HESCO

QUARTERLY INTERNAL AUDIT REPORT OF HESCO INTERNAL AUDIT FOR PERIOD 04-2024 TO 06-2024

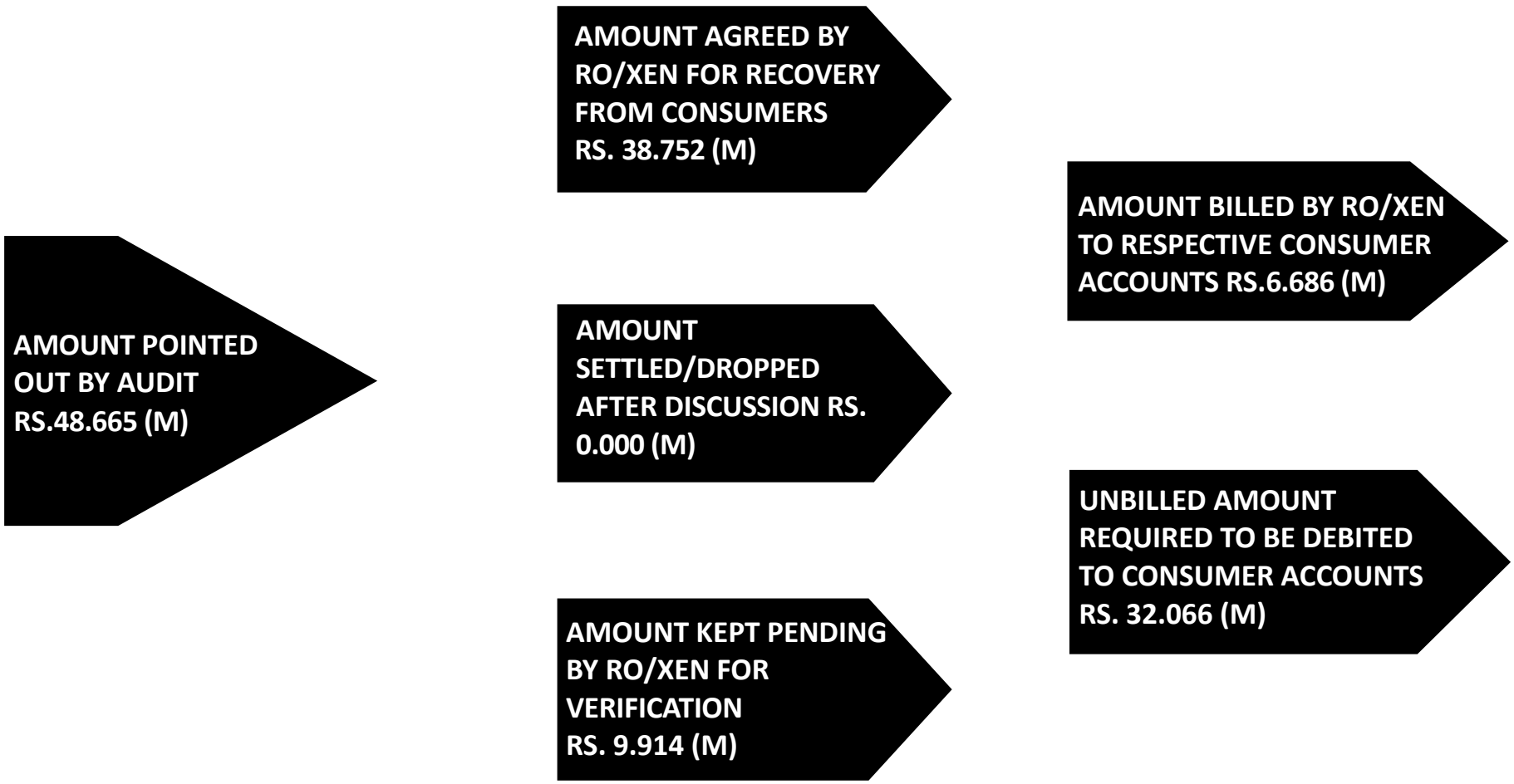
SR NO	INDEX	PAGE NUMBER
01	Revenue Audit Report	**Annex-A**
02	Financial & Compliance Audit Report	**Annex-B**

Annexure–“A”



REVENUE AUDIT

REVENUE AUDIT REPORT



EXECUTIVE SUMMARY OF AUDIT OBSERVATIONS

ACTIVITY WISE DETAIL OF IRREGULARITIES FOR THE QUARTER 04-2024 TO 06-2024

S#	SUMMARY OBSERVATIONS	AUDIT PERIOD	NO OF AUDIT NOTES	AMOUNT POINTED OUT BY AUDIT	AMOUNT SETTLED/ DROPPED AFTER DISCUSSION	AMOUNT KEPT PENDING BY RO/XEN FOR FURTHER VERIFICATION	AMOUNT VERIFIED & AGREED
1	IRREGULAR/EXCESS CREDIT/REFUND ADJUSTMENT AFFORDED TO THE CUSTOMER'S ACCOUNTS	07-2023 to 12-2023	179	16.827	0.000	2.022	14.805
2	DETECTION UNITS NOT/LESS CHARGED DUE TO THEFT OF ENERGY	07-2023 to 12-2023	03	0.147	0.000	0.000	0.147
3	FIXED ENERGY CHARGES LESS / NOT CHARGED DUE TO I) LESS PRINTING OF LOAD II) NON-SUPPLYING OF MDI READING III) MDI NOT CHARGED IV) INCORRECT MULTIPLYING FACTOR V) OMISSION OF POWER FACTOR PENALTY CHARGES ETC.	07-2023 to 12-2023	15	2.858	0.000	0.000	2.858
4	CONNECTION SHOWN PERMANENT DISCONNECTED BUT RUNNING AT SITE, AS PER READING SHEET	07-2023 to 12-2023	03	0.001	0.000	0.000	0.001
5	NON-RECOVERY ON ACCOUNT OF RECONNECTION ORDER FEE, METER CHANGE ORDER FINAL READING COST	07-2023 to 12-2023	33	2.879	0.000	0.388	2.492
6	WRONG CASH POSTING/DOUBLE CASH POSTING	07-2023 to 12-2023	06	1.852	0.000	0.000	1.852
7	NON-TRANSFER / OUT-STANDING ARREAR OF CONSUMER	07-2023 to 12-2023	01	0.113	0.000	0.000	0.113

S#	SUMMARY OBSERVATIONS	AUDIT PERIOD	NO OF AUDIT NOTES	AMOUNT POINTED OUT BY AUDIT	AMOUNT SETTLED/ DROPPED AFTER DISCUSSION	AMOUNT KEPT PENDING BY RO/XEN FOR FURTHER VERIFICATION	AMOUNT VERIFIED & AGREED
	ACCOUNT						
8	INCOME TAX / GENERAL SALES TAX NOT/LESS CHARGED FROM CONSUMER ACCOUNT	07-2023 to 12-2023	01	0.402	0.000	0.402	0.000
9	CREDIT/MINUS BALANCES APPEARED AGAINST CONSUMER ACCOUNT	07-2023 to 12-2023	21	5.032	0.000	0.000	5.032
10	METER SECURITY DEPOSIT / CAPITAL COST NOT/LESS RECOVERED FROM CONSUMER ACCOUNTS	07-2023 to 12-2023	04	0.223	0.000	0.000	0.223
11	APPEARANCE OF CREDIT BALANCES AGAINST PERMANENT DISCONNECTED CONNECTION WHICH WERE DISCONNECTED DUE TO NON-PAYMENT OF ELECTRICITY DUES	07-2023 to 12-2023	02	0.032	0.000	0.000	0.032
12	NON-PRODUCTION OF REFUND CASE RECORD	07-2023 to 12-2023	22	17.574	0.000	7.102	10.471
13	MCO UNITS NOT CHARGED TO CONSUMER ACCOUNT	07-2023 to 12-2023	18	0.723	0.000	0.000	0.723
14	FEEDING OF CP-136A (MASTER DATA ADDITION/CHANGE FORM) ON ACCOUNT OF CHANGE OF NAME/TARIFF	07-2023 to 12-2023	02	0.002	0.000	0.000	0.002
	TOTAL		**319**	**48.665**	**0.000**	**9.914**	**38.752**

REVENUE OFFICE / CIRCLE WISE POSITION

SR NO.	NAME OF FORMATION	AUDIT PERIOD	AMOUNT POINTED OUT		AMOUNT DROPPED/SETTLED		AMOUNT DISPUTED		AMOUNT AGREED		AMOUNT DEBITED
			NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	
1	GARIKHATA	07/2023 TO 12/2023	22	741,565	-	-	-	-	22	741,565	
2	LATIFABAD-I	07/2023 TO 12/2023	15	3,181,552	-	-	2	1,123,679	13	2,057,873	
3	LATIFABAD-II	07/2023 TO 12/2023	47	9,827,696	-	-	-	-	47	9,827,696	
4	QASIMABAD	07/2023 TO 12/2023	91	12,461,566	-	-	22	7,388,412	69	5,073,154	
	CIRCLE-I HYDERABAD		**175**	**26,212,379**	**-**	**-**	**24**	**8,512,091**	**151**	**17,700,288**	

SR NO.	NAME OF FORMATION	AUDIT PERIOD	AMOUNT POINTED OUT		AMOUNT DROPPED/SETTLED		AMOUNT DISPUTED		AMOUNT AGREED		AMOUNT DEBITED
			NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	
5	TM KHAN	07/2023 TO 12/2023	17	58,72,865	-	-	-	-	17	58,72,865	3,896,583
6	KOTRI	07/2023 TO 12/2023	24	19,17,919	-	-	-	-	24	19,17,919	547,201
7	THATTA	07/2023 TO 12/2023	23	8,39,825	-	-	-	-	23	8,39,825	
	CIRCLE-LAAR		**64**	**86,30,609**	**-**	**-**	**-**	**-**	**64**	**86,30,609**	**4,443,784**

SR NO.	NAME OF FORMATION	AUDIT PERIOD	AMOUNT POINTED OUT		AMOUNT DROPPED/SETTLED		AMOUNT DISPUTED		AMOUNT AGREED		AMOUNT DEBITED
			NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	
8	TANDOADAM	07/2023 TO 12/2023	52	84,51,325	-	-	-	999,939	52	74,51,386	
9	MATIYARI	07/2023 TO 12/2023	17	22,41,997	-	-	-	-	17	22,41,997	22,41,997
	CIRCLE-NAWABSHAH		**69**	**1,06,93,322**	**-**	**-**	**-**	**999,939**	**69**	**96,93,383**	**22.41.997**

SR NO.	NAME OF FORMATION	AUDIT PERIOD	AMOUNT POINTED OUT		AMOUNT DROPPED/SETTLED		AMOUNT DISPUTED		AMOUNT AGREED		AMOUNT DEBITED
			NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	
10	MIRPURKHAS	07/2023 TO 12/2023	11	31,29,114	-	-	3	401,875	11	31,29,114	
	CIRCLE-MIRPURKHAS		**11**	**31,29,114**	**-**	**-**	**3**	**401,875**	**8**	**27,27,239**	

SR NO.	NAME OF FORMATION	AUDIT PERIOD	AMOUNT POINTED OUT		AMOUNT DROPPED/SETTLED		AMOUNT DISPUTED		AMOUNT AGREED		AMOUNT DEBITED
			NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	NOS OF AUDIT NOTES	AMOUNT	
11	**REGIONAL TOTAL**		**319**	**48,665,424**	**-**	**-**	**27**	**9,913,905**	**292**	**38,751,519**	**6,685,781**

1	IRREGULAR/EXCESS CREDIT ADJUSTMENT AFFORDED TO THE CONSUMERS ACCOUNTS						
FORMATION WISE DETAIL						**CONTROL OBJECTIVES**	To implement validation controls for rate bifurcation, fuel price adjustment, and correct application of tariffs in billing systems.
						AUDIT OBSERVATION	**RECOMMENDATIONS** / **RO/XEN RESPONSE** / **MANAGEMENT RATING**

	NO OF AUDIT NOTE	POINTED OUT	DROPPED	DISPUTED	AGREED
GARIKHATA	9	404,914	-	-	404,914
LATIFABAD-I	14	3,172,421	-	1,123,679	2,048,742
LATIFABAD-II	28	1,453,242	-	-	1,453,242
QASIMABAD	49	3,487,854	-	898,400	2,589,454
TM KHAN	5	282,592	-	-	282,592
KOTRI	18	288,106	-	-	288,106
THATTA	1	96,819	-	-	96,819
TANDOADAM	46	7,439,386	-	-	7,439,386
MATIYARI	9	202,135	-	-	202,135
TOTAL	**179**	**16,827,469**	**-**	**2,022,079**	**14,805,390**

Irregular/Excess adjustments were allowed to consumer accounts on account of wrong totaling of as charged & to be charged columns and refund amount excess posted in CP-88-A (Billing Ledger) & while preparation of CP-52 adjustment note also taken of excess period of rate bifurcation in CP-52 adjustment note or direct feeding of CP-52 version-II in computer & not preparation of as charged column & to be charged column or less calculation of rate by computer & FPA Fuel Price Adjustment not curtailed already credited or low rate imposed in to be charged column.

IMPLICATIONS

irregular/ Excess credit adjustments will result in financial loss to the company.

Erroneous billing can be minimized by ensuring accuracy of data at the time of meter reading and proper posting of entries in computer & should be authorized. Amount pointed out may be debited to and recovered from consumer accounts. Moreover, administrative action may be taken against responsible for affording excess credit.

Agreed for recovery from consumers

High Risk

RESPONSIBILITY	RO/SDO/XEN/SE

2	DETECTION UNITS NOT/LESS CHARGED DUE TO THEFT OF ENERGY				
FORMATION WISE DETAIL		**CONTROL OBJECTIVES**	To implement validation controls for rate bifurcation, fuel price adjustment, and correct application of tariffs in billing systems.		
		AUDIT OBSERVATION	**RECOMMENDATIONS**	**RO/XEN RESPONSE**	**MANAGEMENT RATING**
		Detection units not/less charged on account of hole in meter, phase direct, main load, shunt & meter terminal burnt etc. as per report of SDO/XEN/M&T/S&I concerned. **IMPLICATIONS** Non implementation of issues identified by the field staff may cause demotivation & it will also cause loss of revenue for the company.	Recovery of detection units should be made on timely basis. The SE concerned, should approve the detection units to be imposed upon the consumers. Moreover, administrative action may be taken against responsible employees	Agreed for recovery from consumer	High Risk
RESPONSIBILITY		RO/SDO/XEN			

	NO OF AUDIT NOTE	POINTED OUT	DROPPED	DISPUTED	AGREED
LATIFABAD-II	1	-	-	-	-
TANDOADAM	1	-	-	-	-
MATIYARI	1	147,024	-	-	147,024
TOTAL	**3**	**147,024**	**-**	**-**	**147,024**

3	FIXED CHARGES LESS/NOT CHARGED DUE TO LESS PRINTING OF LOAD, NON SUPPLYING OF MDI READING, OMISSION OF LOW POWER FACTOR PENALTY CHARGES ETC

FORMATION WISE DETAIL

	NO OF AUDIT NOTE	POINTED OUT	DROPPED	DISPUTED	AGREED
LATIFABAD-II	11	1,322,500	-	-	1,322,500
KOTRI	1	1,482,723	-	-	1,482,723
TANDOADAM	1	12,000	-	-	12,000
MATIYARI	2	40,500	-	-	40,500
TOTAL	**15**	**2,857,723**	**-**	**-**	**2,857,723**

CONTROL OBJECTIVES	To ensure complete and accurate billing by charging applicable MDI KW and fixed charges as per approved tariff.		
AUDIT OBSERVATION	**RECOMMENDATIONS**	**RO/XEN RESPONSE**	**MANAGEMENT RATING**
Less billing was made due to non-charging of pending MDI KW sum or extension in load or non-supply of current month MDI KW or non-charging fixed charges from agriculture consumers as per tariff. **IMPLICATIONS** Non feeding proper data to consumer accounts leads to loss to the company.	Concerned Operation Sub Division should record and make available for billing the meter reading correctly in time. Moreover, administrative action may be taken against employees after fixing the responsibilities	Agreed for recovery from consumer.	High Risk

RESPONSIBILITY	RO/SDO/XEN

4	CONNECTION SHOWN PERMANENT DISCONNECTED BUT RUNNING AT SITE, AS PER READING SHEET (CP-21-C) WITHOUT ISSUING OF RECONNECTION ORDER				
FORMATION WISE DETAIL		**CONTROL OBJECTIVES**	To ensure timely implementation of reconnection orders to maintain accurate consumer status in billing records.		
		AUDIT OBSERVATION	**RECOMMENDATIONS**	**RO/XEN RESPONSE**	**MANAGEMENT RATING**
		Connection shown in CP-88A (Billing Ledger) record as disconnected but actually running at site as per reading sheet supplied by SDO concerned without implementing the reconnection orders. **IMPLICATIONS** Inconsistency in documents may result in loose internal controls & non billing will result in financial loss to the company.	After getting verification from M&T the disconnected connection running at site may be regularized & complete record should be maintained.	Agreed for recovery from consumer	High Risk
RESPONSIBILITY		RO/SDO/XEN			

	NO OF AUDIT NOTE	POINTED OUT	DROPPED	DISPUTED	AGREED
LATIFABAD-II	1	-	-	-	-
THATTA	2	1,427	-	-	1,427
TOTAL	**3**	**1,427**	**-**	**-**	**1,427**

5	NON-RECOVERY ON ACCOUNT OF RECONNECTION ORDER FEE, METER CHANGE ORDER, FINAL READING COST				
FORMATION WISE DETAIL		**CONTROL OBJECTIVES**	To implement checks for accurate unit charging and meter data entry in CP-136 processing.		
		AUDIT OBSERVATION	**RECOMMENDATIONS**	**RO/XEN RESPONSE**	**MANAGEMENT RATING**
		Connection reconnected without recovery of reconnection fee as per RCO policy & final reading cost of removed meter on account of MCO (Meter Change Order) was not charged to the consumer account & while preparing CP-136 (Master Data Addition, Deletion) sent to computer the removed meter reading units was less/not charged. **IMPLICATIONS** Non recovery of RCO fee & MCO left over units caused company loss in revenue.	Concerned sub division meter reader should record meter reading in time correctly & SDO should issue re connection order after recovery of arrear of bills. Moreover, administrative action may be taken against responsible, and recovery be made.	Agreed for recovery from consumer	High Risk
RESPONSIBILITY		RO/DAO			

	NO OF AUDIT NOTE	POINTED OUT	DROPPED	DISPUTED	AGREED
LATIFABAD-II	1	8,064	-	-	8,064
QASIMABAD	32	2,871,300	-	387,600	2,483,700
TOTAL	**33**	**2,879,364**	**-**	**387,600**	**2,491,764**

6	WRONG CASH POSTING/DOUBLE CASH POSTING				
FORMATION WISE DETAIL		**CONTROL OBJECTIVES**	To ensure proper reconciliation of CP-104, CP-101, bank scrolls, and stubs to prevent duplicate or wrong cash postings		
		AUDIT OBSERVATION	**RECOMMENDATIONS**	**RO/XEN RESPONSE**	**MANAGEMENT RATING**
		Due to non-reconciliation of CP-104 (Divisional Collection Cash Book) & CP-101 (Weekly Collection Cash by Bank Branches) & Bank Scrolls with stub & posting of paid bills by banks manually as well as making parallel posting service (online) & through IOT (Inter office transaction) resulted wrong/double cash posting. **IMPLICATIONS** It is purely financial loss to the company.	RO should follow the commercial procedure diligently, and avoid double posting.	Agreed for recovery from consumer	High Risk
RESPONSIBILITY		RO/DAO			

	NO OF AUDIT NOTE	POINTED OUT	DROPPED	DISPUTED	AGREED
TANDOADAM	1	-	-	-	-
MATIYARI	5	1,852,338	-	-	1,852,338
TOTAL	**6**	**1,852,338**	**-**	**-**	**1,852,338**

7	NON-TRANSFER / OUT-STANDING ARREAR OF CONSUMER ACCOUNT			
FORMATION WISE DETAIL	**CONTROL OBJECTIVES**	To ensure compliance with NEPRA regulations by transferring outstanding dues of defaulting connections to other active connections of the same owner.		
	AUDIT OBSERVATION	**RECOMMENDATIONS**	**RO/XEN RESPONSE**	**MANAGEMENT RATING**
	To ensure compliance with NEPRA regulations it is required for transferring outstanding dues of defaulting connections to other active connections of the same consumer. However, this regulation was not implemented **IMPLICATIONS** Heavy outstanding dues may result in financial loss to the company.	Transfer/Debit the Permanent Disconnected Consumer dues to active account of consumer and take administrative action against the person at fault.	Agreed for recovery from consumer	High Risk
RESPONSIBILITY	RO/DAO			

	NO OF AUDIT NOTE	POINTED OUT	DROPPED	DISPUTED	AGREED
KOTRI	1	112,891	-	-	112,891
TOTAL	**1**	**112,891**	**-**	**-**	**112,891**

8	INCOME TAX, EXTRA TAX, FURTHER TAX, GENERAL SALES TAX NOT/LESS CHARGED FROM CONSUMER ACCOUNT				
FORMATION WISE DETAIL		**CONTROL OBJECTIVES**	Addition / deletion in Master data file should be authorized		
		AUDIT OBSERVATION	**RECOMMENDATIONS**	**RO/XEN RESPONSE**	**MANAGEMENT RATING**
		Income tax on monthly billing from the consumer accounts was not/less charged due to not feeding of income tax proforma to computer center at the time when connections were energized @ 3.5% on commercial tariff and @ 5% on industrial connections, Extra Tax @ 2% & Further Tax @ 5% applied on non-filer commercial and industrial tariff consumers on variable charges excluding electricity duty amount and sales tax @ 17% on cost of electricity. **IMPLICATIONS** It is noncompliance of GST/ Regulatory rules & will result in financial loss.	Income tax should be accurately charged to consumers and should be authorized and may be recovered from the consumer.	Agreed for recovery from consumer	High Risk
RESPONSIBILITY		RO/DAO			

	NO OF AUDIT NOTE	POINTED OUT	DROPPED	DISPUTED	AGREED
MIRPURKHAS	1	401,875	-	401,875	-
TOTAL	**1**	**401,875**	**-**	**401,875**	**-**

9	CREDIT/MINUS BALANCES APPEARED AGAINST CONSUMER'S ACCOUNTS							
FORMATION WISE DETAIL						**CONTROL OBJECTIVES**	Addition / deletion in Master data file should be authorized	
						AUDIT OBSERVATION	**RECOMMENDATIONS**	**RO/XEN RESPONSE**	**MANAGEMENT RATING**
						CP-88-A (Billing Assessment) shows opening/closing balances of permanent disconnected consumer accounts was lying in credit balances were occurred due to double / excess refunds allowed previously to the consumers. **IMPLICATIONS** Updating of connection without fulfilling of relevant standard operating procedures may result in loose internal controls.	Every consumer account having credit balance & permanently disconnected may be adjusted.	Agreed for recovery from consumer	High Risk
	NO OF AUDIT NOTE	**POINTED OUT**	**DROPPED**	**DISPUTED**	**AGREED**				
GARIKHATA	3	53,618	-	-	53,618				
TM KHAN	7	4,676,173	-	-	4,676,173				
THATTA	11	301,846	-	-	301,846				
TOTAL	**21**	**5,031,637**	**-**	**-**	**5,031,637**				
						RESPONSIBILITY	RO/SDO/XEN		

10	METER SECURITY DEPOSIT/CAPITAL COST NOT/LESS RECOVERED FROM CONSUMER ACCOUNT					
FORMATION WISE DETAIL					CONTROL OBJECTIVES	Addition / deletion in Master data file should be authorized
					AUDIT OBSERVATION	RECOMMENDATIONS	RO/XEN RESPONSE	MANAGEMENT RATING
					According to the January 2021 revision of the NEPRA Consumer Service Manual, the capital cost for new connections has been adjusted, but it has also highlighted potential inconsistencies in the commercial procedures for obtaining new connections. For example, some consumers have been able to proceed with their connections without necessary documentation, such as attested copies of CNICs or correctly filled SCO proformas. **IMPLICATIONS** These omissions could potentially create challenges in the future or raise questions about the legitimacy of certain connections.	Ensure recovery of difference of capital cost and security deposit from the consumers.	Agreed for recovery from consumer	Moderate Risk
					RESPONSIBILITY	XEN/RO		

	NO OF AUDIT NOTE	POINTED OUT	DROPPED	DISPUTED	AGREED
TM KHAN	3	212,070	-	-	212,070
LATIFABAD-II	1	10,860	-	-	10,860
TOTAL	**4**	**222,930**	**-**	**-**	**222,930**

11	APPEARANCE OF CREDIT BALANCES AGAINST PERMANENT DISCONNECTED CONNECTION WHICH WERE DISCONNECTED DUE TO NON-PAYMENT OF ELECTRICITY DUES

FORMATION WISE DETAIL

	NO OF AUDIT NOTE	POINTED OUT	DROPPED	DISPUTED	AGREED
KOTRI	2	31,759	-	-	31,759
TOTAL	**2**	**31,759**	**-**	**-**	**31,759**

CONTROL OBJECTIVES	To ensure accurate adjustment and verification of credit balances for permanently disconnected connections.		
AUDIT OBSERVATION	**RECOMMENDATIONS**	**RO/XEN RESPONSE**	**MANAGEMENT RATING**
Connections were shown permanently disconnected due to non-payment of electricity dues, these connections have credit balance appeared possibly on account of feeding of refunded amount posted through CP-52 & payment made by consumer without issuance of detection bill but not debited to consumer or manually bill issued to consumer. **IMPLICATIONS** Updating of connection without fulfilling of relevant standard operating procedures may result in loose internal controls.	Every consumer account having credit balance & permanently disconnected may be adjusted.	Agreed for recovery from consumer	High Risk
RESPONSIBILITY	RO/SDO/XEN		

12	NON-PRODUCTION OF REFUND CASE RECORD							
FORMATION WISE DETAIL						**CONTROL OBJECTIVES**	To ensure all consumer refund cases are properly documented and available for audit verification.	
						AUDIT OBSERVATION	**RECOMMENDATIONS**	**RO/XEN RESPONSE**	**MANAGEMENT RATING**
						Amount shown refunded to consumer accounts but refund cases were not produced to audit for verification. **IMPLICATIONS** Feeding of CP-52 refund cases without preparation of adjustment notes leads to loss to the company & loose internal control.	Concerned RO should maintain the record properly, complete record may be provided to Internal Audit, as and when requested. Administrative action may be taken against the concerned employees, after fixing the responsibility.	Agreed for recovery from consumer	High Risk
	NO OF AUDIT NOTE	**POINTED OUT**	**DROPPED**	**DISPUTED**	**AGREED**				
LATIFABAD-I	1	9,131	-	-	9,131				
LATIFABAD-II	4	7,033,030	-	-	7,033,030				
QASIMABAD	3	6,102,412	-	6,102,412	-				
TM KHAN	1	702,030	-	-	702,030				
TANDOADAM	3	999,939	-	999,939	-				
MIRPURKHAS	10	2,727,239	-	-	2,727,239				
TOTAL	**22**	**17,573,781**	**-**	**7,102,351**	**10,471,430**				
						RESPONSIBILITY	**RO**		

13	MCO PENDING UNITS NOT CHARGED TO CONSUMER ACCOUNT					
FORMATION WISE DETAIL					CONTROL OBJECTIVES	Debit Bill adjustments are timely and accurately incorporated in the consumer bill.
					AUDIT OBSERVATION	RECOMMENDATIONS / RO/XEN RESPONSE / MANAGEMENT RATING

	NO OF AUDIT NOTE	POINTED OUT	DROPPED	DISPUTED	AGREED
GARIKHATA	9	283,033	-	-	283,033
THATTA	9	439,733	-	-	439,733
TOTAL	**18**	**722,766**	**-**	**-**	**722,766**

A new meter was installed at the customer's location as indicated on the CP-21-C reading sheet. However, the required CP-23 Meter Change Order was not submitted along with the reading sheet, which shown same units have not so far been charged to consumer

IMPLICATIONS

Consumed units of removed meter was not billed to consumer account resulted loss to HESCO.

Audit Recommended that pending units from removed meters should be immediately debited to consumer account. Otherwise, the recovery may be made from the employees after fixing the responsibility.

Agreed for recovery from consumer

High Risk

RESPONSIBILITY	RO/MR/SDO

14	FEEDING OF CP-136A (MASTER DATA ADDITION/CHANGE FORM) ON ACCOUNT OF CHANGE OF NAME/TARIFF				
FORMATION WISE DETAIL		**CONTROL OBJECTIVES**	To ensure that all changes to consumer master data, especially name and tariff are made only after thorough verification and authorization to maintain accuracy and transparency in billing records.		
		AUDIT OBSERVATION	**RECOMMENDATIONS**	**RO/XEN RESPONSE**	**MANAGEMENT RATING**
	It was observed that CP-136A forms, which are used for updating master data in the billing system, were processed for changes in consumer name and tariff category without attaching the required supporting documents such as ownership proof, CNIC copy, tariff change approval, or relevant application forms. Additionally, in some cases, these forms were neither signed by the competent authority nor cross-verified with field reports. This reflects weak internal controls over data integrity and deviation from the prescribed procedure under the Consumer Service Manual. **IMPLICATIONS** Unauthorized or unverified changes in the consumer's name or tariff can lead to serious consequences.	It is recommended that no CP-136A form be processed without complete documentation and prior approval from the designated officer. All change requests must be supported by evidence, such as ownership transfer letters, tariff change justification, and verified site reports.	Agreed for recovery from consumer	Moderate Risk
RESPONSIBILITY		**RO/MR/SDO**			

	NO OF AUDIT NOTE	POINTED OUT	DROPPED	DISPUTED	AGREED
KOTRI	2	2,440	-	-	2,440
TOTAL	**2**	**2,440**	**-**	**-**	**2,440**

PREPARED BY
ASSISTANT REVENUE SECTION

CHECKED BY
INCHARGE REVENUE SECTION

SIGNED BY
MANAGER INTERNAL AUDIT
HESCO HYDERABAD

Annexure-“B”

HESCO

FINANCIAL & COMPLIANCE AUDIT

EXECUTIVE SUMMARY

ACTIVITY WISE DETAIL OF IRREGULARITIES FOR THE QUARTER 04-2024 TO 06-2024

S. NO:	AUDIT ACTIVITIES	AMOUNT INVOLVED(M)	IMPLICATIONS	RECOMMENDATIONS	RESPONSIBILITY	NO OF FORMATIONS INVOLVED
1	General and Administrative Expenses	**298.981**	Due to non-maintenance/production of essential auditable record i.e. Salary Audit Register, TA-DA BILLS/Off Day Wages claims of employees caused non verification of record and payments un-authenticated. Administrative failure of all such Controls.	Strict instructions may be issued for compliance of directives issued regarding every matter. Responsibility may be fixed and action taken against responsible employees for un-verified amount.	HEAD CLERK/ DAO/ R.O/XEN	**05**
2	Cash and Treasury Management	**608.238**	Irregular/Bogus/excessive amounts in the bank lists were recorded through irregular means by adding duplicates which was possibly drawn wrongfully. Various irregular payments were made. Payments against Ghost employees were made. Less amounts were disbursed than Releases from CFO HESCO resulted into huge financial loss to HESCO.	Efforts should be made to fully comply as per company policies. Efforts should be made to recover the amounts pointed out by audit, after fixing the responsibility.	HEAD CLERK/ DAO/ R.O/XEN	**09**
3	Inventory and Material Management	**140.427**	Due to non-production of consumption record of store material resulted into Non – Accountal / verification of Store Material and its consumption and there may be chance of mis-appropriation or Mis-use of material.	It may be ensured that rules and regulation should be followed while maintaining reports for received material and material returned to Store.	HEAD CLERK/ DAO/ R.O/XEN	**02**
4	Revenue and Receivables	**17,685.051**	HESCO facing Liquidity issues due to non-recovery of heavy arrears / detection amount.	Efforts may be made to recover the amount from the consumers	HEAD CLERK/ DAO/ R.O/XEN	**11**
5	Purchasing and Payables	**14.298**	Due to non-clearance of outstanding payments, the adjustment account will be delayed	Efforts may be taken to clear the outstanding payments	HEAD CLERK/ DAO/ R.O/XEN	**04**
6	Planning, Budgeting and Forecasting	**105.615**	Excess expenditures incurred leads to Mis-Management hinders proper financial planning and control.	It may be ensured that data has been completely and accurately reported and get the excess expenditure regularized from the competent authority	HEAD CLERK/ DAO/ R.O/XEN	**06**
	TOTAL	**18,852.610**				

01 GENERAL & ADMINISTRATIVE

NAME OF FORMATION	AUDIT OBSERVATION	RECOMMENDATIONS	MANAGEMENT RATING
	Non-maintenance/ production of essential auditable record i.e. Salary Audit Register, TA-DA BILLS/ Off Day Wages claims of employees, non-availability of record / P.Vs against expenditure incurred on stationery, Photostat, Vehicle Log Books Part-I, II. and Local purchase register caused non verification of record and payments un-authenticated. Non-compliance of procedure for disposal of off-road vehicles **IMPLICATIONS** Administrative failure of all such Controls.	Strict instructions may be issued for compliance of directives issued regarding every matter. Responsibility may be fixed and action taken against responsible employees for un-verified amount.	High Risk

S NO:	NAME OF FORMATION	PERIOD	I.R. PARA NO.	AMOUNT INVOLVED
1	R.O HESCO KOTRI	07-2022 06-2023	04	24.254
2	R.O. HESCO LATIFABAD	07-2022 06-2023	03,04, 6,14	228.062
3	R.O. HESCO T. A. YAR	07-2022 06-2023	08	14.631
4	R.O. HESCO THATTA	07-2022 06-2023	01	17.086
5	XEN OPR: DIV: MIRPURKHAS	07-2022 06-2023	01,02,03,04,07	14.948
			TOTAL	**298.981**

RESPONSIBILITY	H. CLERK/ DAO/ R.O/XEN

02 CASH & TREASURY MANAGEMENT

NAME OF FORMATION	AUDIT OBSERVATION	RECOMMENDATIONS	MANAGEMENT RATING

S NO:	NAME OF FORMATION	PERIOD	I.R. PARA NO.	AMOUNT INVOLVED
1	XEN OPR: DIV: T. M. KHAN	07-2021 12-2021	03,04,02	0.158
2	XEN OPR: DIV: GARI KHATA	07-2021 06-2022	41,54	110.624
3	R.O HESCO KOTRI	07-2022 06-2023	01,02,03,08,06,33	4.170
4	R.O. HESCO LATIFABAD	07-2022 06-2023	01,02,05,08 09,10,11,12,13,15, 20,29,28,30	231.327
5	R.O. HESCO T. A. YAR	07-2022 06-2023	01,02,03,04,05,06 07,09,11,12,13,14 14A,15,16,17,20,31	58.133
6	R.O. HESCO TANDO ADAM	07-2022 06-2023	24,25,26,27,28,29,35	37.872
7	R.O. HESCO QASIMABAD	07-2022 06-2023	23,27,28	1.085
8	R.O. HESCO THATTA	07-2022 06-2023	02,03,06,09,13 14,15,18,23	6.699
9	XEN OPR: DIV: MIRPURKHAS	07-2022 06-2023	12,13,14,15,16,17,18 19,20,21,22,23,24,25 ,26,27,28,29	158.170
			TOTAL	**608.238**

Irregular/Bogus/excessive amounts in the bank lists were recorded through irregular means by adding duplicate which was possibly drawn wrongfully. Various irregular payments were made. Non-remittances of 5% Quarter Rent, Abnormal expenditure on repair of computers, stationery, photostat, Blockage of funds due to non-reimbursement of W.W.Fund, Unjustified payment against different heads, non-remittance of electricity bills amount by the banks which were paid by the consumers, Doubtful payment of salaries due to non-production of record, less amounts were disbursed against expenditure than the amount Released from CFO HESCO Office.

Efforts should be made to recover the amounts pointed out by audit, after fixing the responsibility. Control on expenditures and allocation of budget may be ensured. Efforts should be made to fully comply with company policies.

IMPLICATIONS

Resulted into huge financial loss to HESCO.

High Risk

RESPONSIBILITY	H. CLERK/ DAO/ R.O/XEN

03 INVENTORY & MATERIAL MANAGEMENT

NAME OF FORMATION	AUDIT OBSERVATION	RECOMMENDATIONS	MANAGEMENT RATING
	During the audit, the Line Superintendents of the concerned formations did not produce the accountal/consumption record of store material drawn from stores. The audit was unable to ascertain the authenticity or verification of the installation of store materials. Also, non-production of line T&P register resulted into non-verification of distribution and balance of line T&P items. **IMPLICATIONS** Due to non - Accountal of Store Material, there is chance of mis-appropriation or Mis-use of material.	Strict instructions may be issued regarding getting verified the record of non-accountal of store materials or efforts should be made to recover the Loss sustained, if any. It may also be ensured that rules and regulation should be followed while maintaining reports and records for received material and material returned to Store.	High Risk

S NO:	NAME OF FORMATION	PERIOD	I.R. PARA NO.	AMOUNT INVOLVED
1	XEN OPR: DIV: T. M. KHAN	07-2021 TO 12-2021	21,22,26	3.243
2	XEN OPR: DIV: GARI KHATA	07-2021 TO 06-2022	36,49,50,51,49,31,32	137.184
			TOTAL	**140.427**

RESPONSIBILITY	DAO/LSs/XEN

04 REVENUE & RECEIVABLE

NAME OF FORMATION	AUDIT OBSERVATION	RECOMMENDATIONS	MANAGEMENT RATING
See table below	During the audit it was found that receivable amount was increased day by day caused by imposing of detections charges and billing to the consumers, amount held under abeyance, deferred or set a side due to so many reasons but efficiency towards recovery or settlement of such cases was not upto the mark. **IMPLICATIONS** HESCO facing Liquidity issues due to non-recovery of heavy arrears / detection amount.	Efforts should be made to ensure correct and proper billing and recover the receivable amount from the consumers.	High Risk

S NO:	NAME OF FORMATION	PERIOD	I.R. PARA NO.	AMOUNT INVOLVED
1	XEN OPR: DIV: T. M. KHAN	07-2021 12-2021	01,11,12,15,23,41	1,196.408
2	XEN OPR: DIV: GARI KHATA	07-2021 06-2022	24,25,26,27,47	8,643.304
3	R.O HESCO KOTRI	07-2022 06-2023	12,15,16,22,24,27	2,098.882
4	SDO SUB DIV: SUJAWAL	01-2022 06-2022	5.6,5.9,5.11,5.14,5.15	388.431
5	R.O. HESCO LATIFABAD	07-2022 06-2023	23,21,22	3,154.213
6	R.O. HESCO T. M. KHAN	07-2022 06-2023	01,08,12,11,25	407.731
7	R.O. HESCO T. A. YAR	07-2022 06-2023	21,22,23,25,27,18,19	1,056.325
8	R.O. HESCO TANDO ADAM	07-2022 06-2023	20	79.384
9	R.O. HESCO QASIMABAD	07-2022 06-2023	18,19,20	141.778
10	R.O. HESCO THATTA	07-2022 06-2023	07,19,41,26,28	103.328
11	SDO SUB DIV: MAKLI	01-2022 06-2022	5.6,5.9,5.11,5.14,5.15	415.267
			TOTAL	**17,685.051**

RESPONSIBILITY	LSs/SDOs/ROs/XEN

05 PURCHASE & PAYABLE

NAME OF FORMATION	AUDIT OBSERVATION	RECOMMENDATIONS	MANAGEMENT RATING
	While checking Monthly Accounts for the year ending 06/2023 of the concerned formations it was found that amounts were shown against Head of Account 312200 (Accrued Liabilities HESCO) & 312400 (Other Liabilities) which should be clear at the time of Trial Balance at the closing of the period. **IMPLICATIONS** Due to non-clearance of outstanding payments the adjustment account will be delayed.	Efforts may be taken to clear the outstanding payments.	High Risk

S NO:	NAME OF FORMATION	PERIOD	I.R. PARA NO.	AMOUNT INVOLVED
1	XEN OPR: DIV: T. M. KHAN	07-2021 12-2021	43	13.742
2	R.O. HESCO LATIFABAD	07-2022 06-2023	26	0.023
3	R.O. HESCO T. M. KHAN	07-2022 06-2023	43	0.206
4	R.O. HESCO TANDO ADAM	07-2022 06-2023	37	0.327
			TOTAL	**14.298**

RESPONSIBILITY	XEN/DAO

06 BUDGETING, PLANNING & FORCASTING

NAME OF FORMATION	AUDIT OBSERVATION	RECOMMENDATIONS	MANAGEMENT RATING
See table below	While checking General Ledger, Monthly Account and Sanctioned Budget files of the concerned formations it was disclosed that Excess Expenditure beyond the sanctioned budget / without allocated budget was incurred without any re-appropriation of budget which is quite irregular and against the HESCO Accounting Manual. **IMPLICATIONS** Excess expenditures incurred leads to Mis-Management of financial resources.	Ensure that data has been completely and accurately reported and get the excess expenditure regularized from the competent authority.	High Risk

S NO:	NAME OF FORMATION	PERIOD	I.R. PARA NO.	AMOUNT INVOLVED
1	XEN OPR: DIV: GARI KHATA	07-2021 06-2022	55,56	11.585
2	R.O HESCO KOTRI	07-2022 06-2023	30,28,29	18.646
3	R.O. HESCO T. M. KHAN	07-2022 06-2023	1	4.496
4	R.O. HESCO TANDO ADAM	07-2022 06-2023	30,31	14.900
5	R.O. HESCO THATTA	07-2022 06-2023	11,40	6.823
6	XEN OPR: DIV: MIRPURKHAS	07-2022 06-2023	33,34,35,36,37,38	48.386
7	R.O. HESCO T. M. KHAN	07-2022 06-2023	28, 30	1.779
			TOTAL	**105.615**

RESPONSIBILITY	RO/XEN/DAO

GENERAL & ADMINISTRATIVE

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
1	XEN OPR: T.M.KHAN	4743-24	08	07/2021 to 12/2021	Violation of authority's instructions due to non-disposal of off-road vehicles.	Early disposal of the off road vehicle to avoid devaluation.	-
2	XEN OPR: GARI KHATA	4746-24	17	07/2021 to 06/2022	Non-production of related record of pay & allowances (salary)	Proper maintenance of record and all documents should be produced to audit for verification as and when required..	-
3	XEN OPR: GARI KHATA	4746-24	18	07/2021 to 06/2022	Non-production of cash book, bank statement & vouchers	-do-	-
4	R.O HESCO LATIFABAD	4749-24	03	07/2022 to 06/2023	Non-production of record regarding expenditure incurred on different heads.	Inquire the matter for fixing the responsibility against the person responsible under report to audit.	147.016
5	R.O HESCO LATIFABAD	4749-24	04	07/2022 to 06/2023	Non-production of list of original salaries bills send to bank for disbursement of salaries to employees and cash demand files from CFO HESCO resulted into non-verification of expenditure	-do-	40.493
6	R.O HESCO LATIFABAD	4749-24	06	07/2022 to 06/2023	Non-production of salary audit register resulted into non-verification of disbursement of salaries to employees.	-do-	40.493
	R.O HESCO LATIFABAD	4749-24	14	07/2022 to 06/2023	Non-production of accounting record of binding and printing of ledgers	-do-	0.060
6	R.O HESCO KOTRI	4749-24	04	07/2022 to 06/2023	Non-production of salary audit register resulted into non-verification of disbursement of salaries to employees.	-do-	24.254
7	R.O HESCO T.M.KHAN	4750-24	01	07/2022 to 06/2023	Non-maintenance of salary audit register. TA/DA control register	Ensure compliance of Authority instructions in letter and spirit under intimation to audit.	-
8	R.O HESCO T.M.KHAN	4750-24	06	07/2022 to 06/2023	Non-maintenance of financial record	-do-	
10	R.O HESCO T.A.YAR	4751-24	08	07/2022 to 06/2023	Non-production of salary audit register resulted into non-verification of disbursement of salaries to employees.	Management needs to inquire the matter besides fix the responsibility upon the person at fault.	14.631
11	R.O HESCO TANDO ADAM	4753-24	04	07/2022 to 06/2023	Non-production of salary audit register	Comply with Authority's instructions in letter and spirit under intimation to audit.	-
12	R.O HESCO QASIMABAD	4754-24	03	07/2022 to 06/2023	Non-maintenance of salary audit register.	Comply the authority's	-

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
						instructions in letter and spirit under intimation to audit.	
13	R.O HESCO QASIMABAD	4754-24	10	07/2022 to 06/2023	Non-maintenance of auditable record, stationery/ photostat/ local purchase register	Direct the concerned officials for maintenance of registers immediately.	-
14	R.O HESCO QASIMABAD	4754-24	21	07/2022 to 06/2023	Violation of SOP for house acquisition facility cases.	Ensure correct these discrepancies in next month so that no one can misuse the authority facilities else cancel the same under intimation to audit.	-
15	R.O HESCO QASIMABAD	4754-24	15	07/2022 to 06/2023	Non-maintenance of register of free electricity to WAPDA/ HESCO employees	Comply with the relevant instructions in true spirit under intimation to audit.	-
16	R.O. HESCO THATTA	4755-24	01	07/2022 to 06/2023	Non-production of salary audit register.	RO is requested to comply authority's instructions in letter and spirit under intimation to audit.	17.086
17	XEN OPR; DIV: MIRPURKHAS	4756-24	01	07/2022 to 06/2023	Non-production of ta/da claims/bills of the employees	An enquiry committee may be constituted to probe this act of non cooperation on account of non production of auditable record beside recovery from the person who claimed TA DA against the rules after fixing the responsibility.	7.931
18	XEN OPR; DIV: MIRPURKHAS	4756-24	02	07/2022 to 06/2023	Non-production of overtime bills/ off-day wages claims of the employees.	An enquiry committee may be constituted to probe this act of non cooperation on account of non production of auditable record besides recovery from the person who claimed offday wages and overtime against the rules after fixing the responsibility.	7.017

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
19	XEN OPR; DIV: MIRPURKHAS	4756-25	03	07/2022 to 06/2023	Non-production of vehicle log books part-i & ii	An enquiry committee may be constituted to probe this act of non cooperation on account of non production of auditable record after fixing the responsibility.	-
20	XEN OPR; DIV: MIRPURKHAS	4756-25	07	07/2022 to 06/2023	Non-maintenance of officers/officials salary audit register	-	-
					G. TOTAL		**298.981**

CASH AND TREASURY MANAGEMENT

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
1	XEN OPR: T.M.KHAN	4743-24	03	07/2021 to 12/2021	Irregular/unjustified payment of WAPDA special relief allowance.	Ensure recovery and stop the practice under report to audit.	0.011
2	XEN OPR: T.M.KHAN	4743-24	04	07/2021 to 12/2021	Non remittance of 5% house maintenance charges to xen civil division HESCO Hyderabad.	Remittance of 5% maintenance charges to concern office may please be done now under report to audit.	0.114
3	XEN OPR: T.M.KHAN	4743-24	02	07/2021 to 12/2021	Non adjustment / clearance of adhoc / messing allowance	Advances may be got adjusted from the official besides responsibility be fixed against person under report to audit.	0.033
4	XEN OPR: GARI KHATA	4746-24	41	07/2021 to 06/2022	Non clearance / reimbursement from WAPDA trustee account (WWF)	Reasons for non-clearance of this amount may please be stated and needful be got done now under intimation to audit.	24.382
5	XEN OPR: GARI KHATA	4746-24	54	07/2021 to 06/2022	Huge amount kept in balance in pension in present cash book.	Look into the matter on personal level to return the balance amount to HESCO under intimation to audit.	86.242
6	R.O HESCO KOTRI	4748-24	01	07/2022 to 06/2023	Misappropriation off authority's cash	Management requires to investigate the matter by conducting an inquiry committee to probe into the case and result of inquiry may be intimated to audit.	0.285
7	R.O HESCO KOTRI	4748-24	02	07/2022 to 06/2023	Irregular/wrong payment made on account of travelling allowance and collection expenses to deputed for collection of blanks scrolls by revenue officer	Management to investigate the matter and strict disciplinary action may be taken against the employee responsible and found involved in serious financial irregularities / omission under report to audit.	1.504

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
8	R.O HESCO KOTRI	4748-24	03	07/2022 to 06/2023	Irregular/unjustified huge amount paid on account of off/day wages/overtime allowance to staff of revenue office.	Management needs to inquire the matter for fixing the responsibility besides payment made be recovered from the staff under report to audit.	0.912
9	R.O HESCO KOTRI	4748-24	08	07/2022 to 06/2023	Unjustified payment of travelling allowance bill to Mr. Anwar Ali Jamali, the then R.O.	Management require to investigate the matter and an amount of Rs.50075 may be got recovered from the than Revenue Officer under intimation to audit.	0.050
10	R.O HESCO KOTRI	4748-24	06	07/2022 to 06/2023	Abnormal expenditure incurred for maintenance of computer, furniture, misc. Equipment, purchase stationary items and photo state.	RO to look into the matter personally and accountal of above expenditure be got maintained and produced to audit for verification.	0.567
11	R.O HESCO KOTRI	4748-24	33	07/2022 to 06/2023	Blockage of HESCO funds due to non-reimbursement of WWF	Management needs efforts should be made to clear the claim and got verified from audit.	0.852
12	R.O HESCO LATIFABAD	4749-24	01	07/2022 to 06/2023	Fraud/forgery made on salaries bills send to bank by Mr. Saleem Ahmed the than divisional account officer.	Management needs to inquire the matter for fixing the responsibility besides payment made be recovered, under report to audit.	0.103
13	R.O HESCO LATIFABAD	4749-24	02	07/2022 to 06/2023	Embezzlement of authority cash by divisional account officer	-do-	1.084
16	R.O HESCO LATIFABAD	4749-24	05	07/2022 to 06/2023	Un-justified payment made on account of TA/DA to Mr. Asadullah khan, c/asst.	Management may investigate the matter and recovery of Rs.79241.00 may be made good from the officer.	0.079
17	R.O HESCO LATIFABAD	4749-24	08	07/2022 to 06/2023	Wrong/ fictitious information regarding overtime and off day wages/ under head of account 520115/ resulted into huge difference recorded.	Management may inquire the matter for fixing the responsibility besides payment made be recovered under report to audit.	2.574

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
18	R.O HESCO LATIFABAD	4749-24	09	07/2022 to 06/2023	Irregular-unjustified huge amount of off day wages/overtime allowance to staff of revenue office	-do-	2.620
19	R.O HESCO LATIFABAD	4749-24	10	07/2022 to 06/2023	Un-justified expenditure made on account of different heads.	-do-	0.777
20	R.O HESCO LATIFABAD	4749-24	11	07/2022 to 06/2023	Misappropriation of authority's cash/funds	-do-	0.223
21	R.O HESCO LATIFABAD	4749-24	12	07/2022 to 06/2023	Misappropriation of authority cash by divisional accounts officer on account of collection expenses	-do-	0.707
22	R.O HESCO LATIFABAD	4749-24	13	07/2022 to 06/2023	Irregular/unjustified payment has been made for various heads without approval of competent authority.	-do-	0.679
23	R.O HESCO LATIFABAD	4749-24	15	07/2022 to 06/2023	Un-justified payment of leave encashment.	-do-	1.786
24	R.O HESCO LATIFABAD	4749-24	20	07/2022 to 06/2023	Huge amount kept in balance in pension in present cash book.	-do-	195.990
25	R.O HESCO LATIFABAD	4749-24	29	07/2022 to 06/2023	Non recovery of advances from employees	Management to recover / adjust the advances from concerned quarter under intimation to audit.	0.040
26	R.O HESCO LATIFABAD	4749-24	28	07/2022 to 06/2023	Blockage of HESCO funds due to non-imbursement of WWF.	Management needs efforts should be made to clear the claim and got verified from audit.	15.686
27	R.O HESCO LATIFABAD	4749-24	30	07/2022 to 06/2023	Missing of payment vouchers	Management needs to inquire the matter personally and ensure to production of payment vouchers for verification under intimation to audit.	8.979
28	R.O HESCO T.M.KHAN	4750-24	14	07/2022 to 06/2023	Irregular payment of TA/DA to staff deputed for collection of bank scrolls by revenue officer	RO Requested to look into the matter personally and stop this irregular practice in future besides taking an action against the person at fault under report to audit.	-

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
29	R.O HESCO T.M.KHAN	4750-24	16	07/2022 to 06/2023	Irregular payment of off-day wages	Unnecessary offday wages payment should be stop besides the responsibility may be fixed against the person responsible under report to audit.	-
30	R.O HESCO T.A.YAR	4751-24	01	07/2022 to 06/2023	Irregular/wrong payment made on account of travelling allowance and collection expenses to the staff deputed for collection for bank scrolls by revenue office.	Strict disciplinary action without any exception shall be taken against the other.	2.225
31	R.O HESCO T.A.YAR	4751-24	02	07/2022 to 06/2023	Unjustified travelling allowance bills by revenue office.	Investigate the matter regarding justification of TA by RO.	1.913
32	R.O HESCO T.A.YAR	4751-24	03	07/2022 to 06/2023	Un-justified/irregular of T.A bills to employees.	Management requires to investigating the matter by conducting an inquiry committee to probe into the case and result of inquiry.	0.709
33	R.O HESCO T.A.YAR	4751-24	04	07/2022 to 06/2023	Expenditure incurred of computers, purchase of stationary items, misc items and photostat but accountal thereof not produced.	Matter personally and accountal of above expenditure be got maintained and produced to audit for verification.	0.666
34	R.O HESCO T.A.YAR	4751-24	05	07/2022 to 06/2023	Likely misappropriation of authority's cash.	Management may investigating the matter by conducting an inquiry to probe into the case and result of inquiry be intimated to Internal Audit.	0.386
35	R.O HESCO T.A.YAR	4751-24	06	07/2022 to 06/2023	Non-production of transfer of salaries demands salaries, resulted into non verification of additional demand received.	Management may investigate the matter and complete record of Additional demand for salaries may be produced to audit as and when required.	-
36	R.O HESCO T.A.YAR	4751-24	07	07/2022 to 06/2023	Irregular/unjustified huge amount of off-day wages/overtime allowance.to staff.	Management may inquire the matter for fixing the responsibility besides payment made be recovered.	0.325

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
37	R.O HESCO T.A.YAR	4751-24	09	07/2022 to 06/2023	Un-justified payment made regarding for audit.	Management may investigate the matter and amount may be recovered.	0.021
38	R.O HESCO T.A.YAR	4751-24	11	07/2022 to 06/2023	Unjustified payment to travelling allowance and overtime /off day wages.	-do-	1.208
39	R.O HESCO T.A.YAR	4751-24	12	07/2022 to 06/2023	Un-justified payment of travelling allowance bills and overtime wages to lineman.	Management may inquire the matter for fixing the responsibility	0.143
40	R.O HESCO T.A.YAR	4751-24	13	07/2022 to 06/2023	Un-justified excess amount paid to employees on account of salaries.	-do-	0.082
41	R.O HESCO T.A.YAR	4751-24	14	07/2022 to 06/2023	Less amount of salaries disbursed of amount approved by the revenue office.	-do-	0.134
42	R.O HESCO T.A.YAR	4751-24	14.A	07/2022 to 06/2023	Un-justified payment of marriage grant.	-do-	0.200
43	R.O HESCO T.A.YAR	4751-24	15	07/2022 to 06/2023	Un-justified payment of encashment Mr. Abdul Waheed c/asst	-do-	0.825
44	R.O HESCO T.A.YAR	4751-24	16	07/2022 to 06/2023	Unjustified TA bills of Mr. Saud Adil c/asst	-do-	0.033
45	R.O HESCO T.A.YAR	4751-24	17	07/2022 to 06/2023	Non-remittance amount of electricity bills paid by consumer by the bank.	RO may discussed the matter with Bank Authorities for timely remittances of amount in HESCO.	48.772
46	R.O HESCO T.A.YAR	4751-24	20	07/2022 to 06/2023	Non reconciliation of amount of security deposit as per CP-41 and trial balance resulted difference were recorded.	Management may inquire the matter for fixing the responsibility	0.221
47	R.O HESCO T.A.YAR	4751-24	31	07/2022 to 06/2023	Blockage of HESCO funds due to non-imbursement of WWF	Efforts should be made to clear the claim and got verified from audit.	0.270
12	R.O HESCO TANDO ADAM	4753-24	12	07/2022 to 06/2023	Non-production of payment vouchers	Immediate action is required to obtain the missing documentation and ensure the accuracy and reliability of the financial statements for the period under review.	-

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
48	R.O HESCO TANDO ADAM	4753-24	24	07/2022 to 06/2023	Non-accountal of expenditure incurred in cashbook.	Swift and effective measures will contribute to fostering financial transparency and accountability within the RO.	15.394
49	R.O HESCO TANDO ADAM	4753-24	25	07/2022 to 06/2023	Irregular practice of issuance of open cheques.	Perusing recovery, after fixing the responsibility, for the entire amount paid through this illegal practice from the employees found responsible.	0.345
50	R.O HESCO TANDO ADAM	4753-24	26	07/2022 to 06/2023	Doubtful payment of salaries without attendance record.	Recovery of the payments from employees found responsible must be initiated and responsibility for unauthorized payments without supporting attendance records may be fixed.	2.706
51	R.O HESCO TANDO ADAM	4753-24	27	07/2022 to 06/2023	Fictitious payment of salaries upon abnormal attendance record.	Attendance certificate for both employees may be provided before audit end.	0.188
52	R.O HESCO TANDO ADAM	4753-24	28	07/2022 to 06/2023	Doubtful payment of salary without existence in the attendance record.	The proper attendance record along with the transfer order, reliving order and joining report of the official must be produced as & when required..	0.069
53	R.O HESCO TANDO ADAM	4753-24	29	07/2022 to 06/2023	Doubtful payment of salaries due to non-production / maintenance of related documents.	The audit requires comparing the amount disbursed under the head of salary with the amount specifically demanded from the finance directorate.	18.042
54	R.O HESCO TANDO ADAM	4753-24	35	07/2022 to 06/2023	Non-clearance of WWF from WAPDA trustee account.	Needful action be got done under intimation to audit.	1.128
55	R.O HESCO QASIMABAD	4754-24	23	07/2022 to 06/2023	Irregular/wrong payment of TA/DA & off day wages/overtime to DTC staff without approval from the Manager MIS and R.O staff by revenue officer	Recovery be made from the staff immediately	1.003

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
13	R.O HESCO QASIMABAD	4754-24	01	07/2022 to 06/2023	Non production of financial record, budget, release, trial balance, payment vouchers	DAO required to solve the matter on priority basis under intimation to audit.	-
56	R.O HESCO QASIMABAD	4754-24	27	07/2022 to 06/2023	Non-production of expenditure incurred in cashbook against ta/da off-day wages bills.	Ensure compliance with established financial regulations and promptly rectifies lapses in documentation.	0.078
57	R.O HESCO QASIMABAD	4754-24	28	07/2022 to 06/2023	Irregular/wrong payment of ta/da to staff deputed for collection of bank scrolls by revenue officer amounted to	RO is requested to look into the matter personally and stop this irregular practice in future	0.004
58	R.O. HESCO THATTA	4755-24	02	07/2022 to 06/2023	Irregular/wrong payment made on a/c of TA/DA	RO is requested to look into the matter personally and stop this irregular practice in future.	1.325
59	R.O. HESCO THATTA	4755-24	03	07/2022 to 06/2023	Unjustified/bogus payment made on expenditure incurred for computer, furniture stationary and Photostat	RO is requested to conduct the comprehensive enquiry into the matter to ascertain the reasons behind the non-maintenance and non production of supporting documents.	0.258
60	R.O. HESCO THATTA	4755-24	06	07/2022 to 06/2023	Unjustified/bogus payment made on Mr. Sultan Mehmood (ex-DAO rtd) without allied documents.	RO is requested to please take personal interest in the matter and direct the concerned to maintain the requisite record properly.	0.090
61	R.O. HESCO THATTA	4755-24	09	07/2022 to 06/2023	Unjustified/bogus payment to Mr. Sardar Ali (c/a)	RO is requested to take personal interest in the matter and direct the concerned to maintain the requisite record.	0.036
62	R.O. HESCO THATTA	4755-24	13	07/2022 to 06/2023	Irregular unjustified payment made to m/s fine photostat and stationary without allied documents.	RO is requested to please take personal interest in the matter and direct the concerned to maintain the requisite record properly.	0.023

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
63	R.O. HESCO THATTA	4755-24	14	07/2022 to 06/2023	WWF payment made to Mrs. Nabeela wd/o late Shakeel Ahmed, ex-c.a. without approval	-do-	0.043
64	R.O. HESCO THATTA	4755-24	15	07/2022 to 06/2023	Unjustified/bogus payment made to Mr. Sardar Ali, c.a. without allied documents	-do-	0.010
65	R.O. HESCO THATTA	4755-24	18	07/2022 to 06/2023	Bogus/ undue huge amount paid on account of off- day wages/overtime allowance to staff of revenue office.	RO is requested that matter may please be investigated by fixing the responsibility.	0.294
66	R.O. HESCO THATTA	4755-24	23	07/2022 to 06/2023	Difference found as per CP-41 & trial balance	RO is requested to look into the matter personally and get the both documents reconciled under intimation to audit.	4.620
67	XEN OPR; DIV: MIRPURKHAS	4756-24	12	07/2022 to 06/2023	Suspected embezzlement of funds in salary head (520100) found in the months 07/2022, 08/2022, 09/2022, 01/2023, 02/2023, 03/2023 & 04/2023	An enquiry may be constituted to probe this suspected forgery for fixing the responsibility besides recovery of the suspected forged amount.	4.462
68	XEN OPR; DIV: MIRPURKHAS	4756-24	13	07/2022 to 06/2023	Suspected embezzlement of funds in off day wages head (520115) found in the month 04/2023	--do--	0.693
69	XEN OPR; DIV: MIRPURKHAS	4756-24	14	07/2022 to 06/2023	Suspected embezzlement of funds in hardship allowance head (520405) found in the month 01/2023	--do--	0.300
70	XEN OPR; DIV: MIRPURKHAS	4756-24	15	07/2022 to 06/2023	Suspected embezzlement of funds in salary head (520100) salary paid twice to (late) Kanwar sultan Sikandar EX-DCM Mirpurkhas for the months of 08/2022 & 09/2022	--do--	0.389
71	XEN OPR; DIV: MIRPURKHAS	4756-24	16	07/2022 to 06/2023	Bogus payment on account of hardship allowance to a ghost employee namely Mr. Jawad, A.L.M	--do--	0.100
72	XEN OPR; DIV: MIRPURKHAS	4756-24	17	07/2022 to 06/2023	Suspected embezzlement of funds in salary head (520100) less amount disbursed to the employees than amount got released from CFO. HESCO Office.	--do--	15.777
73	XEN OPR; DIV: MIRPURKHAS	4756-24	18	07/2022 to 06/2023	Suspected embezzlement of funds in TA/DA. head (650000) less amount disbursed to the employees than amount released from CFO. HESCO Office.	--do--	0.462
74	XEN OPR; DIV: MIRPURKHAS	4756-24	19	07/2022 to 06/2023	Suspected embezzlement of funds in off day wages head of account (520115)	--do--	1.151
75	XEN OPR; DIV: MIRPURKHAS	4756-24	20	07/2022 to 06/2023	Suspected embezzlement of funds in hardship allowance head of account (520405)	--do--	0.151

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
76	XEN OPR; DIV: MIRPURKHAS	4756-24	21	07/2022 to 06/2023	Suspected embezzlement / abnormal payment on account of TA/DA. to Mr. Azim Tarique, ALM	An enquiry may be constituted to probe this forgery for fixing the responsibility besides recovery of the forged amount.	0.236
77	XEN OPR; DIV: MIRPURKHAS	4756-24	22	07/2022 to 06/2023	Non production of (05 no's) payment vouchers of salary head (520100) for the month of 07/2022, 08/2022, 09/2022, 01/2023 03/2023	--do--	33.711
78	XEN OPR; DIV: MIRPURKHAS	4756-24	23	07/2022 to 06/2023	Non production of payment vouchers for the months of 10/2022, 11/2022 & 12/2022	--do--	62.317
79	XEN OPR; DIV: MIRPURKHAS	4756-24	24	07/2022 to 06/2023	Suspected Bogus entries recoded in the cash book showing cheques issued in favor of .m/s Ghazi traders Mirpurkhas but vendor not found in the bank statement	--do--	2.645
80	XEN OPR; DIV: MIRPURKHAS	4756-24	25	07/2022 to 06/2023	Cash withdrawal transactions from official bank account by the employees due to issuance of open cheques instead of crossed cheques	--do--	1.839
81	XEN OPR; DIV: MIRPURKHAS	4756-24	26	07/2022 to 06/2023	Heavy amount transferred in the employees personal bank accounts other than salaries / claims etc. from the official bank account	--do--	1.848
82	XEN OPR; DIV: MIRPURKHAS	4756-24	27	07/2022 to 06/2023	Non-clearance of WWF (150116) from WAPDA trustee account.	Initiate necessary process for getting reimbursement from WAPDA Trustee Account so that receivable could be cleared under intimation to audit.	30.857
83	XEN OPR; DIV: MIRPURKHAS	4756-24	28	07/2022 to 06/2023	Non rendering of advance against travelling (140103)	-	0.089
84	XEN OPR; DIV: MIRPURKHAS	4756-24	29	07/2022 to 06/2023	Heavy amount receivable against head (070104) purchase of plot	-	1.143
						G. TOTAL	**608.238**

INVENTORY AND MATERIAL MANAGEMENT

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
1	XEN OPR: T.M.KHAN	4743-24	21	07/2021 to 12/2021	Non-fixing responsibility of damaged transformers.	Matter may be investigated.	2.912
2	XEN OPR: T.M.KHAN	4743-24	22	07/2021 to 12/2021	Non-production of line T&P register resulted into non- verification of distribution and balance of line T&P items.	Line T&P register be got maintained and produced to audit for verification.	0.331
3	XEN OPR: T.M.KHAN	4743-24	26	07/2021 to 12/2021	Non return of defective s-phase 3-phase energy meters to store by line superintendents	All removed / defective energy meters may be got returned to store and MRNs therefore produced to audit for verification	-
4	XEN OPR: GARI KHATA	4746-24	36	07/2021 to 06/2022	Non return of defective s-phase 3-phase energy meters to store by line superintendents	All removed / defective energy meters may be got returned to store and MRNs therefore produced to audit for verification.	-
5	XEN OPR: GARI KHATA	4746-24	49	07/2021 to 06/2022	Energy meters were shown defective but not changed and removed defective status through code-08	XEN is requested look into the matter personally and prepare CP-78 & CP-79 in the interest of HESCO.	0.850
6	XEN OPR: GARI KHATA	4746-24	50	07/2021 to 06/2022	Non-replacement of single phase & 3 phase meters on account of MCO by various line superintends	XEN is requested to please look into the matter personally and investigate concerned official in the interest of HESCO.	2.827
7	XEN OPR: GARI KHATA	4746-24	51	07/2021 to 06/2022	Single phase meters drawn from store through two different store requisitions against same consumers	XEN is requested look into the matter personally and prepare CP-78 & CP-79 in the interest of HESCO.	2.827
8	XEN OPR: GARI KHATA	4746-24	31	07/2021 to 06/2022	Non production of CP-78 / register of burnt meters by the LSs of sub-divisions	Compliance may be ensured	-
9	XEN OPR: GARI KHATA	4746-24	32	07/2021 to 06/2022	Non accountal /non production of consumption record of store material drawn by the line superintendents	All relevant record be got maintained and produced to audit for verification.	129.830
						G. TOTAL	**140.427**

REVENUE AND RECEIVABLES

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
1	XEN OPR: T.M.KHAN	4743-24	01	07/2021 to 12/2021	Non Recovery of Capital Cost & Security Deposit From The Industrial/Comm: Consumers	Illegal extension of load be got regularized from the consumers besides the amount.	3.733
2	XEN OPR: T.M.KHAN	4743-24	12	07/2021 to 12/2021	Non-Recovery from Consumers on Account of Pending Court Cases	Court cases may be persued.	1.360
3	XEN OPR: T.M.KHAN	4743-24	15	07/2021 to 12/2021	Irregular/Unjustified Detection Bills Charged to Consumer For 06 Months Without Detection Bills Performa and Approval of Competent Authority.	Charge detection bills according to instructions of HESCO Authority.	159.854
4	XEN OPR: T.M.KHAN	4743-24	23	07/2021 to 12/2021	Non-Energization of Industrial & Commercial Connections Despite Payments Made by The Consumers.	Get the connections installed / energized and responsibility may also be fixed.	3.268
5	XEN OPR: T.M.KHAN	4743-24	41	07/2021 to 12/2021	Non-Implementation of EROs.	Get the ERO implemented so that HESCO arrears may be recovered besides stating the reasons for omission.	1,026.833
6	XEN OPR: GARI KHATA	4746-24	24	07/2021 to 06/2022	Heavy Areas Against Government and Private Companies	XEN is requested to please look into the matter personally and efforts may please be made to recover the heavy arrears from Govt./Private Consumers.	8,481.873
7	XEN OPR: GARI KHATA	4746-24	25	07/2021 to 06/2022	Heavy Amount Shown in CP-107 Un-Identified Cash.	Achieved progress may please be intimated to audit.	22.990
8	XEN OPR: GARI KHATA	4746-24	26	07/2021 to 06/2022	Irregular Credit Balances Against Various Consumer's Accounts	XEN may personally look and state the reasons for the credit balances.	42.873
9	XEN OPR: GARI KHATA	4746-24	27	07/2021 to 06/2022	Huge Amount Kept in Set A Side Without Justification	XEN is requested to recover the authority's amount from concerned consumers.	95.568
10	XEN OPR: GARI KHATA	4746-24	47	07/2021 to 06/2022	Non-Production of File of Consumers Extension of Load	XEN is requested to maintain/produce the record to audit for verification.	-
11	R.O HESCO KOTRI	4748-24	12	07/2022 to 06/2023	Non-Settlement of Court Cases Worth Millions of Rupees	Management needs to expedite the concrete action be taken for early disposal of	-

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
						the cases pending with the courts under intimation to audit.	
12	R.O HESCO KOTRI	4748-24	15	07/2022 to 06/2023	Huge Amount Kept in Set A Side Without Justification	Matter needs to inquired besides recovered authority amount from the concerned consumers.	580.478
13	R.O HESCO KOTRI	4748-24	16	07/2022 to 06/2023	Irregular Credit Balances Against Various Consumer's Accounts	Matter may be inquired for reasons for such irregular credit balances and remedial measures taken.	223.223
14	R.O HESCO KOTRI	4748-24	22	07/2022 to 06/2023	Heavy Amount Shown in Cp-107 Un-Identified Cash.	Matter may please be looked into needful done to reduce the piles/blockage of unidentified cash under intimation to audit	9.707
15	R.O HESCO KOTRI	4748-24	24	07/2022 to 06/2023	Non-Remittance of Amount of Electricity Bills by The Bank	Management require to discussing the matter with bank authorities for non-remittances of amount in HESCO main account.	1,117.464
16	R.O HESCO KOTRI	4748-24	27	07/2022 to 06/2023	Less Recovery Against the Assessment	Management is required to expedite the requisite recovery from the concerned consumers.	168.010
17	SDO SUB DIV: SUJAWAL	4747-24	5.6	01/2022 to 06/2022	Ripe Connections Yet Not Billed	Disciplinary action needs to be taken against the person found involved in non-billing cases	-
18	SDO SUB DIV: SUJAWAL	4747-24	5.9	01/2022 to 06/2022	Heavy Credit Balances Against Consumer's Accounts	Credit balance should be debited to the PDisc consumers immediately and govt connections also be debited to adjust the credit balance.	1.605
19	SDO SUB DIV: SUJAWAL	4747-24	5.11	01/2022 to 06/2022	Heavy Deferred Amount Shown Against Sindh Government Consumer Account	The matter may be discussed with the quarter concerned and resolve the same to save	44.472

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
						HESCO.	
20	SDO SUB DIV: SUJAWAL	4747-24	5.14	01/2022 to 06/2022	Non-Replacement of Defective Meters - CP-90	Immediate replacement of defective meters be made for correct meter reading.	-
21	SDO SUB DIV: SUJAWAL	4747-24	5.15	01/2022 to 06/2022	Huge Arrears Against Permanent Disconnected Consumer Accounts	Strenuous efforts to be made by the departments to recover long outstanding dues	342.354
22	R.O HESCO LATIFABAD	4749-24	23	07/2022 to 06/2023	Irregular/Unjustified Detection Bills Charged to Consumer For 12 Months Without Detection Proforma and Approval of Competent Authority.	Charge detection bills according to instructions of HESCO Authority's besides approval from XEN concerned and avoid such irregularity in future.	2,215.229
23	R.O HESCO LATIFABAD	4749-24	21	07/2022 to 06/2023	Non-Maintenance of CP-51 (Security Deposit Demand Notices Cash Book) And Cp-26 (Security Deposit) Register Resulted into Non-Verification of Security Deposit Deposited by The Consumer.	Registers may be maintained along with all other relevant documents under intimation to audit.	379.392
24	R.O HESCO LATIFABAD	4749-24	22	07/2022 to 06/2023	Non-Adjustment of Reserve for Bad Debts.	Management look into the matter and cases for writing off of irrecoverable arrears may be prepared and adjusted after getting approval from competent authority.	559.592
25	R.O HESCO T.M.KHAN	4750-24	05	07/2022 to 06/2023	Non-Clearance of Un Identified Cash	Remedial efforts may please be utilized for clearing suspense balance in accordance with the Authority order under report to audit.	59.545
26	R.O HESCO T.M.KHAN	4750-24	08	07/2022 to 06/2023	Huge Amount Kept in Set A Side Without Justification	Recover the amount from concerned consumer besides stating the reasons for non-recovery of dues from consumers progress achieved in manner may please be intimated to audit.	35.839

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
27	R.O HESCO T.M.KHAN	4750-24	12	07/2022 to 06/2023	Irregular Credit Balances Against Various Consumer's Accounts	State the reasons for the credit balance besides correcting the same irregularities under report to audit.	312.347
28	R.O HESCO T.M.KHAN	4750-24	11	07/2022 to 06/2023	Excessive Line Losses Beyond Permissible Limit Fixed by The Nepro Authority .	Keep the line losses within prescribed limit & necessary action also be initiated against the person at fault.	-
29	R.O HESCO T.M.KHAN	4750-24	25	07/2022 to 06/2023	Non-Settlement of Court Case	Direct the concerned quarters that court cases diligently and concrete action to be taken for its early disposal.	-
30	R.O HESCO T.A.YAR	4751-24	21	07/2022 to 06/2023	Non-Adjustment of Reserve for Bad Debts.	Management look into the matter and causes for writing off of irrecoverable arrears may be prepared and adjusted.	211.398
31	R.O HESCO T.A.YAR	4751-24	22	07/2022 to 06/2023	Loss Of the HESCO Due To Low Rate Charged Against Domestic Connection During Charging of Detection for The Period 7/2022 To 6/2023. (Millions Of Rupees)	Matter may be investigated by conducting an enquiry committee and also get stopped this practice.	-
32	R.O HESCO T.A.YAR	4751-24	23	07/2022 to 06/2023	Irregular/Unjustified Detection of Bills Charged to The Consumer For 12 Months Without Detection Proforma and Approval of Competent Authority.	Charge of detection bills according to instructions of HESCO Authority besides approval from XEN concerned.	714.674
33	R.O HESCO T.A.YAR	4751-24	25	07/2022 to 06/2023	Irregular Credit Balances Against Various Consumer's Accounts	Matter may be inquired for reasons of such irregular credit balances and remedial measures taken.	10.315
34	R.O HESCO T.A.YAR	4751-24	27	07/2022 to 06/2023	Heavy Amount Shown in Un Identified Cash.	Matter may be looked into and needful done to reduce the ples/blockage of unidentified cash.	5.985
35	R.O HESCO T.A.YAR	4751-24	18	07/2022 to 06/2023	Huge Receivables from Dead Defaulter Consumer (Govt & Private)	Management look into the matter and got recovered the	3.153

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
						outstanding arrears from the dead defaulters.	
36	R.O HESCO T.A.YAR	4751-24	19	07/2022 to 06/2023	Non-Maintenance of CP 51 (Security Deposit Demand Notes Cash Books and Cp 26 (Security Deposit Register) Resulted into Non-Verified of Security Deposit Deposited by The Consumers.	Registers be maintained along with all relevant documents.	110.800
37	R.O HESCO TANDO ADAM	4753-24	20	07/2022 to 06/2023	Non-Settlement of Court Cases.	Direct the concerned quarters that court cases diligently and concrete action to be taken for its early disposal.	79.384
38	R.O HESCO QASIMABAD	4754-24	18	07/2022 to 06/2023	Irregular Credit Balances Against Various Consumer's Accounts	RO is requested to look into the matter and state the reasons for the credit balance.	12.430
39	R.O HESCO QASIMABAD	4754-24	19	07/2022 to 06/2023	Heavy Amount Shown in Cp-107 Un-Identified Cash	RO is advised to give due response in this matter to minimized the amount of cash by completing the codal formalities	6.116
40	R.O HESCO QASIMABAD	4754-24	20	07/2022 to 06/2023	Huge Amount Kept in Set A Side Without Justification	RO is requested to recover the set a side amount from concerned HESCO consumers..	123.232
41	R.O. HESCO THATTA	4755-24	07	07/2022 to 06/2023	Irregular Credit Balances Against Consumer's Accounts	RO is requested to look into the matter and state the reasons for the credit balance.	16.356
42	R.O. HESCO THATTA	4755-24	19	07/2022 to 06/2023	Non-Settlement of Court Cases.	RO is requested to direct the concerned quarters to deal the court cases diligently.	-
43	R.O. HESCO THATTA	4755-24	41	07/2022 to 06/2023	Non-Remittance of Electricity Bills Paid by The Consumer and The Bank.	RO is requested to look into the matter and the expenditure incurred may be got regularized from competent authority.	3.584
44	R.O. HESCO THATTA	4755-24	26	07/2022 to 06/2023	Heavy Amount Shown in Cp-107 Unidentified Cash.	RO is advised to give due response in this matter to minimized the amount of	5.701

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
						cash by completing the codal formalities.	
45	R.O. HESCO THATTA	4755-24	28	07/2022 to 06/2023	Huge Amount Kept in Set A Side Without Justification	RO is requested to recover the set a side amount from concerned HESCO consumer .	77.687
46	SDO SUB DIV: MAKLI	4757-24	5.6	01/2022 to 06/2022	Ripe Connections Yet Not Billed	Disciplinary action needs to be taken against the person found involved in non-billing cases.	-
47	SDO SUB DIV: MAKLI	4757-24	5.9	01/2022 to 06/2022	Heavy Credit Balances Against Consumer's Accounts	Credit balance should be debited to the p-disc consumers immediately and govt connections also.	1.324
48	SDO SUB DIV: MAKLI	4757-24	5.11	01/2022 to 06/2022	Heavy Deferred Amount Shown Against Sindh Government Consumer Account	The matter may be discussed with the quarter concerned and resolve the same to save HESCO from financial loss.	16.469
49	SDO SUB DIV: MAKLI	4757-24	5.14	01/2022 to 06/2022	Non-Replacement of Defective Meters Cp-90	Immediate replacement of defective meters be made for correct meter reading.	-
50	SDO SUB DIV: MAKLI	4757-24	5.15	01/2022 to 06/2022	Huge Arrears Against Permanent Disconnected Consumer Accounts	Strenuous efforts need to be made by the departments to recover long outstanding dues.	397.474
						TOTAL	**17,685.051**

PURCHASING AND PAYABLES

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
1	XEN OPR: T.M.KHAN	4743-24	43	07/2021 to 12/2021	Non-Clearance of Accrued Liabilities (Payables)	The amount of liability must clear before end of financial year.	13.742
2	R.O HESCO LATIFABAD	4749-24	26	07/2022 to 06/2023	Non-Clearance of Liabilities Payable	Matter for fixing the responsibility against person responsible under report to audit.	0.023
3	R.O HESCO T.M.KHAN	4750-24	13	07/2022 to 06/2023	Non-Clearance of Accrued Liabilities (Payables)	-	0.206
4	R.O HESCO TANDO ADAM	4753-24	37	07/2022 to 06/2023	Non-Clearance of Liabilities (Payable).	The amount of liability must clear before end of financial year.	0.327
					G. TOTAL		**14.298**

PLANNING, BUDGETING AND FORECASTING

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
1	XEN OPR: DIV GARIKHATA	4746-24	55	07/2021 to 06/2022	Expenditure Incurred in Excess of The Budget Grant.	Excess expenditure may get regularized from competent authority under intimation to audit.	9.750
2	XEN OPR: DIV GARIKHATA	4746-24	56	07/2021 to 06/2022	Expenditure Incurred Without Allocation of Budget Grant.	Expenditure incurred without allocation may got regularized from competent authority under intimation to audit.	1.835
3	R.O HESCO KOTRI	4748-24	30	07/2022 to 06/2023	Expenditure Incurred in Excess of The Budget Grant.	Management is required to expedite the requisite recovery from the concerned consumers.	8.546
4	R.O HESCO KOTRI	4748-24	28	07/2022 to 06/2023	Excess Expenditure Incurred Than the Budget Grant for The Financial Year 2022-23	RO look into the matter and the expenditure incurred may be got regularized from competent authority.	5.576
5	R.O HESCO KOTRI	4748-24	29	07/2022 to 06/2023	Expenditure Incurred Without Allocation of Budget Grant for The Year 2022-23	Recommendations of DDO & CFO should ensure that budgetary allocation should be rationalized determined as so to avoid wastage of funds.	4.524
6	R.O HESCO T.M.KHAN	4750-24	01	07/2022 to 06/2023	Expenditure Incurred in Excess of Budget Grant.	Excess expenditure got regularized from competent authority under intimation to audit.	3.496
7	R.O HESCO TANDO ADAM	4753-24	30	07/2022 to 06/2023	Expenditure Incurred in Excess of The Budget Grant.	Excess expenditure got regularized from competent authority under intimation to audit.	8.507
8	R.O HESCO TANDO ADAM	4753-24	31	07/2022 to 06/2023	Expenditure Incurred Without Allocation in Budget Grant.	Excess expenditure incurred without allocation of budget be got regularized from competent authority under intimation to audit.	6.393
9	R.O. HESCO THATTA	4755-24	11	07/2022 to 06/2023	Unauthorized Expenditure Incurred in Excess of Budget Grant.	Excess expenditure got regularized from competent authority under intimation to audit.	3.696
10	R.O. HESCO THATTA	4755-24	40	07/2022 to 06/2023	Unauthorized Expenditure Incurred Without Budget Grant.	Expenditure incurred may be got regularized from competent authority.	3.127

S.NO.	FORMATIONS	FILE NO.	PARA NO.	PERIOD OF AUDIT	NATURE OF PARA	RECOMMENDATIONS	AMOUNT (M)
11	R.O HESCO T.A.YAR	4751-24	28	07/2022 to 06/2023	Expenditure Incurred in Excess of Budget Grant.	Management needs to excess expenditure be got regularized from competent authority under intimation to audit.	1.223
12	R.O HESCO T.A.YAR	4751-24	30	07/2022 to 06/2023	Excess Budgetary Provision.	DDO and CFO should ensure that budgetary allocation should be rationally determinded.	0.556
13	XEN OPR; DIV: MIRPURKHAS	4756-24	33	07/2021 to 06/2022	Expenditure Incurred in Excess of The Budget Grant	-	7.289
14	XEN OPR; DIV: MIRPURKHAS	4756-24	34	07/2021 to 06/2022	Instructions Regarding Surrendering the Savings for Further Allocation Not Complied.	-	24.622
15	XEN OPR; DIV: MIRPURKHAS	4756-24	35	07/2021 to 06/2022	Un-Authorized Expenditure Incurred on Account of Off Day Wages / Overtime Allowance S Head of Account (520115) Without Budget Approval	-	7.046
16	XEN OPR; DIV: MIRPURKHAS	4756-24	36	07/2021 to 06/2022	Expenditure Incurred on Account of Photostat/Misc: Expenses Account Head (770000) (770003) In Excess of Budget Grant	-	2.380
17	XEN OPR; DIV: MIRPURKHAS	4756-24	37	07/2021 to 06/2022	Expenditure Incurred on Account of Repair & Maintenance / Other Expenses Account Head (590000) (590001) In Excess of Budget	-	1.129
18	XEN OPR; DIV: MIRPURKHAS	4756-24	38	07/2021 to 06/2022	Un-Authorized Expenditure Incurred on Account of Other Liabilities Head (312400) Without Budget Approval	-	5.920
						G. TOTAL	**105.615**

PREPARED BY
ASSISTANT IR SECTION

CHECKED BY
INCHARGE IR SECTION

SIGNED BY
MANAGER INTERNAL AUDIT
HESCO HYDERABAD