

**LOCAL FUND AUDIT, GAJAPATI, ODISHA**

CATEGORY : Municipality/Municipal Corporation

Audit Report No : 466474/AR/2019-2020-GAJAPATI

**PARA: 1 TITLE SHEET**

1	Name of the Institution :	<b>Paralakhemundi Municipality</b>
2	Year of Accounts under Audit :	<b>2018-2019</b>
3	Name of the Local Authority during the year of A/Cs :	SRI ASHOK KUMAR RAUT,E.O.01.04.2018 TO 31.03.2019
	Name of the Local Authority at the time of Audit :	SRI ASHOK KUMAR RAUT,E.O.
4	Duration of Audit :	02-05-2019 To 12-07-2019 (Mandays Consumed :- 45)
5	Name of the Auditors :	DILIP KUMAR PALATASINGH - Lead Auditor(02-05-2019 to 12-07-2019) LAXMI NARAYAN TRIPATHY - Lead Auditor(02-05-2019 to 29-06-2019)
6	Name of the Reviewing Officer :	JEETEN KUMAR MOHANTY(Audit Superintendent)
7	Date of submission of report by Reviewing officer :	10-09-2019
8	Entry Conference Date :	01-05-2019
9	Exit Conference Date :	
10	Name of the District Audit Officer :	MAMATA JAIN
11	Date of approval of report by District Audit Officer :	

Para1.1 :- Demographic information:-

Name Of The Institution	Area In sq Km	No of Ward	Population of the Institution					Female Population	Male Population
			S.C	S.T	Minority	General	Total		
Paralakhemundi Municipality	21.4	16	7180	1584	0	35705	44469	22217	22252

**PARA: 2 PHYSICAL VERIFICATION**

S/no	Items	Date Of Physical verification Before / After Transaction	Physical Balance	Balance As per Cash Book / Stock Register	Reference To The Page No Of Cash Book / Stock Register	Discrepancies If Any
1	Daily Market Rs.05.00	03.05.2019	180	180	SRP-148	Nil
2	Car Festival Receipt Book of Rs.1.00	03.05.2019	51 nos	51 nos	SRP-93	Nil
3	Car Festival Receipt Book of Rs.1.50	03.05.2019	62	62	SRP-91	Nil
4	Car Festival Receipt Book of Rs.0.50	03.05.2019	49	49	SRP-95	Nil
5	Building Plan Approval Form	03.05.2019	550	550	SRP-68	Nil
6	Mutation Form	03.05.2019	550	550	SRP-68	Nil
7	Stand Fees Rs.20.00	03.05.2019	180	180	SRP-140	Nil
8	Daily Market Rs.10.00	03.05.2019	170	170	SRP-144	Nil
9	Moving Vehicle Receipt Book	03.05.2019	57	57	SRP-89	Nil
10	Cart And Carriage	03.05.2019	53	53	SRP-55	Nil
11	Holding Tax Receipt Book	03.05.2019	164	164	SRP-29	Nil
12	ServicePostage Stamps	03.05.2019	Rs.795.00	Rs.795.00	SRP-92	Nil
13	Appeal Form	03.05.2019	900	900	SRP-87	Nil
14	Cash in hand	03.05.2019	68000.00	68000.00	Subsidiary Cash Book Page No.-58	Nil
15	Miscellaneous Receipt Books	03.05.2019	96	96	SRP-06	Nil
16	Measurement Books	03.05.2019	02	02	SRP-40	Nil

**Comments**

As per Rule 20(a) of Odisha Local fund Audit Rules,1951, the physical verification of liquid cash, saleble forms etc. are conducted on the date of commencement of audit and found that no discrepancy is found in between both closing balance as per physical balance and balance as per stock register /cash book .

The Car Festival, Moving Vehicle , appeal forms and Cart and Carriage receipt books are rolling down for last couple of years together. However these receipt books have been utilized during the year 2017-18 for collection of revenue.

Further As per Rule-128, of Odisha Municipality Rule 1953 the cash book shall be balanced at the close of every month and signed by the executive officer in token of the correctness of every entry made therein. The balance brought out shall be stated both in words and figures and shall be agreed with the balance of the pass books. But the same has not been done by this Municipality. However the E.O. has been advised to follow said Rules to curb Misappropriation/ Embezzlement of cash in future.

**PARA: 3 LIST OF VERIFIED RECORDS**
**A : List Of Verified Records/Register**

S/No	List Records/Register	Rules	Form No
1	Measurement Book	Rule 365	Form W-VIII
2	Stock & Store Register of Municipality	Rule 346	Form W-VII
3	Register of Works	Rule 345	Form W-VI
4	Miscellaneous Supply Bill	Rule 343	Form W-V
5	Contract Certificate	Rule 343	Form W-IV
6	Contract Agreement Form	Rule 341	Form W-III
7	Nominal Muster Roll (NMR)	Rule 340	Form W-II
8	Register of Estimates & Allotments	Rule 332	Form W-I
9	Progress statement of collection of taxes	Rule 200	Form N
10	Tax collector's Ledger	Rule 198	Form M
11	Stock account of Receipt Forms	Rule 196	Form L
12	Tax collector's daily collection register	Rule 192	Form K
13	Register of writes off of demands	Rule 190	Form J
14	Tax Receipt Form	Rule 188	Form I
15	Form of appeal petition	Rule 183	Form E
16	Stock Register of Stationery	Rule 172	Form No. XLIV
17	Stamp Account	Rule 172	Form No. XLIV
18	Stock account of Tickets used for daily collection of Market fees	Rule 171	Form No. XLIII
19	Register of Interest Bearing Securities	Rule 147	Form No. XLI
20	Daily Collection Register	Rule 171	Form No. XL
21	Ledger of Lessees	Rule 170	Form No. XXXVIII
22	Register of Rents for which there is fixed demand	Rule 163	Form No. XXXVI
23	Miscellaneous Receipts	Rule 157	Form No. XXXIV
24	Stock account of License Number Plates	Rule 155	Form No. XXXII
25	License for Carriages, Carts, Horses Other and animals	Rule 154	Form No. XXX
26	Register of the Tax on Carriages, Carts, Horses and Other animals	Rule 151	Form No. XXIX
27	Register of Investments	Rule 148	Form No. XXVI
28	Annual Account of Receipts and Expenditure	Rule 145	Form No. XXIV
29	Cash Book of the municipality	Rule 125	Form No. XIV
30	Voucher of Recoupment of Permanent Advance Account	Rule 110	Form No. XIII
31	Permanent Advance Account	Rule 108	Form No. XII
32	Periodical Increment Certificate	Rule 99	Form No. XI
33	Absentee Statement	Rule 97	Form No. X
34	Salary Bills	Rule 97	Form No. IX
35	Order Book	Rule 96	Form No. VIII
36	Register of Bills	Rule 96	Form No. VII
37	Challan	Rule 87	Form No. VI
38	Subsidiary Cash Book	Rule 128 A	Form No. V-A
39	Cashier's Cash Book	Rule 81	Form No. V
40	Subsidiary account of special taxes	Rule 79	Form No. -IV
41	Schedule for the Budget Estimate	Rule 77	Form No. III
42	Abstract of the Budget Estimate	Rule 74	Form No. I-A
43	Budget Estimate	Rule 74	Form No. I

**B : List of Records/Registers not Maintained**

S/No	List Records/Register	Rules	Form No
1	Distraint Warrant Register	Rule 202	Form P
2	Notice of demand for tax u/s-161 of OM Act	Rule 202	Form O
3	Arrear Demand Register	Rule 187	Form H

4	Register of Petitions	Rule 183	Form F
5	Demand and Collection Register	Rule 178	Form B
6	Register of Grants	Rule 80	Form No. XLII
7	License Register for Drivers and Owners of Carriages plying for hire	Rule 156	Form No. XXXIII
8	Application for License for Carriage, Cart, Horses and Other animals	Rule 152	Form No. XXXI
9	Appropriation Register of Loan Funds	Rule 150	Form No. XXVIII
10	Loan Register	Rule 149	Form No. XXVII
11	Register of Quarterly & Annual account of Expenditure	Rule 144	Form No. XXIII
12	Register of Quarterly & Annual account of Receipt	Rule 144	Form No. XXII
13	Register of outstanding deposits	Rule 143	Form No. XXI
14	Deposit Ledger	Rule 142	Form No. XX
15	Register of Outstanding Advances	Rule 140	Form No. XIX
16	Advance Ledger	Rule 136	Form No. XVIII
17	Register of adjustments	Rule 132	Form No. XVII
18	Abstract Register of Expenditure	Rule 129	Form No. XVI
19	Abstract Register of Receipts	Rule 129	Form No. XV

**C : List of Records/Registers not Produced to Audit**

SIno	List Records/Register	Rules	Form No
1	Register of Distraigned property & sales	Rule 204	Form S
2	Warrant register	Rule 202	Form R
3	Form of inventory & Notice	Rule 203	Form Q
4	Mutation Register	Rule 184	Form G
5	Tax Ledger (personal A/C of Tax Payers)	Rule 178	Form B(l)
6	Assessment List	Rule 177	Form A
7	Arrear List	Rule 170	Form No. XXXIX
8	Jamabandi Register	Rule 170	Form No. XXXVII
9	Register of Lands	Rule 160	Form No. XXXV
10	Establishment Audit Register	Rule 146	Form No. XXV

**D : List of Records/Registers not Required**

SIno	List Records/Register	Rules	Form No
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**Comments**
**Consequence of Non-maintenance of prescribed records and registers (AOSP 2 to 5)**

During the course of audit it is noticed that in spite of objections raised by last and previous audit and objection memo issued vide POM no.1/03.05.2019 on production of mandatory records and registers of the accounts such as

(1) Abstract Register of Receipts Rule 129 in Form No.XV,and

(2) Abstract Register of Expenditure Rule 129 in Form No.XVI:-

The local authority stated that said registers will be maintained and produced to next audit. Being said registers are mirror of the financial position of the municipality, due to non maintenance of the same the local authority could not ascertain the actual Receipt and Expenditure occurred in the that particular year by the institution. However the Executive officer is suggested to maintain the same and intimate to audit.

(2)Register of Adjustment Rule-132 in Form No.XVII:-

Due to non maintenance of said register the position of adjustment of advance and the actual position of outstanding advance at the end of financial year could not be ascertained by the local authority. In response to audit objection memo no-01/03.05.2019 the local authority stated that said register will be maintained and produced to next audit. However the Executive officer is suggested to maintain the same meticulously to curb embezzlement of cash and intimate to audit.

(3) Register of Deposit Ledger Rule 142 in Form No. XX:-

A huge amount under Security Deposit has been realized from the development work bills and refunded to the executants during the year

under audit. In support of receipt and refund thereof have neither been maintained in Security Deposit Cash Book/ Ledger nor opened separate bank account. As a result of which the position of refundable security deposit amount could not be ascertained by the local authority and the audit. Hence effective steps may be taken by the local authority to maintain the same to refrain repeated refunds and misappropriation of cash and intimate to audit.

(4) Register of Quarterly and Annual Account of Receipt Rule 144 in Form No.XXII, and (6) Register of Quarterly and Annual Account of Expenditure Rule 144 in Form No.XXIII:-

The local authority stated that the said registers will be maintained and produced to next audit. Being said registers are actually the mirror of financial position of the municipality, due to non maintenance of the same the local authority could not ascertain the actual Receipt and Expenditure occurred quarterly and annually in that particular year by the institution. However the Executive officer is suggested to maintain the same and intimate to audit.

Non maintenance of prescribed records and registers may result in lack of transparency in maintenance of accounts and lack of proper monitoring of financial transactions and hinder proper reporting which may provide scope for defalcation and double payment. Huge accumulation of advances could have been avoided had the records and registers maintained. The audit faced difficulty to arrive the actual position of grants, advance outstanding ,Utilization certificate outstanding for submission, receipts and expenditures etc as required by Govt.

In response to POM the local authority stated that steps will be taken to maintain the records and produce to next audit.

**.Recommendation**-Regular accounts training needs to be provided to every staff of Municipality who deals with accounts matter. The Executive officer is suggested to evaluate the Work load and job specification of every staff in regular interval and manage accordingly so that all the important records would have been maintained for which the transparency of accounts would have been maintained. Further this matter may be discussed in each and every council meeting with an agenda.

**PARA: 4 FINANCIAL POSITION**

Paralakhemundi Municipality - 2018-2019

S/no	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:)(AUDIT)	Closing Balance as per (DD MM YYYY) Cash Book	Closing Balance(In Rs:)(CASH BOOK)	Difference (In Rs:)	Remarks
1	Accountant Cash book	01-04-2018	2891260 90.01	18928514 2.04	47841123 2.05	19033121 2.29	31-03-2019	2880800 19.76	31-03-2019	2880900 19.76	-10000.00	As per A/R No 210450/2013-14 for the year 2012-13
	<b>GRAND TOTAL</b>		<b>2891260 90.01</b>	<b>18928514 2.04</b>	<b>47841123 2.05</b>	<b>19033121 2.29</b>		<b>2880800 19.76</b>		<b>2880900 19.76</b>	<b>-10000.00</b>	

**Comments**

4.1) The details of closing balance as on 31-03-2019 are given below.

**As per Audit**

Name of the cash book	In Cash	In Bank	In P/L Account	In TDR	Total
Accountant Cash book	0.00	132827204.64	154533781.12	673534.00	288080019.76

**As per Cash book**

Name of the cash book	In Cash	In Bank	In P/L Account	In TDR	Total
Accountant Cash book	0.00	132882704.64	154533781.12	673534.00	288090019.76

**4.2) Reconciliation of Audit closing balance and cash book closing balance as on 31.3.19**

Closing balance as per Accountant cash book = Rs 288090019.76

Deduct B.D .No 054361/04.03.2014 for Rs.10000.00 shown deposited (hoarding board)

but actually not deposited in Municipal fund

(As per A/R No 210450/14-15) = (-) 10000.00

Closing balance as per Audit = Rs 288080019.76

**4.3) Irregularities in the maintenance of cash book of this Municipality:**

I ) The opening balance and closing balance either in transaction day or at the end of the some months and at the end of the year has not been mentioned in the cash book during the year.

II) The details of pass book wise Closing balance has not been mentioned in the cash book.

III) Adjustment receipt arrived from different work bills, salary bill has not been taken to the receipt side of the cash book.

IV) Subsidiary cash books are maintained as per OM Rule.

V) Each entry of the cash book has not been attested by the Executive officer.

VI)The cash book has not been signed by the executive officer in each transaction day.

VII) Bank Reconciliation has not been worked out either at the end of each month or at the end of the year violating Govt. Instruction and as per provision of Rule 97 and 98 of OMA rules.

VIII) The advance entry in the cash book are not mentioned clearly in the cash book in red Ink.

IX) The head of Accounts in respect of the Expenditure has not been mentioned in the cash book.

X) In violation of Rule 128A(III) ,the physical verification of the closing balance of the cash books at the end of every month was not done by EO

Due above lapses and non maintenance of Deposit Ledger, Adjustment register, Advance register ,Grant register, Abstract register of receipt & expenditure ,Annual account, the present Audit has to work hard to arrive the financial position of this Municipality deviating in its original Audit work.

**4.4 ) Non implementation of double entry ACCRUAL Base Accounting system (DEABAS) as per Odisha Municipal Accounts) Rule 2012 (OMAR) in Paralakhemundi with effect 01.10.2013. (AOSP 84)**

As per H & UD Department Govt. Order No. 24970/HUD BBSR dt. 7.8.13. Double entry accrual based accounting system (DEABAS) as per Odisha Municipal (Accounts) Rules 2012 has been effective with effect from 01.10. 2013. But from verification of accounts it is found that DEABAS has not been implemented by this Municipality for the year 2018-19. Specific attention is drawn of Rule 67 of Odisha Municipal (Accounts) Rules 2012, Cheque signing authorities and the Executive Officer should ensure maintenance of all records as per requirement under DEABAS before signing and issue of cheques.It has been categorically instructed that any payment / issue of cheques without resorting to DEABAS w.e.f 1.10.2013 shall attract disciplinary action against the official concerned Lastly it has been directed in the said G.O. that non implementation of the DEABAS in compliance to Odisha Municipal Accounts Rule 2012 as stated above shall also attract with holding of grants- in- aids by Govt. to the defaulting ULBs.But it is regretted to mention that this Municipality has been completely failed in this direction for adoption of DEABAS as per OMAR 2012.The matter needs a thorough relook so that a transparent accounting system as per OMAR 2012 is immediately enforced without further delay.

**4.5) Liquid Assets and Liabilities :-**

The position of asset and Liability of this Municipality for the Year 2018-19 is given below basing upon the facts and figures arrived by Audit as well as information furnished by Local Authority.

<b>Assets &amp; Liability on the Accounts of Paralakhemundi Municipality for the year 2018-19</b>			
<b>Liability</b>	<b>Amount (Rs)</b>	<b>Assets</b>	<b>Amount (Rs)</b>
Unspent Grant	223961027.94	Out standing advance	5673544
Salary Payable	2551858.00	Closing balance	288080019.8
Loan	5845626.12	out standing tax	20423317.65
SD/EMD	13190155.00		
Govt dues	621554.00		
Energy charge Payble	142942.00		
Asset over Liability	67863718.35		
<b>Total</b>	<b>314176881.41</b>		<b>314176881.41</b>

From the above matrix of assets and liability it is seen that the assets of this Municipality is excess over liability for a tune of Rs **67863718.35** which speaks that the financial position of this Municipality is sound. Therefore local authority is suggested to expedite the increase of own revenue by adhering OM act and Rule rather depending upon the Govt.grants for better service to the civic people.

**4.6) Annual Budget :-**

Under . **Section-104 OM Rule** 1953 At least two months before the close of year, the Chairperson shall present before the municipality a complete account of its probable receipts and expenditure for the following financial year together with the actual of the current year and Under **Section -107 OM Rule** 1953 , After expiry of 14 days (since presentation before the municipality), the municipality shall sanction the estimate and submit forthwith to the State Government. Further section-109 Provides for approval of the budget estimate by the State Government. But on scrutiny of the Budget Estimate the following irregularities are noticed

The preliminary Budget Estimate for the Year 2018-19 has been approved by the Council in its resolution No 3 dated 13.02.2018 and it was published for public inviting suggestion or recommendation for a period of 14 days .The Approval of Final Budget Estimate by the Council has been sent to PD DUDA Vide L No 712 dated 15.3.19 for onward transmission of same to Govt in HUD.The period of submission of budget to the higher authority is delayed by the local authority. The approved Budget Estimate for the year 2018-19 has not been received by the municipality from the H &UD.Dept.,Govt.of Odisha ,BBSR till close of audit.

**4.7) Preparation of Unrealistic Budget Estimates:- (AOSP -20)**

As per Rule-56 of Odisha Budget Manual, the estimation of fixed revenue should be based upon the actual demand including arrear and the

probabilities of their realisation during the year. Odisha Budget Manual read with Section-108(a) of the Odisha Municipal Act, 1950 stipulates that the estimate of income and expenditure should be reasonable and proper. Further As per Rule-56 of Odisha Budget Manual, the estimation of fixed revenue should be based upon the actual demand including arrear and the probabilities of their realisation during the year. Odisha Budget Manual read with Section-108(a) of the Odisha Municipal Act, 1950 stipulates that the estimate of income and expenditure should be reasonable and proper.

Further, the said rule of the Odisha Budget Manual stipulates that the Budget estimates of revenue and receipts should be based on the existing rates of taxes, duties and fees, etc., and no increase or reduction in such rates and no proposals for abandonment of revenue which have not been sanctioned by Government should be proposed in the estimates.

Further Rule 78 of the Odisha Municipal Rules, 1953 states that in preparing the budget, provision shall be made for a minimum closing balance. The amount shall not ordinarily be less than one-sixth of the aggregate on account of establishment and fixed monthly charges for the whole year.

But on scrutiny of the Budget estimate for the year 2018-19 it is seen that there is a variation in receipt and expenditure as details below.

Receipt			Expenditure		
AS PER BUDGET	ACTUAL	% of variation	AS PER- BUDGET	ACTUAL	% of variation
163691741.00	189285142.04	15.63	153041596.00	190331212.29	24.36

From the above figure it is seen that the preparation of budget is not realistic as the difference in between actual and Budget provision varies about 24 % which implies that budget has not been prepared in due care and budget provision has not been adhered during the year 2018-19 . There is no revised Budget has been made by this Municipality to regularize the same and got approval from Govt. in H&UD Deptt. Therefore the local authority is suggested to prepare realistic Budget hence forth .

**4.8) Non Creation Of Sinking Fund:-**

· As per Section 111 of O.M. Act, 1950,read with Rule 20(d) of O.L.F.A. Rules, 1951 , provision should have been made for creation of Sinking Fund which is to be utilized for redemption of huge outstanding Loan amount of Rs 4934743.74.But no such sinking fund has been created in this municipality. The E.O. is advised to maintain a sinking fund for better prospects of municipality to waive out pending liabilities.

**4.9) Creation of depreciation fund :-**

No such fund has been created by this Municipality to replenish assets .



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

Paralakhemundi Municipality - 2018-2019

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	All Bank pass books	00	31-03-2019	297145359.25	31-03-2019	288090019.76	9055339.49	Reconciled below
	<b>GRAND TOTAL</b>			<b>297145359.25</b>		<b>288090019.76</b>	<b>9055339.49</b>	

**Reconciliation**

**5.1) Details of Closing balance as per bank pass book and cash book as on 31.3.2019**

SL No	Name of the Scheme	Name of the bank	Account No	Closing Balance as per pass book as on 31.03.2019	Closing Balance in Bank as mentioned in Cash Book as 31.03.19	Remarks
1	Miscellaneous	Andhra Bank	43810011005247	58826.00		
2	UITSSMT (Grant PHD)	Bank of Baroda	23470100002724	1055735.00		
3	HIV AIDS (Pension Grant)	Bank of Baroda	23470100002735	70742.50		
4	IHSDP (Grant)	Bank of Baroda	23470100002726	11485551.50		
5	SJSRY	Bank of Baroda	2141	0.00		Closed
6	SJSRY	Bank of Baroda	23470100002094	0.00		Closed
7	Performance Insentive grant	ICICI Bank	63801000163	1432566.00		
8	Kalyan Mandap	ICICI Bank	63801000572	1218037.00		
9	CC Road (Grant)	Indian Bank	615704669	1397446.00		
10	SJSRY	Indian Bank	575325264	0.00		
11	Special Fund	HDFC Bank	26821450000054	2418989.00		
12	BRGF	HDFC Bank	50100082188461	36034996.00		
13	Biju yuava Bahini	HDFC Bank	50100231402601	194974.00		
14	Swachha Bharat Mission	IDBI Bank	181810400012449	4701178.00		
15	Swachha Bharat Mission	Axis Bank	915010031469801	851719.00		
16	MBPY	Axis Bank	917010081121647	9316910.00		
17	IGNWPS	Axis Bank	917010081131039	4943873.00		
18	IGNDPS	Axis Bank	917010081126655	684060.00		
19	IGNOAPS	Axis Bank	917010081137448	2527043.00		
20	NFBS	Axis Bank	917010079277523	440844.00		
21	Bhimabhoi B Samarthyia	Axis Bank	917010079277536	0.00		
22	Senior Citizen	Axis Bank	917010079277549	0.00		
23	Begger	Axis Bank	917010079277552	0.00		
24	Third Gendre	Axis Bank	917010079277510	0.00		
25		Axis Bank	917010065677252	0.00		
26	Mid Day Meal	State Bank of India	11304881970	3611711.10		

27	Deduction Accounts (SD,IT,CESS, Vat,Royalty)	State Bank of India	11304879267	9060483.67	
28	NULM	State Bank of India	11304879289	2908208.10	
29	SJSRY Subsidy Revolving Fund (Grant)	State Bank of India	31099394125	972726.00	
30	SJSRY Subsidy (Grant)	State Bank of India	11304880433	342378.41	
31	High Mast Light Grant	State Bank of India	32780438378	323876.00	
32	L F S pension fund	State Bank of India	11304875069	482723.50	
33	Non L F S pension fund	State Bank of India	11304875070	0.00	
34	Current Account(ZA)	State Bank of India	11304876131	14656.50	
35	BRGF (Grant)	Union Bank of India	406902010591644	1693280.55	
36	Capacity Building of BRGF A/C (Salary Grant)	Union Bank of India	406902010598059	27728.00	
37	Chief Minister's Relief Fund Account (Special Fund)	Union Bank of India	406902010599429	91763.00	
38	DSMT (Municipality Fund)	Union Bank of India	406902010004431	470595.92	
39	Park & Greenary (Grant)	Union Bank of India	406902010595904	265803.00	
40	Tourisim Grant	Union Bank of India	406902010595903	713253.00	
41	Water Bodies (Grant )	Union Bank of India	406902010595905	1934080.00	
42	Octrai Grant	Union Bank of India	406902010598763	1049055.00	
43	Motor Vehicle Tax (Grant)	Union Bank of India	406902010598673	302502.00	
44	Election & Cencus	Union Bank of India	406902010004842	699985.56	
45	13th Finance (Grant )	Union Bank of India	406902010595939	11925331.84	
46	MLA LAD (Grant)	Union Bank of India	406902010596817	7784155.00	
47	MP LAD (Grant )	Union Bank of India	406902010004954	6310360.00	
48	FDR/SRC (Grant)	Union Bank of India	406902010007834	2371984.00	
49	Municipality Fund	Union Bank of India	406902010004619	1456280.39	
50	MBPY, IGNOF, ODP(Oldage Pension)	Union Bank of India	406902010591995	2517255.20	
51	SJSRY (Grant)	Union Bank of India	406902010003241	626366.35	
52	12th Finance (Grant)	Union Bank of India	406902010007835	43211.00	
53	Road Development grant	Union Bank of India	406902010592435	425939.00	
54	Maintenance of Road & Bridges(General ) & Maintenance of Non -Residential Building (Genaeral ) Grant	Union Bank of India	406902010598762	2380929.84	
55	Miscellaneous	Union Bank of India	406901010004001	263233.85	
56	Miscellaneous	Union Bank of India	406902010000648	13958.85	
57	EPF	HDFC Bank ,Paralakhemundi	50100259534507	157235.00	
58	Titili	Andhra Bank	043810100166109	1585858.50	
	<b>Total in Bank Pass book</b>			141660398.13	132882704.64
<b>B</b>	<b>In PL Account</b>				
			Scheme ID-01	55756165.12	55756165.12
1	14th FCA		Scheme ID-18	22617174.00	22617174.00
2	24th SFC		Scheme ID-27	1338000.00	1338000.00
3	Creation of Capital Asset		Scheme ID-30	3754000.00	3754000.00
4	M.V. Tax		Scheme ID-42	5486685.00	5486685.00

5	Octroi Compensation		Scheme ID-45	13344341.00	13344341.00
6	Compensation of Arr. Pension		Scheme ID-48	35624000.00	35624000.00
7	Hon. TA,DA		Scheme ID-51	94200.00	94200.00
8	Devolution Fund		Scheme ID-54	16796862.00	16519216.00
	<b>Total in PL pass book</b>			<b>154811427.12</b>	<b>154533781.12</b>
<b>C</b>	<b>TDRS</b>				
1	TDR No.683133			215764.00	215764.00
2	TDR No.683134			457770.00	457770.00
	<b>Total</b>			<b>673534.00</b>	<b>673534.00</b>
	<b>Grand Total</b>			<b>297145359.25</b>	<b>288090019.76</b>

During the course of audit it is observed that the bank position of all bank accounts has not been reflected by the local authority in the accountant cash book vis-a-vis their actual position in bank pass book as on 31.3.19. Basing on last Audit Report and actual bank position of all Bank Pass Books ,Non-Reconciliation of Closing Balance of Bank Pass Book and Closing Balance of Cash Book i.e. Rs Rs 9055339.49 (297145359.25-288090019.76) is given below

**5.2) Reconciliation between closing balance of bank pass book and cash book as on 31.3.19**

a) Closing balance as per bank pass book as on 31.03.2019 Rs 297145359.25

b) Closing balance as per Cash book as on 31.03.2019 Rs 288090019.76

Difference Rs 9055339.49

1	Closing balance as per cash book				288090019.76
2	Add difference between CB of bank pass book and cash book as on 31.3.14				6833906.49
3	Add cheque issued durind the year 2018-19 but not encashed as on 31.3.19				2231433.00
	Vr No/Date	Cheque No/Date	Amount	Scheme	Date of Encash
	740/14.2.19	206100/14.2.19	26978.00	13th Finance (Grant )	6.4.19
	776/13.3.19	396313/13.3.19	950571.00	NULM	4.4.19
	849/30.3.19	11010184/30.3.19	63180.00	IDSMT (Municipality Fund)	6.4.19
	848/30.3.19	693787/30.3.19	153808.00	Deduction Accounts (SD,IT,CESS, Vat,Royalty)	5.4.19
	849/30.3.19	693790/30.3.19	130191.00	Deduction Accounts (SD,IT,CESS, Vat,Royalty)	5.4.19
	845/30.3.19	2423/30.3.19	236772.00	MLA LAD	9.4.19
	847/30.3.19	11012379/30.3.19	20000.00	IDSMT (Municipality Fund)	9.4.19
	847/30.3.19	11012380/30.3.19	19150.00	IDSMT (Municipality Fund)	9.4.19
	847/30.3.19	11012378/30.3.19	9000.00	IDSMT (Municipality Fund)	9.4.19
	847/30.3.19	11012381/30.3.19	92257.00	IDSMT (Municipality Fund)	17.4.19
	842/29.3.19	12001580/30.3.19	108000.00	FDR/SRC	8.4.19
	852/30.3.19	2011278/30.3.19	1994.00	Municipality Fund	3.4.19
	841/29.3.19	2011277/29.3.19	141886.00	Municipality Fund	8.4.19
	776/13.3.19	4103/13.3.19	277646.00	Devolution fund (P/L)	20.4.19
		<b>Total</b>	<b>2231433.00</b>		
4	Deduct deposit shown in cash book but not accounted for in pass book during 2018-19				
	Date	Scheme	Name of the bank	A/C No	Date of actual

					deposit	
	30.3.19	Municipality Fund	Union Bank of India	406902010004619	22.4.19	-10000.00
<b>5 Closing balance as per Pass book</b>						<b>297145359.25</b>

**5.3) LOSS OF INTEREST DUE TO NON ADOPTION OF FLEXI ACCOUNT:-(AOSP 7)**

Government in Finance Department vide its Lr. No.35425(42)F Dt. 12.10.12 instructed all departments to invest of scheme funds kept in bank account by implementing agencies to state and centrally sponsored bank schemes Above a threshold limit in fixed deposits through flexi account. These accounts provide the liquidity associated with saving account along with higher returns of Fixed Deposits on surplus funds. So that higher interest accruals from the scheme funds can be earned back to expand the coverage of the scheme without affecting fund flow.Hence the attention of the E.O of this Municipality is drawn in the matter to adopt this procedure hence forth.On issue of POM No.02 dt.0705.2019, the E.O.replied that no flexi account has been maintained by this municipality.The E.O of this Municipality is advised to adhere to the Govt. guidelines forthwith.

**5.4)Transactions not made through PL account:-(AOSP- 16)**

As per Rule 85(1) of the OM Rules, 1953,all moneys received on account of the Municipality should be remitted intact to the Treasury immediately.But during year under audit it is seen that funds collected through receipt books are directly deposited in bank account other than the PL.Account deviating above provision.The reason for parking of the fund other than PL account has been sought from local Authority .

In response to the POM No 4 dated 7.05.2019,the local Authority stated that to acquire more interest all money received on behalf of municipality of its own fund has been parked in savings accounts as per instruction of Govt.in HUD .

Therefore local authority is suggested to deposit all money received on behalf of municipality in P.L account in accordance with the above Municipal Rule.

5.5)

**Parking of Municipality fund in ineligible Banks:-**

As per instruction of Finance Department Lr.No.15984/F dt.30.05.16(DLFA Lr.No.6119/dt.17.05.2017) parking of Municipality fund in 11(Eleven) Public Sector Banks (1.SBI,2.Indian Overseas Bank,3.UCO Bank,4.Bank of Baroda,5.Union Bank of India,6.Bank of India,7.Indian Bank,8.United Bank of India,9.Canara Bank,10.Allahabad Bank,11.Andra Bank) ,2(Two) Regional Rural Banks (1.UGB,2.Odisha Gramya Bank),1.(one) Co-Operative Bank (Odisha State Co-Operative Bank) and 1.(one) Private Sector Banks (HDFC) are eligible to handle the business and deposits for the financial year 2018-19. But It would be seen from the above bank accounts that in violation of said govt instructions a huge amount of Govt. Grants to the tune of Rs.26116230.00 as detailed below have been kept in the ineligible Banks such as ICICI Pkd, IDBI Pkd, and Axis Bank Pkd during the year 2018-19. It should be switched over to the eligible banks.

Name of ineligible Bank	Account No.	Amount(Rs)	Scheme
ICICI Bank,PKD	63801000163	1432566.00	Performance Incentive Grant
IDBI,PKD	400012449	4701178.00	SBM
AXIS Bank,PKD	81121647	9316910.00	MBPY
ICICI Bank,PKD	63801000572	1218037.00	Kalyan Mandap
AXIS Bank,PKD	81126655	684060.00	IGNOP
AXIS Bank,PKD	81131039	4943873.00	IGNWPS
AXIS Bank,PKD	1469801	851719.00	SWACHA BHARAT MISSION
AXIS Bank,PKD	81137448	2527043.00	IGNOAP
AXIS Bank,PKD	9277523	440844.00	NFBS
	G.Total	26116230.00	

The local authority is suggested to close the bank accounts of aforesaid ineligible banks and to keep those money in any eligible banks as prescribed by the Finance Dept. to avoid any future complicity.

**PARA: 6 STOCK POSITION**

Paralakhemundi Municipality - 2018-2019

S/no	Material/ Item	Opening Balance	Receipt	Issued	Closing Balance As per Audit	As per stock register	Remarks
1	MDM Rice	37.523	0	0	37.52	37.523	As per AR No-296493 AR 2017-18 Gajapati

**Comments**

**6.1) Non conduct of Physical verification:- (AOSP 13 & 14)**

As per Rule 106 of O.G.F.R., an inventory of the dead stock should be maintained in all Government offices in form O.G.F.R. 6 showing the number received, the number disposed of (by transfer, sale, loss, etc.) and the balance in hand for each kind of article.

As per Rule 106 (iii) of O.G.F.R., the inventory should be checked by the competent administrative authority **once a year** and a certificate of the result of check recorded.

As per Rule 106 (iv) of O.G.F.R., **articles of dead stock should be verified at least once a year** and the result of verification recorded on the inventory. All discrepancies noticed must be proper investigated and brought to account immediately so that the inventory may represent the true account.

As per Rule 111 of O.G.F.R., a physical verification of all stores should be made at least once in every year by the Head of Office concerned or such other as may be specially authorized by him.

As per Rule 269 of O.G.F.R., subject to any special rules or order made by Government in this behalf, every cashier, store-keeper and other subordinate who is entrusted with the custody of cash or stores should be required to furnish security, the amount being regulated according to circumstances and to local conditions in each case under the sanction of competent authority and to execute bond setting forth the conditions under which government will hold the security and may ultimately refund or appropriate it.

On asking for dead stock position and reason for non conducting half yearly physical verification through **POM**, the local authority only supplied the dead stock position of major stocks and assured to conduct the physical verification of stock and store in regular interval. The position of Dead Stock and electrical items of this Municipality is furnished below .

**6.2) Dead Stock**

SL NO	Items	Opening Balance	Purchase	Issue	Total(closing balance
1	2	3	4	5	6
1	Iron Almirah	21	0	0	21
2	wooden Almirah	12	0	0	12
3	iron Table	16	0	0	16
4	wooden table	11	0	0	11
5	S. Chair	14	0	0	14
6	PI. CHAIR	47	0	0	47
7	Iron Self	4	0	0	4
8	Computer	14	5	0	19
9	Computer table	10	0	0	10
10	Computer Chair	3	0	0	3
11	Wooden Chair	2	0	0	2
12	official Chair	6	0	0	6
13	LED TV	1	0	1	1
14	Bio metric Machine	1	0	0	1
15	CC Camera	8	0	0	8
16	XEROX Machine	1	0	0	1

17	Printer	14	5	0	19
18	Color Printer	1	0	0	1

**6.3) Stock Position of Electrical Equipment**

SL No	Name of the Item	OB	Purchase	Total	Used	CB	SRP
1	2x24 watt T5 Street Light	42	150	192	174	18	21
2	T -5 24 W 6500 K Flurecent Lamp	370	500	870	310	560	37
3	2x24 watt T-5 Electronic Choke	280	200	480	240	240	79
4	S.V. Lamp 250 Watt	121	200	321	102	219	147
5	S.V. Lamp igniter 250 Watt	85	100	185	50	135	195
6	S.V. Lamp Choke 250 Watt	136	70	206	70	136	171
7	2x24 T5 side holder	58	0	58	0	58	59
8	40 Watt Tube Light (Starter)	68	0	68	0	68	91
9	SV Lamp holder	37	0	37	0	37	121
10	SV Choke 400 Watt	10	0	10	0	10	181
11	40 Watt Tube Light	37	0	37	7	30	321
12	Tube Light Holder (40 Watt)	16	0	16	0	16	335
13	S.V.Lamp capacitor	100	0	100	0	100	219
14	S.V.Lamp (400 watt)	10	0	10	0	10	145

**6.4) Non account of the replaced non perishable electrical accessories in the stock register.**

As thousands of electrical accessories are being issued & transactions in this head are being made in the Stock Register , so there must be a good number of defunct electrical accessories would be coming under warranty & guaranty period which could be returned to the company. But the same has not been done at all during the whole year 2018-19 which is a great loss. Then the non perishable items years together costs a lot which can be auctioned. But the same has not been done at all as per the verbal conversation with the Municipality staff. That is also a loss.

So the local authority is advised to be aware of it & instruct his official to take account of the non perishable electrical appliance to stock & store to save the Govt fund.

**6.5 Production of Rice Stock Register:-**

During the course of audit it is ascertained from the last and previous audit report that 37.52305 qtl of Rice has been kept unutilized till the date.

As per Rule 106(iii) of OGFR, the stock and stores should be checked by the competent authority once a year and a certificate of the result of check to be recorded.

In response to audit objection memo the local authority did not furnish any reply.. Neither the stock register of the said MDM nor utilization thereof could be made available to audit for verification. Hence as per DLFA Letter No.7723/29.09.2016 the objection stands in its own merit.The details of which is dealt in last audit report no.296493/AR/2017-18 for the year 2016-17.

**PARA: 7 INVESTMENT**

Paralakhemundi Municipality - 2018-2019

Sno	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	01-04-2018	673534.00	0.00	673534.00	0.00	31-03-2019	673534.00	31-03-2019	673534.00	0.00	
	<b>GRAND TOTAL</b>	<b>673534.00</b>	<b>0.00</b>	<b>673534.00</b>	<b>0.00</b>		<b>673534.00</b>		<b>673534.00</b>	<b>0.00</b>	

**DETAILS OF CB ON INVESTMENT & Comments :**

**Details of CB on Investment and Comment**

Section 115 of the Orissa Municipal Act, 1950 provides that the municipality may invest any money not required for immediate expense, either in Govt. Security or in any other form with approval of the State Govt. It is noticed during the course of audit that no amount has been invested by this municipal council in any bank or in Govt. security during the financial year 2018-19

**Details of investments is furnished below**

SI No	FDR No/Account No	Name of the bank	Date of Investment	Amount of Investment	Rate of Interest	Date of Maturity	Maturity Value
1	683133/11305139107	SBI, Paralakhemundi	05.04.16	215764.00	7%	05.04.19	265700.00
2	683134/11305139118	SBI, Paralakhemundi	03.04.16	457770.00	7%	05.04.19	563716.00
	<b>Total</b>			<b>673534.00</b>			<b>829416.00</b>

On scrutiny of the investment register it was noticed that Rs 673534.00 has been invested @ 7% interest per year for three years. The maturity date of the investment was 05.04.2019. No fresh investment has been made after 05.04.2019. The local authority is suggested to reinvest the amount and produce to next audit.

**PARA: 8 ADVANCE**

Paralakhemundi Municipality - 2018-2019

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	01-04-2018	Accountant Cash book	3815544.00	2188000.00	6003544.00	330000.00	31-03-2019	5673544.00	31-03-2019	5673544.00	0.00	
	<b>GRAND TOTAL</b>		<b>3815544.00</b>	<b>2188000.00</b>	<b>6003544.00</b>	<b>330000.00</b>		<b>5673544.00</b>		<b>5673544.00</b>	<b>0.00</b>	

**Comments :**
**8.1) Non adjustment of long outstanding advance to a tune of Rs 5673544.00 and non maintenance of Advance /outstanding ledger**

Rule 138 of Orissa Municipal Rules 1953 speaks of that

a) Money shall not be advanced unless there is reason to believe that the work for which the money is required will be completed and paid for within the financial year.

b) Advance shall be regularly and promptly adjusted.

c) Any unspent balance of an advance shall be immediately refunded. Besides above as per the Govt. in Finance Deptt. Lr. No. 2221/F. Dt. 08.03.2002 any advance outstanding for more than one year is treated as loss to the auditee organisation and the amount is recoverable through surcharge proceedings.

On checking of the advance position with reference to the Cash book and previous Audit report that advance to the tune of **5673544.00** is outstanding as on 31.03.2019 and the period of pendency starts from inception to the year 2018-19.

**8.2) Details of Outstanding advance as on 31.3.19 (Rs 5673544.00)**

SI No	Name & designation of advance holder	Vr No/Date	Amount of advance outstanding		Purpose of Advance	Name of the Sanctioning Authority
			More than one year	Less than one year		
1	Prior to 2013-14		2590095.00			
	<b>Total</b>		<b>2590095.00</b>			
1	Sri Biswajeet Dash, Jr. Asst	57/13-14	19449.00		ULB Election	Sri Bibhuti Bhusan Panda ,Ex EO
2	Sub Collector, Paralakhemundi	397/13-14	10000.00		General Election	Sri Bibhuti Bhusan Panda ,Ex EO
3	Durga Prasad , I/C Cashier	57/13-14	210910.00		ULB Election	Sri Bibhuti Bhusan Panda ,Ex EO
4	Sri Biswajeet Dash, Jr. Asst	57/13-14	90350.00		ULB Election	Sri Bibhuti Bhusan Panda ,Ex EO
5	Durga Prasad , I/C Cashier	57/13-14	34155.00		ULB Election	Sri Bibhuti Bhusan Panda ,Ex EO
	<b>Total</b>		<b>364864.00</b>			
1	Sri N Simanchal , Jamadar	162/24.6.14	10000.00		Purchase of Sanitary Material	Sri Duryodhan Sahu I/C EO
2	Sri Suresh Kumar Panigrahy ,OTS	393/11.10.14	45400.00		Food Assistance for HUDHUD cyclone	Sri Pabitra Mohan Kanungo I/C EO



3	Sri Srikanta Kumar Nayak ,Advocate	225/25.7.14	7500.00		W.P.C Lt No 18474/2013	Sri Duryodhan Sahu I/C EO
4	Sri Srikanta Kumar Nayak ,Advocate	310/3.9.14	15000.00		W.P.C Lt No 20166	Sri Duryodhan Sahu I/C EO
5	Sri Srikanta Kumar Nayak ,Advocate	392/29.9.14	5000.00		W.P.C Lt No 16757	Sri Pabitra Mohan Kanungo I/C EO
	<b>Total</b>		<b>82900.00</b>			
1	Sri Ghanashyam Behera, OTS	456/15-16	20000.00		Wall Painting	Sri Purnachandra Sahu, Ex EO
2	Sri Ghanashyam Behera, OTS	520/15-16	20000.00		Wall Painting	Sri Purnachandra Sahu, Ex EO
3	Sri Srikanta Kumar Nayak ,Advocate	157/15-16	5000.00		Legal Fee	Sri Purnachandra Sahu, Ex EO
4	Sri Srikanta Kumar Nayak ,Advocate	260/15-16	15000.00		Legal Fee	Sri Purnachandra Sahu, Ex EO
5	Sri Srikanta Kumar Nayak ,Advocate	899/15-16	5000.00		Legal Fee	Sri Purnachandra Sahu, Ex EO
6	Sri Suresh Kumar Panigrahy ,OTS	238/15-16	28000.00		Car festival	Sri Purnachandra Sahu, Ex EO
7	Sri Rajesh Kumar Bebartha, PEON	325/15-16	30000.00		Purchase of Furniture	Sri Purnachandra Sahu, Ex EO
8	T Hari Babu, Driver	696/15-16	45000.00		Purchase of bleaching powder	Sri Purnachandra Sahu, Ex EO
9	Smt Rasmita Nayak ,CO	648/15-16	20000.00		NULM	Sri Purnachandra Sahu, Ex EO
10	Sri Kasinath Das, Advocate	898/15-16	3185.00		Legal Fee	Sri Ashok Kumar Raut ,EO
	<b>Total</b>		<b>191185.00</b>			
1	Sri Ram Prasad Jena, Jamadar	94/11.5.16	20000.00		Purchase of Sanitary Material	Sri Ashok Kumar Raut ,EO
2	Sri P Durga Rao,Driver	120/26.5.16	6000.00		Repair of Tractor	Sri Ashok Kumar Raut ,EO
3	T Hari Babu, Driver	214/2.7.16	12000.00		Purchase of bleaching powder	Sri Ashok Kumar Raut ,EO
4	Sri Pradip Kumar Lima, Jamadar	309/6.8.16	9500.00		Purchase of Spay machine	Sri Ashok Kumar Raut ,EO
5	T Hari Babu, Driver	440/28.9.16	12000.00		Purchase of bleaching powder	Sri Ashok Kumar Raut ,EO
6	Sri Ram Prasad Jena, Jamadar	527/15.11.16	15000.00		Purchase of Sanitary Material	Sri Ashok Kumar Raut ,EO
7	T Hari Babu, Driver	594/23.12.16	40000.00		Hiring of JCB Encroaching	Sri Ashok Kumar Raut ,EO
8	Sri Srikanta Kumar Nayak ,Advocate	667/21.1.17	30000.00		Legal Fee	Sri Ashok Kumar Raut ,EO
9	Sri N Simanchal , Jamadar	752/6.3.17	6000.00		Sanitary Material	Sri Ashok Kumar Raut ,EO
10	T Hari Babu, Driver	778/14.3.17	12000.00		Purchase of bleaching powder	Sri Ashok Kumar Raut ,EO
	<b>12Total</b>		<b>162500.00</b>			
1	N Simanchal , Jamadar	43/17.4.17	10000.00		Purchase of Broom	Sri Ashok Kumar Raut ,EO
2	T Hari Babu, Driver	241/1.8.17	11000.00		Purchase of bleaching powder	Sri Ashok Kumar Raut ,EO
3	T Hari Babu, Driver	391/13.10.17	75000.00		Purchase of hand made Trolley	Sri Ashok Kumar Raut ,EO
4	T Hari Babu, Driver	470/18.11.17	12000.00		Purchase of bleaching powder	Sri Ashok Kumar Raut ,EO
5	Sri Bansidhar Pattanayak , PEON	541/22.12.17	40000.00		For Medical expense	Sri Ashok Kumar Raut ,EO

6	Sri Bansidhar Pattanayak , PEON	557/29.12. 17	50000.00		For Medical expense	Sri Ashok Kumar Raut ,EO
7	Sri Badakrushna , PEON	585/5.1.18	25000.00		Sanitary Material	Sri Ashok Kumar Raut ,EO
8	Sri Ghanashyam Behera, OTS	622/20.1.1 8	20000.00		Celebration of republic day	Sri Ashok Kumar Raut ,EO
	<b>Total</b>		<b>243000.00</b>			
1	T Hari Babu , Driver	46/26.4.18		12000.00	Transportation of Bleaching Powder	Sri Ashok Kumar Raut ,EO
2	T Hari Babu , Driver	263/8.8.18		12000.00	Transportation of Bleaching Powder	Sri Ashok Kumar Raut ,EO
3	Rasmhmita Nayak CO	366/1.10.1 8		15000.00	Declaration of ODF	Sri Ashok Kumar Raut ,EO
4	Suresh Chandra Panigrahy OTS	413/17.10. 18		100000.00	Storm Titili Expenditure	Sri Ashok Kumar Raut ,EO
5	Suresh Chandra Panigrahy OTS	414/17.10. 18		100000.00	Storm Titili Expenditure	Sri Ashok Kumar Raut ,EO
6	D Jhudhistir,JE	415/17.10. 18		200000.00	Storm Titili Expenditure	Sri Ashok Kumar Raut ,EO
7	D Jhudhistir,JE	417/18.10. 18		200000.00	Storm Titili Expenditure	Sri Ashok Kumar Raut ,EO
8	D Jhudhistir,JE	431/26.10. 18		200000.00	Storm Titili Expenditure	Sri Ashok Kumar Raut ,EO
9	D Jhudhistir,JE	433/31.10. 18		100000.00	Storm Titili Expenditure	Sri Ashok Kumar Raut ,EO
10	T Hari Babu , Driver	501/14.11. 18		12000.00	Transportation of Bleaching Powder	Sri Ashok Kumar Raut ,EO
11	D Jhudhistir,JE	506/15.11. 18		100000.00	Storm Titili Expenditure	Sri Ashok Kumar Raut ,EO
12	Binod Kissan ,JE	601/14.12. 18		190000.00	District Sports	Sri Ashok Kumar Raut ,EO
13	Binod Kissan ,JE	649/31.12. 18		71000.00	ODF	Sri Ashok Kumar Raut ,EO
14	Ghanashyam Behera , OTS	678/15.1.1 9		100000.00	PEETHA Programme	Sri Ashok Kumar Raut ,EO
15	D Jhudhistir,JE	696/22.1.1 9		40000.00	Storm Titili Expenditure	Sri Ashok Kumar Raut ,EO
16	Ghanashyam Behera , OTS	700/30.1.1 9		50000.00	PEETHA Programme	Sri Ashok Kumar Raut ,EO
17	Badakrushna I/C - Jamadar	704/2.2.19		12000.00	Purchase of sanitary material	Sri Ashok Kumar Raut ,EO
18	Ghanashyam Behera , OTS	746/16.2.1 9		300000.00	PEETHA Programme	Sri Ashok Kumar Raut ,EO
19	Ghanashyam Behera , OTS	747/18.2.1 9		200000.00	PEETHA Programme	Sri Ashok Kumar Raut ,EO
20	Kameswar Mahanty, JA	797/14.3.1 9		10000.00	Purchase of sanitary material	Sri Ashok Kumar Raut ,EO
21	Kameswar Mahanty, JA	798/14.3.1 9		5000.00	Election	Sri Ashok Kumar Raut ,EO
22	Ghanashyam Behera , OTS	843/29.3.1 9		10000.00	celebration of Utkal Divas	Sri Ashok Kumar Raut ,EO
	<b>Total</b>			<b>2039000.00</b>		
	<b>Grand Total</b>		<b>3634544.00</b>	<b>2039000.00</b>		

**8.3) The details of Out standing advance related to the year 2018-19 AOSP 23 & 24**

On checking of Accountant cash books for the year 2018-19 it was noticed that an amount of advance Rs 2039000.00 paid during the year 2018-19 has not adjusted as on 31.3.19. the details of un adjusted advance for the year 2018-19 are furnished below . The reason of such non adjustment of advance was asked through objection memo . In response to the **POM No 10 dated 17.05.2019** ,the local authority stated that steps are taken to adjust the outstanding advance for the year 2018-19. The local authority is suggested to take immediate steps to adjust the out standing advance.

Vr No	Date	Amount	Name of advance holder	Purpose
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46	26.4.18	12000.00	T Hari Babu , Driver	Transportation of Bleaching Powder
263	8.8.18	12000.00	T Hari Babu , Driver	Transportation of Bleaching Powder
366	1.10.18	15000.00	Rasmhmita Nayak CO	Declaration of ODF
413	17.10.18	100000.00	Suresh Chandra Panigrahy ,OTS	Storm Titili Expenditure
414	17.10.18	100000.00	Suresh Chandra Panigrahy ,OTS	Storm Titili Expenditure
415	17.10.18	200000.00	D Jhudhistir,JE	Storm Titili Expenditure
417	18.10.18	200000.00	D Jhudhistir,JE	Storm Titili Expenditure
431	26.10.18	200000.00	D Jhudhistir,JE	Storm Titili Expenditure
433	31.10.18	100000.00	D Jhudhistir,JE	Storm Titili Expenditure
501	14.11.18	12000.00	T Hari Babu , Driver	Transportation of Bleaching Powder
506	15.11.18	100000.00	D Jhudhistir,JE	Storm Titili Expenditure
601	14.12.18	190000.00	Binod Kissan ,JE	District Sports
649	31.12.18	71000.00	Binod Kissan ,JE	ODF
678	15.1.19	100000.00	Ghanashyam Behera , OTS	PEETHA Programme
696	22.1.19	40000.00	D Jhudhistir,JE	Storm Titili Expenditure
700	30.1.19	50000.00	Ghanashyam Behera , OTS	PEETHA Programme
704	2.2.19	12000.00	Badakrushna I/C - Jamadar	Purchase of sanitary material
746	16.2.19	300000.00	Ghanashyam Behera , OTS	PEETHA Programme
747	18.2.19	200000.00	Ghanashyam Behera , OTS	PEETHA Programme
797	14.3.19	10000.00	Kameswar Mahanty, JA	Purchase of sanitary material
798	14.3.19	5000.00	Kameswar Mahanty, JA	Election
843	29.3.19	10000.00	Ghanashyam Behera , OTS	celebration of Utkal Divas
	<b>Total</b>	<b>2039000.00</b>		

**8.4) The details of Advance Paid and adjusted during 2018-19**

SI No	Name of advance holder	Ref to Vr No/Date/Year of Payment	Amount of Adv paid	Ref to Vr No/Date/Year of adjustment	Amount of advance adjustment	Purpose
1	Ghanashyam Behera , OTS	78/9.5.18	15000.00	422/18-19	15000.00	Purchase of stationary
2	Badakrushna I/C - Jamadar	201/27.6.18	20000.00	393/18-19	20000.00	Purchase of sanitary material
3	Ghanashyam Behera , OTS	239/24.7.18	15000.00	424/18-19	15000.00	Conduct of competition
4	Ghanashyam Behera , OTS	294/28.8.18	30000.00	425/18-19	30000.00	Celebration of LSG Day
5	Badakrushna I/C - Jamadar	507/15.11.18	49000.00	853/18-19	49000.00	Purchase of sanitary material
6	Ghanashyam Behera , OTS	697/22.1.19	20000.00	758/18-19	20000.00	celebration of Republic Day
7	Ghanashyam Behera , OTS	480/20.11.17	15000.00	003/18-19	15000.00	Purchase of stationary
8	Bansidhar Pattanayak, PEON	541/22.12.17	100000.00	Salary 18-19	60000.00	Medical expense
9	Suresh Kumar Panigrahy, OTS	651/15-16	20000.00	855/18-19	20000.00	Distribution of HSY
10	Suresh Kumar Panigrahy, OTS	896/15-16	50000.00	855/18-19	50000.00	Distribution of HSY
11	Suresh Kumar Panigrahy, OTS	122/25.5.16	26000.00	855/18-19	26000.00	Distribution of HSY
12	P Durga Rao, Driver	498/4.11.16	10000.00	856/18-19	10000.00	Registration of Cess pole
	<b>Total</b>				<b>330000.00</b>	

**8.5) Year wise break up of Outstanding advance as on 31.3.2019**

YEAR	AMOUNT
1995-96	487421.00
1996-97	500.00
1997-98	202540.00
1998-99	569000.00
1999-2000	16520.00
2000-01	16449.00
2001-02	515235.00
2002-03	86410.00
2003-04	6839.00
2004-05	34756.00
2005-06	28120.00
2006-07	25854.00
2007-08	186005.00
2008-09	141375.00
2009-10	12200.00
2010-11	38100.00
2011-12	145271.00
2012-13	77500.00
2013-14	364864.00
2014-15	82900.00
2015-16	191185.00
2016-17	162500.00
2017-18	243000.00
2018-19	2039000.00
<b>Total</b>	<b>5673544.00</b>

**8.6) Insecure advance of 2017-18 (Advance outstanding for more than one year) AOSP 25 & 26**

On checking of the accountant cash book and last year audit report it is be seen that a total Sum of Rs.243000.00 advance is outstanding relating to the year 2017-18 till 31.3.2019. The details of which is furnished in the table below: As per Finance Deptt G.O No. 2221/F dated 08.03.2002, any advance remaining unadjusted for more than one year without any valid reason is insecure and can be treated as loss of Govt., money and is liable for surcharge. Also as per Letter No.15179/DLFA dt 28.09.13 of Director, Local Fund Audit, Odisha in case of advances that remained unadjusted for more than one year or advances which are irrecoverable; both the sanctioning authority and the advance holder should be held equally responsible and are liable for surcharge.

On the strength of above Govt. orders the unadjusted outstanding advance relating to the year 2017-18 amount to Rs.243000.00 needs recovery from the officials as noted against each.

SL No	Name & designation of the advance holder	Vr No/Date	Amount	Purpose	Name & designation of sanctioning Authority	Scheme
1	N Simanchal , Jamadar	43/17.4.17	10000.00	Purchase of Broom	Ashok Kumar raut , EO	Own Fund
2	T Hari babu , Driver	241/1.8.17	11000.00	Purchase of Bleaching	Ashok Kumar raut , EO	Own Fund

				powder		
3	T Hari babu ,Driver	391/13.10.17	75000.00	Purchase of Hand made Trolley	Ashok Kumar raut , EO	Own Fund
4	T Hari babu , Driver	470/18.11.17	12000.00	Purchase of Bleaching powder	Ashok Kumar raut , EO	Own Fund
6	Bansidhar Pattanayak ,Peon	541/22.12.17	40000.00	For Medical expanse	Ashok Kumar raut , EO	Own Fund
7	Bansidhar Pattanayak ,Peon	557/29.12.1	50000.00	For Medical expanse	Ashok Kumar raut , EO	Own Fund
8	Badakrushna , Sweeper	585/5.1.18	25000.00	Purchase of sanitary Material	Ashok Kumar raut , EO	Own Fund
9	Ghanashyam Behera , OTS	622/20.1.18	20000.00	Celebration of Republic Day	Ashok Kumar raut , EO	Own Fund
	<b>Total</b>		<b>243000.00</b>			

In response to audit objection memo the local authority stated that steps are taken to adjust the advance , but no adjustment made till close of audit. Rs 90000.00 advance outstanding againt Sri Bansidhar Pattanayak will be adjusted from his salary. Hence Rs 153000.00 (243000.00-90000.00) suggested for recovery.

#### 8.7) Non Maintenance of Outstanding advance ledger:

As per Rule 136 to 140 of Odisha Municipal Rules, 1953 an '**Advance ledger**' is to be maintained in each ULB recording person wise separate accounts of such advances. Advances shall be regularly and promptly adjusted and any unspent balance of an advance shall be immediately refunded. The different accounts in the advance ledger shall be balanced quarterly and signed by the Executive officer & thus an '**Outstanding Advance ledger**' is to be maintained on quarterly basis. But it is seen that this Municipality has not maintained advance ledger and outstanding Advance ledger since long in spite of repeated objection raised in last and previous Audit reports.

On issue of **POM No 02 dated 7.05.2019**, the local authority stated that steps would be taken to maintain the above ledgers.

Therefore the local authority is suggested to maintain the above mandatory records and compliance reported to Audit.

#### Person(s) Responsible for this paragraph

S/no	Name	Designation	Adress	Amount(In Rs.)
1	Ashok Kumar raut	EO	Paralakhemundi Municipality Dist- Gajapati	76500
2	N Simanchal	Jamadar	Paralakhemundi Municipality Dist- Gajapati	5000
3	T Hari babu	Driver	Paralakhemundi Municipality Dist- Gajapati	49000
4	Bada Krushna	Sweeper	Paralakhemundi Municipality Dist- Gajapati	12500
5	Ghanashyam Behera	OTS	Paralakhemundi Municipality Dist- Gajapati	10000

**PARA: 9 GRANTS**

Paralakhemundi Municipality - 2018-2019

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	01-04-2018	225215821.94	162987109.00	388202930.94	164241903.00	31-03-2019	223961027.94	
	<b>GRAND TOTAL</b>	<b>225215821.94</b>	<b>162987109.00</b>	<b>388202930.94</b>	<b>164241903.00</b>		<b>223961027.94</b>	

**Comments :**
**9.1) LOW LEVEL OF UTILISATION OF GRANTS:- (AOSP 89)**

Rule 171(3)(1) of OGFR Vol-I, provides that the grants sanctioned shall be spent within a year from the date of sanction. The unspent balance of the previous year's grant has either to be surrendered to Govt., or it has to be taken into accounts in subsequent year's grant with prior approval of the sanctioning authority.

On going through the previous year audit report, it is noticed that on 1st. April '2018, a huge amount of unspent balances of Rs. 225215821.00 was lying with this MUNICIPALITY under various schemes for years together. Fresh grants were also released without verifying the unspent position of earlier grants. The details are given below basing upon the entries made in the cash book and work case records.

OB	Receipt	Total	Expenditure	CB	% of Utilization
225215821.94	162987109.00	388202930.94	164241903.00	223961027.94	42.30

From the above table, it is seen that the expenditure incurred was only Rs.164241903.00 while total fund available was Rs.388202930.94. the percentage of utilization of the grants in this MUNICIPALITY is very low in comparison to the total grants available for utilization under different developmental schemes. The overall utilization of grants of this ULB for the year 2018-19 is 42.30 % only. This indicates that the Govt. money released to this MUNICIPALITY for developmental works is not being utilized for the intended purposes in time. The delay in implementation of developmental programmes defeats the very purpose of the schemes plan and policy of Govt..

The less utilization of funds was mainly due to preparation of unrealistic budget estimates, inadequate monitoring and planning etc.

The less utilisation of funds was mainly due to non preparation of realistic budget estimates, inadequate monitoring and planning etc.In response to audit objection memo the Executive Officer concerned assured to take steps for utilisation of the funds .

**9.2) Details of Grant received and utilized during the year 2018-19**

Statement and Quotation; Vide para No.-9 of AR							
Statement showing the details of Grant received and utilized during the Year 2018-19							
SL No	Purpose of Grant	G.O. No./Deptt/ Date	OB as on 01.4.18	Grant received during the Year 2018-19	Total	Grant utilized during the year 2018-19	Unspent Grant as on 31.03.19
(i)	<b>Recurring the Grant</b>						
	Octroi Compensation	4216/HUD/23.02.17	167413.00	0.00	167413.00	167413.00	0.00
1)		7517/HUD/30.03.17	240000.00	0.00	240000.00	240000.00	0.00
		5214/HUD/23.2.18	2230336.00	0.00	2230336.00	2230336.00	0.00
			0.00	39183000.00	39183000.00	33757023.00	5425977.00
	<b>Total</b>		<b>2637749.00</b>	<b>39183000.00</b>	<b>41820749.00</b>	<b>36394772.00</b>	<b>5425977.00</b>
2)	Maint. of Road & Bridge (N)		0.00	1624035.00	1624035.00	1615923.00	8112.00
	Maint. of Road & Bridge (Smashans)	3488/HUD/06.2.18	0.00	0.00	0.00	0.00	0.00

		964/HUD/18.01.17	0.00	0.00	0.00	0.00	0.00
	Road Maintenance (HC)		0.00	0.00	0.00	0.00	0.00
	Road Devolpment		-543567.00	0.00	-543567.00	0.00	-543567.00
	<b>Total</b>		<b>-543567.00</b>	<b>1624035.00</b>	<b>1080468.00</b>	<b>1615923.00</b>	<b>-535455.00</b>
	Total(1+2)		2094182.00	40807035.00	42901217.00	38010695.00	4890522.00
ii)	Non-Recurring						0.00
	Imp. Of Urban Road & Bridge		1560516.00	0.00	1560516.00	0.00	1560516.00
	Non-Residential Building	4127/HUD/18.02.16	276909.00	0.00	276909.00	0.00	276909.00
		979/HUD/13.01.17	474000.00	0.00	474000.00	0.00	474000.00
		3498/HUD/06.02.18	474000.00	0.00	474000.00	0.00	474000.00
			0.00	257164.00	257164.00		257164.00
	Entertainment Tax		70000.00	0.00	70000.00	0.00	70000.00
	Performance Incentives	29458/HUD/16.22.15	3673270.00	0.00	3673270.00	0.00	3673270.00
	Electrical & Lighting		941000.00	0.00	941000.00	0.00	941000.00
	Protection & Conservation of Water		1355817.00	0.00	1355817.00	0.00	1355817.00
	MLA LAD		3002019.00	0.00	3002019.00	3002019.00	0.00
		202/DPMU/13.06.17	500000.00	0.00	500000.00	160733.00	339267.00
		193/DPMU/21.03.18	5685000.00	0.00	5685000.00	0.00	5685000.00
			0.00	3415000.00	3415000.00	0.00	3415000.00
	MP LAD		1751535.00	0.00	1751535.00	200000.00	1551535.00
			0.00	500000.00	500000.00	0.00	500000.00
	BRGF		33596067.55	0.00	33596067.55	11869377.00	21726690.55
	Salary for MIS & Accountant		-121500.00	0.00	-121500.00	0.00	-121500.00
	13 th FCA		24170955.00	0.00	24170955.00	7790122.00	16380833.00
	14th FCA	18473/HUD/16.8.17	8728785.00	0.00	8728785.00	8728785.00	0.00
		30505/HUD/12.12.17	9509000.00	0.00	9509000.00	9509000.00	0.00
			0.00	21556000.00	21556000.00	6859326.00	14696674.00
	4th SFC	2779/HUD/06.2.17	473886.00	0.00	473886.00	0.00	473886.00
		3270/HUD/10.2.17	458000.00	0.00	458000.00	0.00	458000.00
	SJSRY		1617804.76	0.00	1617804.76	0.00	1617804.76
	<b>TOTAL</b>		<b>98197064.31</b>	<b>25728164.00</b>	<b>123925228.31</b>	<b>48119362.00</b>	<b>75805866.31</b>
	NULM (Central Share)	1982/SUDA/13.09.17	81000.00	0.00	81000.00	81000.00	0.00
	SUH	1506/SUDA/14.7.17	1600000.00	0.00	1600000.00	626235.00	973765.00
	SM & ID	11468/SUDA/11.05.16	8000.00	0.00	8000.00	8000.00	0.00
	Capacity building & Training	11468/SUDA/11.05.16	22600.00	0.00	22600.00	22600.00	0.00
			0.00	415476.00	415476.00	415476.00	0.00
	EST & P	11468/SUDA/11.05.16	426756.00	0.00	426756.00	426756.00	0.00
	<b>Total</b>		<b>2138356.00</b>	<b>415476.00</b>	<b>2553832.00</b>	<b>1580067.00</b>	<b>973765.00</b>
	NULM (State Share)	1366(12)/SUDA/27.6.17	0.00	0.00	0.00	0.00	0.00
	SM & ID	2475(13)/SUDA/02.11.17	0.00	0.00	0.00	0.00	0.00
		11707/SUDA/7.6.16	8900.00	0.00	8900.00	0.00	8900.00

CB& T	11707/SUDA/7.6.16	18000.00	0.00	18000.00	18000.00	0.00
	1981/SUDA/13.9.17	255600.00	0.00	255600.00	174281.00	81319.00
		0.00	276984.00	276984.00		276984.00
EST & P	11707/SUDA/7.6.16	1095086.00	0.00	1095086.00	795703.00	299383.00
		<b>1377586.00</b>	<b>276984.00</b>	<b>1654570.00</b>	<b>987984.00</b>	<b>666586.00</b>
IHSDP		190400.00	0.00	190400.00	469057.00	-278657.00
Repair of Drain		-8064.16	0.00	-8064.16	0.00	-8064.16
Environment of Devlp. Slums		3470600.00	0.00	3470600.00	0.00	3470600.00
TRW Grants		11159.62	0.00	11159.62	0.00	11159.62
Town planning		1674.17	0.00	1674.17	0.00	1674.17
UIDSSMT		-84190.00	0.00	-84190.00	0.00	-84190.00
12th FCA		0.00	0.00	0.00	0.00	0.00
Const. of Passenger Shed		12000.00	0.00	12000.00	0.00	12000.00
IDSMT		321559.00	0.00	321559.00	0.00	321559.00
Const. of Sulabha Souchalaya		324194.00	0.00	324194.00	0.00	324194.00
Public Toilet	19161/HUD/31.07.15	1114007.00	0.00	1114007.00	562526.00	551481.00
NSDP		28404.00	0.00	28404.00	0.00	28404.00
<b>Total</b>		<b>5381743.63</b>	<b>0.00</b>	<b>5381743.63</b>	<b>1031583.00</b>	<b>4350160.63</b>
MV Tax	5195/HUD/25.2.16	190873.00	0.00	190873.00	190873.00	0.00
	24513/HUD/19.10.16	1642000.00	0.00	1642000.00	1642000.00	0.00
	2767/HUD/6.2.17	1642000.00	0.00	1642000.00	1045103.00	596897.00
	18979/HUD/19.8.17	1790000.00	0.00	1790000.00	0.00	1790000.00
	3415/HUD/05.2.18	1789000.00	0.00	1789000.00	0.00	1789000.00
		0.00	3852000.00	3852000.00		3852000.00
<b>Total</b>		<b>7053873.00</b>	<b>3852000.00</b>	<b>10905873.00</b>	<b>2877976.00</b>	<b>8027897.00</b>
USHA		200000.00	0.00	200000.00	0.00	200000.00
SECC/Census		-7185.00	0.00	-7185.00	0.00	-7185.00
		288000.00	0.00	288000.00	288000.00	0.00
		0.00	204450.00	204450.00	12436.00	192014.00
NFDR/SRCC		1571676.00	0.00	1571676.00	108000.00	1463676.00
	/21.03.18	200000.00	0.00	200000.00	0.00	200000.00
		5000.00	0.00	5000.00	0.00	5000.00
		0.00	314800.00	314800.00	0.00	314800.00
Tourism		446582.00	0.00	446582.00	0.00	446582.00
Kalayanmandap		0.00		0.00	0.00	0.00
Children Park		225738.00	0.00	225738.00	0.00	225738.00
Park & Graneery		-358516.00	0.00	-358516.00	0.00	-358516.00
Highmast Light		182400.00	0.00	182400.00	0.00	182400.00
C.C. Road		5195406.00	0.00	5195406.00	73435.00	5121971.00
<b>Total</b>		<b>7949101.00</b>	<b>519250.00</b>	<b>8468351.00</b>	<b>481871.00</b>	<b>7986480.00</b>
Devolution Fund	20041/HUD/7.8.15	5284871.00	0.00	5284871.00	5284871.00	0.00



		5283/HUD/25.02.16	2397999.00	0.00	2397999.00	2397999.00	0.00
		18503/HUD/19.8.17	6086000.00	0.00	6086000.00	1274462.00	4811538.00
		3435/HUD/5.2.18	6086000.00	0.00	6086000.00	0.00	6086000.00
			0.00	11894000.00	11894000.00	0.00	11894000.00
	<b>Total</b>		<b>19854870.00</b>	<b>11894000.00</b>	<b>31748870.00</b>	<b>8957332.00</b>	<b>22791538.00</b>
	Devolution Fund(Town Hall)	5246/HUD/25.02.16	1142000.00	0.00	1142000.00	0.00	1142000.00
		5250/HUD/25.02.17	3001000.00	0.00	3001000.00	0.00	3001000.00
		5255/HUD/25.2.18	857000.00	0.00	857000.00	0.00	857000.00
		16230/HUD/4.7.16	6142000.00	0.00	6142000.00	0.00	6142000.00
		2600/HUD/03.2.17	6143000.00	0.00	6143000.00	0.00	6143000.00
	<b>Total</b>		<b>17285000.00</b>	<b>0.00</b>	<b>17285000.00</b>	<b>0.00</b>	<b>17285000.00</b>
	Sanitation,light,wt. supply in Local Festival	0.00	0.00	0.00	0.00	0.00	0.00
	Nation Population Regr(13-14)	33272.00	33272.00	0.00	33272.00	0.00	33272.00
	CM Relief Fund(HSY)	7311/Emg./14.7.17	97000.00	0.00	97000.00	97000.00	0.00
		407/Emg./7.3.18	200000.00	0.00	200000.00	200000.00	0.00
			0.00	240000.00	240000.00	132000.00	108000.00
	NFBS	660/DSSO/22.06.17	50000.00	0.00	50000.00	0.00	50000.00
			0.00	440000.00	440000.00		440000.00
	MBPY/NOAP/HIV		5031556.00	0.00	5031556.00	5031556.00	0.00
			0.00	26073100.00	26073100.00	17563944.00	8509156.00
	Spl. Devolp. Progm		459788.00	0.00	459788.00	459788.00	0.00
			0.00	1800000.00	1800000.00	1118848.00	681152.00
	AWC	1457/SWO/17.10.17	1400000.00	0.00	1400000.00	0.00	1400000.00
	Solid waste Management	32241/HUD/29.12.15	2109000.00	0.00	2109000.00	0.00	2109000.00
		15630/HUD/29.6.16	3721000.00	0.00	3721000.00	0.00	3721000.00
	Hon./DA/SA	4319/HUD/29.2.16	19900.00	0.00	19900.00	0.00	19900.00
		21555/HUD/9.9.16	61200.00	0.00	61200.00	0.00	61200.00
		4475/HUD/25.02.17	8000.00	0.00	8000.00	0.00	8000.00
		17435/HUD/8.7.17	63600.00	0.00	63600.00	0.00	63600.00
			0.00	30600.00	30600.00	0.00	30600.00
	<b>Total</b>		<b>13254316.00</b>	<b>28583700.00</b>	<b>41838016.00</b>	<b>24603136.00</b>	<b>17234880.00</b>
	Compensation of Arr. Pension	4324/HUD/20.2.16	0.00	0.00	0.00	0.00	0.00
	Compensation of Basic. Service	4324/HUD/20.2.17	0.00	0.00	0.00	0.00	0.00
		29620/HUD/19.12.16	10761940.00	0.00	10761940.00	4952910.00	5809030.00
		6095/HUD/17.3.17	14453000.00	0.00	14453000.00	0.00	14453000.00
		20539/HUD/7.9.17	8435000.00	0.00	8435000.00	0.00	8435000.00
		5632/HUD/26.2.18	8377000.00	0.00	8377000.00	0.00	8377000.00
			0.00	18812000.00	18812000.00		18812000.00
	<b>Total</b>		<b>42026940.00</b>	<b>18812000.00</b>	<b>60838940.00</b>	<b>4952910.00</b>	<b>55886030.00</b>

	Swacha Bharai Mission		561483.00	0.00	561483.00	561483.00	0.00
			3777550.00	0.00	3777550.00	3777550.00	0.00
			2575260.00	0.00	2575260.00	396481.00	2178779.00
		2357/HUD/25.01.2018	188850.00	0.00	188850.00	0.00	188850.00
		5351/HUD/24.02.20158	1056000.00	0.00	1056000.00	0.00	1056000.00
			0.00	1000000.00	1000000.00		1000000.00
	<b>Total</b>		<b>8159143.00</b>	<b>1000000.00</b>	<b>9159143.00</b>	<b>4735514.00</b>	<b>4423629.00</b>
	Maintenance Of creation Assests		297117.00	0.00	297117.00	0.00	297117.00
			0.00	432000.00	432000.00		432000.00
	Creation of Capital Assets	/15.03.18	146530.00	0.00	146530.00	0.00	146530.00
			0.00	1856000.00	1856000.00		1856000.00
	<b>Total</b>		<b>443647.00</b>	<b>2288000.00</b>	<b>2731647.00</b>	<b>0.00</b>	<b>2731647.00</b>
	Peetha		0.00	1000000.00	<b>1000000.00</b>	<b>650000.00</b>	350000.00
	Biju Yuva Bahani		0.00	893000.00	<b>893000.00</b>	<b>700000.00</b>	193000.00
	Titili		0.00	26717500.00	<b>26717500.00</b>	<b>26553473.00</b>	164027.00
	Animal Birth Control		0.00	200000.00	<b>200000.00</b>		200000.00
	<b>Total</b>		<b>0.00</b>	<b>28810500.00</b>	<b>28810500.00</b>	<b>27903473.00</b>	<b>907027.00</b>
	<b>Grand Total</b>		<b>225215821.94</b>	<b>162987109.00</b>	<b>388202930.94</b>	<b>164241903.00</b>	<b>223961027.94</b>

**9.3) Year wise Break-up of Unspent Govt. Grant:-**

The grant register has not been maintained properly .So that the year wise break up of unspent grants could not be supplied by the local authority . However basing upon the last Audit report and present Grant position the year wise Break-up of Unspent Govt. grant is given below

SL No	Parriculars	Up to 2017-18	2018-19
1	Octroi Compensation	0.00	4890522.00
2	Imp. Of Urban Road & Bridge	1560516.00	0.00
3	Non-Residential Building	1482073.00	0.00
4	Entertainment Tax	70000.00	0.00
5	Performance Incentives	5970087.00	0.00
6	MLA LAD	6024267.00	3415000.00
7	MP LAD	1551535.00	500000.00
8	BRGF	21726690.55	0.00
9	13 th FCA	16380833.00	0.00
10	14 th FCA	0.00	14696674.00
11	4 th SFC	931886.00	0.00
12	SJSRY	1617804.76	0.00
13	NULM	1063984.00	276984.00
14	Other	6189893.63	0.00
15	MV Tax	4175897.00	3852000.00
16	SECC	0.00	192014.00
17	SRCC	0.00	314800.00
18	Devolution Fund	28182538	11894000.00

19	CM relief Fund (HSY)	0.00	108000.00
20	CC Road	5121971.00	0.00
21	NFBS	50000.00	440000.00
22	MBPY	0.00	8509156.00
23	SDP	0.00	681152.00
24	AWC	0.00	1400000.00
25	Solid waste Management	5830000.00	0.00
26	Hon TA/DA	152700.00	30600.00
27	Compensation of Basic. Service	37074030.00	18812000.00
28	Swacha Bharai Mission	3423629.00	1000000.00
29	Maintenance Of creation Assects	297117.00	432000.00
30	Creation of Capital Assets	875647.00	1856000.00
31	Peetha	0.00	350000.00
32	Biju Yuva Bahani	0.00	193000.00
33	Titili	0.00	164027.00
34	Animal Birth Control	0.00	200000.00
	<b>Total</b>	<b>149753098.94</b>	<b>74207929.00</b>

**9.4) Diversion of Fund**

No diversion of fund made during the year 2018-19.

**PARA: 10 UTILISATION CERTIFICATE**

Paralakhemundi Municipality - 2018-2019

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	01-04-2018	371209830.51	164241903.00	535451733.51	27526075.00	31-03-2019	507925658.51	
	<b>GRAND TOTAL</b>	<b>371209830.51</b>	<b>164241903.00</b>	<b>535451733.51</b>	<b>27526075.00</b>		<b>507925658.51</b>	

**Comments :**
**10.1) Non Submission of U.C to a tune of Rs 507925658.51 during the year 2018-19.(AOSP 89)**

As per Rule 170 ,171and 173 of OGFR Vol-1 grants received should be utilised within the same financial year in which it was received and UCs should be submitted by 30th June of the subsequent year to the funding agency as well as Principal Accountant General (A&E) Odisha.The F.D L No 029539 dated

20.10.2014 gives emphasis upon submission of UCs to proper quarter by 30th June of the succeeding year.As timely submission of UC is relative to receipt of subsequent Grants from GOI and cut is imposed on the grant amount accordingly on its non-submission/delay in submission. Hence timely non-submission and huge pendency of submission of utilisation certificate is a detrimental factor. Non-submission of U.C to a tune of Rs **507925658.51** as on 31.03.2019 which is alarming and defeats the very purpose of Govt. policy & planning and speaks about the improper management of manpower in Municipality level during 2018-19 & lack of supervision of local authority.

Therefore the Local Authority is suggested to look into the matter personally to clear up all pending Utilisation certificates and compliance reported.

For this non submission of UC Sri Ashok Kumar Raut , Executive officer is found responsible.

**10.2) The Details of UC Submitted During the year 2018-19**

<b>UC SUBMITTED DURING THE YEAR 2018-19</b>					
Sl No	Name of the Grant	Related Year	Letter No & Date	Amount UC Sent	To whom submitted
1	SUH	2017-18	3242/DUDA/31.10.18	375741.00	Addl Director,SUDA
2	SUH	2017-18	3242/DUDA/31.10.18	250494.00	Addl Director,SUDA
3	14 FC GABG	2016-17	3824/28.09.2018	3470716.00	PD,DRDA-cum-DUDA
4	14 FC GABG	2017-18	3824/28.09.2018	8868886.00	PD,DRDA-cum-DUDA
5	Maintenance of R & B	2013-14	3824/28.09.2018	680641.00	PD,DRDA-cum-DUDA
6	Community Toilet	2015-16	3824/28.09.2018	562526.00	PD,DRDA-cum-DUDA
7	Devolution Fund	2016-17	3824/28.09.2018	1917016.00	PD,DRDA-cum-DUDA
8	MV Tax	2017-18	3824/28.09.2018	1790000.00	PD,DRDA-cum-DUDA
9	MV Tax	2015-16	3824/28.09.2018	240450.00	PD,DRDA-cum-DUDA
10	14 FC GABG	2016-17	1715/28.04.2018	3320250.00	PD,DRDA-cum-DUDA
11	14 FC GABG	2016-17	1715/28.04.2018	900326.00	PD,DRDA-cum-DUDA
12	NRB	2015-16	1715/28.04.2018	378878.00	PD,DRDA-cum-DUDA
13	Maintenance of R & B	2015-16	1715/28.04.2018	945063.00	PD,DRDA-cum-DUDA
14	Maintenance of R & B	2016-17	1715/28.04.2018	1307554.00	PD,DRDA-cum-DUDA
15	Creation of Capital Asset	2016-17	1715/28.04.2018	495380.00	PD,DRDA-cum-DUDA
16	NFBS	2017-18	1714/28.04.2018	650000.00	DSSO,Gajapati
17	NFBS	2017-18	1714/28.04.2018	210000.00	DSSO,Gajapati

18	MPLAD	2012-13	1713/28.04.2018	1162154.00	PD,DRDA-cum-DUDA
<b>TOTAL</b>				<b>27526075.00</b>	

**10.3) The year wise UC submitted during the year 2018-19**

Year	Amount
2017-18	12145121.00
2016-17	11411242.00
2015-16	2126917.00
2013-14	680641.00
2012-13	1162154.00
<b>Total</b>	<b>27526075.00</b>

**10.4) Year wise break up of Pending UC as on 31.3.19**

YEAR	AMOUNT
Up to 2011-12	5993917.51
2011-12	13708480.00
2012-13	2728411.00
2013-14	28796643.00
2014-15	6796811.00
2015-16	85206381.00
2016-17	91997599.00
2017-18	108455513.00
2018-19	164241903.00
<b>Total</b>	<b>507925658.51</b>

**PARA: 11 MISAPPROPRIATION & DEFALCATION**

<b>11.1 - Non entry of Collection amount in DCR AOSP 39</b>						
<b>Non Entry of Collected Amount in the Daily Collection Register of Sri V.Laxman Rao, OTS</b>						
<p>On scrutiny of following Misc., Receipt Books of Paralakhemundi Municipality w.r.t DCRs, It is noticed that the collected money of Rs.6800.00 have neither been entered in the DCR nor it has been deposited in the Municipal Fund which leads to misappropriation of Rs.6800.00. The said employee Sri V.Laxman Rao, OTS is advised to deposit the same in the Municipal Fund immediately and compliance shown to audit. The details are furnished below;</p>						
Sl.No	MR Book No	Receipt SL No	Date	Amount	House Holders Name	Remarks
1	88	75	11.12.2018	500.00	B.Dharma Rao	Trade Licence
2	92	06	08.01.2019	6300.00	Bhimsen Sahu	Licence Fees of shop
Total:				Rs.6800.00		
<p>In response to audit objection Memo no.19 dt.23.05.2019 the local authority recovered Rs <b>6800.00</b> from V Laxman Rao OTS vide MR No <b>85 (Book No 12)</b> Dated <b>19.07.2019</b>. Hence para dropped.</p>						

**11.2 - Less deposit of Collection amount AOSP 40**

**Less deposit / Non deposit of collected amount ( Holding Tax) in the DCR/ Municipal Fund by Sri Allya Sabar, OTS**

On scrutiny of Holding Receipt Books of Paralakhemundi Municipality w.r.t DCRs, It is noticed that less amount is deposited than the actual amount collected from various house holders vide Holding Tax Receipt Books to the Municipal Fund, resulting a loss of Rs.424.00 which needs to be deposited by Sri Allya Sabar, OTS

SI.No	Receipt Book No	Receipt SL No	Amount Collected	Amount Shown	Less deposited shown	Remarks
1	09	61	952.57	904.97	47.60 or Say Rs.48.00	Sri Radhashyam Patra, Ward-11
2	09	20	136.00	0.00	136.00	Sri Radhashyam Padhi., Ward-10
3	15	73	239.60	0.00	239.60 or 240.00	Smt. Jamuna Padhi, Ward-09
		<b>Total:</b>	<b>1328.17</b>	<b>904.07</b>	<b>424.00</b>	

In response to audit objection Memo no.20 dt.23.05.2019 the local authority recovered Rs **424.00** from Aliya sabar OTS vide MR No **32 (Book No 17)** Dated **26.07.2019**. Hence para dropped.

**11.3 - Less deposit of Collection amount AOSP 41**

**Less deposit of amount in the Municipal Fund because of error in totaling of DCR of Sri Allya Sabar, OTS**

On scrutiny of DCR of Paralakhemundi Municipality, It is noticed that the totaling of sum of money collected is erroneous on 28.07.2018 resulting a less deposit of Rs.230.00 to the Municipal Fund via Cashiers Cash book. So Rs.230.00 needs to be deposited by Sri Allya Sabar, OTS

SI.No	Actual total Amount Collected	Amount Shown collected	Less deposited shown	Remarks
1	8281.40	8051.40	230.00	Date.28.07.2018

In response to audit objection Memo no.21 dt.23.05.2019 the local authority recovered Rs **230.00** from Aliya sabar OTS vide MR No **32 (Book No 17)** Dated **26.07.2019**. Hence para dropped.

**11.4 - Less deposit of Collection amount AOSP 42**

**Less deposit of EMD amount in the Municipal Fund by Sri G.S.Behera, OTS**

On scrutiny of Misc. Receipt Books w.r.t the concerned DCR of Paralakhemundi Municipality, It is noticed that Rs.100.00 is less deposited by

Sri G.S. Behera, OTS which needs immediate recovery. The details are furnished below.

SI.No	MR Book No.	MR. SI.No	Amount actual collected	Amount collected shown	Less Deposit	Name of the Contractor	Remarks
1	76	17	500.00	400.00	100.00	Sri K.Appa Rao	EMD on 02.06.18

In response to audit objection Memo no.22 dt.23.05.2019 the local authority recovered Rs **100.00** from Ghanashyam Behera OTS vide MR No **29 (Book No 17)** Dated **26.07.2019**. Hence para dropped.

**11.5 - Less deposit of Collection amount AOSP 43**

**Less deposit / Non deposit of collected amount ( Holding Tax) in the DCR / Municipal Fund by Sri Suresh Chandra Panigrahi, OTS**

On scrutiny of Holding Receipt Books of Paralakhemundi Municipality w.r.t DCRs, It is noticed that less amount is deposited than the actual amount collected from various house holders vide Holding Tax Receipt Books to the Municipal Fund, resulting a loss of Rs.1184.00 which needs to be deposited by Sri Suresh Chandra Panigrahi, OTS

SI.No	Receipt Book No	Receipt SL No	Amount Collected	Amount Shown	Less deposited shown	Remarks
1	96	53	101.00	0.00	101.00	Sri Surendra Biswal, Ward-12
2	04	32	4564.80	4464.80	100.00	Jena Parvati, Ward -14
3	12	04	22599.80	22479.80	120.00	Sri K.C.Sahu, Ward-14
4	12	31	2841.00	2660.00	181.00	Sri Khali Maharana, Ward-14
5	23	46	2297.60	1615.20	682.40	Sri K.V.Sahu, Ward-14
		<b>Total:</b>			<b>1184.40 or 1184.00</b>	

In response to audit objection Memo no.23 dt.23.05.2019 the local authority recovered Rs **1184.00** from Suresh Chandra Panigrahy OTS vide MR No **57 (Book No 12)** Dated **01.07.2019**. Hence para dropped.

**11.6 - Less deposit of Collection amount AOSP 44**

**Less deposit / Non deposit of collected amount ( Holding Tax) in the DCR / Municipal Fund by Sri M.K.Satapathy, BC**

On scrutiny of Holding Receipt Books of Paralakhemundi Municipality w.r.t DCRs, It is noticed that less amount is deposited than the actual amount collected from various house holders vide Holding Tax Receipt Books to the Municipal Fund, resulting a loss of Rs.1054.00 which needs to be deposited by Sri M.K.Satapathy, BC

SI.No	Receipt Book	Receipt SL	Amount	Amount Shown	Less deposited	Remarks
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	No	No	Collected		shown	
1	06	86	489.60	0.00	489.60 or Rs.490.00	Sri Chitaranjan Behera, Ward-15
2	13	08	7676.40	7476.40	200.00	Sri Krishna Chandra Patra, on 15.04.19, Ward-
3	27	100	364.24	0.00	364.24 or Rs.364.00	Smt D.Laxman, Ward-16
		<b>Total:</b>			<b>1054.00</b>	

In response to audit objection Memo no.24 dt.23.05.2019 the local authority stated that steps are taken to .recover the misappropriated amount, but no recovery made till close of audit.Hence Rs **1054.00** suggested for recovery.

**Person(s) Responsible for this paragraph**

S/no	Name	Designation	Adress	Amount(In Rs:)
1	M K satapathy	BC	Paralakhemundi Municipality Dist - Gajapati	1054

**11.7 - Less deposit of Collection amount AOSP 45**
**Less deposit / Non deposit of collected amount ( Holding Tax) in the DCR / Municipal Fund by Sri P.K.Lima, Zamadar**

On scrutiny of Holding Receipt Books of Paralakhemundi Municipality w.r.t DCRs, It is noticed that less amount is deposited than the actual amount collected from various house holders vide Holding Tax Receipt Books to the Municipal Fund, resulting a loss of Rs.4353.00 which needs to be deposited by Sri P.K.Lima, Zamadar

Sl.No	Receipt Book No	Receipt SL No	Amount Collected	Amount Shown	Less deposited shown	Remarks
1	100	75	5610.00	4488.00	1122.00	Sri Harinath Patra, Ward-04, dt-08.01.2019
2	14	56	3231.37	0.00	3231.37 or 3231.00	Smt Madhavi Dash, Ward-05, dt.20.04.2019
		<b>Total:</b>			<b>Rs.4353.00</b>	

In response to audit objection Memo no.25 dt.23.05.2019 the local authority recovered Rs **4353.00** from **P K Lima , Zamadar** vide MR No **30 (Book No 17)** Dated **26.07.2019**. Hence para dropped.

**11.8 - Less deposit of Collection amount AOSP 67**
**Less deposit of collected amount ( Holding Tax) due to erroneous in totalling of DCR by Sri P.K.Lima, Zamadar.**

On checking of DCR of Sri P.K.Lima, Zamadar, it is noticed that totalling of page No.77-81 is erroneous. It is shown as 43713.60 which are entered in the Cashiers cash book dated.01.05.2019. But, it should be Rs.44689 .86. As a result a loss of Rs.976.26 or Rs.976.00 has been incurred in the Municipal fund. The details are below.

Sl.No	Holding Tax Book No	DCR Page No.	Amount Collected	Amount Shown	Less deposited shown
-------	---------------------	--------------	------------------	--------------	----------------------

1	21 & 29	77	13071.40	--	--
2	29	78	7272.86	--	--
3	29	79	6060.80	--	--
4	21 & 29	80	6455.60	--	--
5	29	81	11829.20	--	--
		<b>Total:</b>	<b>44689.86</b>	<b>43713.60</b>	<b>Rs.976.26 or 976.00</b>

In response to audit objection Memo no.35 dt.07.06.2019 the local authority stated that steps are taken to .recover the misappropriated amount, but no recovery made till close of audit.Hence Rs **976.00** suggested for recovery.

**Person(s) Responsible for this paragraph**

Sino	Name	Designation	Adress	Amount(In Rs:)
1	P K Lima	Zamadar	Paralakhemundi Municipality Dist - Gajapati	976

**11.9 - Less deposit of Collection amount AOSP 68**

**Less deposit / Non deposit of collected amount ( Holding Tax) in the DCR / Municipal Fund by Sri Suresh Chandra Panigrahi, OTS**

On scrutiny of Holding Receipt Books of Paralakhemundi Municipality w.r.t DCR of Sri Suresh Chandra Panigrahi, OTS, It is noticed that an amount of Rs.6150.60 is collected vide holding tax book no.91 & 96 on page no.35 & 36 of DCR which has not accounted for in the Cashiers cash book nor it has been deposited in the Municipal fund. It needs immediate recovery from the person concerned and amount may be deposited in the fund and compliance shown to audit. The details are furnished below.

SI.No	Receipt Book No	Receipt SL No	Amount Collected	DCR Page No
1	91	89-100	2488.40	35
2	96	01-09	3662.20	36
		<b>Total:</b>	<b>6150.60 or Rs.6151</b>	

In response to audit objection Memo no.36 dt.07.06.2019 the local authority recovered Rs **6151.00** from **Suresh Chandra Panigrahy , OTS** vide MR No **86 (Book No 12)** Dated **19.07.2019**. Hence para dropped.

**11.10 - Non deposit of Collected amount in Municipal Fund AOSP 69 &70**

**Non deposit of collected amount ( Misc. Receipt) in the DCR / Cashier Cash book / Municipal Fund by Sri Ghanashyam Behera, OTS**

On scrutiny of Stock Register of Paralakhemundi Municipality it is revealed that MR book No.79 has been issued to Sri Ghanashyam Behera, OTS. An amount of Rs.24400.00 has been collected vide Receipt Sl.No. 1 to 15 towards cost of Tender Paper, which are neither accounted for in the Cashiers cash book nor the Municipal Fund. So such amount remains in the hands of the concerned employee. He is advised to deposit the very same in the Municipal Fund and compliance reported to audit. The details are furnished below.

Sl.No	MR Book No	MR Sl.No	Date	Contractors Name	Amount
1	79	1	02.06.18	Sri P.D.Panigrahi	400.00
2	79	2	02.06.18	Sri M.A.Nausad	400.00
3	79	3	02.06.18	Sri C.R.Dash	400.00
4	79	4	11.01.19	Flora Fountains, BAM	4000.00
5	79	5	11.01.19	Jagat Janani, Ankuspur, BAM	4000.00
6	79	6	19.01.19	Sri M.A.Nausad	400.00
7	79	7	19.01.19	Sri M.A.Nausad	400.00
8	79	8	19.01.19	Sri M.A.Nausad	400.00
9	79	9	19.01.19	Sri M.A.Nausad	400.00
10	79	10	19.01.19	Sri C.R.Dash	400.00
11	79	11	19.01.19	Sri C.R.Dash	400.00
12	79	12	19.01.19	Sri C.R.Dash	400.00
13	79	13	19.01.19	Sri C.R.Dash	400.00
14	79	14	22.02.19	Flora Fountains, BAM	6000.00
15	79	15	22.02.19	Jagat Janani, Ankuspur, BAM	6000.00
<b>Total:</b>					<b>24400.00</b>

In response to the **POM No 37 dated 7.06.2019** ,the local authority recovered Rs **24400.00** from **Sri Ghanashyam Behera ,OTS** vide MR No **63 (book no.12)** dated **5.07.2019**.

As the recovery has been done hence the para is dropped

**PARA: 12 LOSS OF STOCK & STORE**

**12.1 -**

No loss of stock and stores has been detected during the course of audit.

**12.10 -**

No loss of stock store found in the audit of accounts for the year 2018-19.

**PARA: 13 AUDIT OF RECEIPTS**

**13.1 - DCB Position of taxes, License fee & other revenue AOSP 19**

As required under Rule 178 of OM Rule 1953 the DCB register has not been maintained by this Municipality since long in spite of objections raised in last and previous Audit reports .In absence of DCB ledger the position of DCB has been worked out by the present audit on the basis of Last Audit Report and collection made during the year 2018-19.

The DCB position of Holding taxes, License fee , other revenue for the year 2018-19 is given below.

<b>Demand , collection and Balance of Taxes In respect of Paralakhemundi Municipality For the year 2018-19</b>											
Sl no	Name of the Tax	Demand			Collection				Balance		
		Arrear	Current	Total	Arrear	Current	Rebeat	Total	Arrear	Current	Total
1	Holding Tax	3150517.03	1810521.28	4961038.31	558585.25	925988.96	185586.00	1670160.21	2591931.78	884532.32	3476464.10
2	Latrine Tax	583769.20	301793.56	885562.76	104438.76	161996.71	32180.00	298615.47	479330.44	139796.85	619127.29
3	Light Tax	2980554.82	1508767.81	4489322.63	470773.68	779425.09	142014.00	1392212.77	2509781.14	729342.72	3239123.86
4	Water Tax	4718104.51	2414028.48	7132132.99	737536.51	1247035.08	245465.00	2230036.59	3980568.00	1166993.40	5147561.40
	<b>Total-I</b>	<b>11432945.56</b>	<b>6035111.13</b>	<b>17468056.69</b>	<b>1871334.20</b>	<b>3114445.84</b>	<b>605245.00</b>	<b>5591025.04</b>	<b>9561611.36</b>	<b>2920665.29</b>	<b>12482276.65</b>
5	Cart and carriage	25000.00	0.00	25000.00	0.00	0.00		0.00	25000.00	0.00	25000.00
6	Cattle pond	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00
7	Daily Market	610491.00	541501.00	1151992.00	0.00	541501.00		541501.00	610491.00	0.00	610491.00
8	Market and Mutton	361284.00	146136.00	507420.00	0.00	107102.00		107102.00	361284.00	39034.00	400318.00
9	Slaughter house	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00
10	Weekly Market	1200.00	0.00	1200.00	0.00	0.00		0.00	1200.00	0.00	1200.00
11	Fishery Lease	0.00	71120.00	71120.00	0.00	35560.00		35560.00	0.00	35560.00	35560.00
12	Stand Fee	1918811.00	551501.00	2470312.00	0.00	551501.00		551501.00	1918811.00	0.00	1918811.00
13	D & O TRADE	71870.00	<b>173678.00</b>	245548.00	0.00	173678.00		173678.00	71870.00	0.00	71870.00
14	Stall and house	3895141.00	3439764.00	7334905.00	0.00	2979348.00		2979348.00	3895141.00	460416.00	4355557.00

15	Moving Vehicle	154017.00	0.00	154017.00	0.00	0.00	0.00	154017.00	0.00	154017.00	
16	Coconut Tree	2852.00	0.00	2852.00	0.00	0.00	0.00	2852.00	0.00	2852.00	
17	Proj and erection	185115.00	0.00	185115.00	0.00	0.00	0.00	185115.00	0.00	185115.00	
18	Rathayatra Mahasul	0.00	519000.00	519000.00	0.00	519000.00	519000.00	0.00	0.00	0.00	
19	hoarding Board	121000.00	0.00	121000.00	0.00	0.00	0.00	121000.00	0.00	121000.00	
20	Two Wheeler Parking	1000.00	115000.00	116000.00	0.00	115000.00	115000.00	1000.00	0.00	1000.00	
21	Trade License	0.00	58250.00	58250.00	0.00	0.00	0.00	0.00	58250.00	58250.00	
	<b>Total-II</b>	<b>7347781.00</b>	<b>5615950.00</b>	<b>12963731.00</b>	<b>0.00</b>	<b>5022690.00</b>	<b>0.00</b>	<b>5022690.00</b>	<b>7347781.00</b>	<b>593260.00</b>	<b>7941041.00</b>
	<b>Grand TOTAL</b>	<b>18780726.56</b>	<b>11651061.13</b>	<b>30431787.69</b>	<b>1871334.20</b>	<b>8137135.84</b>	<b>605245.00</b>	<b>10613715.04</b>	<b>16909392.36</b>	<b>3513925.29</b>	<b>20423317.65</b>

From the above DCB position , it is noticed that huge outstanding taxes to the tune of Rs 20423317.65 is pending for collection as on 31.03.2019. Therefore the council is suggested to take suitable steps for collection of outstanding taxes and compliance reported to audit.

### 13.2 - INEFFECTIVE AND INEFFICIENT RECOVERY OF HOLDING TAX AOSP 94 & 95

#### INEFFECTIVE AND INEFFICIENT RECOVERY OF HOLDING TAX

As per Rule-175 of Odisha Municipal Rules, 1953, the municipality shall be divided into circles for the purpose of collection of taxes. Each circle shall be numbered and a Tax Collector shall be appointed in charge of one or more circles. The O.M. Act, 1950 stipulated u/s 158, that notification shall be made and posted in the office of the Municipality declaring day(s) and time for receipt of taxes, u/s 159(2) any tax on the annual value of holdings shall be payable quarterly installment and every such installment shall be deemed to be due on the first day of the quarter in respect of which payable. u/s 159-A(1)&(2) a resolution may be passed in the Municipal Council to grant a rebate in respect of tax paid within stipulated period i.e. the rebate may be allowed not exceeding 10 per cent (paid within 30 days) and 5 per cent (paid beyond 30 days and within 60 days) and the Municipality may in like manner, provide for grant rebate at such percentage not exceeding 20% for the tax due for any year paid before 30th April and not exceeding 10 per cent where it is paid on or before 31st May of that year. Further, u/s 160 of the Act, a receipt signed by the tax collector or any other officer authorized by the E.O. was to be given against each payment of tax. Also as per Rule-201(2) and Rule-202 of O.M. Rules, 1953, the Municipality may establish a system of reward and punishment to tax collector to ensure best results in collection of tax.

On checking of Resolution Book of the municipality , Establishment File and receipts book of Holding Tax and from the information furnished to audit by the local authority, it was revealed that Paralakhemundi Municipality consists of 16 wards and no specific tax circle exists for collection of taxes. The taxes are collected ward wise by engaging Tax Collectors. The taxes are received throughout the year and no notification has been made declaring day(s) and time for receipt of taxes. No computer data base has been made relating to assessment of holding tax, number of holdings, demand of tax, collection of tax and arrear taxes outstanding for collection.

The details of demand, collection & % of collection of taxes are furnished below

Tax	Demand for the year 2018-19	Collection during the year	% of Collection
Holding Tax	1810521.28	1111574.96	61%
Latrine Tax	301793.56	194176.71	64%

Light Tax	1508767.81	921439.09	61%
Water Tax	2414028.48	1492500.08	62%

It is to mention here that Municipality has not yet established any system of rewards and punishments to tax collector to ensure best results in collection of tax. As, no remedial measures for effective realisation of revenue has been taken, huge arrears are rolling for years together with owners of the houses which indicates the inefficiency and ineffectiveness of collection of Holding Taxes. Although the Executive officer is armed with sufficient OM Act and Rule, no remedial measure has been taken by this council to expedite the collection of taxes.

**13.3 - Maintenance of improper Money Receipt book for collection of Holding Tax AOSP 35**

**Maintenance of improper Money Receipt book for collection of Holding Tax**

According to Rule 188 of the Orissa Municipal Act, 1953, when tax is paid the Tax Collector shall grant a receipt in Form-I. He shall fill up the form in triplicate by carbon process. Part payments of quarterly taxes shall not be accepted. The original copy of the receipt shall be printed in bold letters "Temporary Receipt" with a note. "This should not be considered as final receipt until the final receipt is issued under the signature of the Executive Officer". The duplicate copy may be boldly marked "Final Receipt". The Tax Collector shall issue the temporary receipt (original copy) as soon as he realizes the tax. He shall then submit the tax receipts in duplicate to the EO with the collections. The EO shall conduct checks and sign the duplicate and countersign the triplicate which will form the office copy. The duplicate shall then be issued as the final receipt. But, in disobedience to the rule provisions it was seen in all the test checked cases that the receipt book though maintained in triplicate, yet there is no mention of the temporary receipt and final receipt on the body of the original and duplicate copies respectively. Neither the second copy has been signed nor did the third copy countersign by the EO or any designated officer of the MUNICIPALITY. It means that the officer has not conducted necessary checks. Moreover, all the second copies of the receipts of the MR books are still with the office. There is no mention of the note, as pointed out above, on the first copy, which is a must for the public awareness. This alternation of format on the part of the Corporation is unconstitutional and illegal.

The facts mentioned above may be confirmed and why the Municipality failed to adhere to the codal provision may be stated to audit.

In response to audit objection Memo the local authority stated that holding tax receipt will be maintained as per guide line henceforth. The local authority is suggested to ensure it.

**13.4 - Year Wise Break up of outstanding Taxes AOSP 97**

**Year Wise Break up of outstanding Taxes**

The year wise break up of outstanding taxes as on 31.3.19 .

year	Amount
Up to 2010-11	
2011-12	
2012-13	
2013-14	
2014-15	
2015-16	
2016-17	
2017-18	
2018-19	
Total	

**Time barred dues**

The year wise break up of time barred taxes could not be worked out due to non maintenance of pending position of taxes and non maintenance of D.C.B.As a result the position of taxes barred by limitation could not be worked out. Hence the E.O. is suggested to worked out the year wise break-up of outstanding taxes and produce before next audit for verification.

**13.5 - Non revision of rate chart for assessment of Holding Tax depriving ULBs of additional revenue AOSP 98**

**Non revision of rate chart for assessment of Holding Tax depriving ULBs of additional revenue**

As per Section 146 of Odisha Municipal Act, 1950, new valuation and assessment list should be prepared once in every five years . Further, holding tax is determined on the basis of annual value of the property calculated on the basis of the construction cost of the building and a reasonable ground rent for the land on which the building is situated. As per Section 143-A of the Odisha Municipal Act, 1950, the Executive Officer of the U.L.B. concerned shall, until the appointment of a Valuation Officer thereof, exercise the powers and performs the duties of the Valuation Officer in respect of that ULB. On verification of last audit report it is noticed that the last assessment of valuation of holding in respect of Paralakhemundi MPLTY was last done during the year 1999-2000 by the valuation organization. So the next assessment of valuation of holding was due to be taken up during the year 2004-05. But no further assessment of valuation of holding has been made from 2004-05 to 2018-19. Therefore the year of revision of assessment of holding tax made if any made during 2018-19 may be stated to audit and if not made reason of non revision may be explained.

**13.6 - Non-Collection of license fees in respect of installed mobile towers within the municipal Area-AOSP 87 & 88**

**Non-Collection of license fees in respect of installed mobile towers within the municipal Area:-**

**1.Non-Collection of Renewal fees from Telecom Tower Companies:-**

on scrutiny of Telecom Tower companies correspondences file and the last and previous audit report it is noticed that, 5no. of Telecom Towers have already been installed within Municipality area and another applied on 2.08.2013 as details below. As per Letter No. 6875-Gen (TEL)-06/2007-Com.-16.08.2007 read with GO No.35742-1357-150010/2013/HUD/17.12.2013 relating to special regulation for installation of Telecom Towers in urban area of Odisha,2013 the telecom companies have to deposit the annual renewal fee @ 1000/- per annum failing which penalty, if any , @1% of Rs 10000.00 per month of delay of renewal will be levied on telecom tower companies.. On the basis of above said Govt. order the pre mentioned telecom companies have to deposit annual renewal license fee along with penalty for the year 2018-19 late fee (Rs1000.00+penalty Rs1200.00) Rs.2200.00 each comes to Rs.11000.00 which is a loss to the Municipal fund as follows

Sl No	Name of the company	Location of tower	Date of instalisation	Due date for renewal	Amount Paid for renewal Fee @ Rs 1000.00 per Year	Penalty if any	Total
1	Reliance communiation, 6thfloor, Fortune Tower, BBSR	New Bus Stand, PKD	23.02.2008	2019-20	1000.00	1200.00	2200.00
2	T.T. Info Service Ltd, Fortune Tower, BBSR	Head Post Office, PKD	20.07.11	2019-20	1000.00	1200.00	2200.00
3	Bharati Air-tel Ltd., Sriya	Paralakhemundi	17.12.2008	2019-20	1000.00	1200.00	2200.00

4	Square,BBSR ATC-Transcen d Infrastructure Pvt. Ltd,BBSR	Friends Colony, PKD	19.12.2009	2019-20	1000.00	1200.00	2200.00
5	ATC-Transcen d Infrastructure Pvt. Ltd,BBSR	Teli Sundi Street,PKD	19.12.2009	2019-20	1000.00	1200.00	2200.00
	Total						11000.00

In response to audit objection Memo no.49 dt.28.06.2019the local authority stated that steps will be taken to collect licence fee from mobile towers.Hence Rs 11000.00 kept under objection till collection.

**PARA: 14 AUDIT OF EXPENDITURE**
**14.1 - Less realization of Professional Tax-AOSP 28 & 29**
**Less realization of Professional Tax:-**

AS per letter No. CTA-43/10-33566(225)/F., Dated : 02.08.2010 if the gross salary/remuneration of an employee exceeds Rs 160000.00 & 300000.00 per annum ,the profession tax to a tune of Rs 1500.00 & 2500.00 respectively would be deducted from his salary/remuneration per annum. But on checking of the acquaintance roll of the following staff it is seen that an amount of Rs 14850.00 not realized towards Professional tax during the year 2018-19 .The details are furnished below.

SL No	Name of the Employee	Gross salary for the year 2018-19	Professional tax due	Professional tax deducted	Less
1	P K Behera ,Attendent	332114.00	2500.00	2050.00	450.00
2	P Sankar Rao ,TS	350914.00	2500.00	2050.00	450.00
3	S N Mahankuda ,NW	317978.00	2500.00	2050.00	450.00
4	Balmiki Barika,PEON	325492.00	2500.00	2050.00	450.00
5	S K Subudhi ,PEON	304676.00	2500.00	2050.00	450.00
6	Fakir Behera ,PEON	304676.00	2500.00	2050.00	450.00
7	R P Jena , Jamadar	346096.00	2500.00	2050.00	450.00
8	P K Lima ,Zamadar	332416.00	2500.00	2050.00	450.00
9	V Lingaraj , PEON	304676.00	2500.00	2050.00	450.00
10	Hemalata Mishra , PEON	319424.00	2500.00	2050.00	450.00
11	B B Routa , PEON	324064.00	2500.00	2050.00	450.00
12	G Ch Behera,PEON	323566.00	2500.00	2050.00	450.00
13	M M Rao, PEON	325418.00	2500.00	2050.00	450.00
14	P Durga Rao, PEON	328933.00	2500.00	2050.00	450.00
15	B D Pattanayak , PEON	313336.00	2500.00	2050.00	450.00
16	B Bhimudu , PEON	332662.00	2500.00	2050.00	450.00
17	B P Mishra , Amin	336106.00	2500.00	2050.00	450.00
18	Prabhakar Sahu , WM	313550.00	2500.00	2050.00	450.00
19	Subasini Mahankuda ,PEON	330154.00	2500.00	2050.00	450.00
20	Padala Rabi, Sweeper	314669.00	2500.00	2050.00	450.00



21	N Abhimanyu , Sweeper	315982.00	2500.00	2050.00	450.00
22	Padala Ganesh , Sweeper	<b>314038.00</b>	2500.00	2050.00	450.00
23	N Saraswati, sweeper	314669.00	2500.00	2050.00	450.00
24	Guralu Radha, Sweeper	314669.00	2500.00	2050.00	450.00
25	Guralu Lalita, Sweeper	314669.00	2500.00	2050.00	450.00
26	Padala Kamala, Sweeper	314669.00	2500.00	2050.00	450.00
27	N Anjali, Sweeper	315992.00	2500.00	2050.00	450.00
28	N Kanama, Sweeper	314669.00	2500.00	2050.00	450.00
29	N Babudhan, Sweeper	312787.00	2500.00	2050.00	450.00
30	Guralu Raju, Sweeper	315734.00	2500.00	2050.00	450.00
31	Padala Janu, Sweeper	314669.00	2500.00	2050.00	450.00
32	B Apayamma, sweeper	314228.00	2500.00	2050.00	450.00
33	Guralu Segudu, sweeper	314669.00	2500.00	2050.00	450.00
<b>Total</b>					<b>14850.00</b>

As such Rs 14850.00 needs recovery & compliance reported to audit.

In response to audit objection Memo no.13 dt.21.05.2019the local authority stated that the amount will be recovered from salary bill of the employee, but no recovery made till close of audit. Hence Rs 14850.00 suggested for recovery.

**14.2 - Less realization of Professional Tax-AOSP 27**

**Less realization of Professional Tax:-**

AS per letter No. CTA-43/10-33566(225)/F., Dated : 02.08.2010 if the gross salary/remuneration of an employee exceeds Rs 160000.00 & 300000.00 per annum ,the profession tax to a tune of Rs 1500.00 & 2500.00 respectively would be deducted from his salary/remuneration per annum. But on checking of the acquaintance roll of the following staff it is seen that an amount of Rs 4500.00 not realized towards Professional tax during the year 2018-19 .The details are furnished below.

SL No	Name & designation of the Employee	Gross salary for the year 2018-19	Professional tax due	Professional tax deducted	Less
1	Indira Gouda, CO	206489.00	1500.00	0.00	1500.00
2	Rashmita Nayak, CO	224640.00	1500.00	0.00	1500.00
3	Ujalata Swalasingh ,CO	224640.00	1500.00	0.00	1500.00
<b>Total</b>					<b>4500.00</b>

As such Rs 4500.00 needs recovery & compliance reported to audit.

In response to audit objection Memo no.12 dt.17.05.2019the local authority stated that the amount will be recovered from salary bill of the employee, but no recovery made till close of audit. Hence Rs 4500.00 suggested for recovery.

**14.3 - Engagement of DLRs/NMRs made after 19.05.1997 without approval of Government AOSP 30-31**

**Engagement of DLRs/NMRs made after 19.05.1997 without approval of Government**

As per provision contained in section 73(1) of the Odisha Municipal Act-1950,Every municipality may, with the previous sanction of the State Government and subject to the previous of this Act and the rules made there under, from time to time, determine the officers and servants required to be employed by it or by any Joint Committee, constituted under section.61 or by any Committee of the municipality and shall fix or alter the number, designation, grades, salaries, fees and allowances payable to such officers and servants.

Further as per provisions of Section 73(2) of the Act, Municipality may in case of emergency make provision for temporary employment of employees for a period not exceeding 44 days. Section 73-A(2) stipulates that the pay and allowances paid to the person whose appointment is in contravention

of the provisions of the Act shall be deemed to be an illegal payment and a loss to the municipality and the same shall be recoverable by surcharge proceeding as per OLFA Act 1948.=

Further circular No. Misc. 129/2000/3605/HUD dated 15.12.2000 clearly speaks about the disengagement of DLR/HMRs /CMSs after the date 19.05.1997. on the back drop of the above codal provision, it is seen that a sum of Rs.2720537.00 as detailed below has been paid towards payment of DLR/NMR for sanitation work during the financial year 2018-19. The sanitation Work done by this Municipality by engaging the DLR/NMR violating the above guideline not admissible from audit point of regard.

The details of DLR payment are given below.

Vr No	Date	Expenditure	Details
12	12.4.18	195600.00	Payment to DLRs
58	4.5.18	175600.00	Payment to DLRs
135	23.5.18	192600.00	Payment to DLRs
185	22.6.18	180562.00	Payment to DLRs
202	30.6.18	188838.00	Payment to DLRs
219	20.7.18	204288.00	Payment to DLRs
270	14.8.18	211680.00	Payment to DLRs
353	20.9.18	190609.00	Payment to DLRs
411	12.10.18	177412.00	Payment to DLRs
467	6.11.18	214368.00	Payment to DLRs
571	7.12.18	262300.00	Payment to DLRs
673	9.1.19	262360.00	Payment to DLRs
745	15.2.19	264320.00	Payment to DLRs
	<b>Total</b>	<b>2720537.00</b>	

Therefore the reason for engagement of DLRs for sanitation work was asked through audit objection memo..

In response to audit objection no.14 dt.21.05.2019Memo the local authority stated that DLRs are engaged due to shortage of scavenger staffs. Steps are taken to obtain approval from government. The reply of local authority is not tenable on the strength of the above circulars issued by HUDD from time to time .Therefore without approval engagement of DLR is irregular .Hence till approval Rs 2720357.00 is kept under objection.

**14.4 - Inadmissible Payment towards Medical allowance to employee of Paralakhemundi Municipality for the Year 2018-19 AOSP 32 to 34**

**Inadmissible Payment towards Medical allowance to employee of Paralakhemundi Municipality for the Year 2018-19**

On checking of pay acquaintance roll of the municipality employees , it is noticed that some employees have been availed medical allowance for the year 2018-19 ,in contravention of Rule 415 of the OM Rules-1953 and Letter No.14965/27.05.2008 of the H & UD Deptt. states that conditions of employees of a council shall not be more favourable than those of Govt. servants of the similar standing and status in respect of (a) salary and allowance ,(b) leave and leave salary,(c) travelling allowance, superannuation and retirement. Since the state Govt. employees are not availing the medical allowance ,the ULB employees are not eligible to get the same.

Hence the payment of Rs 167400.00 as details below towards medical allowance to the staff cannot admitted in audit . The details are as follows.

SL No	Name of the Employee	Period	Amount
	1A K Rauta EO	3/2018 to 2/2019	2400.00

2	B V Ramana AEE	3/2018 to 2/2019	2400.00
3	D Judhisthira JE	8/2018 to 2/2019	1400.00
4	P K Samal JA	3/2018 to 2/2019	2400.00
5	B Dash JA	3/2018 to 2/2019	2400.00
6	Koteswar Rao, Pharmasist	3/2018 to 2/2019	2400.00
7	P K Behera ,Attendent	3/2018 to 2/2019	2400.00
8	P Sankar Rao ,TS	3/2018 to 2/2019	2400.00
9	S N Mahankuda ,NW	3/2018 to 2/2019	2400.00
10	R K Bebarta , PEON	3/2018 to 2/2019	2400.00
11	Balmiki Barika,PEON	3/2018 to 2/2019	2400.00
12	M K Satapathy , BC	3/2018 to 2/2019	2400.00
13	S CH Panigrahy, OTS	3/2018 to 2/2019	2400.00
14	V Laxman Rao ,OTS	3/2018 to 2/2019	2400.00
15	S K Subudhi ,PEON	3/2018 to 2/2019	2400.00
16	Fakir Behera ,PEON	3/2018 to 2/2019	2400.00
17	T Hari Babu, RR Driver	3/2018 to 2/2019	2400.00
18	R P Jena , Jamadar	3/2018 to 2/2019	2400.00
19	P K Lima ,Zamadar	3/2018 to 2/2019	2400.00
20	N Simanchal, Zamadar	3/2018 to 2/2019	2400.00
21	R P Jena , Jamadar	3/2018 to 2/2019	2400.00
22	P K Lima , Zamadar	3/2018 to 2/2019	2400.00
23	V Lingaraj , PEON	3/2018 to 2/2019	2400.00
24	Hemalata Mishra , PEON	3/2018 to 2/2019	2400.00
25	K K Panda , PEON	3/2018 to 2/2019	2400.00
26	Y Gaddeya , OTS	3/2018 to 2/2019	2400.00
27	H K Palka, OTS	3/2018 to 2/2019	2400.00
28	Aliya Sabara,OTS	3/2018 to 2/2019	2400.00
29	G S Behera , OTS	3/2018 to 2/2019	2400.00
30	G D Khanja , OTS	3/2018 to 2/2019	2400.00
31	A Durga Prasad, OTS	3/2018 to 2/2019	2400.00
32	B B Pani, OTS	3/2018 to 2/2019	2400.00
33	B B Routa , PEON	3/2018 to 2/2019	2400.00
34	G Ch Behera,PEON	3/2018 to 2/2019	2400.00
35	M M Rao, PEON	3/2018 to 2/2019	2400.00
36	P Durga Rao, PEON	3/2018 to 2/2019	2400.00
37	B D Pattanayak , PEON	3/2018 to 2/2019	2400.00
38	B Bhimudu , PEON	3/2018 to 2/2019	2400.00
39	B P Mishra , Amin	3/2018 to 2/2019	2400.00
40	Prabhakar Sahu , WM	3/2018 to 2/2019	2400.00
41	T Hemalata	4/2018 to 12/2018	1800.00
42	Subasini Mahankuda ,PEON	3/2018 to 2/2019	2400.00
43	Padala Rabi, Sweeper	3/2018 to 2/2019	2400.00
44	N Abhimanyu , Sweeper	3/2018 to 2/2019	2400.00

45	Padala Kishore	3/2018 to 2/2019	2400.00
46	Padala Ganesh , Sweeper	3/2018 to 2/2019	2400.00
47	N Saraswati, sweeper	3/2018 to 2/2019	2400.00
48	Guralu Radha, Sweeper	3/2018 to 2/2019	2400.00
49	Guralu Lalita, Sweeper	3/2018 to 2/2019	2400.00
50	Padala Kamala, Sweeper	3/2018 to 2/2019	2400.00
51	N Anjali, Sweeper	3/2018 to 2/2019	2400.00
52	N Sukumari	4/2018 to 05/2018	400.00
53	N Mariama	4/2018 to 09/2018	1200.00
54	N Kanama, Sweeper	3/2018 to 2/2019	2400.00
55	N Rasulu	4/2018 to 12/2018	1800.00
56	N Babudhan, Sweeper	3/2018 to 2/2019	2400.00
57	Guralu Raju, Sweeper	3/2018 to 2/2019	2400.00
58	Padala Janu, Sweeper	3/2018 to 2/2019	2400.00
59	B Apayamma, sweeper	3/2018 to 2/2019	2400.00
60	Guralu Segudu, sweeper	3/2018 to 2/2019	2400.00
61	<b>H k Nagabans, Sweeper</b>	3/2018 to 2/2019	2400.00
62	Padala Parvati, Sweeper	3/2018 to 2/2019	2400.00
63	J Purnama, Sweeper	3/2018 to 2/2019	2400.00
64	Padala Amulya, Sweeper	3/2018 to 2/2019	2400.00
65	Padala Kanaka, Sweeper	3/2018 to 2/2019	2400.00
66	S Ballava , Sweeper	3/2018 to 2/2019	2400.00
67	Padala Nirmala, sweeper	3/2018 to 2/2019	2400.00
68	N Chilkama, Sweeper	3/2018 to 2/2019	2400.00
69	P Simanchala, Sweeper	3/2018 to 2/2019	2400.00
70	Bada Krishna, Sweeper	3/2018 to 2/2019	2400.00
71	N Sukundi , Sweeper	3/2018 to 2/2019	2400.00
72	Padala Nanu, Sweeper	3/2018 to 2/2019	2400.00
	<b>Total</b>		<b>167400.00</b>

In response to audit objection Memo no.15 dt.21.05.2019 the local authority stated that medical allowance has been paid as per council resolution . The reply was not convincing as the local authority failed to produce proper documents to audit. Till production of post facto approval from Government the expenditure towards medical allowance of Rs 167400.00 is kept under objection.

#### 14.5 - Excess Payment in Incremental arrear of staff AOSP 46 to 52

#### Excess payment towards incremental arrear of the staffs of Paralakhemundi Municipality during the Accounting Year, 2018-19.

On scrutiny of pay acquaintance roll of staffs (Sweeper) of Paralakhemundi Municipality for the year 2018-19, It is noticed that excess payment has been incurred vide voucher No.410 / dt. 12.10.2018 , because of excess payment made than it actually should be. As a result Rs.25510.00 has been a loss to the Municipal Fund. The details are narrated below.

#### 1) Smt Nagabansa Chilikama, Sweeper

Sl.No	Period	Basic Due	Basic drawn shown	Excess Pay	DA excess	Total Excess drawn

1	Jan, 2015	7340.00	7610.00	270.00	270.00	540.00
2	Feb, 2015	7340.00	7610.00	270.00	270.00	540.00
3	March, 2015	7340.00	7610.00	270.00	270.00	540.00
4	April, 2015	7340.00	7610.00	270.00	270.00	540.00
					Total	2160.00

2) Sri Ponada Simanchala, Sweeper

Sl.No	Period	Basic Due	Basic drawn shown	Excess Pay	DA excess	Total Excess drawn
1	Jan, 2015	7340.00	7610.00	270.00	270.00	540.00
2	Feb, 2015	7340.00	7610.00	270.00	270.00	540.00
3	March, 2015	7340.00	7610.00	270.00	270.00	540.00
4	Jan, 2017	7890.00	8180.00	290.00	290.00	580.00
					Total	2200.00

3) Sri Padal Nagobanso Babudham, Sweeper

Sl.No	Period	Basic Due	Basic drawn shown	Excess Pay	DA excess	Total Excess drawn
1	Jan, 2015	7920.00	8100.00	180.00	280.00	460.00
2	Feb, 2015	7920.00	8100.00	180.00	280.00	460.00
3	March, 2015	7920.00	8100.00	280.00	280.00	560.00
4	Jan, 2017	8510.00	8685.00	175.00	295.00	470.00
					Total	1850.00

4) Sri Padal Nagobanso Abhimanyu, Sweeper

Sl.No	Period	Basic Due	Basic drawn shown	Excess Pay	DA excess	Total Excess drawn
1	Jan, 2015	7920.00	8100.00	180.00	280.00	460.00
2	Feb, 2015	7920.00	8100.00	180.00	280.00	460.00
3	Jan, 2016	8210.00	8390.00	180.00	290.00	470.00
4	Jan, 2017	8510.00	8685.00	175.00	295.00	470.00
5	Feb, 2017	8510.00	8685.00	175.00	295.00	470.00
					Total	2330.00

5) Sri Nanu Padal, Sweeper

Sl.No	Period	Basic Due	Basic drawn shown	Excess Pay	DA excess	Total Excess drawn
1	Jan, 2015	7340.00	7610.00	270.00	270.00	540.00
2	Feb, 2015	7340.00	7610.00	270.00	270.00	540.00
3	March, 2015	7340.00	7610.00	270.00	270.00	540.00
4	April, 2015	7340.00	7610.00	270.00	270.00	540.00
5	May, 2015	7340.00	7610.00	270.00	270.00	540.00
					Total	2700.00

6) Smt. Nailu Sukundi, Sweeper

Sl.No	Period	Basic Due	Basic drawn shown	Excess Pay	DA excess	Total Excess drawn
1	Jan, 2015	7340.00	7610.00	270.00	270.00	540.00
2	Feb, 2015	7340.00	7610.00	270.00	270.00	540.00
3	March, 2015	7340.00	7610.00	270.00	270.00	540.00
4	April, 2015	7340.00	7610.00	270.00	270.00	540.00

5	May, 2015	7340.00	7610.00	270.00	270.00	540.00
					Total	2700.00

7) Smt. Padalu Parvati, Sweeper

Sl.No	Period	Basic Due	Basic drawn shown	Excess Pay	DA excess	Total Excess drawn
1	Jan, 2015	7780.00	8060.00	280.00	280.00	560.00
2	Feb, 2015	7780.00	8060.00	280.00	280.00	560.00
3	March, 2015	7780.00	8060.00	280.00	280.00	560.00
4	April, 2015	7780.00	8060.00	280.00	280.00	560.00
					Total	2240.00

8) Sri Guralu Raju, Sweeper

Sl.No	Period	Basic Due	Basic drawn shown	Excess Pay	DA excess	Total Excess drawn
1	Jan, 2015	7920.00	8100.00	180.00	280.00	460.00
2	Feb, 2015	7920.00	8100.00	180.00	280.00	460.00
3	Jan, 2016	8210.00	8390.00	180.00	290.00	470.00
4	Feb, 2016	8210.00	8390.00	180.00	290.00	470.00
5	Jan, 2017	8510.00	8685.00	175.00	295.00	470.00
					Total	2330.00

9) Smt. Jangam Purnama, Sweeper

Sl.No	Period	Basic Due	Basic drawn shown	Excess Pay	DA excess	Total Excess drawn
1	Jan, 2015	7910.00	8100.00	190.00	280.00	470.00
2	Feb, 2015	7910.00	8100.00	190.00	280.00	470.00

3	March, 2015	7910.00	8100.00	190.00	280.00	470.00
4	April, 2015	7910.00	8100.00	190.00	280.00	470.00
					Total	1880.00

10) Smt. B. Appyama, Sweeper

Sl.No	Period	Basic Due	Basic drawn shown	Excess Pay	DA excess	Total Excess drawn
1	Jan, 2015	7920.00	8100.00	180.00	280.00	460.00
2	Feb, 2015	7920.00	8100.00	180.00	280.00	460.00
3	Jan, 2016	8210.00	8390.00	180.00	290.00	470.00
4	Feb, 2016	8210.00	8390.00	180.00	290.00	470.00
					Total	1860.00

11) Sri Padalu Ganesh, Sweeper

Sl.No	Period	Basic Due	Basic drawn shown	Excess Pay	DA excess	Total Excess drawn
1	Jan, 2015	7920.00	8100.00	180.00	280.00	460.00
2	Feb, 2015	7920.00	8100.00	180.00	280.00	460.00
3	Jan, 2016	8210.00	8390.00	180.00	290.00	470.00
4	Feb, 2016	8210.00	8390.00	180.00	290.00	470.00
					Total	1860.00

12) Smt. Nagobanso Anjali, Sweeper

Sl.No	Period	Basic Due	Basic drawn shown	Excess Pay	DA excess	Total Excess drawn



1	Jan, 2015	7920.00	8100.00	180.00	280.00	460.00
2	Jan, 2016	8210.00	8390.00	180.00	290.00	470.00
3	Jan, 2017	8510.00	8685.00	175.00	295.00	470.00
					Total	1400.00

In response to audit objection Memo no.26 dt.23.05.2019 the local authority recovered Rs **25510.00** from the salary bill ( for the month of June 2019) of the concerned employee towards excess payment in salary. Hence para dropped.

**14.6 - Excess Payment in Salary AOSP 53 & 54**

**Excess payment on differential of 06<sup>th</sup> Pay Fixation to Sri Basant Kumar Padhy, Ex-ME, of Paralakhemundi Municipality i.e, from 07/2006 to 10/2008.**

On scrutiny of Arrear 6<sup>th</sup> pay fixation drawal of Sri Basant Kumar Padhy, Ex-ME of Paralakhemundi Municipality, It is noticed that excess payment has been incurred to the tune of Rs.2275.00 vide voucher No.91 / dt. 17.05.2018 , because of excess pay shown than it actually should be. As a result Rs.2275.00 has been lost to the Municipal Fund. The details are narrated below.

1) Sri Basant Kumar Padhy, Ex-ME

Sl.No	Period	Due Pay	Drawn	Excess drawn
1	Jul-06	15910.00	16430.00	520.00
2	Aug-06	15910.00	16430.00	520.00
3	Sep-06	15910.00	16430.00	520.00
4	Oct-06	16550.00	16430.00	-120.00
5	Nov-06	16550.00	16430.00	-120.00
6	Dec-06	16550.00	16430.00	-120.00
7	Jan-07	16550.00	16430.00	-120.00
8	Feb-07	16550.00	16430.00	-120.00
9	Mar-07	16550.00	16430.00	-120.00
10	Apr-07	16550.00	16430.00	-120.00
11	May-07	16550.00	16430.00	-120.00
12	Jun-07	16550.00	16430.00	-120.00
13	Jul-07	16550.00	17090.00	540.00
14	Aug-07	16550.00	17090.00	540.00
15	Sep-07	16550.00	17090.00	540.00
16	Oct-07	17210.00	17090.00	-120.00
17	Nov-07	17210.00	17090.00	-120.00
18	Dec-07	17210.00	17090.00	-120.00
19	Jan-08	17210.00	17090.00	-120.00
20	Feb-08	17210.00	17090.00	-120.00
21	Mar-08	17210.00	17090.00	-120.00

22	Apr-08	17210.00	17090.00	-120.00
23	May-08	17210.00	17090.00	-120.00
24	Jun-08	17210.00	17090.00	-120.00
25	Jul-08	17210.00	17770.00	560.00
26	Aug-08	17210.00	17770.00	560.00
27	Sep-08	17210.00	17770.00	560.00
28	Oct-08	17890.00	17770.00	-120.00
29	Nov-08	17890.00	17770.00	-120.00
30	Dec-08	17890.00	17770.00	-120.00
31	Jan-09	17890.00	17770.00	-120.00
32	Feb-09	17890.00	17770.00	-120.00
33	Mar-09	17890.00	17770.00	-120.00
34	Apr-09	17890.00	17770.00	-120.00
35	May-09	17890.00	17770.00	-120.00
36	Jun-09	17890.00	17770.00	-120.00
37	Jul-09	17890.00	18470.00	580.00
38	Aug-09	2308.00	2383.00	75.00
Total:		634058.00	636333.00	2275.00

The local authority is advised to recover the amount soon and compliance reported to audit.

In response to audit objection Memo no.27 dt 23.05.2019 the local authority stated that steps are taken to .recover the excess paid amount, but no recovery made till close of audit.Hence Rs **2275.00** suggested for recovery.

**14.7 - Excess Payment Shown in IGNOAP scheme AOSP 81**

**Excess Payment Shown in IGNOAP scheme than actually paid**

On scrutiny of pay acquaintance of IGNOAP/IGNWP/IGNDP of Paralakhemundi Municipality for the year 2018-19 it was revealed that an amount of Rs 900.00 has been shown excess distribution by the disbursing officer than she actually disbursed. As such Rs 900.00 needs recovery and compliance reported to audit. ( The details are furnished below)

SL No	Month	Amount shown expenditure	Actually payment made as per acquaintance	Excess	Name of the disbursing officer
1	January 2019	122200.00	121700.00	500.00	Kuntala Panda
2	November 2018	104200.00	103800.00	400.00	Kuntala Panda
Total				<b>900.00</b>	

In response to the **POM No 43 dated 18.06.2019** ,the local authority recovered Rs **900.00** from **Smt Kuntala Kumari Panda ,Peon** vide MR No **69 (book no.12)** dated **10.07.2019**.

As the recovery has been done hence the para is dropped

**14.8 - Non deduction of Quarter Licence Fee AOSP 82**

**Non deduction of Quarter Licence Fee**

License fee for residential accommodation to Govt employees to be recovered w.e.f 1.10.1998 vide No.Gen.7637/Rent/dt.18.9.1998. Vide O.M.No.6773/F/1.11.08 the old rate is revised and fixed at Rs.410/- for an area (plinth) of 900 Sqft. But from personal file of Sri Ashok Kumar Rauta ,EO it is seen that he has availed Municipal quarter against which any license fee is not deducted for this audit period 1.4.18 to 31.3.19. So for 1.4.18 to 31.3.19 i.e. 12 months the Quarter license fee should have to be deducted @410/- X 12 months= Rs.4920.00 from his salary which has not been done.

Hence an amount of Rs 4920.00 needs recovery and compliance reported to audit.

In response to audit objection Memo no.44 dt.18.06.2019 the local authority furnished no reply.Hence objection stands on its own merit. Rs 4920.00 suggested for recovery from sri Ashok Kr.Raut, E.O.

**14.9 - Excess payment towards Biju Jubabahini Programme AOSP 91**

**Excess payment towards Biju Jubabahini Programme**

On scrutiny of voucher guard file with ref to Accountant cash book it was revealed that an amount of Rs 128000.00 Paid to Sri A Durga Prasad Rao, Cashier towards Biju Jubabahini Programme vide Vr No 731/8.2.19 .On scrutiny of voucher Rs 90000.00 has been spent as per voucher. The balance 38000.00 has not deposited in Municipal fund. Hence Rs **38000.00** needs immediate recovery and compliance reported to audit.

In response to the **POM No 52 dated 28.06.2019** ,the local authority recovered Rs **38000.00** from **Sri A Durga Prasad ,Cashier** vide MR No. **60 (book no.12)** dated **02.07.2019**.

As the recovery has been done hence the para is dropped

**14.10 - Irregular refund of Security Deposit – AOSP 92 & 93**

**Irregular refund of Security Deposit –**

As required under Rule 142 of OM Rule 1953 a mandatory deposit register in form No XX and outstanding deposit Ledger in form no XXI as required under Rule 143 of OM Rule is to be maintained in each ULB .But on scrutiny of the paid vouchers it is noticed that the deposit amount of a tune Rs 912791.00 has refunded to the different contractor without maintaining the aforesaid mentioned mandatory records.In absence of such register, the genuine of payment of Rs 912791.00 could not be ascertained by Audit and the possibility of double payment could not be avoided.

The related case records were asked for verification. Further reason for non maintenance of deposit register was asked through objection memo.

Vr No	Date	Exp	Details
16	18.4.18		22066.00SD refund
56	2.5.18		147320.00SD refund
57	2.5.18		32003.00SD refund
243	30.7.18		55435.00SD refund
244	30.7.18		27449.00SD refund
248	3.8.18		67307.00SD refund
288	21.8.18		86061.00SD refund
289	23.8.18		68132.00SD refund
292	27.8.18		5985.00SD refund
350	15.9.18		14265.00SD refund
351	15.9.18		39420.00SD refund

5656.12.18		32010.00	SD refund
62924.12.18		42383.00	SD refund
68721.1.19		29764.00	SD refund
7011.2.19		2556.00	SD refund
7021.2.19		240635.00	SD refund
	Total	912791.00	

In response to audit objection Memo no.53 dt.29.06.2019 the local authority replied that case records are produced but the deposit register is not produced to audit. The local authority is suggested to maintain deposit register. Till then Rs.912791.00 is held under objection.

**14.11 - Excess Payment in Arrear pension Salary AOSP 99 to 106**

**Sub-Excess payment of Rs.198154.00 towards 6<sup>th</sup> pay differential pension arrear of Sri Jagadish Prasad Patra, ex- Headmaster , Mahendragiri Municipal High School,Paralakhemundi, from 01.01.2006 to 31.01.2018 w.r.to Letter No . 18301/HUD/10.08.2017.**

On scrutiny of arrear pension salary of the employees of Paralakhemundi Municipality for the Accounting Year 2018-19, it is noticed that Sri Jagadish Prasad Patra, ex- Headmaster has been paid excess to a tune of Rs.198154.00 towards 6<sup>th</sup> pay differential arrear pension vide Vr. No. 365/29.09.2018. The details of excess payment are furnished below.

- a- Excess payment due to wrong fixation = Rs.68312.00 (Excess pension pay fixed in due column)
  - b-Excess payment = Rs.3339.00( Less T.I. shown in already drawn column)
  - c-Double payment = Rs.126503.00 (Ref- Vr . No.-382/01.09.2016)
- Total=Rs.198154.00

That of Sri Jagadish Prasad Patra, Ex- Headmaster , Mahendragiri Municipal High School, was retired on 31.07.2003 his date of birth being on 07.07.1945. After his retirement his pension pay was 1275/- pm. with T.I. admissible from time to time. By the mean time in 2009 his 5<sup>th</sup> pay fixation was occurred at District Audit Office, Ganjam as narrated below

- a) Pre-revised as on 01.01.1996 = Rs.1400-40-1600-50-2300-EB60-2600 =2540.00 Revised 5<sup>th</sup> Pay Fixation on
- 01.01.1996 = Rs.7550.00 ( Pay slab of Rs.5000-150-8000)
- 01.07.1997 = Rs.7700.00
- 01.07.1998 = Rs.7850.00
- 01.07.1999 = Rs.8000.00
- 01.07.2000 = Rs.8150.00
- 01.07.2001 = Rs.8300.00
- 01.07.2002 = Rs.8450.00
- 01.07.2003 = Rs.8600.00

With reference to Lr.No.18301/HUD/10.08.2017 his pension pay fixed should be like thus-

- Pension Pay in Dec, 2005 = Rs.4300.00
- Multiplying a factor 1.86 = Rs.7998.00
- Fitment weight, 40% of Pay= Rs.1720.00
- Total = Rs.9718.00

It should be fixed @Rs.9718.00 as basic pay and TI admissible from time to time. But it has been fixed @Rs.10000.00 per month which result Rs.282.00 more amount fixed / a loss to revenue to a tune of Rs.68312.00. The details are furnished below.

Period	Amt Due			Amount drawn Vide Vr No 365/29.9.18			Excess Payment
	Basic Pay	T.I.	Total	Basic Pay	T.I.	Total	
Jan-06	9718.00	0.00	9718.00	10000.00	0.00	10000.00	282.00
Feb-06	9718.00	0.00	9718.00	10000.00	0.00	10000.00	282.00
Mar-06	9718.00	0.00	9718.00	10000.00	0.00	10000.00	282.00
Apr-06	9718.00	0.00	9718.00	10000.00	0.00	10000.00	282.00
May-06	9718.00	0.00	9718.00	10000.00	0.00	10000.00	282.00
Jun-06	9718.00	0.00	9718.00	10000.00	0.00	10000.00	282.00
Jul-06	9718.00	194.00	9912.00	10000.00	200.00	10200.00	288.00
Aug-06	9718.00	194.00	9912.00	10000.00	200.00	10200.00	288.00
Sep-06	9718.00	194.00	9912.00	10000.00	200.00	10200.00	288.00
Oct-06	9718.00	194.00	9912.00	10000.00	200.00	10200.00	288.00
Nov-06	9718.00	194.00	9912.00	10000.00	200.00	10200.00	288.00
Dec-06	9718.00	194.00	9912.00	10000.00	200.00	10200.00	288.00
Jan-07	9718.00	583.00	10301.00	10000.00	600.00	10600.00	299.00
Feb-07	9718.00	583.00	10301.00	10000.00	600.00	10600.00	299.00
Mar-07	9718.00	583.00	10301.00	10000.00	600.00	10600.00	299.00
Apr-07	9718.00	583.00	10301.00	10000.00	600.00	10600.00	299.00
May-07	9718.00	583.00	10301.00	10000.00	600.00	10600.00	299.00
Jun-07	9718.00	583.00	10301.00	10000.00	600.00	10600.00	299.00
Jul-07	9718.00	875.00	10593.00	10000.00	900.00	10900.00	307.00
Aug-07	9718.00	875.00	10593.00	10000.00	900.00	10900.00	307.00
Sep-07	9718.00	875.00	10593.00	10000.00	900.00	10900.00	307.00
Oct-07	9718.00	875.00	10593.00	10000.00	900.00	10900.00	307.00
Nov-07	9718.00	875.00	10593.00	10000.00	900.00	10900.00	307.00
Dec-07	9718.00	875.00	10593.00	10000.00	900.00	10900.00	307.00
Jan-08	9718.00	1116.00	10834.00	10000.00	1200.00	11200.00	366.00
Feb-08	9718.00	1116.00	10834.00	10000.00	1200.00	11200.00	366.00
Mar-08	9718.00	1116.00	10834.00	10000.00	1200.00	11200.00	366.00
Apr-08	9718.00	1116.00	10834.00	10000.00	1200.00	11200.00	366.00
May-08	9718.00	1116.00	10834.00	10000.00	1200.00	11200.00	366.00
Jun-08	9718.00	1116.00	10834.00	10000.00	1200.00	11200.00	366.00
Jul-08	9718.00	1555.00	11273.00	10000.00	1600.00	11600.00	327.00
Aug-08	9718.00	1555.00	11273.00	10000.00	1600.00	11600.00	327.00
Sep-08	9718.00	1555.00	11273.00	10000.00	1600.00	11600.00	327.00
Oct-08	9718.00	1555.00	11273.00	10000.00	1600.00	11600.00	327.00
Nov-08	9718.00	1555.00	11273.00	10000.00	1600.00	11600.00	327.00
Dec-08	9718.00	1555.00	11273.00	10000.00	1600.00	11600.00	327.00

Jan-09	9718.00	2138.00	11856.00	10000.00	2200.00	12200.00	344.00
Feb-09	9718.00	2138.00	11856.00	10000.00	2200.00	12200.00	344.00
Mar-09	9718.00	2138.00	11856.00	10000.00	2200.00	12200.00	344.00
Apr-09	9718.00	2138.00	11856.00	10000.00	2200.00	12200.00	344.00
May-09	9718.00	2138.00	11856.00	10000.00	2200.00	12200.00	344.00
Jun-09	9718.00	2138.00	11856.00	10000.00	2200.00	12200.00	344.00
Jul-09	9718.00	2624.00	12342.00	10000.00	2700.00	12700.00	358.00
Aug-09	9718.00	2624.00	12342.00	10000.00	2700.00	12700.00	358.00
Sep-09	9718.00	2624.00	12342.00	10000.00	2700.00	12700.00	358.00
Oct-09	9718.00	2624.00	12342.00	10000.00	2700.00	12700.00	358.00
Nov-09	9718.00	2624.00	12342.00	10000.00	2700.00	12700.00	358.00
Dec-09	9718.00	2624.00	12342.00	10000.00	2700.00	12700.00	358.00
Jan-10	9718.00	3401.00	13119.00	10000.00	3500.00	13500.00	381.00
Feb-10	9718.00	3401.00	13119.00	10000.00	3500.00	13500.00	381.00
Mar-10	9718.00	3401.00	13119.00	10000.00	3500.00	13500.00	381.00
Apr-10	9718.00	3401.00	13119.00	10000.00	3500.00	13500.00	381.00
May-10	9718.00	3401.00	13119.00	10000.00	3500.00	13500.00	381.00
Jun-10	9718.00	3401.00	13119.00	10000.00	3500.00	13500.00	381.00
Jul-10	9718.00	4373.00	14091.00	10000.00	4500.00	14500.00	409.00
Aug-10	9718.00	4373.00	14091.00	10000.00	4500.00	14500.00	409.00
Sep-10	9718.00	4373.00	14091.00	10000.00	4500.00	14500.00	409.00
Oct-10	9718.00	4373.00	14091.00	10000.00	4500.00	14500.00	409.00
Nov-10	9718.00	4373.00	14091.00	10000.00	4500.00	14500.00	409.00
Dec-10	9718.00	4373.00	14091.00	10000.00	4500.00	14500.00	409.00
Jan-11	9718.00	4956.00	14674.00	10000.00	5100.00	15100.00	426.00
Feb-11	9718.00	4956.00	14674.00	10000.00	5100.00	15100.00	426.00
Mar-11	9718.00	4956.00	14674.00	10000.00	5100.00	15100.00	426.00
Apr-11	9718.00	4956.00	14674.00	10000.00	5100.00	15100.00	426.00
May-11	9718.00	4956.00	14674.00	10000.00	5100.00	15100.00	426.00
Jun-11	9718.00	4956.00	14674.00	10000.00	5100.00	15100.00	426.00
Jul-11	9718.00	5636.00	15354.00	10000.00	5800.00	15800.00	446.00
Aug-11	9718.00	5636.00	15354.00	10000.00	5800.00	15800.00	446.00
Sep-11	9718.00	5636.00	15354.00	10000.00	5800.00	15800.00	446.00
Oct-11	9718.00	5636.00	15354.00	10000.00	5800.00	15800.00	446.00
Nov-11	9718.00	5636.00	15354.00	10000.00	5800.00	15800.00	446.00
Dec-11	9718.00	5636.00	15354.00	10000.00	5800.00	15800.00	446.00
Jan-12	9718.00	6317.00	16035.00	10000.00	6500.00	16500.00	465.00
Feb-12	9718.00	6317.00	16035.00	10000.00	6500.00	16500.00	465.00
Mar-12	9718.00	6317.00	16035.00	10000.00	6500.00	16500.00	465.00
Apr-12	9718.00	6317.00	16035.00	10000.00	6500.00	16500.00	465.00
May-12	9718.00	6317.00	16035.00	10000.00	6500.00	16500.00	465.00

Jun-12	9718.00	6317.00	16035.00	10000.00	6500.00	16500.00	465.00
Jul-12	9718.00	6997.00	16715.00	10000.00	7200.00	17200.00	485.00
Aug-12	9718.00	6997.00	16715.00	10000.00	7200.00	17200.00	485.00
Sep-12	9718.00	6997.00	16715.00	10000.00	7200.00	17200.00	485.00
Oct-12	9718.00	6997.00	16715.00	10000.00	7200.00	17200.00	485.00
Nov-12	9718.00	6997.00	16715.00	10000.00	7200.00	17200.00	485.00
Dec-12	9718.00	6997.00	16715.00	10000.00	7200.00	17200.00	485.00
Jan-13	9718.00	7774.00	17492.00	10000.00	8000.00	18000.00	508.00
Feb-13	9718.00	7774.00	17492.00	10000.00	8000.00	18000.00	508.00
Mar-13	9718.00	7774.00	17492.00	10000.00	8000.00	18000.00	508.00
Apr-13	9718.00	7774.00	17492.00	10000.00	8000.00	18000.00	508.00
May-13	9718.00	7774.00	17492.00	10000.00	8000.00	18000.00	508.00
Jun-13	9718.00	7774.00	17492.00	10000.00	8000.00	18000.00	508.00
Jul-13	9718.00	8746.00	18464.00	10000.00	9000.00	19000.00	536.00
Aug-13	9718.00	8746.00	18464.00	10000.00	9000.00	19000.00	536.00
Sep-13	9718.00	8746.00	18464.00	10000.00	9000.00	19000.00	536.00
Oct-13	9718.00	8746.00	18464.00	10000.00	9000.00	19000.00	536.00
Nov-13	9718.00	8746.00	18464.00	10000.00	9000.00	19000.00	536.00
Dec-13	9718.00	8746.00	18464.00	10000.00	9000.00	19000.00	536.00
Jan-14	9718.00	9718.00	19436.00	10000.00	10000.00	20000.00	564.00
Feb-14	9718.00	9718.00	19436.00	10000.00	10000.00	20000.00	564.00
Mar-14	9718.00	9718.00	19436.00	10000.00	10000.00	20000.00	564.00
Apr-14	9718.00	9718.00	19436.00	10000.00	10000.00	20000.00	564.00
May-14	9718.00	9718.00	19436.00	10000.00	10000.00	20000.00	564.00
Jun-14	9718.00	9718.00	19436.00	10000.00	10000.00	20000.00	564.00
Jul-14	9718.00	10398.00	20116.00	10000.00	10700.00	20700.00	584.00
Aug-14	9718.00	10398.00	20116.00	10000.00	10700.00	20700.00	584.00
Sep-14	9718.00	10398.00	20116.00	10000.00	10700.00	20700.00	584.00
Oct-14	9718.00	10398.00	20116.00	10000.00	10700.00	20700.00	584.00
Nov-14	9718.00	10398.00	20116.00	10000.00	10700.00	20700.00	584.00
Dec-14	9718.00	10398.00	20116.00	10000.00	10700.00	20700.00	584.00
Jan-15	9718.00	10981.00	20699.00	10000.00	11300.00	21300.00	601.00
Feb-15	9718.00	10981.00	20699.00	10000.00	11300.00	21300.00	601.00
Mar-15	9718.00	10981.00	20699.00	10000.00	11300.00	21300.00	601.00
Apr-15	9718.00	10981.00	20699.00	10000.00	11300.00	21300.00	601.00
May-15	9718.00	10981.00	20699.00	10000.00	11300.00	21300.00	601.00
Jun-15	9718.00	10981.00	20699.00	10000.00	11300.00	21300.00	601.00
Jul-15	9718.00	11564.00	21282.00	10000.00	11900.00	21900.00	618.00
Aug-15	9718.00	11564.00	21282.00	10000.00	11900.00	21900.00	618.00
Sep-15	9718.00	11564.00	21282.00	10000.00	11900.00	21900.00	618.00
Oct-15	9718.00	11564.00	21282.00	10000.00	11900.00	21900.00	618.00

Nov-15	9718.00	11564.00	21282.00	10000.00	11900.00	21900.00	618.00
Dec-15	9718.00	11564.00	21282.00	10000.00	11900.00	21900.00	618.00
Jan-16	9718.00	12147.00	21865.00	10000.00	12500.00	22500.00	635.00
Feb-16	9718.00	12147.00	21865.00	10000.00	12500.00	22500.00	635.00
Mar-16	9718.00	12147.00	21865.00	10000.00	12500.00	22500.00	635.00
Apr-16	9718.00	12147.00	21865.00	10000.00	12500.00	22500.00	635.00
May-16	9718.00	12147.00	21865.00	10000.00	12500.00	22500.00	635.00
Jun-16	9718.00	12147.00	21865.00	10000.00	12500.00	22500.00	635.00
Jul-16	9718.00	12828.00	22546.00	10000.00	13200.00	23200.00	654.00
Aug-16	9718.00	12828.00	22546.00	10000.00	13200.00	23200.00	654.00
Sep-16	9718.00	12828.00	22546.00	10000.00	13200.00	23200.00	654.00
Oct-16	9718.00	12828.00	22546.00	10000.00	13200.00	23200.00	654.00
Nov-16	9718.00	12828.00	22546.00	10000.00	13200.00	23200.00	654.00
Dec-16	9718.00	12828.00	22546.00	10000.00	13200.00	23200.00	654.00
Jan-17	9718.00	13216.00	22934.00	10000.00	13600.00	23600.00	666.00
Feb-17	9718.00	13216.00	22934.00	10000.00	13600.00	23600.00	666.00
Mar-17	9718.00	13216.00	22934.00	10000.00	13600.00	23600.00	666.00
Apr-17	9718.00	13216.00	22934.00	10000.00	13600.00	23600.00	666.00
May-17	9718.00	13216.00	22934.00	10000.00	13600.00	23600.00	666.00
Jun-17	9718.00	13216.00	22934.00	10000.00	13600.00	23600.00	666.00
Jul-17	9718.00	13508.00	23226.00	10000.00	13900.00	23900.00	674.00
Aug-17	9718.00	13508.00	23226.00	10000.00	13900.00	23900.00	674.00
Sep-17	9718.00	13508.00	23226.00	10000.00	13900.00	23900.00	674.00
Oct-17	9718.00	13508.00	23226.00	10000.00	13900.00	23900.00	674.00
Nov-17	9718.00	13508.00	23226.00	10000.00	13900.00	23900.00	674.00
Dec-17	9718.00	13508.00	23226.00	10000.00	13900.00	23900.00	674.00
Jan-18	9718.00	13508.00	23226.00	10000.00	14200.00	24200.00	974.00
<b>Total=</b>	<b>1409110.00</b>	<b>923378.00</b>	<b>2332488.00</b>	<b>1450000.00</b>	<b>950800.00</b>	<b>2400800.00</b>	<b>68312.00</b>

b) From the period July, 2009 to March, 2011 Sri Jagadish Prasad Patra, Ex-HM has been paid TI @Rs.1131/per month as per the acquaintance. But in the drawal column in 365/29.09.2018, it has been shown as Rs.972.00 per month, resulting excess payment of Rs.159.00 per month (Rs.1131.00-Rs.972.00). Total loss of money for 21 months = Rs.159.00 21 = Rs.3339.00.

Sl. No.	Period	Amt Shown vide Vr No.365/29.09.2018			Amt Drawn during the period			Excess
		Basic Pay	T.I.	Total	Basic Pay	T.I.	Total	
1	Jul-09	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
2	Aug-09	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
3	Sep-09	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
4	Oct-09	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
4	Nov-09	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00



5	Dec-09	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
6	Jan-10	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
7	Feb-10	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
8	Mar-10	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
9	Apr-10	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
10	May-10	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
11	Jun-10	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
12	Jul-10	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
13	Aug-10	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
14	Sep-10	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
15	Oct-10	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
16	Nov-10	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
17	Dec-10	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
18	Jan-11	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
19	Feb-11	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
20	Mar-11	1450.00	972.00	2422.00	1450.00	1131.00	2581.00	159.00
	<b>Total=</b>	<b>30450.00</b>	<b>20412.00</b>	<b>50862.00</b>	<b>30450.00</b>	<b>23751.00</b>	<b>54201.00</b>	<b>3339.00</b>

c) Sri Jagadish Prasad Patra, Ex-HM has been paid differential arrear pension from 01.01.2006 to 01.01.2009 @Rs.6000.00 per month against Rs.1450.00 + Rs.1131.00= Rs.2581.00 in drawal column, amounting to a tune of Rs.126503.00 (Page No.59 of Acquaintance) vide voucher No.382/01.09.2016. But in the voucher No.365/29.09.2018, it has been shown in the drawal column @Rs.2129.00 (Rs.1275.00 + Rs.854.00) per month and in the due column Rs.10000.00 as basic pay per month, which results a double payment of Rs.3419.00 (Rs.6000.00 – Rs.2581.00) per month.

So Rs.3419.00 X 37 Months = Rs.126503.00 is paid in excess, which needs immediate recovery.

Taking into consideration of above three types of macro irregularities which amounts to Rs.198154.00 needs immediate recovery and compliance reported to audit.

In response to audit objection Memo no.58 dt.29.06.2019 the local authority recovered Rs **198154.00** from Sri Jagadish Prasad Patra, Ex Head master vide MR No **24 (Book No 17)** Dated **24.07.2019** and deposited in municipal fund on 23.7.2019.(UBI Paralakhemundi A/C No 4619) Hence the para is dropped.The local authority is suggested to deposit the money in proper heads of account of Govt.treasury.

#### 14.12 - Excess Payment in Arrear pension Salary AOSP 108

##### Sub- Excess payment to Sri Mani Savarayya, ex-ME , PKD Municipality to a tune of Rs.8516.00.00

On scrutiny of the pension arrear of the employees of Paralakhemundi Municipality for the yr 2018-19, it has been noticed that Sri M. Savarayya has been paid Rs.576000.00 for Jan-2006 to Dec-2013.(96 months) @6000.00 per month Vide VrNo.119/26.05.2016.He has been paid differential arrear pension of Rs.1410800/- for Jan-2006 to Jan-2018 vide Vr No.154 / dt.02.06.2018 w.r.to Letter No . 18301/HUD/10.08.2017. By the mean time he has been paid @1275 pay and TI admissible from Sept-2013 to Dec-2013.As a result Rs.8516.00 is paid excess as detailed below.

Sl. No.	Period	Basic	TI	Total	Acq .page No.	Vr. No./Date
1	Sept/2013	1275	854	2129	214	541/17.10.13
2	Oct/2013	1275	854	2129	216	25.11.13
3	Nov/2013	1275	854	2129	222	705/03.01.14
4	Dec/2013	1275	854	2129	228	772/31.01.14
	<b>Total</b>			<b>8516.00</b>		

In response to the **POM No 60 dated 08.07.2019** ,the local authority recovered Rs **8516.00** from **Sri M Savaria ,Ex Municipal Engineer** vide

MR No.77 (book no.12) dated 16.07.2019.

As the recovery has been done hence the para is dropped

**14.13 - Excess Payment in Arrear pension Salary AOSP 107**
**Sub:- Excess payment to Smt.Neilu Jambubati, Ex-Sweeper of Rs.2456.00 in differential arrear pension payment.**

On scrutiny of pension arrear acquittance it is noticed that Smt Neilu Jambubati, Retd –sweeper has been paid Rs.10926.00 as salary for Jun-2018 vide Vr No.223/21.07.2018.But in the Vr No.647/22.12.2018 (differential arrear pension from 01.01.2006 to 30.06.2018)) it is shown that she had been paid of Rs. 8470.00 for the above said period . So excess of Rs.2456.00 (10926-8470) as detailed below is recoverable from the employee.

Period	Actual pay drawn vide Vr No.223/21.07.2018			Pay drawn shown vide Vr No.647/27.12.2018			Excess
	Pay	TI	Total	Pay	TI	Total	
Jun-18	4515	6411	10926	3500	4970	8470	2456

In response to audit objection Memo no.59 dt.08.07.2019 the local authority stated that steps are being taken to .recover the excess paid amount, but no recovery was made till close of audit.Hence Rs **2456.00** is suggested for recovery.

**14.14 - Staff Position**
**Staff Position of Paralakhemundi Municipality**

SL No	Name of the post	LFS/Non LFS	No of sanctioned Post	Men in Position	Vacancy
1	Executive Officer	LFS		1	0
2	Municipal Engineer	LFS		1	1
3	Junior Enginner	LFS		1	0
4	Head assistant	LFS		1	1
5	Senior assistant	LFS		3	3
6	Junior assistant	LFS		6	3
7	Pharmasist	Non- LFS		1	0
8	Amin	Non- LFS		1	0
9	OTS	Non- LFS		9	0
10	Bill Collector	Non- LFS		1	0
11	Rteasury Sarkar	Non- LFS		1	0
12	Work Mistry	Non- LFS		1	0
13	Jamadar	Non- LFS		3	0
14	RR Driver	Non- LFS		1	0
15	Peon	Non- LFS		20	4
16	Medical attendant	Non- LFS		1	0
17	Night watcher	Non- LFS		1	0
18	Sweeper	Non- LFS		34	6
	<b>Total</b>			<b>87</b>	<b>18</b>

**Contractual Staff**

1	Junior Enginner (BRGF)			1	0
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2	Accountant			1	1	0
3	Mis Programmer			1	1	0
4	DEO			1	1	0
5	Community Organiser			3	3	0
6	Sweeper			4	4	0
	<b>Total</b>			<b>11</b>	<b>11</b>	<b>0</b>
	DLR			41	36	5
	NMR			18	18	0
	<b>Total</b>			<b>59</b>	<b>54</b>	<b>5</b>

**14.15 -**

**Purchase of electrical equipments without inviting fresh tender (AOSP 96)**

During scrutiny of voucher file with ref to tender file it is noticed that the following electrical equipments are purchased during the year 2018-19. No fresh tender has been invited for purchase of electrical equipments during the year 2018-19 .

On scrutiny of purchase file it is revealed that Quotation call was invited vide office order No 646/ 7.3.17 for the Year 2017-18.(No paper advertisement copy has been produced to audit) . How ever Radha Agency, Gopini Street Paralakhemundi was offered to supply electrical equipments as lowest bidder during 2017-18. But during the year 2018-19 purchase of electrical equipment has been made from same agency without inviting fresh tender.

The reason of such Irregular Purchase of goods was asked through audit objection memo.

SL No	Vr No	date	Items purchased	Amount of Purchase in rupees	Reference to the year in which the tender was finalised
	247	3.8.18	Electrical equipments	1015600.00	2017-18

In response to audit objection Memo no.55 dt.29.06.2019the local authority furnished no reply.The local authority is suggested to follow Govt guideline.Rs 1015600.00 is held underobjection till compliance.

**PARA: 15 AUDIT ON WORKS**

**15.1 - Verification of Work Case records**

**Case Record produced to Audit :-**

For verification of the work case records the local authority is asked to produce the cent-percentage works case records as per works case record list prepared by Audit from the paid vouchers vide POM No-01 dated 3.5.2019, & POM No 8 dated 7.05.2019.In response to it the local authority produced the case records for verification.The details of verification of records is given below.

Particulars	No of Work case records	Amount involved	Remarks (reasons for non verification)
Total work case records due for verification	157	57530368.00	

Work case records verified by audit	157	57530368.00	
Balance case records could not be verified by audit	0	0.00	


**15.2 - Irregularities noticed in maintenance of Work case records.**

**Irregularities noticed in maintenance of Work case records.**

1. In almost all case records , the Sanction order of grants under which projects are taken up not mentioned .
2. Completion certificates duly signed by competent authority are not kept in all case record.
3. The analysis of rates are not attached to the estimates in contravention of OPWD Codes.
4. The details project report and sketch map has not been kept in the work case records
5. The works are not completed in due time as provided in the work order.
6. In some of the cases the pass for payment has not been endorsed by the authority in measurement books.
- 7.The revised estimate in case of work not executed as per estimate is not kept in the case records.
- 8.F2 or P2 agreement are not kept in all case record .Only k2 agreement form are kept in the case records .


**15.3 - Less Realization towards Penalty violating Agreement as well as OPWD Code. AOSP 56 & 57**

Name of the Work:- Improvement of Drain at Palace Street

Head of account:-BRGF

Estimated Cost-Rs5,00,000.00

Vr No-264/2018-19 = 499833.00

MB No-305, Pg No -187 to 190 & 306 Page – 49 to 60

Executant- Sri Ashok Kumar ,Contractor

Estimate cost – 500000.00

Contract value – 500000.00

J.E-D Judhistir

AEE – B Venket Raman

**Less Realization towards Penalty violating Agreement as well as OPWD Code.**

As per OPWD Code, Agreement & the work order, the agency has committed to carry on the work with due diligence & all works is to be executed in a workmanship manner. That the project must be completed within the stipulated period otherwise a penalty would be charged @ 0.25% of the Estimated cost per month for the delayed period.For the above project, Agreement was done vide No-40/2017-18 & the Work Order was given vide It no-2460/24.07.2017 with a direction to complete the same within 60 days i.e as on 23.09.2017.

But the agency did not completed the work within the stipulated period violating the provision & refuting & rebuffing the Agreement & lingering more & more he completed the work on 25.09.2018. That is delayed by a valuable twelve month which is not admitted in Audit at all. So penalty needs to be levied on the executants if the local authority fails to comply before Audit with valid & solid reason.

Calculation:

As per final bill form bill limited to- Rs499833.00

Penalty Due-Rs  $499833.00 \times 0.25\% \times 12 \text{ month} = \text{Rs}14995.00$

Penalty Collected:-Rs1500.00

Penalty to be collected =  $14995.00 - 1500.00 = \text{Rs } 13495.00$

So amount needs recovery from the Executants-Rs 13495.00

In response to audit objection Memo no.29 dt.06.06.2019 the local authority recovered Rs **13495.00** from the executant vide MR No **36 (book no.79)** Dated **09.07.2019**. The MR & case record are verified by audit. Hence the para dropped.

**15.4 - Less Realization towards Penalty violating Agreement as well as OPWD Code. AOSP 58**

Name of the Work:- Construction of CC drain in front of Dist. Judge Res. Near Biju Kalyan Mandap

Head of account:- Devolution fund

Estimated Cost-Rs5,00,000.00

Contract value – 414775.00

Vr No-444/2018-19 = 464548.00

MB No-302, Pg No -89 to 94

Executant- Sri B Krishna Murty ,Contractor

J.E-B K Kissan

AEE – B Venket Raman

**Less Realization towards Penalty violating Agreement as well as OPWD Code.**

As per OPWD Code, Agreement & the work order, the agency has committed to carry on the work with due diligence & all works is to be executed in a workmanship manner. That the project must be completed within the stipulated period otherwise a penalty would be charged @ 0.25% of the Estimated cost per month for the delayed period. For the above project, Agreement was done vide No-74/2017-18 & the Work Order was given vide It no-607/17.02.2018 with a direction to complete the same within 60 days i.e as on 16.04.2018.

But the agency did not completed the work within the stipulated period violating the provision & refuting & rebuffing the Agreement & lingering more & more he completed the work on 25.09.2018. That is delayed by a valuable five months which is not admitted in Audit at all. So penalty needs to be levied on the executants if the local authority fails to comply before Audit with valid & solid reason.

Calculation:

As per final bill form bill limited to- Rs499833.00

Penalty Due-Rs  $414775.00 \times 0.25\% \times 5 \text{ month} = \text{Rs}5184.00$

Penalty Collected:-Rs2074.00

Penalty to be collected =  $5118.00 - 2074.00 = \text{Rs } 3110.00$

So amount needs recovery from the Executants-Rs 3110.00

In response to audit objection Memo no.30 dt.06.06.2019 the local authority recovered Rs **3110.00** from the executant vide MR No **22 (book no.79)** Dated **09.07.2019**. The MR & case record are verified by audit. Hence the para dropped.

**15.5 - Less Realization towards Penalty violating Agreement as well as OPWD Code.AOSP 59 & 60**

Name of the Work:- Construction of CC drain with cover plate at Katikia Street

Head of account:- 14<sup>th</sup> FCA

Estimated Cost-Rs10,00,000.00

Contract value – 999990.00

Vr No-94/2018-19 = 996009.00

MB No-292, Pg No -154 to 166

Executant- Sri Jiosh Bhuyan,Contractor

J.E- D Judhistir

AEE – B Venket Raman

**Less Realization towards Penalty violating Agreement as well as OPWD Code.**

As per OPWD Code, Agreement & the work order, the agency has committed to carry on the work with due diligence & all works is to be executed in a workmanship manner. That the project must be completed within the stipulated period otherwise a penalty would be charged @ 0.25% of the Estimated cost per month for the delayed period. For the above project, Agreement was done vide No-23/2017-18 & the Work Order was given vide It no-2101/10.07.2017 with a direction to complete the same within 60 days i.e as on 09.09.2017.

But the agency did not completed the work within the stipulated period violating the provision & refuting & rebuffing the Agreement & lingering more & more he completed the work on 30.04.2018. That is delayed by a valuable 7 months which is not admitted in Audit at all. So penalty needs to be levied on the executants if the local authority fails to comply before Audit with valid & solid reason.

Calculation:

As per final bill form bill limited to- Rs 996009.00

Penalty Due-Rs 996009.00X0.25%X 7 month=Rs17430.00

Penalty Collected:-Rs 7470.00

Penalty to be collected = 17430.00-7470.00 = Rs 9960.00

So amount needs recovery from the Executants-Rs 9960.00

In response to audit objection Memo no.31 dt.06.06.2019 the local authority recovered Rs **9960.00** from the executant vide MR No **26 (book no.79)** Dated **09.07.2019**. The MR & case record are verified by audit. Hence the para dropped.

**15.6 - Less Realization Towards Royalty AOSP 61 to 63**

**Less Realization Towards Royalty**

As per OMMC Rules,2016 vide Departmental Notification No.2280/15.12.2016, the rate chart of Royalty for minerals has been came into force w.e.f 15.12.2016. Along with this notification, It no.10672/SM dt.29.12.2016 & OMMC office Memorandum No-9948/SM,dt01.12.2016 must be read to collect the royalty as per the final rate arrived. As per the final rate, the royalty for ordinary sand is Rs35.00(Thirty Five), for ordinary boulders used for road & civil is Rs130.00(One hundred & thirty) & for Road Materials including ballast & chips is Rs130.00(One hundred & thirty).

On checking of case records & MB it is noticed that, an amount of Rs 22578.00 has been less realized towards royalty which needs to be recovered from the agency . The details are given below.

Name of the work	Scheme	SL No of Bill	Vr No/Date	Gross Value of Work	Name of the Contractor	Particular of work	Item	Quantity	Royalty due	Royalty deducted	Less	Total	Name of the JE & ME

Improvement of Road at Phultia Street	MV Tax	1st & Final	205 & 206/2019	363396	V Chalapati Rao	Estimare cost -400000.00 , MB No 306 Page 1 to 18	Sand	27.01	35.00	28.00	7.00	245.00	JE - D Judhist ir AEE- B Venket Raman a
							CUM						
							Metal	14.44	130.00	98.00	32.00	462.00	
							CUM						
						Chips	35.42	130.00	98.00	32.00	1133.00		
						CUM							
						<b>Total</b>					<b>1840.00</b>		
Construction of balance portion of Road and drain at Dhoba sahi connecting to Bidyanagar	MV Tax	1st & Final	316 & 317/2019	367043.00	Sri Simanchal Lima	Estimare cost -500000.00 , MB No 306 Page 126 to 139	Sand	57.54	35.00	28.00	7.00	403.00	JE - D Judhist ir AEE- B Venket Raman a
							CUM						
							Metal	26.64	130.00	98.00	32.00	852.00	
							CUM						
						Chips	32.93	130.00	98.00	32.00	1053.00		
						CUM							
						<b>Total</b>					<b>2308.00</b>		
Improvement of Drain with Cover Plate at Telugu Kumbhar street	MV Tax	1st R/A bill	107 & 108/2019	312280.00	Sri A Dillip Kumar	Estimare cost -400000.00 , MB No 305 Page 96 to 109	Sand	26.24	35.00	28.00	7.00	183.00	JE - D Judhist ir AEE- B Venket Raman a
							CUM						
							Metal	7.75	130.00	98.00	32.00	248.00	
							CUM						
						Chips	28.58	130.00	98.00	32.00	914.00		
						CUM							
						<b>Total</b>					<b>1345.00</b>		
Construction of drain at Jyotish Nagar	14th FCA	1st & Final	256 & 257/2019	459949.00	Sri A Dillip Kumar	Estimare cost -500000.00 , MB No 306 Page 81 to 92	Sand	57.43	35.00	28.00	7.00	402.00	JE - D Judhist ir AEE- B Venket Raman a
							CUM						
							Metal	19.59	130.00	98.00	32.00	626.00	
							CUM						
						Chips	54.45	130.00	98.00	32.00	1742.00		
						CUM							
						<b>Total</b>					<b>2770.00</b>		
Renovation of drain at katikia street	14th FCA	1st & Final	94 & 95/2019	996009.00	Sri Jiosh Bhuyan	Estimare cost -500000.00 , MB No 306 Page 81 to 92	Sand	84.13	35.00	28.00	7.00	589.00	JE - D Judhist ir AEE- B Venket Raman a
							CUM						
							Metal	25.44	130.00	98.00	32.00	814.00	
							CUM						
						Chips	89.82	130.00	98.00	32.00	2874.00		
						CUM							
						<b>Total</b>					<b>4277.00</b>		
Construction of Road and drain at left side 2nd line Makkatotama street	14th FCA	1st & Final	216 & 217/2019	900043.00	Sri Ashok Kumar	Estimare cost -1000000.00 , MB No 292 Page 170 to 185	Sand	133.87	35.00	28.00	7.00	937.00	JE - D Judhist ir AEE- B Venket Raman a
							CUM						
							Metal	64.36	130.00	98.00	32.00	2059.00	
							CUM						
						Chips	93.37	130.00	98.00	32.00	2987.00		
						CUM							
						<b>Total</b>					<b>5983.00</b>		
Improvement of drain with cover plate at Katikia street Phase ii	14th FCA	1st & Final	318 & 319/2019	864567.00	Smt Damayanti Karjee	Estimare cost -1000000.00 , MB No 306 Page 93 to 105	Sand	79.52	35.00	28.00	7.00	556.00	JE - D Judhist ir AEE- B Venket Raman a
							CUM						
							Metal	23.85	130.00	98.00	32.00	763.00	
							CUM						
						Chips	85.52	130.00	98.00	32.00	2736.00		
						CUM							
						<b>Total</b>					<b>4055.00</b>		
						<b>Grand Total</b>					<b>22578.00</b>		

In response to audit objection Memo no.32 dt.06.06.2019 the local authority recovered Rs **22578.00** from the executants vide MR No **33,32,38,39,26,37 & 29 (book no.79)** Dated **09.07.2019**. The MR & case record are verified by audit. Hence the para dropped

**15.7 - Excess Payment in works AOSP 64 & 65**

Name of the Work:- Construction of CC road and drain at Makkatotamma 2<sup>nd</sup> line left side street

Head of account:- 14<sup>th</sup> FCA

Estimated Cost-Rs10,00,000.00

Contract value – 983999.00 (1.6 % less)

Vr No-162/2018-19 = 828307.00 (1<sup>st</sup> and final bill)

MB No-305, Pg No -111 to 130

Executant- Sri Jikoniyo Sabar ,Contractor

J.E- D Judhistir

AEE – B Venket Raman

**Excess payment due to allowing 20% extra towards foundation work**

On scrutiny of above case record with reference to MB it was noticed that, the JE has depicted measurement as

Follow.(MB Page 111&112)

Earth work in ordinary ( Road)

50Mx7.50Mx0.45M =168.78 CUM

30MX7.50MX0.30M=67.50 CUM

20Mx7.5MX0.20M =30 CUM

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Total =266.28 CUM

From the measurement it was revealed that there was no foundation work . So an amount of Rs 3895.00 paid excess

To the exultant due to allowing **20%** extra towards foundation work which needs recovery.

Item	Rate allowed/CUM	Rate admissible	Excess rate paid	Quantity executed	Total
Earth work in ordinary soil	87.77	Mulia 32 No @200 =6400.00 Add OHC & contractor profit 15% =960.00 Total =7360.00/100 CUM =73.60 /CUM  Add Cess 1% =74.33 Less 1.6% =73.14	14.63	266.28 CUM	3895.00

In response to audit objection Memo no.33 dt.07.06.2019 the local authority recovered Rs **3895.00** from the executant vide MR No **41(book no.79)** Dated **09.07.2019**. The MR & case record are verified by audit. Hence the para dropped.

**15.8 - Less Realization towards Penalty violating Agreement as well as OPWD Code.AOSP 66**

Name of the Work:- Construction of CC road and drain at back side of Odia Parala street and Sadaram tank



Head of account:- 14<sup>th</sup> FCA

Estimated Cost-Rs10,00,000.00

Contract value – 821428.00

Vr No-688/2018-19 = 828307.00 (1<sup>st</sup> bill)

MB No-306, Pg No -188 to 191 & 310/125 to 141

Executant- Smt Sukumari Sabar ,Contractor

J.E- D Judhistir

AEE – B Venket Raman

**Less Realization towards Penalty violating Agreement as well as OPWD Code.**

As per OPWD Code, Agreement & the work order, the agency has committed to carry on the work with due diligence & all works is to be executed in a workmanship manner. That the project must be completed within the stipulated period otherwise a penalty would be charged @ 0.25% of the Estimated cost per month for the delayed period. For the above project, Agreement was done vide No-09/2017-18 & the Work Order was given vide It no-883/9.3.18 with a direction to complete the same within 60 days i.e as on 08.05.2018.

But the agency did not completed the work within the stipulated period violating the provision & refuting & rebuffing the Agreement & lingering more & more he completed the work on 19.12.2018. That is delayed by a valuable 7 months which is not admitted in Audit at all. So penalty needs to be levied on the executants if the local authority fails to comply before Audit with valid & solid reason.

Calculation:

As per final bill form bill limited to- Rs 828307.00

Penalty Due-Rs 828307.00X0.25%X 7 month=Rs14495.00

Penalty Collected:-Rs 3698.00

Penalty to be collected = 14495.00-3698.00 = Rs 10797.00

So amount needs recovery from the Executants-Rs 10797.00

In response to audit objection Memo no.34 dt.07.06.2019 the local authority recovered Rs **10797.00** from the executant vide MR No **30** (book no.79)Dated **09.07.2019**. The MR & case record are verified by audit. Hence the para dropped.

**15.9 - Less Realization towards Penalty violating Agreement as well as OPWD Code. AOSP 71**

Name of the Work:- Construction of drain at Sanjay Gandhi Colony

Head of account:-Devolution

Estimated Cost-Rs5,00,000.00

Vr No-446/2018-19 = 466508.00

MB No-302, Pg No -120 to 127

Executant- Sri B Krishna Murty ,Contractor

Estimate cost – 500000.00

Contract value – 416525.00

J.E-B K Kissan

AEE – B Venket Raman

**Less Realization towards Penalty violating Agreement as well as OPWD Code.**

As per OPWD Code, Agreement & the work order, the agency has committed to carry on the work with due diligence & all works is to be executed in a workmanship manner. That the project must be completed within the stipulated period otherwise a penalty would be charged @ 0.25% of the Estimated cost per month for the delayed period. For the above project, Agreement was done vide No-76/2017-18 & the Work Order was given vide It no-603/17.2.18 with a direction to complete the same within 60 days i.e as on 16.4.18.

But the agency did not completed the work within the stipulated period violating the provision & refuting & rebuffing the Agreement & lingering more & more he completed the work on 3.10.2018. That is delayed by a valuable five month which is not admitted in Audit at all. So penalty needs to be levied on the executants if the local authority fails to comply before Audit with valid & solid reason.

Calculation:

As per final bill form bill limited to- Rs 416625.00

Penalty Due-Rs 416625.00X0.25%X5 month=Rs 5205.00

Penalty Collected:-Rs1041.00

Penalty to be collected = 5205.00-1041.00 = Rs 4164.00

So amount needs recovery from the Executants-Rs 4164.00

In response to audit objection Memo no.38 dt.18.06.2019 the local authority stated that the amount will be recovered from the security deposit of the executant, but no recovery made till close of audit. Hence Rs **4164.00** suggested for recovery from the officials responsible for such excess payment.

**Person(s) Responsible for this paragraph**

Sino	Name	Designation	Adress	Amount(In Rs:)
1	Ashok Kumar raut	EO	Paralakhemundi Municipality Dist- Gajapati	1388
2	Binod Kumar Kissan	JE	Paralakhemundi Municipality Dist- Gajapati	1388
3	B Venket Raman	AEE	Paralakhemundi Municipality Dist- Gajapati	1388

**15.10 - Excess payment due to allowing 20 extra towards foundation work AOSP 72 & 73**

Name of the Work:- Improvement of road and drain at Jaddima

Head of account:- 14<sup>th</sup> FCA

Estimated Cost-Rs 8,00,000.00

Contract value – 655715.00 (8.2 % less)

Vr No-314/2018-19 = 707084.00 (1<sup>st</sup> and final bill)

MB No-306, Pg No -107 to 125

Executant- Sri B Krishna Murty ,Contractor

J.E- D Judhistir

AEE – B Venket Raman

**Excess payment due to allowing 20% extra towards foundation work**

On scrutiny of above case record with reference to MB it was noticed that, the JE has depicted measurement as

Follow.(MB Page 107&108)

Earth work in ordinary ( Road)

6Mx6.85Mx0.30M =12.33 CUM

10Mx(6.90+8.25)/2MX0.30M =22.72 CUM

10Mx(6.90+7.40)/2MX0.30M =23.47 CUM

10Mx(7.40+8.20)/2MX0.30M =23.40 CUM

12Mx(8.20+8.60)/2Mx0.30M=17.58 CUM

7Mx(8.60+8.15)/2Mx0.30M=30.24 CUM

9.50Mx(8.15+8.10)/2Mx0.30M=23.15 CUM

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Total =152.89 CUM

From the measurement it was revealed that there was no foundation work . So an amount of Rs 2932.00 paid excess

To the exultant due to allowing **20%** extra towards foundation work which needs recovery.

Item	Rate allowed/CUM	Rate admissible	Excess rate paid	Quantity executed	Total
Earth work in ordinary soil	87.41	Mulia 32 No @200 =6400.00 Add OHC & contractor profit 15% =960.00 Total =7360.00/100 CUM =73.60 /CUM Add Cess 1% =74.33 Less 8.20% =68.23	19.18	152.89CUM	2932.00

In response to audit objection Memo no.39 dt.18.06.2019 the local authority recovered Rs **2932.00** from the executant vide MR No **28 (book no.79)** Dated **09.07.2019**. The MR & case record are verified by audit. Hence the para dropped.

**15.11 - Excess payment by allowing 7.5 O.H.C and 7.5 Contractor profit on lead of materials in the analysis of ratesAOSP 74 to 78**

**Excess payment by allowing 7.5% O.H.C and 7.5% Contractor profit on lead of materials in the analysis of rates:**

On verification of work case records of different development works under different schemes , it is seen that the 7.5 % O.H.C (over head charges) and 7.5 % C.P.(contractor profit) has been allowed in the analysis of rates only on the labour and material component. The final rate has been worked out by adding lead, royalty and labour cess to it.

But on verification of analysis of rates attached to the original estimates of the following works ,it is found that 7.5 % O.H.C (over head charges) and 7.5 % C.P.(contractor profit) has been allowed over lead of materials.

As per Schedule of Rates 2014, the OHC and CP (7.5% +7.5% =15 %) should be allowed on the labour and material component and the final estimated rate shall be worked out by adding lead, royalty and 1% labour cess to it.

By allowing 15% OHC /CP on lead of materials , excess payment to the tune of Rs.**48153.00** as calculated below has been made which is not admissible in audit.

As such Rs.48153.00 needs recovery from the contractors as noted against each. The details are furnished below.

**Excess payment by allowing 15% O.H.C/Contractor profit on lead of materials in the analysis of rates**

Name of the	Scheme	SL No of	Vr No/Date	Gross Value	Name of the	Particular of	Quantity of	Lead	Total	7.5	Name
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work	Bill	of Work	Contractor	work	materials utilised in the work as per material statement attached to bill	allowe	lead amount	+7.5=15% O.H.C/Contra ctor profit allowed on lead of materials	of the JE & ME		
Construction of drain from Samsong Show room to Girls School road	Road Development	1st & Final	448&449/2019	232893.00	Sri Julumuru Bhargav	Estimare cost -300000.00 MB No 302 Page 113 to 118	Sand=24.27 CUM	149.67	3632.00	544.00	JE - Binod Kissan AEE- B Venket Raman a
							Metal 9.64 CUM	149.67	1442.81	216.00	
							Chips =24.54 CUM	149.67	3672.90	550.00	
							<b>Total</b>			<b>1310.00</b>	
Improvement of Road and drain from GRIDCO road to Jagili Street Via Sweeper colony	MV Tax	1st & Final	254& 255/2019	901596.00	Sri Ashok Kumar	Estimare cost -300000.00 , MB No 306 Page 39, 62 to 80	Sand=83.24 CUM	149.67	12458.00	1868.00	JE - D Judhist ir AEE- B Venket Raman a
							Metal 75.68 CUM	149.67	11327.00	1699.00	
							Chips =90.80 CUM	149.67	13590.00	2038.00	
							<b>Total</b>			<b>5605.00</b>	
Improvement of Road at Phultia Street	MV Tax	1st & Final	205 & 206/2019	363396.00	V Chalapati Rao	Estimare cost -400000.00 , MB No 306 Page 1 to 18	Sand=24.93 CUM	149.67	3731.00	559.00	JE - D Judhist ir AEE- B Venket Raman a
							Metal 14.44 CUM	149.67	2161.00	324.00	
							Chips =35.42 CUM	149.67	5301.00	795.00	
							<b>Total</b>			<b>1678.00</b>	
Construction of balance portion of Road and drain at Dhoba sahi connecting to Bidyanagar	MV Tax	1st & Final	316 & 317/2019	367043.00	Sri Simanchal Lima	Estimare cost -500000.00 , MB No 306 Page 126 to 139	Sand=29.79 CUM	149.67	4458.00	668.00	JE - D Judhist ir AEE- B Venket Raman a
							Metal 26.64 CUM	149.67	3987.00	598.00	
							Chips =32.93 CUM	149.67	4928.00	739.00	
							<b>Total</b>			<b>2005.00</b>	
Improvement of Drain with Cover Plate at Telugu Kumbhar street	MV Tax	1st R/A bill	107 & 108/2019	312280.00	Sri A Dillip Kumar	Estimare cost -400000.00 , MB No 305 Page 96 to 109	Sand=18.17 CUM	149.67	2719.00	407.00	JE - D Judhist ir AEE- B Venket Raman a
							Metal 7.75 CUM	149.67	1160.00	174.00	
							Chips =28.58 CUM	149.67	4277.00	641.00	
							<b>Total</b>			<b>1222.00</b>	
Construction of Road and drain at upper side of Bhabani talkies street	Devolution	1st R/A bill	442& 443/2019	336851.00	Sri A Dillip Kumar	Estimare cost -400000.00 , MB No 300 Page 190 to 198	Sand=52.26 CUM	149.67	7821.00	1173.00	JE - Binod Kissan AEE- B Venket Raman a
							Metal 22.96 CUM	149.67	3436.00	515.00	
							Chips =32.88 CUM	149.67	4921.00	738.00	
							<b>Total</b>			<b>2426.00</b>	
Construction	devolution	1st &	196 &	257200.00	Sri Julumuru	Estimare cost	Sand=19.16	149.67	2867.00	430.00	JE -

of Drain at back side of bank colony		Final	197/2019		Bhargav	-300000.00 , MB No 304 Page 21 to 28	CUM Metal 10.09 CUM Chips =26.31 CUM <b>Total</b>	149.67 149.67	1505.00 0 3937.00 0	225.00 0 590.00	Binod Kissan AEE- B Venket Raman a
Construction of Road and drain at Jyotish Nagar 1st line	devolution	1st & Final	690/2019	874990.00	Sri Julumuru Bhargav	Estimare cost -1000000.00 , MB No 306 Page 195 to 200 & 310/160-176	Sand=71.50 CUM Metal 64.71 CUM Chips =78.28 CUM <b>Total</b>	149.67 149.67	10701.00 9685.00 11716.00	1605.00 1452.00 1757.00	JE - D Judhist ir AEE- B Venket Raman a
Construction of road and drain from GRIDCO office to wards Dumping yard	devolution	1st & Final	736 & 737/2019	446431.00	Sri Prafulla Kumar Patra	Estimare cost -500000.00 , MB No 306 Page 195 to 200 & 310/160-176	Sand=39.72 CUM Metal 46.17 CUM Chips =33.28 CUM <b>Total</b>	149.67 149.67	5944.00 6910.00 4981.00	981.00 1036.00 747.00	JE - D Judhist ir AEE- B Venket Raman a
Construction of drain at Jyotish Nagar	14th FCA	1st & Final	256 & 257/2019	459949.00	Sri A Dillip Kumar	Estimare cost -500000.00 , MB No 306 Page 81 to 92	Sand=37.02 CUM Metal 19.59 CUM Chips =54.45 CUM <b>Total</b>	149.67 149.67	5540.00 2932.00 8149.00	831.00 439.00 1222.00	JE - D Judhist ir AEE- B Venket Raman a
Construction of Road and drain at left side 2nd line Makkatotama street	14th FCA	1st & Final	216 & 217/2019	900043.00	Sri Ashok Kumar	Estimare cost -1000000.00 , MB No 292 Page 170 to 185	Sand=78.86 CUM Metal 64.36 CUM Chips =93.37 CUM <b>Total</b>	149.67 149.67	11802.00 9632.00 13974.00	1770.00 1444.00 2096.00	JE - D Judhist ir AEE- B Venket Raman a
Improvement of drain with cover plate at Katikia street Phase ii	14th FCA	1st & Final	318 & 319/2019	864567.00	Smt Damayanti Karjee	Estimare cost -1000000.00 , MB No 306 Page 93 to 105	Sand=54.68 CUM Metal 23.85 CUM Chips =85.52 CUM <b>Total</b>	149.67 149.67	8183.00 3569.00 12799.00	1227.00 535.00 1919.00	JE - D Judhist ir AEE- B Venket Raman a
Improvement of CC road from treasury office junction to main road	14th FCA	1st & Final	142 & 143/2019	2049432.00	Sri Suresh Kumar Majhi	Estimare cost -2700000.00 , MB No 302 Page 65 to 76	Sand=202.43 CUM Metal 161.75 CUM Chips =241.70 CUM <b>Total</b>	149.67 149.67	30297.00 24209.00 36175.00	4544.00 3631.00 5426.00	JE - Binod Kissan AEE- B Venket Raman a
						<b>Grand total</b>				<b>48153.00</b>	

In response to audit objection Memo no.40 dt.18.06.2019 the local authority recovered Rs **48153.00** from the executants vide MR No **23,35,33,32,38,20,24,40,34,39,31,29 & 21(book no.79)** Dated **09.07.2019**. The MR & case record are verified by audit. Hence the para dropped.

**15.12 - Less Realization towards Penalty violating Agreement as well as OPWD Code. AOSP 79**

Name of the Work:- Improvement of road and drain in Mediri Street

 Head of account:- 13<sup>th</sup> FC

Estimated Cost-Rs5,00,000.00

Vr No-754/2018-19 = 379971.00

MB No-313, Pg No -24 to 39

Executant- Sri M A Nausad ,Contractor

Contract value – 379520.00

J.E- D Judhistir

AEE – B Venket Raman

**Less Realization towards Penalty violating Agreement as well as OPWD Code.**

As per OPWD Code, Agreement & the work order, the agency has committed to carry on the work with due diligence & all works is to be executed in a workmanship manner. That the project must be completed within the stipulated period otherwise a penalty would be charged @ 0.25% of the Estimated cost per month for the delayed period. For the above project, Agreement was done vide No-4/2018-19 & the Work Order was given vide It no-2418/12.6.18 with a direction to complete the same within 60 days i.e as on 11.8.18.

But the agency did not completed the work within the stipulated period violating the provision & refuting & rebuffing the Agreement & lingering more & more he completed the work on 24.1.19. That is delayed by a valuable five month which is not admitted in Audit at all. So penalty needs to be levied on the executants if the local authority fails to comply before Audit with valid & solid reason.

Calculation:

As per final bill form bill limited to- Rs 379971.00

Penalty Due-Rs 379971.00X0.25%X 5 month=Rs 4745.00

Penalty Collected:-Rs 2969.00

Penalty to be collected = 4745.00-2969.00 = 1776.00

So amount needs recovery from the Executants-Rs 1776.00

In response to audit objection Memo no.41 dt.18.06.2019 the local authority recovered Rs **1776.00** from the executant vide MR No **25 (book no.79)** Dated **09.07.2019**. The MR & case record are verified by audit. Hence the para dropped.

**15.13 - Less Realization towards Penalty violating Agreement as well as OPWD Code. AOSP 80**

Name of the Work:- Construction of road & drain at back side of Laxmi Nagar

Head of account:- 14<sup>th</sup> FC

Estimated Cost-Rs5,00,000.00

Vr No-399/2018-19 = 460010.00

MB No-310, Pg No -50 to 60

Executant- Sri Ashok Kumar ,Contractor

Contract value – 410723.00 (8% less)

J.E- D Judhistir

AEE – B Venket Raman

**Less Realization towards Penalty violating Agreement as well as OPWD Code.**

As per OPWD Code, Agreement & the work order, the agency has committed to carry on the work with due diligence & all works is to be executed in a workmanship manner. That the project must be completed within the stipulated period otherwise a penalty would be charged @ 0.25% of the Estimated cost per month for the delayed period. For the above project, Agreement was done vide No-89/2017-18 & the Work Order was given vide It no-877/9.3.18 with a direction to complete the same within 60 days i.e as on 8.5.18.

But the agency did not completed the work within the stipulated period violating the provision & refuting & rebuffing the Agreement & lingering more & more he completed the work on 19.9.2018. That is delayed by a valuable four month which is not admitted in Audit at all. So penalty needs to be levied on the executants if the local authority fails to comply before Audit with valid & solid reason.

Calculation:

As per final bill form bill limited to- Rs 410723.00

Penalty Due-Rs 410723.00X0.25%X 4 month=Rs 4104.00

Penalty Collected:-Rs 0.00

Penalty to be collected = 4014.00

So amount needs recovery from the Executants-Rs 4104.00

In response to audit objection Memo no.42 dt.18.06.2019 the local authority recovered Rs **4104.00** from the executant vide MR No **27** (book no.79)Dated **09.07.2019**. The MR & case record are verified by audit. Hence the para dropped.

**PARA: 16 AUDIT ON UNITS / DEPARTMENT**

16.1 -
Not applicable

**PARA: 17 AUDIT ON SCHEMES / PROGRAMMES**

<b>17.1 - Target &amp; Achievement</b>							
The financial and physical target for the year 2018-19 in respect of developmental works executed in Municipality has been furnished below.							
<b>Financial Target &amp; Achievement</b>							
SI No	Name of the Grant	OB as on 1.4.18	Receipt	Total	Expenditure	CB as on 31.3.19	% of Achievement
1	Maint. of Road & Bridge (N)	0.00	1624035.00	1624035.00	1615923.00	8112.00	100
2	MLA LAD	9187019.00	3415000.00	12602019.00	3162752.00	9439267.00	25
3	MP LAD	1751535.00	500000.00	2251535.00	200000.00	2051535.00	9
4	BRGF	33596067.55	0.00	33596067.55	11869377.00	21726690.55	35
5	13 th FCA	24170955.00	0.00	24170955.00	7790122.00	16380833.00	32
6	14th FCA	18237785.00	21556000.00	39793785.00	25097111.00	14696674.00	63
7	4th SFC	931886.00		931886.00		931886.00	0
8	SJSRY	1617804.76	0.00	1617804.76	0.00	1617804.76	0

9	MV Tax	7053873.00	3852000.00	10905873.00	2877976.00	8027897.00	26
10	Highmast Light	182400.00	0.00	182400.00	0.00	182400.00	0
11	C.C. Road	5195406.00	0.00	5195406.00	73435.00	5121971.00	1
12	Devolution Fund	19854870.00	11894000.00	31748870.00	8957332.00	22791538.00	28
13	Spl. Devolp. Progm	459788.00	1800000.00	2259788.00	1578636.00	681152.00	70
14	AWC	1400000.00	0.00	1400000.00	0.00	1400000.00	0
15	Swacha Bharai Mission	8159143.00	1000000.00	9159143.00	4735514.00	4423629.00	52
16	Maintenance Of creation Assests	297117.00	432000.00	729117.00	0.00	729117.00	0
17	Creation of Capital Assets	146530.00	1856000.00	2002530.00	0.00	2002530.00	0
18	Peetha	0.00	1000000.00	1000000.00	650000.00	350000.00	65
19	Biju Yuva Bahani	0.00	893000.00	893000.00	700000.00	193000.00	78
20	Titili	0.00	26717500.00	26717500.00	26553473.00	164027.00	99
21	Animal Birth Control	0.00	200000.00	200000.00	0.00	200000.00	0

**Physical Target & Achievement**

SI No	Scheme	No of incomplete Projects of Previous year	Projects initiated during 2018-19	Total	No. of Projects completed during 2018-19	Balance as on 31.3.19
1	Maint. of Road & Bridge (N)	4	3	7	3	4
2	MLA LAD	34	11	45	24	21
3	MP LAD	4	0	4	1	3
4	BRGF	22	0	22	7	15
5	13 th FCA	0	0	0	0	0
6	14th FCA	18	21	39	23	16
7	4th SFC	0	0	0	0	0
8	MV Tax	7	6	13	7	6
9	C.C. Road	3	0	3	1	2
10	Devolution Fund	19	17	36	9	27
11	Spl. Devolp. Progm	4	2	6	5	1
12	AWC			0		0
13	Maintenance Of creation Assests	1	1	2	0	2
14	Creation of Capital Assets	1	1	2	0	2

**17.2 - MLALAD**
**MLALAD:-**

As a part of fulfilling the objective of Decentralized Planning Members of Legislative Assembly Local Area Development (MLALAD) Scheme was introduced in the state in 1997-98 with a view to involve local people and their representative in the planning process. The Scheme was similar to that of MPLAD scheme introduced by Government of India. Funds under the scheme were provided in the state's Plan Budget every year. P&C Department releases the fund from its Budget provision (towards MLALAD scheme) to the districts in the form of Grant-in-aid for utilization by the districts by issue of sanction order for drawal from treasury by the concerned DRDAs. Fund of Rs.5.00 lakh per MLA Constituency per annum was provided for the year 1997-98. Subsequently the amount of financial assistance was enhanced gradually and



during the years 2008-09 to 2009-10 it was Rs.75.00 lakhs which was increased thereafter to Rs.1.00 crore per constituency per annum. In course of audit the following omission and

commissions were noticed in execution of different projects under the scheme.

1. Funds are kept in saving account, for earning more interest it should be deposited in the flexi account. More over the auto sweep facility should be availed from fixed deposits savings and vis-versa for earning of more interest.
2. The interest accrued on the funds realized under the scheme is not refunded regularly within 30 days of completion of the work.
3. No completion report and utilization report is submitted to the district authority within 30 days of completion of the work. Transfer of Assets to the user agency is not made.
4. Improper maintenance of project-cum- work register:

On scrutiny of the project-cum-works register for the year 18-19 it is noticed that the register was not maintained properly. Only the list of approved projects was reflected with the date of work order and acknowledgement of the executants. The details of sanction orders realize of funds under different schemes were not mentioned. Again the status of the projects (i.e. completed/in progress/not-started) showing the date of completion and date of payment of bills was not reflected in the register.

5. No Asset register was maintained,
6. No creation of awareness for public use of assets created was made.
7. The list of all completed and ongoing projects under MLALAD are not displayed at Municipality office for information of the general public. It should be done henceforth.

**a) Grant Position of MLALAD for the year 2018-19**

SI No	Name of the Grant	OB as on 1.4.18	Receipt	Total	Expenditure	CB as on 31.3.19	% of Expenditure
2	MLA LAD	9187019.00	3415000.00	12602019.00	3162752.00	9439267.00	25

The UC Position of MLALAD scheme is furnished below

**b) UC Position of MLALAD for the year 2018-19**

SI No	Opening balance	UC due for submission	Total	UC submitted during the year	UC pending at the end of the year	% of UC Submission	Remarks
	8500000.00	3162752.00	11662752.00	0.00	11662752.00	0%	

PARA: 18 MISCELLANEOUS

<p><b>18.1 - Lack Of response/compliance to last and previous Audit Reports-</b></p> <p><b>Lack Of response/compliance to last and previous Audit Reports-</b></p> <p>The outstanding para of last and previous Audit reports of last five years are awaiting for settlement due to non submission of compliance report. In reply the local Authority stated that steps would be taken for submission of compliance report at an early date .Although this Municipality is supported with full staff strength but no sincere steps are being taken by the local authority to attend the audit report and submission of compliance to the proper authority . Therefore the local authority is suggested to submit the para wise compliance of last Audit</p>
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reports with a copy of council resolution to proper quarter failing which the very purpose Audit would be defeated.

**18.2 - Production of Complaint/Grievance Register and Position. AOSP 8**

**Production of Complaint/Grievance Register and Position.**

The position of total No. Compliant/Grievance is pending for disposal and No. of cases disposed off during the year 2018-19 as well as pending of cases for disposal at the end of the year i.e, as on 31.03.2018 at the MUNICIPALITY was asked through objection memo in the following format. The register is not maintained properly. How ever the position of grivancy is furnished as per the information supplied by local authority.

Particulars based on complaint/grievance register.	No. Of complaints
Complaints pending for disposal at the beginning of the year	102
Complaint received during the year	82
Total	184
Complaint disposed off during the year	88
Complaint pending for disposal at the end of the year as on 31.03.2019	96

**18.3 - Non Conduct of periodical Inspection-**

As per Rule 111 of OM Rule 1953 ,a physical verification of all stores should be made at least once in every year by the head of the office concerned or such other officer as may be specially authorized by him in this behalf.

During scrutiny of electrical and sanitation stock register it is noticed that thorough out the year 2018-19 ,the physical verification of the stocks are not made .Due to non conduct of the physical verification the dealing assistant in charge of the stock maintained the stock in haphazard manner and the loss of the stock and store could not be avoided .

Therefore the local authority suggested to conduct regular periodical inspection as per OM rule and compliance reported.

**18.4 - Non-conduct of Annual verification of pensioners**

As per MBPY Rules 2008 and NSAP guidelines, the annual verification of beneficiaries sanctioned and paid shall be conducted by the competent Authority by 30th April and 30th June of each year for MBPY and NSAP beneficiaries respectively. The verification was to be done to identify and the ineligible and dead beneficiaries and recommended/approve eligible new beneficiaries from the priority list maintained.

Further, the social audit in each year by 30th September shall also be conducted to identify the grievances if any on the scheme and steps taken thereon for due redressal and also to ensure the timely payment to the eligible identified pensioners without any harassment and hardship; The points that have arisen, if any, in the District Vigilance Monitoring Committee along with their Action taken reports may please be furnished to Audit.

Scrutiny of records, Audit observed that annual verification of beneficiaries sanctioned and paid were not conducted by the competent Authority by 30th April and 30th June each year for MBPY and NSAP beneficiaries respectively. The verification was to be done to identify and the ineligible and dead beneficiaries and recommended/approve eligible new beneficiaries from the priority list maintained. Further audit observed that due to non review undisbursed pension, authenticity of payment made by the concerned assistants to actual beneficiaries were doubtful. This apart, Audit found that thumb impressions were not identified and certified by the distributing officers during the period 2018-19

Further, it was noticed that no records were maintained by the Municipality for conducting any awareness campaign organized through public addressed system for identifying of eligible beneficiaries. Thus it was observed that ion of beneficiaries and monitoring of the distribution of the benefits were not properly conducted by the Municipality.

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

**19.1 - Non deposit of Govt Dues - AOSP 90**

**Non deposit of Govt Dues :-**

Rule-4 of Odisha Treasury Code, vol-1 read with rule 4 of OGFR stipulate that all money received or realized on behalf of Govt .should be deposited in full into treasury or with the competent authority within 3 day s of its realization .Retention of Govt money or revenue outside the treasury is irregular and not permissible .Details of unremitted Govt. money Rs 621554.00 as on 31.03.2019 is given below.

SL No	Particulars	Royalty	GST	Labour cess	It	Total
1	OB as on 1.4.18	83060.00	471683.00	57413.00	9399.00	621555.00
2	Collected during the year 2018-19	774824.00	385321.00	532630.00	751341.00	2444116.00
3	Total	857884.00	857004.00	590043.00	760740.00	3065671.00
4	Remitted during the year 2018-19	774824.00	385322.00	532630.00	751341.00	2444117.00
5	Balance Govt dues as on 31.3.19	83060.00	471682.00	57413.00	9399.00	621554.00

In response to POM No.51 dt.28.06.2019 ,the E.O.replied that all Govt. dues relevant to 2018-19 has been deposited and steps are being taken to deposit the balance amount . Hence the local authority is suggested to ensure it and compliance reported to audit.

**19.2 - Details of Loan AOSP 6**

**The position of Loan basing on the previous Audit Report furnished below. (AOSP 6)**

Sl No	Purpose of Loan	Rate of Interest	Out standing as on 1.4.18	Loan disbursed during the year 2018-19	Interest accrued during the year 2018-19	total	Principal paid during the year 2018-19	Interest paid during the year 2018-19	Balance as on 31.3.19
1	Water Supply	Un Known	140625.00	0.00	0.00	140625.00	0.00	0.00	140625.00
2	NSDP	19%	1955493.90	0.00	371543.67	2327037.57	0.00	0.00	2327037.57
3	NSDP	19%	2838624.84	0.00	539338.71	3377963.55	0.00	0.00	3377963.55
	Total		4934743.74		910882.38	5845626.12	0.00	0.00	5845626.12

As per Rule 149 of O.M. Rules 1953 a Loan register should be maintained in Form No. XXVII. Further Rule 150 envisages that, the Loan amount shall not be appropriated even temporarily to any object other than that for which the loan was raised. Any Loan register has not been maintained in this Municipality. As per previous audit report it is seen that a total sum of Rs 4934743.74. has been pending for repayment. Sincere steps may be taken to re-payment the outstanding Loan amount of Rs. 5845626.12 as on 31.03.2019 prior to be penalized. The present position of Principal and interest as on 31.3.2019 supported with relevant file could not be produced to audit in-spite of issue objection memo as any no ledger is maintained in this Municipality. In response to audit objection no reply is furnished.

However E.O. is advised to trace out the exact position of Loan and compliance reported to audit.

**19.3 - CPF position of Municipal staff**

**CPF position of Municipal staff**

In accordance with Rule 436 of O.M. Rule 1953 every council shall maintain and administrate a provident fund as per rule 442 of O.M.Rules 1953. A provide fund ledger in Form No.P.F.5. is to be kept in the Municipality Office. As per Rule 449 of O.M. Rules, 1953 the provident fund ledger, Abstract register, cash book and other records of the fund shall be examined monthly by the Executive Officer. But neither the CPF ledger nor any abstract register nor cash book has been maintained in this municipality. On issue of audit objection memo in this regards the

local authority replied that CPF ledger, abstract register and the cash book have not maintained since long but the CPF pass books. Basing on the figures of last audit report and entries made in the CPF pass books the actual position of CPF of Municipal staff for the year 2018-19 is furnished below.

C.P.F.Position of staff of paralakhemundi municipality for the year 2018-19.								
SL NO	NAME OF EMPLOYEEES	Account Number(U.B.I.;PKD)	O.B as on 1.4.2018	Deposited in 2018-19	Interest	Total	Withdrawal in 2018-19	C.B. as on 31.03.2019
1	Sri Podal Rabi	406902010007346	43668	54801	2254	100723	50000	50723
2	Sri N. Abhimanyu	406902010007359	86943	78556	2312	167811	80000	87811
3	Sri Podal Ganesh	406902010007352	73793	74056	2042	149891	65000	84891
4	Smt N. Saraswati	406902010007350	71912	66833	2208	140953	50000	90953
5	Smt Guralu Radha	406902010007360	57933	69733	1894	129560	75000	54560
6	Smt Guralu Lalita	406902010007358	91777	70301	3202	165280	50000	115280
7	Smt Podal Kamala	406902010007365	168847	44185	5087	218119	90000	128119
8	Smt Nag Anjali	406902010007363	57839	42821	2440	103100	0	103100
9	Smt N. Mariyama	406902010007380	136355	43995	4339	184689	184689	0
10	Smt N. Kannama	406902010007379	68348	72767	3173	144288	70000	74288
11	Smt N. Rasalu	406902010007381	83424	60597	3915	147936	147936	0
12	Sri N. Babudhan	406902010007382	122957	77275	3615	203847	115000	88847
13	Sri Guralu Raju	406902010007395	64845	72785	2239	139869	35000	104869
14	Sri Podal Janu	406902010007387	154713	20553	5738	181004	0	181004
15	Smt B. Appayama	406902010007388	62643	78356	2145	143144	75000	68144
16	Smt Guralu Segudu	406902010007385	190824	13526	6157	210507	0	210507
17	Sri H. K. Nagabansa	406902010007366	44720	76758	2028	123506	40000	83506
18	Smt Podal Parvati	406902010007367	111354	66585	3415	181354	70000	111354
19	Smt J. Purnama	406902010007368	74006	48475	3167	125648	60000	65648
20	Sri Amulya Padal	406902010597266	42537	42154	1535	86226	25000	61226
21	Smt p. kanaka	406902010597265	31542	49239	1630	82411	30000	52411
22	Sri S. Ballabho	406902010597267	52478	12001	1968	66447	0	66447
23	Smt Podal Nirmala	406902010007393	59723	85934	2303	147960	80000	67960
24	32Smt N. Chilikama	406902010007369	72381	71034	2215	145630	80000	65630
25	Sri P Simanchal	406902010007370	66906	59993	2322	129221	80000	49221
26	Sri Bada Krishna	406902010007371	65100	56820	2245	124165	80000	44165
27	Smt N. Sukundi	406902010007372	59633	65673	2171	127477	50000	77477
28	Sri Podal Nanu	406902010007373	102618	27211	3574	133403	0	133403
29	Sri S Koteswar Rao	406902010007307	32701	20752	1349	54802	0	54802
30	Sri H K Palaka	406902010007310	83836	60210	1938	145984	110000	35984
31	Sri Aliya Sabara	406902010007311	123125	94056	5225	222406	0	222406
32	Sri G S behera	406902010007325	50453	71056	1872	123381	40000	83381
33	Sri G D Khanja	406902010007314	199512	81000	7771	288283	120000	168283

34	Sri A Durga Prasad	406902010007315	134578	98656	3097	236331	180000	56331
35	Sri Brundaban Pani	406902010007313	29325	29270	1234	59829	25000	34829
36	Sri Y Gaddaya	406902010007317	147409	62351	5793	215553	0	215553
37	Sri V Laxman Rao	406902010007318	25266	72056	1853	99175	0	99175
38	Sri S Ch Panigrahi	406902010007319	81573	64056	3921	149550	0	149550
39	Sri M K satapathy	406902010007320	72971	76248	2433	151652	85000	66652
40	Sri B B Rout	406902010007324	58710	81196	2092	141998	40000	101998
41	Sri G C Behera	406902010007312	93690	111176	3542	208408	73000	135408
42	Sri P Durga Rao	406902010007327	68052	92401	2473	162926	100000	62926
43	Sri P K Behera	406902010007328	42060	13242	1612	56914	0	56914
44	Sri S N Mahankuda	406902010007330	57404	84172	2009	143585	75000	68585
45	Smt Hemalata mishra	406902010007331	48852	79743	1888	130483	40000	90483
46	T Hemalata	406902010007332	88693	121447	5832	215972	215972	0
47	Sri Balmiki Barik	406902010007333	51836	73233	2040	127109	20000	107109
48	Sri B Bimudu	406902010007334	72051	55242	3826	131119	131119	0
49	Smt Subasini Mahankuda	406902010007335	44690	12078	2071	58839	0	58839
50	Sri Bansidhar Patanaik	406902010007337	49281	70773	2482	122536	0	122536
51	Sri P Sankar Rao	406902010007338	90584	38080	2849	131513	0	131513
52	Sri N Muralimohan Rao	406902010007340	182975	56984	4395	244354	100000	144354
53	Sri N Simanchal	406902010007341	48084	10152	1799	60035	0	60035
54	Sri R P Jena	406902010007342	83051	41810	2665	127526	40000	87526
55	Sri P K Lima	406902010007343	52595	68285	1692	122572	70000	52572
56	Sri B P Mishra	406902010596657	67805	77386	2648	147839	40000	107839
57	Sri Fakira Behera	406902010596654	57232	32130	883	90245	40000	50245
58	Sri V linga Raju	406902010596653	58246	12150	2176	72572	0	72572
59	Smt Kuntala Ku Panda	406902010596656	58246	12146	2180	72572	0	72572
60	SMt S K Subudhhi	406902010596655	58246	12150	2176	72572	0	72572
61	Sri R K Bebart	406902010596661	51261	55750	1535	108546	60000	48546
62	Sri G.P.Patra	406902010599190	70370	0	0	70370	0	70370
63	Sri P.K.Samal	406902010598	45692	0	0	45692	0	45692
64	Smt N.Sukumari	406902010007374	94263	0	0	94263	0	94263
65	Sri P K Sahu	406902010597925	49850	12408	1882	64140	0	64140
	<b>Total</b>		<b>5044387</b>	<b>3556862</b>	<b>174566</b>	<b>8775815</b>	<b>3287716</b>	<b>5488099</b>

**19.4 - SD/EMD AOSP 11**
**SD/(E.M.D):-**

As per Rule 141 of the Odisha Municipal Rules, 1953 a "Deposit ledger"(Form no.XX) and as per Rule 143 of the Odisha Municipal Rules, 1953 at the close of every quarter a list of outstanding deposits (Form no.-XXI) are to be maintained. But no such deposit register has been maintained in this Municipality. Also at the close of every quarter, a list of outstanding deposits has not been maintained. Instead of repeated objection raised in last and previous audit neither the S.D./EMD Ledger nor cash book thereof has been maintained. On issue of audit objection memo in this score the local authority replied that "the S.D. ledger has not been maintained since long". Hence once again advised

to the local authority to ensure the maintenance of S.D. Ledger to avoid double payment in future. However basing on figure of last audit report the actual position of deposit (SD/EMD) for the year 2018-19 is furnished below;

OB as on 1.4.18	SD /EMD collected during the year	Total	SD /EMD refunded during the year	CB as on 31.3.19
12474270.00	1628676.00	14102946.00	912791.00	13190155.00

**PARA: 20 RESULT OF AUDIT AND CONCLUSION**

**20.1 - Remarks On Maintenance of Account**

During Audit of the accounts of the Municipality following important irregularities noticed.

1. Some of the important records not maintained in the Municipality (Para-3)
2. Periodical physical verification of Stock and stores not conducted (Para-6)
3. Advance up to a tune of Rs 5673544.00 is outstanding for adjustment (Para-8)
4. Grants up to a tune of Rs 223961027.94 is pending for utilisation (Para-9)
5. UC up to a tune of Rs 507925658.51 pending for submission (Para-10).
6. There is excess payment /misappropriation of Rs 45672.00 (para-11.1 to 11.10)
7. Taxes pending for collection to a tune of Rs 20423317.65. (Para 13.1)
8. There are irregular/Excess payments/ in paid vouchers up to a tune of Rs 295161.00 ( Para 14.1 to 14.13)
9. There are irregular/Excess payments in works up to a tune of Rs 124964.00( Para 15.3 to 15.13 )
10. A good no of Audit reports are pending for compliance.( 18.1)
11. There is Loan amount of Rs 13870810.00 is pending for repayment.
12. Sinking Fund is not created in this Municipality.
13. Govt. dues to a tune of Rs 621554.00 has not deposited.

In the view of the suggestions in foregoing paragraphs of the report the state of accounts of the Municipality needs further improvement.

**20.2 - General Remarks**

Following recommendations may be adhere to for improvement of the accounts.

- 1-Vouchers, cash books must be regularly checked by the competent authority.
- 2-Important Registers like GIA register, Advance Ledger, Outstanding Advance Register, SD Register, Royalty/VAT Register etc. must be maintained and produced to audit.
- 3-The Work Registers which was not maintained properly must be up to date to know the present position of the project.
- 4-Dead Stock Register must be maintained for stock entry of non consumable items.
- 5-The un-spent grant position is highly alarmingly. The same need be utilised for the purpose for which the same is sanctioned . Internal controls need to be strengthened to utilise the funds within the stipulated time so as to avoid delay in submission of Utilisation Certificates.

6. There is a huge pendency in Submission of Utilisation Certificates (UCs) . It should also be ensured that Utilisation Certificates are furnished only after actual utilisation of the earmarked funds.

7-A rigorous monitoring mechanism should be undertaken in the Municipality to adjust the advances to preclude the possibility of temporary/permanent misappropriation, fraud/ embezzlement etc.

8. Rules and regulation regarding implementation of developmental schemes may be strictly adhered to

**As a result of this Audit transactions involving a sum of Rs 5015343.00 are held under objection which include an amount of Rs 188195.00 suggested for recovery. Besides, a sum of Rs 435462 was recovered at the instance of audit. The details are furnished in the following tables.**

**Result Of Audit**

Sl No	Paragraph No.	Amount suggested for recovery(In Rs:)	Amount kept under objection including amount suggested for recovery (In Rs:)	Amount Surchargeable(In Rs:)	Amount Embezzlement(In Rs:)	Amount Othercases(In Rs:)	Remarks
1	8.1	153000.00	153000.00	153000.00	0.00	0.00	
2	11.6	1054.00	1054.00	1054.00	1054.00	0.00	
3	11.8	976.00	976.00	976.00	976.00	0.00	
4	13.6	0.00	11000.00	0.00	0.00	0.00	
5	14.1	14850.00	14850.00	0.00	0.00	0.00	
6	14.2	4500.00	4500.00	0.00	0.00	0.00	
7	14.3	0.00	2720357.00	0.00	0.00	0.00	
8	14.4	0.00	167400.00	0.00	0.00	0.00	
9	14.6	2275.00	2275.00	0.00	0.00	0.00	
10	14.8	4920.00	4920.00	0.00	0.00	0.00	
11	14.10	0.00	912791.00	0.00	0.00	0.00	
12	14.13	2456.00	2456.00	0.00	0.00	0.00	
13	14.15	0.00	1015600.00	0.00	0.00	0.00	
14	15.9	4164.00	4164.00	4164.00	0.00	0.00	
<b>Total</b>		<b>188195.00</b>	<b>5015343.00</b>	<b>159194.00</b>	<b>2030.00</b>	<b>0.00</b>	

**Spot Recovery**

Sl No	Ref to Para No/Audit Objection Statement Page No	M.R.No	Date	Amount(In Rs:)	Name of the person
1	11.5	57	2019-07-01	1184	Suresh Chandra Panigrahy , OTS
2	11.7	30	2019-07-26	4353	P K Lima, Zamadar
3	11.9	86	2019-07-19	6151	Suresh Chandra Panigrahy ,OTS
4	14.5	Salary bill (June)	2019-07-10	25510	12 No of Employees
5	14.11	24	2019-07-24	198154	Jagadis Prasad Patra Ex Head Master
6	11.4	29	2019-07-26	100	Ghanashyam Behera , OTS
7	11.3	32	2019-07-26	230	Aliya Sabar , OTS
8	11.2	32	2019-07-26	424	Aliya Sabar , OTS
9	11.1	85	2019-07-19	6800	V Laxman Rao , OTS
10	15.13	27	2019-07-09	4104	Ashok Kumar,Contractor
11	15.12	25	2019-07-09	1716	M A Nausad , Contractor
12	15.11	21	2019-07-09	13601	Suresh Kumar Majhi, Contractor
13	15.11	29	2019-07-09	3681	Damayanti Karjee, Contractor
14	15.11	34	2019-07-09	2764	Prafulla Kumar Patra, Contractor
15	15.11	20,38,39	2019-07-09	6140	A Dillip Kumar,Contractor
16	15.11	32	2019-07-09	2005	Simanchal Lima , Contractor

17	15.11	33	2019-07-09	1678	V Chelapati Rao, Contractor
18	15.11	31,35	2019-07-09	10915	Ashok Kumar, Contractor
19	15.11	23,24,40	2019-07-09	7369	Julumuru Bhargav, Contractor
20	15.10	28	2019-07-09	2932	B Krishna murty , Contractor
21	15.8	30	2019-07-09	10797	Sukumari Sabar, Contractor
22	15.7	41	2019-07-09	3895	Jikoniyo Sabar, Contractor
23	15.6	38,39	2019-07-09	4115	A Dillip Kumar, Contractor
24	15.6	37	2019-07-09	5983	Ashok Kumar, Contractor
25	15.6	29	2019-07-09	4055	Damayanti Karjee, Contractor
26	15.6	26	2019-07-09	4277	Jiosh Bhuyan , Contractor
27	15.6	32	2019-07-09	2308	Simanchal Lima, contractor
28	15.6	33	2019-07-09	1840	V Chelapati Rao, contractor
29	15.5	26	2019-07-09	9960	Jiosh Bhuyan , Contractor
30	15.3	36	2019-07-09	13495	Ashok Kumar, Contractor
31	15.4	22	2019-07-09	3110	B Krishna murty , Contractor
32	14.9	60	2019-07-02	38000	A Durga Prasad , Cashier
33	14.7	69	2019-07-10	900	Kuntala Kumari Panda, Peon
34	11.10	63	2019-07-05	24400	Ghanashyam Behera , OTS
35	14.12	77	2019-07-16	8516	M Savaria , Ex Municipal Engineer
<b>Total</b>				<b>435462</b>	

**Audit Certificate**

Certified that the accounts of Paralakhemundi Municipality for the financial year 2018-2019 have been covered under audit and found correct subject to the comments / remarks offered in the foregoing paragraphs .