PAC DIRECTIVE

The Committee directed the department to take up the matter with Board of Directors of NESPAK for decision under report to Audit.

NATIONAL ENGINEERING SERVICES PAKISTAN (PRIVATE) LIMITED

22. i) **AUDIT PARA # 250-PAGE-214-ARPSE-1995-96**

iii) **AUDIT PARA # 251-PAGE-215-ARPSE-1995-96**

iv) **AUDIT PARA # 253-PAGE-215-ARPSE-1995-96**

NATIONAL POWER CONSTRUCTION CORPORATION (PVT) LIMITED

v) **AUDIT PARA # 255-PAGE-218-ARPSE-1995-96**

vi) **AUDIT PARA # 256-PAGE-219-ARPSE-1995-96**

vii) **AUDIT PARA # 257-PAGE-219-ARPSE-1995-96**

PAC DIRECTIVE

On presentation of above 06 Audit Paras, the Committee endorsed the decisions of the DAC and directed the Ministry/Department to implement them under report to Audit.

MINISTRY OF WOMEN DEVELOPMENT AND YOUTH AFFAIRS

ACTIONABLE POINTS
(October 3, 2006)

APPROPRIATION ACCOUNTS (CIVIL) (VOL-I-1995-96)

1. i) **GRANT # 134-MINISTRY OF WOMEN DEVELOPMENT AND YOUTH AFFAIRS**
(Total Grant of Rs 28,575,000)
(Saving of Rs 2,736,112)
- ii) **GRANT # 174- DEVELOPMENT EXPENDITURE OF SPECIAL PROGRAMMES FOR WOMEN**
(Total Grant of Rs 38,000,000)
(Saving of Rs 315,300)

PAC DIRECTIVE

On presentation of above 02 grants by AGPR, the Committee regularized the savings in the grants.

2. **GRANT # 173-DEVELOPMENT EXPENDITURE OF MINISTRY OF WOMEN DEVELOPMENT AND YOUTH AFFAIRS**
(Total Grant of Rs 111,131,000)
(Saving of Rs 44,787,400)

PAC DIRECTIVE

The Committee showed its displeasure for not utilizing the development grant properly. The Committee observed that it is the negligence and poor planning of the Ministry. Therefore, the Committee directed the PAO to inquire into the matter, fix responsibility and take action against the person(s) at fault with a report to PAC/Audit within 01 month.
