
AUTONOMOUS BODIES

6.32 Bhutan Olympic Committee

During the period, the Royal Audit Authority had issued 10 audit reports of the Bhutan Olympic Committee and its federations. There were 8 observations pointed out in the reports involving Nu. 0.379 million. However, 2 observations amounting to Nu. 0.070million were settled. The total unresolved significant irregularities amounted to 0.111 million as summarised below:

Sl. No.	Observations in brief	Nu. in million	Category Code
1	Shortfalls, Lapses and Deficiencies	0.111	5
	Total	0.111	

1 Shortfalls, Lapses and Deficiencies – Nu.0.111 million

There were cases of shortfalls, lapses and deficiencies involving Nu. 0.111 million as explained hereunder:

1.1 Irregularities in advances – Nu. 0.111 million

- a) The Bhutan Olympic Committee had advances of Nu. 0.063 million lying outstanding against various officials and suppliers. (AIN 7502)

Who are accountable?

Namgay Wangchuk, Accounts Officer & Karma Wangchuk, Secretary General

- b) Adjustment of Nu. 0.048 million made by the General Secretary was found not supported by invoices and documents. (AIN 7502)

Who are accountable?

Karma Dorji, General Secretary, BAF and Pema Tenzin, Secretary General, BOC.

6.33 Centre for Bhutan Studies

During the period, the Royal Audit Authority had issued 2 audit reports of the Centre for Bhutan Studies. There were 5 observations pointed out in the reports involving Nu. 0.074 million. The total unresolved significant irregularities amounted to Nu. 0.059 million as summarised below:

Sl. No.	Observations in brief	Nu in million	Category Code
1	Shortfalls, Lapses and Deficiencies	0.059	5
	Total	0.059	

1 Shortfalls, Lapses and Deficiencies – Nu. 0.059 million

There was a case of shortfalls, lapses and deficiencies involving Nu. 0.059 million as explained hereunder:

1.1 Excess payment of subsistence allowances – Nu. 0.059 million

The Centre for Bhutan Studies had paid excess daily subsistence allowances of Nu. 0.059 million for participating in a workshop conducted by Material Welfare, Japan. (Para 1, AIN 7649)

Who are accountable?

Tashi Choden, Research officer and Chhimi Dem, AFD

6.34 Royal University of Bhutan

During the period, the Royal Audit Authority had issued 9 audit reports of the Royal University of Bhutan and its member colleges. There were 32 observations pointed out in the reports involving Nu. 27.962 million. However, 27 observations amounting to Nu. 2.575 million were settled. The total unresolved significant irregularities amounted to Nu. 23.091 million as summarised below:

Sl. No.	Observations in brief	Nu. in million	Category Code
1	Fraud, Corruption and Embezzlement	0.155	1 & 2
2	Violation of Laws and Rules	0.106	4
3	Shortfalls, Lapses and Deficiencies	22.830	5
	Total	23.091	

1 Fraud, Corruption and Embezzlement – Nu. 0.155 million

There were cases of indicators of fraud, corruption and embezzlement involving Nu. 0.155 million as explained hereunder:

Sl. No.	Observations in brief	Nu. in million	Para No.	Who are accountable?
1.1	Shortage of cash	0.100	2.2.1	Singay Wangmo, Saleswoman, and Sonam Wangchuk, Marketing Officer.
1.2	Payments for works not executed	0.055	3.1	D.B. Ghalley, Asst. Estate Manager.
	Total	0.155		

The cases of fraud, corruption and embezzlement are explained below:

1.1 Shortage of cash – Nu. 0.100 million

The Institute of Traditional Medicine Services had not only delayed the deposit of sale proceeds but also had cash shortages of Nu. 0.100 million. Subsequently, the cash shortage had been deposited into the Revolving Fund Accounts but no action was taken for the shortage. (AIN 7703)

1.2 Payment for works not executed – Nu. 0.055 million

The Sherubtse College had made payment of Nu. 0.055 million to M/s Gakid Pelbar Construction for works not executed. (AIN 7428)

2 Violation of Laws and Rules – Nu. 0.106 million

There was a case of violation of laws and rules involving Nu. 0.106 million as summarized below:

2.1 Non levy of liquidated damages – Nu. 0.106 million

The Institute of Traditional Medicine Services had not levied liquidated damages of Nu. 0.106 million for delay in supply of goods. (Para 2.2.8, AIN 7703)

Who are accountable?

Sonam Wangchuk, Marketing Officer and Kinga Jamphel

3 Shortfalls, Lapses and Deficiencies – Nu. 22.830 million

There were cases of shortfalls, lapses and deficiencies involving Nu. 22.830 million as summarised hereunder:

Sl. No.	Observations in brief	Nu. in million	Para No.	Who are accountable?
3.1	Non deduction of TDS	0.033	2.7	Tender Committee and Dorji Wangchuk, Director
3.2	Non deduction of secured advances	0.178	2.1	D.B. Ghalley, Asst. Estate Manager.
3.3	Payments of advances for goods and services not provided	0.298	1.3	Tshering Gyeltshen, Sr. Lecturer.
3.4	Overdue bills	0.323	2.2.7	Singay Wangmo, Saleswoman, and Sonam Wangchuk, Marketing Officer.
3.5	Outstanding advances	21.998	1.1 3.1 2.2.4	Wangmo, Sr. Accountant, Dorji Wangchuk, Director and Kinga Jamphel, Head, PRU
	Total	22.830		

The cases of shortfalls, lapses and deficiencies are explained below:

3.1 Non-deduction of TDS – Nu. 0.033 million

The College of Natural Resources, Lobesa had not deducted TDS (tax deducted at source) aggregating to Nu. 0.033 million from the consultant for conducting Organisational Development Assessment. (AIN 7630)

3.2 Non-deduction of secured advances - Nu. 0.178 million

The Sherubtse College had not deducted secured advances of Nu. 0.178 million from the final bill of the contractor. (AIN 7428)

3.3 Payment of 100% advances for goods and services not provided – Nu. 0.298 million

The Sherubste College had paid 100% advance of Nu. 0.298 million to a supplier for purchase of course books on environmental studies for which the goods were not received. (AIN 7428)

3.4 Overdue bills – Nu. 0.323 million

The Institute of Traditional Medicine Services had overdue bills amounting to Nu. 0.323 million raised on account of credit sales. (AIN 7703)

3.5 Outstanding advances – Nu. 21.998 million

- a) The Sherubtse College had advances of Nu. 21.230 million lying outstanding against various officials and suppliers. (AIN 7428)
- b) The college of Natural Resources, Lobesa had advances of Nu. 0.496 million lying outstanding against various employees and suppliers. (AIN 7630)
- c) The Institute of Traditional Medicine Services had advances of Nu. 0.272 million lying unadjusted from various officials. (AIN 7703)