

VOL-VI (2010)



ANNUAL REPORT 2010

**OF
MONITORING & IMPLEMENTATION COMMITTEE
OF
PAC
FOR THE CALENDER YEAR
2010**

**NATIONAL ASSEMBLY SECRETARIAT
ISLAMABAD
PAKISTAN**

وَإِنْ حَكَمْتَ فَأَحْكُم

بَيْنَهُمْ بِالْقِسْطِ إِنَّ اللَّهَ يُحِبُّ الْمُقْسِطِينَ ﴿٤٢﴾

And if you judge between them then judge with justice.

Undoubtedly, Allah likes the just.

اور اگر تو فیصلہ کرے تو ان کے درمیان انصاف سے فیصلہ کر
اللہ انصاف کرنے والوں سے محبت کرتا ہے

المائدة ۵ - 42

TABLE OF CONTENTS

Sl #	Subject	Page #
	EXECUTIVE SUMMARY	4-8
	REPORTS	9
1	CAPITAL DEVELOPMENT AUTHORITY (CDA)	10-16
2	COMMUNICATIONS	17-22
3	DEFENCE	23-30
4	EDUCATION	31-38
5	ENVIRONMENT	39-40
6	FEDERAL BOARD OF REVENUE (FBR)	41-54
7	FINANCE DIVISION	55-57
8	HEALTH	58-77
9	HOUSING & WORKS	78-80
10	INDUSTRIES & PRODUCTION	81-82
11	INTERIOR	83-93
12	LABOUR & MANPOWER	94-98
13	OVERSEAS PAKISTANIS	99-102
14	POSTAL SERVICES	103-110
15	RAILWAYS	111-148
16	RELIGIOUS AFFAIRS, ZAKAT & USHR	149-152
17	WATER & POWER	153-157
18	WOMEN DEVELOPMENT	158-159

EXECUTIVE SUMMARY

1. BACKGROUND:

On 13th January, 2009, the Chairman Public Accounts Committee, constituted a Sub-Committee to review compliance on Actionable Points, under the Convenership of Dr. Azra Fazal Pechuho, MNA/Member (PAC). The composition of the Sub-Committee was as under:

- | | |
|--------------------------------------|-----------------|
| • Dr. Azra Fazal Pechuho, MNA | Convener |
| • Sardar Ayaz Sadiq, MNA | Member |
| • Mr. Hamid Yar Hiraj, MNA | Member |
| • Mrs. Asiya Nasir, MNA | Member |

The time period given to the Sub-Committee to complete its task was six months. However, the Sub-Committee could not hold any meeting and therefore no progress was made.

2. CONSTITUTION OF 2ND MONITORING & IMPLEMENTATION COMMITTEE OF PAC.

On 5th October, 2009, the Chairman PAC reconstituted the Sub/Special Committee with the following Composition and the same Terms of Reference (ToRs) without specifying any time period:

- | | |
|-----------------------------------|-----------------|
| • Mrs. Yasmeen Rehman, MNA | Convener |
| • Sardar Ayaz Sadiq, MNA | Member |
| • Mr. Hamid Yar Hiraj, MNA | Member |
| • Syed Haider Abbas Rizvi, MNA | Member |
| • Mrs. Asiya Nasir, MNA | Member |

The Monitoring & Implementation Committee held 24 meetings during the year and examined 58 Grants and 928 Audit Paras.

The Report contains paras discussed during the calendar year 2010. However, the Actionable Points of three meetings of this Committee held in the year 2009, have also been included.

3. INTERNAL MEETING OF THE MONITORING & IMPLEMENTATION COMMITTEE OF PAC.

The Special Committee of PAC was notified on 8th October, 2009, and it held its internal meeting on 14th October, 2009. It was decided to formulate a strategic plan to make the Committee more effective, meaningful and purposeful. Some highlights of the unanimously approved plans in the internal meeting are as under:

- The name of the Special Committee of PAC was decided as the Monitoring & Implementation Committee of PAC.
- It was decided that the Special Committee would review the compliance of nine years PAC Reports i.e., 2005-2006, 2000-2001, 1999-2000, 1996-1997, 1995-1996, 1988-1989, 1987-1988, 1986-1987, 1985-1986.
- The Principal Accounting Officers (PAOs) were directed to ensure their presence in the meetings of this Committee.
- All concerned agencies, such as NAB, FIA, Police were decided to be called to attend the meetings and respond on the Audit Paras of any Ministry/Division/Department which are already under their investigation.
- All the Ministries were directed to submit lists of the Audit Paras which are under investigation by NAB/FIA/Police.
- Each Ministry/Division/Department was directed to nominate a focal person for NAB/FIA/Police cases for speedy communication on such issues.
- It should be ensured that recoveries be made from the defaulting Ex-Parliamentarians and Government Officers/Officials well in time.

4. **SUO-MOTO ACTIONS TAKEN BY THE MONITORING COMMITTEE:**

- A Privilege Motion was moved against the Secretary Communication on charge of misbehaviour with an Honourable MNA.
- Clandestine removal/missing of 2500 containers from Karachi without payment of duty & taxes by the Federal Board of Revenue (FBR).
- Import of diesel oil in the garb of lube oil by the FBR.
- Robbery of Pakistan Railways scrap material by favourite scrap contractors of some high Railway officials resulting in loss of billions of rupees, to the Pakistan Railways.

- Plundering of Railways steel scrap, worth million of rupees, by floating bulk tenders against the rules and extortion of millions of rupees as illegal gratification, in connivance with contractors, by the senior officers of Pakistan Railways.
- Concerned agencies like NAB/FIA/Police are being called in relation to every Ministry where the Audit Paras are under investigation.
- Auditor General was instructed to carry out Special Audit of Pakistan Telecommunication Authority (PTA).

5. **IMPLEMENTATION ON THE DIRECTIVES OF MONITORING COMMITTEE;**

- The Secretary Communication apologized, in person, with the MNA for his behaviour.
- The Secretary, Railway Board, has been transferred from his post due to non-compliance of the directives of PAC and non-cooperation on Audit Issues with the Audit Department.
- The FBR has instituted an enquiry Committee to look into the missing containers case.
- An Asset Management Committee has been formed by the Railway Board to assess the value of land available with Pakistan Railways.
- An Asset Management Committee has been constituted to ascertain the position of assets of CDA like land, buildings, machinery and other office fittings & fixtures.
- Focal persons for NAB and FIA cases have been nominated in all Ministries/Divisions/Departments.
- Special Audit of PTA is under process by the Auditor General's Office.

6. **FORMS OF DIRECTIVES OF THE MONITORING COMMITTEE:**

The Monitoring & Implementation Committee is not authorized to change the directives of the previous PACs, and only gives its direction as under:

- In case of full recovery achieved, the Committee settles the Audit Paras.

- In case of full compliance, the Committee settles the para subject to verification of record/stated facts by Audit.
- In case of non-compliance, the Committee defers the para till its next meeting and directs the Ministry to comply with the direction of the PAC within given time line.

7. **MINIMIZING THE GOVT. EXPENDITURE ON PREPARATION OF MINISTRY REPLIES:**

The Ministries/Divisions/Departments have to incur a huge amount for the preparation of many copies of Ministry's replies for the Meetings. To limit this expenditure the Committee decided to get only two copies of the Ministries replies for the meetings.

8. **RESPONSE BY THE MINISTRIES:**

The Ministries were caught off guard on appearing before the Monitoring Committee, which was checking the compliance of nine years, as no proper record had been maintained by them, for this period. Hence, they are making all possible efforts to come up to the expectations of the Committee.

9. **FUTURE PLANNING:**

- The Committee has planned to make all possible efforts to ensure compliance of PAC directives.
- Time and again directives are being issued to Ministries to hold the DAC meetings at least once a month, make recoveries/reconcile the issues and get the record verified from Audit.
- Seven days prior notice is given to Ministries to prepare for the meetings of the Monitoring Committee.

10. **COURT CASES**

It was noticed by the Monitoring Committee that the Ministries/Divisions did not take timely actions to defend court cases effectively at an appropriate level. Some 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 were not made to get the stay orders vacated, in numerous cases, with the result that recoveries and administrative actions were delayed. The Committee is deeply concerned about this state of affairs and directed the Ministries and the Attorney General of Pakistan for taking effective measures to curb this unhealthy trend, in the public interest.

11. **FINAL RECOMMENDATION**

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

- (i) Suggestions, directives and recommendations made by the Committee in this Report and the Actionable Points be implemented by respective Ministries/Divisions/ Departments to assure efficient systems and transparency in execution of duties of federal government departments.

12. **CONCLUDING REMARKS**

The Monitoring & Implementation Committee of PAC would like to acknowledge the dedication and hard work of Monitoring & Implementation Wing 's work team, including, Mr. Moosa Raza Effendi, Additional Secretary (PAC), Ms. Najma Siddiqi, Joint Secretary (PAC), Malik Khaleeq Ahmad, Deputy Secretary (PAC-Imp), Mr. Asghar Jalal, Section Officer, Mr. Inhamul Haq, Section Officer, Mr. Javed Hussain, Section Officer, Mr. Mohammad Saleem Bhatti, Stenotypist, Mr. Saeed Ahmed Rana, UDC, Mr. Muhammad Akram, LDC, Mr. Khan Muhammad Brohi, LDC, Mr. Mir Muhammad Bukhsh, LDC, Mr. Sibte-e-Hasnain and Mr. Azam Khan, Naib Qasids, for their focused efforts for providing efficient support to the Monitoring Committee in conducting its deliberations within shortest span of time.

The Monitoring & Implementation Committee will do its utmost to work as per directions/expectations of the Main PAC.

KARAMAT HUSSAIN NIAZI
Secretary
National Assembly Secretariat

MRS. YASMEEN REHMAN
Chairperson
Monitoring & Implementation
Committee
of PAC

REPORTS

CABINET DIVISION

CAPITAL DEVELOPMENT AUTHORITY

1. **ACTIONABLE POINTS** (14-01-2010)

Actionable Points arising from the discussion in the meeting of Monitoring & Implementation Committee of PAC held on 14th January, 2010 in CDA Headquarter, Islamabad to discuss the compliance on PAC directives of PAC Reports for the years 1988-89, 1996-97, 1999-2000, 2000-01 & 2005-06 pertaining to Capital Development Authority CDA (only) are as under:

AUDIT PARAS UNDER INVESTIGATION BY NAB:

1.1 **PARA 4.10 (2000-2001) LANDS**
UNDUE ALLOTMENT OF PLOTS RS.44.550 MILLION

The representative of NAB informed the Committee that the matter is in Accountability Court and its last date of hearing was 05.01.2010.

DIRECTIVE

The Committee directed the Chairman CDA to submit a detailed report of the court cases, which have been decided against CDA, during the last 10-15 years alongwith names of Lawyers who handled these cases. The NAB and CDA should approach Advocate General/Attorney General for early decisions of Court cases. The legal wing of the CDA should play its effective role for the resolution of all court cases of CDA otherwise action will be taken against the persons working in the legal wing. The Committee pended this para till its next meeting on the Ministry.

1.2 **PARA 4.13 (1999-2000) WORKS-II**
NON-ACCOUNTABLE OF MATERIAL OF RS.0.91 MILLION

DIRECTIVE

The Committee directed the representative of NAB that the site office in Parliament Lodges, under occupation of NAB, should be handed over to CDA within one month. The Committee also expressed its displeasure on the mis-management in Parliament Lodges. The Committee pended this para till its next meeting on the Ministry.

1.3 PARA 1.10 (2005-2006) PLANNING/LANDS
ENCROACHMENT OF 102 KANALS CDA LAND BY THE PRIVATE
HOUSING SCHEME RS.71.4 MILLION

DIRECTIVE

The Committee directed the Chairman CDA to submit a report pertaining to Housing Societies allocating plots without NOC of CDA and the actions taken in this regard by CDA and NAB. It also directed the Chairman CDA to give a briefing on Housing Societies in its next meeting. The Committee further directed the Chairman CDA to call the representative of ICT in the next meeting of the Committee. The Chairman CDA was directed to constitute an Asset Management Committee to look after such issues of lands and to check the status of a plot allocated to Islamabad Public Library, which has now had been handed over to a N.G.O. The Committee further directed that Advocate General/Attorney General be approached for early decision. If there is no stay order, then possession may be taken from M/s Gul Pipes. The Committee pended this para till its next meeting on the Ministry.

1.4 PARA 1.36 (2005-2006) PLANNING (URBAN)
LOSS DUE TO NON ACTION AGAINST DEFAULTING HOUSING
SCHEMES – RS.2.5 MILLION

DIRECTIVE

The Committee directed the Chairman CDA to constitute a Joint Committee of CDA, SECP and ICT, frame the TORs of the Committee on the issue of Housing Societies and other issues, including development activities in rural areas of Islamabad, and submit its progress to the Committee within two weeks. The Committee further directed that the issue of recovery of Rs. 2.5 (M), involved in the Para, should be decided by the CDA Board, with a report to the Committee and the issue of violation of CDA by - laws may also be placed before the CDA Board to formulate remedial measures. The Committee pended this para till its next meeting on the Ministry.

1.5 PARA 1.6 (2005-2006) MPO (OPERATION)
NON-RECOVERY OF HIRE CHARGE – RS.86.3 MILLION

DIRECTIVE

The Committee directed that the departmental inquiry should be conducted in one month on the issue of “repair of vehicles,” which is under investigation of NAB. The Committee further directed the representative of NAB to submit a report alongwith the status of investigation in respect of each officer of CDA and the

contractors involved, to the Committee and the CDA. The Committee pended this para till its next meeting on the Ministry.

1.6 PARA C-II.1 (1996-1997) W&S ZONE-A
LOSS OF RS.44,221,357

DIRECTIVE

The Committee directed the Chairman CDA to get the reconciliation of amount involved by NAB and Audit. The Committee directed the Chairman CDA to further inquire into this matter, fix responsibility and report to the Committee. The Committee pended the para till its next meeting on the Ministry.

1.7 PARA 4.1 (1999-2000) (SAR FIRE DAMAGED P/BLDG) P/H (CIVIL)
INFRACTUOUS EXPENDITURE OF RS.10.050 MILLION

DIRECTIVE

The Committee directed the CDA and Audit to reconcile the matter with NAB within seven days with report to the Committee. The Committee pended this para till its next meeting on the Ministry.

1.8 PARA 4.18 (2000-2001) (SAR P/LODGES) WORKS-II
PAYMENT WITHOUT DETAILED MEASUREMENTS

DIRECTIVE

The Committee directed the CDA that copy of inquiry report should be provided to NAB and details of investigation, made by NAB, may be sent to CDA. The Committee further directed that matter should be reviewed with a report to the Committee. The Committee pended this para till its next meeting on the Ministry.

- 1.9
- i. PARA 6.2 (1988-1989) STORE-WORKS-II
BLOCKING OF GOVERNMENT MONEY BY PURCHASE OF UN-NECESSARY STORE MATERIAL – RS.18.08 MILLION
 - ii. PARA 6.3 (1988-1989) STORE-WORKS-II
NON-ACCOUNTAL OF MATERIAL WORTH RS.824,477
 - iii. PARA 6.4 (1988-1989) STORE-WORKS-II
OVERPAYMENT OF RS.77,557

DIRECTIVE

The Committee pended these Audit paras till its next meeting on the Ministry.

- 1.10 PARA 3.15 (2000-2001) P/LODGES
NON-RECOVERY OF RS.3.579 MILLION

DIRECTIVE

The Committee directed the CDA/NAB to make all possible efforts for full recovery. The Committee pended this para till its next meeting on the Ministry.

- 1.11 PARA 1.1 (2005-2006) LANDS
NON-RETRIEVAL OF 20,000 ACRES OF LAND COSTING RS.100 BILLION

DIRECTIVE

The Committee appreciated CDA on retrieval of substantial area from illegal possession and endorsed the view point of CDA that being very sensitive, the issue of package deal with the affecttees should be got approved from the Prime Minister. The Committee assured that it will provide every possible help and input in this regard. It was directed that for package deals, a comprehensive proposal, duly approved by CDA Board, may be submitted to Prime Minister for final approval. Copy of proposal may be submitted to PAC also. The Committee pended this para till its next meeting on the Ministry.

- 1.12 PARA 1.2 (2005-2006) BCS-I &II
NON-RECOVERY OF OUTSTANDING COMPOUNDING CHARGES AND
SCRUTINY FEES – RS.157.5 MILLION

DIRECTIVE

The Committee directed CDA/NAB to expedite the process of balance recovery within three months and report to the Committee. The Committee pended this para till its next meeting on the Ministry.

- 1.13 PARA 1.3 (2005-2006) PLANNING

DIRECTIVE

The Committee settled the para.

- 1.14 PARA 1.7 (2005-2006) PLANNING

LOSS DUE TO NON-RECOVERY OF COMMERCIALIZATION CHARGES
RS.81.2 MILLION

DIRECTIVE

The Committee directed to pursue the Court Case, besides approaching Advocate General/Attorney General, for early decisions/finalization with a report to the Committee. The Committee pended this para till its next meeting on the Ministry.

- 1.15 PARA 1.8 (2005-2006) KATCHI ABADI CELL

DIRECTIVE

The Committee settled the para.

- 1.16 PARA 1.9 (2005-2006) BCS-I
NON-RECOVERY OF COMPOUNDABLE CHARGES RS.74 MILLION

DIRECTIVE

The Committee directed to pursue the Court Case besides approaching Advocate General/Attorney General for early decisions/finalization. The Committee pended this para till its next meeting on the Ministry.

- 1.17 PARA 1.11 (2005-2006) KATCHI ABADI CELL
NON-RECOVERY OF COST OF GAS AND ELECTRICITY FROM
ALLOTTEES RS.67.5 MILLION

DIRECTIVE

The Committee settled the para subject to verification of record/stated facts, by Audit with a report to the Committee.

- 1.18 PARA 1.12 (2005-2006) ROAD-II &IV

DIRECTIVE

The Committee settled the para with the direction that due care should be taken in future.

- 1.19 PARA 1.14 (2005-2006) E/M-I
NON-RECOVERY OF ACCUNT OF COST OF PLOT AND DELAYED
PAYMENT CHARGES RS.34.6 MILLION

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

1.20 GENERAL DIRECTIVES

- Special Committee directed CDA to introduce **Asset Management System**. For this purpose, a committee be formed and names of the Members be forwarded to PAC also.
- Indicate status of library plot allotted, but not utilized for the purpose, and currently under occupation of any other department.
- DAC meetings may be arranged at least once a month and compliance/progress be reported to PAC.
- In order to discourage the tendency of keeping the material and machinery at site, even after completion of work, the contractors should be bound to vacate the site immediately after completion of work or they may be charged for the place they use for construction activities.

1.21 LIST OF PARAS SETTLED BY THE COMMITTEE.

1996-97		
1	B-II.1	Production-I
2	C-V.1	Works-II
3	C-VIII.1	DMA
4	C-IX.1	Road-II
5	D-IV.2	Works-II
1999-2000		
6	1.2	Sanitation
7	3.1	MPO (Oper)
8	3.4	DMA
9	3.5	DMA
10	4.3	E/M-II
11	4.15	Admin
12	4.16	E&M (P/House)
13	5.5	MPO (Oper)
14	6.11	Govt Hostel
15	6.20	BCS-II
16	6.22	Works-II
17	6.26	E/M-I
18	6.27	Works-III (E&M)

SAR on repair/renovation of Fire damaged Parliament Building 1999-2000		
19	5.2	P/H(civil)
2000-01		
20	1.1	Road-IV
21	2.4	Maint-II
22	2.5	Road-IV
23	2.14	Road-III
24	3.2	W&S Zone-A
25	3.8	Production-I
26	3.9	Works-II
27	3.19	Revenue
28	4.2	P/House (Civil)
29	7.4	MPO (Maint)
2005-06		
30	1.5	Road-I,II,IV&V
31	1.13	Land & Rehab:
32	1.15	Revenue
33	1.16	Road-I&V
34	1.19	Road-III
35	1.23	G-13
36	1.29	Road-IV
37	1.30	Works-II
38	1.33	P/Lodges
39	1.34	BCS-I
40	1.41	Sanitation
41	1.46	Maint-II
42	1.48	MPO (Maint)
43	1.50	Dev: Div(Envt)
44	1.52	MPO (Maint)
45	1.55	Works-I
46	1.56	Expo (2005-06)

DIRECTIVE

On the recommendations of Audit, the Committee settled the above mentioned 46 Audit paras.

END

MINISTRY OF COMMUNICATIONS

2. ACTIONABLE POINTS (04-11-2009)

Actionable Points arising from the discussion in the meeting of Monitoring & Implementation Committee of PAC held on 4th November, 2009 on M/o Communications including NHA and Motorways Police to discuss the compliance on the directives of PAC in PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87, 1985-86 are as under:

2.1 AUDIT REPORT FOR THE YEAR 1999-2000

- i. PARA 2.43, 1999-2000
LIMP (M-2) OVERPAYMENT OF RS.0.489 MILLION
- ii. PARA 6.3, 1999-2000
PD(LIMP) NON RECOVERY 37.946 MILLION
- iii. PARA 6.4, 1999-2000
PD(M-1) UNDUE FINANCIAL AID US\$ 32.216

DIRECTIVE

The Committee directed the PAO to resolve the issues in above 3 audit paras with NAB and Audit within one week and provide record to audit for verification. The Committee pended the above paras till its next meeting on the Ministry.

2.2 AUDIT REPORT FOR THE YEAR 2000-01

PARA 1.4, MAINTENANCE GM (SINDH) 2000-01
FRUADLENT PAYMENT AMOUNTING TO RS.8.701 MILLION

The representative of NAB informed the Committee that the investigation by NAB on this issue has been completed. The bankers are involved in this issue and reference will be filed against the concerned persons within fifteen days.

DIRECTIVE

The Committee directed the PAO to put the names of the persons involved in the Exit Control List (ECL).The Committee directed NAB to show its efficiency in this issue and get report from the concerned Chief Secretary. The Committee pended this para till its next meeting on the Ministry. The Committee also directed the representative of NAB to convey the message of the Committee to Chairman NAB about how to speedup the cases of this type which are under investigation by NAB.

PAKISTAN MOTORWAYS POLICE

2.3 **AUDIT REPORT FOR THE YEAR -2000-01 & 2006-07 (Financial Year 2005-06)**

PARA 3.1, PAGE-11-AR-2000-01

NON REALIZATION OF FINE RECEIPT OF RS.13.425 MILLION FROM N.H.A.

DIRECTIVE

The Committee settled the para, subject to verification of record/ stated facts by Audit.

2.4 **PARA 3.1, PAGE-5-AR-2006-07**
NON RECEIPT OF RS.150 MILLION FROM NHA

DIRECTIVE

The Committee directed the PAO to resolve the issue, in consultation with the Minister for Communications and the representative of Motorways, and submit the compliance report in the next meeting of the Ministry. The Committee also directed the PAO that in future, rules must be followed. The Committee pended this para till its next meeting on the Ministry.

- 2.5
- i. PARA 1.2, PAGE-7-AR-2000-01
OVERPAYMENT OF RS.0.691 MILLION ON ACCOUNT OF HIRING OF OFFICE ACCOMODATION BY PAKISTAN MOTORWAY POLICE.
 - ii. PARA 2.2, PAGE-10-AR-2000-01
RECOVERY OF RS.0.271 MILLION ON ACCOUNT OF INCOME TAX
 - iii. PARA 4.4, PAGE-16-AR-2000-01
IRREGULAR EXPENDITURE OF RS.0.356 MILLION.
 - iv. PARA 4.6, PAGE-18-AR-2000-01
DEFECTIVE CONTRACT WITH M/S DAEWOO PAKISTAN FOR SUPPLY OF POL

- v. PARA 4.7, PAGE-19-AR-2000-01
IRREGULAR/UNJUSTIFIED EXPENDITURE OF RS.1.387 MILLION
ON ACCOUNT OF PURCHASE OF STATIONARY ITMES AT THE
CLOSE OF FINANCIAL YEAR

DIRECTIVE

On the recommendations of Audit, the Committee settled the above mentioned five Audit paras.

- 2.6 AUDIT REPORTS FOR THE YEARS 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96 AND 1987-88

DIRECTIVE

The Committee pended the remaining audit paras till its next meeting on the Ministry. The Committee also directed the Audit Department that in future, the details of un-highlighted audit paras should also be mentioned in the Audit briefs, which are prepared for the Committee.

- 2.7 APPROPRIATION ACCOUNTS FOR THE YEARS 1985-86, 1988-89, 1995-96, 1996-97, 1999-2000, 2005-06

DIRECTIVE

The Committee pended the grants of above mentioned years till its next meeting on the Ministry.

ACTIONABLE POINTS (09-07-2010)

Actionable Points arising from the discussion in the meeting of Monitoring & Implementation Committee of PAC held on 9th July, 2010 on M/o Communications including NHA and Motorways Police to discuss the compliance on the directives of PAC in PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87, 1985-86 are as under:

AUDIT REPORT FOR THE YEAR 2000-01

- 2.8 PARA 1.4 MAINTENANCE GM(SINDH) 2000-01
FRAUDULENT PAYMENT AMOUNTING TO RS.8.701 MILLION

The representative of NAB informed the Committee that reference has been prepared. The whole family, involved in this issue, is not traceable.

DIRECTIVE

The Committee directed the NAB to recover the amount and report to the Committee within one month. The Committee pended the para till its next meeting on the Ministry.

2.9 PARA 8.9
LOSS OF RS.37.195
LAC-BURHAN (2000-01)

The PAO informed the Committee that the matter is subjudice.

DIRECTIVE

The Committee directed the PAO to review this case with NAB and report to the Committee. The Committee pended this para till its next meeting on the Ministry. The PAO was further directed to nominate a focal person in the Ministry, on NAB issues.

- 2.10 i. PARA 4.14, KPT-2000-01
NON AJDUSTMENT OF ADVANCE OF RS.111.306 MILLION
- ii. PARA 4.15, KPT-2000-01
NON AJDUSTMENT OF RS.23.225 MILLION

DIRECTIVE

The Committee directed the PAO and NAB to recover the pending amount within fifteen days and report to the Committee. The Committee pended above paras till its next meeting on the Ministry.

2.11 **AUDIT REPORT FOR THE YEAR 1999-2000**

- i. PARA 2.43, 1999-2000
LIMP (M-2) OVERPAYMENT OF RS.0.489 MILLION
- ii. PARA 6.3, 1999-2000
PD (LIMP) NON RECOVERY 37.946 MILLION
- iii. PARA 6.4, 1999-2000
PD(M-1) UNDUE FINANCIAL AID US\$ 32.216

The representative of NAB informed the Committee that no record has been provided by NHA to NAB which pertains to above audit paras.

DIRECTIVE

The Committee directed the PAO to resolve the issues, in above 3 audit paras, with NAB and Audit within two weeks and provide record to audit for verification. The Committee, however, pended these paras till its next meeting on the Ministry. The PAO and NAB were directed to provide the list of audit paras of M/o Communications under investigation by NAB separately to the Committee.

2.12 **PAKISTAN MOTORWAYS POLICE**
AUDIT REPORT FOR THE YEAR -2000-01 & 2006-07

- i. PARA 3.1, PAGE-11-AR-2000-01
NON REALIZATION OF FINE RECEIPT OF RS.13.425 MILLION FROM N.H.A.
- ii. PARA 4.6, PAGE-18-AR-2000-01
DEFECTIVE CONTRACT WITH M/S DAEWOO PAKISTAN FOR SUPPLY OF POL

DIRECTIVE

The Committee settled both audit paras, subject to verification of record/stated facts, by Audit with a report to the Committee.

2.13 PARA 3.1, PAGE-5-AR-2006-07
NON RECEIPT OF RS.150 MILLION FROM NHA

DIRECTIVE

The Committee settled the para ,subject to verification of adjustment of the amount, by Audit with a report to the Committee.

2.14 **APPROPRIATION ACCOUNTS FOR THE YEARS 1985-86-1988-89,**
1995-96, 1996-97, 1999-2000, 2005-06

- i. GRANT 175, 1985-86
(EXCESS OF RS.67,607,188)

The PAO informed the Committee that FWO has been asked to provide the explanation pertaining to this excess.

DIRECTIVE

The Committee directed the PAO to coordinate with FWO for providing the reasons for this excess to the Committee. In case of any problem, the Secretary M/o Defence should be contacted for the resolution of this issue. The Committee pended this grant till its next meeting on the Ministry.

The Committee further directed the PAO to provide the dates of submission of bills by Contractors/Parties in NHA for payments and the list of those contractors to whom the payments have not yet been made.

2.15 GENERAL DIRECTIONS:

- The Committee pended the remaining grants.
- The Committee pended the remaining audit paras which have not been discussed till its next meeting on the Ministry.
- For not attending the meeting of the Committee by Chairman NHA, the Committee expressed its displeasure on his absence and directed that in future, the Chairman must attend the meeting of the Committee.

END

MINISTRY OF DEFENCE

3. **ACTIONABLE POINTS** (13-12-2010)

Actionable Points of the meeting of Monitoring Committee of PAC under the convenership of Mrs. Yasmeen Rehman, MNA on M/O Defence held on 13th December, 2010 which was attended by Syed Haider Abbas Rizvi, Mr. Saeed Ahmad Zafar, MNAs and AVM Syed Najam-ul-Hasan, to discuss the PAC Report for the year 2005-06. Secretary Ministry of Defence could not attend the meeting.

3.1 **1-STATE VS ABID MEHMOUD, EX- STORE KEEPER**

The representative of NAB informed the Committee that this case was settled in the court.

DIRECTIVE

The Committee settled the para.

3.2 **2-KHALID SHARIF M/S KHYBER TRACTORS (PVT) LTD,LAHORE/EX-DIRECTOR KHYBER TRACTORS (PVT) LTD.**

The representative of NAB informed the Committee that the matter is subjudice in NAB Court.

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry and directed that all the remaining Audit Paras, under investigation by NAB/FIA, should be discussed in the next meeting of the Ministry.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES FOR THE YEAR 2005-06

PAKISTAN INTERNATIONAL AIRLINE

3.3 **PARA 41, PAGE 61-ARPSE-2005-06** **NON-RECOVERY OF SERVICE CHARGES FROM DEFAULTING PRIVATE** **AIRLINES RS. 1.15 MILLION**

The PAO informed the Committee that the matter is in the Court of Law.

DIRECTIVE

The Committee directed the PAO to place the names of the Directors of the defaulting Private Airlines on ECL. Further, pursue the case in the court of law. It was also directed that Incharge of legal wing of the Ministry should be present in the meeting. The Committee pended this para till its next meeting on the Ministry.

**AUDIT REPORT ON THE ACCOUNTS OF GOVERNMENT OF PAKISTAN
(CIVIL WORKS) FOR THE YEAR 2005-06**

CIVIL AVIATION AUTHORITY3.4 PARA 2.2, PAGE 41-AR-2005-06LOSS DUE TO NON RECOVERY OF PENALTY RS. 148.2 MILLION

The PAO informed the Committee that DAC directed to place this para before the Board of the Authority.

DIRECTIVE

The Committee directed the PAO to hold the meeting of the Board on this issue. The Committee pended this para for one month.

3.5 PARA 2.6, PAGE 45-AR-2005-06LOSS DUE TO NON-IMPLEMENTATION OF RECOMMENDATION OF BOARD OF INQUIRY RS. 5.8 MILLION

The PAO informed the Committee that some amount in this case has been recovered and efforts are being made for further recovery.

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry,

3.6 PARA 2.8 (PAGE 46-AR) 2005-06UNAUTHORIZED APPOINTMENT OF CONSULTANT RS. 3.7 MILLION AND US \$ 0.5 MILLION

The PAO informed the Committee that the matter is still with M/o Law.

DIRECTIVE

The Committee expressed its displeasure on the overall state of the issue and directed the PAO to fix the responsibility why the procedure on appointment of consultants have not been followed. The Committee further directed the PAO to hold another DAC and report to the Committee within fifteen days and pended this para till its meeting on the Ministry.

3.7 PARA 2.10, PAGE 48-AR-
LOSS OF REVENUE DUE TO NON-IMPLEMENTATION OF CONTRACT
CLAUSE RS. 1.4 MILLION

The PAO informed the Committee that compliance of the directive of PAC has been made.

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit with a report to the Committee.

**AUDIT REPORT ON THE ACCOUNTS OF M/O FOREIGN AFFAIRS UNDER
M/O DEFENCE**

3.8 PARA 4.3, PAGE 36-AR
UNAUTHORIZED PURCHASE OF MOBILE PHONE CARDS NAIRA 260,000
(RS. 0.104 MILLION)

The PAO informed the Committee that the M/o Foreign Affairs has already taken up this case with the Cabinet Division.

The representative of Audit stated that the Cabinet Division has rejected ex-post facto approval of the expenditure,

DIRECTIVE

The Committee directed the PAO to resolve this issue and report to the Committee within one month. The Committee pended this para till its next meeting on the Ministry.

AUDIT REPORT ON THE ACCOUNTS OF DEFENCE SERVICES FOR THE YEAR 2005-06

3.9 PARA 1.1.2, PAGE 2-ARDS
IRREGULAR EXPENDITURE ON CONSTRUCTION OF A BUNGALOW BY SPLITTING UP OF WORK – RS. 0.347 MILLION

The PAO informed the Committee that the Sub-Committee of the PAC under Mr. Zahid Hamid MNA/Convener settled the para in its meeting.

DIRECTIVE

Regarding the systematic issue pertaining to SOP/Rules of the Guest Rooms, the Committee directed the PAO to prepare a policy and submit it to the Committee within three months.

3.10 PARA 1.3.7, PAGE 14 & 15-ARDS
UN-AUTHORIZED EXPENDITURE ON CONSTRUCTION OF TROOPS FAMILY WELFARE CENTRE (TFWC) OUT OF DEFENCE BUDGET – RS 1.497 MILLION

The PAO informed the Committee that the issue is in final stages in G.H.Q.

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

- 3.11 i. PARA 1.4.2, PAGE 16-ARDS
NON-RECOVERY OF GOVERNMENT DUES FROM THE DEFAULTING CONTRACTORS RS. 2.460 MILLION
- ii. PARA 1.4.3, PAGES 16 & 17-ARDS
NON-RECOVERY OF OUTSTANDING GOVERNMENT DUES FROM CONTRACTORS RS. 0.557 MILLION
- iii. PARA 1.4.4, PAGES 17 & 18-ARDS
LOSS DUE TO NON-COLLECTION OF TELEVISION LICENSE FEE FROM ELECTRICITY CONSUMERS RS. 1.312 MILLION
- iv. PARA 1.5.1, PAGES 18 & 19-ARDS-2005-06
NON-RECOVERY OF RENT AND ALLIED CHARGES RS. 50.279 MILLION

- v. PARA 1.6.2, PAGES 23 & 24-ARDS-2005-06
ACCEPTANCE OF ILLEGAL GRATIFICATION BY ASSISTANT
ENGINEER AND NON-DEPOSIT OF PUBLIC MONEY INTO
GOVERNMENT TREASURY RECEIVED FROM CONTRACTOR RS.
0.683 MILLION

DIRECTIVE

On presentation of above mentioned five audit paras, the Committee directed the PAO to make all possible efforts to recover the remaining amount and hold another DAC. The Committee pended the above paras till its next meeting on the Ministry.

- 3.12 i. PARA 1.6.3(ii), PAGES 24 & 25-ARDS
NON-FINALIZATION OF CONTRACTOR'S FINAL BILLS &
WILLFUL AVOIDANCE OF STATUTORY AUDIT DUE TO NON-
FINALIZATION OF CONTRACTS RS. 11.952 MILLION
- ii. PARA 1.6.3(iii), PAGES 24& 25-ARDS
NON-FINALIZATION OF CONTRACTOR'S FINAL BILLS &
WILLFUL AVOIDANCE OF STATUTORY AUDIT DUE TO NON-
FINALIZATION OF CONTRACTS RS. 2.288 MILLION

The PAO informed the Committee that four bills have been finalized. In one case, the matter is subjudice.

DIRECTIVE

The Committee directed the PAO to expedite the court case, get verification of the recovered amount by Audit. The Committee settled the above paras subject to verification of record/stated facts by Audit.

- 3.13 i. PARA 1.6.4 (A&B), PAGES 26 & 27-ARDS
IRREGULAR EXPENDITURE TO AVOID LAPSE OF FUNDS AND
NON-RECOVERY OF COMPENSATION CHARGES RS. 2.570
MILLION
- ii. PARA 2.1.3, PAGES 31 & 32-ARDS
IRREGULAR PURCHASE OF STORE WITHOUT CALLING OPEN
TENDER AT THE CLOSE OF FINANCIAL YEAR RS. 10.153
MILLION

- iii. PARA 2.2.1(i), PAGE 41-43-ARDS
LOSS DUE TO UNECONOMICAL PURCHASE OF MEDICINES
WITHOUT CALLING TENDERS AND UNDUE FAVOUR TO
SUPPLIER DUE TO NON-RECOVERY OF AGREED DISCOUNT OF
17.50% ON PURCHASE OF MEDICINES RS. 1.586 MILLION
- iv. PARA 2.2.1(ii), PAGE 41-43-ARDS
LOSS DUE TO UNECONOMICAL PURCHASE OF MEDICINES
WITHOUT CALLING TENDERS AND UNDUE FAVOUR TO
SUPPLIER DUE TO NON-RECOVERY OF AGREED DISCOUNT OF
17.50% ON PURCHASE OF MEDICINES RS. 1.586 MILLION

DIRECTIVE

The Committee, on the recommendations of Audit, settled the above four Audit Paras.

- 3.14 PARA 2.2.4, PAGE 45-ARDS
INORDINATE DELAY IN RECOVERY OF AIRCRAFT HIRE CHARGES
FROM VARIOUS DEPARTMENTS RS. 32.890 MILLION

The PAO informed the Committee that some amount has been recovered and efforts are being made to recover the amount.

DIRECTIVE

The Committee directed the PAO to recover the remaining amount within two months. The Committee pended the para till its next meeting.

- 3.15 PARA 2.2.6, PAGES 46 & 47-ARDS
NON-RECOVERY OF RISK AND EXPENSE MONEY FROM DEFAULTING
CONTRACTOR RS.10.153 MILLION

The PAO informed the Committee that the matter is subjudice and the next date of hearing is 4th January, 2011.

DIRECTIVE

The Committee directed the PAO to pursue the court case vigorously. The Committee pended the para till its next meeting on the Ministry.

3.16 PARA 3.5, PAGE 51 & 52-ARDS
IRREGULAR REMOVAL/CUTTING AND DISPOSAL OF TREES RS. 0.420
MILLION

The PAO informed the Committee that entire amount has been recovered in this regard.

DIRECTIVE

The Committee settled the para subject to verification of record/stated facts by Audit with a report to the Committee.

3.17 i. PARA 4.3, PAGE 55-ARDS
DIVERSION OF GOVERNMENT RENTAL RECEIPTS FOR TROOPS
WELFARE RS.1.500 MILLION

ii. PARA 4.4, PAGE 56-ARDS
DIVERSION OF GOVERNMENT RENTAL RECEIPTS FOR
EMPLOYMENT OF CASUAL LABOUR RS. 1.074 MILLION

DIRECTIVE

The Committee directed the PAO to prepare a policy for employment of casual labour. The Committee pended these paras till its next meeting on the Ministry.

3.18 i. PARA 5.1.1 (PAGES 57 & 58-ARDS)
UN-AUTHORIZED COMMERCIAL USE OF RESIDENTIAL
PROPERTY AND ENCROACHMENT OF DEFENCE LAND RS.
103.375 MILLION

ii. PARA 5.1.2 (PAGES 58-59-ARDS)
UN-AUTHORIZED COMMERCIAL USE OF RESIDENTIAL
PROPERTY AND ENCROACHMENT OF DEFENCE LAND RS. 36.252
MILLION

iii. PARA 5.1.4 (PAGES 59-60-ARDS)
UNAUTHORIZED CONSTRUCTION OF COMMERCIAL BUILDINGS
RS. 18,432 MILLION

Land policy issue was discussed by the Committee.

DIRECTIVE

The Committee directed the PAO to make all possible efforts to resolve these issues. The Committee pended these three Audit Paras till its next meeting on the Ministry.

Note: The un-discussed audit paras will remain pending till the next meeting of the Committee.

3.19 GENERAL DIRECTION

- The Committee directed the Ministry to hold DAC meetings on the status of compliance of the PAC directives frequently.

END

MINISTRY OF EDUCATION

4. **ACTIONABLE POINTS** (08-07-2010)

Actionable Points arising from the discussion in the 1st meeting of Monitoring & Implementation Committee of PAC held on 8th July, 2010 on M/o Education to discuss the compliance on PAC directives of PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87, 1985-86 are as under:

APPROPRIATION ACCOUNS (CIVIL) VOL-I, 1999-2000

4.1 **GRANT 123-DEVELOPMENT EXPENDITURE OF EDUCATION DIVISION** (SAVING OF RS. 680,535,685)

DIRECTIVE

The Committee settled the grant subject to satisfaction by AGPR/Audit with a report to the Committee in its next meeting.

APPROPRIATION ACCOUNS (CIVIL) VOL-I-2005-2006

4.2 **GRANT 30-HIGHER EDUCATION COMMISSION**

DIRECTIVE

The Committee settled the grant with the direction to the PAO to reconcile this matter with HEC, subject to satisfaction by AGPR/Audit, with a report to the Committee in its next meeting.

4.3. **GRANT 32-FEDERAL GOVT. EDUCATIONAL INSTITUTION IN THE CAPITAL AND FEDERAL AREAS** (EXCESS OF RS.136,823,393)

DIRECTIVE

The Committee directed the PAO to resolve the issue with M/o Finance. The Committee also pended this grant till its next meeting on the Ministry.

4.4 GRANT 135-DEVELOPMENT EXPENDITURE OF EDUCATION
DIVISION
(SAVING OF RS.1,128,624,104)

DIRECTIVE

The Committee settled the grant subject to verification of record/stated facts by Audit.

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

4.5 PARA 3.1.2, 3.1.3, 5.2,& 6.4
DRAFTING OF TRAINES (FIA-CASE)

DIRECTIVE

The Committee directed the PAO to get verification of recovered amount from Audit, contact concerned Chief Secretary and DCOs for further recovery, revisit this issue, complete homework and report to the Committee in its next meeting. The Committee however, pended this para till its next meeting on the Ministry.

AUDIT REPORT ON M/O EDUCATION FOR THE YEAR 1988-89

4.6 PARA-4, PAGE-46-AR-1988-89
UN-AUTHORIZED OPENING OF BANK ACCOUNTS-NON SURRENDER
OF BUDGETARY SAVING RS.9,181,754

DIRECTIVE

The Committee settled the audit para.

AUDIT REPORT ON M/O EDUCATION FOR THE YEAR 1995-96

4.7 PARA-4, PAGE-23-AR-95-96
IRREGULAR PURCHASE OF STORE ARTICLES WORTH RS.827,782
WITHOUT CALLING OPEN TENDER AND NON PRODUCTION OF
ACCOUNTING RECORD

DIRECTIVE

The Committee settled the audit para.

- 4.8 PARA-6, PAGE-24-AR-95-96
IRREGULAR WITHDRAWAL FROM PUBLIC ACCOUNTS/PLA TO AVOID
LAPSE OF FUNDS RS.16.549 MILLION

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit.

AUDIT REPORT ON M/O EDUCATION FOR THE YEAR 1996-97

- 4.9 PARA-3, PAGE-31-AR-96-97
IRREGULAR DRAWL OF RS.493,218 FROM DEVELOPMENT GRANT FOR
NON DEVELOPMENTS FUNCTION

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit.

AUDIT REPORT ON M/O EDUCATION\ FOR THE YEAR 1996-97

- 4.10 PARA 4, PAGE-31-AR-96-97
UN-AUTHORIZED AND EXCESS EXPENDITURE OF RS.19.148 MILLION
ON INTERNATIONAL CONFERENCE-1995

DIRECTIVE

The Committee directed the PAO to hold another DAC and report to the Committee in its next meeting. The Committee however, pended this para till its next meeting on the Ministry.

- 4.11 PARA 5, PAGE-32-AR-96-97
IRREGULAR/UN-AUTHORIZED EXPENDITURE OF RS.700,950/- ON
ACCOUNT OF BACKDROP AND DISPLAY CHARGES

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry.

- 4.12 i. PARA 6, PAGE-33-AR-96-97
IRREGULAR PAYMENT OF RS.12 MILLION ON ACCOUNT OF AIR
TICKETING

- ii. PARA 7, PAGE-33-AR-96-97
IRREGULAR PAYMENT OF RS.3.2 MILLION ON ACCOUNT OF
BOARDING AND LODGING

DIRECTIVE

The Committee pended above mentioned both paras till its next meeting on the Ministry.

- 4.13 PARA 9, PAGE-35-AR-96-97
NON-DEDUCTION OF BENEVOLET FUND AND GROUP INSURANCE
FROM THE EMPLOYEES OF THE INSTITUTE ONLY TWO YEARS
RECOVERY AMOUNTING RS. 87,581

DIRECTIVE

The Committee settled the para with the direction that in future, the rules should be followed.

- 4.14 i. PARA 12, PAGE-36-AR-96-97
UN-NECESSARY RETENTION OF GOVT MONEY AMOUNTING TO
RS.7,926,687
- ii. PARA 13 (PAGE-37) AR-96-97
IRREGULAR PAYMENT OF MEDICAL ALLOWANCE RS.269,568

DIRECTIVE

The Committee settled both the audit paras, subject to verification of record/stated facts by Audit.

AUDIT REPORT ON PNC FOR UNESCO, ISLAMABAD SPECIAL AUDIT
REPORT # 166 (JUNE-2002) FOR THE YEAR 2000-01

- 4.15 i. PARA 2.3, PAGE-7-SAR # 166-2000-01
MISUSE OF UNESCO FUNDS BY MEETING THE DEPARTMENTAL
CHARGES RS.1.742 MILLION
- ii. PARA 2.4, PAGE-8-SAR # 166-2000-01
IRREGULAR/UNAUTHORIZED EXPENDITURE OF RS.1.194
MILLION ON THE PRINTING/PUBLISHING OF MAGAZINE “
PYAMI”

- iii. PARA 2.5, PAGE-9-SAR # 166-2000-01
UNAUTHORIZED EXPENDITURE OF RS.0.555 MILLION
PURCHASE OF A CAR FROM UNESCO FUNDS
- ii. PARA 2.6, PAGE-9-SAR # 166-2000-01
NON MAINTENANCE OF THE PROJECT RECORD
- iii. PARA 2.7, PAGE-11-SAR # 166-2000-01
IRREGULAR/UNAUTHORIZED APOINTMENT /PROMOTION OF
THE STAFF, VIOLATION OF SERVICES RULES AND OTHER
POINTS
- iv. PARA 4.2, PAGE-16-SAR # 166-2000-01
NON-PRODUCTION OF RECORD OF RS.17.104 MILLION
- v. PARA 4.3, PAGE-17-SAR # 166-2000-01
NON PRODUCTION OF RECORD OF RS.18.570 MILLION
- vi. PARA 4.4, PAGE-19-SAR # 166-2000-01
NON PRODUCTION OF DETAIL OF BANK ACCOUNTS NO 4156

DIRECTIVE

On presentation of above mentioned 8 audit paras, the Committee settled the paras, subject to verification of record/stated facts by Audit.

AUDIT REPORT ON NISTE, ISLAMABAD SPECIAL AUDIT REPORT# 177
(JUNE-2002) FOR THE YEAR 2000-01

- 4.16 PARA 2.4, PAGE-8-SAR # 177-2000-01
IRREGULAR EXPENDITURE OF RS.1.205 MILLION WITHOUT CALLING
OPEN TENDER

DIRECTIVE

The Committee directed the PAO to resolve this issue, write letter to M/o Finance and report to the Committee in its next meeting. The Committee however, pended this para till its next meeting on the Ministry.

4.17 PARA 2.7, PAGE-10-SAR # 177-2000-01
IRREGULAR/UNAUTHORIZED APPOINTMENT/PROMOTIONS

DIRECTIVE

The Committee directed the PAO to finalize this issue within thirty days and report to the Committee in its next meeting. The Committee however, pended this para till its next meeting on the Ministry.

4.18 PARA 3.3, PAGE-20-SAR # 177-2000-01
RECOVERY OF RS.1.405 MILLION FROM THE EMPLOYEES OF THE COLLEGE ON ACCOUNT OF IRREGULAR PAYMENT OF INSTRUCTIONAL ALLOWANCE

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry with the direction to the PAO to revisit this issue and report to the Committee in its next meeting.

4.19 PARA 3.8, PAGE-23-SAR # 177-2000-01
IRREGULAR EXPENDITURE OF RS.2.661 MILLION DRAWN AS REMUNERATION OF INCOME GENERATING PROGRAMME

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit.

AUDIT REPORT ON M/O EDUCATION FOR THE AUDIT YEAR 2006-07

4.20 PARA 6.1, PAGE-18-AR-2006-07
NON RECOVERY OF RS.69.55 MILLION FROM SCHOLARSHIP HOLDERS WHO DID NOT JOIN THEIR DUTES AFTER COMPLETION OF STUDIES OR FAILED TO COMPLETE STUDIES

DIRECTIVE

The Committee directed the PAO to get support from FIA in this issue. The Committee however, pended this para till its next meeting on the Ministry.

4.21 PARA 6.3 (PAGE-19) AR-2006-07
UNAUTHORIZED APPOINTMENT IN CONTRAVENTION OF NCA RULES
AND IRREGULAR PAYMENT AMOUNTING TO RS.1.501 MILLION

DIRECTIVE

The Committee settled the para.

4.22 SPECIAL AUDIT REPORT ON “ESTABLISHMENT OF CADET COLLEGE,
SANGHAR” FOR THE YEAR 2000-01 (DG-AW-FEDERAL)

DIRECTIVE

On presentation of this Special Audit Report comprising 40 Audit Paras, the Committee directed the PAO to make serious efforts to resolve the issues in these para. The Committee however, pended this report till its next meeting on the Ministry.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES 1985-96, 1986-87 & 1999-
2000 (DG-CAE-LAHORE)

NATIONAL BOOK FOUNDATION

- 4.23 i. PARA 188, PAGE-186-ARPSE-1985-86
 ii. PARA 89(PAGE-49-ARPSE-1999-2000)
 iii. PARA 118-140(PAGE-49-ARPSE-1986-87)

DIRECTIVE

The Committee settled the above mentioned three audit paras.

4.24 **PERFORMANCE EVALUATION REPORT NO.91 ON NATIONAL BOOK**
FOUNDATION FOR THE YEAR 1987-88

DIRECTIVE

The Committee settled the above mentioned performance evaluation report.

4.25 PERFORMANCE EVALUATION REPORT # 104 ON DA'WAH ACADEMY INTERNATIONAL UNIVERSITY FOR THE YEAR 1988-89

DIRECTIVE

The Committee settled the above mentioned performance evaluation report.

4.26 LIST OF AUDIT PARAS SETTLED BY THE COMMITTEE:

Sl #	Year of Report	Para No.
1	1988-89	1
2	1995-96	1
3	--	5
4	--	7
5	--	9
6	2000-01 (SAR-166)	1.1
7	--	2.8
8	--	3.1
9	--	3.2
10	--	4.1
11	--	5.1
12	2000-01 (SAR-177)	1.1
13	--	2.3
14	--	2.5
15	--	2.6
16	--	3.1
17	--	3.2
18	--	3.4
19	--	3.5
20	--	3.6
21	PAR (USB-Lahore)	PAR
22	2006-07	6.2

DIRECTIVE

On the recommendations of Audit, the Committee settled the above mentioned 22 Audit paras.

END

MINISTRY OF ENVIRONMENT

5. **ACTIONABLE POINTS** (16-07-2010)

Actionable Points arising from the discussion in the 1st meeting of Monitoring & Implementation Committee of PAC on M/o Environment held on 16th July, 2010 to discuss the compliance on PAC directives on PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88, 1986-87, 1985-86 are as under:

APPROPRIATION ACCOUNTS

5.1 **GRANT 74-ENVIRONMENT & URBAN AFFAIRS DIVISION (1988-89)** **(SAVING OF RS.4,907,339)**

DIRECTIVE

The Committee deferred the grant till its next meeting on the Ministry.

5.2 i. **GRANT 33-ENVIRONMENT DIVISION (2005-06)** **(SAVING OF RS.2,650,845)**

ii. **GRANT 34-FOREST (2005-06)** **(SAVING OF RS.3,248,288)**

DIRECTIVE

The Committee settled the above grants.

5.3 i. **GRANT 35-ZOOLOGICAL SURVEY DEPARTMENT (2005-06)** **(EXCESS OF RS.12,654)**

ii. **GRANT 136-DEVELOPMENT EXPENDITURE OF ENVIRONMENT** **DIVISION (2005-06)** **(SAVING OF RS.565,669,973)**

DIRECTIVE

The Committee pended the grants till its next meeting on the Ministry.

AUDIT REPORT ON M/O ENVIRONMENT FOR THE YEARS 2006-07

- 5.4 i. PARA 7.1, PAGE-21-AR-2005-06
NON-ACHIEVEMENT OF TARGETS.
- ii. PARA 7.2, PAGE-22-AR-2005-06
NON PRODUCTION OF RECORD OF RS.4.578 MILLION
ALLOCATED TO FERTS PROJECT

DIRECTIVE

The Committee settled the above audit paras, with the direction to the PAO to make all possible efforts to make Islamabad a Model City.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES FOR THE YEARS 1995-96, 2005-06-07

PAKISTAN ENVIRONMENTAL PLANNING AND CONSULTANT (PVT) LIMITED

- 5.5 PARA 54.3-ARPSE-2005-06

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

- 5.6 PARA 123, PAGE-21-ARPSE-1995-96

DIRECTIVE

The Committee directed the PAO to improve the system, inform in detail about the receivables to the Committee and pended this para till its next meeting on the Ministry.

The Committee directed the PAO to give a briefing to the main PAC on the performance and functioning of PEPAC.

END

FEDERAL BOARD OF REVENUE (FBR)

6. **ACTIONABLE POINTS** (28-01-2010)

Actionable Points arising from the discussion in the meeting of Monitoring & Implementation Committee of PAC on Federal Board of Revenue (FBR) held on 28th January, 2010 on FBR in the Parliament House, to discuss the compliance on PAC directives on PAC Reports for the years 2005-06, 2000-01, are as under:

- 6.1 i. GRANT 40 (2000-01) REVENUE DIVISION
(SAVING OF RS.12,447,246)
- ii. GRANT 41 (2000-01) CENTRAL BOARD OF REVENUE
SAVING OF RS.65,098,960.
- iii. GRANT 42 (2000-01) SEA CUSTOMS
(SAVING OF RS.40,188,580)
- iv. GRANT 43 (2000-01) LAND CUSTOMS AND CENTRAL EXCISE
SAVING OF RS.164,706,712
- v. GRANT 44 (200-01) SALES TAX
(SAVING OF RS.168,686,750)
- vi. GRANT 45 (200-01) TAXES ON INCOME AND CORPORATION TAX
(SAVING OF RS.73,340,066)
- vii. GRANT 44 (2005-06) REVENUE DIVISION
(EXCESS OF RS.11,173,670)
- viii. GRANT 45 (2005-06) CENTRAL BOARD OF REVENUE
(SAVING OF RS.1,723,708)
- ix. GRANT 46 (2005-06) LAND AND CUSTOMS AND CENTRAL EXCISE
(EXCESS OF RS.13,218.023)
- x. GRANT 47 (2005-06) SALES TAX
(EXCESS OF RS.9,861,363)

- xi. GRANT 48 (2005-06) TAXES ON INCOME AND CORPORATION TAX
(SAVING OF RS.241,759,865)
- xii. GRANT 139 (2005-06) EXP OF REVENUE
(SAVING OF RS. 2006,658,487)
DIRECTIVE

The savings and excesses in the above mentioned grants were regularized by the Committee, with the direction to the PAO to be careful in future.

- 6.2 PARA 2.1 (2000-01)
SHORTAGE OF WAREHOUSE GOODS DUE TO NON OBSERVATION OF PROCEDURE REGARDING STOCKTAKING RS. 40 MILLION

DIRECTIVE

The Committee directed the PAO to reconcile the recovered amount with Audit within one month and pended this para till its next meeting.

- 6.3 PARA 2.5 (1985-86)
LOSS OF GOVERNMENT REVENUE RS. 760,540

DIRECTIVE

The Committee directed the PAO to personally coordinate with IG Punjab, resolve this issue and report to the Committee within in 15 days The Committee also directed the PAC Sectt to write a letter to IG Police Punjab to resolve this issue within 15 days. The Committee pended this para till its next meeting.

- 6.4 PARA 2.6 (a)(b), (1999-2000)
EVASION /FRAUD OF CUSTOMS DUTY OF MILLIONS OF RUPEES

DIRECTIVE

The Committee directed the PAO to resolve this issue with NAB and FIA within 30 days. The Committee pended this para till next meeting.

- 6.5 PARA 5.3(f), (1996-97)
UNLAWFUL ADJUSTMENT OF INPUT TAX AGAINST OUTPUT TAX

DIRECTIVE

The Committee directed the PAO to verify the recovered amount with Audit

within 15 days. For further recovery, the Committee pended this para till next meeting. During the discussion, the Chairman FBR was of the opinion that it is not legally binding that the PAO of a Ministry or Department must attend the DAC meetings. He was shown the rules position and was directed to hold meetings personally for fruitful results.

6.6 PARA 13.1, (2005-06)
THE FRAUD OF ISSUANCE OF FAKE/FLYING INVOICES-RS.1,213.79

DIRECTIVE

The Committee expressed its displeasure on the issue for improper coordination. The Committee directed the PAO to get verification of the Report by Audit. The Committee settled the para subject to verification of the inquiry report by Audit, with a report to the Committee.

6.7 PARA 13.2, (2005-06)
FRAUDULENT DRAWL OF SALES TAX REFUND –RS.20.00 BILLION

DIRECTIVE

The Committee directed the PAO to verify the figures shown in the Audit para (Whether it is Rs.2.00billion or Rs.20.00 billion). The Committee directed representative of NAB to file the case, further investigate the issue within two months, inform all progress to FBR/Audit and the Committee also. The Committee appreciated the efforts made by NAB for making recovery in this issue and pended this para till next meeting.

6.8 PARA 13.3, (2005-06)
EVASION OF CUSTOMS DUES OF MILLIONS OF RUPEES

DIRECTIVE

The Committee directed the PAO to pursue the case in all the courts and also support the NAB representatives on this issue and get verification of the recovered amount by Audit. The Committee pended this para till next meeting.

6.9 PARA 3.1, (2000-01)
M/S H.F.METAL AND AGRO INDUSTRIES LTD.LAHORE

DIRECTIVE

The Committee directed the PAO to refer this case to NAB for further inquiry with a report to the Committee and the NAB to expedite the process of recovery, in future. The Committee pended this para till its next meeting.

6.10 PARA 1.16, (2000-01)
M/S ALLAH WALA STEEL MILLS (Pvt)

DIRECTIVE

The Committee directed the PAO to verify the amount recovered by Audit. The Committee pended this para till its next meeting.

6.11 PARA 5.2, (2005-06)
M/S OILMAN LTD

DIRECTIVE

The Committee directed the PAO to resolve this issue with NAB and report to the Committee and pended this para till its next meeting.

AUDIT REPORT FOR THE YEAR 2005-2006 (INDIRECT TAXES)

- 6.12 i) PARA 9.3(c), (2005-2006)
SHORT REALIZATION OF SALES TAX DUE TO INADMISSIBLE
ADJUSTMENT OF INPUT TAX
- ii) PARA 9.7(b), (2005-2006)
GRANT OF INADMISSIBLE/EXCESS REWARD
- iii) PARA 10.15, (2005-2006)
EXCESS PAYMEN OF REWARD

DIRECTIVE

On presentation of above three audit paras, the Committee settled the paras subject to verification by Audit with a report to the Committee.

- 6.13 i) PARA 9.1(c), (2005-2006)
INADMISSIBLE REFUND OF SALES TAX
- ii) PARA 9.3(f), (2005-2006)
SHORT REALIZATION OF SALES TAX DUE TO INADMISSIBLE
ADJUSTMENT OF INPUT TAX
- iii) PARA 9.3(j), (2005-2006)
SHORT REALIZATION OF SALES TAX DUE TO INADMISSIBLE
ADJUSTMENT OF INPUT TAX

DIRECTIVE

On above mentioned three Audit paras, the Committee directed the PAO to pursue the cases in the Court of Law and make efforts for further recovery. The Committee pended the paras till its next meeting on the Ministry.

- 6.14 PARA 9.4(b), (2005-06)
NON REALIZATION OF FURTHER TAX AND ADDITIONAL TAX

DIRECTIVE

The Committee directed the PAO to expedite the case with Federal Tax Ombudsman. The Committee pended this para till its next meeting.

- 6.15 PARA 9.6(a), (2005-06)
NON PAYMENT/EVASION OF SALES TAX DUE TO UNDER VALUATION

DIRECTIVE

The Committee pended the para till its next meeting.

- 6.16 PARA 9.6(b), (2005-06)
SHORT REALIZATION OF/EVASION OF SALES TAX DUE TO CONCEALMENT OF SALES

DIRECTIVE

The Committee directed the PAO to recover the remaining amount. The Committee pended this para till its next meeting.

- 6.17 PARA 9.6(d), (2005-06)
NON-PAYMENT/EVASION OF SALES TAX DUE TO CONCEALMENT OF SALES

DIRECTIVE

The Committee directed the PAO to recover the remaining amount. The Committee pended this para till its next meeting.

- 6.18 PARA 9.7(d), (2005-06)
GRANT OF INADMISSIBLE/EXCESS REWARD-RS.0.569 MILLION

DIRECTIVE

The Committee directed the PAO to recover the remaining amount within 15 days and report to the Committee. The para was settled, subject to verification of the remaining amount by Audit with a report to the Committee.

- 6.19 PARA 9.7(g), (2005-06)
GRANT OF INADMISSIBLE / EXCESS REWARD

DIRECTIVE

The Committee settled the para, subject to recovery of remaining amount with a report to the Committee within 15 days.

- 6.20 PARA 9.8(b), (2005-06)
NON-REALIZATION OF SALES TAX DUE TO IN-ADMISSIBLE
EXEMPTION RS.2.688 MILLION.

DIRECTIVE

The Committee directed the PAO to pursue the case in the court of Law. The Committee pended this para till its next meeting.

- 6.21 PARA 9.10, (2005-06)
NON-REALIZATION OF SALES TAX AND ADDITIONAL TAX ON GINNED
COTTON RS.3.965 MILLION

DIRECTIVE

The Committee directed the PAO to verify the recovered amount by Audit and provide latest position till 22 Feb on the issue. The Committee pended this para till its next meeting.

- 6.22 PARA10.1, (2005-06)
NON-REALIZATION OF GOVT REVENUE DUE TO SHOTFALL IN
DELETION ACHIEVENT RS.95.179 MILLION

DIRECTIVE

The Committee settled the para subject to verification of final recovery by Audit with a report to the Committee.

6.23 PARA 10.7, (2005-06)
SHORT REALIZATION OF CUSTOMS DUES DUE TO
MISCLASSIFICATION OF IMPORTED GOODS RS.6.838 MILLION

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry.

6.24 PARA 10.15, (2005-06)
EXCESS PAYMENT OF REWARD

DIRECTIVE

The Committee settled the para.

6.25 PARA 10.17, (2005-06)
NON REALIZATION OF GOVT DUES

DIRECTIVE

The Committee settled the para subject to verification by Audit.

6.27 PARA 11.1, (2005-06)
SHORT-REALIZATION OF CENTRAL EXCISE DUTY AND SLAES TAX
DUE TO UNDER-VALUATION OF BEVERAGES-RS.20.782 MILLION.

DIRECTIVE

The Committee directed the PAO to expedite the case in the High Court and report to the Committee till 22nd February. The Committee pended this para till its next meeting.

6.28 PARA 12.1(b), (2005-06)
INADMISSIBLE INPUT TAX ADJUSTMENT /CREDIT IN VIOLATION OF
SECTION 73 OF THE SALES TAX ACT,1990

DIRECTIVE

The Committee directed the PAO to look into this matter personally to resolve the issue. The Committee, however, pended this para till its next meeting.

6.29 PARA 12.3, (2005-06)
NON-RECOVERY OF ADJUDICATED GOVT REVENUE RS.234.893
MILLION

DIRECTIVE

The Committee pended this para till its next meeting.

6.30 GENERAL DIRECTIONS OF THE MONITORING COMMITTEE:

- Mr. Muhammad Nazim Saleem, Chief (Enforcement & Accounting) was nominated as focal person for NAB/FIA/Police cases in FBR.
- All Reports pertaining to FBR on pending issues should be submitted to the Committee by 22nd February, 2010.
- The PAO should personally look into matters to resolve all issues pertaining to losses of Government Revenue.
- The Committee directed the PAC Secretariat to write a letter to all the Inspector General's of Police of four Provinces and DG Rangers and Frontier Constabulary to cooperate with FBR whenever required for pursuing the recovery cases.
- The PAO should submit the report on the following issues, within fifteen days:
 - Report/Latest status on 2000 or 250 missing containers.
 - Report on used mobil oil being imported, and inquiry report if conducted on this issue.
 - Report on diesel being imported against other products, cases detected in Karachi, Multan.
 - Report licenses issued to import used mobil oil to specific persons, alongwith their names, NICs and addresses also.
 - Report on bogus Licenses detected/ not issued by Ministry of Commerce, but fraud detected.
- The Committee directed the PAO to himself preside the DAC meetings in future for resolving the issues efficiently and also ensure compliance of DAC recommendations.

- The Committee directed the PAC Secretariat to write to the Attorney General/Advocate General for Pakistan to expedite the cases of FBR pending with courts.

ACTIONABLE POINTS (02-04-2010)

Report of the 2nd meeting of Monitoring & Implementation Committee of PAC on FBR held on 2nd April, 2010 in Committee Room No.7, Parliament House, to discuss the compliance on PAC directives on PAC Reports for the years 1996-97, 1999-2000, 2000-01, and 2005-06 is as under:

6.31 **ISSUES ON MISSING OF CONTAINERS AND IMPORT OF DIESEL OIL**

The issues pertaining to Containers clandestinely removed from the QICT-Karachi, without payment of duties & taxes and the import of Diesel Oil in the garb of Lube Oil, were discussed.

DIRECTIVE

The Committee decided to refer both the issues to the main PAC.

6.32 **GRANT 51, (1996-97) LAND CUSTOMS AND CENTRAL EXCISE** (SAVING OF RS.96,005,988)

The PAO informed the Committee that precautionary measures have been taken to minimize the savings, in future and requested to settle the grant.

DIRECTIVE

The Committee expressed its displeasure on saving in the grant and directed the PAO to further inquire into the matter, fix responsibility and send its report to Audit and PAC within fifteen days.

6.33 **GRANT 43, (1999-2000) LAND CUSTOMS AND CENTRAL EXCISE** (SAVING OF RS.65,497,477)

DIRECTIVE

The Monitoring Committee settled the grant with the direction to exercise due care, in financial management in future.

6.34 PARA 13.2 (2005-06)
FRAUDULENT DRAWL OF SALES TAX REFUND –RS.20.00 BILLION

The representative of NAB informed the Committee that efforts were being made to recover the amount. The actual amount is Rs.2.048 billion instead of Rs. 20.00 billion.

DIRECTIVE

The Committee directed the PAO to get the verification of the amount for recovery, efforts be made to recover the amount and forward the progress report to the Committee within one month. The Committee pended this para till its next meeting on FBR.

6.35 PARA 13.3, (2005-06)
EVASION OF CUSTOMS DUES OF MILLIONS OF RUPEES

The representative of NAB informed the Committee that the case is still with NAB and no date has yet been fixed for its hearing.

DIRECTIVE

The Committee directed the PAO to request Attorney General of Pakistan for early hearing of the said case and get the recovered amount verified from Audit. The Committee pended this para till its next meeting on FBR.

6.36 PARA 2.6 (a)(b), (1999-20000)
EVASION/FRAUD OF CUSTOMS DUTY OF MILLIONS OF RUPEES

The PAO informed the Committee that NAB was requested to provide the record which was not provided.

DIRECTIVE

The Committee directed the PAO to write to FIA, NAB and M/o Interior for the provision of the said record, take action against the concerned persons accordingly, verify the record and report to the Committee within fifteen days.

6.37 PARA 5.2, (2005-06)
M/S OILMAN LTD

The representative of NAB informed the Committee that this audit para is not with NAB. The PAO informed the Committee that the unit of M/s Oilman LTD has been closed.

DIRECTIVE

The Committee directed the PAO to place the names of Directors of M/s Oilman Limited on Exit Control List (ECL), trace out the data of these persons with the help of NADRA and report to the Committee, within 15 days. The Committee pended the para till its next meeting on FBR.

6.38 PARA 3.1, (2000-01)
M/S H.F.METAL AND AGRO INDUSTRIES LTD.LAHORE

The PAO informed the Committee that the concerned person ,Mr. Irfan involved in this Audit para has been arrested by NAB on some other issue.

DIRECTIVE

The Committee directed the PAO to contact Mr. Irfan in NAB and try to get the amount recovered. The Committee pended the para till its next meeting on FBR.

6.39 PARA 1.16, (2000-01)
M/S ALLAH WALA STEEL MILLS (Pvt)

DIRECTIVE

The Committee directed the PAO to expedite the process of recovery and report to the Committee. The Committee pended the para till its next meeting on FBR.

6.40 PARA 2.1, (2000-01)
SHORTAGE OF WAREHOUSE GOODS DUE TO NON OBSERVATION OF PROCEDURE REGARDING STOCKTAKING RS. 40 MILLION

The representative of NAB informed the Committee that this Audit para is also with NAB and the concerned person has been convicted for ten years.

DIRECTIVE

The Committee pended the above audit para till its next meeting on FBR.

6.41 PARA 9.3(d), (2005-06)
SHORT REALIZATION OF SALES TAX DUE TO INADMISSIBLE ADJUSTMENT OF INPUT TAX RS. 11.401 MILLION

The representative of Audit informed the Committee that an amount of Rs. 9.452 is still pending to be recovered.

DIRECTIVE

The Committee pended the above audit para till its next meeting on FBR.

- 6.42 i. ACTIONABLE POINTS ON AUDIT REPORT FOR THE YEAR 2005-06 (INDIRECT TAXES) DG-RRA
- ii. ACTIONABLE POINTS ON AUDIT REPORT FOR THE YEAR 2000-01 (INDIRECT TAXES) DG-RRA

DIRECTIVE

On the presentation of the Audit paras, contained in the above mentioned Reports, the Committee directed the PAO to hold another DAC meeting, expedite the process of recovery and submit a comprehensive report to the Committee, within two months and also ensure compliance on the said issues, within three months. The Committee expects that the PAC directives will be given Top Priority. The Committee pended the above Audit Report till its next meeting on FBR.

- 6.43 LIST OF AUDIT PARAS SETTLED SUBJECT TO VERIFICATION BY AUDIT;

Sl.#	Audit Para
1.	9.1 (b)
1.	9.1 (c)
2.	9.1 (e)
3.	9.3 (a)
4.	9.3 (f)
5.	9.3 (k)
6.	9.4(b)
7.	9.6(a)
8.	9.6(b)
9.	9.6(d)
10.	9.6(e)
11.	9.6(f)
12.	9.7©
13.	9.7(d)
14.	9.7(g)
15.	9.8(b)
16.	9.9
17.	9.10
18.	9.12

19.	9.14
20.	10.1
21.	10.5
22.	10.8
23.	10.9
24.	10.10
25.	10.11
26.	10.15
27.	10.17
28.	11.1
29.	12.1 (b)
30.	12.2
31.	12.5
32.	12.6 (b)
33.	12.8

DIRECTIVE

On presentation of above mentioned 34 Audit paras, the Committee directed the PAO to implement the recommendations of the PAC, get verification from Audit and report to the Committee.

6.44 LIST OF AUDIT PARAS SETTLED BY THE COMMITTEE

Sl.#	Audit Para
1.	9.1 (d)
34.	9.1 (f)
35.	9.1 (g)
36.	9.2 (b)
37.	9.3 (h)
38.	9.3 (i)
39.	9.3 (l)
40.	9.3 (m)
41.	9.3 (n)
42.	9.3 (o)
43.	9.5 (b)
44.	9.6 (c)
45.	9.6 (g)
46.	9.7 (e)
47.	9.7 (f)
48.	9.8 (a)
49.	9.11

50.	9.13
51.	9.15
52.	10.2
53.	10.3
54.	10.4
55.	10.6
56.	10.8 (a)
57.	10.12
58.	10.13
59.	10.14
60.	10.16
61.	10.18
62.	10.19
63.	11.3
64.	12.1©
65.	12.4©
66.	12.6(a)
67.	12.6©
68.	12.7

DIRECTIVE

Due to complete pursuance of the directives of the PAC on above audit paras and also on the recommendations by the Audit, the Committee settled the paras.

END

MINISTRY OF FINANCE

7. ACTIONABLE POINTS (18-08-2010)

Actionable Points arising from the discussion in the meeting of Monitoring & Implementation Committee of PAC held on 18th August,2010 in Committee Room No.2, Parliament House, Islamabad to discuss the compliance on PAC directives on PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87,1985-86 are as under:

7.1 PARA 1, PAGE-52-1987-88 **MISAPPROPRIATION OF RS.1,673,747**

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

7.2 PARA 9.2, PAGE-32-33-2006-07 **NON-REPORTING OF LOSS IN THE ACCOUNTS BY THE CDNS**

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

ZARAI TARAQIATI BANK LIMITED(ZTBL)

7.3 PARA 80.5, PAGE-123-ARPSE-2005-06

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

7.4 PARA 135, PAGE-80-ARPSE-2000-01-VOL-II **NON-RECOVERY OF OVERDUE LOAN AMOUNTING TO RS.230,666** **FROM DEFAULTED LOANEE**

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit with a report to the Committee.

Note: The Committee pended the remaining audit paras under investigation by NAB/FIA, till its next meeting on the Ministry.

- 7.5 i. PARA 6, PAGE-37-1993-94
LOSS DUE TO HEAVY ACCUMULATION OF CN & NB SPILLAGE
- ii. PARA 2, PAGE-52-1996-97
LOSS OF RS.518,260 DUE TO DEFECTIVE SUPERVISION AND
EXCESSIVE SPILLAGE OF METALS WEIGHING OF METALS
WEIGHING 4,639 KG

DIRECTIVE

The Committee settled the above mentioned two Audit paras, subject to verification of record/stated facts by Audit.

- 7.6 PARA 2.1, PAGE-5-2000-01
PARLIAMENTARY APPROVAL OF BUDGET CONSTRAINTS AND
LIMITATIONS

DIRECTIVE

The Committee settled the para.

- 7.7 i. PARA 2.2, PAGE-8-2000-01
PROCEDURE FOR PROCESSING SUPPLEMENTARY AND EXCESS
BUDGET STATEMENTS, SUPPLEMENTARY GRANTS
- ii. PARA 2.3, PAGE-11-2000-01
USE OF PROCEEDS OF PRIVATIZATION FOR BUDGETARY
FINANCING
- iii. PARA 2.4, PAGE-13-2000-01
BUDGET CONTROL AND THE ROLE OF FINANCIAL ADVISOR
ORGANIZATION
- iv. PARA 2.10, PAGE-22-2000-01
UNACCOUNTED FOR LOSSES TO PUBLIC EXCHEQUER

DIRECTIVE

The Committee pended the above mentioned 4 audit paras till its next meeting on the Ministry.

7.8 **GENERAL DIRECTIONS:**

- The PAO may submit the details of the fund of private sector, lying in the Ministry of Finance, especially the funds pertaining to Workers Welfare Fund.
- The matter of appointment in MP Scales was also discussed and the Committee desired a detailed report by the Ministry.
- Ensure DAC meetings on monthly basis.
- PECO shares issue was also discussed and the Committee decided to discuss it during the Meeting of the Committee on M/o Industries & Production.
- The Committee directed to reconcile the amount of Rs.196 billion of National Savings.
- The Committee expressed its displeasure on weak internal control system of the Ministry,
- The Committee directed the PAO to give a presentation on the performance of Financial Advisors appointed in different organizations.
- The report on External Audit of National Bank for the last 5 years should be submitted to the Committee.

END

MINISTRY OF HEALTH

8. **ACTIONABLE POINTS** (02 & 03-03-2010)

Report of the 1st Meeting of Monitoring & Implementation Committee of PAC on M/o Health held on 2nd and 3rd March 2010 in Committee Room No.2, Parliament House, Islamabad to discuss the compliance on PAC directives for the years 1985-86, 1986-87, 1987-88, 1988-89, 1995-96, 1996-97, 1999-2000, 2000-01, 2005-06 is as under:

8.1 **APPROPRIATION ACCOUNTS (CIVIL)**

i. **GRANT NO.66-MEDICAL SERVICES–1985-86** (Saving of Rs.28,653,610)

The PAO informed the Committee that care will be taken in future. The Committee may settle the grant.

DIRECTIVE

The Committee settled the Grant with the direction that compliance of PAC directives is very important and the PAO should be careful in future.

The Committee also directed the PAO:

- To provide the detail for the last 5 years amount of foreign funds which have been allocated to different projects,
- To provide the worth in Monetary Term in this grant.
- To provide detailed Report on Polio eradication program including its allocation of funds.
- To provide details on allocation of six main Federal Projects such as HIV Aids, Mother & Child Program, EPI, Hepatitis, Malaria, T.B.Dots
- To give a comprehensive briefing to the Standing Committee on Health, on maintenance of temperature while storing, loading and disbursing the vaccine in Karachi, and all above reports be provided to the Committee, within one month.

- ii. GRANT NO.152- EXPENDITURE OF HEALTH DIVISION-1985-86
(EXCESS OF RS.46,261,649)

The PAO informed the Committee that the permission for increase in expenditure was given late, due to which it was not mentioned in the authorized schedule of the Grant.

DIRECTIVE

The Committee directed the PAO to settle this issue with Finance Division and Audit with a report to the Committee. However, the Committee conditionally settled the Grant.

- iii. GRANT NO.67-MEDICAL SERVICES-1986-87
(SAVING OF RS.7,191,948)

The PAO informed the Committee that due care will be taken in future. The Committee may settle the grant.

DIRECTIVE

The Committee settled the Grant with the direction to be careful in future.

- iv. GRANT NO.156-EXPENDITURE OF HEALTH DIVISION-1986-87
(SAVING OF RS.36,664,305)

DIRECTIVE

The Committee settled the Grant with the direction to improve the financial system.

- v. GRANT NO.155-DEV.EXPENDITURE OF HEALTH DIV.-1995-96
(SAVING OF RS.405,013,025)

DIRECTIVE

The Committee settled the Grant.

- vi. GRANT NO.70-MEDICAL SERVICES-1996-97
(EXCESS OF RS.8,569,073)

DIRECTIVE

The Committee settled the Grant, subject to reconciliation with Finance and Audit ,with a report to the PAC.

- vii. GRANT NO.56- MEDICAL SERVICES-2000-01
(SAVING OF RS.36,762,920)

DIRECTIVE

The Committee settled the Grant, subject to verification of list by Audit.

- viii. GRANT NO.57- PUBLIC HEALTH-2000-01
(SAVING OF RS.8,060,300)

The PAO informed the PAC that 80% medicines used in the country are generic.

The representative of NAB informed the PAC that there is no record with NAB pertaining to the issues of M/o Health.

DIRECTIVE

The Committee settled the Grant, with the direction that the medicines used in future should be generic and that there should be Health Insurance for everyone. The Committee also directed the PAO to make a Health Insurance Policy and give a comprehensive briefing on this issue to the Standing Committee on Health.

8.2 PARA 2, PAGE-141-AR-1986-87-JPMC
SHORTAGE OF CASH AMOUNTING TO RS 82,811

The PAO informed the Committee that the pension of the said person has been stopped and the recovery is being made.

DIRECTIVE

The Committee directed the PAO to recover the amount within one month and report to the Committee and ,after verification of complete recovery, it would be settled. If amount is not recovered, then action will be taken against the concerned persons.

8.3 PARA 3, PAGE-141-AR-1986-87-JPMC
THEFT AND EMBEZZLEMENT OF RS. 737,974

The PAO informed the Committee that the matter has not yet been decided as Finance Ministry's comments are awaited.

DIRECTIVE

The Committee directed the representative of M/o Finance to reconcile this issue and respond to Ministry of Health for an early and final decision by the Ministry.

8.4 PARA 3, PAGE-63-64-AR-1988-89
CENTRAL DRUG LABORATORY) RECOVERY OF OUTSTANDING
TESTING FEE AMOUNTING TO RS 2,674,039 FROM DIFFERENT
AGENCIES

The PAO informed the Committee that letter has been written to Chief Secretary Sindh to resolve the issue.

DIRECTIVE

The Committee directed the PAO to resolve this issue in one month otherwise the person responsible will be called in the next meeting of the Committee.

8.5 PARA 4, PAGE-64-AR-1988-89
NON-ADJUSTMENT OF TA ADVANCE RS 252,851

The PAO informed the Committee that efforts are being made to resolve this issue.

DIRECTIVE

The Committee directed the PAO to recover the amount within one month otherwise the person responsible will be called in the next meeting of the PAC.

(DIRECTORATE OF CENTRAL HEALTH ESTABLISHMENTS)

8.6 PARA 5, PAGE-64-AR-1988-89
LOSS AMOUNTING TO RS. 175,000 DUE TO PURCHASE OF DEFECTIVE
X-RAY PLANT

The PAO informed the Committee that the Govt. of Punjab donated this X-Ray plant. The said plant has been auctioned because there was no proper place for keeping it.

DIRECTIVE

The Committee directed the PAO to ensure better planning in such issues. The Committee settled the para with the condition to improve the financial system, in future.

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

DIRECTIVE

The Committee settled the para subject to verification by Audit and provision of the list of the persons to whom adjustments have been made.

NATIONAL INSTITUTE OF HEALTH

- 8.8 PARA 5, PAGE-63-AR1995-96
THEFT OF STAFF CAR TOYOTA LAND CRUISER COSTING ABOUT
RS 1.500 MILLION

The PAO informed the Committee that the vehicles are taken for the projects.

DIRECTIVE

The Committee directed the PAO to resolve this issue with M/o Finance and report to the Committee within one month. The Committee pended this para till its next meeting on the Ministry.

- 8.9 PARA 6, PAGE-64-AR1995-96-NIH
IRREGULAR PAYMENT OF ADVANCES RS 63,122,798 AND NON-
ADJUSTMENT THEREOF

The PAO informed the Committee that efforts are being made to recover the remaining amount.

DIRECTIVE

The Committee directed the PAO to resolve this issue within one month. The Committee pended this para till its next meeting on the Ministry.

8.10 PARA 8, PAGE-65-AR-1995-96-NIH
UNAUTHORIZED EXPENDITURE OF RS 3,920 MILLION ON THE
EQUIPMENT ACTUALLY NOT RECEIVED

The PAO informed the PAC that it was observed that there would be no need of such plants (Chillers). Now the plant will be installed after the allocation of fund for operating these plants.

DIRECTIVE

The Committee regretted the negligence on the part of the Ministry and settled the para subject to verification of allocation of funds and installation of the Chillers with a report to the Committee.

The Committee also directed the PAO to prepare a report on machineries which are lying unused by the Ministry.

8.11 PARA 7, PAGE-83-AR-1996-97-NIH
RECOVERY OF RS 278,086 ON ACCOUNT OF MISUSE OF GOVERNMENT
VEHICLES

The PAO informed the Committee that the issue will be revisited now. The Committee may give some time to resolve the issue.

DIRECTIVE

The Committee pended this issue for one month.

8.12 PARA 8, PAGE-83-AR-1996-97-NIH
SUSPECTED MISAPPROPRIATION OF RS 1.905 MILLION

The PAO informed the Committee that efforts will be made to recover the amount.

DIRECTIVE

The Committee directed the PAO to recover the amount within one month with a report to the Committee.

8.13 PARA 11.4, PAGE-44-AR-2006-07-FY 2005-06-JPMC
HEAVY EXPENDITURE OF RS.87.040 MILLION ON UTILITY CHARGES
AND INEQUITABLE SHARE OF RECOVERY OF RS. 1.998 MILLION FROM
THE COLONY RESIDENT

The PAO informed the PAC that the sub-Meters were installed and were tampered. New sub-meters are being installed now and exercise will be completed within one month.

DIRECTIVE

The Committee directed the PAO to install the meters within one month with a report to the Committee.

- 8.14. i) PARA 1.1, PAGE-4-NIH-SAR # 156-2000-01
EMBEZZLEMENT OF 380 HEPATITIS B (100TEST) LATEX KIT
COSTING RS 1.154 MILLION
- ii) PARA 1.3, PAGE-6-NIH-SAR # 156-2000-01
EMBEZZLEMENT OF RS 0.795 MILLION ON ACCOUNT OF
PURCHASE OF 60 MI TO FILL 50ML UPS GRADE-1 MOUTH 20 MM
VACCINE BOTTLES.
- iii) PARA 2.4, PAGE-13-NIH-SAR # 156-2000-01
BLOCKADE OF GOVERNMENT MONEY AMOUNTING TO RS17.590
MILLION (US \$ 293,174) ON ACCOUNT OF PURCHASE OF
ALUMINUM FOIL DURING THE YEAR 1996-97
- iv) PARA 3.1, PAGE-14-NIH
EXPENDITURE OF RS 311.085 (M) BEYOND THE BUDGET
PROVISION DURING THE YEAR 1995-96 TO 1997-98 AND 1999-2000

DIRECTIVE

On presentation of above mentioned audit paras, the Committee directed the PAO to constitute an Inter Departmental Committee (IDC), on a higher level, alongwith the representatives of Audit Department and Finance Division and submit its findings to the Committee within one month.

- 8.15 PARA 1.5, PAGE-8-NIH-SAR # 156-2000-01
MISAPPROPRIATION OF US\$ 67,100 (RS 4.026 MILLION) ON ACCOUNT
OF PURCHASE OF DEXTROSE ANHYDROUS ON FOB BASIS AT
EXORBITANT RATES FROM M/S AMBAH CORPORATION KOREA
DURING 1996-97

The PAO informed the Committee that Audit Department has been asked to confirm the veracity of the Inquiry Report for settlement of para, as recommended by IDC.

DIRECTIVE

The Committee directed the PAO to revisit this issue, fix responsibility and report to the Committee within one month.

8.16 PARA 2.1, PAGE-10-NIH-SAR # 156-2000-01
DOUBTFUL EXPENDITURE OF RS 65 (M) INCURRED ON THE
PURCHASE OF ORAL POLIO VACCINE CONCENTRATE TRIVALENT
AND DROPPERS- BLOCKAGE OF GOVT. MONEY

The representative of NAB informed the Committee that in 1997, the NAB did not exist and no record is available with NAB and the person dealing with this issue at that time has expired. The matter is under process for searching the record.

DIRECTIVE

The Committee directed the PAO that Inquiry should be conducted on the following issues within one month:

- Six years Shelf life of medicines.
- Place of origin of the medicines.
- Price of medicines.
- Contract signed on this issue
- Fix the responsibility on this issue.
- Be careful in future on such issues.
- Depute a senior officer as focal person for NAB.
- The Para was pended till one month.

8.17. PARA 2.3, PAGE-12-NIH-SAR # 156-2000-01
PURCHASE OF SNAKES ON EXTRA ORDINARY HIGHER RATES
DURING THE YEAR 1996-97 LOSS OF RS 2.228 MILLION SUSTAINED TO
PUBLIC EX-CHEQUER

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry, also with a report from FIA, within one month.

- 8.18. i) PARA 3.4, PAGE-17-NIH-SAR # 156-2000-01
IRREGULAR/UN-ECONOMICAL EXPENDITURE OF RS 1.538(M) ON
ACCOUNT OF REPAIR & MAINTENANCE OF VARIOUS
BUILDINGS OF NIH – LOSS OF RS. 0.360 (M)
- ii) PARA 3.5, PAGE-18-NIH-SAR # 156-2000-01
IRREGULAR/UNECONOMICAL EXPENDITURE OF RS 0.660
MILLION ON THE PURCHASE OF COMPUTERS DURING 1995-97
ON EXORBITANT RATES

DIRECTIVE

The Committee settled the para, subject to verification of report by the Audit, with the direction that Audit should check why responsibility has not been fixed and why the para is recommended for settlement and send its report to the Committee.

- 8.19 PARA 4.1, PAGE-21-NPFP & PHC, SAR # 167-2000-01
UNAUTHORIZED DRAWL OF PROJECT ALLOWANCE OF RS 1.210
MILLION AND RECOVERY THEREOF

DIRECTIVE

The Committee directed the PAO to recover the amount within one month from all the concerned persons from Grade 17 and above within one month and send a report to the Committee and directions be issued to Ministry that such illegal acts should not occur, in future.

- 8.20 PARA 4.6, PAGE-27-NIH-SAR # 156-2000-01
IRREGULAR/ILLEGAL GRANT OF ADVANCE INCREMENTS TO MRS.
FARIDA MOQUIT AND MRS. GHAZALA PERVEEN BOTH SCINTEFIC
OFFICE -RECOVERY OF RS 0.159(M)

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

- 8.21 i. GRANT NO.66- MEDICAL SERVICES -1987-88
(EXCESS OF RS.1,039,575)

The previous PAC regularized the grant. However, on the issue of medical services constituted a Sub-Committee.

- vi. PARA 5.6, PAGE-33
UNJUSTIFIED AND WASTEFUL EXPENDITURE OF RS 12.712 MILLION OF DEMURRAGE/ STORE CHARGES
- vii. PARA 5.7, PAGE-34
LOSS OF US\$ 100,317 (RS 6.019 MILLION) ON ACCOUNT OF PURCHASE OF VARIOUS TYPE OF FILTERS FOR TETANUS TOXIDE LABORATORY
- viii. PARA 5.8, PAGE-35
LOSS OF RS 6.375 MILLION (219822 DEM) ON ACCOUNT OF PURCHASE OF HORIZONTAL AUTOMATIC INTERMITTENT MOTION MACHINES FOR NIMKOL PRODUCTION UNIT
- ix. PARA 5.9, PAGE-36
IRREGULAR/UN-ECONOMICAL EXPENDITURE OF RS 1.640 (M) ON ACCOUNT OF PURCHASE OF PAUL FILTER AT HIGHER RATES - LOSS OF RS.0. 616(M) SUSTAINED TO THE GOVERNMENT
- x. PARA 5.10, PAGE-37
CONSTRUCTION OF 68 SHOPS - LOSS OF RS 1.6 (M) DUE TO NON ALLOTMENT OF SHOPS ON RENTAL BASIS
- xi. PARA 5.11, PAGE-38
IRREGULAR/UNJUSTIFIED HEAVY PURCHASE OF AMMONIUM SULFATE COSTING RS 1.334 MILLION
- xii. PARA 5.12, PAGE-39
WASTEFUL EXPENDITURE OF RS 0.463 MILLION FOR AIR LIFTING IMPORTED STORE
- xiii. PARA 1.6, PAGE-8
PAKISTAN INSTITUTE OF MEDICAL SCIENCES (PIMS) SPECIAL AUDIT REPORT # 157 (2000-01) UN-ECONOMICAL EXPENDITURES OF RS 0.505(M) ON ACCOUNT OF PURCHASE OF STORES ITEMS WITHOUT INVITING OPEN TENDER

DIRECTIVE

On the presentation of above mentioned Audit Paras, the Committee

directed the PAO to further scrutinize pending issues, seeking guidelines from Mr. Hamid Yar Hiraj, MNA. The representatives of Finance and Audit should also play their role in these paras and report to the Committee within one month.

- 8.23 PARA 1.5, PAGE-7-PIMS-SAR # 157-2000-01
IRREGULAR EXPENDITURE OF RS 0.471 MILLION INCURRED ON
REPAIR OF GOVT. VEHICLES BEYOND THE POWERS DELEGATED AND
WITHOUT OBTAINING SANCTION OF COMPETENT AUTHORITY.

DIRECTIVE

The Committee settled the para, subject to verification of written warning by the PAO, with a report to the Committee.

- 8.24 PAKISTAN INSTITUTE OF MEDICAL SCIENCES (PIMS)
SPECIAL AUDIT REPORT # 157 (2000-01)

- i. PARA # 2.3, PAGE-10-SAR # 157-2000-01
SUSPECTED MISAPPROPRIATION OF GENERAL SALES TAX
AMOUNTING TO RS. 1.054 (M) BY M/S FUJI FILMS PVT. LTD.
RAWALPINDI
- ii. PARA # 2.4, PAGE-10-SAR # 157-2000-01
SUSPECTED MISAPPROPRIATION OF GENERAL SALES TAX
AMOUNTING TO RS 0.882 MILLION BY M/S PULSE
INTERNATIONAL RAWALPINDI
- iii. PARA # 2.5, PAGE-11-SAR # 157-2000-01
SUSPECTED MISAPPROPRIATION OF GENERAL SALES TAX
AMOUNTING TO RS 0.432(M) BY M/S S. EJAZUDDIN & CO.
ISLAMABAD
- iv. PARA # 2.6, PAGE-11-SAR # 157-2000-01
MISAPPROPRIATION OF GENERAL SALES TAX AMOUNTING TO
RS 0.245 MILLION BY M/S KAMRAN INTERNATIONAL
RAWALPINDI

- v. PARA # 2.7, PAGE-12-SAR # 157-2000-01
RECOVERY OF RS.0.441(M) ON ACCOUNT OF UNAUTHORIZED
INSTALLATION OF TELEPHONE AT THE RESIDENCES OF NON-
ENTITLED OFFICER

DIRECTIVE

On presentation of above mentioned audit paras, the Committee settled the paras with the direction that in future, the compliance of PAC directives should be within the given time. The Committee also directed the PAO to issue written directions within the Ministry, that the DAC meetings should be held regularly at least once in a month or even more, with a report to the Committee. The Committee also directed to blacklist such contractors in future who do not deposit the sales tax in time.

- 8.25 PARA 4.1, PAGE-16-PIMS-SAR # 157-2000-01
UNAUTHORIZED EXPENDITURE OF RS 0.488 MILLION OUT OF
SANCTIONED BUDGET GRANT OF PIMS

The PAO informed the Committee that the money was spent from the PIMS budget.

DIRECTIVE

The Committee directed the PAO to get the regularization of the expenditure from Finance within one month and report to the Committee.

- 8.26 PARA 1.1, PAGE-6-NPFP & PHC-SAR # 167-2000-01
MISAPPROPRIATION OF RS. 320,000 DUE TO SUBMISSION OF CALL
DEPOSIT RECEIPT BY THE CONTRACTOR

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry.

- 8.27 PARA 4.2, PAGE-23-NPFP & PHC-SAR # 167-2000-01
RECOVERY OF RS. 0.638 MILLION FOR MISUSE OF PROJECT VEHICLE

DIRECTIVE

The Committee directed the PAO to provide an update on the issue to the Committee within fifteen days. The Committee however, pended this issue till its next meeting on the Ministry.

8.28 PARA 4.4, PAGE-26-NPFP & PHC-SAR # 167-2000-01
RECOVERY OF RS 0.298 MILLION ON ACCOUNT OF NON-DEDUCTION
OF INCOME TAX

DIRECTIVE

The Committee directed the PAO to provide the progress report on the said issue within one month. The Committee however, pended this issue till its next meeting on this Ministry.

8.29 PARA 11.1, PAGE-42-NPFP & PHC-SAR # 167-2000-01-AR-2006-07-FY 2005-
06
RECOVERY OF RS. 2.388 MILLION FROM PERSONS APPOINTED ON
FAKE DEGREES

The PAO informed the PAC that the recruitments were made in 2005.

DIRECTIVE

The Committee took serious notice of the issue and directed the PAO to send/proceed alongwith its criminal charges to FIA, for verification with the institutions whether degrees are fake or genuine, fix responsibility and report to the Committee within one month, send a letter to the organization for checking the degrees of the doctors working with local or foreign degrees with a report to the Committee within one month.

8.30 PERFORMANCE AUDIT REPORT (PAR) FOR FP & PHC (2006-07)

DIRECTIVE

On presentation of above mentioned Performance Audit Report, the Committee settled the Report subject to verification by the Committee headed by Additional Secretary M/o Health and by the Audit.

8.31 LIST OF AUDIT PARAS SETTLED SUBJECT TO VERIFICATION OF
COMPLETE RECOVERY BY AUDIT

- i. PARA 4.3, PAGE-25-NIH-SAR # 156-2000-01
RECOVERY OF RS 0.320 MILLION ON ACCOUNT OF GENERAL
SALES TAX FROM M/S A&I COMPANY RAWALPINDI & M/S SIND
MEDICAL STORE KARACHI

The PAO informed the Committee that the amount has been paid to the Government exchequer.

- ii. PARA # 4.4, PAGE-25-NIH-SAR # 156-2000-01
RECOVERY OF RS 0.228(M) FROM M/S. SIND MEDICAL STORE
KARACHI ON ACCOUNT OF 19% SALES TAX & CUSTOM DUTY

The PAO informed the Committee that the amount has been paid to the Government exchequer.

- iii. PARA-4.5 (PAGE-27)
NATIONAL INSTITUTE OF HEALTH (NIH) SPECIAL AUDIT
REPORT #156 (2000-01) RECOVERY OF RS 0.105(M) ON ACCOUNT
OF UN-AUTHORIZED INSTALLATION OF TELEPHONES WITHOUT
THE APPROVAL OF CABINET DIVISION AT THE RESIDENCES OF
NON ENTITLED OFFICERS

- iv. PARA 3.4, PAGE-19
UNAUTHORIZED/IRREGULAR EXPENDITURE OF RS 0.046
MILLION ON INSTALLATION OF TELEPHONE AND LOAN PAID
TO DR. NIZAMANI

DIRECTIVE

On presentation of above mentioned audit paras, the Committee settled the paras, subject to verification of whole amount recovered by the Audit.

8.32 **LIST OF AUDIT PARAS SETTLED SUBJECT TO REGULARIZATION**
BY THE FINANCE

- i. PARA 3.9, PAGE-21-NIH-SAR # 156-2000-01
IRREGULAR EXPENDITURE OF RS 0.856 MILLION ON ACCOUNT
OF OVERTIME ALLOWANCE PAID TO THE STAFF OF NIH OTHER
THAN THE STAFF CAR DRIVERS / DR'S.
- ii. PARA 3.11, PAGE-22-NIH-SAR # 156-2000-01
RECOVERY OF RS 0.088(M) ON ACCOUNT OF INSTRUCTION
ALLOWANCE PAID TO THE LECTURERS OF COLLEGE OF
MEDICAL LABORATORY TECHNOLOGY, NIH
- iii. PARA 3.12, PAGE-23-NIH-SAR # 156-2000-01
RECOVERY OF RS 0.064(M) ON ACCOUNT OF LECTURE FEE
FROM THE LECTURERS OF COLLEGE OF MEDICAL
LABORATORY TECHNOLOGY NIH

- iv. PARA 1.4, PAGE-6-PIMS-SAR # 157-2000-01
IRREGULAR/UNAUTHORIZED EXPENDITURE OF RS 0.518(M) ON
ACCOUNT OF ENTERTAINMENT CHARGES

DIRECTIVE

On presentation of above mentioned Audit paras, the Committee settled the paras subject to verification of regularization by the Audit with a report to the Committee.

8.33 **LIST OF AUDIT PARAS SETTLED SUBJECT TO VERIFICATION BY**
AUDIT

- i. PARA 1, PAGE-62-AR-1988-89
(CENTRAL RESEARCH FUND, DRUGS CONTROL ORG) NON-
UTILIZATION OF CENTRAL RESEARCH FUND RS. 27,224,648
- ii. PARA 6, PAGE-64-65-AR-1988-89-JPMC
NON-RECOVERY OF RS 64,106 AS HOSPITAL CHARGES
- iii. PARA 12, PAGE-85AR-1996-97-NICVD
IRREGULAR AND SUSPICIOUS PURCHASE OF FOOD/MESS ITEMS
RS 3.707 MILLION
- iv. PARA 14, PAGE-86-AR-1996-97-NICVD
UNECONOMIC PURCHASE WITHOUT INVITING TENDERS RS
19.825 MILLION
- v. PARA 17, PAGE-88-AR1996-97-NICVD
LOSS DUE TO PURCHASE OF MEDICAL EQUIPMENT AT HIGHER
PRICE US\$ 171,470
- vi. PARA 1.4, PAGE-7-NIH-SAR # 158-2000-01
IRREGULAR/UN-ECONOMICAL EXPENDITURE OF RS. 0.474 (M)
ON ACCOUNT OF PURCHASE OF CHEMICALS/ GLASSWARE MIS-
APPROPRIATION OF RS 0.189(M)
- vii. PARA 3.3, PAGE-16-NIH-SAR # 156-2000-01
IRREGULAR/UN-ECONOMICAL EXPENDITURE OF RS 2.937 (M)
ON ACCOUNT OF PURCHASE OF TRI SODIUM CITRATE FROM
ABBASI TRADERS ISLAMABAD ON EXTRA ORDINARY HIGHER
RATES – LOSS OF RS 0.559 (M)

- viii. PARA 3.7, PAGE-19-NIH-SAR # 156-2000-01
IRREGULAR AND UNECONOMICAL EXPENDITURE OF RS 5.552 (M) ON ACCOUNT OF PURCHASE OF STORE ITEMS AT HIGHER RATES- LOSS OF RS 0.350(M)
- ix. PARA 3.8, PAGE-20-NIH-SAR # 156-2000-01
IRREGULAR/UNECONOMICAL EXPENDITURE OF RS 0.536(M) ON ACCOUNT OF PURCHASE OF LABELS AT HIGHER RATE FROM M/S PAKISTAN SCIENTIFIC TRADERS, LAHORE-LOSS OF RS 0.107(M)
- x. PARA 3.1, PAGE-14-PIMS-SAR # 157-2000-01
LOSS OF RS 2.045 MILLION IN CONNECTION WITH LOCAL PURCHASE OF X-RAY/CTC FILM ON HIGH RATES
- xi. PARA 2.1, PAGE-8-2000-01
NON-RECOVERY OF RS. 0.589 MILLION PAID TO UNIVERSITIES FOR PREPARING MONITORING AND EVALUATION REPORTS
- xii. PARA 3.1, PAGE-14-2000-01
IRREGULAR EXPENDITURE OF RS. 58.064 MILLION ON ACCOUNT OF PRINTING WORKS
- xiii. PARA 3.3, PAGE-18-2000-01
IRREGULAR EXPENDITURE OF RS. 6.133 MILLION ON ACCOUNT OF WORKSHOPS

DIRECTIVE

On presentation of above mentioned Audit paras, the Committee settled the paras, subject to verification of the stated facts by the Audit, with a report to the Committee

8.34 **LIST OF AUDIT PARAS SETTLED BY THE COMMITTEE**

- i. PARA 1, PAGE-61-AR-1995-96-PIMS
IRREGULAR EXPENDITURE OF RS. 46,939 INCURRED ON PURCHASE OF CARPETS FOR DIRECTOR GENERAL HEALTH/GUEST HOUSE
- ii. PARA 7, PAGE-64-AR-1995-96-NIH
LOSS OF RS 156,310 DUE TO PURCHASE OF RUBBER STOPPER AT THE ABNORMALLY HIGHER RATES

- iii. PARA 10, PAGE-66-AR-1995-96-NIH
IRREGULAR EXPENDITURE OF RS 35 MILLION ON
PROCUREMENT OF POLIO VACCINE LOSS OF RS 13 MILLION
DUE TO ACCEPTANCE OF HIGHER RATES
- iv. PARA 11, PAGE-67-1995-96-NIH
IRREGULAR PURCHASE OF CHEMICAL, COSTING RS 772,150
WITHOUT CALLING OPEN TENDERS LOSS OF RS 371,580 ON
ACCOUNT THEREOF
- v. PARA 1, PAGE-80-AR-1996-97-MAIN MINISTRY
HEAVY EXPENDITURE OF RS 41,173,538 AT THE PARLIAMENT
HOUSE DISPENSARY ON ACCOUNT OF LOCAL PURCHASE OF
MEDICINE DURING 1993-95
- vi. PARA 2, PAGE-80-AR-1996-97-NIH
ITEMS WORTH RS 48.583 MILLION NOT TAKEN ON RECORD
- vii. PARA 1.2, PAGE-5-NIH-SAR # 156-2000-01
MISAPPROPRIATION OF STORE ITEMS COSTING RS 0.925(M)
- xiii) PARA 1.6, PAGE-9-NIH-SAR # 156-2000-01
MISAPPROPRIATION OF RS 0.244 (M) ON ACCOUNT OF GENERAL
SALES TAX BY M/S M.A. INTERNATIONAL ISLAMABAD
- ix) PARA 1.7, PAGE-9-NIH-SAR # 156-2000-01
MISAPPROPRIATION OF RS 0.078 MILLION ON ACCOUNT OF
CHEMICALS/GLASSWARE ITEMS
- x) PARA 3.10, PAGE-21-NIH-SAR # 156-2000-01
IRREGULAR PAYMENT OF RS 0.982(M) ON ACCOUNT OF
LECTURE FEE PAID TO THE OFFICERS OF NIH
- xi) PARA 4.2, PAGE-24-NIH-SAR # 156-2000-01
RECOVERY OF RS 0.528 (M) ON ACCOUNT OF MISUSE OF
GOVERNMENT VEHICLES DETAILED FOR HOSPITAL WING
DUTY
- xii) PARA 1.3, PAGE-6-PIMS-SAR # 157-2000-01
LOSS OF RS 5.048 MILLION ON ACCOUNT OF PURCHASE OF
TOSHIBA COLOR DOPPLER ECHO CARDIOGRAPHY MACHINE BY
IGNORING LOWEST TENDER

- xiii) PARA 1.7, PAGE-8-PIMS-SAR # 157-2000-01
IRREGULAR/UNECONOMICAL EXPENDITURE OF RS 0.306 (M) ON ACCOUNT OF PURCHASE OF STATIONERY ITEMS WITHOUT CALLING OPEN TENDERS
- xiv) PARA 2.2, PAGE-9-PIMS-SAR # 157-2000-01
NON DEDUCTION OF INCOME TAX AMOUNTING TO RS 1.050 MILLION FROM M/S MED EQUIPS LAHORE ON A/C OF PURCHASE OF C.T. SCANNER
- xv) PARA 2.8, PAGE-12-PIMS-SAR # 157-2000-01
OVERPAYMENT OF RS 0.141 MILLION TO M/S RAIN BIRD, LAHORE VALUE OF DISMANTLED BRICKS UNDER A WORK PROVIDING/FIXING OF SPRINKLER SYSTEM IN PIMS
- xvi) PARA 3.2, PAGE-15-PIMS-SAR # 157-2000-01
- xvii) LOSS OF RS 1.153 MILLION DUE TO WASTEFUL EXPENDITURE ON PROVIDING /FIXING OF SPRINKLER SYSTEM IN PIMS
- xviii) IRREGULAR AND UNAUTHORIZED PAYMENT OF RS 0.369 MILLION TO M/S RAIN BIRD LAHORE ON ACCOUNT OF EXTRA ITEM
- xix) PARA 11, PAGE-85-AR-1996-97-NICVD
NON-RECOVERY ON ACCOUNT OF EXCESS TELEPHONE CALLS RS. 385,299
- xx) PARA 4.1, PAGE-23-NIH-SAR # 156-2000-01
RECOVERY OF RS 2.267 (M) ON ACCOUNT OF MISS-USE OF GOVERNMENT VEHICLES DETAILED FOR SCHOOL DUTY
- xxi) PARA 19, PAGE-89-AR-1996-97-JPMC
IRREGULAR EXPENDITURE ON PURCHASE, REPAIR AND MAINTENANCE OF DURABLE GOODS BY SANCTION SPLIT UP RS. 1.158 MILLION
- xxii) PARA 20, PAGE-89-AR-1996-97-JPMC
IRREGULAR PURCHASE OF DURABLE GOODS BY SPLITTING UP THE TRANSACTIONS RS. 1.917 MILLION

xxiii) PARA 21, PAGE-80-1996-97-JPMC
UNAUTHORIZED EXPENDITURE ON PURCHASE OF DURABLE
GOODS AGAINST THE DIRECTIVES OF MINISTRY OF FINANCE
RS. 5.559 MILLION

xxiii) PARA 22, PAGE-91-AR-1996-97-JPMC
PURCHASE OF STORES WITHOUT OPEN TENDERS RS. 1.884
MILLION

DIRECTIVE

On the recommendation of the Audit, the Committee, after discussion, settled the above mentioned audit paras.

8.35 GENERAL DIRECTIONS

The Committee directed the PAO that:

- Details of Private Medical Colleges enrollments of students by PMDC be provided to the Committee.
- Report on Import and illegal trafficking of snakes be provided to the Committee.
- Comprehensive Report on Anti venom of snake bites should be provided to the Committee.
- Court cases should also be expedited by maintaining Health Insurance, In-house Legal expertise etc.
- To improve the services delivery system in the Country.
- To depute an officer for legal system to interact with M/o Finance on legal issues with a report to the Committee within one month.
- Action on the actionable points should be implemented by the Ministry soon after the meeting.
- Endorse a copy of all the official correspondence of PAC matters to the Committee.
- The DDO should update their accounts.

END

MINISTRY OF HOUSING & WORKS

9. ACTIONABLE POINTS (24-12-2009)

Actionable Points arising from the discussion in the 1st meeting of Monitoring & Implementation Committee of PAC held on 24th December, 2009 on Ministry of Housing & Works, in Committee Room No.2, Parliament House Islamabad to discuss the compliance on directives of PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87,1985-86 are as under:

9.1 PARA C.1.1, (1996-97) LOSS OF RS. 6.874 MILLION

The representative of NAB informed the Committee that the entire amount has been recovered.

DIRECTIVE

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

9.2 PARA 37, (1996-97) LOSS OF RS. 2.875 MILLION

The representative of **NAB** informed the Committee that the amount has been recovered except Rs. one lac from Mr. Ghulam Qadir Bugti who is absconding.

The PAO informed the Committee that the Ministry of Interior or Housing can waive-off Rs one lac.

DIRECTIVE

The Committee directed the PAO to publicize the name of the absconder and make all possible efforts to recover the remaining amount.

9.3 PARA 5.6, (2000-01) LOSS OF RS. 12.128 MILLION

DIRECTIVE

The Committee directed the PAO to publicize the name of defaulter/ absconder and to make all possible efforts to recover the remaining amount.

9.4 PARA C.1.2, (1996-97)
LOSS OF RS. 4.527 MILLION

DIRECTIVE

The Committee directed the PAO to publicize the name of defaulter/ absconder and to make all possible efforts to recover the remaining amount.

9.5 PARA 1, PAGE-95-1996-97
NON ATTENDANCE OF AUDIT OBSERVATIONS FROM 1978-1995

The PAO informed the Committee that the Ministry is properly complying with the observations of Audit and the required record will be provided to Audit for verification.

DIRECTIVE

The Committee directed the PAO to provide the record to Audit.

9.6 PARA 2, PAGE-95-1996-97
FAILURE OF HOUSING SCHEMES LOSS TO GOVT. AMOUNTING TO RS 285.5 MILLION

DIRECTIVE

The Committee directed the PAO to provide a one page brief to the Committee for fixing responsibility within fifteen days. The Committee pended this para.

9.7 **GENERAL DIRECTIONS:**

The Monitoring & Implementation Committee of PAC took serious notice of late arrival of Mr. Ahmad Bakhsh Lehri to attend the meeting. As the Ministry was not well-prepared, the Committee directed the PAO to furnish a comprehensive report on its Audit Paras within one month, and, if such mistakes were repeated, the Ministry would bear all expenses incurred on the meeting.

On the point that the Secretary Housing & Works could not attend the meeting in time as he had been called by the Prime Minister, the Committee directed the PAO that the meetings of PAC should be given priority and no official should be engaged anywhere else when there is a call by the PAC according to the directives issued by the Prime Minister.

END

MINISTRY OF INDUSTRIES & PRODUCTION

10. **ACTIONABLE POINTS** (13-10-2010)

Actionable Points arising from the discussion in the meeting of Monitoring & Implementation Committee of PAC held on 13th October, 2010 in Committee Room No.2, Parliament House, Islamabad on the following Issues of M/o Industries & Production:

- i. Briefing on PIDC and its subsidiaries
- ii. Compliance on PECO shares issue

10.1 **BRIEFINGS:**

The PAO gave briefings on following Organizations to the Monitoring Committee of PAC:

- Pakistan Industrial Development Corporation.
- Pakistan Gems & Jewellery Development Company.
- Pakistan Hunting & Sporting Arms Development Company.
- Karachi Tools, Dies and Moulds Centre
- National Industrial Park (Projects) (Korangi Creek Industrial Park)
- TUSDEC.
- Furniture Pakistan

10.2 **Recommendation by the Monitoring Committee:**

The Committee proposed that the main PAC may give direction for Performance Audit of these Organizations/subsidiaries. The main PAC may also refer the matter to the Legal Committee of PAC to review the rules and regulations and suggest how to make these Organizations profitable. The status of these Organizations may also be looked into.

GENERAL DIRECTIONS

- The Committee directed the PAO to give the said briefings to the main PAC and also to the Standing Committee of National Assembly on M/o Industries Production.
- The Committee appreciated the efforts of the representatives of PIDC and its subsidiaries.
- The Committee directed the PAO to give access to Audit Department on the record of PIDC and its subsidiaries.
- The PAO should depute a focal person of the Ministry for the cases of NAB and FIA mentioned in the Audit Reports.
- The Monitoring Committee desired to visit the above mentioned companies to check their functioning before recommending proposals for the improvement and support of these Organizations/Companies.

10.3 **PECO SHARES ISSUE**

On the compliance of the directives of Sub-Committee of PAC on PECO shares issue, the PAO (Secretary M/o Industries Production) informed the Committee that M/o Finance has been requested for taking further actions, as directed by the Sub-Committee of PAC led by Sardar Ayaz Sadiq, MNA.

The Secretary M/o Finance informed the Monitoring Committee that he required more time to examine the issue and firm up his recommendations for the Monitoring Committee.

DIRECTIVE

On the issue of PECO shares, the Monitoring Committee constituted a Committee comprising Secretary M/o Industries & Production, Secretary M/o Finance, Secretary M/o Privatization, Chairman Security Exchange Commission of Pakistan (SECP) and Chairman/MD National Investment Trust, to finalize the recommendations on the said issue by fixing responsibility within two weeks for further discussion in the next meeting of the Monitoring Committee on M/o Industries Production.

END

MINISTR OF INTERIOR

11. **ACTIONABLE POINTS** (22-07-2010)

Actionable Points arising from the discussion in the 1st meeting of Monitoring & Implementation Committee of PAC held on 22nd July,2010 on M/o Interior at 3:00 p.m. in Committee Room No.2, Parliament House, Islamabad to discuss the compliance on PAC directives of PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87,1985-86 are as under:

APPROPRIATION ACCOUNS (CIVIL) VOL-I, 1988-89

11.1 i. GRANT # 91-ISLAMABAD (EXCESS OF RS. 11,647,889)

The PAO informed the Committee that the excess in the grant was due to the Secretarial allowances given to Police.

DIRECTIVE

The Committee settled the grant with the direction that in future there should be zero saving and zero excess in the grants. The Committee also directed the PAO that there should be good budgeting of the accounts in future.

ii. GRANT # 93-CIVIL ARMED FORCES (EXCESS OF RS. 23,993,051)

The PAO requested the Committee to settle the grant.

DIRECTIVE

The Committee showed displeasure but settled the grant with the direction to the PAO to be careful in future.

iii. GRANT # 98- FEDERAL INVESTIGATION AUTHORITY (EXCESS OF RS. 5,612,783)

The PAO informed the PAC that the matters raised in the grant have been resolved.

DIRECTIVE

The Committee settled the grant.

APPROPRIATION ACCOUNS (CIVIL) VOL-I, 1995-96

- iv. GRANT # 91- PAKISTAN RANGES
(SAVING OF RS.274,146,212)

DIRECTIVE

The Committee settled the grant.

- v. GRANT # 92- REGISTRATION ORGANIZATION
(EXCESS OF RS.5,768,653)

The PAO informed the Committee that IDC held its meeting and recommended the grant for settlement.

DIRECTIVE

On the recommendations of the IDC , the Committee settled the Grant.

- vi. GRANT # 95- OTHER EXPENDITURE OF INTERIOR DIVISION
(SAVING OF RS.165,515,497)

The PAO informed the Committee the record pertaining to this issue was burnt in the Shaheed-Millat Secretariat. The Committee may settle the grant.

DIRECTIVE

The Committee settled the grant.

APPROPRIATION ACCOUNS (CIVIL) VOL-I, 1999-2000

- vii. GRANT # 70- INTERIOR DIVISION
(SAVING OF RS. 2,568,112)

DIRECTIVE

The Committee settled the grant with the direction to be careful in future.

- viii. GRANT # 76-REGISTRATION ORGANIZATION
(SAVING OF RS. 10,339,946)

DIRECTIVE

The Committee settled the grant.

**AUDIT REPORT FOR THE YEAR 1996-97 FOR MINISTRY OF INTERIOR
(IGFC)**

- 11.2 PARA A.I.I, PAGE 157-AR-1996-97
UNAUTHORIZED CONSUMPTION OF MATERIAL WORTH RS.10.818
MILLION

DIRECTIVE

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

**AUDIT REPORT ON M/O INTERIOR FOR THE YEAR 2005-06, 2000-01, 1999-
2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87,1985-86**

- 11.3 PARA 1, PAGE-73-AR-1995-96
IRREGULAR & DOUBTFUL PURCHASE OF MOBILE WORKSHOP
WORTH RS 1,035,000

DIRECTIVE

The Committee settled the para.

- 11.4 PARA 1.2, PAGE-6-AR-1999-2000
FRAUDULENT OVER DRAWL OF PUBLIC MONEY, AMOUNTING
TO RS 2.727 MILLION

DIRECTIVE

The Committee directed the PAO to make all possible efforts for further recovery, within three months. The Committee pended this para till its next meeting on the Ministry.

- 11.5 PARA 1.3, PAGE-7-AR-1999-2000
FRAUDULENT OVER DRAWL OF RS 1.642 MILLION FROM G. P.
FUND

DIRECTIVE

The Committee directed the PAO to make all possible efforts for further recovery within three months and also fix responsibility. The Committee pended this para till its next meeting on the Ministry.

- 11.6 PARA 2.5, PAGE-13-AR-1999-2000
NON-PROTECTED GOVT DUES WORTH RS 0.080 MILLION
BEFORE ISSUE OF REMOVAL ORDERS

DIRECTIVE

The Committee directed the PAO to resolve the issue at his own level. The Committee pended this para till its next meeting on the Ministry.

- 11.7 **LIST OF AUDIT PARAS PENDED FOR NEXT MEETING**

Sl.#	YEAR OF REPORT	AUDIT PARA
1.	1999-2000	3.1
2.		3.3
3.		3.4
4.		3.9
5.		3.14
6.		3.15
7.		3.17
8.		3.19
9.		6.3
10.		6.13
11.		6.14

DIRECTIVE

On the presentation of above mentioned 11 audit paras, the Committee on the request of PAO for giving three months time, pended the audit paras till its next meeting on the Ministry.

- 11.8 PARA 3.11, PAGE-19-AR-1999-2000
IRREGULAR & UNAUTHORIZED EXPENDITURE OF RS 2.390
MILLION ON PURCHASE OF ANIMAL FEED

DIRECTIVE

The Committee settled the para.

- 11.9 PARA 3.18, PAGE-23-AR-1999-2000
UNAUTHORIZED EXPENDITURE OF RS 1.126 MILLION WITHOUT
SANCTION/ APPROVAL OF THE COMPETENT AUTHORITY

DIRECTIVE

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

- 11.10 PARA 3.22, PAGE-26-AR-1999-2000
IRREGULAR EXPENDITURE OF RS 0.482 MILLION ON PURCHASE
OF MEDICINES.

DIRECTIVE

The Committee settled the para.

- 11.11 i) PARA 3.23, PAGE-26-AR-1999-2000
IRREGULAR EXPENDITURE OF RS 0.458 MILLION ON
PURCHASE OF OFFICE EQUIPMENTS OVER BUDGET
ALLOCATION
- ii) PARA 3.24, PAGE-27-AR-1999-2000
IRREGULAR SANCTION OF EXPENDITURE OF RS 0.440
MILLION BEYOND THE FINANCIAL POWER.
- iii) PARA 3.27, PAGE-28-AR-1999-2000
IRREGULAR GRANT OF AWARD TO OFFICERS/OFFICIALS
OF THE DIRECTORATE OF RS 0.273 MILLION
- iv) PARA 4.1, PAGE-32-AR-1999-2000
WASTEFUL EXPENDITURE OF RS 5.00 MILLION ON
PROCUREMENT OF ARMS AND AMMUNITIONS
- v) PARA 5.12, PAGE-40-AR-1999-2000
RECOVERY OF RS 0.444 MILLION ON ACCOUNT OF NON-
DEDUCTION OF HRA/CA
- vi) PARA 5.15, PAGE-42-AR-1999-2000
RECOVERY OF RS 0.251 MILLION ON ACCOUNT OF EXCESS
TELEPHONE CALLS MADE FROM OFFICIAL AND
RESIDENTIAL TELEPHONES

- vii) PARA 5.17, PAGE-43-AR-1999-2000
RECOVERY OF RS 0.128 MILLION ON ACCOUNT OF
CONVEYANCE ALLOWANCE TO THE EMPLOYEES
RESIDING WITHIN WORK PREMISES
- viii) PARA 5.21, PAGE-45-AR-1999-2000
RECOVERY OF RS 0.095 MILLION FROM WING
COMMANDER 19 WING DESERT RANGERS ON ACCOUNT
OF 5% HOUSE RENT DEDUCTION

DIRECTIVE

The Committee settled the above paras.

- 11.12 i) PARA 5.3, PAGE-35-AR-1999-2000
RECOVERY OF RS 2.763 MILLION FROM THE EMPLOYEES
ON ACCOUNT OF ELECTRICITY CHARGES
- ii) PARA 5.16, PAGE-42-AR-1999-2000
RECOVERY OF RS 0.217 MILLION ON ACCOUNT OF
UNAUTHORISED USE OF GOVT VEHICLES
- iii) PARA 6.6, PAGE-53-AR-1999-2000
NON-PRODUCTION OF RECORD FOR EXPENDITURE OF RS
5.299 MILLION
- iv) PARA 6.7, PAGE-53-AR-1999-2000
NON-PRODUCTION OF RECORD OF MEDICINES FOR RS
4.188 MILLION AND UNAUTHORIZED ISSUANCE OF
MEDICINES TO THE INDIVIDUALS FROM DHO OFFICE
- v) PARA 6.8, PAGE-54-AR-1999-2000
NON-PRODUCTION OF RECORD ON ACCOUNT OF
EXPENDITURE ON TA/DA AMOUNTING TO RS 2.400
MILLION
- vi) PARA 6.10, PAGE-55-AR-1999-2000
NON-PRODUCTION OF RECORD REGARDING
EXPENDITURE OF RS 0.399 MILLION ON ACCOUNT OF
HIRING OF VEHICLES.

DIRECTIVE

The Committee settled the above paras, subject to verification of record/ stated facts by Audit within one week.

- 11.13 PARA 5.4, PAGE-35-AR-1999-2000
EXCESS EXPENDITURE OF RS 2.05 MILLION OVER AND ABOVE
THE PRESCRIBED MONTHLY CEILING FOR RESIDENTIAL
TELEPHONE-RECOVERY THEREOF

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

AUDIT REPORT FOR THE YEAR 1999-2000

- 11.14 i) PARA 1.3, PAGE-5-SAR-121-1999-2000
FRAUDULENT DOUBLE DRAWL OF RS 0.287 MILLION ON
ACCOUNT OF REPAIR OF VEHICLES
- ii) PARA 4.3, PAGE-20-SAR-121-1999-2000
IRREGULAR RETENTION OF RS 8.890 MILLION OUTSIDE
THE CHEST
- iii) PARA 4.8, PAGE-23-SAR-121-1999-2000
IRREGULAR AND DOUBTFUL EXPENDITURE OF RS 0.470
MILLION INCURRED ON HOTEL CHARGES FOR POLICE
OFFICERS DEPUTED FOR OIC SUMMIT

The PAO informed the Committee that these paras relates to M/o Foreign Affairs.

DIRECTIVE

The Committee dropped these audit paras from M/o Interior and deferred for discussion in the meeting of M/o Foreign Affairs.

- 11.15 PARA 3.5, PAGE-17-SAR-121-1999-2000
LOSS OF RS 0.198 MILLION DUE TO BURNING OF A VEHICLE OF
C.I.A

DIRECTIVE

The Committee settled the para.

11.16 PARA 5.1, PAGE-25-SAR-121-1999-2000
UNAUTHORIZED EXPENDITURE OF RS 0.200 MILLION AND LOSS
OF RS 44,080/- FOR PURCHASE OF WORD PROCESSOR

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit.

AUDIT REPORT FOR THE YEAR 2005-06

11.17 PARA 15.1, PAGE-62-AR-2005-06
UNAUTHORIZED EXPENDITURE OF RS. 3.348 MILLION
EXPENDED ON PROCUREMENT OF SPARE PARTS, TIRES, TUBES
AND BATTERIES FOR REPAIR AND MAINTENANCE OF OFFICIAL
VEHICLES

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry.

11.18 i) PARA 15.2, PAGE-63-AR-2006-07
NON-DEPOSIT OF 10% SERVICE CHARGES AMOUNTING TO
RS. 13.096 MILLION INTO GOVERNMENT TREASURY

ii) PARA 15.6, PAGE-66-AR-2006-07
UNAUTHORIZED RETENTION OF RS. 47.851 MILLION FROM
THE PAY OF JAWANS

iii) PARA 15.8, PAGE-67-AR-2006-07
NON-DEPOSIT OF RS. 2.881 MILLION INTO GOVERNMENT
TREASURY

iv) PARA 15.9, PAGE-68-AR-2006-07
LESS RECOVERY OF RS. 1.310 MILLION ON ACCOUNT OF
10% SERVICE CHARGES

DIRECTIVE

The Committee gave three months time to the Ministry and pended these paras till its next meeting.

11.19 PARA 15.3, PAGE-64-AR-2006-07
NON-RECOVERY OF RS. 347.069 MILLION FROM BALOCHISTAN
GOVERNMENT

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry.

11.20 PARA 15.4, PAGE – 64-AR-2006-07
MIS-PROCUREMENT OF RS. 1.177 MILLION

DIRECTIVE

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

11.21 LIST OF AUDIT PARAS SETTLED BY THE COMMITTEE

SL.#	YEAR OF REPORT	AUDIT PARA
1	1987-88	1
2	---	3
3	1995-96	2
4	----	3
5	1996-97	1
6	1999-2000	1.1
7		1.5
8		1.6
9		1.7
10		1.8
11		2.2
12		3.1
13		3.6
14		3.8
15		3.13
16		3.16
17		3.20
18		3.21
19		3.25
20		3.26
21		3.29
22		3.32
23		3.33

24		4.2
25		5.2
26		5.5
27		5.7
28		5.8
29		5.9
30		5.10
31		5.11
32		5.13
33		5.14
34		5.18
35		5.19
36		5.22
37		5.23
38		5.24
39		5.25
40		5.26
41		5.27
42		5.28
43		5.29
44		5.30
45		6.2
46		6.5
47		6.9
48		6.12
49		Internal Control
50	SAR(121) ICT POLICE, 1999-2000	1.1
51		1.2
52		1.4
53		2.1
54		2.2
55		2.3
56		2.4
57		2.5
58		2.6
59		2.7
60		3.1
61		3.2
62		3.3
63		3.4

64		3.6
65		4.1
66		4.2
67		4.4
68		4.5
69		4.6
70		4.7
71		4.9
72		5.2
73		6.2
74		6.3
75		6.4
76		6.5
77		6.6
78		6.7
79		7.1
80	2005-06	15.5
	Annexure-1	Annexure-1
81		3.2
82		3.3
83		3.4
84		3.9
85		3.14
86		3.15
87		3.17
88		3.19
89		6.3
90		6.13
91		6.14

DIRECTIVE

On recommendations of Audit, the Committee settled the above mentioned 91 audit paras.

END

MINISTRY OF LABOUR & MANPOWER

12. **ACTIONABLE POINTS** (18-08-2010)

Actionable Points arising from the discussion in the meeting of Monitoring Committee of PAC held on 18th August, 2010 in Committee Room #2 , Parliament House, Islamabad, to discuss the compliance on PAC directives of PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87,1985-86 are as under:

AUDIT REPORT PUBLIC SECTOR ENTERPRISES 2000-01(VOL-1) **EMPLOYEES OLD-AGE BENEFIT INSTITUTION**

12.1 PARA 152, PAGE-135-ARPSE-2000-01 AUDIT OBSERVATION.

The PAO informed that the para is still with NAB. An amount of Rs.827.765 has been recovered leaving balance of Rs.206.125 million. The concerned accused is out of country.

DIRECTIVE

The Committee directed that the NAB should make efforts for further recovery, in consultation with the Ministry. The Committee directed the PAO to get verification of the recovered amount from Audit, hold another DAC meeting on the subject. The remaining amount should be recovered. The Committee pended this para till its next meeting on the Ministry.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES 2005-06 (VOL-1) **OVERSEAS EMPLOYMENT CORPORATION**

12.2 PARA 169.2, PAGE-280-ARPSE-2005-06

The PAO informed the Committee that the matter is subjudice and it has been referred to the Police as well. Further, the matter also subjudice.

DIRECTIVE

The Committee directed the PAO to put the name of the accused on ECL, take appropriate actions pursue the matter in the Court and stop the renewal of his NIC. The para is pended till the next meeting.

AUDIT REPORT FOR THE YEAR 1996-97

- 12.3 PARA 1, PAGE-125-ARPSE-1996-97
DELAYED COMPLETION OF SCHEMES AND NON IMPOSITION OF
PENALTY-RS.973, 259

The PAO informed the Committee that penalty was imposed and recovery effected.

DIRECTIVE

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

AUDIT REPORT FOR THE YEAR 1999-2000

- 12.4 PARA 1.1, PAGE-5
EMBEZZLENT OF RS.0.596 MILLION DUE TO FORGED RATES.

DIRECTIVE

The Committee settled the para.

- 12.5 PARA 1.2, PAGE-5
MISAPPROPRIATION OF RS.0.466 MILLION

DIRECTIVE

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

- 12.6 PARA 3.2, PAGE-9
IRREGULAR UTILIZATION OF RS.10.313 MILLION TOWARDS
DEPARTMENTAL EXPENDITURE

DIRECTIVE

The Committee settled the para.

- 12.7 PARA 3.8, PAGE-13
IRREGULAR EXPENDITUE OF RS 0.994 MILLION ON APPOINTMENT OF MAINTANCE STAFF OF LABOUR COLONIES.

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit within fifteen days, with a report to the Committee.

- 12.8 PARA 4.1, PAGE-18
LOSS, WASTEFUL AND UNAUTHORISED EXPENDITURE OF RS.5.054 MILLION ON CONTINGENCY.

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit within fifteen days with a report to the Committee.

- 12.9 PARA 5.1, PAGE-20
RECOVERY OF RS.217.615 MILLION FROM THE ALLOTTEES OF RESIDENTIAL ACCOMMODATION.

DIRECTIVE

The Committee directed the PAO to contact Attorney General of Pakistan and Advocate General and discuss the importance of this issue. The Committee pended this para till its next meeting.

- 12.10 PARA 5.8, PAGE-23
RECOVERY OF RS 0.441 MILLION ON ACCOUNT OF WRONG FIXATION OF PAY OF THE RETIRED RE-EMPLOYED GOVT SERVANTS.

DIRECTIVE

The Committee settled the para.

- 12.11 PARA 5.12, PAGE-25
RECOVERY OF RS.0.146 MILLION ON ACCOUNT OF UNAUTHORIZED PURCHASE/USE OF MOBILE PHONE.

DIRECTIVE

The Committee directed the PAO to get verification of record/letters on this issue, by Audit. The Committee pended this para till its next meeting on the Ministry.

- 12.12 i) PARA 6.1, PAGE-29
NON-PRODUCTION OF RECORD OF MARRIAGE GRANT
AMOUNTING TO RS.123.579 MILLION.
- ii) PARA 6.3, PAGE-30
NON-PRODUCTION OF RECORD/ACCOUNTAL OF
PURCHASE OF BICYCLES AND SEWING MACHINES
AMOUNTING TO RS.53.329 MILLION.
- iii) PARA 6.4, PAGE-31
NON-PRODUCTION OF RECORD OF SCHOLARSHIP
AMOUNTING TO RS.18.882 MILLION AND DOUBTFUL
EXPENDITURE

DIRECTIVE

The Committee settled the paras subject to verification of record/stated facts by Audit within fifteen days with a report to the Committee.

- 12.13 PARA 3.1, PAGE-31
NON-PRODUCTION OF DEPARTMENTAL RECEIPTS AMOUNTING
TO RS.2.044 MILLION

DIRECTIVE

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

- 12.14 PARA 3.7, PAGE-13
UNAUTHORIZED/IRREGULAR RECEIPT OF RS.1.429 MILLION,
EXPENDITURE OF RS.0.290 million AND UNAUTHORIZED/
IRREGULAR OPENING OF BANK ACCOUNTS

DIRECTIVE

The Committee directed the PAO to resolve this issue, within two weeks.
The Committee pended this para till its next meeting on the Ministry.

- 12.15 PARA 3.10, PAGE-15
NON RECONCILIATION OF RECEIPTS OF RS.0.452 MILLION WITH
FTO

DIRECTIVE

The Committee settled the para.

12.18 PARA 4.2, PAGE-18UNECONOMICAL EXPENDITURE AMOUNTING TO RS.1.085 MILLION INCURRED ON EXCESS TELEPHONE BILLS.DIRECTIVE

The Committee settled the paras, subject to verification of record/stated facts by Audit with a report to the Committee.

Note: The audit paras which did not come under discussion during this meeting, will be discussed in the next meeting of the Committee.

12.19 GENERAL DIRCTIONS:

- The Grants were not discussed as the Ministry was not prepared, for which the Committee showed its displeasure.
- The PAO should pursue the case of embezzlement of Rs.14.96 million in Construction of Dera Murad Jamali, Assist NAB and pursue this case.
- The PAO informed that there is no Legal Department in the Ministry and all the cases are referred to the Attorney General of Pakistan, for which the Committee directed the PAO to give a detailed report of the cases and the amount involved in those cases.
- The matter of non-release of funds was also discussed for which the Committee desired to raise this issue in the Meeting of M/o Finance. The Committee recommended that the Standing Committee on Labour and Manpower should pursue the funds of Workers Welfare from M/o Finance and also refer this issue to the main PAC.

END

MINISTRY OF OVERSEAS PAKISTANIS

13. **ACTIONABLE POINTS** (29-07-2010)

Actionable Points arising from the discussion in the meeting of Monitoring & Implementation Committee of PAC held on 29th July, 2010 on M/o OVERSEAS PAKISTANIS to discuss the compliance on PAC directives of PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87,1985-86 are as under:

APPROPRIATION ACCOUNTS

13.1 GRANT 102, (1987-88) MANPOWER AND OVERSEAS PAKISTANIS DIVISION (EXCESS OF RS.4,113,981)

DIRECTIVE

The Committee directed the PAO to hold the DAC meeting on the issue of this grant within fifteen days. The Committee pended this grant till its next meeting on the Ministry.

AUDIT REPORT FOR THE YEAR 1999-2000

13.2 PARA 3.4, PAGE-11-AR-1999-2000 IRREGULAR AND UN-ECONOMICAL PURCHASE OF DURABLE GOODS AMOUNTING TO RS.8.298 MILLION WITHOUT OPEN TENDERS

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry.

PERFORMANCE EVALUATION NO.97 ON OVERSEAS PAKISTANIS **FOUNDATION FOR THE YEAR 1988-89**

13.3 PARA 1.1 TO 11-1988-89

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry.

AUDIT REPORT PUBLIC SECTOR ENTERPRISES FOR THE YEAR 2005-06,2000-01, 1996-97, 1995-96,1988-89,1987-88,1985-86

- 13.4 PARA 170, PAGE-285-ARPSE-2005-06
KAGHAN BRICKS WORKS LIMITED

DIRECTIVE

As the audit para is under examination of the Sub-Committee of PAC, under the Convenership of Mr. Zahid Hamid, MNA, the Monitoring Committee pended the para till the final decision by the Sub-Committee.

OVERSEAS PAKISTANIS FOUNDATION

- 13.5 PARA 151, PAGE-137-ARPASE-2000-01
EXPECTED LOSS OF RS.41.600 MILLION DUE TO NON-RECOVERY OF DEPOSIT IN BEL.

DIRECTIVE

The Committee directed the PAO to recover the amount within three months. The Committee pended this para till its next meeting on the Ministry.

- 13.6 PARA 152, PAGE-137-138-ARPASE-2000-01
LOSS OF RS.11.480 MILLION DUE TO EXCESS CONTRIBUTION TO EMPLOYEES CPF.

DIRECTIVE

The Committee directed the PAO to resolve the issue within one month otherwise responsibility will be fixed in this matter. The Committee pended this para till its next meeting on the Ministry.

- 13.7 PARA 159, PAGE-142-143-ARPASE-2000-01
LOSS OF RS.202,766 DUE TO MIS-PLACEMENT OF SURVEY INSTRUMENTS.

DIRECTIVE

The Committee expressed its displeasure for not effecting recovery. The Committee pended this para till its next meeting on the Ministry.

- 13.8 PARA 160, PAGE-143-144-ARPASE-2000-01
IRREGULAR PAYMENT OF RS.162,456 DUE TO APPOINTMENT OF
CONSULTANT ON CONTRACT BASIS

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry.

OVERSEAS PAKISTANIS FOUNDATION FOR THE YEAR 1999-2000

- 13.9 PARA 179, PAGE-124-ARPSE-1999-2000
EXPECTED LOSS OF RS.1.905 MILLION ON ACCOUNT OF
PAYMENT OF ADVERTISEMENT BILL

DIRECTIVE

The Committee directed the PAO to hold another DAC on this issue and submit its report to the Committee. The Committee pended this para till its next meeting on the Ministry.

- 13.10 PARA 180, PAGE-125-ARPSE-1999-2000
LOSS OF RS 420,711 DUE TO UN-AUTHORIZED ALLOCATION OF
VEHICLES.

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry.

KAGHAN BRICKS FOR THE YEAR 1996-97

- 13.11 PARA 226-228, PAGE-54-ARPSE-1996-97
AUDIT COMMENTS

DIRECTIVE

As the audit para is under examination of the Sub-Committee of PAC, under the Convenership of Mr. Zahid Hamid, MNA, the Monitoring Committee pended the para till the final decision by the Sub-Committee.

OVERSEAS PAKISTANIS FOUNDATION FOR THE YEAR 1987-88

11.12 PARA 402, PAGE-247-ARPSE-1987-88
AUDIT COMMENTS

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry.

END

MINISTRY OF POSTAL SERVICES

14. **ACTIONABLE POINTS** (11-08-2010)

Actionable Points arising from the discussion in the meeting of Monitoring Committee of PAC held on 11th August, 2010 at 2:00 p.m. in Committee Room No.2, Parliament House, Islamabad to discuss the compliance on PAC directives of PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87,1985-86 are as under:

AUDIT REPORT ON PAKISTAN POST OFFICE DEPARTMENT FOR THE YEAR 2005-06

14.1 PARA 2.1, PAGE-12-2005-06 LOSSES, FRAUDS AND MISAPPROPRATION OF RS.65.342 MILLION

The representative of NAB and FIA informed the Committee that an amount of Rs.14.271 million has been recovered and efforts are being made to recover the remaining amount of Rs. 57.095 million.

DIRECTIVE

The Committee directed the PAO to hold a meeting with FIA/NAB and Audit and get verification of the recovered amount. The Ministry may also prepare a comprehensive report and submit it to the Committee within ten days. The Committee pended this para till its next meeting on the Ministry.

14.2 PARA 2.2, PAGE-12-2005-06 LOSSES , FRAUDS AND MISAPPROPRATION OF RS.65.342 MILLION

The representatives of NAB and FIA informed the Committee that an amount of Rs.100,000 has been recovered and efforts are being made to recover the remaining amount.

The PAO also requested the Committee for supporting them in their efforts for Computerization of the official system of the Department.

DIRECTIVE

The Committee directed the PAO to make all possible efforts for further recovery and get verification of the recovered amount from Audit. The Committee strongly recommended that the official system of the M/o Postal Services should be computerized for avoiding embezzlements. The Committee recommended that the Finance Division and Planning Division should support and approve this program as there is a daily transaction of approximately Rs.4 billion.

The Committee directed the PAO to prepare a comprehensive Report of IDC and submit it to the Committee within 10 days. The Committee pended this para till its next meeting on the Ministry.

14.3 PARA 2.3, PAGE-12-2005-06

The PAO informed the Committee that in this case, three persons were involved. Two officials have been dismissed from service and one official Mr. Jaleel has been promoted to BPS-17 and transferred to Saddar G.P.O. An amount of Rs.650,000/- has been recovered and efforts are being made to recover the remaining amount.

The Audit Department objected to the promotion of an accused official in BPS-17 instead of dismissal.

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry with the directive that the DG Postal Services may look into the matter and report to the Committee within 10 days.

14.4 PARA 1.2, PAGE-17-1996-97

The PMG Karachi informed the Committee that there are 11 cases out of which 6 have been settled and other cases are in the Court of Law. An amount of Rs.6.55(Million) yet to be recovered. This para does not relate to NAB/FIA.

DIRECTIVE

The PMG Karachi was not prepared. The Committee pended this para till its next meeting on the Ministry.

14.5 PARA 1.4, PAGE-17-1996-97

The PAO informed the Committee that an amount of Rs.6.6 million has been recovered. Some cases are pending in the Court of Law. Efforts are being made to recover the remaining amounts.

DIRECTIVE

The Committee expressed its displeasure for the Ministry's non preparation and directed the PAO to review overall position of Court cases and to direct all officers to pursue Court cases vigorously. The Committee also directed the Auditor General's representative and the office of the Controller General Accounts that required Finance Accounts Officer and Chief Accounts Officer should be provided to this Ministry on an urgent basis.

14.6 PARA 1.5, PAGE-17-1996-97

The PAO informed the Committee that some amount has been recovered and efforts are being made for further recovery.

DIRECTIVE

The Committee directed the PAO to provide the details of all subjudice and NAB/FIA cases to the Committee. The Committee also directed the PAO to hold the meeting of DAC on monthly basis and to get the verification of the recovered amount by Audit. The Committee pended this para till its next meeting on the Ministry.

14.7 PARA 6.21, PAGE-67-1996-97NON RECOVERY OF CONSULTANCY CHARGES DRAWN TWICE \$ 12,538 (RS.501,520)

Audit informed that in this Audit para , no amount has been recovered yet.

The PAO informed the Committee that the accused, an Officer of (BPS-20), was awarded punishment of compulsory retirement but no such order for making recovery was contained in that order and hence no recoveries were effected from the officer.

This para is not yet with NAB.

DIRECTIVE

The Committee directed the PAO to direct the concerned officer to deposit the amount in the Govt. Treasury; otherwise the case will be referred to NAB.

14.8 **LIST OF AUDIT PARAS SETTLED BY THE COMMITTEE:**PARAS RECOMMENDED FOR SETTLEMENT BY PAC FOR THE AUDIT REPORT 2000-01

<u>Sl. No.</u>	<u>Para No</u>	<u>Subject</u>
Section-I PPO Accounts		
1.	1.5	Grant No. 149 - Capital Outlay
2.	1.5.2	Budget Grant and Expenditure
3.	1.6	Understatement of Payable Amount of Interest Charges on Capital Outlay Rs 364.063 million & Outstanding payable amount of Rs 829.487 million

4.	1.8	Outstanding remittances between departmental offices Rs 825.104 million
5.	1.9	Non-credit of deposits of dead saving bank accounts to revenue Rs 1,107.488 million
6.	1.10	Outstanding amount on account of post office (Misc. Deposits) Rs 876.839 million
7.	1.11	Variation in post office deposits
8.	1.12	Non-transfer of amounts collected on behalf of other organizations
Section-II Audit Report		
9.	1.2	Loss and misappropriation of public money Rs 0.319 million
10.	1.3	Shortage of P.T Stamps Rs 0.548 million
11.	2.1	Loss due to non realization of Service Charges from PTCL Rs 6.087 million
12.	2.2	Non-recovery of Rs 0.127 million incurred on payment of telephone calls in excess of fixed monthly telephone ceiling
13.	2.3	Recoverable amount of Rs 0.506 million incurred on payment of telephone calls in excess of ceiling
14.	2.5	Loss due to non-realization of printing charges from Provincial Government amounting to Rs 2.827million
15.	2.6	Loss of Rs 8.525 million due to retention of Un-remunerative Post Offices
16.	2.9	Non deduction of rent Rs 1.605 million for residential quarters from the postal officials
17.	2.10	Outstanding emergent advances Rs 0.552 million
18.	2.11	Non-recovery of income tax Rs 0.490 million from mail contractors and Non-maintenance of contractor ledger account
19.	2.12	Loss of revenue due to non-deduction of income tax of Rs 0.528 million at source
20.	3.1	Unauthorized expenditure of Rs 0.497 million on the building works
21.	3.2	Misclassification of expenditure for Rs 0.679 million due to non availability of budget grant
22.	3.3	Misclassification of expenditure Rs 0.488 million due to non-availability of budget grant
23.	3.4	Misclassification of expenditure of Rs 0.202 million to conceal excess expenditure over the sanctioned budget grant
24.	3.5	Doubtful expenditure Rs 0.494 million incurred on repair of vehicles and POL

25.	3.6	Rush of expenditure 66.5% of the budget during June, 2001 Rs 3.013 million
26.	3.7	Unauthorized retention of cash postage and pt stamps in excess of authorized limit
27.	4.1	Loss of Rs 0.673 million due to unjustified payment of commission to franchised post offices
28.	4.2	Irregular expenditure on purchase of bags for Rs 1.14 million
29.	4.3	Irregular expenditure on adhoc appointments Rs 58.356 million
30.	4.4	Irregular expenditure on employment of contingent paid staff Rs 24.880 million
31.	4.7	Irregular/unauthorized expenditure of Rs 7.726 million against expired temporary posts
32.	4.8	Blocking of capital funds of Rs 1.565 million by placing under the head "Deposits" Rs 1.565 million
33.	4.9	Irregular expenditure on account of rent of office building Rs 0.575million
34.	4.12	Unauthorized expenditure on retaining surplus staff Rs 1.173 million
35.	5.2	Payment to Post Office Foundation for purchase of furniture/fixture and machinery / equipment Rs 0.748 million
36.	5.3	Unnecessary blockage of departmental money Rs 2.556 million
37.	6.1	Concealment of record of payment made to mail contractor for Rs 18.74 million
38.	7.1	Non-verification of consolidated treasury receipts amounting to Rs 5,417.350 million and consolidated postal receipts relating to payments into and drawing from treasury Rs 684.433 million during 1999-2000
39.	7.2	Non-reconciliation of consolidated postal and treasury receipt with treasury office Rs 2,578.98 million
40.	7.3	Minus Balance Rs 16.730 million of Saving Bank Accounts on 30.06.2000
41.	7.4	Discrepant Saving Bank Accounts Rs 2.817 million
42.	7.6	Non-posting of profit in Saving Bank Accounts Rs 4.395 million
43.	1.1, 1.2 & 4	Internal Controls

14.9 COMPLIANCE PARAS RECOMMENDED FOR SETTLEMENT BY PAC FOR THE AUDIT REPORT 2005-06

Sl No.	Para No.	Subject
1	1.2	LOSS OF RS 1.390 MILLION ON ACCOUNT OF NON-RECOVERY OF ADVANCE AND LIQUIDATED DAMAGES
2	1.3	OVERPAYMENT OF RS 0.465 MILLION ON ACCOUNT OF SUPPLY OF KHAKI CANVAS BAGS
3	4.7	UNAUTHORIZED PREPARATION/RETENTION OF CHEQUES AMOUNTING TO RS 2.334 MILLION TO AVOID LAPSE OF FUNDS

14.10 AUDIT PARAS RECOMMENDED FOR SETTLEMENT BY PAC FOR THE AUDIT REPORT 1996-97

Sl. No.	Para No.	Subject
1.	1.1	Loss due to Non Realization of Rs 40.953 million
2.	1.7	Loss due to award of work at higher rates Rs 502,526
3.	1.11	Loss of the purchase of medicines Rs 165,207
4.	1.12	Loss due to undue favour to motor contractor Rs 115,578
5.	2.2	Overpayment to mail contractor - Rs 198,718
6.	3.3	Irregular expenditure on employment of contingent paid staff Rs 8.975 million
7.	3.8	Irregular expenditure on printing Rs 5.36 million
8.	3.10	Irregular expenditure on printing Rs 2.09 million
9.	3.11	Irregular expenditure on the purchase of vehicles Rs 1.585 million
10.	3.13	Unauthorized expenditure on the purchase of vehicles Rs 1.159 million
11.	3.14	Unauthorized expenditure on the purchase of vehicles Rs 1.126 million
12.	3.15	Irregular expenditure on building works Rs 955,459
13.	3.17	Irregular expenditure on engagement of contingent paid staff Rs 885,144
14.	3.19	Excess expenditure due to surplus printing Rs 7,801,000 and non recovery of penalty Rs 46,800
15.	3.20	Unauthorized payment of risk allowance and mail sorting allowance Rs 0.700 (M)

16.	3.21	Irregular expenditure on printing Rs 674,910
17.	3.22	Wasteful expenditure on employment of consultant Rs 531,000
18.	3.23	Unjustified and wasteful expenditure on account of payment of pay and allowances to outsiders engaged as porters Rs 463,986
19.	3.26	Unauthorized expenditure Rs 389,100
20.	3.27	Irregular and unauthorized expenditure on purchase of AC CAR Rs 378,332
21.	3.32	Unjustified expenditure Rs 100,000
22.	3.35	Avoidable expenditure on printing Rs 45,000
23.	4.2	Non deduction of income tax Rs 101,688 from mail contractors
24.	4.3	Non/less deduction of income tax Rs 15,974
25.	6.1	Non verification of consolidated treasury/postal receipts Rs 208.802 million
26.	6.8	Blocking of public money RS8.937 (M)
27.	6.18	Non recovery of emergent advances Rs 617,000
28.	6.23	Failure to construct building despite release of funds Rs 414,000
29.	6.25	Non recovery of 5% rent charges Rs 115,922

14.11 AUDIT PARAS RECOMMENDED FOR SETTLEMENT BY PAC FOR THE SPECIAL AUDIT REPORT NO.170 (2000-01)

S.No.	Para No.	Subject
1	1.2	Loss due to payment of utility bill of residential flats from public funds Rs. 2.104 million
2	1.3	Loss due to payment of interest on delayed payments of U.P.U contributions Rs. 0.817 million
3	2.3	Non-clearance of outstanding foreign liabilities Rs. 5.209 million
4	3.6	Irregular and uneconomical expenditure on account of payment for non-scheduled items Rs. 1.827 million
5	3.11	Irregular expenditure and unauthorized expenditure on account of purchase of stationery and contingent items Rs. 1.456 million
6	3.15	Unauthorized expenditure on account of reimbursement of medical charges to various officials/ officers Rs. 51 million
7	5.1	Non recovery of outstanding charges from various departments, corporations etc Rs. 312.292 million
8	7.1	Internal control system

9	7.2	Ineffective pre-audit system
10	7.3	Weak internal audit system

DIRECTIVE

On the recommendation of Audit, the Committee settled the above mentioned audit paras.

- The Committee also directed the PAC Secretariat to refer the case of distribution of money, from Banazir Income Support Program, to the needy to the Standing Committee on M/O Postal Services with the request to take up this case in the Standing Committee.

Note: The audit paras with Significant Weakness in Systemic Issues did not come under discussion during this meeting, will be discussed in the next meeting of the Committee.

END

MINISTRY OF RAILWAYS

15. ACTIONABLE POINTS (25 & 26-11-2009)

Actionable Points arising from the discussion in the meeting of Monitoring & Implementation Committee of PAC held on 25th & 26th November, 2009 on M/o Railways in Railways H.Q. Lahore, to discuss the compliance on PAC directives on PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88, 1986-87, 1985-86 are as under:

15.1 PARA 15-200-2001

LOSS AMOUNTING TO RS.1.585 (M) DUE TO UN-AUTHORIZED OCCUPATION OF RAILWAY BUNGALOW NO. 162/B, SHALIMAR ROAD, LAHORE

DIRECTIVE

The Committee directed the PAO to:

- a) Fix responsibility for restoration of utilities i.e. Electricity, Water and Sui Gas.
- b) Fix responsibility of legal department for not executing the reply in court in due course of time, and
- c) Fix responsibility for non compliance of PAC's earlier directive within fifteen days. The Committee pended the para till its next meeting on the Ministry.

15.2 PARA 7 (B), PAGE 94-IG-PRP-1995-96

NON-RECOVERY OF RS.603525/- ON ACCOUNT OF RENT AND UTILITY CHARGES

DIRECTIVE

The Committee directed the PAO to make all possible efforts to recover the amount, with the cooperation of Secretary Interior and Director National Police Foundation, Karachi. Revise the LPCs of the concerned officer to recover the said amount within fifteen days. The Committee pended the para till its next meeting on the Ministry.

15.3 PARA 7(A), (1995-96)

CME/C&W LOSS OF RS.40.113 MILLION DUE TO PILFERAGE OF RAILWAY MATERIAL. CANNIBALIZATION PROCEDURE SHOULD BE REGULARIZED AND STOCK VERIFIERS SHOULD VERIFY THE FACTS

DIRECTIVE

The Committee directed the PAO to provide report regarding pilferage, during last three years, with special reference to Lahore Division, with further analysis of ratio of losses of theft and cannibalization during last ten years with in one month. The Committee pended this para till its next meeting.

15.4 PARA 14-DIRECTOR/P&L 2000-01

NON-RECOVERY OF RENTAL CHARGES FOR RS.1.675 (M) FROM HIGHWAY DIVISION, GUJRAT

DIRECTIVE

The Committee directed the PAO to pursue the remaining recovery, report to the Committee within 3 months. The Committee pended the para till its next meeting on the Ministry.

15.5 PARA 7(b)/85-1995-96DIRECTIVE

The Committee directed the PAO to provide the details of Railways property to the Committee within one month, get assistance from I.G. Railways for removal of encroachment of Railways land. The Committee directed, that to get the possession of precious Railway lands and resolving the issue of title of land at Karachi i.e. Hayat Regency, North Nazimabad and Rashid Minhas Road through District Govt., the help of the Member of the Committee, Syed Haider Abbas Rizvi, MNA should be taken. The Committee pended the para till its next meeting on the Ministry.

15.6 PARA 7.2(h)-2000-01DIRECTIVE

The Committee directed the PAO to recover the un-recovered amount so that receivables should come to minimum bare level. The detail of billing recoveries of last ten years is provided to the Committee. The Committee pended the para till its next meeting on the Ministry.

- 15.7 PARA 2.1, DIRECTOR/P&L 2005-06 (A)
UN-AUTHORIZED OCCUPATION OF LAND WORTH RS.11.160 (M) BY
PAKISTAN RANGERS.

DIRECTIVE

The Committee directed the PAO that in future, strict action will be taken for not provision of record to audit and PAC. The Committee pended the para till its next meeting on the Ministry.

- 15.8 i. PARA 2.2, DIRECTOR/P&L 2005-06 (A)
NON-RECOVERY OF RENTAL CHARGES AMOUNTING TO
RS.5.100 (M) FROM PAKISTAN RANGERS
- ii. AUDIT COMMENT NO. 5(C) 2000-01 CCM/FBU
LOSS DUE TO REMISSION AND ABANDONMENT OF CLAIMS

DIRECTIVE

The Committee directed the PAO that in future, strict action will be taken for non-provision of record to audit and PAC. The Committee pended the para till its next meeting on the Ministry.

- 15.9 AUDIT COMMENTS 5(C)-2000-01

DIRECTIVE

The Committee directed the PAO to revisit the cases of this para. The Committee pended the para till its next meeting on the Ministry.

- 15.10 PARA 24 -2000-01

DIRECTIVE

The Committee directed the PAO to revisit the facts of the issue by joint sitting of Railways Administration with Audit Authorities. The Committee pended the para till its next meeting on the Ministry.

- 15.11 PARAS 6-A-1,6-A-2 ,6-A-3,6-F-5,6-A-7 (1999-2000)

DIRECTIVE

The Committee directed the PAO to fix responsibility and submit its report to PAC. The Committee pended the paras till its next meeting on the Ministry.

15.12 69 LOCOMOTIVES- ISSUE-2000-01DIRECTIVE

The Committee pended the issue till its next meeting on the Ministry.

15.13 PARA 8.4 (III) DY. CEE/IDIRECTIVE

The Committee directed the PAO to get the **energy** Audit on this issue. The Committee pended the para till its next meeting on the Ministry.

15.14 PARA 2--2000-2001MISAPPROPRIATION OF RAILS (UN-SERVICEABLE) VALUING RS.0.578 (M)DIRECTIVE

The Committee conditionally settled the para, subject to recovery of remaining amount, within fifteen days, otherwise the para will be considered in its next meeting on the Ministry.

15.15 PARA 3.1--2000-2001-SAR ON TSODIRECTIVE

The Committee directed the PAO to recover the amount from the dues of the concerned person till 15 December, 2009. The Committee pended the para till its next meeting on the Ministry.

15.16 PARA 7(a)4 -1995-96DIRECTIVE

The Committee settled the audit para, subject to the satisfaction on the Inquiry Report, otherwise the para will be considered as pended till next meeting.

15.17 i. PARA 7(b)9-1995-96ii. PARA 7(b)10-1995-96DIRECTIVE

The Committee settled, both audit paras with the condition that the report should be sent to the Committee on this issue.

15.18 PARA 4.2.5-1995-96DIRECTIVE

The Committee settled the para subject to verification by Audit with a report to the Committee.

15.19 PARA 23-2000-01DIRECTIVE

The Committee settled the audit para, subject to recovery of the remaining amount and provision of report on this issue after every three months. If amount not recovered then the para will be considered as pending for further discussion by the Committee.

15.20 PARA 1.7-2000-01DIRECTIVE

The Committee settled the audit para, subject to verification of the report by the Audit with a report to the Committee.

15.21 **GENERAL DIRECTIVES:**

- The Committee directed the Monitoring Wing of PAC to write to all Ministries/Divisions/Departments, that the Inquiries must be held within the stipulated time and its report should be sent to the Monitoring Cell of PAC within the given time frame, otherwise strict action would be taken against the Inquiry conducting officer.
- The Committee directed the Member Finance, Railways, to provide a report to the Committee on Royal Palm Golf Club and other lands/properties given to private sector from 2000 onwards, with details of parties, measurement and price.
- The Committee further directed the Member Finance, Railways, to provide a brief report on PRACS and RAILCOP to the Committee within two weeks.
- The Committee also directed the Member Finance, Railways, to provide brief report on Shalimar Hospital, Lahore for discussion with the Prime Minister.

ACTIONABLE POINTS (7-8 JANUARY, 2010)

Actionable Points arising from the discussion in the meeting of Monitoring & Implementation Committee of PAC held on 7th & 8th January, 2010, on M/o Railways, in Railways H.Q.Lahore, to discuss the compliance on PAC directives on PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87,1985-86 are as under:

15.22 PARA 15 (200-2001)

LOSS AMOUNTING TO RS.1.585 (M) DUE TO UN-AUTHORIZED OCCUPATION OF RAILWAY BUNGALOW NO.162/B, SHALIMAR ROAD, LAHORE.

DIRECTIVE

The Committee directed the PAO to comply with the earlier directives of the Committee within fifteen days. The Committee pended the para till its next meeting on the Ministry.

15.23 PARA 7 (B) PAGE 94-IG-PRP-1995-96

NON-RECOVERY OF RS.603525/- ON ACCOUNT OF RENT AND UTILITY CHARGES.

DIRECTIVE

The Committee directed the PAO to make all possible efforts to recover the amount. The Secretary M/o Interior and D.G National Police Foundation should also play their role for this recovery. The Committee pended this para till its next meeting on the Ministry.

15.24 PARA 7(A) (1995-96)

CME/C&W LOSS OF RS.40.113 MILLION DUE TO PILFERAGE OF RAILWAY MATERIAL.CANNIBALIZATION PROCEDURE SHOULD BE REGULARIZED AND STOCK VERIFIERS SHOULD VERIFY THE FACTS.

DIRECTIVE

The Committee settled the para, subject to verification of stated facts/record by Audit with a report to the Committee.

15.25 PARA 14-DIRECTOR/P&L 2000-01
NON-RECOVERY OF RENTAL CHARGES FOR RS.1.675 (M) FROM
HIGHWAY DIVISION, GUJRAT

DIRECTIVE

The Committee settled the para, subject to verification of full recovery by Audit, with a report to the Committee.

15.26 PARA 7 (B), PAGE 85-DIRECTOR/P&L 1995-96
LOSS OF RS.8.591 (M) DUE TO NON-RECOVERY OF RENTAL CHARGES
FROM FOOD DEPARTMENT.

DIRECTIVE

The Committee directed the PAO to resolve the issue of land with the Provincial Governments. The Committee pended the para till its next meeting on the Ministry.

15.27 PARA 2.1, DIRECTOR/P&L-2005-06 (A)
UN-AUTHORIZED OCCUPATION OF LAND WORTH RS.11.160 (M) BY
PAKISTAN RANGERS.

DIRECTIVE

The Committee directed the PAO to take up the matter with concerned authorities and resolve the issues. The Committee pended the para till its next meeting on the Ministry.

15.28 PARA 2.2, DIRECTOR/P&L-2005-06 (A)
NON-RECOVERY OF RENTAL CHARGES AMOUNTING TO RS.5.100 (M)
FROM PAKISTAN RANGERS.

DIRECTIVE

The Committee directed the PAO to make efforts to resolve the issue. The Committee pended the para till its next meeting on the Ministry.

- 15.29 AUDIT COMMENT NO. 5(C) 2000-01 CCM/FBU
LOSS DUE TO REMISSION AND ABANDONMENT OF CLAIMS.IT WAS
POINTED OUT BY THE DEPARTMENT THAT MATTER HAS BEEN
REFERRED TO MINISTRY OF DEFENCE.

DIRECTIVE

The Committee directed the PAO to further inquire into the matter and also directed that the power to waive off should be routed through Executive Committee, two Members committee should be formulated in future, and Standard Operating Procedures should be issued. The Committee pended this para till its next meeting on the Ministry.

- 15.30 ISSUE OF 69 LOCOMOTIVES (2000-01)

DIRECTIVE

The Committee directed the PAO to provide a detailed documented report to the Committee in its next meeting on the Ministry.

- 15.31 PARA 8.4 (III) DY. CEE/I

DIRECTIVE

The Committee directed the PAO for conducting the **energy** audit of Pakistan Railways and its reports should be provided to the Committee within one month. The Committee pended this para till its next meeting on the Ministry.

- 15.32 PARA 1, (2000-2001)
SUSPECTED MISAPPROPRIATION OF RAILS VALUING RS. 1.557 (M)

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit with a report to the Committee.

- 15.33 PARA 2, (2000-2001)
MISAPPROPRIATION OF RAILS (UN-SERVICEABLE) VALUING RS. 0.578
(M)

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit with a report to the Committee.

15.34 PARA 3.1, (2000-2001)

SAR ON TSO IT WAS INTIMATED TO THE FORUM THAT AMOUNT WILL BE RECOVERED FROM PENSIONERY DUES OF THE EMPLOYEE.

DIRECTIVE

The Committee directed the PAO to make all possible efforts to recover the amount, otherwise recovery suit should be filed. The Committee pended this para till its next meeting on the Ministry.

15.35 PARA 7 (B), PAGE 9-1995-1996

CEN IRREGULAR / WASTEFUL EXPENDITURE OF RS.3.97 (M) ON MARRIAGE VENUE.

DIRECTIVE

The Committee settled the para.

15.36 PARA 6 (D), PAGE 4-1999-2000

CCP & P

LOSS OF RS.3.458 MILLION DUE TO PURCHASE/NON REPLACEMENT OF DEFECTIVE MATERIAL.

DIRECTIVE

The Committee directed the PAO to conduct an inquiry and report to the Committee. The Committee pended the para till its next meeting on the Ministry.

15.37 PARA 6(B), PAGE 6-1999-2000

UNJUSTIFIED EXCESSIVE PROCUREMENT OF MEDICINES RESULTING IN LOSS OF RS.3, 49,008/- DUE TO EXPIRY OF THE SAME

DIRECTIVE

The Committee directed the PAO to pursue the court case vigorously. The Committee pended the para till its next meeting on the Ministry.

15.38 PARA 7 (B), PAGE 10-CEE

BLOCKING OF CAPITAL AMOUNTING TO RS.3.00 (M) UNJUSTIFIED PURCHASE OF MATERIAL VALUING RS.491000/- AND WASTEFUL EXPENDITURE OF RS.358507/- ON TLA.

DIRECTIVE

The Committee settled the para.

- 15.39 i. PARA 4.2.5-CCS
PAR ON MATERIAL MANAGEMENT SYSTEM 1995-96.
DOUBLE PAYMENT MADE TO CUSTOM AUTHORITIES VALUING
RS.10.197 (M) REPORT UNDER VERIFICATION. SETTLED
SUBJECT TO VERIFICATION AND REPORT TO PAC SECRETARIAT.
- ii. PARA23, MD/RAILCOP 2000-01
FAILURE OF RAILCOP OF RS.13.253 (M) FROM DIFFERENT
PARTIES. SUITE FILED IN SINDH HIGH COURT. DEVELOPMENT
SHOULD BE PROVIDED TO AUDIT. DEFERRED BEING IN THE
COURT OF LAW.
- iii. PARA 1.7 CME/C&W 2000-01
PAR ON FUNCTIONING OF C&W SHOP, HYDERABAD

DIRECTIVE

The Committee settled the above mentioned audit paras, subject to verification of record/stated facts/agreement by Audit with a report to the Committee within fifteen days.

- 15.40 AUDIT COMMENT 4 (A)-2000-01
CCM/F UNDER CHARGES IN TRAFFIC EARNINGS (UNDER CHARGES
RS. 32.022 MILLION OUTSTANDING)

DIRECTIVE

The Committee settled the para, subject to full recovery within one month by Audit with a report to the Committee.

- 15.41 PARA 6 (A), PAGE 12-1999-2000
DPL LOSS OF RS.450450/- DUE TO MISS APPROPRIATION AND NON
RECOVERY OF RENTAL CHARGES.

DIRECTIVE

The Committee directed the PAO to pursue the court case. The Committee pended this para till its next meeting on the Ministry.

15.42 PARA 6 (E), PAGE 1-1999-20

DPL LOSS OF RS.131.930 MILLION OF RENTAL CHARGES FOR WHEAT STORAGE.

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

15.43 PARA 6 (A), PAGE 13-1999-2000

GM/P FRAUDULENT DRAWL OF RS.375914/- FROM G.P.FUND ACCOUNTS

DIRECTIVE

The Committee settled the para.

15.44 PARA 6 (A), PAGE 5-1999-20-CCM/P

SHORTAGE/NON REMITTANCE OF RAILWAY EARNING OF RS. 6.752 MILLION BY THE CITY BOOKING AGENCIES.

DIRECTIVE

The Committee directed the PAO to provide a list pertaining to audit paras which are under investigation by NAB. The Committee directed the NAB to expedite this case for its final decision. The Committee pended this para till its next meeting on the Ministry.

15.45 PARA 6 (E), PAGE 2-1999-2000-DPL

RECOVERABLE AMOUNT OF RS.15.416 MILLION FROM OTHER GOVT. DEPARTMENTS AND VARIOUS PRIVATE BODIES ON ACCOUNT OF RENTAL CHARGES

DIRECTIVE

The Committee clubbed this audit para with the para pertaining to the issue of title of Railways Land. The Committee pended this para till its next meeting on the Ministry.

15.46 PARA 6 (E) PAGE 3-1999-2000-CEN

NON REALIZATION OF MAINTENANCE CHARGES AMOUNTING TO RS.10.437 MILLION FROM DEFENCE DEPARTMENT AND PRIVATE PARTIES

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit with a report to the Committee.

- 15.47 PARA 6 (E), PAGE 6-1999-2000-DPL
FINANCIAL LOSS OF RS.3.925 MILLION DUE TO NON-PAYMENT OF
LEASE CHARGES OF RAILWAY LAND/PLOTS

DIRECTIVE

The Committee directed the PAO to pursue the court case. The Committee pended this para till its next meeting on the Ministry.

- 15.48 PARA 6 (E), PAGE 7-1999-2000-DEPUTY CEE/I
LOSS DUE TO NON-RECOVERY OF RS.2050,680 ON ACCOUNT OF
ELECTRIC CHARGES FROM VENDORS AND OUTSIDERS

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry.

- 15.49 PARA 6 (E), PAGE 9-1999-2000-CCM/P-CEN
LOSS OF RS.803003 DUE TO NON RECOVERY OF RENTAL FROM
CONDUCTORS

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit with a report to the Committee.

- 15.50 PARA 6 (E), PAGE 10-1999-2000-DPL
LOSS OF RS.665528 DUE TO NON RECOVERY OF RENTAL CHARGES
FROM OTHER GOVERNMENT DEPARTMENT

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

- 15.51 PARA 6 (E), PAGE 4-1999-2000-DPL
LOSS OF RS. 7.979 MILLION DUE TO NON REALIZATION OF RENTAL
CHARGES AGAINST OIL COMPANIES

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit with a report to the Committee.

- 15.52 PARA 6 (E), PAGE 5-1999-2000-CCM/P & CCM/F
OUTSTANDING OF ADMITTED AND OBJECTED DEBITS OF RS.6484702
AGAINST THE STATION STAFF RAISED THROUGH ERROR SHEETS

DIRECTIVE

The Committee settled the para, subject to verification of write off/record/ stated facts by Audit with a report to the Committee.

- 15.53 PARA 6 (E), PAGE 12-1999-2000-DPL
NON RECOVERY OF RENTAL CHARGES AMOUNTING TO RS.130500

DIRECTIVE

The Committee settled the para.

- 15.54 PARA 6 (F), PAGE 5-1999-2000-CME/CMW
LOSS OF RS.1.193 MILLION DUE TO SHORTAGE OF BRAKE BLOCKS

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit with a report to the Committee.

- 15.55 PARA 3.7(E), 1999-2000-PRACS, RAILCOP AND FA&CAO/PR
INVESTMENT

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

- 15.56 PARA 7 (A), PAGE 5-1995-96-CCS
LOSS DUE TO THEFT OF IMPORTED MATERIAL VALUING RS.1.318
MILLION

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

15.57 PARA 2.15, 1988-89-FA&CAO/CCS
MISC. ADVANCES (CAPITAL)

DIRECTIVE

The Committee settled the para.

15.58 PARA 4.8, 1988-89-CME/C&W
INFRACTUOUS EXPENDITURE OF RS.3.264 MILLION DUE TO
PURCHASE OF DEFECTIVE DETECTORS
DIRECTIVE

The Committee settled the para.

15.59 PARA 4.9, 1988-89-CEN
LOSS OF RS.1.814 MILLION DUE TO EXCESS PROCUREMENT OF RAILS.

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

15.60 PARA 4.13, 1988-89-CCM/P
DELAY IN FINALIZATION OF THE CASES OF SERIOUS
IRREGULARITIES / MISAPPROPRIATION OF GOVERNMENT MONEY
VALUING RS.5.671 MILLION BY THE STATION STAFF

DIRECTIVE

The Committee directed the PAO to make all possible efforts for affecting remaining recovery. The Committee pended this para till is next meeting on the Ministry.

15.61 PARA 4.18, 1988-89-MD/RAILCOP
PGROSS NEGLIGENCE IN ENTERING INTO A JOINT VENTURE WITH A
FIRM

DIRECTIVE

The Committee settled the para subject to verification of record/stated facts by audit with a report to the Committee.

PARA 4.19, 1988-89-MD/RAILCOP
BLOCKAGE OF CAPITAL AMOUNTING TO RS.6.00 MILLION JOINT
VENTURE

DIRECTIVE

The Committee settled the para.

15.62 PARA 5.2, 1988-89-CCM/F & CCM/P
UNDER CHARGES IN TRAFFIC EARNINGS

DIRECTIVE

The Committee settled the para.

ACTIONABLE POINTS (17-04-2010)

Actionable Points arising from the discussion in the 3rd meeting of Monitoring Committee of PAC held on 17th April, 2010 in Railways Headquarter Lahore to discuss the compliance on PAC directives of PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87,1985-86 are as under:

APPROPRIATION ACCOUNS (CIVIL) VOL-I, 1995-1986

15.64 i. GRANT # 135-CAPITAL OUTLAY ON INVESTMENT IN RAILWAYS
(Saving of Rs. 33,598,811)

AGPR pointed out that the grant closed with a saving of Rs 33,598,811 which works out to 45.06% of the total grant.

ii. GRANT # 137-CAPITAL OUTLAY ON INVESTMENT IN RAILWAYS
(Saving of Rs. 11,189,542)

AGPR pointed out that the grant closed with a saving of Rs 11,189,542 which works out to 13.50% of the total grant.

DIRECTIVE

The Committee, taking a lenient view, settled the grants with the direction to devise a future policy so that there should be zero saving and zero excess.

15.63 ISSUES OF ROBBERY OF RAILWAYS SCRAP:

The following issues of M/o Railways came under discussion by the Committee:

- Robbery of Pakistan Railways scrap material by favourite scrap contractors in connivance with some high Railway officials, resulting in huge loss of billions to the Railways Department,
- Plundering of Railways steel scrap, worth million of rupees, by way of floating bulk tenders, against the rules and extortion of millions of rupees as illegal gratification in connivance with contractors, by the senior officers of Pakistan Railways

DIRECTIVE

The M&I Committee directed the representative of FIA to complete the inquires on this issue within one month. However, the Committee, decided to refer these issues to the Main PAC for determining its fate in view of magnitude of the issues.

15.64 PARA 782, 1995-96

MISAPPROPRIATION OF RUPEES 3.37 MILLION BY WAY OF DETAINING THE HARD CASH OUT OF THE GOODS EARNINGS

DIRECTIVE

The Committee directed the representative of NAB to further verify the Audit para and report to the Committee within seven days. The Committee pended this para till its next meeting on the Ministry.

15.65 PARA 6 (a), PAGE 5-1999-2000

SHORTAGE/NON REMITTANCE OF RAILWAYS EARNING OF RS 6.752 MILLION BY THE CITY BOOKING AGENCIES

The representative of NAB informed the Committee that the case has been referred to NAB court. An amount of Rs.5.367 million is still pending for recovery.

DIRECTIVE

The Committee directed the representative of NAB to sit with the representatives of Audit and Railways, take immediate action for recovery and report to the Committee within seven days. The Committee pended this para till its next meeting on the Ministry.

15.66 PARA 7(a), PAGE 1-1995-96LOSS OF RS 40.113 MILLION DUE TO PILFERAGE F RAILWAYS MATERIALS

The DG (Operation) informed the Committee that these are small cases, anti theft measure have been taken, FIRs have been lodged and efforts are being made to stop the pilferage of Railways Materials.

DIRECTIVE

The Committee directed the PAO to examine this issue again in the DAC, satisfy the Audit and report to Committee. The Committee pended this para till its next meeting on the Ministry.

15.67 PARA 7(a), PAGE 5-1995-96LOSS DUE TO THEFT OF IMPORTED MATERIAL VALUING RS 1,318 MILLION

The DG (Operation) informed the Committee that the recovery of the said amount is in process.

DIRECTIVE

The Committee pended its decision till its next meeting on the Ministry.

15.68 PARA 7(b), PAGE 16-1995-96IRREGULAR PURCHASE OF VEHICLES VALUING RS. 1.233 MILLIONDIRECTIVE

The Committee settled the para, subject to verification of approval from M/o Finance by the Audit, otherwise action will be taken against the persons responsible for the irregular purchase.

15.69 PARA 7(b), PAGE 94-1995-96NON RECOVERY OF RS 0.604 MILLION ON ACCOUNT OF RENT AND UTILITY CHARGESDIRECTIVE

The Committee directed the PAO to prepare a comprehensive report and report to the Committee within seven days. The Committee pended this para till its next meeting on the Ministry.

15.70 PARA 1.1, 2005-06LOSS OF RS. 12.742 MILLION ON ACCOUNT OF SHORT RECOVERY OF RAILWAY DUES OWING TO IRREGULAR ADJUSTMENT OF SCHOOL FUNDDIRECTIVE

The Committee directed the PAO to replace the Secretary Railways Board from his post with immediate effect and inform the PAC Secretariat. The Committee expressed its displeasure on short recovery of Railways dues owing to irregular adjustment of school fund. The PAO was directed to frame clear cut policy on the said issue and give a detailed report to the Committee. The Committee pended this para till its next meeting on the Ministry.

15.71 PARA 7(a)2, PAGE -1996-97LOSS OF RS. 3.017 MILLION ON ACCOUNT OF DEMURRAGE AND INSURANCE CHARGESDIRECTIVE

The Committee directed the PAO to make all possible efforts to recover the amount. The Committee pended this para till its next meeting on the Ministry.

15.73 PARA 7(a)16, PAGE -1996-97MISAPPROPRIATION OF GOVT. MONEY AMOUNTING TO RS. 137,000DIRECTIVE

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

15.74 PARA 7(c)1, PAGE -1996-97UN-NECESSARY PROCUREMENT OF MATERIAL VALUING RS. 26.786 MILLION RESULTING IN BLOCKING OF CAPITALDIRECTIVE

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

15.75 PARA 7(c)5, PAGE -1996-97
BLOCKING OF RS. 2.035 MILLION DUE TO UNNECESSARY
PROCUREMENT OF MATERIAL

DIRECTIVE

The Committee settled the para, subject to verification of names of officers by the Audit.

15.76 PARA 7(d)2, PAGE -1996-97
IRREGULAR AND UN-ECONOMICAL PURCHASE OF MATERIAL
VALUING RS. 3.655 MILLION

DIRECTIVE

The Committee settled the para, subject to verification by the Audit.

15.77 PARA 7(e)1, PAGE -1996-97
NON REALIZATION OF RAILWAYS DUES AMOUNTING TO RS. 224.326
MILLION

DIRECTIVE

The Committee directed the PAO to resolve this issue with FBR. The Committee pended this para till its next meeting on the Ministry.

15.78 PARA 7(e)2, 1996-97
NON REALIZATION OF RAILWAY DUES AMOUNTING TO RS 1,989
MILLION

The DG (Operation) informed the Committee that the matter is still subjudice.

DIRECTIVE

The Committee pended its decision till its next meeting on the Ministry.

15.79 PARA 7(g)4, 1996-97
UN-AUTHORIZED UTILIZATION OF RAILWAY RECEIPTS AMOUNTING
TO RS 185.000 TOWARDS EXPENDITURE

DIRECTIVE

The Committee directed the PAO to pursue the case with Ministry of Finance. The Committee pended this para till its next meeting on the Ministry.

15.80 PARA 6(a)8, 1999-2000WASTEFULL EXPENDITURE OF RS 1.823 MILLION INCURRED ON REPAIR OF TRACTION MOTORSDIRECTIVE

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

15.81 PARA 6(a)12, 1999-2000LOSS OF RS 0.450 MILLION DUE TO MISAPPROPRITION AND NON RECOVERY OF RENTAL CHARGESDIRECTIVE

The Committee directed the PAO to peruse the case in court of law. The Committee pended this para till its next meeting on the Ministry.

ACTIONABLE POINTS (04-11-2010)

Actionable Points arising from the discussions in meeting of Monitoring & Implementation Committee of PAC held on 4th November, 2010 in Railways Headquarter Lahore to discuss the compliance on PAC directives of PAC Reports for the years 2005-06, 2000-01, 1999-2000 are as under:

AUDIT REPORT ON THE ACCOUNTS OF PAKISTAN RAILWAYS FOR THE YEAR 2005-0615.82 PARA 1.1, PAGE 1-AR-2005-06LOSS OF RS. 12.742 MILLION ON ACCOUNT OF SHORT RECOVERY OF RAILWAY DUES OWING TO IRREGULAR ADJUSTMENT OF SCHOOL FUND

The PAO informed the Committee that the matter is in the court of Law and its date of hearing is on 6-11-2010.

DIRECTIVE

The Committee directed the PAO to pursue the case in the court of Law, meet the Advocate General of Punjab and request him for early decision on the said issue. The Committee pended this para till its next meeting on the Ministry.

**SPECIAL AUDIT REPORTS/PERFORMANCE ON THE ACCOUNTS OF
PAKISTAN RAILWAYS FOR THE YEAR 1999-2000**

15.83 PARA 6(a)5, (1999-2000)
SHORTAGE/NON REMITTANCE OF RAILWAY EARNING OF RS.6.752
MILLION BY THE CITY BOOKING AGENCIES

The representative of NAB informed the Committee that the next date of hearing of the case is 22nd November, 2010 for approval of plea-bargain and the accused has requested permission to pay the amount in three installments.

DIRECTIVE

The Committee settled the para, subject to verification of all amounts by Audit with a report to the Committee.

15.84 CASE FIR NO.12/2010 DATED 14.05.2010 U/S 409,420,468,471,109,PPC R/W5
(2)47PCA P.S FIA ANTI CORRUPTION CIRCLE, LAHORE

The representative of FIA informed the Committee that this case was initiated on their own departmental information. An amount of Rs.45 million has been recovered in this case. The remaining amount will be recovered within one month.

DIRECTIVE

The Committee appreciated the role of FIA in this case and recommended that the PAO should give incentive to FIA for the recovery. The Committee directed the PAO and FIA to get the verification of recovered amount from Audit and make all possible efforts to recover the remaining amount within one month. The Committee pended this issue till its next meeting on the Ministry.

15.85 PROGRESS REPORT-ENQUIRY NO. 29/2010 P.S FIA ANTI-CORRUPTION
CIRCLE, LAHORE REGARDING BULK TENDER NO. 189-S/2 BULK/ 2008/
588/B & TENDER NO. 189-S/2/BULK-II/2009/607-B.

The representative of FIA informed the Committee that this issue is pending with High Court and Supreme Court and the next date of hearing is 25-11-2010. Efforts are being made to expedite the court case.

DIRECTIVE

The Committee directed the PAO and FIA to involve the Railways Police in this issue also. The Committee directed the PAO to consult Advocate General Punjab for an early decision. The Committee also directed the PAO to improve the system

for dealing with legal issues in the Ministry. The Committee pended this issue till its next meeting on the Ministry.

AUDIT REPORT ON THE ACCOUNTS OF PAKISTAN RAILWAYS FOR THE YEAR 2005-06

15.86 i. PARA 2.1, PAGE 2-AR-2005-06
UNAUTHORIZED OCCUPATION OF LAND WORTH RS 11.160
MILLION BY PAKISTAN RANGERS

ii. PARA 2.2, PAGE 2-AR
NON-RECOVERY OF RENTAL CHARGES AMOUNTING TO RS
5.100 MILLION FROM PAKISTAN RANGERS

DIRECTIVE

On presentation of above mentioned audit paras, the Committee directed the PAO to personally contact Secretary M/o Interior for the resolution of these issues. The Committee pended both audit paras till its next meeting on the Ministry.

15.87 i. PARA 3.1, PAGE 05-AR-2005-06
NON-RECOVERY OF FREIGHT CHARGES AMOUNTING TO RS
75.425 MILLION DUE TO SHORTFALL IN LOADING OF COAL
TRAINS

ii. PARA 3.4, PAGE 07-AR-2005-06
LOSS OF POTENTIAL EARNING OF RS 1.889 MILLION DUE TO
UNNECESSARY DETENTION OF A WAGON IN HEAVY
MECHANICAL COMPLEX TAXILA

iii. PARA 6.2, PAGE 21-AR-2005-06
PROCUREMENT OF RELIEF TRAIN (RESCUE) CRANES AND RE-
RAILING & RESCUE EQUIPMENT VALUING RS 287.416 MILLION
IN A NON-TRANSPARENT MANNER

iv. PARA 6.13, PAGE 29-AR-2005-06
UNJUSTIFIED EXPENDITURE OF RS 0.910 MILLION

v. PARA 7.1, PAGE 29-AR-2005-06
LOSS OF RS 44.985 MILLION DUE TO PILFERAGE OF FITTINGS/
EQUIPMENT FROM ROLLING STOCK

DIRECTIVE

After satisfactory replies by the PAO, the Committee settled the above mentioned paras, subject to verification of record/stated facts, by Audit, with a report to the Committee.

15.88 PARA 6.10, PAGE 27-AR

INFRACTUOUS EXPENDITURE OF RS 0.370 MILLION DUE TO PROCUREMENT OF DEFECTIVE MATERIAL AND RESULTANT PAYMENT OF RS 0.269 MILLION ON ACCOUNT OF LOW POWER FACTORY PENALTY

DIRECTIVE

The Committee directed the PAO to re-examine the issue. The Committee pended this para till its next meeting on the Ministry.

15.89 LISTS OF AUDIT PARAS FOR PURSUANCE:

- i. PARA 2.3, PAGE 3-AR
LOSS OF RS. 0.275 MILLION DUE TO MANIPULATION OF DATE OF OCCUPATION AND RATE OF RENT OF A SHOP
- ii. PARA 2.4, PAGE 04-AR
NON-RECOVERY OF RENTAL CHARGES AMOUNTING TO RS 28.026 MILLION FROM THE OIL MARKETING COMPANY
- iii. PARA 3.5, PAGE 07-AR
LOSS OF RS 9.125 MILLION DUE TO NON-RECOVERY OF ADVANCE MONEY FROM VENDING CONTRACTORS
- iv. PARA 4.2, PAGE 09-AR
NON-UTILIZATION OF 243.075 M. TONS OF FURNANCE OIL LEADING TO LOSS OF RS 4.781 MILLION
- v. PARA 4.4, PAGE 11-AR
LOOSE INVENTORY CONTROLS OF FUEL ACCOUNT
- vi. PARA 4.5, PAGE 11-AR)
LOSS DUE TO EXORBITANT CONSUMPTION OF HSD OIL ON PURPOSES OTHER THAN RUNNING OF TRAINS

- vii. PARA 5.1, PAGE 13-AR-2005-06
LOSS OF RS 4.421 MILLION DUE TO NON-FULFILLMENT OF COMMITMENT BY A PRIVATE FIRM
- viii. PARA 5.3, PAGE 14-AR
NON-ACCOUNTAL OF RELEASED PERMANENT WAY MATERIAL AMOUNTING TO RS 7.170 MILLION
- ix. PARA 5.4, PAGE 15-AR
LOSS OF RS 7.225 MILLION DUE TO INJUDICIOUS IMPLEMENTATION OF COURT DECISION
- x. PARA 5.7, PAGE 17-AR
NON-RECOVERY OF MAINTENANCE CHARGES AND WAGES OF RS 4.371 MILLION FROM PESHAWAR DEVELOPMENT AUTHORITY AND MUNICIPAL CORPORATION, PESHAWAR
- xi. PARA 5.10, PAGE 19-AR
LOSS OF RS 0.622 MILLION DUE TO SHORTAGE/NON-ACCOUNTAL OF MATERIAL
- xii. PARA 6.3, PAGE 22-AR
BLOCKAGE OF RS 1.642 MILLION DUE TO NON-UTILIZATION OF MATERIAL
- xiii. PARA 6.5, PAGE 23-AR
SHORT SUPPLY OF MATERIAL RESULTING IN EXCESS PAYMENT OF CUSTOMS DUTY, SALES TAX AND OTHER ALLIED CHARGES OF RS 1.302 MILLION
- xiv. PARA 6.7, PAGE 24-AR
LOSS OF RS 0.515 MILLION DUE TO SHORT RECEIPT OF MATERIAL
- xv. PARA 6.8, PAGE 25-AR
LOSS OF RS 0.487 MILLION DUE TO LIKELY MISAPPROPRIATION OF FURNACE OIL
- xvi. PARA 6.9, PAGE 26-AR
LOSS OF RS 0.458 MILLION DUE TO SUPPLY OF DEFECTIVE HERMETIC SEALED COMPRESSORS
- xvii. PARA 6.11, PAGE 27-AR
NON-RECOVERY OF DEMURRAGE CHARGES AMOUNTING TO RS 0.192 MILLION FROM THE DEFAULTING SUPPLIER

- xviii. PARA 7.2, PAGE 30-AR
NON-DISPOSAL OF CONDEMNED NARROW GAUGE WAGONS/
COACHES AND OTHER SCRAP MATERIAL VALUING RS 78.725
MILLION (APPROX)
- xix. PARA 8.3, PAGE 33-AR
LOSS OF RS 0.105 MILLION DUE TO NON-RECOVERY OF HOUSE
BUILDING ADVANCE

DIRECTIVE

The Committee directed the PAO to comply with the directives of PAC on these Audit paras. The Committee pended these Audit paras till its next meeting on the Ministry.

15.90 **LIST OF AUDIT PARAS SETTLED BY THE COMMITTEE:**

- i. PARA 3.3, PAGE 06-AR
NON-RECOVERY OF RS 7.607 MILLION ON ACCOUNT OF
GROUND RENT
- ii. PARA 4.3, PAGE 10-AR
LOSS OF RS 2.081 MILLION DUE TO ADULTERATION OF WATER
IN HIGH SPEED DIESEL OIL
- iii. PARA 5.2, PAGE 14-AR
WASTEFUL EXPENDITURE OF RS 0.781 MILLION DUE TO NON-
COMPLETION OF A WORK
- iv. PARA 5.8, PAGE 18-AR
WASTEFUL/UNNECESSARY EXPENDITURE OF RS 0.167 MILLION
- v. PARA 6.1, PAGE 20-AR
BLOCKAGE OF CAPITAL AMOUNTING TO RS 5.179 MILLION AND
INFRACTUOUS EXPENDITURE OF RS. 2.461 MILLION
- vi. PARA 6.4, PAGE 23-AR
INFRACTUOUS EXPENDITURE OF RS 9.524 MILLION ON
PURCHASE OF A SUBSTANDARD TRANSFORMER
- vii. PARA 6.6, PAGE 24-AR
BLOCKAGE OF CAPITAL AMOUNTING TO RS 0.752 MILLION DUE
TO NON-UTILIZATION OF MEDICAL EQUIPMENT

- viii. PARA 6.12, PAGE 28-AR
LOSS OF RS 0.124 MILLION DUE TO WRONG SUPPLY OF
COMPUTERIZED RAILWAY TICKETS
- ix. PARA 9.1, PAGE 34-AR
IRREGULAR PAYMENT OF RS 0.138 MILLION ON ACCOUNT OF
RESIDENTIAL TELEPHONE CHARGES
DIRECTIVE

The Committee settled the above mentioned nine Audit paras.

SPECIAL AUDIT REPORTS/PERFORMANCE AUDIT REPORTS FOR THE
YEAR 2000-01 ON PAKISTAN RAILWAYS

- 15.91 PARA 11, PAGE 53-AR-2000-01
LOSS OF RS 54.206 MILLION DUE TO NON-RECOVERY OF
OUTSTANDING DUES FROM DIFFERENT FIRMS

The PAO informed the Committee that an amount of Rs.600,000 has been recovered and efforts are being made to recover the remaining amount.

DIRECTIVE

The Committee directed the PAO to hold another DAC meeting on this issue. The Committee pended this para till its next meeting on the Ministry.

- 15.92 PARA 15, PAGE 57-AR-2000-01
LOSS AMOUNTING TO RS 1.585 MILLION DUE TO
UN-AUTHORIZED OCCUPATION OF RAILWAY BUNGALOW
NO. 162-B, SHALIMAR ROAD, LAHORE

The PAO informed the Committee that the matter is in the Court of Law and the next date of hearing is 29-11-2010.

DIRECTIVE

The Committee directed the PAO to consult with Advocate General of Punjab for early decision of this issue. The Committee further directed the PAO to take on board the DS Railways along-with the Advocate nominated for this case. The Committee pended this issue till its next meeting on the Ministry.

- 15.93 i. PARA 23, PAGE 66-AR-2000-01
FAILURE OF RAILCOP TO RECOVER RS 13.253 MILLION FROM DIFFERENT PARTIES

The PAO informed the Committee the next date of hearing in Sindh High Court on this issue is 6-11-2010.

- ii. PARA 41, PAGE 92-AR-2000-01
BLOCKING OF CAPITAL AMOUNTING TO RS 26.248 MILLION

DIRECTIVE

The Committee settled both the above paras, subject to verification of record/stated facts by Audit, with a report to the Committee.

- 15.94 PROCUREMENT OF 69 DIESEL ELECTRIC LOCOMOTIVE FROM CHINA

DIRECTIVE

The Committee directed the PAO to prepare a briefing on this issue for the next meeting of the Committee on this Ministry.

- 15.95 LIST OF AUDIT PARAS FOR PURSUANCE

- i. PARA 1, PAGE 40-AR-2000-01
SUSPECTED MISAPPROPRIATION OF RAILS VALUING RS 1.557 MILLION

- ii. PARA 2, PAGE 41-AR-2000-01
MISAPPROPRIATION OF RAILS (UNSERVICEABLE) VALUING RS 0.578 MILLION

- iii. PARA 3, PAGE 42-AR-2000-01
SUSPECTED MISAPPROPRIATION OF GOVERNMENT MONEY AMOUNTING TO RS 0.335 MILLION

- iv. PARA 7, PAGE 47-AR-2000-01
SUSPECTED FRAUDULENT PAYMENT OF RS 0.194 MILLION ON ACCOUNT OF EARTHWORK

- v. PARA 9, PAGE 50-AR-2000-01
EXCESS PAYMENT OF RS 33.039 MILLION TO WAPDA DUE TO DEFECTIVE METER/PANEL
- vi. PARA 10, PAGE 52-AR-2000-01
NON-RECOVERY OF RENTAL CHARGES FROM CATERING CONTRACTOR RS 1.213 MILLION
- vii. PARA 14, PAGE 57-AR-2000-01
NON-RECOVERY OF RENTAL CHARGES OF RS 1.675 MILLION FROM HIGHWAY DIVISION, GUJRAT DISCUSSED ON 29-03-2005)
- viii. PARA 16, PAGE 59-AR-2000-01
NON-REALIZATION OF RS 1.133 MILLION ON ACCOUNT OF OUTSTANDING RENT AND PENALTY FROM TENANTS
- ix. PARA 17, PAGE 60-AR-2000-01
NON-REALIZATION OF RS 0.755 MILLION ON ACCOUNT OF OUTSTANDING RENT AND PENALTY FROM A VENDING CONTRACTOR
- x. PARA 18, PAGE 61-AR-2000-01
LOSS OF RS 0.433 MILLION DUE TO NON-REALIZATION OF RENTAL CHARGES FROM VENDING CONTRACTORS
- xi. PARA 19, PAGE 62-AR-2000-01
NON-RECOVERY OF ELECTRICITY CHARGES AMOUNTING TO RS 0.291 MILLION FROM VENDING CONTRACTORS/P.C.O. HOLDERS
- xii. PARA 20, PAGE 63-AR-2000-01
NON-REALIZATION OF MAINTENANCE CHARGES IN RESPECT OF LEVEL CROSSING AND SIDINGS- RS 42.375 MILLION
- xiii. PARA 21, PAGE 64-AR-2000-01
NON-RECOVERY OF RENTAL CHARGES FROM VENDING CONTRACTORS RS 8.866 MILLION
- xiv. PARA 22, PAGE 65-AR-2000-01
NON-RECOVERY OF RENTAL CHARGES OF REST HOUSE RS 1.302 MILLION

- xv. PARA 24, PAGE 67-AR-2000-01
NON-RECOVERY OF DEMURRAGE AND WHARFAGE CHARGES
RS 51.866 MILLION
- xvi. PARA 25, PAGE 68-AR-2000-01
NON-RECOVERY OF ELECTRIC CHARGES OF RS 1.216 MILLION
FROM VENDING CONTRACTORS
- xvii. PARA 26, PAGE 70-AR-2000-01
LOSS OF RS 3.142 MILLION DUE TO NON-AWARDING OF
CYCLE/MOTOR CYCLE STAND CONTRACT AND NON-
REALIZATION OF ITS RENT
- xviii. PARA 27, PAGES 71-72-AR-2000-01
SHORTAGE OF RAILWAYS MATERIAL RS 4.714 MILLION
- xix. PARA 28, PAGE 73-AR-2000-01
BLOCKAGE OF CAPITAL OF RS 6.049 MILLION AND NON-
ACHIEVEMENT OF PROJECTED BENEFITS
- xx. PARA 30, PAGES 77-79-AR-2000-01
LOSS OF RS 7.171 MILLION DUE TO PURCHASE OF DEFECTIVE
MATERIAL
- xxi. PARA 40, PAGE 91-AR-2000-01
NON-RECOVERY OF RENT AND UTILITY CHARGES – LOSS OF RS
0.444 MILLION
- xxii. PARA 46, PAGE 98-AR-2000-01
IRREGULAR EXPENDITURE OF RS 0.235 MILLION IN
CONNECTION WITH MOBILE TELEPHONES

DIRECTIVE

The Committee directed the PAO to comply with directions on the above Audit paras. The Committee pended these paras till its next meeting on the Ministry.

15.96 LIST OF AUDIT PARAS SETTLED BY THE COMMITTEE:

- i. PARA 4, PAGE 43-AR-2000-01
LOSS OF RS 0.259 MILLION DUE TO SHORT REMITTANCE OF
RAILWAY EARNINGS

- ii. PARA 5, PAGE 44-AR-2000-01
SUSPECTED MIS-APPROPRIATION OF BALLAST VALUING
RS 1.138 MILLION
- iii. PARA 6, PAGES 45-46-AR-2000-01
SUSPECTED MISAPPROPRIATION OF STONE BALLAST VALUING
RS 1.201 MILLION
- iv. PARA 8, PAGE 48-AR-2000-01
WASTEFUL EXPENDITURE OF RS 9.164 MILLION AND
BLOCKAGE OF CAPITAL AMOUNTING TO RS 1.222 MILLION
- v. PARA 12, PAGES 54-55-AR-2000-01
EXPECTED LOSS OF RS 11.010 MILLION DUE TO
NON-SETTLEMENT OF CLAIMS WITH PAKISTAN NATIONAL
SHIPPING CORPORATION
- vi. PARA 13, PAGE 56-AR-2000-01
LOSS OF RS 6.827 MILLION DUE TO NON-RECOVERY OF
STORAGE CHARGES AT RAWALPINDI DRY PORT
- vii. PARA 29, PAGES 74-76-AR-2000-01
UNNECESSARY DETENTION OF COACHES-FINANCIAL LOSS OF
RS 14.737 MILLION
- viii. PARA 31, PAGE 80-AR-2000-01
LOSS OF RS 6.723 MILLION DUE TO DEFICIENCIES OF FITTINGS
AND EQUIPMENTS IN ACC COACHES
- ix. PARA 36, PAGE 86-AR-2000-01
LOSS OF RS 0.400 MILLION DUE TO PURCHASE OF DEFECTIVE
MATERIAL
- x. PARA 39, PAGE 90-AR-2000-01
LOSS DUE TO IRREGULAR HANDING OVER OF MEDICINES –
RS 0.453 MILLION
- xi. PARA 42, PAGE 93-AR-2000-01
LOSS OF RS 3.697 MILLION DUE TO UNDER CHARGING FREIGHT
ON FERTILIZERS
- xii. PARA 43, PAGE 94-AR-2000-01
UNNECESSARY BLOCKAGE OF CAPITAL VALUING RS 1.853
MILLION

- xiii. PARA 47, PAGE 100-AR-2000-01
LOSS OF RS 1.463 MILLION DUE TO ACCEPTANCE OF HIGHER RATES
- xiv. PARA 48, PAGE 101-AR-2000-01
EXTRA EXPENDITURE OF RS 0.422 MILLION DUE TO ACCEPTANCE OF HIGHER RATES

DIRECTIVE

The Committee, on the recommendations of Audit, settled the above mentioned 14 Audit Paras.

15.97 ACTIONABLE POINTS FOR THE YEAR 2000-01

PARAS PENDED TILL NEXT MEETING:

Sl. No.	Audit Comments	Title
1	5 (c)	Demurrage and Wharf Rage Charges
2	7.2 (i)	Balance of amount in Current Account with Government
3	8.4 (iii)	Handing over of Railways Power Distribution System and Billing to WAPDA
4	1 (i)	Revenue Grant No.99
5	1 (ii)	Capital Grant No. 157
6	7.2 (g) (i)	Investment of Road Service
7	8.1	G.P.F. Balance
8	8.2	Misc. Advance Revenue
9	8.3	Advance for Local Purchase
10	8.5 (i)	Sui Gas Charges
11	4 (a)	Under Charges
12	7.2 (h)	Bills receivable

DIRECTIVE:

The Committee pended these Audit paras till its next meeting on the Ministry.

PERFORMANCE AUDIT REPORT ON FUNCTIONING OF CARRIAGE AND WAGON SHOPS, HYDERABAD.

15.98 PARA 1.9 – 2000-01
UN-NECESSARY PURCHASE OF TOOLS AND PLANTS AND TRUCK
VALUING RS.1.407 MILLION.

DIRECTIVE

The Committee settled the Audit para.

Note: The remaining audit paras of the above mentioned Performance Audit Report were deferred till the next meeting of the Committee.

SPECIAL AUDIT REPORT ON TRACKS SUPPLY OFFICE PAKISTAN RAILWAYS LAHORE

15.99 PARA 1.2, 2000-01
LOSS OF RS.16.306 MILLION DUE TO CONVERSION OF NEW MATERIAL
INTO SCRAP

DIRECTIVE

The Committee settled the Audit para.

Note: The remaining audit paras of the above mentioned Special Audit Report were deferred till the next meeting of the Committee.

15.100 AUDIT REPORT/SPECIAL AUDIT REPORTS/PERFORMANCE AUDIT REPORTS FOR THE YEAR 1999-2000

- i. PARA 6(a)1, PAGE 53-ARPR-1999-2000
LOSS OF RS 62.944 MILLION DUE TO DEFICIENCIES OF FITTINGS/
EQUIPMENT IN COACHING AND GOODS STOCK
- ii. PARA 6(a)2, PAGE 53-ARPR-1999-2000
LOSS OF RS 30.319 MILLION DUE TO THEFT OF EXCHANGEABLE
AND DUPLICATING ITEMS IN TRAINS
- iii. PARA 6(a)3, PAGE 53-ARPR-1999-2000
LOSS OF RS 26.466 MILLION DUE TO DEFICIENCIES OF
ELECTRICAL ITEMS IN COACHING STOCK

- iv. PARA 6(a)5, PAGE 54-ARPR-1999-2000
SHORTAGE/NON-REMITTANCE OF RAILWAY EARNING OF RS 6.752 MILLION BY THE CITY BOOKING AGENCIES
- v. PARA 6(a)7, PAGE 55-ARPR-1999-2000
LOSS OF RS 3.423 MILLION DUE TO DEFICIENCIES IN FITTINGS OF CARRIAGES AND WAGONS (ROLLING STOCK)
- vi. PARA 6(a)8, PAGE 56-ARPR-1999-2000
WASTEFUL EXPENDITURE OF RS 1.823 MILLION INCURRED ON THE REPAIR OF TRACTION MOTORS

DIRECTIVE

The Committee settled the above six audit paras, subject to verification of record/stated facts by Audit, with a report to the Committee within one month.

- 15.101i. PARA 6(a)12, PAGE 57-ARPR-1999-2000
LOSS OF RS 450,450 DUE TO MISAPPROPRIATION AND NON-RECOVERY OF RENTAL CHARGES
- ii. PARA 6(b)6, PAGE 65-ARPR-1999-2000
UN-JUSTIFIED EXCESSIVE PROCUREMENT OF MEDICINES RESULTING IN LOSS OF RS 349,008 DUE TO EXPIRY OF THE SAME
- iii. PARA 6(d)4, PAGE 76-ARPR-1999-2000
LOSS OF RS 3.458 MILLION DUE TO PURCHASE/NON-REPLACEMENT OF DEFECTIVE MATERIAL
DIRECTIVE

The Committee pended the above mentioned three audit paras till its next meeting on the Ministry.

- 15.102 PARA 6(e)1, PAGE 83-ARPR-1999-2000
LOSS OF RS 131.930 MILLION DUE TO NON-REALIZATION OF RENTAL CHARGES FOR WHEAT STORAGE

DIRECTIVE

The Committee directed the PAO to request the Parliamentary Secretary on Railways for the resolution of this issue, as this relates to Sindh. The Committee pended this issue till its next meeting on the Ministry.

- 15.103i. PARA 6(e)2, PAGE 83-ARPR-1999-2000
RECOVERABLE AMOUNT OF RS 15.416 MILLION FROM OTHER
GOVERNMENT DEPARTMENTS AND VARIOUS PRIVATE BODIES
ON ACCOUNT OF RENTAL CHARGES
- ii. PARA 6(e)6, PAGE 85-ARPR-1999-2000
FINANCIAL LOSS OF RS 3.925 MILLION DUE TO NON-PAYMENT
OF LEASE CHARGES OF RAILWAY LAND/PLOTS
- iii. PARA 6(e)7, PAGE 85-ARPR-1999-2000
LOSS DUE TO NON-RECOVERY OF RS 2,050,680 ON ACCOUNT OF
ELECTRIC CHARGES FROM VENDORS AND OUTSIDERS
- iv. PARA 6(e)10, PAGE 87-ARPR-1999-2000
LOSS OF RS 665,528 DUE TO NON-RECOVERY OF RENTAL
ELECTRIC CHARGES FROM OTHER GOVERNMENT
DEPARTMENTS
- v. PARA 6(f)1, PAGE 91-ARPR-1999-2000
EXCESS EXPENDITURE OF RS 73.220 MILLION ON ACCOUNT OF
FIGMENT OF AIR BRAKES ON 550 BTO's

DIRECTIVE

The Committee pended the above mentioned 5 audit paras till its next meeting on the Ministry.

- 15.104 PARA 6(f)5, PAGE 92-ARPR-1999-2000
LOSS OF RS 1.193 MILLION DUE TO SHORTAGE OF 500 BRAKE BLOCKS

DIRECTIVE

The Committee settled the para, subject to verification of record/stated facts by Audit, with a report to the Committee.

- 15.105 LIST OF AUDIT PARAS PENDED FOR NEXT MEETING FOR
FURTHER PURSUANCE:

- i. PARA 6(a)17, PAGE 59-ARPR-1999-2000
LOSS OF RS 1.358 MILLION DUE TO EXCESSIVE USE OF BALLAST
- ii. PARA 6(b)4, PAGE 64-ARPR-1999-2000
LOSS OF RS 943,800 DUE TO WRONG RE-BOOKING OF WAGON
LOADED WITH RAILWAY MATERIAL

- iii. PARA 6(c)2, PAGE 69-ARPR) 1999-2000
UN-NECESSARY BLOCKAGE OF CAPITAL VALUING RS 9,333,201
- iv. PARA 6(c)4, PAGE 70-ARPR-1999-2000
IRREGULAR INCURRENCE OF EXPENDITURE AMOUNTING TO
RS 110.683 MILLION OVER AND ABOVE THE ESTIMATES
- v. PARA 6(c)6, PAGE 71-ARPR-1999-2000
IRREGULAR EXPENDITURE OF RS 68.867 MILLION ON A WORK
- vi. PARA 6(e)3, PAGE 83-ARPR-1999-2000
NON-REALIZATION OF MAINTENANCE CHARGES AMOUNTING
TO RS 10.438 MILLION FROM DEFENCE DEPARTMENT AND
PRIVATE PARTIES
- vii. PARA 6(e)4, PAGE 84-ARPR-1999-2000
LOSS OF RS 7.979 MILLION DUE TO NON-REALIZATION OF
RENTAL CHARGES AGAINST OIL COMPANIES
- viii. PARA 6(e)8, PAGE 86-ARPR-1999-2000
NON-RECOVERY OF RENTAL CHARGES AMOUNTING TO RS
1.766 MILLION
- ix. PARA 6(e)9, PAGE 86-ARPR-1999-2000
LOSS OF RS 803,003 DUE TO NON-RECOVERY OF RENT FROM
CONTRACTORS

DIRECTIVE

The Committee directed the PAO to pursue these cases vigorously. The Committee pended these Audit paras till its next meeting on the Ministry.

15.106 LIST OF AUDIT PARAS SETTLED BY THE COMMITTEE:

- i. PARA 6(a)9, PAGE 56-ARPR-1999-2000
WASTEFUL EXPENDITURE OF RS 1.160 MILLION ON THE PAY
AND ALLOWANCES OF IDLE STAFF OF TRACK MACHINES
- ii. PARA 6(b)3, PAGE 64-ARPR-1999-2000
FINANCIAL LOSS OF RS 1.081 MILLION DUE TO UN-CONNECTED
WAGONS
- iii. PARA 6(c)1, PAGE 69-ARPR-1999-2000
BLOCKAGE OF CAPITAL AMOUNTING TO RS 47.388 MILLION
DUE TO NON-DISPOSAL OF SCRAP

- iv. PARA 6(d)2, PAGE 75-ARPR-1999-2000
UN-JUSTIFIED/IRREGULAR BOOKING OF STAFF ON OVERTIME
CAUSING IRREGULAR PAYMENT OF RS 8,139,624
- v. PARA 6(d)9, PAGE 79-ARPR-1999-2000
FINANCIAL LOSS OF RS 0.568 MILLION ON ACCOUNT OF
IRREGULAR PAYMENT OF OVERTIME TO THE STAFF
- vi. PARA 6(d)10, PAGE 79-ARPR-1999-2000
UN-JUSTIFIED PURCHASE OF CONCRETE OIL VALUING RS 0.551
MILLION RESULTING IN BLOCKAGE OF CAPITAL
- vii. PARA 6(e)5, PAGE 84-ARPR-1999-2000
OUTSTANDING ADMITTED AND OBJECTED DEBITS OF RS
6,484,702 AGAINST THE STATION STAFF RAISED THROUGH
ERROR SHEETS
- viii. PARA 6(f)2, PAGE 91-ARPR-1999-2000
ENCROACHMENT OF RAILWAY LAND VALUING RS 48.324
MILLION AND NON-DISPOSAL OF SURPLUS LAND COSTING RS
24.996 MILLION IN PESHAWAR DIVISION
DIRECTIVE

The Committee on the recommendations of Audit, settled the above mentioned 8 Audit paras.

15.107 ACTIONABLE POINTS FOR THE YEAR 1999-2000

Sl #	Audit Comment No.	Title	Directive of Monitoring Committee
1	3.2 (a)	Grant.No.100-Revenue Expenditure	Settled subject to verification by Audit
2	3.7 (c)	Overdraft	Settled
3	3.7 (e)	Investment	Settled subject to verification by Audit
4	4.2	General Provident Fund	Settled subject to verification by Audit
5	4.3(v)	Sui-Gas Charges	Pended till its next meeting
6	3.3 (a)	Grant No.156 (Capital out lay of Pakistan Railways	Pended till its next meeting
7	3.6	Profit and Loss Accounts	Pended till its next meeting
8	3.7 (a)	Accumulated Loss	Pended till its next meeting

9	3.7 (b)	Depreciation Reserve Fund	Pended till its next meeting
10	4.3 (i) and (ii)	Misc.Advance Revenue	Pended till its next meeting

REPORTS FOR THE YEAR 1999-2000

15.108 PERFORMANCE AUDIT REPORTS/SPECIAL AUDIT REPORTS ON FUNCTIONING OF QUETTA-CHAMAN SECTION PAKISTAN RAILWAYS

15.109 PERFORMANCE AUDIT REPORT ON PROVIDING TERMINAL FACILITIES FOR PSO FOR LOADING FURNACE OIL AT MARSHALLING YARD PIPRI, KARACHI

15.110 PERFORMANCE AUDIT REPORT ON THE PROJECT INSTITUTIONAL DEVELOPMENT, TRAINING AND RE-ORGANIZATION OF PAKISTAN RAILWAYS

15.111 PERFORMANCE AUDIT REPORT ON PROVIDING TRACK CIRCUITS ON BERTHING PASSENGER LINES AT 94 STATIONS ON HYDERABAD PESHAWAR MAIN LINE SECTION

15.112 PERFORMANCE AUDIT REPORT ON PROVIDING TERMINAL FACILITIES FOR PSO FOR LOADING FURNACE OIL AT MARSHALLING YARD PIPRI, KARACHI

PARA 4.1, 1999-2000

DEFECTIVE PLANNING LEAD TO NON-ACHIEVEMENT OF TARGETS

DIRECTIVE

The Committee settled the paras, subject to verification of record/stated facts by Audit within one month.

15.113 PERFORMANCE AUDIT REPORTS/SPECIAL AUDIT REPORTS ON FUNCTIONING OF QUETTA-CHAMAN SECTION PAKISTAN RAILWAYS

i. PARA 3.3, 1999-2000

LOSS OF RS.1.095 MILLION ON ACCOUNT OF UNDER CHARGES DUE TO INCORRECT APPLICATION OF CLASS RATES ON THE COMMODITY OF "GITA TRAFFIC"

DIRECTIVE

The Committee pended the para till its next meeting on the Ministry.

NOTE: The remaining audit paras of above mentioned 4 Special/Performance Audit Report were deferred till its next meeting on the Ministry.

15.114 GENERAL DIRECTION:

- Any audit paras, which have not yet been reviewed by the Monitoring Committee of the PAC, will be considered as deferred/pended for discussion by the Committee.
- The Committee will discuss the following agenda/points in the forthcoming meetings of Special Committee of PAC under the Convenership of Sardar Ayaz Sadiq, MNA:
 - Non-Supply of Gas since 2006.
 - Briefing on existing Railways Legal System.
 - The issue of purchase of 69 Locomotives.
 - Presentation on Land Sale/Lease/Scrap Policy.
 - Assets management system in Railways.

END

MINISTRY OF RELIGIOUS AFFAIRS & M/O ZAKAT & USHR

16. ACTIONABLE POINTS (25-08-2010)

Actionable Points arising from the discussion in the meeting of Monitoring & Implementation Committee of PAC held on 25th August, 2010 in Committee Room No.2, Parliament House, Islamabad to discuss the compliance on PAC directives of PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88 , 1986-87,1985-86 pertaining to M/o Religious Affairs and M/o Zakat & Ushr are as under:

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

- 16.1 i. GRANT 112 RELIGIOUS AFFAIRS DIVISION
(SAVING OF RS.1,045,470)
- ii. GRANT 52-ZAKAT & USHR DIVISION
(SAVING OF RS.24,198,684)

AGPR pointed out that the DAC meeting on above mentioned grants is pending.

DIRECTIVE

The Committee deferred the Grants till its next meeting on the Ministry.

PERFORMANCE AUDIT REPORT ON HAJJ FOUNDATION-1995-96

16.2 INTRODUCTION:

The PAO briefed about the background of Hajj Foundation to the Committee. The PAO informed the Committee that Mr. Makhdoom Rashid of Saudi Arabia gave an amount of Rs.40 million to Pakistan for this Foundation. This amount was handed over to M/o Finance as custodian of the amount and it was not given to the M/o Religious Affairs.

The PAO further informed that a Summary has been moved to the Prime Minister for the release and also for increase of amount in this regard.

DIRECTIVE

The Committee endorsed the point of view of the PAO regarding release of Rs.40 million and also increase of funds in this regard. The Committee however pended this para till its next meeting on the Ministry.

16.3 PARA 2, PAGE 126-AR-1996-97
MISUSE OF PILGRIMS WELFARE FUND RS.54,945,469

The PAO informed the Committee that recoveries have been affected in some cases and regularization in some other cases is in process.

DIRECTIVE

The Committee deferred the para till its next meeting on the Ministry.

16.4 PARA 3, PAGE 127-AR-1996-97
DRAWL OF RS.17,228,540 FOR PURCHASE OF MEDICINES WITHOUT ANY STOCK/RECORD

The PAO informed that it may be appreciated that four years audit reports have to be resolved. However Foreign Audit can verify the record in JEDDAH.

DIRECTIVE

The Committee deferred the para till its next meeting on the Ministry.

16.5 PARA 1.1, PAGE 6-AR-2000-01
MANAGEMENT OF PILGRIMS WELFARE FUND (PWF)

DIRECTIVE

The Committee pended this para till its next meeting on the Ministry and directed the PAO to give a briefing to the Committee on Pilgrims Welfare Fund in the next meeting.

16.6 PARA 1.2, PAGE 11-AR-2000-01
MAINTENANCE OF MADINA-TUL-HUJJAJ BUILDING

DIRECTIVE

The Committee directed the PAO to inquire into the matter, fix responsibility and report to the Committee. The Committee pended this para till its next meeting on the Ministry.

- 16.7 i. PARA 1.3, PAGE 13-AR-2000-01
HOLDING OF NIFAZ-E-SHARIAT CONSULTATIVE CONVENTION
- ii. PARA 1.4, PAGE 14-AR-2000-01
HODLING OF SEERAT CONFERENCE
- iii, PARA 1.8, PAGE 17-AR-2000-01
DISCRETIONARY GRANT OF MINISTERIES FOR RELIGIOUS AFFAIRS
- iv. PARA 2.8, PAGE 27-AR-2000-01
MISCLASSIFICATION OF EXPENDITURE

DIRECTIVE

The Committee settled the above mentioned three audit paras, subject to verification by the Audit, with a report to the Committee.

- 16.8 PARA 3, PAGE-8-AR-2005-06
PURCHASE OF MEDICINES WORTH RS.24.485 MILLION WITHOUT OPEM COMPETETIVE BIDDING/TENDERS

DIRECTIVE

The Committee pended the para, till its next meeting on the Ministry.

- 16.9 PARA 6, PAGE-10-AR-2005-06
LOSS OF RS.1.119 MILLION DUE TO UNJUSTIFIED ACCEPTANCE OF TENDER HAVING OTHER THAN HIGHER RATE OF DISCOUNT

DIRECTIVE

The Committee settled the para.

- 16.10 PARA 7, PAGE 10-AR-2005-06
NON-REFUND OF UNSPENT BALANCE OF RS.1.004 MILLION

The Committee pended the para till its next meeting on the Ministry.

16.11 PARA 1, 2000-01

IRREGULAR DEDUCTION OF BANK CHARGES RS.0.046 MILLION

The Committee pended this para till its next meeting on the Ministry.

Note: The un-discussed audit paras of the above both Ministries will be discussed in the next meeting of the Committee.

END

MINISTRY OF WATER & POWER

17. **ACTIONABLE POINTS** (26-01-2010)

Actionable Points arising from the meeting of Monitoring & Implementation Committee of PAC in its meeting held on 26th January, 2010, regarding compliance on PAC's directives for the years 1988-89, 1996-97, 1999-2000, 2000-01 and 2005-06, respectively, pertaining to Ministry of Water and Power.

APPROPRIATION ACCOUNTS

- 17.1 i. GRANT 198 (1988-89) CAPITAL OUTLAY ON IRRIGATION AND ELECTRICITY
(SAVING OF RS: 18,636.935)
- ii. GRANT 143 (2000-01) DEVELOPMENT EXPENDITURE OF WATER & POWER DIVISION
(SAVING RS.1,197,886.122)
- iii. GRANT 159 (2000-01) CAPITAL OUTLAY ON IRRIGATION AND ELECTRICITY
(SAVING RS.62,600.000)

DIRECTIVE

The Committee deferred above mentioned three grants till its next meeting with direction to PAO to comply with PAC's earlier directions and hold DAC meeting under intimation to PAC.

17.2 **NATIONAL ENGINEERING SERVICES PAKISTAN (PVT)LTD (NESPAK)**

PARA 353, PAGE 246-ARPSE-1999-2000
AUDIT COMMENTS

DIRECTIVE

The Committee directed the PAO that maximum recovery should be made from the Departments, from which amounts are receivable, and recovery position should be intimated to the PAC within one month. The Committee pended this para till its next meeting.

17.3 PARA 356 (3), PAGE 249-ARPSE-1999-2000
NON COMPLIANCE OF GOVT INSTRUCTIONS REGARDING
ROTATION OF COMMERCIAL AUDITORS IN STATUTORY
CORPORATIONS

DIRECTIVE

On the recommendations of Audit, the Committee settled the para.

17.4 AUDIT REPORT WAPDA 2005-2006

PARA 12.2, PAGE 39-AR-2005-06
LOSS OF RS. 335.135 MILLION DUE TO SHORTAGE OF MATERIAL

The PAO informed the Committee that some recoveries have been made, some amount has been written off, while some persons in these cases had expired. Actions have been taken accordingly.

The representative of NAB informed the Committee that the matter is still in the Court.

DIRECTIVE

The Committee directed the PAO that NTDC should reconcile figures with Audit and NAB and submit a report about recovery and fix responsibility wherever required. Progress of disciplinary actions, taken against those responsible in this particular case and in other disciplinary cases, should be sent to Audit and the Committee within one month. The Committee directed the PAO to make all possible efforts for further recovery. The Committee directed the PAO to provide the detail of all poles which are not yet functional in the whole country and take fresh stock the electric poles. The Committee also directed the PAO to ensure stock checking/verification of stores by Auditors twice a year as well as maintenance of record of stock/stores.

17.5 GENERAL DIRECTIVE

- The number of useless poles across the country should be eliminated and should be brought on record.
- On the direction of the Committee, the PAO nominated Mr. Muhammad Ahsan Akhtar Malik, Additional Secretary M/O Water & Power as focal person for NAB/FIA/Police Cases pertaining to Ministry of Water and Power and WAPDA.

- The Committee directed that details of the cases pending with the NAB, FIA and Police should be submitted to PAC (National Assembly Secretariat).
- The Audit Paras, relating to NAB/FIA/Police, were deferred till the Committee's next meeting on the Ministry, with the direction to the PAO to personally look into these audit paras.

17.6 PARA 11.2, PAGES-27-29-AR 2005-06
UNDUE FAVOUR OF RS 12.60 MILLION TO THE CONSUMER BY
NOT FOLLOWING THE PRESCRIBED PROCEDURE FOR
REDUCTION OF LOAD.

DIRECTIVE

The Committee settled the para.

- 17.7 i. PARA 6.3, (2005-06)
UNDUE RECOVERY OF RS.8.685 MILLION FROM
CONSUMER DUE TO NON-INSTALLATION OF CAPACITORS
- ii. PARA 6.5, (2005-06)
LOSS OF RS.7.498 MILLION DUE TO INCREASE OF LOSSES
DESPITE REHABILITATION OF 11 KV FEEDERS
- iii. PARA 12.4, (2005-06)
NON-RECOVERY OF LIQUIDATED DAMAGES OF RS.2.63
MILLION DUE TO NON-RETURN OF METERS AFTER
REPAIRS

DIRECTIVE

The Committee, on the recommendations of Audit, settled the above three Audit Paras.

17.8 PARA 1.3, PAGES 8-12-AR 2005-06
LOSS OF RS 18.411 MILLION DUE TO CARELESSNESS OF THE
PROJECT MANAGEMENT

DIRECTIVE

The Committee directed the PAO to make all possible efforts to recover the amount and pursue the court case vigorously. The Committee pended this para till its next meeting on the Ministry.

17.9 PARA 1.2, PAGES 6-7-AR-2005-06
LOSS OF RS 174.509 MILLION DUE TO IMPROPER
IMPLEMENTATION OF PROJECT

The PAO informed the Committee that this para was also discussed in another Sub-Committee of PAC which settled the para.

DIRECTIVE

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

17.10 PARA 4.1, PAGE 13-15-AR-2005-06
LOSS OF RS. 2.064 MILLION DUE TO PURCHASE OF SECURITY
EQUIPMENT AT EX-ORBITANT RATES

The PAO informed the Committee that in this matter, the responsibility was fixed and full action has been taken.

DIRECTIVE

The Committee directed the PAO to get assistance from Secretary M/o Defence for making recovery in this respect, pursue the court case, make all possible efforts to recover the amount from other persons and get the verification of the recovered amount from Audit. The Committee however, pended this audit para till its next meeting on the Ministry.

17.11 PARA 7.1, PAGES 25-26-AR-2005-06
LOSS OF RS. 39.325 MILLION DUE TO SHORTAGE OF P.C POLES

DIRECTIVE

The Committee settled this audit para.

17.12 PARA 6.1, PAGES 16-17-AR-2005-06
LOSS OF RS 58.681 MILLION DUE TO SHORT BILLING

DIRECTIVE

The Committee pended this para till the decision by NEPRA on this issue and will take it up in its next meeting on the Ministry.

17.13 PARA 1.1, PAGES 1-5-AR-2005-06
UN-JUSTIFIED PAYMENT OF RS. 1244.00 MILLION ON ACCOUNT
OF ADDITIONAL COST CLAIM

DIRECTIVE

The Monitoring Committee directed the PAO to constitute an Inter Departmental Committee (IDC) under the chairmanship of Chairman WAPDA including representative of Audit, to probe into the matter, fix responsibility and submit its report to the Committee within two weeks. The Committee pended this para till its next meeting on the Ministry.

NOTE:

- The Committee directed that the Audit paras, which were placed before the Committee only as a list for settlement by the Committee should be placed before the Committee with the details of these paras in the Audit Briefs in its next meeting on the Ministry.
- The Committee directed the PAO to make full preparation on remaining audit paras of the above mentioned years PAC Reports for discussion in its next meeting on the Ministry.

END

MINISTRY OF WOMEN DEVELOPMENT

18. **ACTIONABLE POINTS** (29-06-2010)

Actionable Points arising from the discussion in the 1st meeting of Monitoring & Implementation Committee of PAC held on 29th June, 2010 on M/o Women Development to discuss the compliance on PAC directives of PAC Reports for the years 2005-06, 2000-01, 1999-2000, 1996-97, 1995-96, 1988-89, 1987-88, 1986-87, 1985-86 are as under:

APPROPRIATION ACCOUNS (CIVIL) VOL-I, 1995-96

- 18.1 i. **GRANT 134-M/O WOMEN DEVELOPMENT AND YOUTH AFFAIRS**
(SAVING OF RS. 2,736,112)
- ii **GRANT 174- DEV-EXPENDITURE OF SPL.PROGRAMMES FOR WOMEN**
(SAVING OF RS. 315,300)
- iii **GRANT 173-OTHER EXPENDITURE OF WOMEN DEVELOPMENT , SOCIAL WELFARE & SPECIAL EDUCATION DIVISION**
(SAVING OF RS. 44,787,400)

DIRECTIVE

The Committee pended the above grants till its next meeting on the Ministry with the direction to the PAO to look in detail why the action has not yet been taken according to the previous directives of the PAC.

- 18.2 **ISSUE OF EMBAZZLEMENTE OF PUBLIC MONEY AMOUNTING TO RS.12,93,871/- BY MS.PARVEEN GHOURI, EX-CHAIRPERSON, NGO MANAGEMENT COMMITTEE, SBBCW BAHAWALPURR**

DIRECTIVE

The Committee pended this issue till its next meeting with the direction to the NAB and FIA to give report on this issue within fifteen days. The Committee also directed the PAO to approach for this recovery and report to the Committee in its next meeting.

18.3 ISSUE OF PERFORMANCE OF THE PROJECT NAMED “GRAP”.DIRECTIVE

As the PAO asked for some time on this issue, the Committee pended this issue till its next meeting on the Ministry.

18.4 ISSUE OF PERFORMANCE OF THE PROJECT NAMED “GRAP”.DIRECTIVE

As the PAO asked for some time on this issue, the Committee pended this issue till its next meeting on the Ministry.

18.5 ISSUE OF PERFORMANCE OF THE PROJECT NAMED “KISP”.DIRECTIVE

The Committee directed the Audit department for Special Audit of this project. The Committee directed the PAO to provide all the related record/documents to Audit Department for Special Audit within one month. The Committee however pended this para till its next meeting on the Ministry.

AUDIT REPORT FOR THE YEAR 2000-01

18.6 PARA 1.1, PAGE 5-AR-2000-01
AWAKENING CAMPAIGN FOR WOMEN THROUGH MASS MEDIA.DIRECTIVE

The Committee directed the PAO to hold another DAC on this issue, provide detail with evidence to the Committee. The Committee however, pended this para till its next meeting on the Ministry.

18.6 **GENERAL DIRECTION:**

The Committee was not satisfied with the performance and directed the PAO to hold another DAC on remaining Audit paras which will be discussed in the next meeting of the Committee.

(End of Complete Report)