

## 10 - Comptroller and Auditor General of Bangladesh

### Medium Term Expenditure

(Taka in Thousands)

Description	Budget 2016-17	Projection	
		2017-18	2018-19
Non-Development	232,18,00	255,40,00	280,95,00
Development	0	0	0
<b>Total</b>	<b>232,18,00</b>	<b>255,40,00</b>	<b>280,95,00</b>
Revenue	225,06,87	252,42,50	277,82,25
Capital	7,11,13	2,97,50	3,12,75
<b>Total</b>	<b>232,18,00</b>	<b>255,40,00</b>	<b>280,95,00</b>

#### 1.0 Mission Statement and Major Functions

##### 1.1 Mission Statement

Conducting effective audit of public sector operations for optimum utilization of public resources and providing reliable and authentic information for establishing accountability and transparency of the public financial management.

##### 1.2 Major Functions

- 1.2.1 Assist in establishing accountability, transparency and good governance in the activities of the public offices by auditing their receipts and expenditure;
- 1.2.2 Issue audit certificates for Government Appropriation Accounts (Civil Accounts, Defence Accounts, PT&T Accounts and Railways Accounts) after audit;
- 1.2.3 Issue audit certificates for the Public Accounts of the Republic after due auditing, as part of constitutional obligations;
- 1.2.4 Prepare standard audit reports in time and submit those to the Hon'ble President;
- 1.2.5 Impart necessary training to officers and employees involved in government financial management & auditing and enhance professional skills;
- 1.2.6 Play an ancillary role in preventing irregularity and corruption in all spheres of public financial management through effective audit;
- 1.2.7 Provide objective information to the Public Accounts Committee and Public Undertaking Committee of the Parliament and take effective measures to enforce and follow-up of the decisions of the Parliamentary Committee including PAC.

#### 2.0 Medium Term Strategic Objectives and Activities

Medium-Term Strategic Objectives	Activities	Implementing Departments/Agencies
1	2	3
1. Establish good governance, transparency and accountability in the government financial management	<ul style="list-style-type: none"> <li>• Conduct audits of all government/semi-government offices, public sector banks and financial institutions, autonomous bodies, all foreign-aided projects and other organizations</li> <li>• Scrutinize Appropriation Accounts and Finance Accounts of the Government and issue certificates</li> </ul>	<ul style="list-style-type: none"> <li>• Office of the C&amp;AG</li> </ul>

Medium-Term Strategic Objectives	Activities	Implementing Departments/Agencies
1	2	3
	<ul style="list-style-type: none"> <li>Provide realistic information to the Public Accounts Committee (PAC) and monitor implementation of decisions taken by PAC</li> <li>Use of information technology to improve the quality of audit functions and monitoring thereof</li> </ul>	
2. Ensure value for money in the use of public resources	<ul style="list-style-type: none"> <li>Conduct performance audits on different issues/agencies</li> </ul>	<ul style="list-style-type: none"> <li>Office of the C&amp;AG</li> </ul>

### 3.0 Poverty and Gender Reporting

#### 3.1 Impact of medium Term Strategic Objectives on Poverty Reduction and Women's Advancement

##### 3.1.1 Establish good governance, transparency and accountability in the government financial management

**Impact on Poverty Reduction:** No direct impact.

**Impact on Women's Advancement:** No direct impact.

##### 3.1.2 Ensure value for money in the use of public resources

**Impact on Poverty Reduction:** No direct impact.

**Impact on Women's Advancement:** No direct impact.

#### 3.2 Poverty Reduction and Women's Advancement Related Spending

(Taka in Thousands)

Particulars	Budget 2016-17	Projection	
		2017-18	2018-19
Poverty Reduction	0	0	0
Gender	30,06,56	30,93,69	32,93,84

#### 4.1 Priority Spending Areas/Programmes

Priority Spending Areas/Programmes	Related Strategic Objectives
<p><b>1. Conduct performance audits /special audits on different issues/ institutions maintaining high standard</b></p> <p>The principal objective of the use of public resources is to ensure welfare of the people by optimum use of limited public resources. Issue based or special audit is done on the operations of important public institutions and on programmes of public importance. It helps to provide realistic information to the competent authority and, at the same time, applications of performance audit techniques help verify whether economy, efficiency and effectiveness in the use of public fund have been ensured. This is, therefore, given the top priority area</p>	<ul style="list-style-type: none"> <li>Ensure value for money in the use of public resources</li> </ul>
<p><b>2. Conduct Audits on accounts of all government/semi-government offices, public sector banks and financial institutions, all autonomous bodies, foreign-aided projects and other organizations</b></p>	<ul style="list-style-type: none"> <li>Establish good governance, transparency and accountability in the government financial management</li> </ul>

Priority Spending Areas/Programmes	Related Strategic Objectives
It is essential to have well-disciplined financial management in all government offices and projects. Efficiency, transparency, accountability and good governance of Government activities relating to use of funds can be better enforced through effective audits. It is ascertained through audits whether relevant rules and regulations have been followed in the collection of revenues as well as incurring expenditures. This is, therefore, given the second highest priority	
<p><b>3. Application and expansion of ICT to improve auditing standard and monitoring of related activities</b></p> <p>All ministries/divisions and their attached departments are laying more emphasis on the use of ICT. As a result, importance has been given to include activities of those institutions within the purview of IT audit. Application of ICT in audit will facilitate quality and useful audits and management of audit findings through sampling of data and classification thereof. This is, therefore, given the priority</p>	<ul style="list-style-type: none"> <li>Establish good governance, transparency and accountability in the government financial management</li> </ul>

## 4.2 Medium Term Expenditure Estimates and Projection (2016-17 to 2018-19)

### 4.2.1 Expenditure by Department/Agencies/Operational Units

(Taka in thousands)

Description	Budget	Revised	Budget 2016-17	Projection	
	2015-16			2017-18	2018-19
Comptroller and Auditor General	50,60,99	57,48,53	64,19,68	78,30,15	92,08,98
Department of Civil Audit	9,43,29	10,84,52	14,81,14	15,92,53	16,70,65
Directorate of Performance Audit	1,40,26	1,92,15	2,44,67	2,63,69	2,84,21
Department of Mission Audit	5,52,50	6,05,28	6,91,67	7,14,73	8,10,13
Department of Foreign Aided Projects Audit	10,70,07	14,22,62	16,68,00	18,32,00	19,95,00
Department of Local and Revenue Audit	21,06,61	29,04,96	25,99,48	27,03,47	28,44,72
Department of Commercial Audit	28,19,17	37,71,76	42,68,01	44,68,30	46,79,44
Department of Works Audit	10,99,45	14,85,88	18,14,19	19,06,51	20,35,95
Department of Railway Audit	5,72,90	8,06,93	11,70,80	12,97,80	14,34,10
Department of Defence Audit	6,49,86	8,77,29	9,33,07	9,05,08	9,38,51
Department of Post, Telegraph & Telephone Audit	8,00,76	10,87,68	12,73,00	13,70,00	14,82,00
Financial Management Academy (FIMA)	3,66,30	4,98,87	6,54,29	6,55,74	7,11,31
<b>Grand Total :</b>	<b>161,82,16</b>	<b>204,86,47</b>	<b>232,18,00</b>	<b>255,40,00</b>	<b>280,95,00</b>

### 4.2.2 Expenditure by Economic Group Wise

(Taka in thousands)

Economic Group	Description	Budget	Revised	Budget 2016-17	Projection	
		2015-16			2017-18	2018-19
	<b>Revenue Expenditure</b>					
4500	Pay of Officers	23,21,30	42,94,41	41,41,32	42,70,27	44,99,99
4600	Pay of Establishment	27,62,05	49,24,80	50,92,21	53,08,92	55,97,72
4700	Allowances	46,00,84	45,36,51	62,32,95	66,84,43	70,57,88
4800	Supplies and Services	29,64,11	30,22,76	35,07,84	37,19,85	40,80,58
4900	Repairs and Maintenance	1,14,45	1,30,95	1,67,15	1,97,68	2,24,73
6100	Contributions to International Organisation	2,70	2,70	2,70	3,00	3,20
6300	Pensions and Gratuities	26,22,16	26,22,16	33,62,70	50,58,35	63,18,15
	<b>Total : - Revenue Expenditure</b>	<b>153,87,61</b>	<b>195,34,29</b>	<b>225,06,87</b>	<b>252,42,50</b>	<b>277,82,25</b>

Economic Group	Description	Budget	Revised	Budget	Projection	
		2015-16		2016-17	2017-18	2018-19
	<b>Capital Expenditure</b>					
6800	Acquisition of Assets	1,15,20	2,72,83	3,01,80	2,46,10	2,55,25
7000	Construction and Works	6,53,35	6,53,35	3,63,33	0	0
7400	Advances to Government Employees	26,00	26,00	46,00	51,40	57,50
	<b>Total : - Capital Expenditure</b>	<b>7,94,55</b>	<b>9,52,18</b>	<b>7,11,13</b>	<b>2,97,50</b>	<b>3,12,75</b>
	<b>Grand Total :</b>	<b>161,82,16</b>	<b>204,86,47</b>	<b>232,18,00</b>	<b>255,40,00</b>	<b>280,95,00</b>

## 5.0 Key Performance Indicator (KPIs)

Indicator	Related Strategic Objectives	Unit	Revised Target	Actual	Target	Revised Target	Medium Term Targets		
			2014-15		2015-16		2016-17	2017-18	2018-19
1	2	3	4	5	6	7	8	9	10
1. Expansion of annual audit coverage	1, 2	as percent of auditable units	23	23	24	24	24	25	25
2. Average time taken in the preparation of audit reports:									
a. Annual, financial, special, issue based and compliance audit	1,2	Period (Months)	09	09	08	08	08	08	07
b. Performance audit			12	11	12	11	11	11	11
3. Expansion of Performance audit coverage	1,2	% (as a share of total reports submitted)	15	15	17	15	16	17	18
4. Evaluation of costs and gains in audit	1, 2	Ratio of audit expense and money recovered	1:70	1:68	1:70	1:70	1:70	1:70	1:70

## 6.0 Recent Achievements, Activities, Output Indicators and Targets and Expenditure Estimates of the Departments/Agencies

### 6.1 Office of the C&AG of Bangladesh

**6.1.1 Recent Achievements:** In the year of 2012-13, 2013-14 and 2014-15 office of the C&AG submitted 41, 17 and 15 audit reports respectively to the Hon'ble President in order to place to the parliament. A total number of 30 accounts reports have been submitted to the Hon'ble President over the last three years. Besides, performance audit has been conducted on 19 issues/agencies between 2012-13 and 2014-15. An amount of Tk 800.03 crore has been realized by disposal of audit objections that are out of audit reports and Tk 5034.95 crore has been adjusted as well in FY 2014-15.

### 6.1.2 Activities, Output Indicators and Targets

Activities	Output Indicator	Related Strategic Objectives	Unit	Revised Target	Actual	Target	Revised Target	Medium Term Targets		
				2014-15		2015-16		2016-17	2017-18	2018-19
1	2	3	4	5	6	7	8	9	10	11
1. Conduct audits of all government semi-government offices, public sector banks and financial institutions, autonomous bodies, all foreign-aided projects and other organizations	Audit Inspection Reports(AIR)*	1	number	4600	3665	4650	4096	4200	4350	4500
	Audit reports submitted			30	15	30	30	30	30	30
2. Scrutinize Appropriation Accounts and Finance Accounts of the government and issue certificates	Audit certification issued	1	number	5	4	5	5	5	5	5
3. Provide realistic information to the Public Accounts Committee (PAC) and monitor implementation of decisions taken by PAC **	Bilateral and tripartite meetings held	1	number	500	371	400	400	400	400	400

Activities	Output Indicator	Related Strategic Objectives	Unit	Revised Target	Actual	Target	Revised Target	Medium Term Targets		
				2014-15	2015-16	2016-17	2017-18	2018-19		
1	2	3	4	5	6	7	8	9	10	11
4. Use of information technology to improve the quality of audit functions and monitoring thereof	Audit reports placed in the websites	1	number	40	17	41	30	30	30	30
	Audit objections being managed through database		%	50	50	70	70	75	75	75
5. Conduct performance audits on different issues/agencies	Audit reports prepared & submitted	2	number	05	01	06	02	05	05	05

\* Keeping consistency with the indicator as included in serial # 1 of section 5.0, the previous output indicator of "accounts certification (FAPAD)" has been replaced.

\*\* Targets in the projection years is expected to decline due to the crash program being taken to resolve the accumulated disputes.

### 6.1.3 Medium Term Expenditure Estimates by Operational Unit, Programmes and Projects

(Taka in Thousands)

Name of the Operational Unit/Programme/Project	Related Activity	Actual 2014-15	Budget	Revised	Medium Term Expenditure Estimates		
			2015-16	2016-17	2017-18	2018-19	
1	2	3	4	5	6	7	8
<b>Operational Units</b>							
1001-0001 - Office of the Comptroller and Auditor General	1-5	39,20,95	44,07,64	50,95,18	60,56,35	78,30,15	92,08,98
1009-0000 - Department of Civil Audit	1-5	8,91,20	9,43,29	10,84,52	14,81,14	15,92,53	16,70,65
1010-0000 - Directorate of Performance Audit	1-5	1,13,45	1,40,26	1,92,15	2,44,67	2,63,69	2,84,21
1011-0000 - Department of Mission Audit	1-5	5,14,53	5,52,50	6,05,28	6,91,67	7,14,73	8,10,13
1013-0000 - Department of Foreign Aided Project Audit	1-5	9,81,54	10,70,07	14,22,62	16,68,00	18,32,00	19,95,00
1015-0000 - Department of Local and Revenue Audit	1-5	16,77,08	21,06,61	29,04,96	25,99,48	27,03,47	28,44,72
1017-0000 - Department of Commercial Audit	1-5	24,78,55	28,19,17	37,71,76	42,68,01	44,68,30	46,79,44
1019-0000 - Department of Works Audit	1-5	9,79,21	10,99,45	14,85,88	18,14,19	19,06,51	20,35,95
1021-0000 - Department of Railway Audit	1-5	5,23,24	5,72,90	8,06,93	11,70,80	12,97,80	14,34,10
1023-0000 - Department of Defence Audit	1-5	6,07,81	6,49,86	8,77,29	9,33,07	9,05,08	9,38,51
1025-0000 - Department of Post, Telegraph & Telephone Audit	1-5	7,65,15	8,00,76	10,87,68	12,73,00	13,70,00	14,82,00
1027-0000 - Financial Management Academy (FIMA)	1-5	2,59,94	3,66,30	4,98,87	6,54,29	6,55,74	7,11,31
<b>Total : Operational Units</b>		<b>137,12,65</b>	<b>155,28,81</b>	<b>198,33,12</b>	<b>228,54,67</b>	<b>255,40,00</b>	<b>280,95,00</b>
<b>Approved Programmes</b>							
1096-4301 - Vetical Expansion work of 5 storied Audit bhaban at Kakrail, Dhaka (6th, 7th and 8th floor) Implementing agency	1-5	0	6,53,35	6,53,35	3,63,33	0	0
<b>Total : Approved Programmes</b>		<b>0</b>	<b>6,53,35</b>	<b>6,53,35</b>	<b>3,63,33</b>	<b>0</b>	<b>0</b>
<b>Total : Non Development</b>		<b>137,12,65</b>	<b>161,82,16</b>	<b>204,86,47</b>	<b>232,18,00</b>	<b>255,40,00</b>	<b>280,95,00</b>
<b>Total :</b>		<b>137,12,65</b>	<b>161,82,16</b>	<b>204,86,47</b>	<b>232,18,00</b>	<b>255,40,00</b>	<b>280,95,00</b>