Pakistan Institute
of Public Finance Accountants

Model Solutions

Accounting, Reporting

Pre-Audit and Internal Audit System of Local Governments (Updated) (Application)

WAPDA

Summer Exam-2025

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Q.1. Departmental Reply

It is clarified that, the contractor had supplied the furniture on 30.4.2024. But inspection committee pointed out some defects in furniture. It was strictly warned to contractor to remove his furniture and rectify the defects by 30.5.2024.

Contractor promised to for removal of defects but he failed to supply the furniture up to 30.6.2024.

Resultantly the budget was lapsed on 30.6.2024 showing a saving of Rs. 1,400,000/-

Later on, through departmental action, the contractor was black-listed and his security deposit was confiscated and 10% penalty was also imposed in violation of contractual obligations.

In the light of above clarification, it is requested to settle the para.

Q.2.

Balance on 30.6.2023				1,260,000
1.7.23	5500			1,265,500
1.8.23	5500			1,271,000
1.9.23	5500			1,276,500
1.10.23	5500			1,282,000
1.11.23	5500			1,287,500
1.12.23	5500			1,293,000
1.12.23	Adv		400000	893,000
1.1.24	5500	20000		918,500
1.2.24	5500	20000		944,000
1.3.24	5500	20000		969,500
1.4.24	5500	20000		995,000
1.5.24	5500	20000		1,020,500
1.6.24	5500	20000		1,046,000
				15,722,000
Interest Formula= Progressive balace/12*12.4%				162461
closing balance 30.6.2024				1,208,461

Q.3.

Total Service	28 YEARS 7 MONTHS 17 DAYS
Leave earned	1374
Less earned leave	96 study+EOL days 29 ys=125 days 1374-125=1249 days
EOL 21.6.2015 -15.10.2015	116 days
Study leave	2 years
Umrah	45 days
Hajj	43 days
Maximum payable 365 days	Rs. 1,704,960

Q.4. Following irregularities have been noticed in the execution of work;

1. cost over- run,
2. time over-run,
3. non-imposition of 10% penalty amounting to Rs, 50,000,000/-
4. Non-Revision of estimate. It was required to be revised when, there is a cost-over run of 15% to the estimated cost.

   Audit desires to rectify and regularize the above mentioned irregularities as per rules under intimation to Audit.

Q.5.

Heavy vehicles	500	Diesel Rs.270/- P.Liter	Saving p/ day Rs. 135000	Saving in 378 days Rs. 51,030,000/-	Total Saving/Even Break in 378 days
Heavy vehicles	500	Diesel Rs.260/- P.Liter	Saving p/ day Rs. 130,000	Saving in 378 days Rs. 49,140,000	Rs. 100,170,000

Q.6. Date of Obtaining Loan 1.1.2025. Rs. 50,000,000/-

Date		Loan Amount	Mark-up 10%	Total
01.02.2025		50,000,000	5,000,000	55,000,000
01.02.2026	Repayment			15,000,000
01.02.2026		40,000,000	4,000,000	44,000,000
01.02.2027	Repayment			15,000,000
01.02.2027		29,000,000	2,900,000	31,900,000
01.02.2028	Repayment			15,000,000
01.02.2028		16,900,000	1,690,000	18,590,000
01.02.2028	Repayment			15,000,000
01.02.2029		3,590,000	359,000	3,949,000
01.02.2029	Repayment			3,949,000
01.02.2029		0		0

Q.7.
1. Offer for appointment letter
2. Appointment letter
3. Medical test report
4. Joining Report/Charge taking Report
5. Notification of Joining the duty.

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