

AUTONOMOUS BODIES

6.39 Bhutan Olympic Committee

During the period, the Royal Audit Authority had issued three audit reports of the Bhutan Olympic Committee (BOC) and its federations. There were twenty five observations pointed out in the report involving Nu. 37.615 million. However,

twenty observations amounting to Nu.37.533 million were settled. The total unresolved significant irregularities amounted to Nu.0.082 million as summarised below:

Sl. No.	Observations in brief	Nu in million	Category Code
1	Shortfalls, Lapses and Deficiencies	0.082	5
	Total	0.082	

1 Shortfalls, Lapses and Deficiencies – Nu.0.082 million

There was one case falling under shortfalls, lapses and deficiencies involving Nu.0.082 million as explained hereunder:

1.1. *Outstanding advances – Nu.0.082 million (Para 13)*

Out of the total outstanding advances of Nu.8.000 million sanctioned during the past financial years, the BOC had liquidated Nu.7.198 million leaving a balance of Nu.0.082 million.

Who are accountable?

Dorji Tenzin, Head Coach, BAF and Sonam Wangdi, Chief Administrative Officer, MoA

6.40 Office of the Attorney General

During the period, the Royal Audit Authority had issued one audit report of the Office of the Attorney General (OAG).

There was one observation pointed out in the report involving Nu.0.065 million as summarised below:

Sl.No.	Observations in brief	Nu in million	Category Code
1	Fraud, Corruption and Embezzlement	0.065	1 & 2
	Total	0.065	

1 Fraud, Corruption and Embezzlement – Nu.0.065 million

There was one case indicating fraud, corruption and embezzlement involving Nu.0.065 million as explained hereunder:

1.1 *Misappropriation of cash – Nu.0.065 million (Para 1.1)*

The Deputy Chief Accountant of the OAG had misappropriated a sum of Nu.0.065 million by manipulating the total cash payments. Although, the amount was deposited into ARA, no action had been taken.

Who are accountable?

Leki Dorji, DCA and Dasho Kuenlay Tshering, Member Secretary

6.41 World Exposition 2005

During the period, the Royal Audit Authority had issued one audit report of the World Exposition 2005. There were six observations pointed out in the report involving Nu. 1.431 million. However,

two observations amounting to Nu 1.880 million were settled. The total unresolved significant irregularities amounted to Nu.0.065 million as summarised below:

Sl. No.	Observations in brief	Nu in million	Category Code
1	Fraud, Corruption and Embezzlement	0.065	1 & 2
	Total	0.065	

1 Fraud, Corruption and Embezzlement – Nu.0.065 million

There was one case indicating fraud, corruption and embezzlement involving Nu.0.065 million as explained hereunder:

1.1 *Non carrying forward of closing cash balance and shortages – Nu.0.065 million (Para 1.1)*

The project management had withdrawn Nu.0.200 million of which Nu.0.135 million were adjusted leaving the balance of Nu.0.065 million. The balance amount was neither carried forward nor surrendered to the Department of Public Accounts. No action had been taken.

Who is accountable?

Phuntsho, Project Director

6.42 Royal University of Bhutan

During the period, the Royal Audit Authority had issued five audit reports of the Royal University of Bhutan (RUB) and its member colleges. There were twenty observations pointed out in the report

involving Nu. 1.405 million. However, nine observations amounting to Nu. 0.387 were settled. The total unresolved significant irregularities amounted to Nu.0.201 million as summarised below:

Sl. No.	Observations in brief	Nu in million	Category Code
1	Fraud, Corruption and Embezzlement	0.019	1 & 2
2	Violation of Laws and Rules	0.028	4
3	Shortfalls, Lapses and Deficiencies	0.154	5
	Total	0.201	

1 Fraud, Corruption and Embezzlement – Nu.0.019 million

There was one case indicating fraud, corruption and embezzlement involving Nu.0.019 million as explained hereunder:

1.1 *Fictitious payment of allowances – Nu.0.019 million (Para 3)*

The College of Education, Paro had made fictitious payment of travelling and daily allowances of Nu.0.019 million to non-existent associate teachers during the Associate Teachers Workshop at Paro. Out of Nu. 0.019 million, a sum of Nu. 0.018 million was recovered leaving a balance of Nu.0.001 million. No action had been taken for the fraudulent practice.

Who is accountable?

Rinchen Gyamtsho, Lecturer

2 Violation of Laws & Rules – Nu.0.028 million

There was one case falling under violation of laws and rules amounting to Nu.0.028 million as explained hereunder:

2.1 *Non levy of liquidated damages – Nu.0.028 million (Para 1)*

The liquidated damages aggregating to Nu.0.030 million were not levied for delay in supply of computers, stationeries and maintenance materials for the College of the Natural Resources, Lobesa. Out of Nu.0.030 million, a sum of Nu.0.002 million only was recovered leaving a balance of Nu.0.028 million. No action had been taken.

Who are accountable?

Wangmo, Sr. Accountant and Dorji Wangchuk, Director

3 Shortfalls, Lapses and Deficiencies – Nu.0.154 million

There were cases of shortfalls, lapses and deficiencies involving Nu.0.154 million as summarised hereunder:

Sl. No.	Observations in brief	Nu in million	Para No.	Who are accountable?
3.1	Excess payment	0.033	2.1	Sonam
3.2	Payment made without invoices	0.075	3.1	Wangchuk Namgyel
3.3	Outstanding advances	0.046	1.1	
	Total	0.154		

The cases are explained below:

3.1 Excess payment to the supplier – Nu.0.033 million

The Sherubtse College, Kanglung had made excess payment of Nu.0.033 million to M/s Bharali Brother Private Ltd, Guwahati for the purchase of sound system. No action had been taken.

3.2 Payment without invoices and non receipt of goods – Nu.0.075 million

The Sherubtse College, Kanglung had booked a sum of Nu.0.054 million towards the cost of stationeries and extension kits without invoices. Further, a sum of Nu.0.021 million was paid for 3 file cabinets not received. No action had been taken.

3.3 Outstanding advances - Nu.0.046 million

The Sherubste College, Kanglung had advances of Nu.14.021 million lying outstanding against the suppliers & employees out of which Nu.13.975 million were adjusted leaving a balance of Nu. 0.046 million.

6.43 Centre for Bhutan Studies

During the period, the Royal Audit Authority had issued one audit report of the Centre for Bhutan Studies (CBS). There were seven observations pointed out in the report involving Nu.0.260

million of which four observations amounting to Nu. 0.079 were settled. The total unresolved significant irregularities amounted to Nu.0.037 million as summarised below:

Sl. No.	Observations in brief	Nu in million	Category Code
1	Shortfalls, Lapses and Deficiencies	0.037	5
	Total	0.037	

1 Shortfalls, Lapses and Deficiencies – Nu.0.037 million

There was one case falling under shortfalls, lapses and deficiencies involving Nu.0.037 million as explained hereunder:

1.1 *Inadmissible payment of allowances – Nu. 0.037 million (Para 7)*

Two officers who attended the seminar on “Gross National Happiness – Bhutan’s Art of Living” in the Netherlands were found paid inadmissible subsistence allowances amounting to Nu. 0.037 million (*USD 920 x 40= 0.037*). No action had been taken.

Who are accountable?

Karma Galey, Researcher and Dasho Karma Ura, Director

6.44 Royal Civil Service Commission

During the period, the Royal Audit Authority had issued two audit reports of the Royal Civil Service Commission (RCSC). There were six observations pointed out in the report involving Nu

2.342 million. However, five observations amounting to Nu. 1.463 million were settled. The total unresolved significant irregularities amounted to Nu.0.074 million as summarised below:

Sl. No.	Observations in brief	Nu in million	Category Code
1	Shortfalls, Lapses and Deficiencies	0.074	5
	Total	0.074	

1 Shortfalls, Lapses and Deficiencies – Nu.0.074 million

There was one case falling under shortfalls, lapses and deficiencies involving Nu.0.074 million as explained hereunder:

1.1 Inadmissible payment of book allowance – Nu.0.074 million (USD 1,860.00) (Para 1.1)

The RCSC had paid inadmissible book allowance aggregating to Nu. 0.276 million (USD 6,900.00 x Nu.40.00) for long term studies/training in Australia in contravention to its own circular No.RCSC/HRD/93.00)2005/54 dated 26th September. Out of Nu. 0.276 million, a sum of Nu.0.202 million was recovered leaving a balance of Nu.0.074 million.

Who are accountable?

Jigme Dorji, HRO