

LOCAL FUND AUDIT, DHENKANAL, ODISHA

CATEGORY : N A C

Audit Report No : 1966/AR/2012-2013-DHENKANAL

PARA: 1 **TITLE SHEET**

1	Name of the Institution :	Bhuban NAC
2	Year of Accounts under Audit :	2011-2012
3	Name of the Local Authority during the year of A/Cs :	Sri Alekha Bihari Parida, E.O.
	Name of the Local Authority at the time of Audit :	Sri Alekha Bihari Parida, E.O.
4	Duration of Audit :	11-07-2012 To 01-09-2012
5	Name of the Auditors :	SACHIDANANDA MOHANTY - Lead Auditor DOLA GOBINDA SAHOO - Auditor
6	Name of the Reviewing Officer :	BIRANCHI NARAYAN SARANGI
7	Date of final review :	19-11-2012 to 21-11-2012

PARA: 2 PHYSICAL VERIFICATION

S/no	Name	Value	Remarks
1	Date of Physical Verification	11.07.2012	Before Transaction
2	Liquid Cash	Nil	Before Transaction
3	Unused Postage Stamp	841.00	S.R. P-156
4	Unused MB	Nil	
5	Unused Receipt Book (Holding, Light, Water)	22 nos.	S.R. P- 44
6	Unused Rent Collection Receipt Book	39 nos.	S.R. P- 72
7	Unused Misc. Receipt Book	3 nos.	S.R. P- 45
8	Unused Receipt Book (Cart & Carriage)	29 nos.	S.R. P- 50
9	Unused Parking Fee Receipt Book	61 nos. (@ Rs. 2/-)	S.R. P- 21
10	Unused Parking Fee Receipt Book (@ 5/-)	2 nos.	S.R. P- 25
11	Unused Parking Fee Receipt Book (@ 10/-)	3 nos.	S.R. P- 33

Details of Closing Balance and Comments

PARA: 3 LIST OF VERIFIED RECORDS

SIno	List Records	VERIFY
1	Budget Estimate	Yes
2	Abstract of the Budget Estimate	Yes
3	Educational Budget Estimate	No
4	Schedule for the Budget Estimate	No
5	Subsidiary Account of Special Taxes	No
6	Cashier	
7	Subsidiary Cash Book	Yes
8	Treasury Chalan	Yes
9	Register of Bills	Yes
10	Order Book	Not Produced
11	Salary Bills	Yes
12	Absentee Statement	Not Produced
13	Periodical Increment Certificates	Not Produced
14	Permanent Advance Account	Not Produced
15	Voucher of Recoupment of Permanent Advance Account	Not Produced
16	Cash Book of the ULB	Yes
17	Abstract Register of Receipts	Not Produced
18	Abstract Register of Expenditure	Not Produced
19	Register of Adjustment	Not Produced
20	Advance Ledger	Not Produced
21	Register of Outstanding Advance	Not Produced
22	Deposit ledger	Not Produced
23	Register of Outstanding Deposits	Not Produced
24	Register of Quarterly & Annual account of Receipts	Not Produced
25	Register of Quarterly & Annual account of Expenditures	Not Produced
26	Annual Account of Receipts and Expenditure	Not Produced
27	Establishment Audit Register	Not Produced
28	Register of Investments	Not Produced
29	Loan Register	Not Produced
30	Appropriation Register of Loan Funds	Not Produced
31	Register of Tax on Carts and Carriages and Animals	Not Produced
32	License for Carriages , Carts and Animals	Not Produced
33	Application for License for Carriages, Carts and Animals	Not Produced
34	Stock account of License Number Plates	Yes
35	License register for Drivers, and Owners of Carriages plying for hire	Not Produced
36	Miscellaneous Receipt forms	Yes
37	Register of lands	Not Produced
38	Register of Rents and Fixed Demand	Not Produced
39	Jamabandi Register	Not Produced
40	Ledger of lessees	Not Produced
41	Arrear list	Not Produced
42	Daily Collection Register	Yes
43	Register of Interest bearing Securities	Not Produced
44	Register of Grants	Not Produced
45	Stock account of Tickets used for daily Collection of Market fees	Not Produced
46	Stamp Account	Yes
47	Stock Register of Stationeries	Yes
48	Assessment List	Not Produced
49	Demand and Collection Register	No
50	Profession Tax Demand and Collection Register	No
51	Education Tax Demand & Collection Register	No
52	Appeal Petition	No
53	Register of Petition form	No
54	Mutation Register	No
55	Arrear Demand Register	No
56	Receipt form	No
57	Register of Writes Off form	
58	Tax Collectors	
59	Stock account of Receipt forms	Yes
60	Tax Collectors	
61	Progress Statement	No
62	Notice Demand	No

63	Distrain Warrant	No
64	Form of Inventory and Notice	No
65	Warrant Register	No
66	Register of Distrained property & sales	No
67	Register of Estimate and Allotment (Rule-332)	No
68	Nominal Muster Roll (Rule-340)	No
69	Contract Agreement form for Works (Rule-341)	No
70	Contract Certificate (Rule-343)	No
71	Miscellaneous Supply Bill (Rule-343)	No
72	Register of Works (Rule-345)	Yes
73	Stock & Store Register(Works) (Rule-346)	Yes
74	Measurement Book (Rule-365)	Yes
75	Provident Fund Ledger (Rule-442 & 463)	Yes
76	Postal/Bank Passbook No./Venue etc. to be mention	Yes
77	Paid Vouchers from	Yes

Details of Closing Balance and Comments

PARA: 4 FINANCIAL POSITION

Bhuban NAC - 2011-2012

Sno	Name of the Cash Book	OB as on Date	Opening Balance(In Rs:)	Receipt during the Year under Audit(In Rs:)	Total(In Rs:)	Expenditure during the Year under Audit(In Rs:)	Closing Balance as per Audit (DD MM YYYY)	Closing Balance(In Rs:)	Closing Balance as per (DD MM YYYY) Cash Book	Closing Balance(In Rs:)(CASH BOOK)	Difference(In Rs:)	Remarks
1	NAC Cash Book	01-04-2010	30644907.37	45478355.10	76123262.47	33958512.00	31-03-2011	42164750.47	31-03-2011	42164750.47		
2	NAC Cash Book	01-04-2011	42164750.47	48372681.00	90537431.47	32919941.00	31-03-2012	57617490.47	31-03-2012	57617490.47		
	GRAND TOTAL		72809657.84	93851036.1	166660693.94	66878453		99782240.94		99782240.94		

Details of Closing Balance and Comments

Assets & Liabilities:

A) Assets : The position of liquid Assets and liabilities of this NAC as on 31.03.2012 is furnished below:

i)	Balance in different saving bank A/c	5,76,17,490.47
ii)	Cash in hand as per cash book	Nil
iii)	Old short term deposit	2,750.00
iv)	Advance Recoverable	12,03,253.23
v)	Rent and Tax Recoverable (Taxes as on 31.3.12 (19,12,993.22 deduct 20% and Depth 382598.22)	15,30,395.00
	Total	6,03,53,888.70

B) Liabilities :

i)	Unspent Govt. Grant	4,49,07,064.00
ii)	Loan recoverable	9,35,225.00
iii)	Salary	4,92,995.00
iv)	SD/EMD	5,10,264.00
v)	Energy Charges	73,33,933.00
vi)	Water Tax	9,43,674.00
vii)	VAT, Royalty, IT (228082+381637+227289)	8,37,008.00
viii)	Pension contribution	23,585.00
ix)	LIC	7,987.00
x)	CPF	18,000.00
xi)	P.T.	475.00
	TOTAL	5,60,10,210.00

PARA: 5 DETAILS OF CLOSING BALANCE AS PER BANK PASS BOOKS & CASH BOOK BANK BALANCE FIGURE

Bhuban NAC - 2011-2012

S/No	Name of the Bank	A/C No.	Closing Balance Date As on (dd/mm/yyyy)	Closing Balance in Pass Book(In Rs.) (A)	Closing Balance in Bank Date Cash Book (dd/mm/yyyy)	Closing Balance in Bank as mentioned in Cash Book(In Rs.) (B)	Difference(In Rs.)(A-B)	Remarks
1	S.B.I., Bhuban	30711601944	01-04-2011	24743842.00	31-03-2012	24743842.00	0	BRGF
2	S.B.I., Bhuban	30345584831	01-04-2011	12966.00	30-03-2012	12966.00	0	Non-LFS Pension
3	S.B.I., Bhuban	30324506969	01-04-2011	1168905.00	31-03-2012	1168905.00	0	SJSRY
4	S.B.I., Bhuban	11656081030	01-04-2011	8507.69	31-03-2012	8505.69	2	FDR (Rs.2/- Interest accrued from bank not account for in Cash Book.
5	S.B.I., Bhuban	11656081041	01-04-2011	13834.71	31-03-2012	13834.71	0	L.F.A. Pension
6	S.B.I., Bhuban	30394243882	01-04-2011	83790.00	31-03-2012	83790.00	0	S.R.C.
7	S.B.I., Bhuban	1165081029	01-04-2011	5589083.39	31-03-2012	5589083.39	0	General
8	S.B.I., Bhuban	30345382041	01-04-2011	40417.00	31-03-2012	40417.00	0	Non-LFA
9	S.B.I., Bhuban	11656080933	01-04-2011	3947.31	31-03-2012	3947.31	0	NRY
10	S.B.I., Bhuban	01100050019	01-04-2011	2057.62	31-03-2012	2057.62	0	N.R.Y.
11	S.B.I., Bhuban	30470436208	01-04-2011	1430440.00	31-03-2012	1430440.00	0	Road Dev.
12	S.B.I., Bhuban	11656080172	01-04-2011	2661.00	31-03-2012	2661.00	0	Current A/c
13	Kanara Bank, Bhuban	117205	01-04-2011	805160.00	31-03-2012	805160.00	0	SOAP
14	Kanara Bank, Bhuban	116549	01-04-2011	1085180.10	31-03-2012	1085180.10	0	MP LAD
15	Kanara Bank, Bhuban	113385	01-04-2011	18494.00	31-03-2012	18494.00	0	SJSRY
16	Kanara Bank, Bhuban	119931	01-04-2011	251882.00	31-03-2012	251882.00	0	SJSRY
17	Kanara Bank, Bhuban	118409	01-04-2011	8092127.00	31-03-2012	8092127.00	0	B.R.G.F.
18	Kanara Bank, Bhuban	118408	01-04-2011	230732.00	31-03-2012	230732.00	0	Vehicle Tax
19	Kanara Bank, Bhuban	117929	01-04-2011	4577177.00	31-03-2012	4577177.00	0	M.D.M.
20	Kanara Bank, Bhuban	117457	01-04-2011	4245904.00	31-03-2012	4245904.00	0	MLA LAD / SPF
21	N.G.B., Bhuban	2348	01-04-2011	1155943.00	31-03-2012	1155943.00	0	M.D.M.
22	N.G.B., Bhuban	7155	01-04-2011	36953.00	31-03-2012	36953.00	0	T.F.C.
23	N.G.B., Bhuban	5797	01-04-2011	10087.00	31-03-2012	10087.00	0	N.S.D.P.
24	N.G.B., Bhuban	3758	01-04-2011	12267.00	31-03-2012	12267.00	0	Pension
25	N.G.B., Bhuban	3919	01-04-2011	189559.00	31-03-2012	189559.00	0	MLA LAD/ BRGF
26	N.G.B., Bhuban	3468	01-04-2011	20926.00	31-03-2012	20926.00	0	-
27	N.G.B., Bhuban	3422	01-04-2011	52141.00	31-03-2012	52141.00	0	M.D.M.
28	P.N.B., Bhuban	3534	01-04-2011	2000000.00	31-03-2012	2000000.00	0	
29	P.L. A/C	8448	01-04-2011	1732508.65	31-03-2012	1732508.65	0	
	GRAND TOTAL			57617492.47		57617490.47	2	

Reconciliation

PARA: 6 STOCK POSITION

Bhuban NAC - 2011-2012

S/no	Material/ Item	Opening Balance	Receipt	Issued	Closing Balance As per Audit	As per stock register	Remarks
1	-	0	0	0	0	0	-

Details of Closing Balance & Comments

PARA: 7 INVESTMENT

Bhuban NAC - 2011-2012

S/no	Opening Balance of Investment as on (DD MM YYYY)	Opening Balance(In Rs:)	Amount Encashed during the Year under Audit(In Rs:)	Total(In Rs:)	Amount Invested during the Year under Audit(In Rs:)	Closing Balance as per (DD MM YYYY) Audit	Closing Balance Audit(In Rs:)	Closing Balance as per (DD MM YYYY) Investment Ledger	Closing Balance Investment Ledger(In Rs:)	Difference(In Rs:)	Remarks
1	01-04-2011	500.00	0.00	500	0.00	31-03-2012	500	31-03-2012	500.00	0	
2	01-04-2011	750.00	0.00	750	0.00	31-03-2012	750	31-03-2012	750.00	0	
3	01-04-2011	1000.00	0.00	1000	0.00	31-03-2012	1000	31-03-2012	1000.00	0	
4	01-04-2011	5.00	0.00	5	0.00	31-03-2012	5	31-03-2012	5.00	0	
5	01-04-2012	500.00	0.00	500	0.00	31-03-2012	500	31-03-2012	500.00	0	
	GRAND TOTAL	2755	0	2755	0		2755		2755	0	

DETAILS OF CB ON INVESTMENT & Comments :

PARA: 8 ADVANCE

Bhuban NAC - 2011-2012

S/No	Advance Outstanding as on (DD MM YYYY)	Cashbook Name	Advance Outstanding (In Rs:)	Advance Paid during the Year under Audit(In Rs:)	Total(In Rs:)	Advance adjusted during the Year under Audit(In Rs:)	Advance Outstanding as per (DD MM YYYY) Audit	Advance Outstanding Audit (In Rs:)	Advance Outstanding as per (DD MM YYYY) Cash Book	Advance Outstanding Cash Book(In Rs:)	Difference(In Rs:)	Remarks
1	01-04-2011	Accountant Cash Book	1219600.23	504000.00	1723600.23	520347.00	31-03-2012	1203253.23	31-03-2012	1203253.23	0	
	GRAND TOTAL		1219600.23	504000	1723600.23	520347		1203253.23		1203253.23	0	

Comments :

Year-wise breakup of Advance position :

Sl. No.	Year of Advance	Amount of Advance
1.	Upto 2000-01	7,13,200.23
2.	2001-02	17,000.00
3.	2002-03	55,000.00
4.	2003-04	10,000.00
5.	2004-05	7,653.00
6.	2006-07	85,000.00
7.	2007-08	50,000.00
8.	2008-09	55,000.00
9.	2009-10	60,000.00
10.	2011-12	1,50,400.00
	Total	12,03,253.23

Details of Outstanding Advance:

Sl. No.	Name of the Person	Vr. No./ Date	Amount	Remarks
1.	Unclassified amount up to 2000-01	-	7,13,200.23	
2.	For the year 2001-02			
i.	Prafulla Kr. Sitha, Ex-E.O.	15/6.9.01	4,000.00	
ii.	-do-	4/6.3.02	10,000.00	
iii.	Narahari Sahoo, Ex-Chairman	16/6.9.01	3,000.00	
	Total		17,000.00	
3.	For the year 2002-03			
i.	Bikram Kishori Das, Ex-E.O.	18/17.12.02	10,000.00	
ii.	Late Sagar Ch. Sahoo, Sr. Clerk	39/6.1.03	10,000.00	
iii.	Late Natha Behera, Sweeper	17/10.2.03	2,000.00	
iv.	Biranchinarayan Mohapatra	40/16.10.03	3,000.00	
v.	Sadasib Naik, AT	22/15.03.03	20,000.00	
vi.	-do-	48/15.3.03	10,000.00	
	Total		55,000.00	
4.	For the year 2003-04			
i.	Bikram Keshari Das, Ex-E.O.	25/7.8.03	10,000.00	
	Total		10,000.00	
5.	For the year 2004-05			
i.	Suresh Ch. Sahoo, Ex-E.O.	84/30.3.05	701.00	
ii.	Sanatan Bindhani	13/4.8.04	6,952.00	
	Total		7,653.00	
6.	For the year 2005-06			
i.	Dillip Ku. Pal, Ex-J.E.	3/12.4.06	50,000.00	
ii.	-do-	51/31.5.06	30,000.00	
iii.	Kailash Swain, Jr. Clerk	43/31.5.06	5,000.00	
	Total		85,000.00	
7.	For the year 2007-08			
i.	Chittaranjan Mishra, Contractor	73/16.10.07	15,000.00	
ii.	-do-	1/7.11.07	35,000.00	

		Total	50,000.00	
8.	For the year 2008-09			
<i>i.</i>	<i>Sadasiba Nayak, ATC</i>	<i>102/6.4.08</i>	<i>10,000.00</i>	
<i>ii.</i>	<i>-do-</i>	<i>35/4.10.08</i>	<i>5,000.00</i>	
<i>iii.</i>	<i>Gauranga Charan Behera</i>	<i>19/24.9.08</i>	<i>20,000.00</i>	
<i>iv.</i>	<i>-do-</i>	<i>20/24.9.08</i>	<i>20,000.00</i>	
		Total	55,000.00	
9.	For the year 2009-10			
<i>i.</i>	<i>Sadasib Nayak, ATC</i>	<i>-/25.3.10</i>	<i>60,000.00</i>	SJSRY
		Total	60,000.00	
10.	For the year 2011-12			
<i>i.</i>	<i>Muralidhar Nayak</i>	<i>/26.3.12</i>	<i>3,000.00</i>	Sanitation
<i>ii.</i>	<i>-do-</i>	<i>/29.3.12</i>	<i>12,000.00</i>	-do-
<i>iii.</i>	<i>Manmohan Sahoo</i>	<i>/4.5.11</i>	<i>1,00,000.00</i>	SJRRY Training
<i>iv.</i>	<i>Festival Adv. Of Staff</i>		<i>35,400.00</i>	
		Total	1,50,400.00	
		Grand Total	12,03,253.23	

Details of Festival Advance paid to Staff during 2011-12

Sl. No.	Name of the Staff	Amount of Advance
1.	<i>Biswanath Rout, Sr. Asst.</i>	<i>1800.00</i>
2.	<i>Kodandadhar Pothal, Peon</i>	<i>1800.00</i>
3.	<i>Manmohan Sahoo, TC</i>	<i>1800.00</i>
4.	<i>Muralidhar Mishra, ATC</i>	<i>1800.00</i>
5.	<i>Nandakishore Mehena, ATC</i>	<i>1800.00</i>
6.	<i>Satyabrata Sahoo, ATC</i>	<i>1800.00</i>
7.	<i>Rabindra Kr. Behera, ATC</i>	<i>1800.00</i>
8.	<i>Haladhar Dehury, ATC</i>	<i>1800.00</i>
9.	<i>Surendra Mallick, Octroi Peon</i>	<i>1800.00</i>
10.	<i>Kailash Behera, Octroi Peon</i>	<i>1800.00</i>
11.	<i>Magiram Sahoo, Octroi Peon</i>	<i>1800.00</i>
12.	<i>Jugal Kishore Prusty, Octroi Peon</i>	<i>1800.00</i>
13.	<i>Ghanashyam Sahoo, Octroi Peon</i>	<i>1800.00</i>
14.	<i>Nandu Mukhi, Sweeper</i>	<i>1800.00</i>
15.	<i>Jhumar Behera, Sweeper</i>	<i>1800.00</i>
16.	<i>Kanak Naik, Sweeper</i>	<i>1800.00</i>
17.	<i>Sanjeep Jena, Sweeper</i>	<i>1800.00</i>
18.	<i>Bhabanisankar Gochhayat, Sweeper</i>	<i>1800.00</i>
19.	<i>Sambunath Behera</i>	<i>600.00</i>
20.	<i>Pagal Naik</i>	<i>600.00</i>
21.	<i>Judhistira Naik</i>	<i>600.00</i>
22.	<i>Patua Naik</i>	<i>600.00</i>
23.	<i>Somabari Jena</i>	<i>600.00</i>
	Total	35,400.00

PARA: 9 GRANTS

Bhuban NAC - 2011-2012

S/no	Grants Outstanding as on (DD MM YYYY)	Grants Outstanding (In Rs:)	Grants Received during the Year under Audit(In Rs:)	Total(In Rs:)	Grants Spent during the Year under Audit(In Rs:)	Grants unspent as on (DD MM YYYY)	Grants unspent (In Rs:)	Remarks
1	01-04-2011	38375417.00	37866639.00	76242056	31334992.00	31-03-2012	44907064	
	GRAND TOTAL	38375417	37866639	76242056	31334992		44907064	

Comments :

PARA: 10 UTILISATION CERTIFICATE

Bhuban NAC - 2011-2012

S/no	U.C Outstanding as on (DD MM YYYY)	U.C Outstanding(In Rs:)	U.C due for submission during the period under Audit(In Rs:)	Total(In Rs:)	U.C Submitted during the period under Audit(In Rs:)	U.C needs to be submitted as on outstanding as on (DD MM YYYY)	U.C needs to be submitted as on outstanding (In Rs:)	Remarks
1	01-04-2011	84373474.00	37866639.00	122240113	0.00	31-03-2012	122240113	
	GRAND TOTAL	84373474		122240113	0		122240113	

Comments :

PARA: 11 MISAPPROPRIATION & DEFALCATION

11.1 - Non-credit of Miscellaneous collection amount :

On checking the counter foils of Miscellaneous receipt books w.r.t. Cashier's Cash Book (as the DCR has not been maintained), it was noticed that a sum of Rs. 1,24,222.00 collected through Misc. Receipt has not been credited either into the Cashier's Cash Book or into the Bank pass book till commencement of audit. The details of such collections are given below.

Sl. No.	Misc. Receipt Book No.	Misc. Receipt No.	Amount	Remarks
1.	23	2200 to 2300	42,894.00	
2.	24	2372 to 2399	32,822.00	
3.	22	2149 to 2200	34,050.00	
4.	22	2147 to 2148	06.00	(9056 -9050= Rs. 6/-)short credit
5.	26	2508 to 2516	4,000.00	
6.	20	1977 dt. 19.10.11	250.00	
7.	20	1978 dt. 19.10.11	1,000.00	
8.	20	1979 dt. 19.10.11	250.00	
9.	20	1980 dt. 19.10.11	500.00	
10.	20	1982 dt. 1.11.11	250.00	
11.	20	1983 dt. 1.11.11	1,000.00	
12.	20	1984 dt. 3.11.11	250.00	
13.	20	1985 dt. 3.11.11	500.00	
14.	20	1986 dt. 3.11.11	250.00	
15.	20	1987 dt. 3.11.11	500.00	
16.	20	1989 dt. 19.11.11	1,500.00	
17.	20	1991 dt. 25.11.11	250.00	
18.	20	1992 dt. 25.11.11	500.00	
19.	20	1993 dt. 25.11.11	250.00	
20.	20	1994 dt. 25.11.11	500.00	
21.	20	1995 dt. 25.11.11	500.00	
22.	20	1996 dt. 26.11.11	250.00	
23.	20	1997 dt. 26.11.11	500.00	
24.	20	1998 dt. 26.11.11	500.00	
25.	20	1999 dt. 28.11.11	700.00	
26.	20	2000 dt. 2.12.11	250.00	
TOTAL			RS. 1,24,222.00	

In this regard an audit objection memo issued and the local authority credited

Rs. 19,155.00 into CCB at Page- 42 dt. 23.7.2012

Rs. 23,489.00 taken into CCB Page- 42 dt. 26.7.2012

Rs. 32,489.00 taken into CCB Page-42 dt. 26.7.2012

The balance amount for Rs. 34,056.00 taken into CCB at Page – 44 dt. 25.8.2012 and Rs. 14,700.00 taken into CCB Page – 44 dt. 27.8.2012. As such a total sum of Rs. 1,24,272.00 recovered from Sri Satyabrata Sahoo, ATC and credited into the Cashier's Cash Book and Pass Book account No.- P.N.B. – 3534.

PARA: 12 LOSS OF STOCK & STORE

12.1 -

- NO COMMENTS -

PARA: 13 AUDIT OF RECEIPTS

13.1 - Assessment of Taxes:

The assessment of Taxes on holding is generally fixed by the valuation Deptt. on the value of the holding collected. Taxes like holding tax, light tax, water tax etc. are to be collected at different rates suggested by Govt. in H & U.D. deptt. and subsequently approved by the concerned council. During the course of audit, it was ascertained that the collection of holding taxes etc. was made as per the annual value of the holding prepared during the year 1998-99 and was effective w.e.f. 1.4.2007.

During the year under audit the taxes was collected at the rate of 10% of the annual value of the holdings assessed during the year 1999-2000.

- 1) Holding Tax 6% of Annual Value
- 2) Light Tax 2 % of Annual Value
- 3) Water Tax 2 % of Annual Value

13.2 - Collection of Taxes:

The details of different taxes collection during 2011-12 given in a separate statement appended to this report in hard copy. An abstract of such collection of different taxes are furnished below:

Sl. No.	Name of Taxes	Arr. Demand	Current Demand	Total Demand	Collection made during 11-12	Balance	Percentage
1.	Holding Tax	5,38,274.37	1,16,087	6,54,361.37	67,226	5,87,135.37	10.27%
2.	Light Tax	2,47,744.48	40,554	2,88,298.48	21,741	2,66,557.48	7.54%
3.	Water Tax	2,26,340.97	40,554	2,66,894.97	22,506	2,44,388.97	8.43%
	Total	10,12,359.82	1,97,195	12,09,554.82	1,11,473	10,98,081.82	

In absence of Demand Collection and balance register the position of collection of different taxes was worked out from the records and register available to audit. Hence the figure may be varied from the actual position in this regard an audit objection memo issued to maintain the DCB Register as per Rule- 176 of OM Rules- 1953. The performance of collection of taxes is very poor. In this regard the E.O. should take sincere steps to make better performance to wipe-out the sick position of collection of taxes.

Reconciliation of Accounts Figure with reference to DCB Figure:

Sl.	Particular	Holding Tax	Light Tax	Water Tax	Remarks
1.	As per accounts figure	67,226	21,741	22,506	-
2.	Less collection made during 11-12	-	-	-	-
3.	Add. Collection made during the year 11-12 but credited during 12-13	-	-	-	-
	As per DCB	67,226	21,741	22,506	

13.3 - Year-wise break-up of outstanding taxes:

The year-wise break-up of outstanding taxes derived from the last A/R as well as the records and register available to audit are furnished below:

Sl. No.	Year	Holding	Light	Water
1.	Up to 99-2000	2,38,892.37	1,50,029.48	1,04,701.97
2.	2000-01	12,484.00	5,044.00	6,399.00
3.	2001-02	12,051.00	4,862.00	5,850.00
4.	2002-03	24,208.00	8,297.00	9,928.00
5.	2003-04	36,943.00	13,477.00	13,786.00

6.	2004-05	25,788.00	10,071.00	4,664.00
7.	2005-06	41,980.00	11,807.00	14,839.00
8.	2006-07	43,946.00	19,825.00	16,184.00
9.	2007-08	91,625.00	-	8,123.00
10.	2008-09	10,902.00	-	8,162.00
11.	2009-10	13,422.00	-	9,453.00
12.	2010-11	42,082.00	15,595.00	15,756.00
13.	2011-12	75,275.00	27,580.00	24,543.00
	Total	5,87,135.37	2,66,557.48	2,44,388.97

1. Holding Rs. 5,87,135.37
 2. Light Rs. 2,66,557.48
 3. Water Rs. 2,44,388.97
Total Rs. 10,98,081.82

Rs. 10,98,081.82 lies outstanding taxes for collection but the E.O. hadn't been taken any sincere steps or legal action against the defaulter households. Hence the E.O. once again suggested to take sincere step to improve the sick position.

13.4 - Time Barred Dues:

A sum of Rs. 19,064.00 remain under timebarred dues in respect of holding and water tax. The details of such given below:

1. Holding Tax Rs. 10,902.00
 2. Light Tax Rs. ---
 3. Water Tax Rs. 8,162.00
Total Rs. 19,064.00

The following officieal are responsible for the time barred by limitation as they failed to made collection or didn't taken any legal action/suit actions:

Responsible Person for this paragraph

Sno	Name	Adress	Amount(In Rs.)
1	Sri Alekha Bihari Parida	Bhuban NAC, Bhuban, Dist.: Dhenkanal Now working at Talcher Municipality, Talcher, Dist.: Angul	9532.00
2	Sri Kailash Ch. Swain	Bhuban NAC, Bhuban, Dist.: Dhenkanal	9532.00

13.5 - Distress Warrants:

No distress warrant was issued during the year 2011-12 against the defaulters as per Municipal Rules-202 OM- 1953. Hence the maintenance of distress warrant register need be ensured to watch the position.

13.6 - Law Suit:

During 2011-12 the year of account audit not a single case suit against the defaulter tax holder/ payer. Hence the E.O. is advised to take sincere attempt to take legal action at his end against the defaulters and compliance reported.

13.7 - Cart & Carriage Taxes

During 2011-12, the NAC had been failed to collect tax under the head of cart & carriage for the neither any resolution has been made or

the facts intimated to H & UD Deptt.

13.8 - License Fees on rent and fixed demand:

Despite repeated instruction and suggestions imposed in last A/R No.- 29/11-12, the DCB register of licnese of rent and fixed demand has not been maintained as required under Municipal Rule-1953. In absence of the DCB register there is every possibility of leakage of income in each steps.

Hence the present E.O. is advised to take sincere steps to materialize the maintenance of DCB register of taxes fees and license fees at an early stage and compliance reported to audit.

However, basing upon the previous A/R No- 29/11-12 , and the records and register available to audit the DCB balance worked out and given in a separate statement appended to this audit report in hard copy an abstract position of such given below:

Sl. No.	Particulars	Total Demand	Collection during 11-12	% of collection	Remarks
1.	Rent on land & building	1,27,638	33,339		
2.	D & O Trade U/s -290	35,763	1,000		
3.	Cabine License	4,150	-		
4.	Hide & Skine	50,256	-		
5.	Sairat & Bagayat	2,29,301	1,28,201		
6.	Fishery ponds	2,45,455	98,780		
7.	Kaine House	1,755	1,580		
8.	Bus Stand fees	79,746	58,000		
9.	Daily market	3,04,229	46,000		
10.	Ferry Ghat	1,78,150	80,600		
11.	Cycle Stands	968	-		
	Total	12,62,411	4,37,500		

13.9 - Year-wise breakup of outstanding fees

The year-wise breakup of outstanding fees as on 31.3.2012 has not been worked out by the NAC for which it is difficult to worked out the year-wise breakup of outstanding collections.

Hence the E.O. once again advised to take sincere steps to prepare the year-wise breakup of outstanding rent and fees and compliance reported to audit.

13.10 - Other internal sources of income (Compost Account :)

Inspite of several instruction given in the previous A/R, no compost account has been maintained by the NAC or the same has not produced to audit for verification of the old stock of compost a/c. Hence the E.O. is advised to take necessary steps to increase reverence of NAC by way of worked out the compost a/c and compliance reported to audit.

However, in absence of the compost account register the position of the compost account basing upon the last audit report is given below:

1. Opening Balance as on 1.4.2011	32.6 MT
2. Production during 2011-12	Nil
3. Total	32.6 MT
4. Disposal / saleproceed of stock	NIL

5. C.B. as on 31.3.12 32.6 MT

PARA: 14 AUDIT OF EXPENDITURE

14.1 - Inadmissible HRA Sri Alekhibhari Parida, E.O.

On checking of the pay acquittance roll, it was revealed that the E.O. has been drawn Rs. 11,640.00 towards HRA which was irregular as the earmarked quarters has been provided to the E.O. Hence, Rs. 11,640.00 needs recovery. The details of same given below:

Sl. No.	Vr. No./ Date	Period for payment	Amount paid	Remarks Acq. Page No.-
1.	- / 30.4.11	April - 11	1,030.00	40
2.	1/ 6.6.11	May - 11	1,061.00	41
3.	11/7.7.11	June - 11	1,061.00	43
4.	72/27.7.11	July - 11	1,061.00	44
5.	72/27.8.11	August - 11	1,061.00	45
6.	120/28.9.11	Sept. - 11	1,061.00	46
7.	15/2.11.11	Oct. - 11	1,061.00	50
8.	-9.12.11	Nov. - 11	1,061.00	51
9.	2/6.1.12	Dec. - 11	1,061.00	52
10.	36/14.2.12	Jan - 12	1,061.00	54
11.	5/2.3.12	Feb. - 12	1,061.00	56
		Total	11,640.00	

In this regard an audit objection memo issued, the local authority replied the same will be recouped from the person responsible and compliance reported to audit.

Responsible Person for this paragraph

Sno	Name	Adress	Amount(In Rs.)
1	Sri Alekha Bihari Parida	Bhuban NAC, Bhuban, Dist.: Dhenkanal Now working at Talcher Municipality, Talcher, Dist.: Angul	11640.00

14.2 - Irregular purchase of Survey Materials:

A sum of Rs. 43,130.00 survey materials had been purchased from the M/s Anand Traders, Bagalpur, Jagatsinghpur vide Vr. No.- 38/25.6.11 for this there is no such G.B. resolution or no stock entry has been made against this purchase. Hence the purchase worth Rs. 43,130.00 was void. Hence the entire amount needs recovery from the person responsible.

In this regard an audit objection memo issued, the local authority has no reply furnished. Hence the objection stands good and needs recovery from the persons concern.

14.3 - Less deduction of Professional Tax :

On checking of the Pay acquittance of staff it was noticed that, 18,425.00 toward Professional Tax not deducted from the following staffs.

1. Sri Alekhibhari Parida, E.O. Rs. 3300.00
2. Sri Muralidhar Mishra, ATC Rs.1375.00
3. Sri Nandakishore Maharana, ATC Rs. 1375.00
4. Sri Sadashiv Nayak, ATC Rs. 125.00
5. Sri Satyabrata Sahoo, ATC Rs. 1375.00

6.	Sri Rabindra Behera, ATc	Rs. 1375.00
7.	Sri Haladhar Dehury, ATC	Rs. 1375.00
8.	Sri Basant Ku. Nayak, Peon	Rs. 1250.00
9.	Sri Magiram Sahoo, Peon	Rs. 1375.00
10.	Sri Jugal Kishore Prusty, peon	Rs. 1375.00
11.	Sri Surendra Ku. Mallik, Peon	Rs. 1375.00
12.	Sri Kailash Behera, Peon	Rs. 1375.00
13.	Sri Ghanashyam Sahoo, Peon	<u>Rs. 1375.00</u>
	Total	Rs. 18,425.00

The above amount may please be recouped from the persons concerned and compliance reported to audit.

In this regard an audit objection memo issued and the local authority replied "The PT will be deducted from the salary of the concerned staff and produced".

14.4 - Irregular Payment of T.E. to the E.O. on Training at Hyderabad:

During checking of the paid vouchers it was noticed that in Vr. No.- 48 dtd. 17.2.2012 a sum of Rs. 36,227.00 was paid out of this Rs. 3,920.00 was paid by ASCI, Hyderabad and balance Rs. 32,307.00 booked as expenditure from NAC fund. The detail of such given below:

1.	E-ticket	Rs. 10,682.58
2.	Return Ticket	Rs. 10,682.58
3.	Hire Charges of vehicle	Rs.7,000.00
4.	Administrative expr.E.O.	Rs. 3861.00
5.	-do-	<u>Rs. 3861.00</u>
	Total	Rs. 36,227.16 or say 36,227.00

ASCI, Hyderabad reimbursed Rs. 3,920.00 (as per govt. rule)

Balance Rs. 32,307.00 (from NAC fund)

In this regard an audit objection memo issued for double payment of T.E. of Rs. 32,307.00 in the same head needs recovery and the local authority no reply furnished. Hence the objection stands good. Till then the entire amount of Rs. 32,307.00 is suggested for recovery from the official responsible.

Responsible Person for this paragraph

Sno	Name	Adress	Amount(In Rs.)
1	Sri Alekha Bihari Parida	Bhuban NAC, Bhuban, Dist.: Dhenkanal Now working at Talcher Municipality, Talcher, Dist.: Angul	32307.00

14.5 - Irregular hire charges paid:

On checking of the paid vouchers w.r.t. accountant Cash Book and relevant records it was seen that, Rs. 84,135.00 spent towards hire charges of vehicle during the year 2011-12. The detail of same has been given in Annexure – I of this report which furnished in hardcopy.

But supporting of the expenditure neither G.B. resolution has been made nor any genuine voucher produced to audit. Hence the amount needs recovery from the person concerned.

In this regard an audit objection memo issued and the local authority no reply furnished. Hence the objection stands good and the entire amount kept under objection.

14.6 - Irregular expenditure towards legal charges :

On checking of Accountant Cash Book it was seen that, Rs. 1,49,000.00 has been booked towards legal charges with a simple plain voucher of acknowledgement. But supporting of this no such legal files ,documents and money receipts produced to audit for shown the genuineness of expenditure. The details of such given below:

Sl. No.	Vr. No./ Date	Amount	Cash book page No.
1.	57/17.5.11	Rs.14000.00	P- 28
2.	50/30.6.11	Rs. 20000.00	P- 59
3.	51/30.6.11	Rs. 35000.00	P- 59
4.	52/30.6.11	Rs. 50000.00	P- 60
5.	54/30.6.11	Rs. 15000.00	P- 61
6.	68/25.7.11	Rs. 15000.00	P- 91
	Total	Rs. 1,49,000.00	

In this regard an audit objection memo issued to produce all the connected records to show the genuineness of the expenditure otherwise the expenditure treated as void and the local authority no reply furnished. Hence the objection stands good and need recovery.

14.7 - Irregular Payment of contractual salary:

On checking of pay acquittance roll, it was noticed that 2 nos. of Driver were paid Rs. 57,000.00 towards their contractual salary.

1.	Sri Suresh Ku. Sahoo, Driver (Contractual)	Rs. 33,000.00
2.	Sri Asish Ku. Sahoo, Driver (Contractual)	Rs. 24,000.00
	Total	Rs. 57,000.00

But for above payment there was no such legal procedure for appointing the above 2 drivers from govt. H & UD Deptt. Odisha, Bhubaneswar or any GB resolution has been made. Hence the E.O. is advised to produce the above 2 facts to audit in audit objection memo. But the local authority no reply furnished hence the objection stands good.

14.8 - Acknowledgement Wanting worth Rs. 31,500.00

On checking of the accountant Cash bOok it was found that, Rs. 31,500.00 acknowledgement wanting against the expenditure booked into the cash book. The detail of same furnished below:

Sl. No.	Vr. No. /Date	Particulars of payment	Amount Paid	Remarks
1.	113/24.9.11	Paid to Secretary, Kaipana Club, Kamakhyanagar for Dhenkanal Mahotshava (Drama Section)	Rs. 10,000.00	M.R. no. Acknowledgemnt of Money Receipt wanting
2.	114/24.9.11	Paid to Chittaranjan Mishra, Bhuban Sanskrutika Kala Parishad	Rs. 10,000.00	-do-
3.	22/16.11.11	Paid to Modern Anupama for advancement	Rs. 3,500.00	-do-
4.	23/16.11.11	-do-	Rs. 8,000.00	-do-
		TOTAL	Rs. 31,500.00	

In this regard an audit objection memo issued to produce all the connected records to show the genuinenss of the expenditure otherwise the expenditure treated as void and the local authority no reply furnished. Hence the objection stands good and need recovery.

14.9 - Voucher Wanting worth Rs. 3,34,085.00

On checking of the accountant Cash book it was revealed that, Rs. 3,34,085.00 Vouchers wanting against the expenditure booked into the cash book. The detail of same furnished below:

Sl. No.	Vr. No. /Date	Particulars of payment	Amount Paid	Remarks
1.	3/3.9.11	Release of W.H of Ajaya Sethi	Rs. 20,000.00	Voucher wanting
2.	5/3.9.11	Paid to Prabhu Dayal	Rs. 32740.00	-do-
3.	21/12.9.11	Refund of S.D. to Nandakishore Behera	Rs. 500.00	-do-
4.	129/3.9.11	T.A. Bill of Chairman	Rs. 29,050.00	-do-
5.	170/30.9.11	Bill for Auto Tripper	Rs.750.00	-do-
6.	171/30.9.11	Bill for Tractor	Rs. 1000.00	-do-
7.	16/15.11.11	Release of W.H. of Pabitrामohan Sahoo	Rs. 5,000.00	-do-
8.	1/3.12.12	Nips	Rs. 2,35,645.00	-do-
9.	59 to 63/29.3.12	Purchase of furniture	Rs. 8,400.00	-do-
10.	66/29.3.12	Refund of S.D.	Rs. 500.00	-do-
11.	72/29.3.12	-do-	Rs. 500.00	-do-
		TOTAL	Rs. 3,34,085.00	

In this regard an audit objection memo issued to produce all the connected records to show the genuinenss of the expenditure otherwise the expenditure treated as void and the local authority no reply furnished. Hence the objection stands good and need recovery.

14.10 -

PARA: 15 AUDIT ON WORKS

15.1 - Excess payment in works

Name of the work: C.C. with cold drinking water near Maviragodi W.No.- 5

E.C.: Rs. 5,00,000/- (MP LAD)

Vr. No.- 5/ 14.10.11

Agency : Sri Susanta Behera

J.E.: Sri Jagadish Nayak

M.B.- 117/ p- 25 to 31

E.O.: Sri Alekha Bihari Parida

Accountant: Sri Biswanath Rout

i) On checking of the above work bill it was noticed that a sum of Rs. 9,850.00 VAT amount neither deduct from the bill nor the VAT voucher attached to the work case record. Hence the amount needs recovery from the person concerned.

The details of same is given below:

a) Cement from Rohit Agency: Memo No.- 811

188.68 bags @ Rs. 259/- per bag = Rs. 48,868.12

or say 48,868.00 VAT @ 13.5% comes to Rs. 6,597.18 or Rs. 6,597.00

b) M.S. Rod 16 Qtl. @ Rs. 4000/- p.Qtl. = Rs. 64,000/- VAT @ 5% = Rs. 3200.00

c) Binding Wire 15 kg. x Rs. 70/- = Rs. 1050.00 VAT @ 5% = Rs. 52.50 or 53.00

Total – Rs. 9,850.00 excess paid to the executant Sri Susant Behera.

ii) Transparency Board cost Rs. 1500/- not added in the bill but the cost is provided in the estimated and it is vital as per govt. notification. But the Executant paid full estimated cost Rs. 5,00,000/- without the cost of transparency board. Hence excess paid Rs. 1500.00 needs be recovered from the person concerned.

iii) Cement Concrete (1:4:8) 40 mm.

As per Bill : 6.09 cum. x 2495.36 = Rs. 15,196.00.

As per actual 6.09 cum. x 2457.72 = Rs. 14,968.00

Excess paid = Rs. 228.00 (as per actual 2% T & P cost Rs. 37.54 is disallowed)

From the above paragraph a sum of Rs. 11,578.00 (9850 + 1500 + 228) excess paid to Sri Susant Behera needs recovery. In this regard an audit objection meo issued and the local authority replied the same will be recouped from the person concerned and compliance reported to audit.

Responsible Person for this paragraph

Sno	Name	Adress	Amount(In Rs.)
1	Sri Alekha Bihari Parida	Bhuban NAC, Bhuban, Dist.: Dhenkanal Now working at Talcher Municipality, Talcher, Dist.: Angul	3860.00
2	Sri Jagadish Nayak	Bhuban NAC, Bhuban, Dist.: Dhenkanal	3859.00
3	Sri Biswonath Rout	Bhuban NAC, Bhuban, Dist.: Dhenkanal	3859.00

15.2 - Excess payment in works

Name of the work: Renovation of pond near Jharanpokhari W.No.- 3

E.C.: Rs. 13,000/- (own fund)

Vr. No.- 78/ 30.11.11

Agency : Sri Ajaya Ku. Sethi

J.E.: Sri Surendranath Sahoo

M.B.- 98/ p- 192 to 196

E.O.: Sri Alekha Bihari Parida

Accountant: Sri Biswanath Rout

i) Sloucy soil allowed in bill: 218.40 cum. x @ 5503.70 = Rs. 12,020.00

as per actual : 218.40 cum. x @ 4800.00 = Rs. 10,483.00

excess paid to the executants = Rs. 1537.00

From the above paragraph a sum of Rs. 1537.00 excess paid to Sri Ajaya Ku. Sethi needs recovery. In this regard an audit objection memo issued and the local authority replied the same will be recouped from the person concerned and compliance reported to audit.

Responsible Person for this paragraph

Sino	Name	Adress	Amount(In Rs:)
1	Sri Alekha Bihari Parida	Bhuban NAC, Bhuban, Dist.: Dhenkanal Now working at Talcher Municipality, Talcher, Dist.: Angul	513.00
2	Sri Surendranath Sahoo	Bhuban NAC, Bhuban, Dist.: Dhenkanal	512.00
3	Sri Biswonath Rout		512.00

15.3 - Excess payment in works

Name of the work: Constn. of community centre in W.No.- 6

E.C.: Rs. 5,00,000/- (MP LAD)

Vr. No.- 33/ 10.6.11

Agency : Sri Mohan Ch. Mohanty

J.E.: Sri Surendranath Sahoo

M.B.- 96/ p- 112 to 128

E.O.: Sri Alekha Bihari Parida

Accountant: Sri Biswanath Rout

a) Excess consumption of M.S. Rod:

on checking of the above bill it was seen that in R.C.C. work 1:1 ½ :3) it was consumed Q 19. 32 qtl. but as per PWD specification the consumption should be 19.32 x 0.9 kg. = 17.32 Qtl. But in this project it was consumed 19.16 qtl. As such 1.78 Qtl. excess consumed @ Rs. 4012.30 p. Qtl. hence a total sum of Rs. 7,142.00 excess paid to the executants needs recovery.

b) Non-preparation of display board :

On checking of the above bill it was seen that the cost of display board has not been added to the bill but the wholesome bill paid to the executants. But it is the mandatory item to prepare the information board in the work site. Hence, the cost of display board of Rs. 1,000/- excess paid to the executant.

Hence, a total sum of Rs. 8,142.00 (7,142 + 1000) needs recovery from Sri Mohan Ch. Mohanty. In this regard an audit objection memo issued and the local authority replied "the same will be recouped and compliance to be reported to the audit."

Responsible Person for this paragraph

Sino	Name	Adress	Amount(In Rs:)
1	Sri Alekha Bihari Parida	Bhuban NAC, Bhuban, Dist.: Dhenkanal Now working at Talcher Municipality, Talcher, Dist.: Angul	2714.00
2	Sri Biswonath Rout	Bhuban NAC, Bhuban, Dist.: Dhenkanal	2714.00
3	Sri Surendranath Sahoo	Bhuban NAC, Bhuban, Dist.:	2714.00

Dhenkanal

15.4 - Non-production of work Case Records :

On checking of the work case records w.r.t. MBs and connected cash book, it was found that the following 2 records worth Rs. 34,499.00 not produced to audit. The detail of which given below:

Sl. No..	Particulars	Amount
1.	Name Project: Constn. of Kartikeswar CC near Jagannath Temple Vr. No.- 1/ 4.4.11 Scheme – MLA LAD	Rs. 24,071.00
2.	Name Project: Constn. of Raghunath Jew CC in W. NOo- 4, Bhuban NAC Vr. No.- 119/ 28.9.11 Scheme – MP LAD	Rs. 10,428.00
TOTAL		Rs. 34,499.00

In this regard an audit objection memo issued to produce the records for verification but the local authority failed to do so. Hence the objection stands good and the entire amount of Rs. 34,499.00 remain held under objection.

PARA: 16 AUDIT ON UNITS / DEPARTMENT

PARA: 17 AUDIT ON SCHEMES / PROGRAMMES

PARA: 18 MISCELLANEOUS

18.1 - Budget

The budget estimate for the year 2011-12 was prepared and made council resolution vide No.-

The same was sent to the ADMO, Dhenkanal vide Lt. No. _____ dtd. _____ by E.O., Bhuban NAC and the same has been sent to the H & UD Deptt, Bhubaneswar. The same was approved by the Govt and communicated to Bhuban NAC vide Lt. No.----- Dt.-----.

Hence a comparison between the budget estimate and actual is furnished below:

Sl. No.	Head of A/c	Budget Provision	Actual	Difference
1.	Holding Tax	3,60,000	67,226	2,92,774
2.	Water Tax	90,000	1,22,506	-32,506
3.	Light Tax	90,000	21,741	68,259
4.	D & O U/s 290	30,000	1,000	29,000
5.	Bus Stand	10,000	58,000	-48,000
6.	Land & Building	2,00,000	75,782	1,24,218
7.	Revenue from market	80,230	46,000	34,230
8.	Ponds	2,00,000	98,780	1,01,220

It is revealed from the above compareason that the budget is not prepared basing upon the last 3 years abstract received. It is rather maintained in un-realistic manner which is void and avoidable.

18.2 - Annual Accounts :

In course of audit of Bhuban NAC for the year 2011-12 it was noticed that the account is not followed the NAC Annual Accounts Procedure. The following irregularities noticed during the course of audit.

1. The DCR of miscellaneous Receipt has not prepared.
2. The cumulative abstract for receipt in Cashier's Cash book has not been maintained
3. The DCB of receipt has not properly maintained.
4. Monthly abstract receipt & expenditure has not been prepared and maintained in cash book.
5. Deduction register of work accounts not maintained.
6. The closing balance has tallied from the pass book by hook and cook method, which is void and avoidable.

However, lack of maintenance of record and register the current annual abstract of receipt and expenditure figure has been worked out basing upon the cash book and relevant record and register. Hence the present E.O. is advised to prepare correct annual accounts figure for smooth conduct of audit.

18.3 - Matching Contribution :

The position of the matching contribution of govt grant for the year 2011-12 is given below:

i)	Matching contribution outstanding as on 1.4.11	Rs. 24,93,699.00
ii)	Matching contribution due for expenditure against govt. grant receipt during 2011-12	Rs. 3,07,85.00
iii)	Total	Rs. 28,01,554.00
iv)	Matching contribution utilized during 2011-12	Rs. 1,41,554.00
v)	Matching contribution outstanding as on 31.3.12	Rs. 26,60,000.00

For this the E.O. is advised to utilize the matching contribution and compliance reported to audit.

18.4 - Log Book of Vehicle:

The Bhuban NAC has been maintained 4 nos. of Log Book for the following vehicles.

1. Tractor OR-06-H-21873
2. Auto Tripper OR-06-H-4872
3. Cess Pool
4. Water Tanker

18.5 - Non-deduction of Income Tax :

On checking of the pay acquittance roll w.r.t. cash book it is ascertained that Sri Alekhbihari Parida, E.O. has been received salary Rs. 4,77,840.00 but against this no such IT return file has been produced to audit. As such Rs. 20,110.00 I.T. amount either not deducted from the salary bill or directly deposited to the proper quarter. Hence, Rs. 20,110.00 needs recovery from the person concerned.

The details of the calculation given below :

Gross Salary during 2011-12	Rs. 4,77,840.00
Less P.T.	<u>Rs. 2,700.00</u>
	Rs. 4,75,140.00

Standard IT Deduction & exempted from Tax Rs. 2,80,000.00

Net Taxable Income		Rs. 1,95,140.00
I.T. @10%	Rs. 19,514 or say	Rs. 19,520.00
Add. Education Cess @3%		<u>Rs. 590.00</u>
IT to be deposited		Rs. 20,110.00

In this regard an audit objection memo issued and local authority replied "IT will be deposited and shown at the time of review".

18.6 - Less collection of Daily Market Auction price :

On checking of the Daily Market Auction file it was ascertained that, the Daily Market Auction has been made to the Vendor among the 3 Vendors Sri Purostam Prusty taken the daily market in lease Rs. 75000/- per annum for the year 2011-12. Out of this for Rs. 46,000/- deposited in DCR Page- 19 dtd. 5.5.2011. As such Rs. 29,000.00 has not been collected from the person concerned till now. Hence Rs. 29,000.00 needs recovery from the person concerned. Against this an audit objection memo issued and local authority replied "the same will be recouped and compliance reported to the audit.

Responsible Person for this paragraph

Sino	Name	Adress	Amount(In Rs:)
1	Sri Alekha Bihari Parida	Bhuban NAC, Bhuban, Dist.: Dhenkanal Now working at Talcher Municipality, Talcher, Dist.: Angul	7250.00
2	Sri Kailash Ch. Swain	Bhuban NAC, Bhuban, Dist.: Dhenkanal	7250.00
3	Sri Styaban Sahoo	Bhuban NAC, Bhuban, Dist.: Dhenkanal	7250.00
4	Sri Biswonath Rout	Bhuban NAC, Bhuban, Dist.: Dhenkanal	7250.00

18.7 - Non production of conecting records against labour payment Rs. 1315645.00

On checking of vouchers w.r.t cash book it was noticed that Rs. 1315645.00 paid to NIPS for labour payment during the year 11-12 but connecting records and register were not produce to audit for verification. In this regard an audit objection issued and the local authority replied to produce the same at the time of review. The detail of expenditure in this regard given in Annexure-II

PARA: 19 AUDIT OF LOAN/DEPOSITS/CPF INCLUDING POSITIONS

19.1 - Sinking Fund

No such fund has been created in this NAC

19.2 - Depreciation Fund

No such fund has been created in this NAC

19.3 - Trading Account

No such Trading Account opened.

19.4 - Loan

An abstract position of loan for the year 2011-12 is furnished below. The details of the same are furnished below:

i)	Loan amount outstanding as on 1.4.11	Rs. 9,35,225.00
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ii)	Loan received during 2011-12	Rs. Nil
iii)	Total	Rs. 9,35,225.00
iv)	Loan repaid during 2011-12	Nil
v)	Loan outstanding as on 31.3.12	Rs. 9,35,225.00

The present E.O. is advised to take interest to repay the loan at an early stage and compliance reported.

19.6 - Less deposit of Royalty & IT etc.

		Cess	Royalty	VAT	IT	Total
i)	O.B. as on 1.4.11	Nil	2,63,860	17,319	17,623	2,98,802
ii)	collection during 2011-12	1,02,988	3,81,637	2,28,082	2,27,289	9,39,996
iii)	Total	1,02,988	6,45,497	2,45,401	2,44,912	12,38,798
iv)	Deposits during 2011-12	54,709	4,02,896	1,55,265	1,93,309	8,06,179
v)	Outstanding as on 31.3.12	48,279	2,42,601	90,136	51,603	4,32,619

It is ascertained that Rs. 4,32,619 remain outstanding of Govt. dues on the aforesaid head for deposit as on 31.3.2012. Hence E.O. is advised to deposit the same and compliance reported.

1. Royalty Rs. 2,42,601.00
2. Cess Rs. 48,279.00
3. VAT Rs. 90,136.00
4. IT Rs. 51,603.00

19.7 - Provident Fund

During course of audit it was observed that the CPF ledger in support of deposit and withdrawal of CPF money has not maintained by the NAC. In absence of the same the CPF position is not done. Further it is found that the same amount was deposited in the CPF accounts of the staff through though the same has not been realized from the salary during the period under audit.

However the E.O. is advised to take quick action to maintain the CPF ledger to make transparency of the a/c of staff .

19.8 - Position of CPF

i)	O.B. as on 1.4.11	1,28,670.00
ii)	Deposited during 2011-12	1,80,500.00
iii)	Total	3,09,170.00
iv)	Expenditure during 2011-12	1,66,500.00
v)	Closing balance as on 31.3.12	1,42,670.00

PARA: 20 RESULT OF AUDIT

Result Of Audit

Sl No	Name Of The Paragraph	Amount suggested for recovery(In Rs:)	Amount kept on objection(In Rs:)	Amount Surchargeable(In Rs:)	Amount Embezzlement(In Rs:)	Amount Othercases(In Rs:)	Remarks
1	13.4	19064.00	19064.00	19064.00	0.00	0.00	
2	14.1	11640.00	11640.00	11640.00	0.00	0.00	
3	14.4	32307.00	32307.00	32307.00	0.00	0.00	

4	14.5	0.00	84135.00	0.00	0.00	0.00
5	15.1	11578.00	11578.00	11578.00	0.00	0.00
6	15.2	1537.00	1537.00	1537.00	0.00	0.00
7	15.3	8142.00	8142.00	8142.00	0.00	0.00
8	15.4	0.00	34499.00	0.00	0.00	0.00
9	18.6	29000.00	29000.00	29000.00	0.00	0.00
Total		113268.00	231902.00	113268.00	0.00	0.00

Audit Certificate

Certified that the accounts of Bhuban NAC for the financial year 2011-2012 have been covered under audit and found correct subject to the comments / remarks offered in the foregoing paragraphs .

Spot Recovery

Sl No	Ref Para No/Audit Objection Statement Page No	M.R.No	Date	Amount(In Rs:)	Name of the person
1	12	18	2011-07-23	360	drm
Total				360	