



**Pakistan Institute
of Public Finance Accountants**

Model Solutions

**Accounting, Reporting,
Pre-Audit and Internal
Audit System of Local
Governments (Updated)
(Application) LFA**

Winter Exam-2023

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Solutions – Accounting, Reporting, Pre-Audit and Internal Audit System of Local Governments (Updated) (Application)

Q.1.

PARTICULARS	DEBIT	CREDIT	CLOSING BALANCE
			10,312,321
Un-presented Cheque		1,263,023	11,575,344
Uncollected cheque		905,013	12,480,357
Bank profit		63,000	12,543,357
15% withholding Income Tax deducted on Bank Profit	9,450		12,533,907
Bounced cheque		480,000	13,013,907
Bank charges for bounced cheque	500		13,013,407

Total Marks 10

Q.2.

Posts	Sanctioned Strength	Strength On Roll	Permanent	Contract	Shortage /Excess	Vacant Posts
BS-11	2,390	2,130	2,109	21	260	281
BS-14	1,234	1,114	1,080	34	120	154
BS-16	224	166	166	0	58	58
BS-17	185	158	158	0	27	27

Total Marks 10

Q.3.

S. No.	Description	On 01.07.2022 Rs. (m)	Expenditure Up to 31.12.2022 Rs. (m)	Re -appropriation	Revised Budget
1.	Pay	450,000,000	260,000,000	70,000,000	520,000,000
2.	HRA	180,000,000	105,000,000	30,000,000	210,000,000
3.	Purchase of Machinery	80,000,000	1,000,000	-50,000,000	30,000,000
4.	POL Charges	10,000,000	500,000	0	10,000,000
5.	Purchase of Furniture	80,000,000	500,000	-50,000,000	30,000,000
6.	Levies and Taxes	20,000,000	300,000	0	20,000,000
	Total	820,000,000	367,300,000	-	-

Total Marks 20

Q.4.

DEPARTURE STATION	DATE	TIME	ARRIVAL STATION	DATE	TIME
MULTAN	15.09.2023	11.0 AM	ISLAMABAD	15.09.2023	12.10 PM

STAYED AT ISLAMABAD 15.9.2023 TO 19.9.2023

DEPARTURE STATION	DATE	TIME	ARRIVAL STATION	DATE	TIME
ISLAMABAD	20.09.2023	4.0 PM	MULTAN	20.09.2023	5.10 PM

Calculations:

- | | | |
|--|---------------------|----------------------|
| 1. 5.5 days | Rs. 3,840/- per day | = Rs. 21,120 |
| 2. Air Fare | | = Rs. 45,000 |
| 3. Hotel Charges (Equal to 3 DA per day) | | = Rs. 11,520 per day |
| 5 Nights Hotel charges | | = Rs. 57,600 |
| Total | | = Rs. 123,720 |

Total Marks 10



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Q.5. To,

The Director General Audit,
District Audit, Lahore.

Subject: Embezzlement of Rs. 250,000/-

In pursuance of the receipt of Audit Para on the subject cited above, an Inquiry Team headed by Chief Municipal Officer was constituted, to inquire the matter and submit facts/findings report by 15th, October, 2023.

The inquiry report has fixed responsibility upon the Assistant Engineer, DDO and Store keeper.

Disciplinary action has been initiated against the culprits and embezzled amount has been recovered from them.

It is requested that, audit para may be settled, however, the final outcome of disciplinary action will be shared with the audit soon.

Sd.
Chairman,
Municipal Corporation, Okara.

Total Marks 15

Q.6. His pay on Rs. 64,870/- in BS-17

07

a

Promoted to Bs-18 on 20.10.2020.
Stage in BS- 18 Rs. 67,050
Premature increment 2870
Fixed Rs. 69,920/-
Pay on 2.7.2023

Q.6. Rs. 112,260/- (If he had submitted it option in written form to fix his Pay in BS-18 on 2.12.2020

03

b instead of 20.10.2020, his pay would have been Rs. Rs.116,520/-

Total Marks 10

Q.7.

- (i) He has to insure availability of required funds.
- (ii) Calling of tenders as per Rule-21 of PPRA for procurement
- (iii) Appointment of three-member procurement committee
- (iv) Opening of bids
- (v) Assessment of bids and framing of comparative statement
- (vi) Recommendation of lowest or suitable bidder for approval by the competent authority.
- (vii) Issue of supply order
- (viii) Inspection of supplied material
- (ix) Entry in stock Register
- (x) Forwarding of invoice of supplier to Director Finance for pre-audit and payment.

Total Marks 10
